



Fundamental Report

20 January 2022

Financial Markets

Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	15.3798	15.2930	-0.0868	-0.56%
Euro/Rand	17.4408	17.3657	-0.0751	-0.43%
GBPound/Rand	20.9301	20.8359	-0.0942	-0.45%
AusDollar/Rand	11.0750	11.0660	-0.0090	-0.08%
Euro/USDollar	1.1339	1.1349	0.0010	0.09%
GBPound/USDollar	1.3611	1.3624	0.0013	0.10%
AusDollar/USDollar	0.7200	0.7236	0.0036	0.50%
JpyYen/USDollar	114.5100	114.3900	-0.1200	-0.10%

BDLive - The JSE tracked firmer US and European markets on Wednesday as a slew of strong US corporate earnings boosted sentiment. Miners, industrials and retailers were the main winners on the day.

"Stocks rose as investors got better-than-expected earnings while digesting [the] rising US 10-year Treasury yield," said Oanda senior market analyst Craig Erlam. "While equity markets are recovering some of Tuesday's losses, anxiety and uncertainty continue to dominate." Asian and European shares fell, US and European bond yields hit multiyear highs, and oil prices climbed on Wednesday as investors braced for tighter monetary policy to combat troubling levels of inflation.

US Treasury yields reached fresh two-year highs and Germany's 10-year yield rose above 0% for the first time since May 2019, as investors increased bets that policymakers will curb years of stimulus as they fight rising asset prices.



Commodities

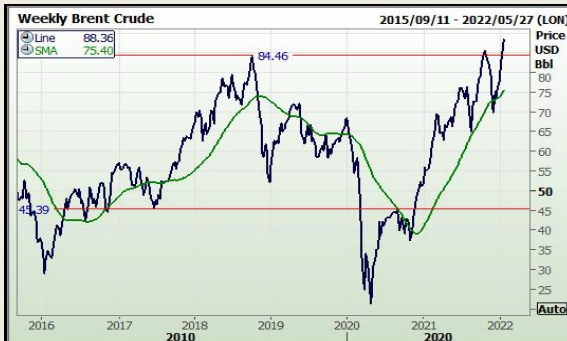
	Last	Value Change	% Change
Platinum	1023.49	1.49	0.15%
Gold	1838.93	-1.03	-0.06%
Silver	24.14	0.02	0.07%
Copper	4.49	0.02	0.40%
Gasoil	769.75	-6.25	-0.81%
Brent Oil	88.34	-0.10	-0.11%

BDLive - Bengaluru — Gold prices fell on Wednesday towards previous session's one-week low as the prospect of aggressive rate hikes by the US Federal Reserve sent benchmark treasury yields to two-year highs, reducing the appeal of non-yielding bullion.

Spot gold was down 0.2% at \$1,810.90/oz, as of 3.52am GMT, after falling to a one-week low of \$1,805/oz on Tuesday. US gold futures dipped 0.1% to \$1,810.80.

"We seem to be coiling up for some kind of breakout, likely on the downside, as the handoff occurs where inflation expectations start to slow down while nominal rates shift up around expectations for central bank action and that starts to really bid up real yields," said DailyFX currency strategist Ilya Spivak.

Gold is considered an inflationary hedge, but higher interest rates tend to weigh on the precious metal.



Financials

	Current Bid	Value Change	% Change
JSE TOP 40	69512.97	0.00	0.00%
ALSI	69622.00	0.00	0.00%
S&P 500	4577.11	-44.35	-0.97%
FTSE	7563.55	26.11	0.35%
CAC	7172.98	0.00	0.00%
DAX	15809.72	0.00	0.00%
Hang Seng	24127.85	559.84	2.32%



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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
MAR 2022	606.00	610.50	The record	-4.50	609.75	-0.75	3.75
MAY 2022	607.00	611.00	The record	4.00	610.00	-1.00	3.00
JUL 2022	603.00	607.25	The record	4.25	606.25	-1.00	3.25
SEP 2022	575.00	578.00	The record	3.00	576.50	-1.50	1.50
DEC 2022	562.00	564.75	The record	2.75	563.00	-1.75	1.00

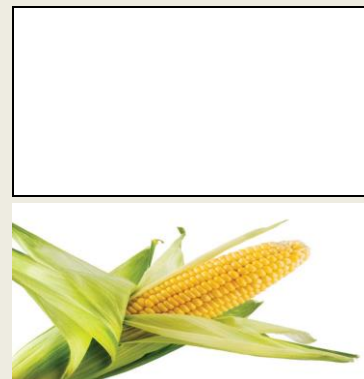
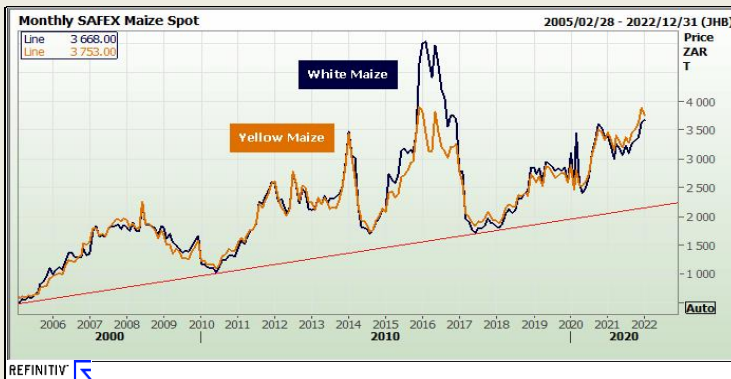
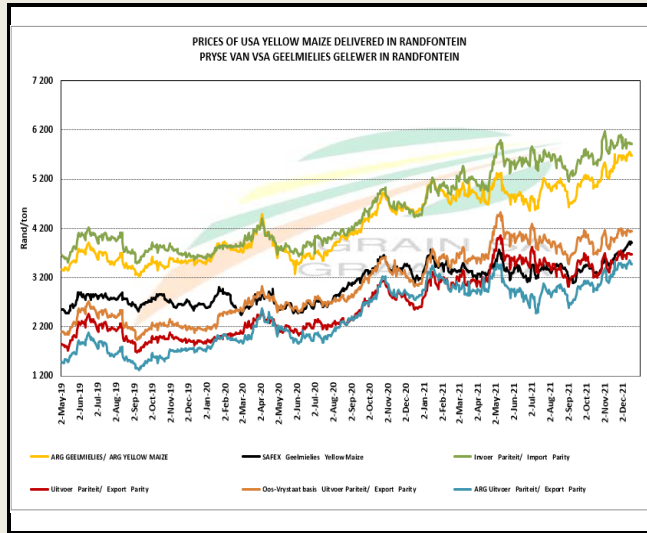
FarmProgress - Nearby spreads continued to firm today confirming strong demand for old crop corn. Exports have had a good showing by China the past couple of weeks with 13.7 shipped this week and 10.8 last week. China has unshipped sales of 385 mbu on the books, against 238 last year at this time. No change in the Brazilian corn estimates today at 112.0 MMT and steady for Argentina at 51.0 MMT. Brazil is expected to ship 2.6 MMT of corn in January, or more than 3 times some of the trade's earlier forecasts. Despite last year's drought-impacted safrinha crop this would still be 250K MORE than last January. December shipments were very respectable 3.4 MMT. Brazilian farmers were big sellers of 21-22 corn last week to 45.5%, but still well behind LY's 67% total as of the same date.



South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
White Maize Future				
Dec 2021				
Mar 2022	R 3 596.00	31%	R -1.87	R 3 597.87
May 2022	R 3 555.00	26.5%	R -2.68	R 3 552.32
Jul 2022	R 3 541.00	25%	R -1.04	R 3 539.96
Sep 2022	R 3 589.00	0%	R -10.62	R 3 578.38
Dec 2022	R 3 675.00	23.25%	R -13.18	R 3 661.82
Dec 2022	R 3 675.00	23.25%	R -13.18	R 3 661.82
Yellow Maize Future				
Dec 2021				
Mar 2022	R 3 749.00	28.75%	R -1.87	R 3 750.87
May 2022	R 3 637.00	24.5%	R -2.68	R 3 634.32
Jul 2022	R 3 612.00	23%	R -1.04	R 3 610.96
Sep 2022	R 3 655.00	21.5%	R -10.62	R 3 644.38
Dec 2022	R 3 721.00	21%	R -13.18	R 3 707.82
Dec 2022	R 3 721.00	21%	R -13.18	R 3 707.82

The local Maize market traded higher yesterday. The Mar'22 WMAZ contract ended R43.00 up and Mar'22 YMAZ closed R58.00 higher. The May'22 WMAZ closed higher by R40.00 and May'22 YMAZ ended R84.00 up. The parity move for the Mar'22 Maize contract for yesterday was R2.00 positive.



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Wheat Market

Chicago Board of Trade and Kansas Board of Trade

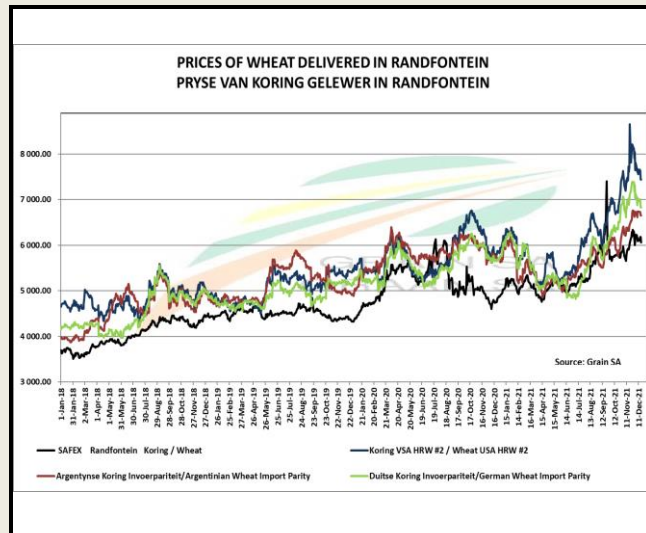
CBOT Wheat								KBOB Wheat							
Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm	Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
MAR 2022	780.00	796.50	The record d	16.50	795.75	-0.75	15.75	MAR 2012	786.00	800.00	The record	14.00	800.50	0.50	14.50
MAY 2022	781.00	799.00	The record d	18.00	797.75	-1.25	16.75	MAY 2012	788.00	803.50	The record	15.50	804.75	1.25	16.75
JUL 2022	770.00	787.25	The record d	17.25	786.00	-1.25	16.00	JUL 2012	790.00	805.50	The record	15.50	807.00	1.50	17.00
SEP 2022	770.00	786.75	The record d	16.75	784.75	-2.00	14.75	SEP 2012	793.00	809.25	The record	16.25	811.50	2.25	18.50
DEC 2022	774.00	790.75	The record d	16.75	529.00	-261.75	-245.00	DEC 2012	800.00	816.00	The record	16.00	817.50	1.50	17.50



FarmProgress - ensions between Russia and Ukraine continue to make headlines support the wheat markets. Dry weather seems to stay in the US plains as a cold snap is moving throughout most of the Midwest. The nearby contracts were able to break through most moving average resistances and will look for exports to support the rally.

South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
Bread Milling Wheat				
Dec 2021				
Mar 2022	R 5 928.00	20%	R 63.63	R 5 991.63
May 2022	R 5 945.00	17%	R 69.21	R 6 014.21
Jul 2022	R 5 967.00	11%	R 65.35	R 6 032.35
Sep 2022	R 5 821.00	0%	R 58.33	R 5 879.33
Dec 2022				
Cape Wheat				
Dec 2021				
Mar 2022				
May 2022				
Jul 2022				
Sep 2022				
Dec 2022				
Dec 2022				



The local Wheat market closed higher yesterday. The Mar'22 Wheat contract closed R52.00 up and May'22 Wheat closed R45.00 higher. The parity move for the Mar'22 Wheat contract for yesterday was R68.00 positive.



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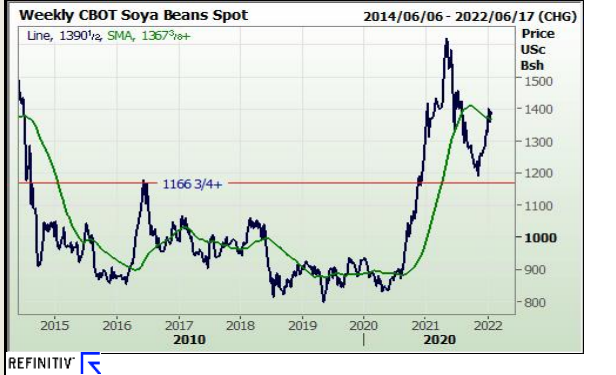
Oil Seed Market

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	Overnight Change from 12pm
MAR 2022	1373.00	1391.25	The record	18.25	902.00	-489.25	-471.00
MAY 2022	1382.00	1400.75	The record	18.75	1400.25	-0.50	18.25
JUL 2022	1387.00	1406.50	The record	19.50	1405.50	-1.00	18.50
AUG 2022	1367.00	1384.00	The record	17.00	1384.50	0.50	17.50
SEP 2022	1317.00	1332.25	The record	15.25	1330.00	-2.25	13.00

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
MAR 2012	398.3	398.10
MAY 2012	395.9	395.60
JUL 2012	395.3	394.70
AUG 2012	390.9	389.60
SEP 2012	383.4	382.80

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
MAR 2012	60.76	60.85
MAY 2012	60.75	60.85
JUL 2012	60.51	60.59
AUG 2012	59.93	60.00
SEP 2012	59.31	59.36



FarmProgress - Concerns in Southern Brazil and the potential for lower production continues to catch the attention of money flow into soybeans. Soybean crush margins rebounded today as domestic crushers continue to show strong demand. Earlier this week NOPA reported a record December US soybean crush of 186.4 million bushels, which exceeded trade estimates. Chinese crushers seem to be looking heavily to Brazil to cover their remaining February and March needs. China is estimated to be 95% or more covered on its January and February soybean import needs. March coverage said to have risen from about 50% covered just before the start of the New Year, to 71%. One point of caution might be that early January shipments out of Brazil could be 200 million bushel larger than last year due to the early harvest. The U.S. really needs to see some additional old crop sales to confirm end users concerns over lower production estimates in South America. Weather markets can be really good, and really bad all in the same week. Expect plenty of volatility the next couple weeks as South America's harvest progresses.

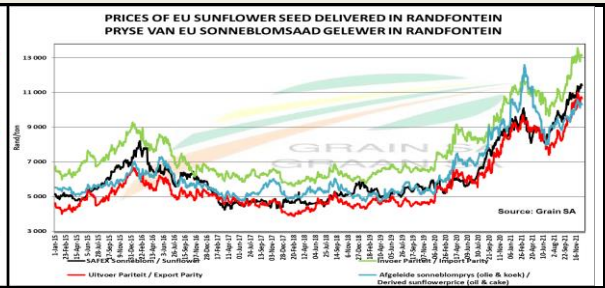
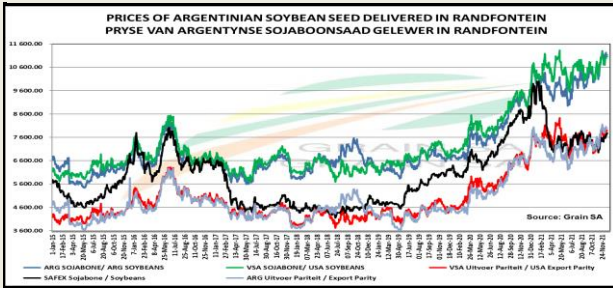
South African Futures Exchange

Soybean Future				
	MTM	Vols	Parity Change	Market Price
Dec 2021				
Mar 2022	R 8 098.00	20%	R -2 690.44	R 5 407.56
May 2022	R 7 906.00	23%	R 58.47	R 7 964.47
Jul 2022	R 8 021.00	24.5%	R 59.72	R 8 080.72
Sep 2022	R 8 077.00	0%	R 31.05	R 8 108.05
Dec 2022				
Dec 2022				

Sunflower Seeds Future		
	MTM	Vols
Dec 2021		
Mar 2022	R 9 847.00	23.5%
May 2022	R 8 867.00	21%
Jul 2022	R 8 960.00	20%
Sep 2022		
Dec 2022		
Dec 2022		

The local Soya market traded higher yesterday. The Mar'22 Soya contract ended R104.00 up and May'22 Soya closed R46.00 higher. The parity move for the Mar'22 Soya contract for yesterday was R60.00 positive.

The local Suns market closed higher yesterday. The Mar'22 Suns contract closed R96.00 up and May'22 Suns closed R17.00 higher.



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