



# **Fundamental Report**

## **20 May 2022**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	16.0042	15.8838	-0.1204	-0.75%
Euro/Rand	16.8055	16.7815	-0.0240	-0.14%
GBPound/Rand	19.8333	19.7589	-0.0744	-0.38%
AusDollar/Rand	11.1917	11.1275	-0.0642	-0.57%
Euro/USDollar	1.0498	1.0564	0.0066	0.63%
GBPound/USDollar	1.2397	1.2444	0.0047	0.38%
AusDollar/USDollar	0.6993	0.7007	0.0014	0.20%
JpyYen/USDollar	127.6000	127.6300	0.0300	0.02%

BDLive - The rand reached its best level in two weeks on Thursday after the SA Reserve Bank raised its benchmark interest rate in line with market expectations.

The Bank's monetary policy committee increased the repo rate by 50 basis points to 4.75%, the biggest in more than six years, as it tries to reel in inflation that is running close to the upper end of its target range. Heavy falls in European and Asian stock markets on Thursday followed Wall Street's worst performance since mid-2020 the day before, as stark warnings from some of the world's biggest retailers underscored just how hard inflation is biting.

Bond markets rallied in the scramble for safety and on bets that interest rate rises may be reassessed, but it was the gloom striking down equities after Wednesday's \$25bn wipeout in US retailer Target's shares that dominated the action.



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### Commodities

	Last	Value Change	% Change
Platinum	957.47	-4.94	-0.52%
Gold	1841.05	-0.67	-0.04%
Silver	21.83	-0.06	-0.30%
Copper	4.26	-0.02	-0.45%
Gasoil	1059.00	14.00	1.32%
Brent Oil	111.13	-0.91	-0.82%

BDLive - Bengaluru — Gold prices were flat on Thursday, as a steady US dollar and elevated treasury yields weighed on greenback-priced bullion, with the metal's outlook already dampened by an aggressive Federal Reserve stance on inflation. Spot gold held its ground at \$1,816.39/oz at 2.42am GMT. US gold futures edged 0.1% lower to \$1,813.50.

Gold's daily closing price is effectively hugging the trend line projected from the March 2020 (pandemic) low, and intraday volatile spikes either side of that key trend line have lacked conviction to prompt a sustainable move, City Index's senior market analyst Matt Simpson said.

Bullion has largely seemed to track daily moves in the dollar and benchmark US 10-year treasury yields in recent weeks, with 20-year highs in the greenback pushing gold prices to their lowest level in well over three months on Monday. A stronger dollar makes gold less attractive for buyers holding other currencies.



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### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	61725.52	0.00	0.00%
ALSI	61922.00	0.00	0.00%
S&P 500	3923.68	-22.89	-0.58%
FTSE	7438.09	-135.35	-1.82%
CAC	6272.71	0.00	0.00%
DAX	13882.30	0.00	0.00%
Hang Seng	20120.68	383.85	1.91%



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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 2022	775.75	783.25	The record	7.50	776.25	-7.00	0.50
SEP 2022	744.00	750.50	The record	6.50	745.00	-5.50	1.00
DEC 2022	728.75	736.00	The record	7.25	730.50	-5.50	1.75
MAR 2023	732.50	739.50	The record	7.00	734.25	-5.25	1.75
MAY 2023	732.50	739.25	The record	6.75	735.50	-3.75	3.00

FarmProgress - Corn prices failed to gather much momentum – either higher or lower – in a sometimes-choppy session on Thursday. Prices did show some signs of improvements after starting the day with moderate overnight losses. July futures firmed 0.75 cents to \$7.8225, but September futures dropped 3.75 cents to \$7.4950.

Corn basis bids were largely steady across the central U.S. on Thursday but did tilt 5 cents higher at an Illinois processor today.

Old crop corn sales were up noticeably versus the prior week, with 17.1 million bushels in the week through May 12. New crop sales contributed another 23.2 million bushels, for a total of 40.3 million bushels. That was near the middle of analyst estimates, which came in between 25.6 million and 53.1 million bushels. Cumulative totals for the 2021/22 marketing year are still trending moderately below last year's pace, with 1.690 billion bushels.

Corn export shipments shifted 8% lower week-over-week and 11% below the prior four-week average, with 54.3 million bushels. Mexico was the No. 1 destination, with 14.4 million bushels.

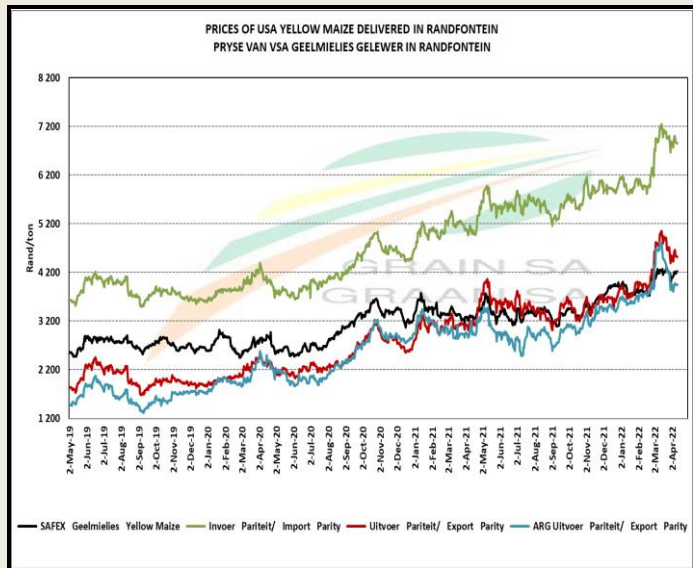


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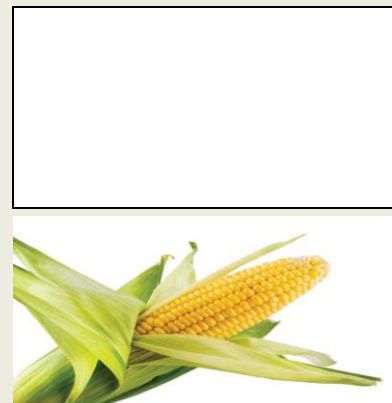
### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Dec 2021				
Mar 2022				
May 2022	R 4 576.00	26.5%		R 4 576.00
Jul 2022	R 4 595.00	25%	R -33.64	R 4 561.36
Sep 2022	R 4 661.00	23.5%	R -29.01	R 4 631.99
Dec 2022	R 4 745.00	23.25%	R -23.60	R 4 721.40
Dec 2022	R 4 745.00	23.25%	R -23.60	R 4 721.40
<b>Yellow Maize Future</b>				
Dec 2021				
Mar 2022				
May 2022	R 4 700.00	24.5%		R 4 700.00
Jul 2022	R 4 723.00	24%	R -33.64	R 4 689.36
Sep 2022	R 4 776.00	23.5%	R -29.01	R 4 746.99
Dec 2022	R 4 855.00	21.75%	R -23.60	R 4 831.40
Dec 2022	R 4 855.00	21.75%	R -23.60	R 4 831.40

The local Maize market traded lower yesterday. The May'22 WMAZ contract ended R94.00 down and May'22 YMAZ closed R123.00 lower. The Jul'22 WMAZ closed lower by R117.00 and Jul'22 YMAZ ended R113.00 down. The parity move for the May'22 Maize contract for yesterday was R37.00 negative.



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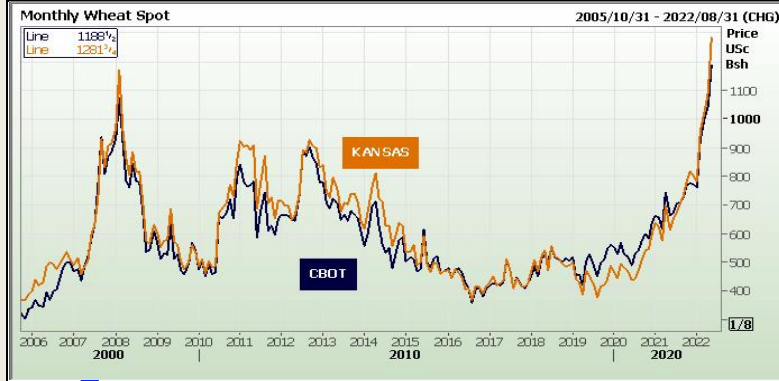


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## Wheat Market

### 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 2022	1212.00	1200.50	The record c	-11.50	1188.25	-12.25	-23.75	JUL 2012	1302.75	1295.25	The record	-7.50	1281.75	-13.50	-21.00
SEP 2022	1217.25	1206.00	The record c	-11.25	1194.75	-11.25	-22.50	SEP 2012	1306.50	1299.00	The record	-7.50	1285.50	-13.50	-21.00
DEC 2022	1217.25	1210.00	The record c	-7.25	1199.25	-10.75	-18.00	DEC 2012	1309.00	1302.00	The record	-7.00	1291.00	-11.00	-18.00
MAR 2023	1215.25	1209.50	The record c	-5.75	1199.50	-10.00	-15.75	MAR 2013	1178.00	1299.25	The record	121.25	1285.00	-14.25	107.00
MAY 2023	1060.00	1192.25	The record c	132.25	529.00	-663.25	-531.00	MAY 2013	1018.00	1271.50	The record	253.50	0.00	-1 271.50	-1 018.00



FarmProgress - Wheat prices faded again on a round of technical selling as traders continued to lock in prices that still remain near record levels. Expectations for a possible record-breaking crop in Russia applied additional headwinds today. July Chicago SRW futures fell 28.5 cents to \$12.0225, July Kansas City HRW futures lost 28.25 cents to \$12.9625, and July MGEX spring wheat futures dropped 20 cents to \$13.3275.

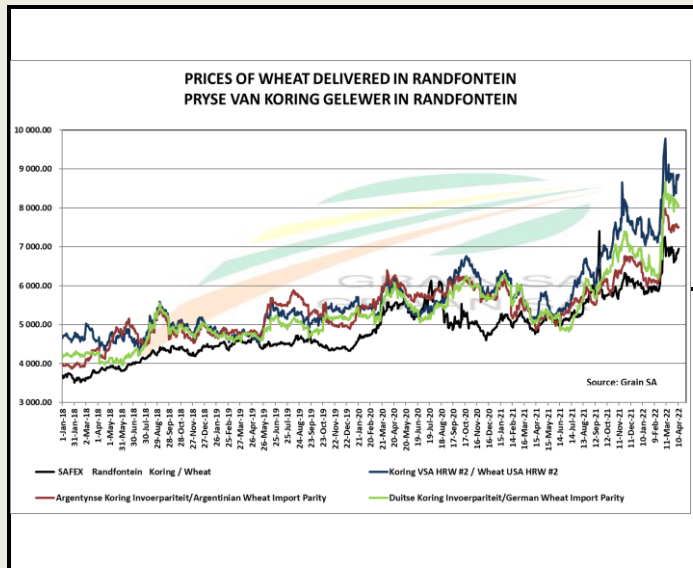
Old crop wheat sales were disappointing, with just 312,000 bushels. New crop sales fared better, adding another 12.0 million bushels and bringing the total to 12.3 million bushels. That was on the upper end of trade estimates, which ranged between zero and 14.7 million bushels. Cumulative totals for the 2021/22 marketing year remain moderately below last year's pace, with 656.2 million bushels.

Wheat export shipments inched 1% above the prior four-week average, with 12.7 million bushels. Nigeria was the No. 1 destination, with 2.8 million bushels.

The results of the annual Wheat Quality Council tour across Kansas show the Sunflower State's winter wheat yield potential is at the lowest level since 2018, with an average of 39.7 bushels per acre – falling well short of the prior five-year average of 47.4 bpa. Kansas is the top winter wheat producer in the U.S.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Dec 2021				
Mar 2022				
May 2022	R 8 308.00	18%		R 8 308.00
Jul 2022	R 8 252.00	17%	R -192.23	R 8 059.77
Sep 2022	R 8 160.00	20.5%	R -185.17	R 7 974.83
Dec 2022	R 7 780.00	16.5%	R -158.90	R 7 621.10
Dec 2022	R 7 780.00	16.5%	R -158.90	R 7 621.10
<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 May'22 Weat contract closed R70.00 down and Jul'22 Weat closed R13.00 lower. The parity move for the May'22 Weat contract for yesterday was R202.00 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
JUL 2022	1664.75	1690.50	The record	25.75	902.00	-788.50
AUG 2022	1625.50	1630.50	The record	5.00	1630.50	0.00
SEP 2022	1551.00	1558.75	The record	7.75	1556.50	-2.25
NOV 2022	1491.00	1514.50	The record	23.50	1511.75	-2.75
JAN 2023	1460.75	1517.50	The record	56.75	1516.25	-1.25

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
JUL 2012	425.3	424.90
AUG 2012	420.6	420.20
SEP 2012	415	413.70
OCT 2012	408.5	406.00
DEC 2012	409	406.60

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
JUL 2012	79.53	79.86
AUG 2012	77.19	77.46
SEP 2012	75.58	75.76
OCT 2012	74.19	74.25
DEC 2012	73.57	73.62



FarmProgress - Soybean prices shook off moderate overnight losses after a healthy round of export data from USDA this morning sparked some technical buying that moved prices around 1.5% higher by the close. July futures rose 28 cents to \$16.9075, with August futures up 23.25 cents to \$16.3025.

Soybean basis bids were steady to firm after trending 5 to 15 cents higher across seven Midwestern locations on Thursday.

Soybean exports saw old crop sales jump 65% above the prior four-week average, with 27.7 million bushels. New crop sales added another 5.5 million bushels, for a total of 33.2 million bushels. That was toward the higher end of trade estimates, which ranged between 7.3 million and 40.4 million bushels. Cumulative totals for the 2021/22 marketing year are still running moderately behind last year's pace, with 1.790 billion bushels.

Soybean export shipments firmed 45% above the prior four-week average, with 35.2 million bushels. Egypt topped all destinations, with just under 10.0 million bushels.

Governmental officials in Egypt report that the country's strategic reserves of vegetable oils are sufficient for the next five and a half months. Egypt is a major importer of several commodities, including vegetable oils, wheat and more.

### South African Futures Exchange

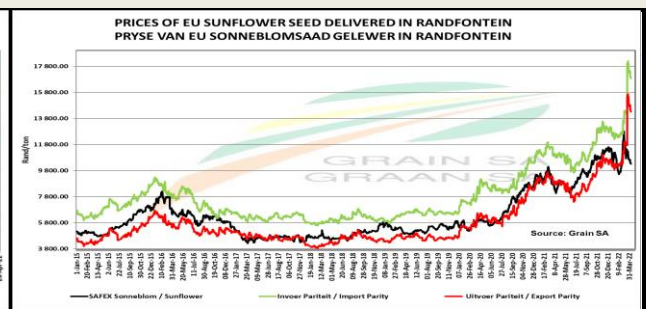
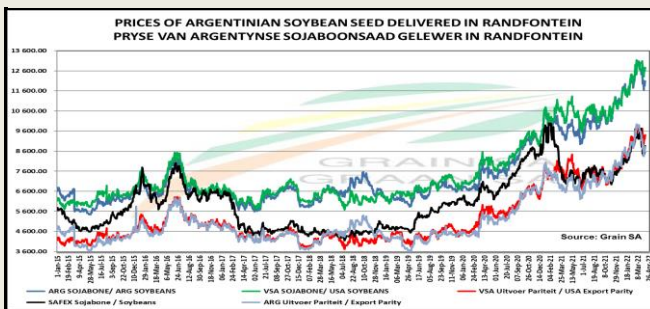
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Dec 2021				
Mar 2022				
May 2022	R 8 967.00	22%		R 8 967.00
Jul 2022	R 9 080.00	23%	R -4 525.28	R 4 554.72
Sep 2022	R 9 190.00	19%	R -36.52	R 9 153.48
Dec 2022	R 9 312.00	18.5%		R 9 312.00
Dec 2022	R 9 312.00	18.5%		R 9 312.00

Sunflower Seeds Future		
	MTM	Vols
Dec 2021		
Mar 2022		
May 2022	R 10 776.00	26%
Jul 2022	R 10 901.00	24.5%
Sep 2022	R 11 062.00	0%
Dec 2022	R 11 260.00	24%
Dec 2022	R 11 260.00	24%



The local Soya market traded lower yesterday. The May'22 Soya contract ended R91.00 down and Jul'22 Soya closed R91.00 lower. The parity move for the May'22 Soya contract for yesterday was R73.00 positive.

The local Suns market closed higher yesterday. The May'22 Suns contract closed R90.00 up and Jul'22 Suns closed R53.00 higher.



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