



# **Fundamental Report**

## **07 December 2021**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	15.9721	15.9004	-0.0717	-0.45%
Euro/Rand	18.0472	17.9575	-0.0897	-0.50%
GBPound/Rand	21.1722	21.1279	-0.0443	-0.21%
AusDollar/Rand	11.2220	11.2352	0.0132	0.12%
Euro/USDollar	1.1298	1.1291	-0.0007	-0.06%
GBPound/USDollar	1.3261	1.3284	0.0023	0.17%
AusDollar/USDollar	0.7026	0.7066	0.0040	0.57%
JpyYen/USDollar	113.2200	113.5500	0.3300	0.29%

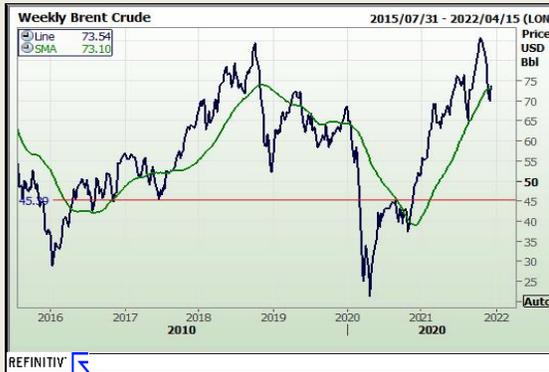
BDLive - The metals and bank indices lifted the JSE on Monday, while global markets were mixed as investors mulled over the information that is known about the Omicron Covid-19 variant. There were mixed messages about Omicron at the weekend, highlighting that much is still unknown about how severe the new variant may prove to be. European stocks opened higher on Monday while US futures also traded in the black in a tentative rebound from last week when the spread of the Covid-19 Omicron variant and expectations of tighter US monetary policy rocked global markets. Optimism in Europe overcame a rough session in Asia where the MSCI index of Asia-Pacific shares outside Japan lost almost 1%. China's central bank said it would cut the amount of cash banks must hold as reserves in an attempt to revive economic growth while the region has seen a series of corporate setbacks after ride-hailing giant Didi decided to withdraw from its New York listing last week.



### Commodities

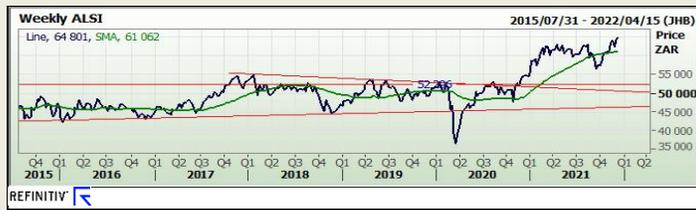
	Last	Value Change	% Change
Platinum	935.14	-2.47	-0.26%
Gold	1777.61	-0.50	-0.03%
Silver	22.26	-0.09	-0.41%
Copper	4.31	-0.02	-0.53%
Gasoil	633.50	11.25	1.78%
Brent Oil	73.52	0.44	0.60%

BDLive - Bengaluru — Gold prices were flat on Monday, as the metal was caught between subdued US bond yields and the prospect of the Federal Reserve tightening policy at a faster pace, which dimmed its appeal. Spot gold was little changed at \$1,782.95 per ounce by 6.19am. US gold futures were flat at \$1,783.60. US 10-year Treasury yields hovered near a more than two-month low hit on Friday. Thirty-year Treasury yields were also close to their lowest since the start of this year. Weaker yields decrease gold's opportunity cost. Bullion rose 1% on Friday after data showed US employment growth slowed considerably in November.



### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	64598.46	0.00	0.00%
ALSI	64801.00	0.00	0.00%
S&P 500	4538.43	53.24	1.17%
FTSE	7122.32	109.96	1.54%
CAC	6865.78	0.00	0.00%
DAX	15380.79	0.00	0.00%
Hang Seng	23349.38	354.65	1.52%



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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
DEC 2021	586.00	583.50	The record	-2.50	583.50	0.00	-2.50
MAR 2022	581.00	583.50	The record	2.50	583.50	0.00	2.50
MAY 2022	584.00	586.00	The record	2.00	585.75	-0.25	1.75
JUL 2022	583.00	585.75	The record	2.75	585.25	-0.50	2.25
SEP 2022	559.00	562.75	The record	3.75	562.00	-0.75	3.00

FarmProgress - Corn prices fought through a choppy session but ultimately didn't dial in any major changes on Monday, finishing with narrowly mixed results after some uneven technical maneuvering. December futures faded 2.5 cents to \$5.8350, while March futures inched 0.25 cents higher to \$5.8425.

Corn basis bids were steady to mixed on Monday, moving as much as 8 cents higher at an Illinois processor and sliding as much as 3 cents lower at an Illinois river terminal today.

Corn export inspections faded 6% lower week-over-week to 29.8 million bushels. That was slightly on the lower end of trade estimates, which ranged between 23.6 million and 39.4 million bushels. Mexico accounted for just over half of the total, with 15.0 million bushels. Cumulative totals for the 2021/22 marketing year continue to slide further below last year's pace after reaching 369.2 million bushels.

China's governmental statistics bureau reported that the country's corn production rose 4.6% in 2011 to 10.732 billion bushels, attributed to an acreage increase following a jump in commodity prices. Corn acres were up around 5%, this year, with average yields slipping 0.4% lower due to flooding in some key production regions.

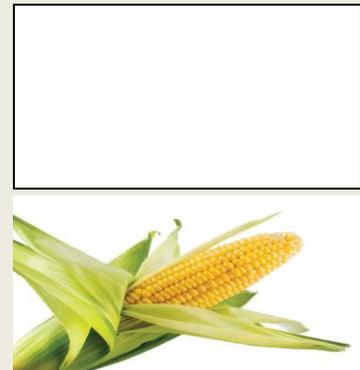
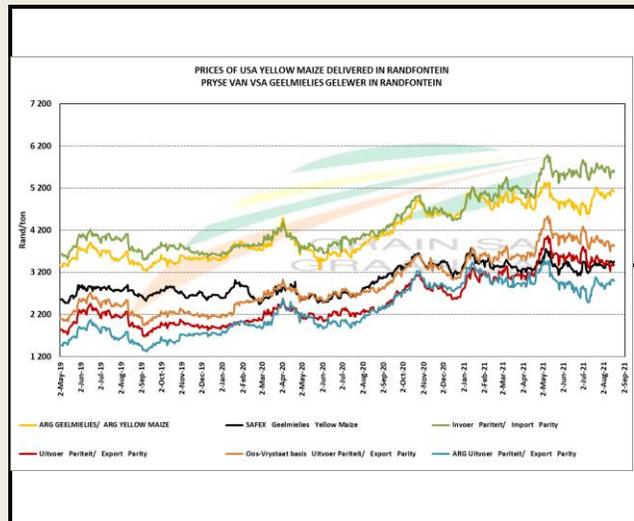
Ahead of Thursday morning's World Agricultural Supply and Demand Estimates (WASDE) report from USDA, analysts expect the agency to show Brazil's 2021/22 corn production potential at 4.656 billion bushels, with Argentinian corn production at an estimated 2.124 billion bushels this season.



### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Dec 2021	R 3 492.00	28.25%	R -32.19	R 3 459.81
Mar 2022	R 3 506.00	29.5%	R -0.75	R 3 505.25
May 2022	R 3 397.00	26.5%	R -5.53	R 3 391.47
Jul 2022	R 3 400.00	24.75%	R -2.37	R 3 397.63
Sep 2022	R 3 457.00	0%	R 3.00	R 3 460.00
Dec 2022	R 3 547.00	23.25%		R 3 547.00
Dec 2022	R 3 547.00	23.25%		R 3 547.00
<b>Yellow Maize Future</b>				
Dec 2021	R 3 761.00	29%	R -32.19	R 3 728.81
Mar 2022	R 3 755.00	28%	R -0.75	R 3 754.25
May 2022	R 3 574.00	24.5%	R -5.53	R 3 568.47
Jul 2022	R 3 568.00	22.75%	R -2.37	R 3 565.63
Sep 2022	R 3 605.00	0%	R 3.00	R 3 608.00
Dec 2022	R 3 692.00	0%		R 3 692.00
Dec 2022	R 3 692.00	0%		R 3 692.00

The local Maize market traded higher yesterday. The Dec'21 WMAZ contract ended R7.00 up and Dec'21 YMAZ closed R20.00 higher. The Mar'22 WMAZ closed higher by R3.00 and Mar'22 YMAZ ended R16.00 up. The parity move for the Dec'21 Maize contract for yesterday was R29.00 negative.

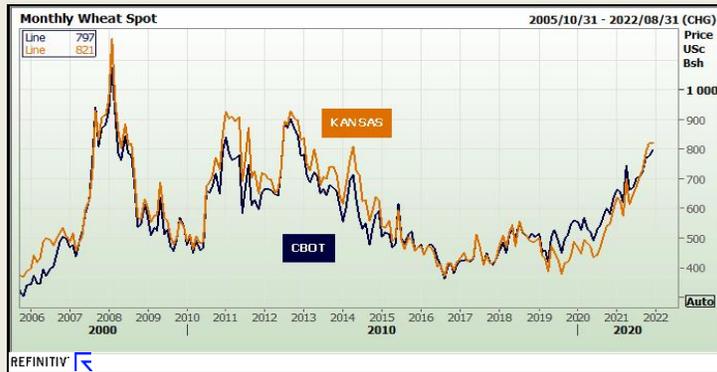


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## Wheat Market

### 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	799.00	797.00	The record d	-2.00	0.00	-797.00	-799.00	DEC 2011	824.00	821.50	The record	-2.50	821.00	-0.50	-3.00
MAR 2022	803.00	806.25	The record d	3.25	804.50	-1.75	1.50	MAR 2012	825.00	822.50	The record	-2.50	823.00	0.50	-2.00
MAY 2022	811.00	811.25	The record d	0.25	809.75	-1.50	-1.25	MAY 2012	827.00	824.25	The record	-2.75	824.75	0.50	-2.25
JUL 2022	794.00	798.75	The record d	4.75	798.25	-0.50	4.25	JUL 2012	815.00	815.00	The record	0.00	813.25	-1.75	-1.75
SEP 2022	794.00	799.00	The record d	5.00	529.00	-270.00	-265.00	SEP 2012	814.00	816.00	The record	2.00	0.00	-816.00	-814.00



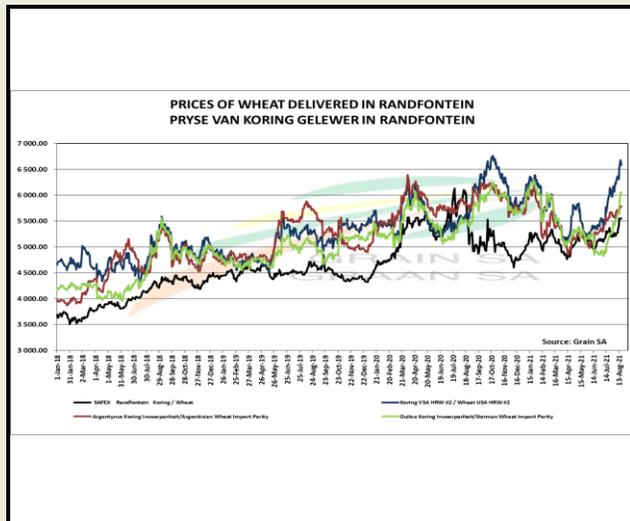
FarmProgress - Wheat prices found mixed results after a round of uneven technical maneuvering. March Chicago SRW futures picked up 3.75 cents to \$8.0750, March Kansas City HRW futures held steady at \$8.2425, and March MGEX spring wheat futures rose 7.25 cents to \$10.28.

Wheat export inspections spilled 37% lower week-over-week, to 9.0 million bushels. That was a bit toward the lower end of trade estimates, which ranged between 5.5 million and 14.7 million bushels. South Korea was the No. 1 destination, with 2.7 million bushels. Cumulative totals for the 2021/22 marketing year are still tracking moderately behind last year's pace, with 409.6 million bushels. Russian consultancy Sovecon estimates that the country's wheat exports in November totaled around 110.2 million bushels, a month-over-month decline of 6.3%, if realized. Russia is the world's No. 1 wheat exporter. China's governmental statistics bureau reported that the country's 2021 wheat crop saw an increase in both acreage and average yields, bringing in a total production of 5.030 billion bushels.

Preliminary volume estimates were for 61,952 CBOT contracts, sliding 34% below Friday's final count of 93,449.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Dec 2021	R 6 220.00	18%	R -4 689.12	R 1 530.88
Mar 2022	R 6 330.00	20%	R -12.39	R 6 317.61
May 2022	R 6 372.00	19.5%	R -28.67	R 6 343.33
Jul 2022	R 6 373.00	0%	R 3.91	R 6 376.91
Sep 2022	R 6 223.00	0%	R -1 569.15	R 4 653.85
Dec 2022				
Dec 2022				
<b>Cape Wheat</b>				
Dec 2021				
Mar 2022				
May 2022				
Jul 2022				
Sep 2022				
Dec 2022				
Dec 2022				



The local Weat market closed lower yesterday. The Dec'21 Weat contract closed R5.00 down and Mar'22 Weat closed R15.00 lower. The parity move for the Dec'21 Weat contract for yesterday was R37.00 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
JAN 2022	1262.00	1261.50	The record	-0.50	902.00	-359.50
MAR 2022	1266.00	1266.50	The record	0.50	1270.50	4.00
MAY 2022	1272.00	1273.75	The record	1.75	1277.25	3.50
JUL 2022	1279.00	1280.50	The record	1.50	1284.00	3.50
AUG 2022	1271.00	1272.50	The record	1.50	0.00	-1 272.50

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
DEC 2011	359.7	0.00
JAN 2012	352.6	352.50
MAR 2012	350.9	351.10
MAY 2012	352.2	352.30
JUL 2012	355.3	355.50

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
DEC 2011	57.79	0.00
JAN 2012	57.86	58.28
MAR 2012	57.67	58.03
MAY 2012	57.34	57.64
JUL 2012	57.04	57.13



FarmProgress - Soybean prices stumbled after a choppy session on Monday as traders resumed a pattern of technical selling that led to losses of around 0.4% today. January futures dropped 5.25 cents to \$12.62, with March futures down 4.25 cents to \$12.67.

Soybean basis bids were steady to mixed, eroding 10 cents lower at an Indiana elevator and an Iowa processor while firming as much as 5 cents higher at an Indiana processor on Monday. Private exporters announced to USDA the sale of 4.8 million bushels of soybeans for delivery to China during the 2021/22 marketing year, which began September 1.

Soybean export inspections inched fractionally below the prior week's tally, to 82.6 million bushels. That nearly bested the entire range of trade guesses, which came in between 68.0 million and 85.4 million bushels. China was by far the No. 1 destination, with 53.8 million bushels. Cumulative totals for the 2021/22 marketing year are nonetheless failing to keep pace with year-ago totals, with 866.0 million bushels.

Brazilian soybean plantings for the 2021/22 season are 94% complete through last Thursday, per the country's AgRural consultancy. That's favorable to the prior season's pace of 90%. Rainfall in key southern production states such as Rio Grande Do Sul was below average in November, per AgRural, but still expects a record-breaking production of 5.302 billion bushels.

### South African Futures Exchange

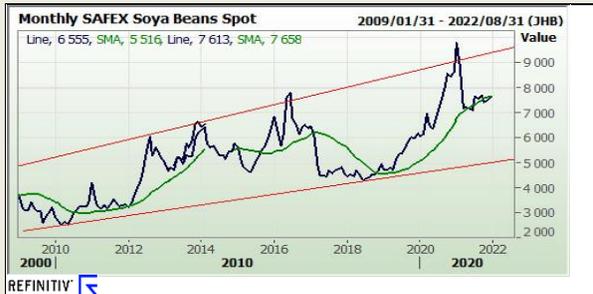
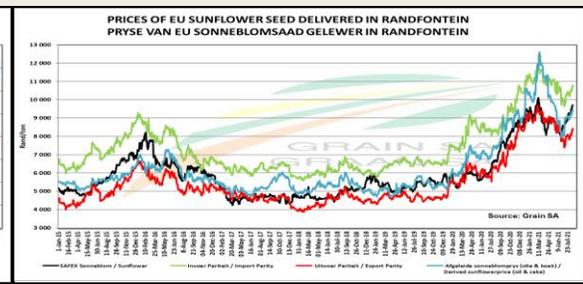
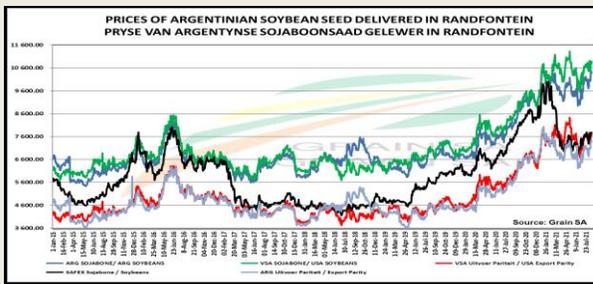
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Dec 2021	R 7 613.00	23.5%		R 7 613.00
Mar 2022	R 7 629.00	20%	R -7.06	R 7 621.94
May 2022	R 7 539.00	23%	R -2.84	R 7 536.16
Jul 2022	R 7 618.00	0%	R -4.48	R 7 613.52
Sep 2022				
Dec 2022				

Sunflower Seeds Future		
	MTM	Vols
Dec 2021	R 11 217.00	22.5%
Mar 2022	R 10 732.00	23%
May 2022	R 9 450.00	21%
Jul 2022	R 9 518.00	0%
Sep 2022		
Dec 2022		



The local Soya market traded lower yesterday. The Dec'21 Soya contract ended R6.00 down and Mar'22 Soya closed R13.00 lower. The parity move for the Dec'21 Soya contract for yesterday was R33.00 negative.

The local Suns market closed higher yesterday. The Dec'21 Suns contract closed R17.00 up and Mar'22 Suns closed R14.00 higher.



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