



# **Fundamental Report**

## **06 August 2020**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	17.2177	17.3207	0.1030	0.60%
Euro/Rand	20.4076	20.5634	0.1558	0.76%
GBPound/Rand	22.5976	22.7461	0.1485	0.66%
AusDollar/Rand	12.4223	12.4657	0.0434	0.35%
Euro/USDollar	1.1855	1.1871	0.0016	0.13%
GBPound/USDollar	1.3125	1.3133	0.0008	0.06%
AusDollar/USDollar	0.7214	0.7199	-0.0015	-0.21%
JpyYen/USDollar	105.7200	105.5200	-0.2000	-0.19%

BDLive - The JSE gained for a third successive day on Wednesday as hope for more stimulus aided global equities, while gold miners had their best day in more than a week as the gold price reached a record high after sailing through \$2,000/oz for the first time on Tuesday.

Global market sentiment has been supported by ongoing discussions in the US Congress regarding a Covid-19 relief package amid concerns that the pandemic will put a further strain on the world's largest economy.

The JSE all share rose 2.45% to 57,629.36 points and the top 40 2.56%. Gold miners gained 6.03%, resources 4.30% and platinum 6.04%. The gold index is up 131% so far this year.

Shortly after the JSE closed, the Dow was up 1.23% to 27,159.76 points. In Europe, the FTSE 100 added 1.14%, France's CAC 40 0.9% and Germany's DAX 30 0.47%.



### Commodities

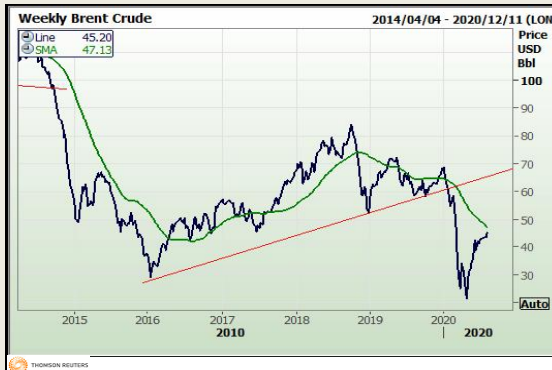
	Last	Value Change	% Change
Platinum	967.05	-0.07	-0.01%
Gold	2041.73	2.33	0.11%
Silver	26.98	-0.04	-0.15%
Copper	2.90	-0.01	-0.48%
Gasoil	377.25	-10.75	-2.85%
Brent Oil	45.20	0.03	0.07%

BDLive - London — Gold extended its rally above the key \$2,000/oz level on Wednesday, hitting a record high as a weakening dollar and falling returns on US bonds added fuel to a buying spree among investors looking for a safe store of value.

With the coronavirus pandemic roiling markets, gold has now surged 34.5% in 2020 and is one of 2020's best-performing assets.

After breaking above \$2,000/oz for the first time on Tuesday and hitting a new high of \$2,041.33/oz earlier on Wednesday, spot gold was up 1.1% at \$2,040.50/oz by 10.20am GMT.

US gold futures climbed 1.8% to \$2,056.30.



### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	53279.30	0.00	0.00%
ALSI	53548.00	0.00	0.00%
S&P 500	3306.51	21.26	0.64%
FTSE	6036.00	68.72	1.14%
CAC	4933.34	0.00	0.00%
DAX	12660.25	0.00	0.00%
Hang Seng	25102.54	-404.26	-1.61%



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# Corn / Maize Market

## Chicago Board of Trade

Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
SEP 2020	310.00	311.00	-0.50	1.00	310.75	-0.25	0.75
DEC 2020	322.00	323.25	-0.25	1.25	323.00	-0.25	1.00
MAR 2021	334.00	335.50	-0.50	1.50	335.00	-0.50	1.00
MAY 2021	342.00	343.75	-0.75	1.75	343.25	-0.50	1.25
JUL 2021	349.00	350.75	-0.50	1.75	350.25	-0.50	1.25

FarmFutures - Corn prices moved about 0.75% higher today on a round of short-covering and bargain buying after seeing significant declines yesterday. Worries still persist that U.S. growers will see yields above the trend line of 178.5 bushels per acre this fall. September futures picked up 2 cents to \$3.1025, with December futures adding 2.25 cents to \$3.2250.

Corn basis bids were mostly steady across the Midwest Wednesday but did tilt 4 cents lower at a low river terminal today. Prior to Thursday morning's weekly export report from USDA, analysts expect the agency to show corn sales ranging between 82.7 million and 126.0 million bushels for the week ending July 30. Analysts are confident the latest numbers will eclipse the prior week's tally of 24.0 million bushels. A grower survey from Farm Futures found that 2020 corn yields could slightly surpass trendline yields to reach 178.9 bushels per acre this fall. Adding that to data from USDA's June 30 acreage report, and U.S. production could reach 15.032 billion bushels this year. Ending stocks for 2020/21 could climb to 2.68 billion bushels, which will be the largest volume since 1987, if realized. Click here for more analysis on this exclusive survey. Worried about financial stress? David Kohl has some sage advice in his latest Road Warrior column. "Intense monitoring of the financial situation with sound, transparent financial records is not an option, but a requirement," he says for starters. Click here to read Kohl's additional recommendations.

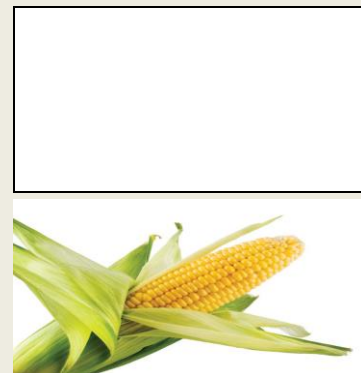
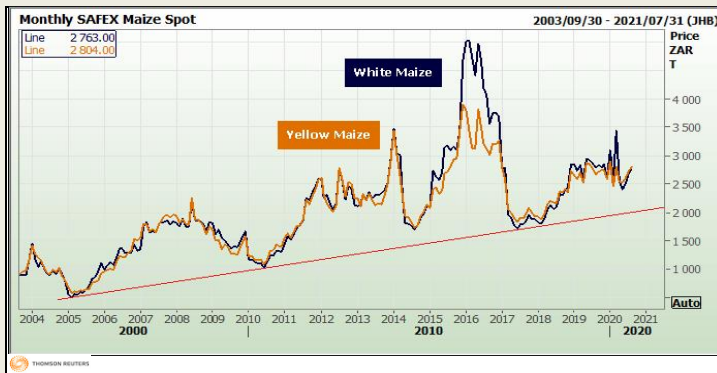
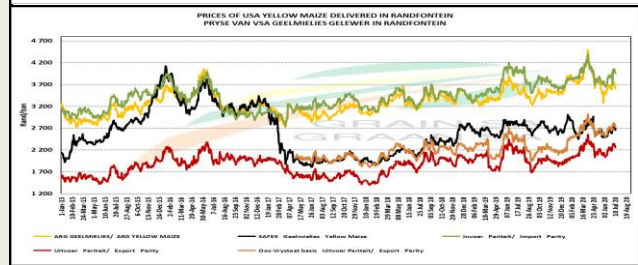
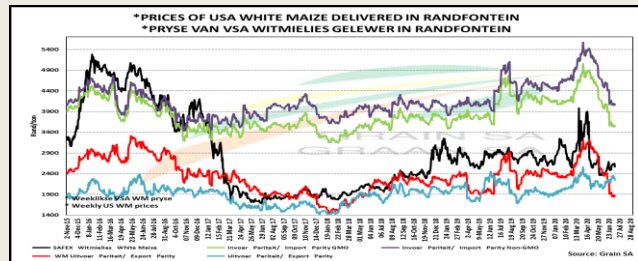
Preliminary volume estimates were for 284,347 contracts, trending well below Tuesday's final count of 467,472.



## South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
May 2020				
Jul 2020				
Sep 2020	R 2 768.00	20%	R 17.68	R 2 785.68
Dec 2020	R 2 855.00	24.5%	R 19.88	R 2 874.88
Mar 2021	R 2 854.00	24.5%	R 20.36	R 2 874.36
May 2021	R 2 732.00	0%	R 22.39	R 2 754.39
Jul 2021	R 2 719.00	24%	R 22.68	R 2 741.68
<b>Yellow Maize Future</b>				
May 2020				
Jul 2020				
Sep 2020	R 2 828.00	19.75%	R 17.68	R 2 845.68
Dec 2020	R 2 916.00	19%	R 19.88	R 2 935.88
Mar 2021	R 2 907.00	20%	R 20.36	R 2 927.36
May 2021	R 2 763.00	0%	R 22.39	R 2 785.39
Jul 2021	R 2 750.00	18%	R 22.68	R 2 772.68

The local Maize market traded lower yesterday. The Aug'20 WMAZ contract ended R11.00 down and Aug'20 YMAZ closed R22.00 lower. The Sep'20 WMAZ closed lower by R16.00 and Sep'20 YMAZ ended R23.00 down. The parity move for the Aug'20 Maize contract for yesterday was R18.00 positive.



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## Wheat Market

### Chicago Board of Trade and Kansas Board of Trade

CBOT Wheat								KBOT Wheat							
Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm	Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
SEP 2020	510.00	510.75	6.25	0.75	508.50	-2.25	-1.50	SEP 2010	425.00	426.50	4.25	1.50	424.50	-2.00	-0.50
DEC 2020	518.00	517.50	5.50	-0.50	515.00	-2.50	-3.00	DEC 2010	436.00	437.25	4.00	1.25	435.50	-1.75	-0.50
MAR 2021	527.00	526.25	5.00	-0.75	523.75	-2.50	-3.25	MAR 2011	447.00	448.25	4.00	1.25	446.25	-2.00	-0.75
MAY 2021	533.00	531.75	3.75	-1.25	529.25	-2.50	-3.75	MAY 2011	456.00	456.25	4.25	0.25	454.50	-1.75	-1.50
JUL 2021	536.00	533.75	3.00	-2.25	529.00	-4.75	-7.00	JUL 2011	462.00	463.75	4.25	1.75	461.75	-2.00	-0.25



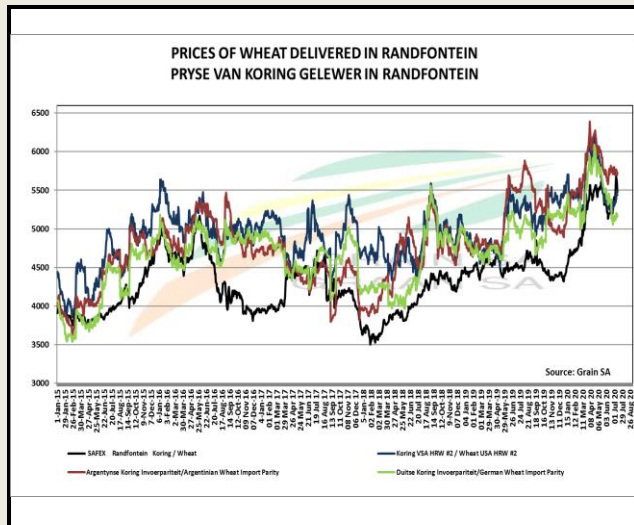
FarmFutures - Wheat prices were mixed Wednesday on an uneven round of technical maneuvering. Some bargain buying lifted winter wheat contracts today, while spring wheat contracts saw small losses as traders continue to digest better-than-expected crop quality in USDA's latest crop progress report. September Chicago SRW futures gained 2.25 cents to \$5.1050, September Kansas City HRW futures added 3.75 cents to \$4.26, and September MGEX spring wheat futures slipped 0.75 cents lower to \$5.01.

Ahead of the next weekly export report from USDA, out Thursday morning, analysts expect the agency to show wheat sales ranging between 7.3 million and 29.4 million bushels for the week ending July 30. But in Canada, conditions may be aligned for a record wheat harvest, according to Manitoba-based FarmLink Marketing Solutions, which concluded a crop tour in late July. The group estimates production will reach 1.433 billion bushels, surpassing the prior best of 1.382 billion bushels in 2013.

Preliminary volume estimates were for 141,046 CBOT contracts, tracking moderately lower than Tuesday's final count of 190,731.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
May 2020				
Jul 2020				
Sep 2020	R 5 566.00	13.5%	R 9.76	R 5 575.76
Dec 2020	R 4 890.00	11%	R 0.51	R 4 890.51
Mar 2021	R 4 986.00	0%	R -0.74	R 4 985.26
May 2021				
Jul 2021				
<b>Cape Wheat</b>				
May 2020				
Jul 2020				
Sep 2020				
Dec 2020				
Mar 2021				
May 2021				
Jul 2021				



## Oil Seed Market

### Chicago Board of Trade

CBOT Soybean Seed							
Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
AUG 2020	884.00	882.00	0.00	-2.00	902.00	20.00	18.00
SEP 2020	882.00	876.25	0.00	-5.75	874.50	-1.75	-7.50
NOV 2020	884.00	878.75	0.00	-5.25	877.50	-1.25	-6.50
JAN 2021	891.00	885.25	-0.50	-5.75	884.25	-1.00	-6.75
MAR 2021	893.00	887.25	-0.25	-5.75	886.75	-0.50	-6.25

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
AUG 2020	282.3	0.00
SEP 2020	284.7	284.80
OCT 2020	286.6	286.70
DEC 2020	290.2	290.30
JAN 2021	291.9	292.30

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
AUG 2020	31.7	31.54
SEP 2020	31.1	30.97
OCT 2020	31	30.93
DEC 2020	31.13	31.05
JAN 2021	31.3	31.20



FarmFutures - Soybean prices sagged Wednesday on some technical selling spurred by worries over bin-busting crops expected for both the U.S. and Brazil. Traders shrugged off another large sale to China announced this morning. August futures fell 2.5 cents to \$8.8125, with September futures dropping 3.75 cents to \$8.76.

Soybean basis bids fell 2 cents lower at an Indiana processor Wednesday while holding steady elsewhere across the central U.S. today.

Private exporters reported to USDA the sale of 7.1 million bushels of soybeans for delivery to China during the 2020/21 marketing year, which begins September 1. This follows another large soybean sale to unknown destinations on Monday, which was for 9.6 million bushels for delivery in 2019/20 and 2020/21.

Ahead of tomorrow morning's weekly export report from USDA, analysts expect the agency to show soybean sales ranging between 29.4 million and 64.3 million bushels for the week ending July 30, expressing doubt that it can match the prior week's mammoth tally of 132.4 million bushels. Preliminary volume estimates were for 187,044 contracts, spilling moderately below Tuesday's final count of 223,438.

### South African Futures Exchange

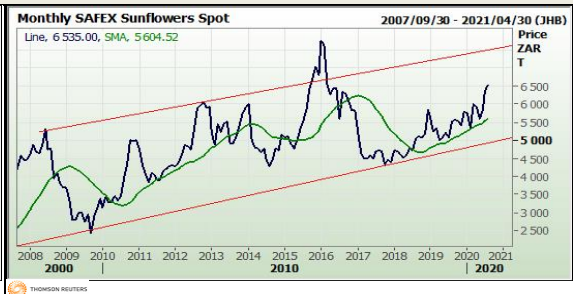
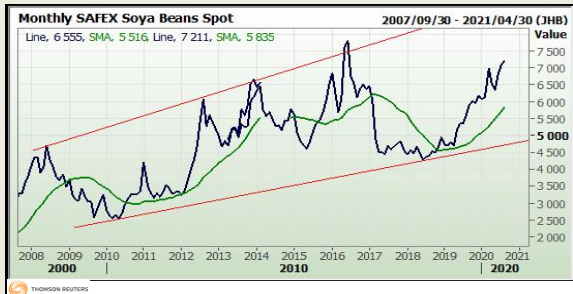
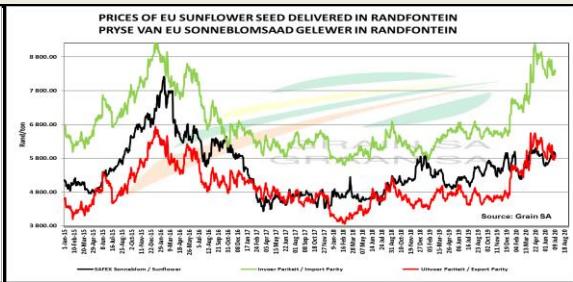
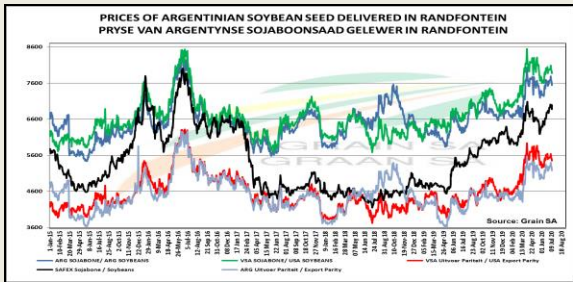
Soybean Future				
	MTM	Vols	Parity Change	Market Price
May 2020				
Jul 2020				
Sep 2020	R 7 249.00	15%	R -14.35	R 7 234.65
Dec 2020	R 7 292.00	15%		R 7 292.00
Mar 2021	R 7 058.00	15.5%	R -5.98	R 7 052.02
May 2021	R 6 600.00	17%		R 6 600.00
Jul 2021				

Sunflower Seeds Future		
	MTM	Vols
May 2020		
Jul 2020		
Sep 2020	R 6 600.00	11.5%
Dec 2020	R 6 690.00	15%
Mar 2021	R 6 431.00	0%
May 2021	R 6 140.00	0%
Jul 2021		



The local Soya market traded lower yesterday. The Aug'20 Soya contract ended R25.00 down and Sep'20 Soya closed R26.00 lower. The parity move for the Aug'20 Soya contract for yesterday was R9.00 negative.

The local Suns market closed lower yesterday. The Aug'20 Suns contract closed R15.00 down and Sep'20 Suns closed R19.00 lower.



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