



# **Fundamental Report**

## **10 November 2020**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	15.5668	15.4006	-0.1662	-1.07%
Euro/Rand	18.4773	18.2284	-0.2489	-1.35%
GBPound/Rand	20.4299	20.3119	-0.1180	-0.58%
AusDollar/Rand	11.3130	11.2126	-0.1004	-0.89%
Euro/USDollar	1.1872	1.1832	-0.0040	-0.34%
GBPound/USDollar	1.3127	1.3188	0.0061	0.46%
AusDollar/USDollar	0.7268	0.7283	0.0015	0.21%
JpyYen/USDollar	103.7100	104.9000	1.1900	1.15%

BDLive - The JSE closed at its best levels in more than two months on Monday, gaining for a sixth day, its longest winning streak since June 2019, as global markets rallied on positive news on the coronavirus vaccine front. Sasol, Bidcorp and banks provided the biggest boost.

Stock markets across the globe rose after US pharmaceutical giant Pfizer and German biotech firm BioNTech said on Monday that their coronavirus vaccine was more than 90% effective in preventing Covid-19 among those without evidence of prior infection. The S&P 500 ended higher but closed just shy of a record on Monday as investors bet that a full economic reopening was finally in sight after the first positive data from a late-stage Covid-19 vaccine trial.

"Election uncertainty is fading into the rear-view mirror. Now we have this boost of investor enthusiasm after the vaccine news," said Michael Antonelli, market strategist at Baird in Milwaukee. "All the types of companies that would benefit from us returning to a pre-Covid world are the big winners today."



### Commodities

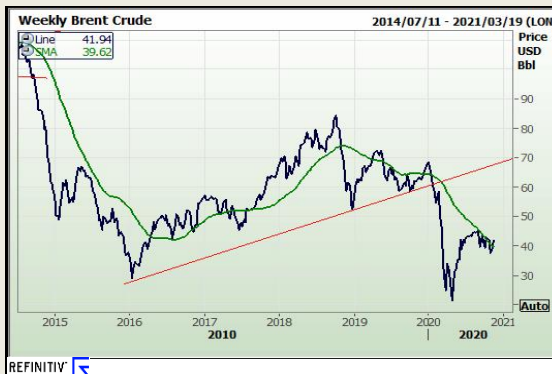
	Last	Value Change	% Change
Platinum	871.11	4.70	0.54%
Gold	1875.06	13.20	0.70%
Silver	24.15	0.08	0.33%
Copper	3.16	0.00	0.03%
Gasoil	339.75	-4.00	-1.18%
Brent Oil	41.97	-0.43	-1.02%

BDLive - Bengaluru — Gold tumbled nearly 5% on Monday as news of the first successful late-stage Covid-19 vaccine trials prompted investors to dump safe-haven bullion and flock to riskier assets.

Spot gold was down 4.8% at \$1,857.61/oz in New York, while US gold futures settled down 5% at \$1,854.40.

Spot prices beat a sharp retreat from a near two-month peak of \$1,965.33 hit earlier amid a weaker dollar and hopes for more stimulus after Joe Biden's victory in the US elections.

Equities surged after Pfizer said its experimental Covid-19 vaccine was more than 90% effective. Pfizer and German partner Biotech said they expect to seek US emergency use authorisation later in November.



### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	51876.24	808.13	1.56%
ALSI	52866.00	0.00	0.00%
S&P 500	3509.44	41.06	1.17%
FTSE	5910.02	276.27	4.67%
CAC	5336.32	0.00	0.00%
DAX	12480.02	615.95	4.94%
Hang Seng	26016.17	360.84	1.39%



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.

## 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	403.00	407.50	The record	4.50	407.00	-0.50	4.00
MAR 2021	410.00	415.25	The record	5.25	414.50	-0.75	4.50
MAY 2021	413.00	419.00	The record	6.00	418.25	-0.75	5.25
JUL 2021	416.00	421.25	The record	5.25	420.75	-0.50	4.75
SEP 2021	394.00	398.25	The record	4.25	398.00	-0.25	4.00

FarmFutures - Corn prices firmed slightly on spillover strength from soybeans as traders finished squaring their positions before Tuesday morning's WASDE report from USDA. December futures added a penny to \$4.0775, while March futures rose 1.5 cents to \$4.1525. Corn basis bids were mostly steady to weak Monday after falling 4 to 10 cents at five Midwestern locations today. But two ethanol plants bucked the overall trend, firming 3 to 10 cents higher. Corn export inspections were lackluster last week, sliding 7% below the prior week's tally to 27.2 million bushels. Analysts were generally expecting a more robust haul, with trade guesses ranging between 25.6 million and 39.4 million bushels. China accounted for the most U.S. corn export inspections last week, with just under 8.0 million bushels. Cumulative totals for the 2020/21 marketing year remain well ahead of last year's pace, meantime, with 298.3 million bushels. The 2020 corn harvest is quickly wrapping up, with analysts expecting USDA to report 91% completion through Sunday when the agency releases its next weekly crop progress report later this afternoon. That's up from 82% a week ago.

European Union 2020/21 corn imports reached 230.7 million bushels through November 6, which is trending 19% below last year's pace, according to the latest data from the European Commission. South Korean importers purchased 10.6 million bushels of corn in four separate deals last Thursday and Friday, according to European Traders. The grain is for arrival between April and May. Iran issued an international tender to purchase 2.4 million bushels of animal feed corn, which closes on Wednesday. The grain is for shipment between December and January.

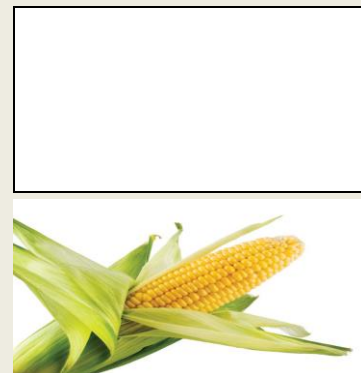
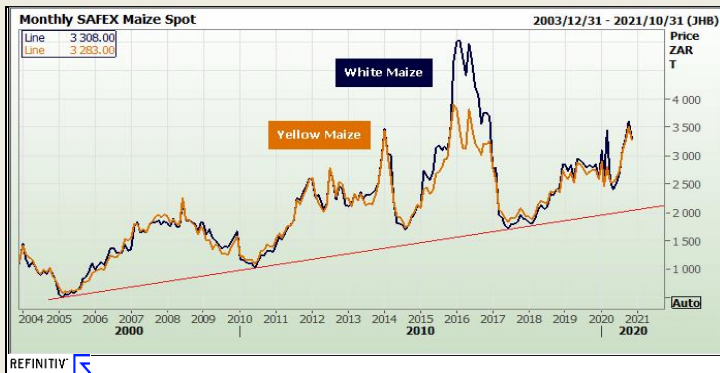
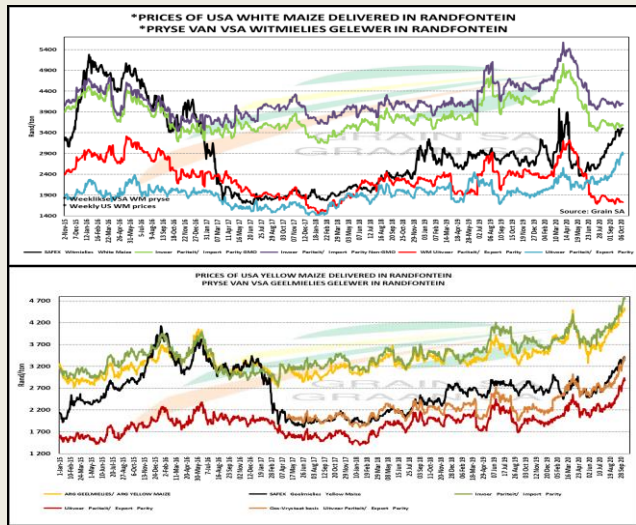
Preliminary volume estimates were for 397,156 contracts, trending slightly higher than Friday's final count of 392,818.



### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Dec 2020	R 3 310.00	27%	R -2.12	R 3 307.88
Mar 2021	R 3 288.00	32.75%	R 0.46	R 3 288.46
May 2021	R 2 939.00	31.5%	R 4.81	R 2 943.81
Jul 2021	R 2 837.00	28.75%	R -1.58	R 2 838.58
Sep 2021	R 2 899.00	0%	R -1.53	R 2 897.47
Dec 2021				
Dec 2021				
<b>Yellow Maize Future</b>				
Dec 2020	R 3 294.00	24.5%	R -2.12	R 3 291.88
Mar 2021	R 3 275.00	26%	R 0.46	R 3 275.46
May 2021	R 2 953.00	23%	R 4.81	R 2 957.81
Jul 2021	R 2 897.00	22%	R 1.58	R 2 898.58
Sep 2021	R 2 958.00	0%	R -1.53	R 2 956.47
Dec 2021	R 3 040.00	21%		R 3 040.00
Dec 2021	R 3 040.00	21%		R 3 040.00

The local Maize market traded lower yesterday. The Nov'20 WMAZ contract ended R53.00 down and Nov'20 YMAZ closed R63.00 lower. The Dec'20 WMAZ closed lower by R60.00 and Dec'20 YMAZ ended R67.00 down. The parity move for the Nov'20 Maize contract for yesterday was R1.00 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	599.00	597.50	The record d	-1.50	594.75	-2.75	-4.25	DEC 2010	552.00	552.50	The record	0.50	550.00	-2.50	-2.00
MAR 2021	606.00	605.50	The record d	-0.50	602.75	-2.75	-3.25	MAR 2011	560.00	560.25	The record	0.25	557.50	-2.75	-2.50
MAY 2021	608.00	608.00	The record d	0.00	605.50	-2.50	-2.50	MAY 2011	565.00	565.75	The record	0.75	563.25	-2.50	-1.75
JUL 2021	602.00	603.00	The record d	1.00	601.00	-2.00	-1.00	JUL 2011	569.00	570.00	The record	1.00	567.25	-2.75	-1.75
SEP 2021	605.00	606.00	The record d	1.00	529.00	-77.00	-76.00	SEP 2011	575.00	575.50	The record	0.50	0.00	-575.50	-575.00

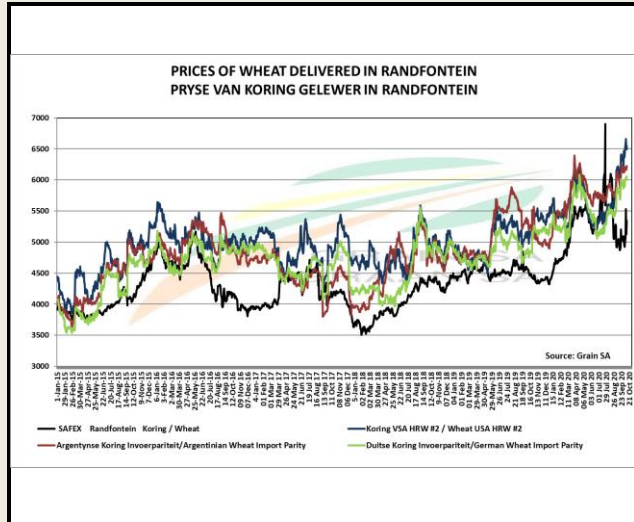


FarmFutures - Wheat prices tilted moderately lower Monday on some technical selling spurred partly by expectations that USDA will only make small cuts to ending stocks tomorrow morning. A rising U.S. Dollar also added headwinds today. December Chicago SRW futures dropped 5.5 cents to \$5.9650, December Kansas City HRW futures fell 3.5 cents to \$5.5175, and December MGEX spring wheat futures lost 3.25 cents to \$5.54. Wheat export inspections drifted slightly lower week-over-week, landing at 11.2 million bushels. That was on the lower end of trade estimates, which ranged between 9.2 million and 18.4 million bushels. The Philippines topped all destinations, with 4.4 million bushels. Cumulative totals for the 2020/21 marketing year are barely ahead of last year's pace, with 430 million bushels. European Union soft wheat exports for the 2020/21 marketing year are at 288.1 million bushels through November 6, according to the European Commission. That's 24% better than the prior year's pace so far. EU barley exports are down 7% year-over-year, meantime. Iran issued a tender to purchase 2.2 million bushels of milling wheat that closes on Tuesday. The grain is for shipment between December and January.

Preliminary volume estimates were for 178,663 CBOT contracts, slightly trailing Friday's final count of 181,731.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Dec 2020	R 5 000.00	8%	R -60.63	R 4 939.37
Mar 2021	R 5 091.00	9%	R -55.40	R 5 035.60
May 2021	R 5 159.00	0%	R -51.28	R 5 107.72
Jul 2021	R 5 181.00	0%	R -42.42	R 5 138.58
Sep 2021				
Dec 2021				
Dec 2021				
<b>Cape Wheat</b>				
Dec 2020				
Mar 2021				
May 2021				
Jul 2021				
Sep 2021				
Dec 2021				
Dec 2021				



The local Wheat market closed mixed yesterday. The Nov'20 Wheat contract closed unchanged while Dec'20 Wheat closed R15.00 lower. The parity move for the Nov'20 Wheat contract for yesterday was R57.00 negative.



DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRl Operations Limitedis provided to you for information purposes only.GROCAPITAL AND AFGRl hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRl consider to be reliable.GROCAPITAL AND AFGRl 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 AFGRl, 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 AFGRl, 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	1099.00	1105.00	The record	6.00	902.00	-203.00	-197.00
JAN 2021	1102.00	1110.50	The record	8.50	1109.75	-0.75	7.75
MAR 2021	1101.00	1108.75	The record	7.75	1107.50	-1.25	6.50
MAY 2021	1098.00	1106.50	The record	8.50	1105.50	-1.00	7.50
JUL 2021	1097.00	1102.75	The record	5.75	1101.75	-1.00	4.75

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
DEC 2010	384.1	384.70
JAN 2011	382.5	383.30
MAR 2011	376.8	377.30
MAY 2011	370.8	371.00
JUL 2011	367.5	367.90

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
DEC 2010	35.48	35.31
JAN 2011	35.43	35.25
MAR 2011	35.26	35.09
MAY 2011	35.09	34.95
JUL 2011	34.95	34.80

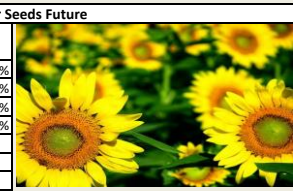


FarmFutures - Soybean prices tacked on moderate gains Monday as bullish supply and demand fundamentals prompted some more technical buying today. Spillover strength from a surge in the stock markets lent additional support. November futures finished the session up 7 cents to \$11.0550, while January futures climbed 8.75 cents to \$11.1025. Soybean basis bids were mostly steady to weak Monday, falling 4 to 10 cents across a handful of Midwestern locations. An Iowa processor bucked the overall trend after rising 5 cents today. Private exporters reported to USDA the sale of 4.5 million bushels of soybeans for delivery to unknown destinations during the 2020/21 marketing year, which began September 1. Soybean export inspections moved slightly higher to reach 91.7 million bushels. That was above all trade estimates, which ranged between 71.7 million and 82.7 million bushels. China was by far the No. 1 destination, with 66.9 million bushels. Cumulative totals for the 2020/21 marketing year are almost double last year's pace, with 714.9 million bushels. Ahead of this afternoon's weekly crop progress report from USDA, analysts expect the agency to show 94% of the 2020 soybean harvest complete by November 8, up from 87% the prior week. European Union soybean imports for 2020/21 are now at 184.5 million bushels through November 6, according to the latest data from the European Commission. That's 5% above last year's pace. EU canola imports are down 23% year-over-year, meantime, with EU soy meal imports down 8%. Preliminary volume estimates were for 222,059 contracts, firming slightly above Friday's final count of 210,671.

### South African Futures Exchange

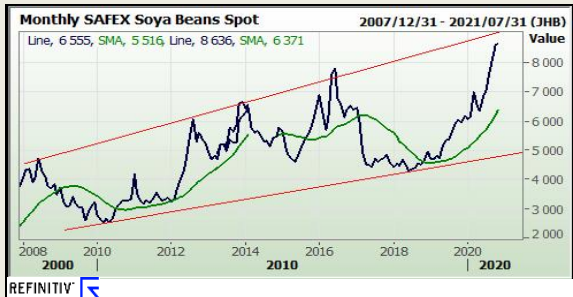
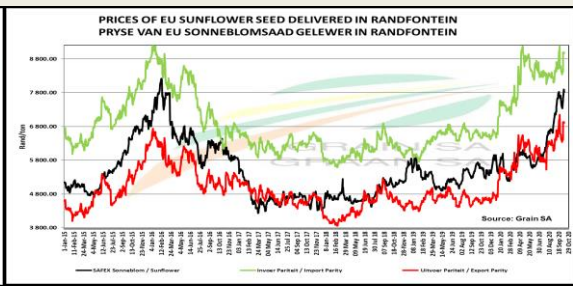
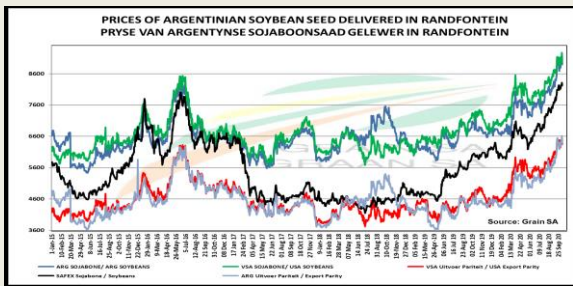
	Soybean Future			
	MTM	Vols	Parity Change	Market Price
Dec 2020	R 8 635.00	15%		R 8 635.00
Mar 2021	R 8 259.00	16%	R -30.45	R 8 228.55
May 2021	R 7 280.00	17%	R -24.61	R 7 255.39
Jul 2021	R 7 360.00	21.5%	R -40.11	R 7 319.89
Sep 2021				
Dec 2021				
Dec 2021				

	Sunflower Seeds Future	
	MTM	Vols
Dec 2020	R 8 367.00	16%
Mar 2021	R 8 197.00	16%
May 2021	R 7 395.00	21.5%
Jul 2021	R 7 400.00	0%
Sep 2021		
Dec 2021		
Dec 2021		



The local Soya market traded lower yesterday. The Nov'20 Soya contract ended R104.00 down and Dec'20 Soya closed R79.00 lower. The parity move for the Nov'20 Soya contract for yesterday was R35.00 negative.

The local Suns market closed lower yesterday. The Nov'20 Suns contract closed R34.00 down and Dec'20 Suns closed R54.00 lower.



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 guarantee 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.