



# **Fundamental Report**

## **16 August 2022**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	16.3548	16.4209	0.0661	0.40%
Euro/Rand	16.6725	16.6876	0.0151	0.09%
GBPound/Rand	19.7165	19.7769	0.0604	0.31%
AusDollar/Rand	11.5040	11.5258	0.0218	0.19%
Euro/USDollar	1.0197	1.0161	-0.0036	-0.35%
GBPound/USDollar	1.2064	1.2044	-0.0020	-0.17%
AusDollar/USDollar	0.7034	0.7019	-0.0015	-0.21%
JpyYen/USDollar	133.4200	133.3700	-0.0500	-0.04%

BDLive - The rand fell the most in almost two weeks, weakening along with other emerging-market currencies as investors assessed weak Chinese data and a surprise interest rate cut from its central bank.

China's economic recovery weakened in July as new Covid-19 outbreaks across the country weighed on consumer and business spending, clouding the growth outlook further.

The country's government reported industrial production and retail sales growth below analysts' expectations. Investment in manufacturing slowed down, while a decline in real estate investment accelerated.

"The rand's weakness is somewhat influenced by international data releases, with weakness from China's economy apparent in July on the effect of its zero-Covid policy restrictions," said Investec chief economist Annabel Bishop.



### Commodities

	Last	Value Change	% Change
Platinum	933.28	0.15	0.02%
Gold	1781.27	2.36	0.13%
Silver	20.21	-0.04	-0.22%
Copper	3.63	0.01	0.21%
Gasoil	1017.50	-4.50	-0.44%
Brent Oil	94.23	-0.87	-0.92%

BDLive - Bengaluru — Gold prices slipped on Monday, weighed down by a rebound in the US dollar and expectations of further interest rate hikes from the Federal Reserve to tame high inflation.

Spot gold was down 0.4% at \$1,794.78 per ounce at 5.52am, after rising about 1.6% last week. US gold futures fell 0.3% to \$1,810. The dollar erased earlier losses to gain 0.1% against its rivals, making gold more expensive for buyers holding other currencies.

"Gold looks like in some consolidation here for a week or two before resuming the upward march towards \$2,000 yet again. There may be even some who will feel the need to take profits to offset property portfolio weakness," said Clifford Bennett, chief economist at ACY Securities. "Gold is likely to be supported around \$1,785. A slip to \$1,760 cannot be ruled out, but this would represent fantastic long-term buying opportunity."



### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	64021.60	0.00	0.00%
ALSI	64083.00	0.00	0.00%
S&P 500	4280.15	16.99	0.40%
FTSE	7500.89	8.26	0.11%
CAC	6569.95	0.00	0.00%
DAX	13816.61	0.00	0.00%
Hang Seng	20040.86	9.51	0.05%



DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limited is provided to you for information purposes only. GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRI consider to be reliable. GROCAPITAL AND AFGRI do not make any representations or give any guarantees or warranties, expressed or implied, as to the correctness, accuracy or completeness of the report. Neither GROCAPITAL AND AFGRI, nor any of their respective officers, directors, partners or employees, shall assume any liability for any losses arising from errors or omissions in the opinions, forecasts or information, irrespective of whether there has been any negligence by GroCapital and AFGRI, their affiliate, or their respective officers, directors, partners or employees, regardless of whether such damages were foreseen or unforeseen. The information contained in this report is confidential and may be subject to legal privilege. This report is not intended to not should it be taken to create any legal relations or contractual relations.

## 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
SEP 2022	623.50	626.75	The record	3.25	627.00	0.25	3.50
DEC 2022	626.25	628.25	The record	2.00	628.25	0.00	2.00
MAR 2023	632.50	635.75	The record	3.25	635.75	0.00	3.25
MAY 2023	639.75	638.75	The record	-1.00	638.25	-0.50	-1.50
JUL 2023	638.00	637.00	The record	-1.00	637.75	0.75	-0.25

FarmProgress - Corn prices tilted 2% lower on Monday after worries over Chinese demand prompted a broad commodity selloff today. Traders shrugged off expectations that crop quality will take a two-point hit when USDA shows new data later this afternoon, but come back to see how the numbers might affect prices tomorrow. September futures dropped 13.5 cents to \$6.2625, with December futures down 15.25 cents to \$6.27.

Corn basis bids were mixed but mostly lower across the central U.S. on Monday – especially after dropping 5 to 15 cents lower at four interior river terminals. An Iowa processor bucked the overall trend after firming 5 cents higher today.

Corn export inspections reached 21.2 million bushels last week. That was on the very low end of trade guesses, which ranged between 18.7 million and 31.5 million bushels. Cumulative totals for the 2021/22 marketing year are still significantly below last year's pace, with 2.090 billion bushels. China, Mexico, Panama, Honduras and Trinidad were the top five destinations.

Ahead of this afternoon's crop progress report from USDA, analysts expect the agency to lower corn quality another two points, with 56% rated in good-to-excellent condition through August 14. Individual trade guesses ranged between 55% and 57%.

Does it pay to second-guess the USDA? August WASDE estimates are usually close to final results, but they're not perfect, according to grain market analyst Bryce Knorr, who offers five additional ways to estimate yields in today's Ag Marketing IQ blog – click here to learn more.

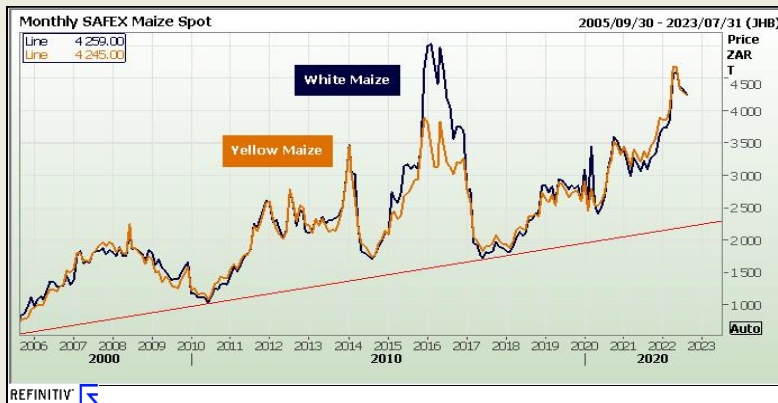
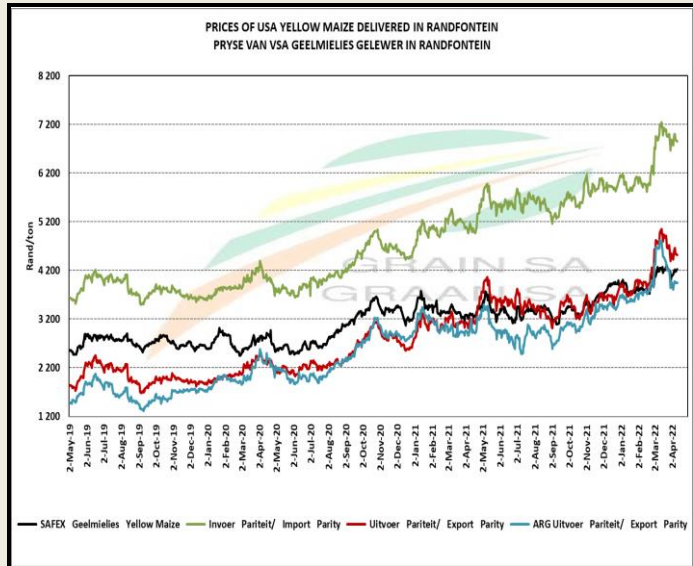


REFINITIV

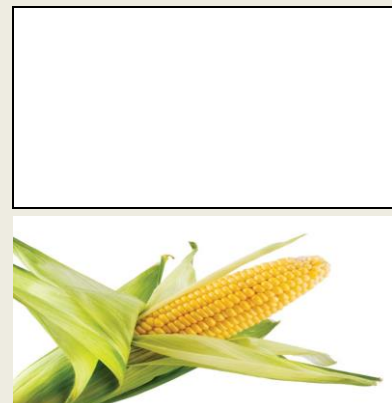
### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Jul 2022				
Sep 2022	R 4 286.00	27%	R 38.85	R 4 324.85
Dec 2022	R 4 354.00	21.75%	R 29.23	R 4 383.23
Mar 2023	R 4 348.00	23.75%	R 37.47	R 4 385.47
May 2023	R 4 069.00	13.5%	R 6.95	R 4 075.95
Jul 2023	R 4 030.00	22.5%	R 14.99	R 4 044.99
Sep 2023				
<b>Yellow Maize Future</b>				
Jul 2022				
Sep 2022	R 4 280.00	24.75%	R 38.85	R 4 318.85
Dec 2022	R 4 360.00	21.75%	R 29.23	R 4 389.23
Mar 2023	R 4 357.00	21.25%	R 37.47	R 4 394.47
May 2023	R 4 070.00	22%	R 6.95	R 4 076.95
Jul 2023	R 4 062.00	19.5%	R 14.99	R 4 076.99
Sep 2023				

The local Maize market traded mixed yesterday. The Aug'22 WMAZ contract ended R18.00 down while Aug'22 YMAZ closed R11.00 higher. The Sep'22 WMAZ closed lower by R14.00 while Sep'22 YMAZ ended R9.00 up. The parity move for the Aug'22 Maize contract for yesterday was R39.00 positive.



REFINITIV

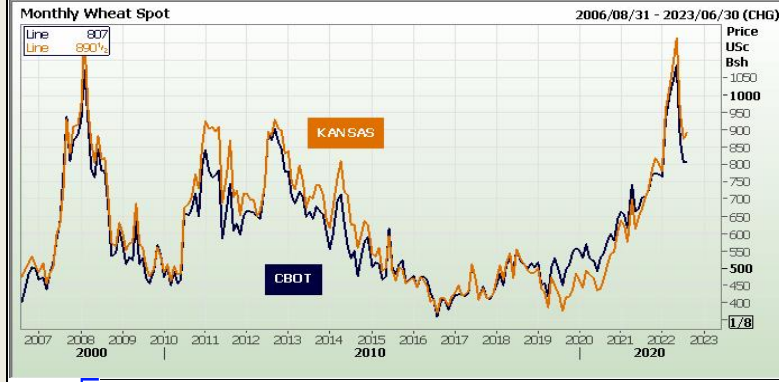


DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limitedis provided to you for information purposes only.GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRI consider to be reliable.GROCAPITAL AND AFGRI do not make any representations or give any guarantees or warranties, expressed or implied, as to the correctness, accuracy or completeness of the report.Neither GROCAPITAL AND AFGRI, nor any of their respective officers, directors, partners or employees, shall assume any liability for any losses arising from errors or omissions in the opinions, forecasts or information, irrespective of whether there has been any negligence by GroCapital and AFGRI, their affiliate, or their respective officers, directors, partners or employees, regardless of whether such damages were foreseen or unforeseen. The information contained in this report is confidential and may be subject to legal privilege. This report is not intended to not should it be taken to create any legal relations or contractual relations.

## Wheat Market

### Chicago Board of Trade and Kansas Board of Trade

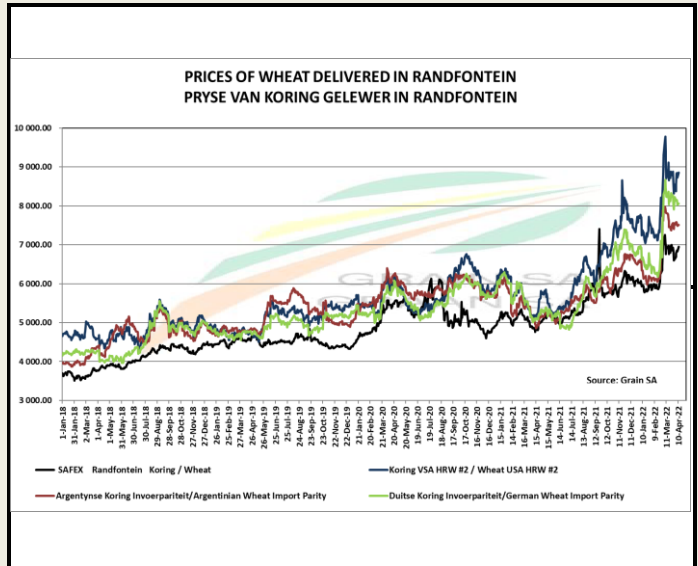
CBOT Wheat								KBOT Wheat							
Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm	Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
SEP 2022	785.25	800.75	The record c	15.50	807.00	6.25	21.75	SEP 2012	879.25	882.75	The record	3.50	890.50	7.75	11.25
DEC 2022	802.50	817.75	The record c	15.25	823.50	5.75	21.00	DEC 2012	869.25	885.00	The record	15.75	889.50	4.50	20.25
MAR 2023	816.50	831.50	The record c	15.00	838.00	6.50	21.50	MAR 2013	751.00	887.25	The record	136.25	892.25	5.00	141.25
MAY 2023	838.50	840.75	The record c	2.25	846.00	5.25	7.50	MAY 2013	1054.50	889.00	The record	-165.50	895.50	6.50	-159.00
JUL 2023	952.00	839.75	The record c	-112.25	529.00	-310.75	-423.00	JUL 2013	1018.00	881.75	The record	-136.25	886.25	4.50	-131.75



FarmProgress - Wheat prices followed a broad set of other commodities lower on Monday. MGEX spring wheat contracts showed the most downside, with harvest pressure for that crop also getting folded into the mix, but winter wheat prices were also in the red today. September Chicago SRW futures dropped 6.75 cents to \$7.9925, September Kansas City HRW futures fell 8.75 cents to \$8.8050, and September MGEX spring wheat futures faded 12 cents lower to \$9.0750. Wheat export inspections fell from 23.4 million bushels a week ago down to 13.7 million bushels. That was also toward the lower end of trade estimates, which ranged between 9.2 million and 24.8 million bushels. Cumulative totals for the 2022/23 marketing year are moderately below last year's pace so far, with 142.7 million bushels. Mexico, the Philippines, Brazil, Japan and Portugal were the top five destinations. Ahead of this afternoon's crop progress report from USDA, analysts expect to see spring wheat quality erode a point lower, with 63% rated in good-to-excellent condition through August 14. Analysts think spring wheat harvest will move from 9% a week ago to 22%, with winter wheat harvest moving from 86% last week to 92%.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Jul 2022				
Sep 2022	R 7 026.00	20.5%	R 150.30	R 7 176.30
Dec 2022	R 6 854.00	18.5%	R 146.20	R 7 000.20
Mar 2023	R 6 960.00	0%	R 149.55	R 7 109.55
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 mixed yesterday. The Aug'22 Wheat contract closed unchanged while Sep'22 Wheat closed R34.00 lower. The parity move for the Aug'22 Wheat contract for yesterday was R151.00 positive.



DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limited is provided to you for information purposes only. GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRI consider to be reliable. GROCAPITAL AND AFGRI do not make any representations or give any guarantees or warranties, expressed or implied, as to the correctness, accuracy or completeness of the report. Neither GROCAPITAL AND AFGRI, nor any affiliate, nor any of their respective officers, directors, partners or employees, shall assume any liability for any losses arising from errors or omissions in the opinions, forecasts or information, irrespective of whether there has been any negligence by GroCapital and AFGRI, their affiliate, or their respective officers, directors, partners or employees, regardless of whether such damages were foreseen or unforeseen. The information contained in this report is confidential and may be subject to legal privilege. This report is not intended to not should it be taken to create any legal relations or contractual relations.

## 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
SEP 2022	1234.75	1494.00	The record	259.25	902.00	-592.00
NOV 2022	1413.25	1412.25	The record	-1.00	1410.25	-2.00
JAN 2023	1447.50	1419.00	The record	-28.50	1418.25	-0.75
MAR 2023	1452.00	1420.00	The record	-32.00	1419.75	-0.25
MAY 2023	1269.75	1421.50	The record	151.75	1420.00	-1.50

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
SEP 2012	452.2	452.90
OCT 2012	410.6	410.70
DEC 2012	405.1	405.00
JAN 2013	400.9	400.50
MAR 2013	392.3	391.60

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
SEP 2012	68.94	69.08
OCT 2012	67.44	67.70
DEC 2012	66.99	67.17
JAN 2013	66.54	66.80
MAR 2013	65.89	65.95



FarmProgress - Soybean prices showed a lot of bearish sensitivity to the fact that the People's Bank of China lowered interest rates after some weaker-than-expected economic data, which some read as a warning sign of a possible global recession. September futures dropped 41.25 cents to \$14.9375, with November futures down 43.5 cents to \$14.1075.

Soybean basis bids were steady to weak after tumbling 10 to 55 cents lower across four Midwestern locations on Monday.

Soybean export inspections trended moderately lower week-over-week to 27.4 million bushels. That was still good enough to reach the upper level of trade estimates, which ranged between 11.0 million and 31.2 million bushels. Cumulative totals for the 2021/22 marketing year are gaining ground on last year's pace but still remain modestly behind year-ago totals, with 2.031 billion bushels. China, Mexico, Germany, South Korea and Italy were the top five destinations.

Prior to this afternoon's crop progress report from USDA, analysts think the agency will show soybean conditions sliding a point lower, with 58% rated in good-to-excellent condition through Sunday. Individual trade guesses ranged between 57% and 58%.

### South African Futures Exchange

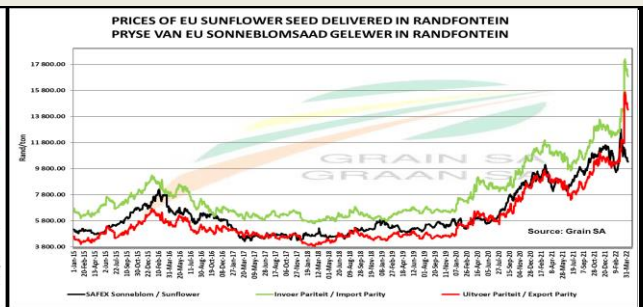
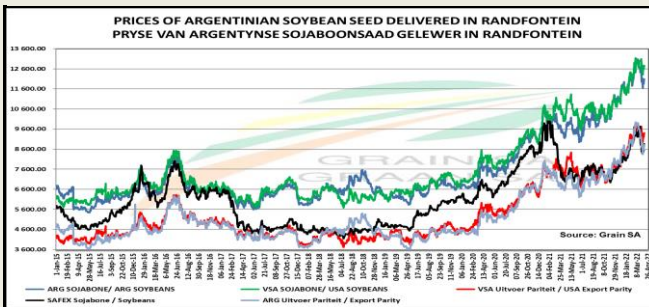
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Jul 2022				
Sep 2022	R 8 836.00	21%	R -1 977.71	R 6 858.29
Dec 2022	R 8 975.00	21%		R 8 975.00
Mar 2023	R 8 878.00	0%	R -159.32	R 8 718.68
May 2023	R 8 330.00	21%	R 937.39	R 9 267.39
Jul 2023				
Sep 2023				

Sunflower Seeds Future		
	MTM	Vols
Jul 2022		
Sep 2022	R 10 636.00	23.5%
Dec 2022	R 10 778.00	24%
Mar 2023	R 10 496.00	0%
May 2023	R 9 800.00	0%
Jul 2023		
Sep 2023		



The local Soya market traded lower yesterday. The Aug'22 Soya contract ended R37.00 down and Sep'22 Soya closed R44.00 lower. The parity move for the Aug'22 Soya contract for yesterday was R44.00 negative.

The local Suns market closed higher yesterday. The Aug'22 Suns contract closed R121.00 up and Sep'22 Suns closed R129.00 higher.



DISCLAIMER: This report has been prepared by GroCapital Financial Services Pty Ltd, a wholly owned subsidiary of AFGRI Operations Limited is provided to you for information purposes only. GROCAPITAL AND AFGRI hereby certify that the views expressed in this report were obtained from sources which GROCAPITAL AND AFGRI consider to be reliable. GROCAPITAL AND AFGRI do not make any representations or give any guarantees or warranties, expressed or implied, as to the correctness, accuracy or completeness of the report. Neither GROCAPITAL AND AFGRI, nor any affiliate, nor any of their respective officers, directors, partners or employees, shall assume any liability for any losses arising from errors or omissions in the opinions, forecasts or information, irrespective of whether there has been any negligence by GroCapital and AFGRI, their affiliate, or their respective officers, directors, partners or employees, regardless of whether such damages were foreseen or unforeseen. The information contained in this report is confidential and may be subject to legal privilege. This report is not intended to not should it be taken to create any legal relations or contractual relations.