



# **Fundamental Report**

## **03 June 2022**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	15.5259	15.4534	-0.0725	-0.47%
Euro/Rand	16.5955	16.6135	0.0180	0.11%
GBPound/Rand	19.4680	19.4261	-0.0419	-0.22%
AusDollar/Rand	11.1631	11.2148	0.0517	0.46%
Euro/USDollar	1.0687	1.0750	0.0063	0.59%
GBPound/USDollar	1.2539	1.2569	0.0030	0.24%
AusDollar/USDollar	0.7190	0.7257	0.0067	0.93%
JpyYen/USDollar	129.7500	129.8600	0.1100	0.08%

BDLive - The JSE closed firmer in volatile trade on Thursday as investors weighed up the extent of tighter monetary policy in the US and the effect on global economic growth.

Federal Reserve vice-chair Lael Brainard said on Thursday that it's unlikely the US central bank will be taking a break from its current rate-hiking cycle any time soon. She stressed that Fed policymakers will remain data-dependent, and said the most likely path is rate increases until inflation is tamed. World shares were largely steady on Thursday after recent weakness, as a drop in oil prices on bets Saudi Arabia may boost production helped balance concerns over surging inflation and monetary policy tightening.

The MSCI's benchmark for global stocks was 0.05% lower by 8.16am GMT, helped by morning gains in Europe, which almost offset earlier weakness in Asia where investors were put off by concerns over high inflation and the threat of recession.



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### Commodities

	Last	Value Change	% Change
Platinum	1022.04	-0.46	-0.04%
Gold	1867.30	-0.83	-0.04%
Silver	22.35	0.07	0.31%
Copper	4.54	-0.01	-0.20%
Gasoil	1293.00	34.50	2.67%
Brent Oil	117.43	-0.18	-0.15%

BDLive - Bengaluru — Gold held its ground on Thursday, with dollar-priced bullion caught between support from slightly lower US treasury yields and pressure from a firm dollar.

Spot gold was steady at \$1,844.57/oz as of 3.05am GMT. US gold futures were down 0.1% to \$1,846.80. Gold has been in a narrow range between \$1,828 and \$1,864 for about a week, hovering around \$1,850 overall, and prices are consolidating now, GoldSilver Central MD Brian Lan said, adding that trading in this range could continue with some investors sitting on the sidelines due to an absence of major news.

Investors are yet to see how gold reacts to lifting of lockdowns in Shanghai; while there could be pent-up demand on the physical side, institutions holding large amounts of gold may liquidate to raise funds, Lan said. Benchmark US 10-year treasury yields dipped, buoying the appeal of zero-yield gold. However, the dollar steadied after hitting a more than one-week peak on Wednesday, making bullion less attractive for overseas buyers.



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### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	64427.33	0.00	0.00%
ALSI	64569.00	0.00	0.00%
S&P 500	4101.23	75.59	1.84%
FTSE	7607.66	-74.71	-0.98%
CAC	6500.44	0.00	0.00%
DAX	14485.17	0.00	0.00%
Hang Seng	21294.94	-212.81	-1.00%



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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	733.50	730.25	The record	-3.25	729.75	-0.50	-3.75
SEP 2022	737.00	704.75	The record	-32.25	704.00	-0.75	-33.00
DEC 2022	693.75	694.25	The record	0.50	693.25	-1.00	-0.50
MAR 2023	719.25	699.25	The record	-20.00	697.75	-1.50	-21.50
MAY 2023	742.00	700.50	The record	-41.50	699.00	-1.50	-43.00

FarmProgress - Corn prices were unable to hold onto modest overnight gains after a choppy session on Thursday sent them slightly into the red on some net technical selling. July futures dropped 2.5 cents to \$7.2875, while September futures eased half a penny lower to \$7.0325.

Corn basis bids were steady to mixed across the central U.S. on Thursday after rising as much as 10 cents higher at an Illinois ethanol plant and falling as much as 5 cents lower at a Nebraska processor today.

Ethanol production made solid inroads in the week ending May 27, climbing to a daily average of 1.071 million barrels, per the latest data from the U.S. Energy Information Administration out earlier today. That's the best weekly effort since last November. Ethanol stocks moved 3% lower from the prior week.

Ahead of tomorrow morning's export report from USDA, analysts think the agency will show corn sales ranging between 8.9 million and 27.6 million bushels for the week ending May 26.

The ag census has been a tradition for more than 180 years, and USDA is once again asking for farmer participation. If you didn't receive the 2017 Census of Agriculture and don't receive other USDA surveys, you can sign up to receive the 2022 Census of Agriculture through June 30 by visiting [nass.usda.gov/AgCensus](http://nass.usda.gov/AgCensus). "The data [collected] influence action and inform policy and program decisions that directly impact producers, their operations, and everyone they touch – and that's all of us," according to NASS Census and Survey Division director Barbara Rater.

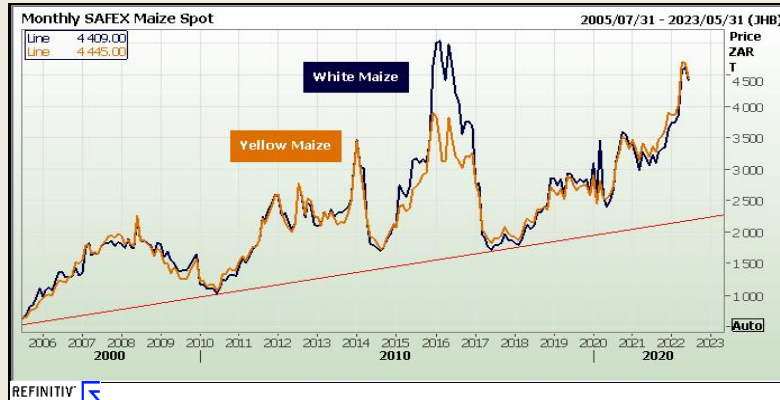
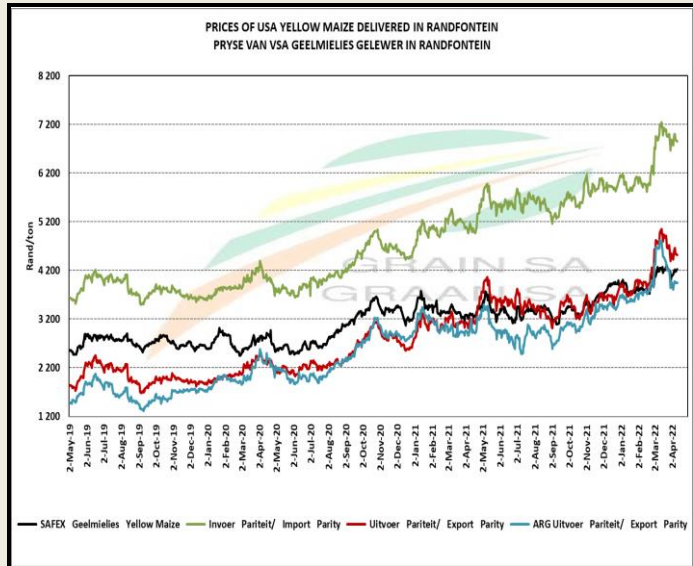


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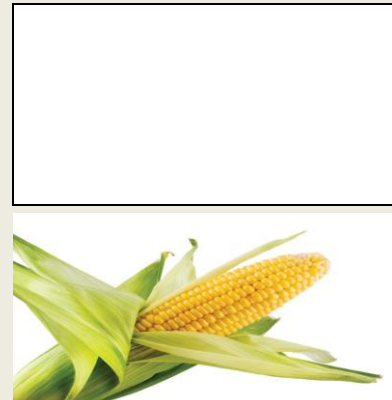
### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Jul 2022	R 4 428.00	25.5%	R -43.75	R 4 384.25
Sep 2022	R 4 490.00	25%	R -221.80	R 4 268.20
Dec 2022	R 4 570.00	23.5%	R -22.84	R 4 547.16
Mar 2023	R 4 540.00	23.5%	R -151.33	R 4 388.67
May 2023	R 4 335.00	13.5%	R -282.78	R 4 052.22
Jul 2023	R 4 280.00	23.25%		R 4 280.00
Sep 2023				
<b>Yellow Maize Future</b>				
Jul 2022	R 4 486.00	24%	R -43.75	R 4 442.25
Sep 2022	R 4 550.00	23.5%	R -221.80	R 4 328.20
Dec 2022	R 4 630.00	21.75%	R -22.84	R 4 607.16
Mar 2023	R 4 598.00	21.25%	R -151.33	R 4 446.67
May 2023	R 4 329.00	22%	R -282.78	R 4 046.22
Jul 2023	R 4 318.00	19.5%		R 4 318.00
Sep 2023				

The local Maize market traded lower yesterday. The Jun'22 WMAZ contract ended R103.00 down and Jun'22 YMAZ closed R110.00 lower. The Jul'22 WMAZ closed lower by R101.00 and Jul'22 YMAZ ended R110.00 down. The parity move for the Jun'22 Maize contract for yesterday was unchanged.



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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	1055.00	1058.25	The record c	3.25	1068.00	9.75	13.00	JUL 2012	1145.25	1143.50	The record	-1.75	1155.25	11.75	10.00
SEP 2022	1065.75	1069.75	The record c	4.00	1079.50	9.75	13.75	SEP 2012	1152.25	1150.25	The record	-2.00	1162.00	11.75	9.75
DEC 2022	1137.50	1081.00	The record c	-56.50	1090.50	9.50	-47.00	DEC 2012	1161.75	1160.00	The record	-1.75	1172.75	12.75	11.00
MAR 2023	1139.00	1088.75	The record c	-50.25	1098.00	9.25	-41.00	MAR 2013	1178.00	1164.75	The record	-13.25	1177.75	13.00	-0.25
MAY 2023	1127.75	1088.75	The record c	-39.00	529.00	-559.75	-598.75	MAY 2013	1018.00	1152.75	The record	134.75	1165.75	13.00	147.75



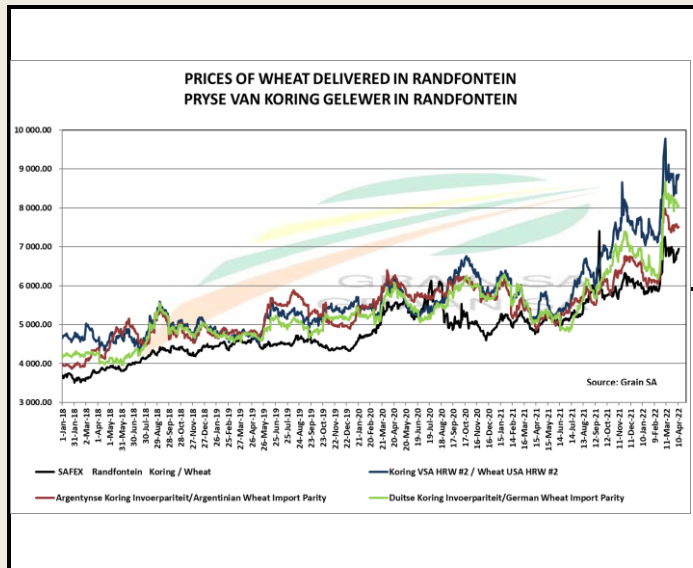
FarmProgress - Wheat prices spilled to two-month lows earlier this week but rebounded moderately today on the heels of some bargain buying. Traders still anxiously await confirmation on whether Russia will allow Ukrainian ports to resume shipping grain. July Chicago SRW futures climbed 20.25 cents to \$10.6150, July Kansas City HRW futures rose 20 cents to \$11.4825, and July MGEX spring wheat futures added 5.25 cents to \$12.0225. Ahead of tomorrow morning's export report from USDA, analysts expect the agency to show wheat sales ranging between 5.5 million and 16.5 million bushels for the week ending May 26.

The Ukrainian embassy in Beirut is accusing Russia of sending 3.7 million bushels of stolen wheat to Syria and described the shipment as "criminal activity" because it was sourced from Ukrainian storage facilities in areas occupied by Russia. The grain is valued at approximately \$40 million. Russia did not immediately respond to the allegations.

Argentina's Buenos Aires Grains Exchange estimates that the country's 2022/23 wheat plantings will come in around 16.062 million acres. That's slightly lower than the group's prior estimate, based on low soil moisture and scant rains in the near-term forecasts.

## South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Jul 2022	R 7 890.00	17%	R 45.71	R 7 935.71
Sep 2022	R 7 755.00	20.5%	R 49.68	R 7 804.68
Dec 2022	R 7 150.00	16.5%	R -297.18	R 6 852.82
Mar 2023	R 7 280.00	0%	R -263.15	R 7 016.85
May 2023				
Jul 2023				
Sep 2023				
<b>Cape Wheat</b>				
Jul 2022				
Sep 2022				
Dec 2022				
Mar 2023				
May 2023				
Jul 2023				
Sep 2023				



The local Wheat market closed lower yesterday. The Jun'22 Wheat contract closed R69.00 down and Jul'22 Wheat closed R75.00 lower. The parity move for the Jun'22 Wheat contract for yesterday was unchanged.



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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	1699.75	1729.25	The record	29.50	902.00	-827.25
AUG 2022	1627.50	1658.75	The record	31.25	1656.25	-2.50
SEP 2022	1551.00	1580.50	The record	29.50	1577.00	-3.50
NOV 2022	1521.25	1541.75	The record	20.50	1539.75	-2.00
JAN 2023	1460.75	1545.25	The record	84.50	1543.75	-1.50

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
JUL 2012	414.9	416.20
AUG 2012	408.4	409.60
SEP 2012	402.2	402.50
OCT 2012	397.3	396.40
DEC 2012	399	398.80

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
JUL 2012	81.44	81.22
AUG 2012	79.56	79.32
SEP 2012	78.42	78.14
OCT 2012	77.52	77.17
DEC 2012	77.24	76.95



FarmProgress - Soybean prices captured gains of more than 2% on overall export optimism after Pakistan confirmed a major purchase this morning. Soyoil futures jumped 4% higher, meantime, with soymeal prices up around 0.75%. July soybean futures rose 39.75 cents to \$17.30, with August futures up 34 cents to \$16.59. Soybean basis bids were steady to mixed on Thursday after rising 10 cents higher at two Midwestern processors while falling as much as 7 cents lower at an Illinois river terminal today.

Private exporters reported to USDA the sale of 12.9 million bushels of soybeans to Pakistan. Of the total, 16% is for delivery during the current marketing year, which began September 1. The remainder is for delivery in 2022/23.

Ahead of Friday morning's export report from USDA, analysts expect the agency to show soybean sales ranging between 7.3 million and 39.4 million bushels for the week ending May 26. Analysts also think USDA will show soybean sales ranging between 100,000 and 320,000 metric tons, plus up to 40,000 MT of soyoil sales.

China plans to auction off another 18.4 million bushels of its imported soybean reserves on June 10, according to the country's National Grain Trade Center. The sale is meant to boost local supplies, and similar sales have routinely been conducted throughout 2022.

### South African Futures Exchange

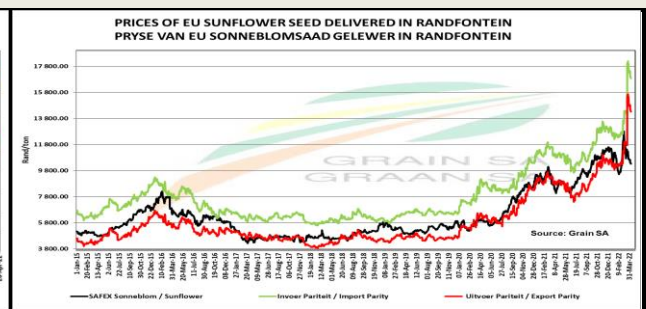
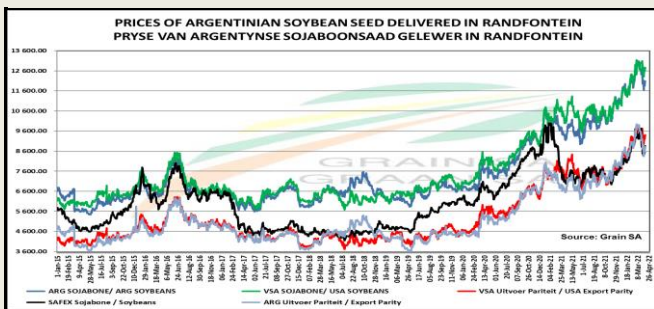
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Jul 2022	R 9 108.00	23%	R -4 575.02	R 4 532.98
Sep 2022	R 9 220.00	19%	R 106.31	R 9 326.31
Dec 2022	R 9 348.00	18.5%		R 9 348.00
Mar 2023	R 9 070.00	0%		R 9 070.00
May 2023	R 8 300.00	18%		R 8 300.00
Jul 2023				
Sep 2023				

Sunflower Seeds Future		
	MTM	Vols
Jul 2022	R 10 935.00	24.5%
Sep 2022	R 11 123.00	0%
Dec 2022	R 11 278.00	24%
Mar 2023	R 10 815.00	0%
May 2023		
Jul 2023		
Sep 2023		



The local Soya market traded mixed yesterday. The Jun'22 Soya contract ended R57.00 up while Jul'22 Soya closed R59.00 lower. The parity move for the Jun'22 Soya contract for yesterday was unchanged.

The local Suns market closed higher yesterday. The Jun'22 Suns contract closed R35.00 up and Jul'22 Suns closed R32.00 higher.



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