



Fundamental Report

05 October 2020

Financial Markets

Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	16.6595	16.4207	-0.2388	-1.43%
Euro/Rand	19.5167	19.2663	-0.2504	-1.28%
GBPound/Rand	21.5115	21.2541	-0.2574	-1.20%
AusDollar/Rand	11.9032	11.7983	-0.1049	-0.88%
Euro/USDollar	1.1713	1.1732	0.0019	0.16%
GBPound/USDollar	1.2916	1.2947	0.0031	0.24%
AusDollar/USDollar	0.7145	0.7185	0.0040	0.56%
JpyYen/USDollar	105.1200	105.5300	0.4100	0.39%

BDLive - The rand had its fifth day of gains on Friday morning as emerging-market currencies were supported by hope of more stimulus in the US and positive economic data.

At 5.31pm, the rand had firmed 0.94% to R16.4473/\$, 1.20% to R19.2692/€ and 0.47% to R21.2782/£. The euro had weakened 0.22% to \$1.1717. The local currency has gained 4.84% over the past five days, according to data from Infront. A wave of risk aversion swept markets on Friday after US President Donald Trump said he and his wife had tested positive for Covid-19 and will isolate, weeks ahead of the elections. Shortly before 5am GMT, Trump said on Twitter that he and his wife had been tested for coronavirus after Hope Hicks, a senior adviser who recently travelled with the president, tested positive.

He later tweeted he and the first lady had tested positive: "We will begin our quarantine and recovery process immediately," he said. US stock futures fell on the news and treasury yields dipped.



Commodities

	Last	Value Change	% Change
Platinum	880.77	-1.24	-0.14%
Gold	1896.56	-2.14	-0.11%
Silver	23.89	0.19	0.78%
Copper	2.97	0.00	-0.13%
Gasoil	318.50	3.75	1.18%
Brent Oil	40.07	0.80	2.00%

BDLive - Gold was headed on Friday for its best weekly gain in nearly two months, despite prices slipping from a more than one-week high as the dollar strengthened amid doubts regarding the US stimulus package.

Spot gold was down 0.7% at \$1,892.06/oz by 3.06am GMT, after rising 1% to a one and one and a half week high of \$1,911.66/oz in the previous session. US gold futures dropped 1% to \$1,898/oz.

However, bullion has gained 1.8% this week, its biggest weekly percentage rise since the week ended August 7. "There was increased optimism about the stimulus talks, but late in the day that optimism fell away and as a result the dollar rallied a bit and we are seeing a retreat in gold," said Edward Meir, an analyst at E&F Man Capital Markets.



Financials

	Current Bid	Value Change	% Change
JSE TOP 40	49896.68	0.00	0.00%
ALSI	50055.00	0.00	0.00%
S&P 500	3380.80	-32.36	-0.96%
FTSE	5879.45	22.67	0.39%
CAC	4824.88	0.00	0.00%
DAX	12689.04	0.00	0.00%
Hang Seng	23459.05	370.74	1.58%



DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limitedis provided to you for information purposes only.GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRI consider to be reliable.GROCAPITAL AND AFGRI do not make any representations or give any guarantees or warranties, expressed or implied, as to the correctness, accuracy or completeness of the report.Neither GROCAPITAL AND AFGRI, nor any affiliate, nor any of their respective officers, directors, partners or employees, shall assume any liability for any losses arising from errors or omissions in the opinions, forecasts or information, irrespective of whether there has been any negligence by GroCapital and AFGRI, their affiliate, or their respective officers, directors, partners or employees, regardless of whether such damages were foreseen or unforeseen. The information contained in this report is confidential and may be subject to legal privilege. This report is not intended to not should it be taken to create any legal relations or contractual relations.

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
DEC 2020	380.00	379.75	The record	-0.25	379.25	-0.50	-0.75
MAR 2021	389.00	389.25	The record	0.25	388.50	-0.75	-0.50
MAY 2021	394.00	394.75	The record	0.75	394.00	-0.75	0.00
JUL 2021	398.00	398.50	The record	0.50	397.50	-1.00	-0.50
SEP 2021	388.00	388.25	The record	0.25	386.50	-1.75	-1.50

FarmFutures - Corn prices buckled under harvest pressure and spillover weakness from a broad range of outside commodities Friday. Traders are also starting to speculate whether USDA will downgrade its current yield estimates of 178.5 bushels per acre when it releases its next World Agricultural Supply and Demand Estimates (WASDE) forecast a week from today. December futures dropped 3.25 cents to \$3.7950, with March futures down 3 cents to \$3.89. Nearby contracts were still up 3.5% for the week, thanks to a surge in prices Wednesday.

Corn basis bids softened at four Midwestern locations Friday, falling as much as 15 cents at an Indiana ethanol plant. An Iowa ethanol plant bucked the overall trend, moving 2 cents higher. Other locations across the central U.S. held steady today.

IHS Markit Agribusiness (formerly IEG Vantage) lowered its forecast for U.S. corn yields from 178.1 bushels per acre last month down to 177.8 bpa. That would leave estimated total production at 14.812 billion bushels, according to the analytics firm.

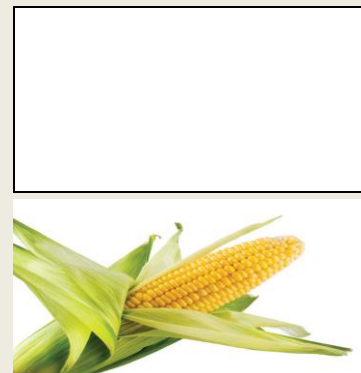
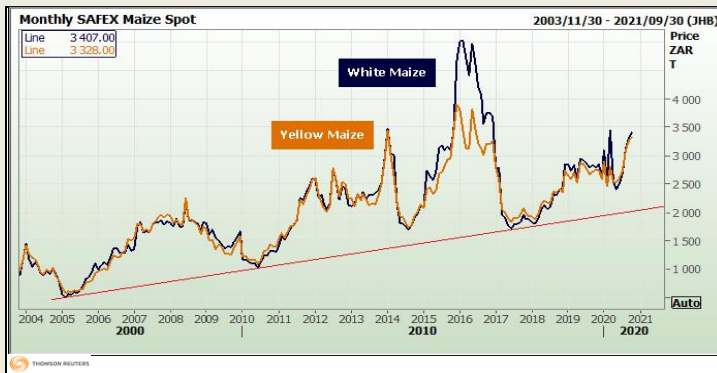
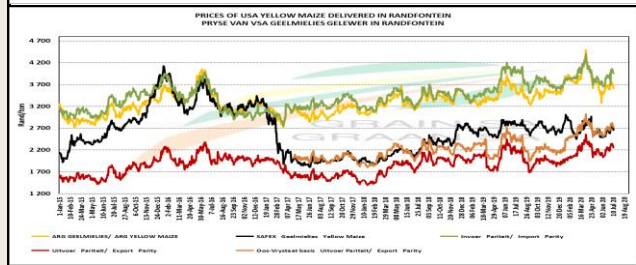
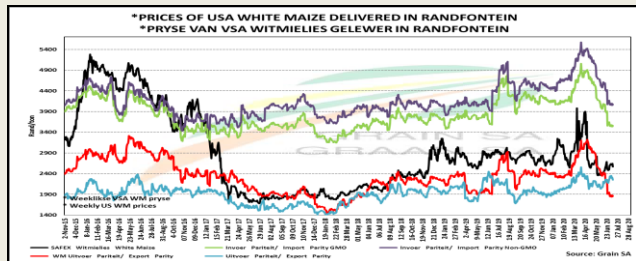
Ukraine's 2020 corn harvest is roughly 18% complete, with a production of 176 million bushels so far. Total fall harvest is around 70% complete, according to the Ukrainian economy ministry, with wheat and barley progress essentially complete. Ukraine is a major exporter of both corn and wheat. Preliminary volume estimates were for 281,753 contracts, sliding moderately below Thursday's final count of 343,738.



South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
White Maize Future				
Sep 2020				
Dec 2020	R 3 416.00	29.75%	R -40.57	R 3 375.43
Mar 2021	R 3 378.00	30%	R -39.80	R 3 338.20
May 2021	R 3 026.00	0%	R -37.04	R 2 988.96
Jul 2021	R 2 932.00	25.75%	R -40.65	R 2 891.35
Sep 2021				
Dec 2021				
Yellow Maize Future				
Sep 2020				
Dec 2020	R 3 367.00	23.5%	R -40.57	R 3 326.43
Mar 2021	R 3 322.00	22.5%	R -39.80	R 3 282.20
May 2021	R 3 008.00	0%	R -37.04	R 2 970.96
Jul 2021	R 2 970.00	19.25%	R -40.65	R 2 929.35
Sep 2021				
Dec 2021				

The local Maize market traded higher yesterday. The Oct'20 WMAZ contract ended R80.00 up and Oct'20 YMAZ closed R54.00 higher. The Dec'20 WMAZ closed higher by R79.00 and Dec'20 YMAZ ended R62.00 up. The parity move for the Oct'20 Maize contract for yesterday was R33.00 negative.



DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limitedis provided to you for information purposes only.GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRI consider to be reliable.GROCAPITAL AND AFGRI do not make any representations or give any guarantees or warranties, expressed or implied, as to the correctness, accuracy or completeness of the report.Neither GROCAPITAL AND AFGRI, nor any affiliate, nor any of their respective officers, directors, partners or employees, shall assume any liability for any losses arising from errors or omissions in the opinions, forecasts or information, irrespective of whether there has been any negligence by GroCapital and AFGRI, their affiliate, or their respective officers, directors, partners or employees, regardless of whether such damages were foreseen or unforeseen. The information contained in this report is confidential and may be subject to legal privilege. This report is not intended to not should it be taken to create any legal relations or contractual relations.

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
DEC 2020	565.00	573.25	The record c	8.25	575.00	1.75	10.00	DEC 2010	500.00	509.50	The record	9.50	512.25	2.75	12.25
MAR 2021	571.00	579.50	The record c	8.50	580.75	1.25	9.75	MAR 2011	509.00	518.50	The record	9.50	520.75	2.25	11.75
MAY 2021	574.00	583.50	The record c	9.50	585.25	1.75	11.25	MAY 2011	516.00	525.25	The record	9.25	527.50	2.25	11.50
JUL 2021	572.00	581.00	The record c	9.00	581.00	0.00	9.00	JUL 2011	522.00	531.00	The record	9.00	532.50	1.50	10.50
SEP 2021	577.00	585.25	The record c	8.25	529.00	-56.25	-48.00	SEP 2011	529.00	537.50	The record	8.50	537.75	0.25	8.75



FarmFutures - Wheat prices were mixed but mostly higher on an uneven round of technical maneuvering on reports of dry weather in key production areas of Russia and Argentina. December Chicago SRW futures gained 3 cents to \$5.7325, December Kansas City HRW futures added 4.5 cents to \$5.11, and December MGEX spring wheat futures dropped 3.25 cents to \$5.3025.

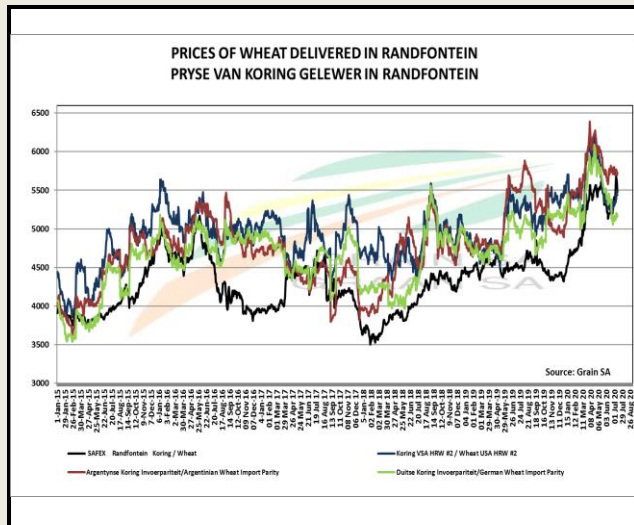
Russian consultancy SovEcon raised its estimates for 2020/21 wheat exports by another 62.5 million tons, for a total of 1.429 billion bushels, according to a recent statement.

Pakistan plans to import 6.6 million bushels of wheat from Russia amid domestic shortages. "The import of 180,000 metric tons of wheat will be made from Russia on a government to government basis, waiving off all taxes, duties," the finance ministry said earlier today. Flour mill shortages and rising bread prices have been commonplace in recent weeks.

Preliminary volume estimates were for 74,365 CBOT contracts, falling moderately short of Thursday's final count of 122,119.

South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
Bread Milling Wheat				
Sep 2020				
Dec 2020	R 4 895.00	9%	R 10.76	R 4 905.76
Mar 2021	R 4 993.00	10.5%	R 8.73	R 5 001.73
May 2021				
Jul 2021	R 5 064.00	0%	R 4.11	R 5 068.11
Sep 2021				
Dec 2021				
Cape Wheat				
Sep 2020				
Dec 2020				
Mar 2021				
May 2021				
Jul 2021				
Sep 2021				
Dec 2021				



The local Wheat market closed mixed yesterday. The Oct'20 Wheat contract closed R79.00 down while Dec'20 Wheat closed R20.00 higher. The parity move for the Oct'20 Wheat contract for yesterday was R19.00 positive.



DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limited is provided to you for information purposes only. GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRI consider to be reliable. GROCAPITAL AND AFGRI do not make any representations or give any guarantees or warranties, expressed or implied, as to the correctness, accuracy or completeness of the report. Neither GROCAPITAL AND AFGRI, nor any affiliate, nor any of their respective officers, directors, partners or employees, shall assume any liability for any losses arising from errors or omissions in the opinions, forecasts or information, irrespective of whether there has been any negligence by GroCapital and AFGRI, their affiliate, or their respective officers, directors, partners or employees, regardless of whether such damages were foreseen or unforeseen. The information contained in this report is confidential and may be subject to legal privilege. This report is not intended to not should it be taken to create any legal relations or contractual relations.

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
NOV 2020	1017.00	1020.75	The record	3.75	902.00	-118.75	-115.00
JAN 2021	1020.00	1024.75	The record	4.75	1023.25	-1.50	3.25
MAR 2021	1015.00	1018.75	The record	3.75	1017.00	-1.75	2.00
MAY 2021	1013.00	1017.00	The record	4.00	1015.00	-2.00	2.00
JUL 2021	1015.00	1020.75	The record	5.75	1019.00	-1.75	4.00

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
OCT 2010	349.4	0.00
DEC 2010	351.9	351.50
JAN 2011	350.5	350.10
MAR 2011	346.9	346.50
MAY 2011	343	342.20

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
OCT 2010	31.94	0.00
DEC 2010	31.66	31.62
JAN 2011	31.75	31.72
MAR 2011	31.9	31.85
MAY 2011	32.05	31.99



FarmFutures - Soybean prices followed corn lower Friday, as harvest pressure and overall market uncertainty triggered some technical selling. November and January futures each lost 3.5 cents to close at \$10.20 and \$10.2375, respectively.

Soybean basis bids held steady across most Midwestern locations Friday but did firm 2 cents higher at an Indiana processor today.

Private exporters reported two more large sales to USDA this morning. The first was for 9.7 million bushels to China, and the second was for 9.3 million bushels to unknown destinations. Both sales are for delivery during the 2020/21 marketing year, which began September 1.

IHS Markit slightly lowered its estimates for U.S. soybean yields, moving from 52.1 bushels per acre down to 51.9 bpa. That leaves production estimates also slightly lower, slipping to 4.294 billion bushels.

Argentina's government confirmed it had cut soybean and soy meal export taxes by three percentage points, but the Liaison Commission of Agricultural Entities called the move "insufficient" and "isolated measures, which look like patches." Even with the reduction, soybean export taxes are still 30%. Argentina is the world's No. 1 soy meal exporter and No. 3 soybean exporter.

South African Futures Exchange

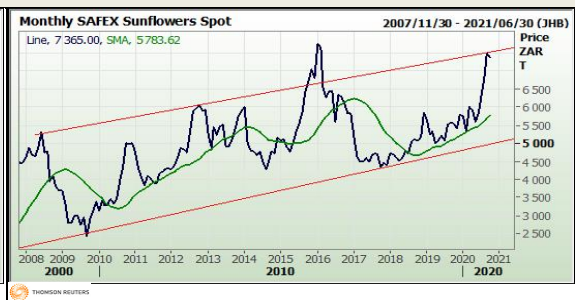
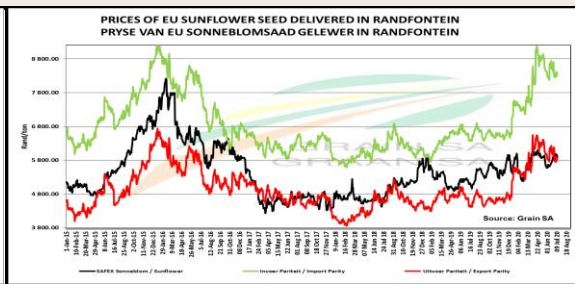
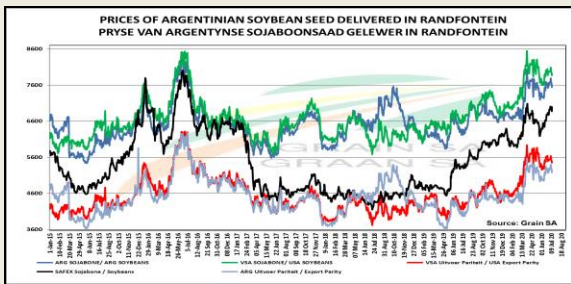
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Sep 2020				
Dec 2020	R 8 177.00	15%		R 8 177.00
Mar 2021	R 7 823.00	16%	R -76.99	R 7 746.01
May 2021	R 6 956.00	17%	R -76.82	R 6 879.18
Jul 2021	R 7 012.00	21.5%	R -64.93	R 6 947.07
Sep 2021				
Dec 2021				

Sunflower Seeds Future		
	MTM	Vols
Sep 2020		
Dec 2020	R 7 427.00	14%
Mar 2021	R 7 385.00	15%
May 2021	R 6 635.00	21.5%
Jul 2021	R 6 720.00	0%
Sep 2021		
Dec 2021		



The local Soya market traded higher yesterday. The Oct'20 Soya contract ended R8.00 up and Dec'20 Soya closed R17.00 higher. The parity move for the Oct'20 Soya contract for yesterday was R71.00 negative.

The local Suns market closed lower yesterday. The Oct'20 Suns contract closed R38.00 down and Dec'20 Suns closed R48.00 lower.



DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limited provided to you for information purposes only. GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRI consider to be reliable. GROCAPITAL AND AFGRI do not make any representations or give any guarantee or warranties, expressed or implied, as to the correctness, accuracy or completeness of the report. Neither GROCAPITAL AND AFGRI, nor any of their respective officers, directors, partners or employees, shall assume any liability for any losses arising from errors or omissions in the opinions, forecasts or information, irrespective of whether there has been any negligence by GroCapital and AFGRI, their affiliate, or their respective officers, directors, partners or employees, regardless of whether such damages were foreseen or unforeseen. The information contained in this report is confidential and may be subject to legal privilege. This report is not intended to not should it be taken to create any legal relations or contractual relations.