



# **Fundamental Report**

## **05 August 2021**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	14.2607	14.3642	0.1035	0.73%
Euro/Rand	16.9123	16.9992	0.0869	0.51%
GBPound/Rand	19.8675	19.9445	0.0770	0.39%
AusDollar/Rand	10.5757	10.6094	0.0337	0.32%
Euro/USDollar	1.1858	1.1831	-0.0027	-0.23%
GBPound/USDollar	1.3937	1.3885	-0.0052	-0.37%
AusDollar/USDollar	0.7416	0.7386	-0.0030	-0.40%
JpyYen/USDollar	109.1800	109.7000	0.5200	0.48%

BDLive - The JSE closed firmer boosted by technology stocks recovering some losses as worries eased about China's clampdown on the sector.

The local bourse broke a three-day losing streak on Wednesday, with Naspers — which owns 29% of Chinese internet giant Tencent via its global investment vehicle, Prosus — also firming for the first time in three days. Global shares rode earnings to a record high on Wednesday, while the dollar and treasury yields languished in the wait for US employment data to provide clues to the pace of monetary tightening in the world's biggest economy. Strong corporate profits have eased concerns over the Covid-19 pandemic, as vaccine rollouts continue apace in developed markets, despite a resurgence of cases in Asian countries including China.

While that has helped buoy equities, inflationary pressures and a growing belief the US Federal Reserve may soon signal its intention to trim support to the economy continue to cause a tussle with the bond market over midterm direction.



### Commodities

	Last	Value Change	% Change
Platinum	1011.01	-14.60	-1.44%
Gold	1809.56	-1.85	-0.10%
Silver	25.32	-0.04	-0.15%
Copper	4.34	0.01	0.16%
Gasoil	579.00	-2.50	-0.43%
Brent Oil	70.56	0.18	0.26%

BDLive - Bengaluru — Gold prices edged higher on Wednesday, helped by a subdued dollar, but the precious metal bobbed in a narrow range as investors awaited signals from US jobs data on the labour market recovery.

Spot gold rose 0.2% to \$1,814.27/oz by 3.03am GMT, while US gold futures were 0.1% higher at \$1,816.00.

"Gold, like the currency markets, appears to be in wait-and-see mode," said Jeffrey Halley, senior market analyst for Asia-Pacific at Oanda.

"Gold's price action remains consolidative but structurally positive and I believe that points to further gains ahead. The converging 100- and 200-day moving averages suggest a breakout is coming and I believe Friday's US data will be a catalyst."



### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	62543.44	206.59	0.33%
ALSI	62396.00	0.00	0.00%
S&P 500	4423.15	-20.49	-0.46%
FTSE	7105.72	18.14	0.26%
CAC	6746.23	0.00	0.00%
DAX	15555.08	137.05	0.88%
Hang Seng	26426.55	92.77	0.35%



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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 2021	549.00	545.75	The record	-3.25	548.75	3.00	-0.25
DEC 2021	550.00	546.75	The record	-3.25	548.25	1.50	-1.75
MAR 2022	558.00	555.00	The record	-3.00	556.00	1.00	-2.00
MAY 2022	563.00	560.00	The record	-3.00	561.00	1.00	-2.00
JUL 2022	564.00	561.00	The record	-3.00	561.00	0.00	-3.00

FarmFutures - Corn prices pushed through a choppy session Wednesday, unable to find any positive traction and closing with losses of around 0.5% after some net technical selling today. September futures fell 2.25 cents to \$5.4825, with December futures down 3.75 cents to \$5.48.

Corn basis bids were mostly steady across the central U.S. on Wednesday but did drop 5 to 25 cents lower at two Midwestern elevators while firming 15 cents higher at an Indiana ethanol plant today.

Ethanol production eased slightly for the week ending July 30, moving to a daily average of 1.013 million barrels, per the latest data from the U.S. Energy Information Administration. Daily production has now stayed above the one-million-barrel mark for the past 11 weeks, hovering just below pre-pandemic levels.

Ahead of Thursday morning's weekly export report from USDA, analysts expect the agency to show corn sales ranging between 2.0 million and 31.5 million bushels for the week ending July 29.

Grain traveling the nation's railways saw another 18,231 carloads last week. Cumulative totals for 2021 have reached 719,061 carloads, which is nearly 16% above last year's pace so far. Brazil's Anec expects the country's corn exports to be slashed in half versus a year ago after struggling with drought that has left the second corn crop in shambles. Anec predicts corn exports will fall to 669.3 million bushels - the lowest level since 2015/16, if realized.

Preliminary volume estimates were for 245,361 contracts, sliding moderately below Tuesday's final count of 300,629.

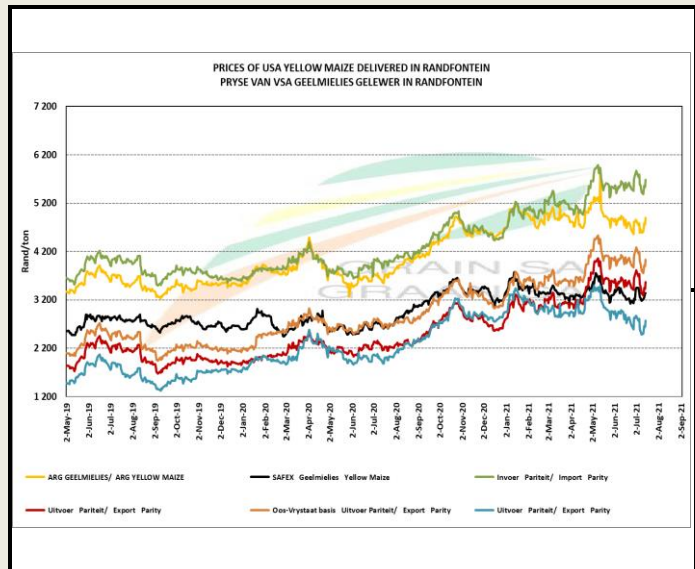


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### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Jul 2021				
Sep 2021	R 3 183.00	32.5%	R 20.96	R 3 203.96
Dec 2021	R 3 262.00	29%	R 12.51	R 3 274.51
Mar 2022	R 3 285.00	28%	R 11.43	R 3 296.43
May 2022	R 3 222.00	0%	R 11.63	R 3 233.63
Jul 2022	R 3 222.00	24%	R 6.02	R 3 228.02
Sep 2022				
<b>Yellow Maize Future</b>				
Jul 2021				
Sep 2021	R 3 335.00	33%	R 20.96	R 3 355.96
Dec 2021	R 3 408.00	29.5%	R 12.51	R 3 420.51
Mar 2022	R 3 395.00	26%	R 11.43	R 3 406.43
May 2022	R 3 232.00	0%	R 11.63	R 3 243.63
Jul 2022	R 3 235.00	24%	R 6.02	R 3 241.02
Sep 2022				

The local Maize market traded lower yesterday. The Aug'21 WMAZ contract ended R21.00 down and Aug'21 YMAZ closed R35.00 lower. The Sep'21 WMAZ closed lower by R24.00 and Sep'21 YMAZ ended R37.00 down. The parity move for the Aug'21 Maize contract for yesterday was R8.00 positive.



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## Wheat Market

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

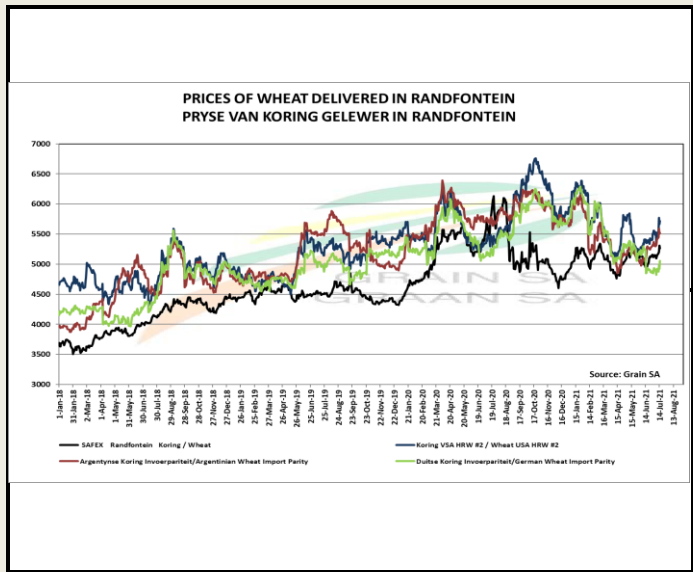
CBOT Wheat								KBOT Wheat							
Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm	Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
SEP 2021	727.00	717.25	The record c	-9.75	717.50	0.25	-9.50	SEP 2011	708.00	694.25	The record	-13.75	692.75	-1.50	-15.25
DEC 2021	738.00	728.75	The record c	-9.25	729.25	0.50	-8.75	DEC 2011	719.00	705.50	The record	-13.50	704.25	-1.25	-14.75
MAR 2022	746.00	738.00	The record c	-8.00	738.50	0.50	-7.50	MAR 2012	728.00	714.50	The record	-13.50	713.50	-1.00	-14.50
MAY 2022	745.00	739.00	The record c	-6.00	740.00	1.00	-5.00	MAY 2012	728.00	716.75	The record	-11.25	0.00	-716.75	-728.00
JUL 2022	718.00	715.50	The record c	-2.50	529.00	-186.50	-189.00	JUL 2012	704.00	696.25	The record	-7.75	696.25	0.00	-7.75



FarmFutures - Wheat prices were slashed between 1% and 2% today on a round of technical selling partly triggered by substantial cuts to energy prices. September Chicago SRW futures fell 7.75 cents to \$7.1675, September Kansas City HRW futures dropped 13.25 cents to \$6.9425, and September MGEX spring wheat futures lost 17.75 cents to \$9.02. Prior to Thursday morning's weekly export report from USDA, analysts estimate that wheat sales will range between 9.2 million and 25.7 million bushels for the week ending July 29. France's farm ministry slightly lowered its estimates for the country's 2021 wheat production, moving to 1.348 billion bushels, after overly wet weather has plagued production potential in recent weeks. That still puts production more than 25% above last year's dismal tally, if realized. France is Europe's top wheat producer. Flooding in Germany has a farming lobby trimming its estimates for the country's 2021 winter wheat production by nearly 8%, falling to 771.6 million bushels. Harvest pace has also slowed in recent days due to heavy rains. Germany is Europe's No. 2 wheat producer. Algeria purchased an estimated 11.0 million bushels of milling wheat from optional origins in an international tender that closed on Monday. The grain is for shipment in August and September.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Jul 2021				
Sep 2021	R 5 238.00	15%	R -22.49	R 5 215.51
Dec 2021	R 5 162.00	11%	R -18.12	R 5 143.88
Mar 2022	R 5 243.00	0%	R -11.21	R 5 231.79
May 2022				
Jul 2022				
Sep 2022				
<b>Cape Wheat</b>				
Jul 2021				
Sep 2021				
Dec 2021				
Mar 2022				
May 2022				
Jul 2022				
Sep 2022				



The local Weat market closed mixed yesterday. The Aug'21 Weat contract closed R15.00 up while Sep'21 Weat closed R8.00 lower. The parity move for the Aug'21 Weat contract for yesterday was R25.00 negative.



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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	Overnight Change from 12pm
AUG 2021	1396.00	1403.50	The record	7.50	902.00	-501.50	-494.00
SEP 2021	1328.00	1332.00	The record	4.00	1329.50	-2.50	1.50
NOV 2021	1323.00	1325.75	The record	2.75	1322.25	-3.50	-0.75
JAN 2022	1328.00	1330.50	The record	2.50	1326.50	-4.00	-1.50
MAR 2022	1328.00	1328.75	The record	0.75	1323.50	-5.25	-4.50

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
AUG 2011	353.1	354.00
SEP 2011	351.5	351.70
OCT 2011	350.6	350.10
DEC 2011	354	353.60
JAN 2012	354.9	354.30

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
AUG 2011	62.77	0.00
SEP 2011	62.32	61.85
OCT 2011	61.76	61.29
DEC 2011	61.54	61.16
JAN 2012	61.08	60.81



FarmFutures - Soybean prices moved moderately higher after a round of technical buying Wednesday as lingering questions about production potential are still being asked, and as exports are closing out the 2020/21 marketing year with huge year-over-year gains. August and September futures each rose 11.25 cents to close at \$14.0350 and \$13.35, respectively.

Soybean basis bids were steady to soft after falling 5 to 6 cents lower at three Midwestern locations on Wednesday. Ahead of tomorrow morning's weekly export report from USDA, analysts think the agency will show soybean sales ranging between 3.7 million and 23.9 million bushels for the week ending July 29. Analysts also expect to see soy meal sales coming in between 75,000 and 425,000 metric tons last week, plus up to 10,000 MT in soyoil sales. Brazil's Anec expects the country's 2021/22 soybean production to carve out new records, with an estimated 5.291 billion bushels. Brazilian soybean exports are also expected to rise in the upcoming marketing year, jumping to 3.465 billion bushels. A \$1 trillion bipartisan infrastructure package, which could come up for vote in the Senate later this week, includes plenty of potentially advantageous projects for the ag sector, including \$17.3 billion earmarked for ports and waterways, plus another \$110 billion to improve roads and bridges. Farm Futures Jacqui Fatka has additional details - click here to learn more.

Preliminary volume estimates were for 143,424 contracts, dropping 16% below Tuesday's final count of 169,874.

### South African Futures Exchange

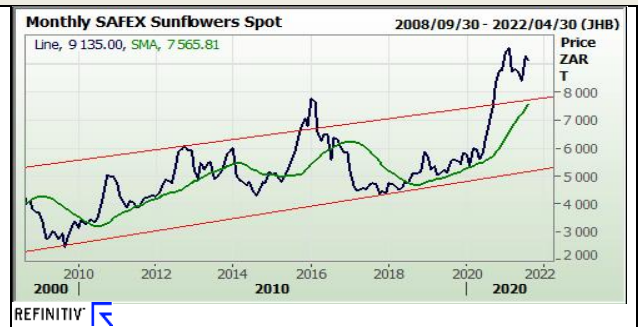
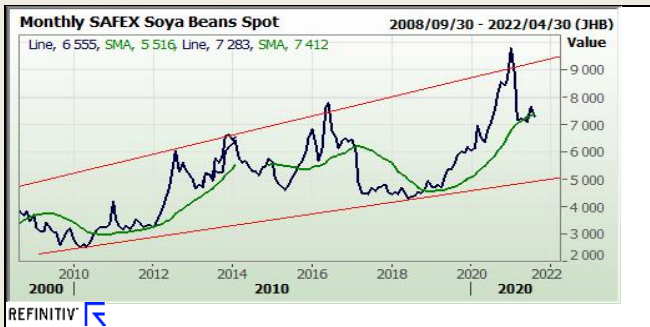
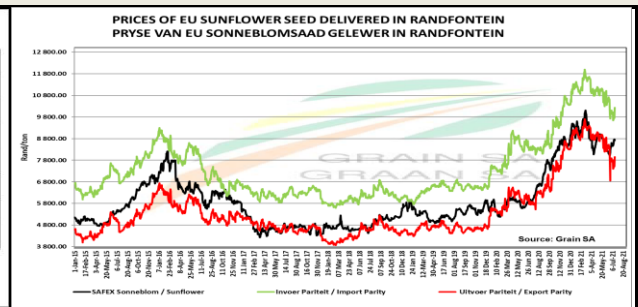
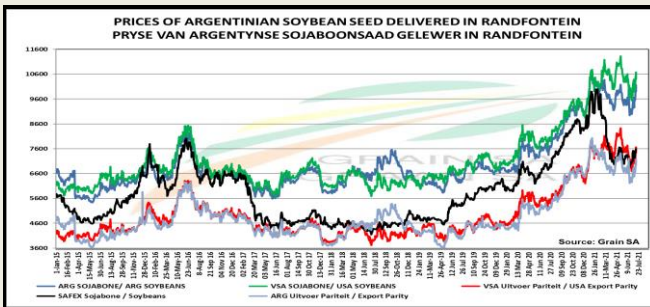
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Jul 2021				
Sep 2021	R 7 342.00	19.5%	R 58.42	R 7 400.42
Dec 2021	R 7 450.00	23%		R 7 450.00
Mar 2022	R 7 470.00	16%	R 26.75	R 7 496.75
May 2022	R 7 260.00	23%		R 7 260.00
Jul 2022				
Sep 2022				

Sunflower Seeds Future		
	MTM	Vols
Jul 2021		
Sep 2021	R 9 173.00	23%
Dec 2021	R 9 132.00	21%
Mar 2022	R 8 880.00	0%
May 2022	R 7 900.00	0%
Jul 2022		
Sep 2022		



The local Soya market traded lower yesterday. The Aug'21 Soya contract ended R151.00 down and Sep'21 Soya closed R124.00 lower. The parity move for the Aug'21 Soya contract for yesterday was R41.00 positive.

The local Suns market closed lower yesterday. The Aug'21 Suns contract closed R96.00 down and Sep'21 Suns closed R81.00 lower.



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