



# **Fundamental Report**

## **18 October 2021**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	14.7086	14.6188	-0.0898	-0.61%
Euro/Rand	17.0640	16.9487	-0.1153	-0.68%
GBPound/Rand	20.1805	20.0825	-0.0980	-0.49%
AusDollar/Rand	10.9039	10.8457	-0.0582	-0.53%
Euro/USDollar	1.1601	1.1592	-0.0009	-0.08%
GBPound/USDollar	1.3725	1.3740	0.0015	0.11%
AusDollar/USDollar	0.7416	0.7419	0.0003	0.04%
JpyYen/USDollar	114.3300	114.0600	-0.2700	-0.24%

BDLive - The JSE tracked firmer global markets on Friday as investors cheered strong company earnings in the US, while inflation fears are beginning to show signs of easing.

US producer inflation came in lower than expected on Thursday, rising 0.5% month-on-month, its slowest pace so far in 2021, while strong earnings reports from major US banks further boosted sentiment. Shares rose on Friday, buoyed by stellar corporate earnings results, but strong oil prices and stalling car sales in Europe were a reminder of headwinds for the world economy.

The Stoxx index of 600 European shares was up 0.2% at three-week highs. Britain's FTSE 100 also gained 0.2%, the UK blue-chip index having recovered all ground lost since the coronavirus pandemic began in March 2020.



### Commodities

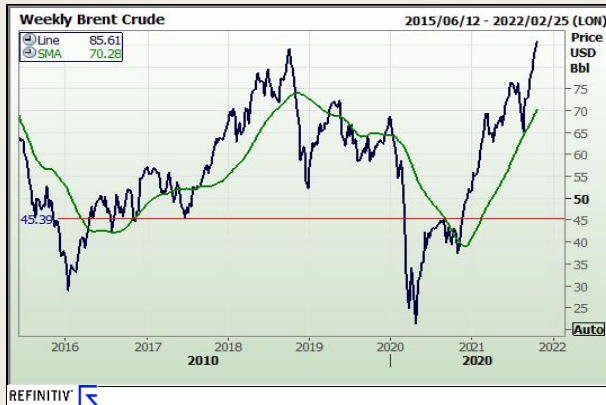
	Last	Value Change	% Change
Platinum	1054.00	-0.50	-0.05%
Gold	1770.80	3.54	0.20%
Silver	23.40	0.12	0.50%
Copper	4.77	0.04	0.90%
Gasoil	746.75	0.00	0.00%
Brent Oil	85.61	0.75	0.88%

BDLive - Bengaluru — Gold was set on Friday for its best week in more than five months as a retreat in the US dollar and Treasury yields lifted the metal's appeal despite a looming Federal Reserve taper.

Spot gold held steady at \$1,794.85/oz by 3.34 GMT but was up 2.2% for the week so far. US gold futures inched down 0.1% to \$1,796.10/oz.

Making gold cheaper for holders of other currencies, the dollar index was headed for its first weekly decline in six. Benchmark US 10-year Treasury yields were also off their multi-month highs.

DailyFX currency strategist Ilya Spivak said the trend for gold still appeared to be on the downside on expectation of earlier Fed rate hikes and a stronger dollar and higher yields.



### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	60391.05	102.97	0.17%
ALSI	60552.00	0.00	0.00%
S&P 500	4438.26	33.11	0.75%
FTSE	7207.71	26.32	0.37%
CAC	6727.52	0.00	0.00%
DAX	15462.72	124.64	0.81%
Hang Seng	25330.96	-136.77	-0.54%



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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
DEC 2021	524.00	153.00	The record	-371.00	0.00	-153.00	-524.00
MAR 2022	532.00	133.50	The record	-398.50	533.25	399.75	1.25
MAY 2022	537.00	122.75	The record	-414.25	538.00	415.25	1.00
JUL 2022	539.00	117.00	The record	-422.00	539.50	422.50	0.50
SEP 2022	524.00	122.50	The record	-401.50	525.25	402.75	1.25

FarmFutures - Corn prices captured double-digit gains and closed Friday's session nearly 2% higher on a round of technical buying largely spurred by bullish export sentiment and spillover strength from other commodities. December and March futures each rose 10.25 cents to close at \$5.27 and \$5.36, respectively.

Corn basis bids dropped 4 cents lower at an Ohio elevator and an Illinois river terminal while firming 3 cents higher at an Iowa processor and holding steady across other Midwestern locations on Friday.

Corn export sales were up 85% from the prior four-week average, with 40.9 million bushels for the week ending October 7. That was near the middle of trade guesses, which ranged between 27.6 million and 63.8 million bushels. Cumulative totals for the 2021/22 marketing year remain moderately below last year's pace for now, with 134.4 million bushels since the start of September.

Corn export shipments slid 6% lower from a week ago but remained 58% above the prior four-week average, with 36.1 million bushels. Mexico was the No. 1 destination, with 14.4 million bushels.

France has harvested 15% of its 2021 corn crop through October 11, per the farm office FranceAgriMer. While that's up from 7% a week earlier, it's severely behind 2020's pace of 62%.

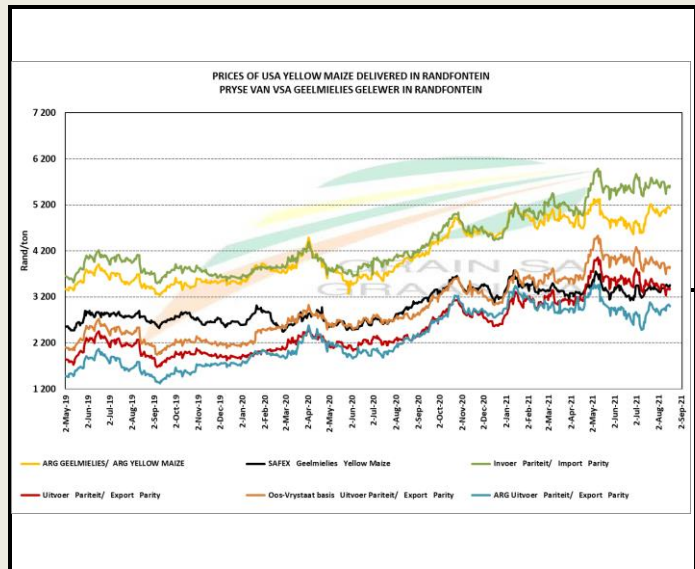
Preliminary volume estimates were for 200,046 contracts, falling moderately below Thursday's final count of 238,865.



### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Sep 2021				
Dec 2021	R 3 204.00	25.5%	R -3 034.21	R 169.79
Mar 2022	R 3 217.00	28.25%	R -11.61	R 3 205.39
May 2022	R 3 119.00	0%	R -13.23	R 3 105.77
Jul 2022	R 3 122.00	24.5%	R -16.18	R 3 105.82
Sep 2022				
Dec 2022				
<b>Yellow Maize Future</b>				
Sep 2021				
Dec 2021	R 3 354.00	26%	R -3 034.21	R 319.79
Mar 2022	R 3 365.00	26%	R -11.61	R 3 353.39
May 2022	R 3 214.00	0%	R -13.23	R 3 200.77
Jul 2022	R 3 231.00	22.75%	R -16.18	R 3 214.82
Sep 2022				
Dec 2022				

The local Maize market traded higher yesterday. The Oct'21 WMAZ contract ended R58.00 up and Oct'21 YMAZ closed R43.00 higher. The Dec'21 WMAZ closed higher by R55.00 and Dec'21 YMAZ ended R45.00 up. The parity move for the Oct'21 Maize contract for yesterday was R5.00 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
DEC 2021	734.00	734.00	The record c	0.00	735.25	1.25	1.25	DEC 2011	742.00	743.75	The record	1.75	747.00	3.25	5.00
MAR 2022	746.00	746.50	The record c	0.50	748.00	1.50	2.00	MAR 2012	750.00	750.75	The record	0.75	754.75	4.00	4.75
MAY 2022	750.00	750.25	The record c	0.25	751.25	1.00	1.25	MAY 2012	751.00	753.75	The record	2.75	756.25	2.50	5.25
JUL 2022	737.00	738.25	The record c	1.25	739.50	1.25	2.50	JUL 2012	743.00	745.75	The record	2.75	746.50	0.75	3.50
SEP 2022	739.00	740.25	The record c	1.25	529.00	-211.25	-210.00	SEP 2012	738.00	747.75	The record	9.75	0.00	-747.75	-738.00



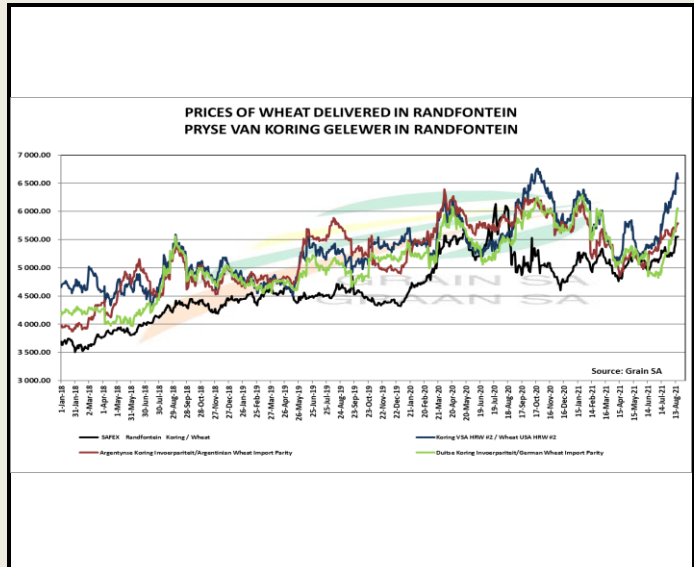
FarmFutures - Wheat prices followed corn, soybeans and a bevy out outside commodities higher Friday. A solid round of export sales data from USDA this morning encouraged additional technical buying today. December Chicago SRW futures added 8.75 cents to \$7.3350, December Kansas City HRW futures rose 13 cents to \$7.44, and December MGEX spring wheat futures gained 8.75 cents to \$9.6875. The spring wheat rally has been particularly impressive, rising nearly \$1 per bushel higher since early September.

Wheat export sales jumped 70% higher week-over-week and 42% above the prior four-week average, to 20.9 million bushels. That was also better than the entire range of trade guesses, which came in between 9.2 million and 19.1 million bushels. Cumulative totals for the 2021/22 marketing year are now at 301.7 million bushels, which is about 18% below last year's pace so far.

Wheat export shipments shifted 16% lower week-over-week and 5% below the prior four-week average, to 16.9 million bushels. Japan topped all destinations, with 4.6 million bushels.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Sep 2021				
Dec 2021	R 5 701.00	16%	R -17.50	R 5 683.50
Mar 2022	R 5 801.00	18%	R -13.87	R 5 787.13
May 2022	R 5 854.00	0%	R -18.03	R 5 835.97
Jul 2022	R 5 837.00	0%	R -10.89	R 5 826.11
Sep 2022				
Dec 2022				
<b>Cape Wheat</b>				
Sep 2021				
Dec 2021				
Mar 2022				
May 2022				
Jul 2022				
Sep 2022				
Dec 2022				



The local Weat market closed mixed yesterday. The Oct'21 Weat contract closed unchanged while Dec'21 Weat closed R41.00 higher. The parity move for the Oct'21 Weat contract for yesterday was R15.00 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
NOV 2021	1217.00	1217.75	The record	0.75	902.00	-315.75	-315.00
JAN 2022	1225.00	1226.25	The record	1.25	1224.50	-1.75	-0.50
MAR 2022	1234.00	1235.25	The record	1.25	1233.50	-1.75	-0.50
MAY 2022	1244.00	1244.50	The record	0.50	1242.00	-2.50	-2.00
JUL 2022	1250.00	1250.50	The record	0.50	1247.75	-2.75	-2.25

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
DEC 2011	316.6	316.10
JAN 2012	317.4	316.80
MAR 2012	319.6	319.00
MAY 2012	322.6	322.00
JUL 2012	326.2	325.60

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
DEC 2011	61.29	61.29
JAN 2012	61.09	61.11
MAR 2012	60.52	60.47
MAY 2012	59.78	59.69
JUL 2012	59.07	58.98



FarmFutures - Soybean prices also found double-digit gains today, thanks to a flurry of new flash sales reported to China and unknown destinations this morning (keep reading for more details on that). November futures climbed 12.25 cents to \$12.1850, with January futures up 12 cents to \$12.2750.

Soybean basis bids were steady to mixed on Friday, moving as much as 9 cents higher at an Illinois river terminal while falling as much as 10 cents lower at a Nebraska processor today.

Private exporters announced three more large soybean sales to USDA Friday morning. The first was for 14.6 million bushels for delivery to unknown destinations. A second sale was also reported to unknown destinations, totaling 12.0 million bushels. And a third sale to China totaled 4.9 million bushels. All three sales are for delivery during the 2021/22 marketing year, which began September 1. Preliminary volume estimates were for 218,641 contracts, trending 11% lower than Thursday's final count of 246,040.

### South African Futures Exchange

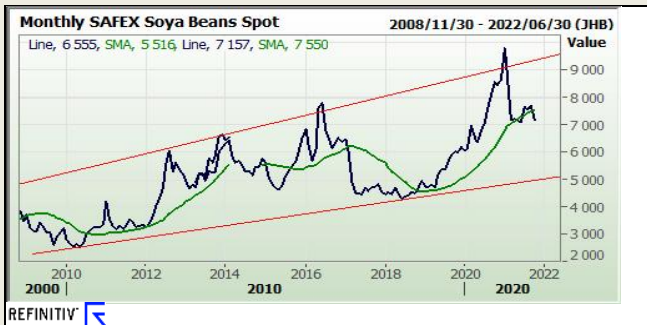
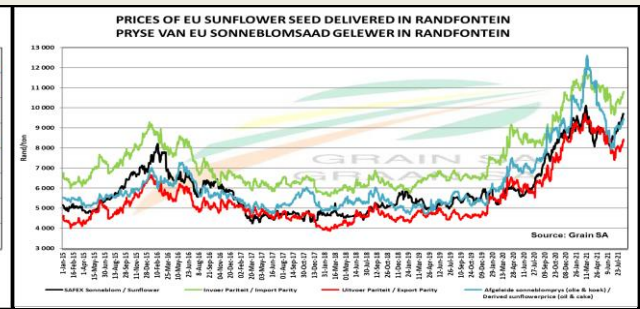
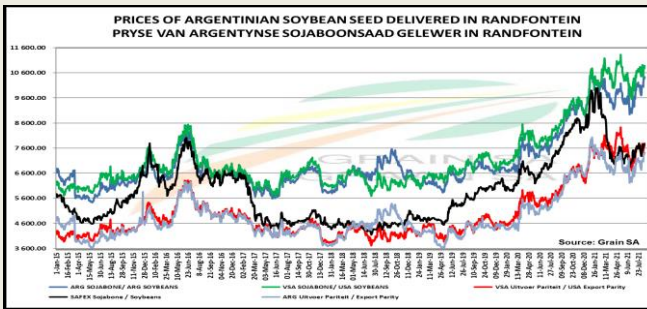
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Sep 2021				
Dec 2021	R 7 236.00	23.5%		R 7 236.00
Mar 2022	R 7 258.00	16%	R -43.40	R 7 214.60
May 2022	R 7 036.00	23%	R -51.79	R 6 984.21
Jul 2022	R 7 146.00	0%	R -53.33	R 7 092.67
Sep 2022				
Dec 2022				

Sunflower Seeds Future		
	MTM	Vols
Sep 2021		
Dec 2021	R 10 561.00	22.5%
Mar 2022	R 9 690.00	23%
May 2022	R 8 600.00	22%
Jul 2022	R 8 709.00	0%
Sep 2022		
Dec 2022		



The local Soya market traded higher yesterday. The Oct'21 Soya contract ended R67.00 up and Dec'21 Soya closed R70.00 higher. The parity move for the Oct'21 Soya contract for yesterday was R41.00 negative.

The local Suns market closed higher yesterday. The Oct'21 Suns contract closed R16.00 up and Dec'21 Suns closed R15.00 higher.



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