



# **Fundamental Report**

## **07 June 2021**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	13.6524	13.4243	-0.2281	-1.67%
Euro/Rand	16.5467	16.3367	-0.2100	-1.27%
GBPound/Rand	19.2846	18.9826	-0.3020	-1.57%
AusDollar/Rand	10.4707	10.3797	-0.0910	-0.87%
Euro/USDollar	1.2116	1.2162	0.0046	0.38%
GBPound/USDollar	1.4126	1.4138	0.0012	0.08%
AusDollar/USDollar	0.7668	0.7732	0.0064	0.83%
JpyYen/USDollar	110.1000	109.5700	-0.5300	-0.48%

BDLive - The rand firmed along with other emerging market (EM) currencies after US employment data showed the country created fewer jobs than analysts expected.

The dollar weakened a little after data on Friday showed the US labour force grew by 559,000 in May versus an expected 650,000. The unemployment rate, however, dropped by a little more than expected to 5.8%. Another keenly watched measure, average hourly wages, rose 0.5% month-on-month. The dollar hit a multi-week high on Friday while European stocks, oil and gold steadied as markets braced for further signs the US economic recovery could drive inflation and an early withdrawal of Federal Reserve stimulus.

US treasury yields remained elevated after jumping overnight, while the dollar held onto its biggest gain since April, after better-than-expected employment data raised expectations for a strong reading for Friday's nonfarm payrolls.



### Commodities

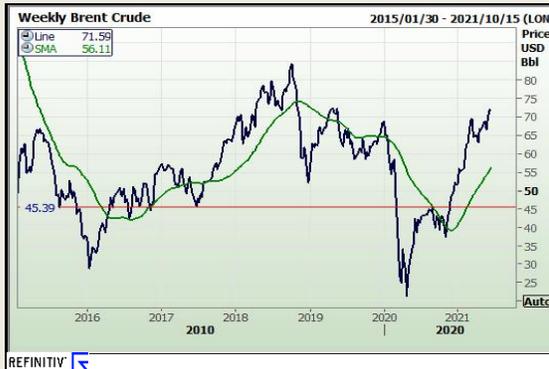
	Last	Value Change	% Change
Platinum	1165.85	3.85	0.33%
Gold	1886.26	-3.71	-0.20%
Silver	27.58	-0.20	-0.72%
Copper	4.51	-0.01	-0.32%
Gasoil	582.50	1.25	0.21%
Brent Oil	71.59	-0.30	-0.42%

BDLive - Gold prices slipped to a more than two-week low on Friday, weighed down by a stronger dollar and an uptick in bond yields after upbeat US economic data bolstered bets over possible tapering of stimulus measures by the Federal Reserve.

Spot gold slid 0.4% to \$1,862.68/oz up to 2.30am GMT, having hit its lowest since May 19 at \$1,855.59/oz earlier in the session. Prices have fallen more than 2% so far this week.

US gold futures dropped 0.5% at \$1,864.10/oz.

"A much stronger dollar, rise in US Treasury yields along with a combination of generally overbought conditions in gold led to a rather decent sell-off," ED&F Man Capital Markets analyst Edward Meir said.



### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	61616.80	0.00	0.00%
ALSI	61732.00	0.00	0.00%
S&P 500	4192.85	37.04	0.88%
FTSE	7064.35	4.69	0.07%
CAC	6515.66	0.00	0.00%
DAX	15692.90	0.00	0.00%
Hang Seng	28918.10	-151.74	-0.52%



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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
JUL 2021	673.00	682.75	The record	9.75	696.25	13.50	23.25
SEP 2021	595.00	606.50	The record	11.50	622.50	16.00	27.50
DEC 2021	579.00	591.50	The record	12.50	608.75	17.25	29.75
MAR 2022	585.00	598.00	The record	13.00	613.50	15.50	28.50
MAY 2022	588.00	600.75	The record	12.75	618.50	17.75	30.50

FarmFutures - Corn prices surged significantly higher Friday on the threat of hot, dry weather for the Midwest later this month, along with the prospect of declining yield potential in Brazil, which triggered a round of technical buying. July futures jumped 19 cents to \$6.81, with September futures climbing 23.25 cents to \$6.0550.

Corn basis bids fell 7 cents at an Ohio elevator on Friday and tilted 3 to 5 cents lower at three interior river terminals while holding steady at most other Midwestern locations today.

Old crop corn export sales slipped 5% for the week ending May 27, to 20.9 million bushels. New crop sales added another 17.3 million bushels, for a total of 38.2 million bushels. That was on the upper end of trade estimates, which ranged between 3.9 million and 51.2 million bushels. Cumulative sales for the 2020/21 marketing year are still well above last year's pace, with 2.018 billion bushels.

Corn export shipments fared better after trending 15% higher from a week ago and 9% above the prior four-week average, with 83.8 million bushels. China accounted for more than half of that total, with 44.3 million bushels. France's 2021 corn crop has started this season with stellar quality ratings, with 91% rated in good-to-excellent condition through May 31, per the country's farm office, FranceAgriMer.

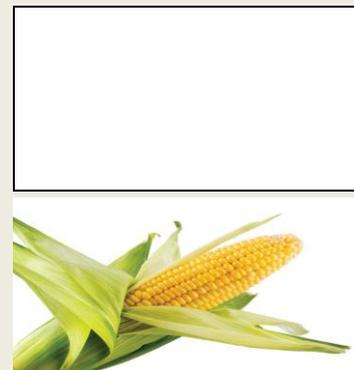
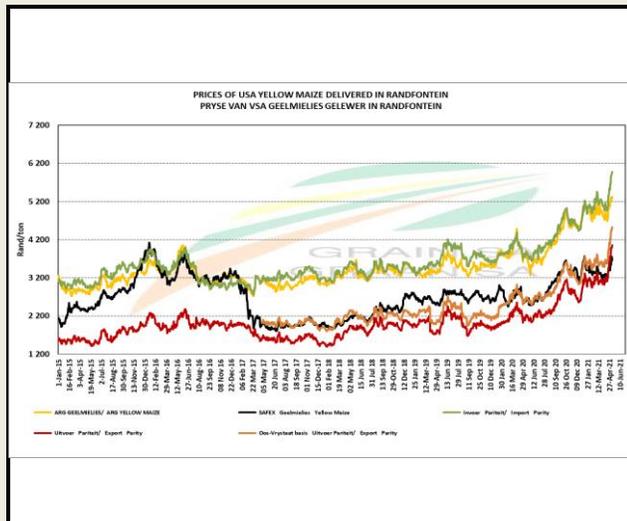
Preliminary volume estimates were for 330,611 contracts, dropping below Thursday's final count of 366,795.



### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Jul 2021	R 3 296.00	32%	R 62.44	R 3 358.44
Sep 2021	R 3 341.00	26.5%	R 91.90	R 3 432.90
Dec 2021	R 3 420.00	25%	R 105.23	R 3 525.23
Mar 2022	R 3 436.00	25.5%	R 98.09	R 3 534.09
May 2022	R 3 361.00	0%	R 108.39	R 3 469.39
Jul 2022	R 3 336.00	24%		R 3 336.00
Sep 2022				
<b>Yellow Maize Future</b>				
Jul 2021	R 3 418.00	32%	R 62.44	R 3 480.44
Sep 2021	R 3 459.00	23%	R 91.90	R 3 550.90
Dec 2021	R 3 540.00	26.5%	R 105.23	R 3 645.23
Mar 2022	R 3 518.00	20.5%	R 98.09	R 3 616.09
May 2022	R 3 298.00	0%	R 108.39	R 3 406.39
Jul 2022	R 3 345.00	20%		R 3 345.00
Sep 2022				

The local Maize market traded higher yesterday. The Jul'21 WMAZ contract ended R35.00 up and Jul'21 YMAZ closed R31.00 higher. The Sep'21 WMAZ closed higher by R36.00 and Sep'21 YMAZ ended R30.00 up. The parity move for the Jul'21 Maize contract for yesterday was R63.00 positive.

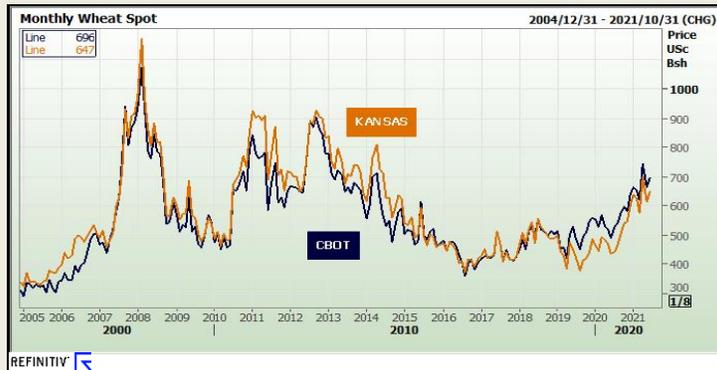


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## Wheat Market

### 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
JUL 2021	680.00	687.75	The record d	7.75	695.50	7.75	15.50	JUL 2011	628.00	636.50	The record	8.50	647.00	10.50	19.00
SEP 2021	686.00	692.50	The record d	6.50	700.00	7.50	14.00	SEP 2011	636.00	643.75	The record	7.75	655.25	11.50	19.25
DEC 2021	693.00	699.75	The record d	6.75	707.75	8.00	14.75	DEC 2011	648.00	655.25	The record	7.25	665.25	10.00	17.25
MAR 2022	700.00	706.50	The record d	6.50	714.75	8.25	14.75	MAR 2012	658.00	665.25	The record	7.25	676.00	10.75	18.00
MAY 2022	700.00	707.50	The record d	7.50	529.00	-178.50	-171.00	MAY 2012	665.00	672.00	The record	7.00	687.50	15.50	22.50



FarmFutures - Wheat prices rose in tandem with other grains today, finishing Friday's session with strong gains after a round of technical buying. September Chicago SRW futures added 8.75 cents to \$6.8925, September Kansas City HRW futures rose 9.25 cents to \$6.4150, and September MGEX spring wheat futures climbed 40.25 cents to \$8.23.

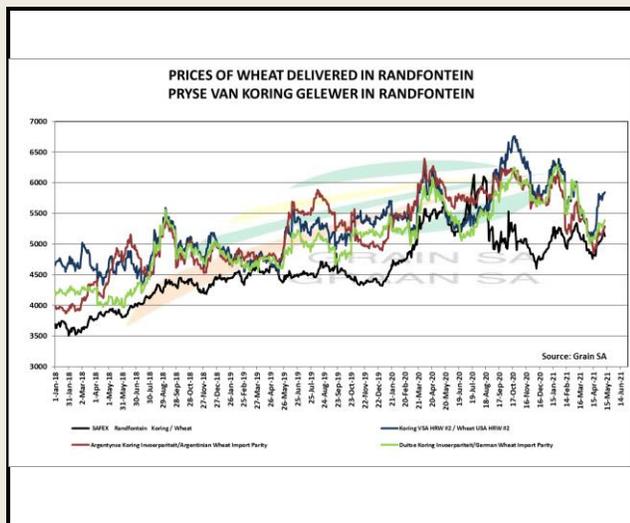
Old crop wheat exports were down noticeably from a week ago, with net reductions of 1.2 million bushels. New crop sales fared much better, with 14.6 million bushels, for a total of 13.4 million bushels. That was close to the middle of trade guesses, which ranged between 6.4 million and 22.0 million bushels. Cumulative totals for the 2020/21 marketing year have slipped slightly behind last year's pace, with 894.6 million bushels.

Wheat export shipments fell 56% below the prior four-week average, to 8.9 million bushels. Mexico topped all destinations, with 2.3 million bushels.

IHS Markit is now projecting 2021/22 all-wheat production in the United States will reach 1.924 billion bushels. Of that total, 1.3 billion bushels is the group's estimated production for the 2021/22 U.S. winter wheat crop.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Jul 2021	R 5 092.00	12%	R 19.46	R 5 111.46
Sep 2021	R 4 928.00	0%	R 11.56	R 4 939.56
Dec 2021	R 4 830.00	10%	R 14.67	R 4 844.67
Mar 2022	R 4 936.00	0%	R 14.09	R 4 950.09
Jul 2022				
Sep 2022				
<b>Cape Wheat</b>				
Jul 2021				
Sep 2021				
Dec 2021				
Mar 2022				
Jul 2022				
Sep 2022				



The local Weat market closed lower yesterday. The Jul'21 Weat contract closed R29.00 down and Sep'21 Weat closed R19.00 lower. The parity move for the Jul'21 Weat contract for yesterday was R15.00 positive.



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## 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
JUL 2021	1561.00	1583.75	The record	22.75	902.00	-681.75
AUG 2021	1516.00	1537.50	The record	21.50	1562.25	24.75
SEP 2021	1449.00	1469.25	The record	20.25	1494.50	25.25
NOV 2021	1416.00	1435.50	The record	19.50	1464.25	28.75
JAN 2022	1417.00	1435.25	The record	18.25	1462.75	27.50

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
JUL 2011	396.2	400.00
AUG 2011	397.3	401.10
SEP 2011	396.8	400.90
OCT 2011	393.3	397.10
DEC 2011	394.2	398.80

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
JUL 2011	71.34	73.11
AUG 2011	67.97	69.80
SEP 2011	66.51	68.36
OCT 2011	65.25	66.96
DEC 2011	64.3	66.04



**FarmFutures** - Soybean prices followed corn higher on the threat of widespread hot, dry weather expected across the central U.S. later this month, which spurred plenty of technical buying today. July futures jumped 33.25 cents to \$15.8250, with August futures rising 31.25 cents to \$15.3550.

Soybean basis bids were steady to mixed across the central U.S. Friday, moving as much as 10 cents higher at an Indiana processor while sinking as much as 5 cents lower at an Illinois river terminal today.

Old crop soybean exports only saw 654,000 bushels in sales last week, falling 82% below the prior four-week average. New crop sales added another 6.6 million bushels, bringing the total tally to 7.3 million bushels. That was on the lower end of trade estimates, which were predicting as much as 22.0 million bushels. Cumulative totals for the 2020/21 marketing year retain a commanding lead over last year's pace after reaching 2.112 billion bushels.

Soybean export shipments were disappointing, falling to a marketing-year low of just 8.1 million bushels. Mexico was the No. 1 destination, with 3.8 million bushels. Preliminary volume estimates were for 176,875 contracts, slipping slightly below Thursday's final count of 182,240.

### South African Futures Exchange

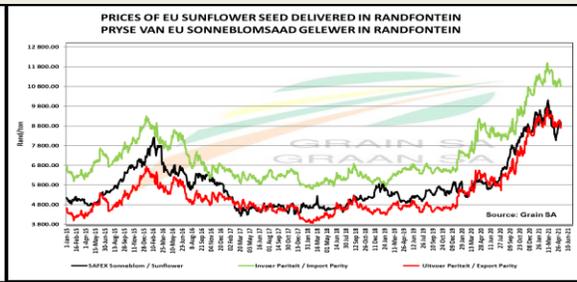
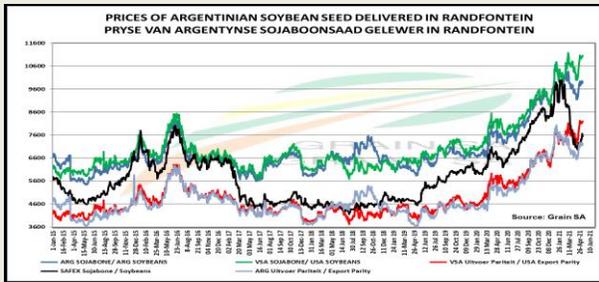
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Jul 2021	R 7 347.00	21.5%	R -3 381.40	R 3 965.60
Sep 2021	R 7 445.00	19.5%	R 102.99	R 7 547.99
Dec 2021	R 7 542.00	19.5%		R 7 542.00
Mar 2022	R 7 574.00	0%		R 7 574.00
May 2022	R 7 050.00	0%		R 7 050.00
Jul 2022				
Sep 2022				

Sunflower Seeds Future			
	MTM	Vols	
Jul 2021	R 8 681.00	21.5%	
Sep 2021	R 8 790.00	0%	
Dec 2021	R 8 791.00	22.5%	
Mar 2022	R 8 598.00	0%	
May 2022			
Jul 2022			
Sep 2022			



The local Soya market traded lower yesterday. The Jul'21 Soya contract ended R12.00 down and Sep'21 Soya closed R10.00 lower. The parity move for the Jul'21 Soya contract for yesterday was R95.00 positive.

The local Suns market closed lower yesterday. The Jul'21 Suns contract closed R105.00 down and Sep'21 Suns closed R107.00 lower.



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