



# **Fundamental Report**

## **31 August 2022**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	16.9298	16.9192	-0.0106	-0.06%
Euro/Rand	16.8657	16.9814	0.1157	0.69%
GBPound/Rand	19.7794	19.7591	-0.0203	-0.10%
AusDollar/Rand	11.6121	11.6387	0.0266	0.23%
Euro/USDollar	0.9962	1.0034	0.0072	0.72%
GBPound/USDollar	1.1685	1.1679	-0.0006	-0.05%
AusDollar/USDollar	0.6859	0.6879	0.0020	0.29%
JpyYen/USDollar	138.5900	138.5100	-0.0800	-0.06%

BDLive - The JSE reversed course to close sharply lower on Tuesday — its third straight day of losses, as global concerns about higher interest rates and possible recession continue to dominate sentiment globally. The all share index slumped 1.89% to close at 67,900.48 points — marking its lowest level in just over a month — dragged down by the main gauge of top resource shares, which tumbled 3.56% on weaker metal prices.

Banks and insurance stocks were also sharply weaker, as were listed properties and big industrial firms. However, there were patches of strength in some of the domestically orientated stocks such as Sun International, Cashbuild and Italtile.

Markets appeared to be stabilising earlier in the day after two consecutive sessions of selling that followed a commitment by the US Federal Reserve chair Jerome Powell, in comments delivered at the Jackson Hole Symposium on Friday, to continue hiking interest rates as the central bank seeks to bring record inflation under control.



### Commodities

	Last	Value Change	% Change
Platinum	852.30	4.79	0.56%
Gold	1724.59	1.04	0.06%
Silver	18.48	-0.01	-0.05%
Copper	3.58	0.03	0.77%
Gasoil	1145.50	23.50	2.05%
Brent Oil	100.01	0.70	0.70%

BDLive - Bengaluru — Gold slipped on Tuesday as the dollar strengthened, while prospects of elevated US interest rates for a longer period also weighed on the non-yielding bullion's appeal.

Spot gold fell 0.2% to \$1,734.59 an ounce by 4am GMT, having hit a one-month low of \$1,719.56 in the previous session. US gold futures dipped 0.1% to \$1,747.60.

The dollar index rose 0.1%, after easing off a two-decade peak hit on Monday. Gold will continue to be driven by sentiment in the dollar in the short term, said Stephen Innes, managing partner at SPI Asset Management.

"The market's in a wait-and-see mode to see how the economic data plays out and if it starts to get bad in the US I think that's going to encourage the gold bulls to come back into the fray again," Innes said.



### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	61321.55	0.00	0.00%
ALSI	61151.00	0.00	0.00%
S&P 500	4030.61	-44.45	-1.10%
FTSE	7427.31	-65.68	-0.88%
CAC	6210.22	0.00	0.00%
DAX	12961.14	0.00	0.00%
Hang Seng	19949.03	-78.03	-0.39%



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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
SEP 2022	670.75	679.75	The record	9.00	680.50	0.75	9.75
DEC 2022	670.50	677.25	The record	6.75	677.00	-0.25	6.50
MAR 2023	675.75	683.25	The record	7.50	682.75	-0.50	7.00
MAY 2023	662.75	684.50	The record	21.75	683.75	-0.75	21.00
JUL 2023	651.50	679.75	The record	28.25	680.25	0.50	28.75

FarmProgress - Corn prices suffered a moderate setback following a round of technical selling and profit-taking on Tuesday. September futures dropped 2.25 cents to \$6.8150, with December futures down 4.5 cents to \$6.7850.

Corn basis bids were mostly steady across the central U.S. on Tuesday but did tilt 7 cents lower at an Illinois river terminal today.

On Monday afternoon, USDA reported a one-point decline in corn quality through August 28, with 54% of the crop rated in good-to-excellent condition. Another 27% was rated fair (unchanged from last week), with the remaining 19% rated poor or very poor (up a point from last week). Physiologically, 86% has reached the dough stage, 46% is now dented, and 8% is fully mature. All three categories are progressing slower than the prior five-year average.

Yesterday, USDA also issued a statement that it would not release additional weekly export sales data until further notice. Last week, the agency botched its attempt to upgrade to a new reporting system called ESRMS 2.0. There's currently no timetable on when export sales data will start to be released again.

South Africa's Crop Estimates Committee released new data on the country's 2022 corn crop, including a projected production total of 590.7 million bushels. That would be a year-over-year decline of 8%, if realized. South Africa is the continent's No. 1 corn producer.

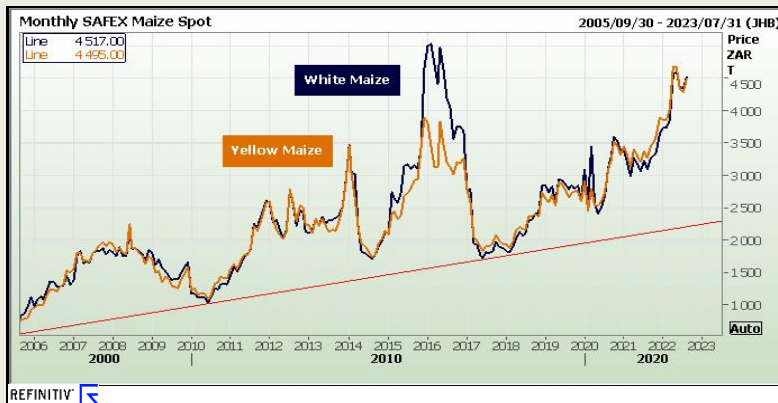
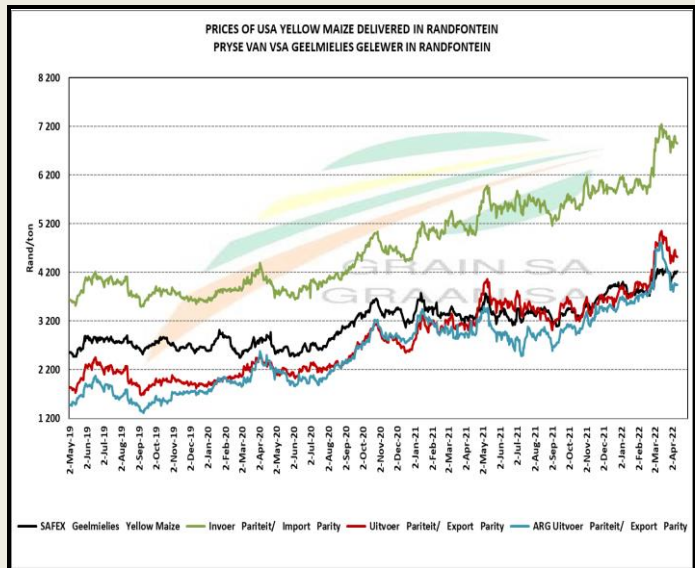


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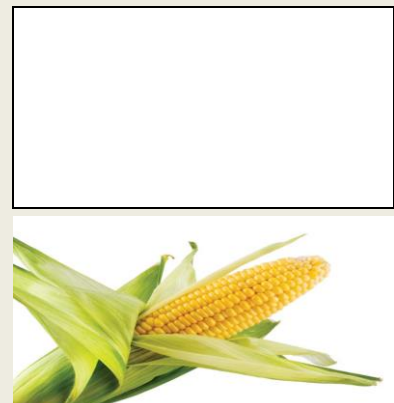
### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Jul 2022				
Sep 2022	R 4 517.00	27%	R 62.14	R 4 579.14
Dec 2022	R 4 597.00	23.5%	R 40.50	R 4 637.50
Mar 2023	R 4 594.00	23.75%	R 43.81	R 4 637.81
May 2023	R 4 340.00	13.5%	R 137.11	R 4 477.11
Jul 2023	R 4 342.00	22.5%	R 188.78	R 4 530.78
Sep 2023				
<b>Yellow Maize Future</b>				
Jul 2022				
Sep 2022	R 4 495.00	24.75%	R 62.14	R 4 557.14
Dec 2022	R 4 610.00	21.5%	R 40.50	R 4 650.50
Mar 2023	R 4 609.00	21.25%	R 43.81	R 4 652.81
May 2023	R 4 345.00	22%	R 137.11	R 4 482.11
Jul 2023	R 4 337.00	19.5%	R 188.78	R 4 525.78
Sep 2023				

The local Maize market traded lower yesterday. The Sep'22 WMAZ contract ended R31.00 down and Sep'22 YMAZ closed R23.00 lower. The Dec'22 WMAZ closed lower by R32.00 and Dec'22 YMAZ ended R23.00 down. The parity move for the Sep'22 Maize contract for yesterday was R70.00 positive.



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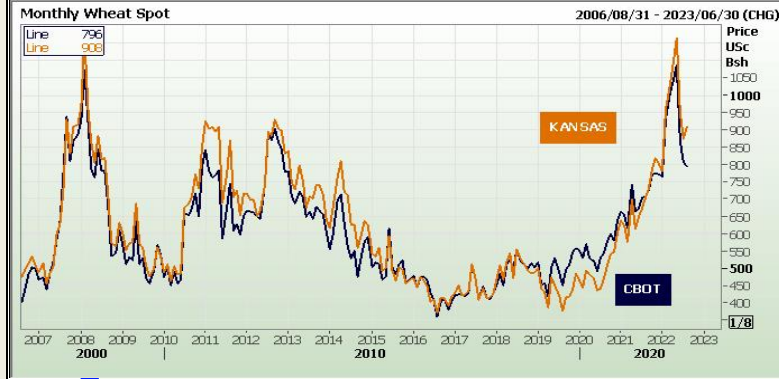


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## Wheat Market

### 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
SEP 2022	782.50	798.25	The record c	15.75	796.00	-2.25	13.50	SEP 2012	842.00	908.75	The record	66.75	908.00	-0.75	66.00
DEC 2022	799.00	820.25	The record c	21.25	819.00	-1.25	20.00	DEC 2012	869.25	897.75	The record	28.50	898.50	0.75	29.25
MAR 2023	815.25	836.25	The record c	21.00	835.50	-0.75	20.25	MAR 2013	874.50	898.50	The record	24.00	895.25	-3.25	20.75
MAY 2023	838.50	845.00	The record c	6.50	843.25	-1.75	4.75	MAY 2013	1054.50	898.25	The record	-156.25	0.00	-898.25	-1 054.50
JUL 2023	845.00	846.75	The record c	1.75	529.00	-317.75	-316.00	JUL 2013	1018.00	888.25	The record	-129.75	885.50	-2.75	-132.50



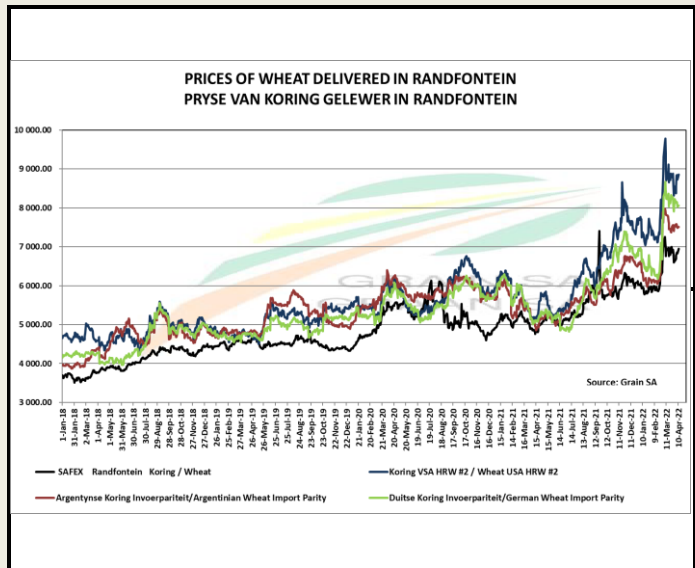
FarmProgress - Wheat prices largely faced double-digit losses on some profit-taking and growing concerns of a possible global economic slowdown, which sent a broad set of commodities scattering lower today. December Chicago SRW futures lost 22.75 cents to \$8.20, December Kansas City HRW futures dropped 15 cents to \$8.9750, and December MGEX spring wheat futures fell 15.75 cents to \$9.1750.

Analysts were expecting to see stable spring wheat ratings in yesterday's crop progress report, but USDA surprisingly moved them four points higher, with 68% of the crop now rated in good-to-excellent condition. Another 26% is rated fair (down two points from last week), with the remaining 6% rated poor or very poor (down two points from last week). Harvest has reached the halfway mark, up from 33% a week ago, but much slower than 2021's pace of 86% and the prior five-year average of 71%.

French consultancy Agritel increased its estimates for soft wheat production this season to 1.236 billion bushels. In contrast, Agritel said it is expecting the smallest corn crop of the 21st century, with just 425.2 million bushels after battling widespread drought and multiple heatwaves this summer.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Jul 2022				
Sep 2022	R 6 891.00	20.5%	R 80.88	R 6 971.88
Dec 2022	R 6 981.00	16%	R 121.22	R 7 102.22
Mar 2023	R 7 099.00	0%	R 122.71	R 7 221.71
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 higher yesterday. The Sep'22 Wheat contract closed R49.00 up and Dec'22 Wheat closed R86.00 higher. The parity move for the Sep'22 Wheat contract for yesterday was R85.00 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	Overnight Change from 12pm
SEP 2022	1547.00	1513.00	The record	-34.00	902.00	-611.00	-645.00
NOV 2022	1443.00	1432.50	The record	-10.50	1431.25	-1.25	-11.75
JAN 2023	1448.00	1437.50	The record	-10.50	1435.75	-1.75	-12.25
MAR 2023	1448.00	1439.25	The record	-8.75	1436.50	-2.75	-11.50
MAY 2023	1479.25	1440.50	The record	-38.75	1437.25	-3.25	-42.00

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
SEP 2012	462.4	459.00
OCT 2012	429.8	428.20
DEC 2012	424.5	422.70
JAN 2013	418.9	417.00
MAR 2013	409.8	407.00

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
SEP 2012	70.79	71.83
OCT 2012	67.69	68.29
DEC 2012	66.35	66.91
JAN 2013	65.52	66.03
MAR 2013	64.61	65.03



FarmProgress - Soybean prices followed a broad set of other commodities lower and finished Tuesday's choppy session with variable losses after a round of technical selling. September futures lost 23.75 cents to \$15.11, while November futures eased 3.5 cents to \$14.3425.

Soybean basis bids fell 10 cents lower at two Midwest processors and firmed 12 cents at an Illinois river terminal while holding steady elsewhere across the central U.S. on Tuesday.

Private exporters announced to USDA the sale of 9.7 million bushels of soybeans for delivery to unknown destinations during the 2022/23 marketing year, which begins September 1.

Yesterday afternoon, USDA showed soybean quality ratings holding mostly steady for the week ending August 28, with 57% of the crop in good-to-excellent condition (although the G/E split shifted from 47/10 to 46/11). Another 30% is rated fair (unchanged from last week), with the remaining 13% rated poor or very poor (also unchanged from last week). Ninety-one percent of the crop is now setting pods, versus the prior five-year average of 92%. And 4% is now dropping leaves, versus the prior five-year average of 7%.

### South African Futures Exchange

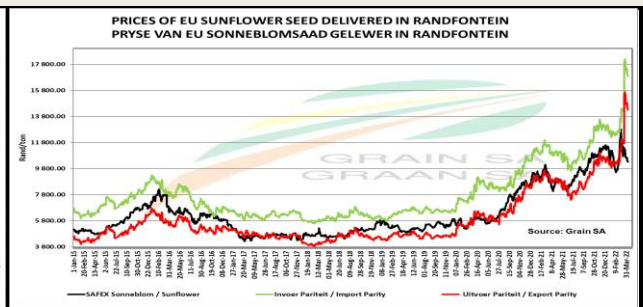
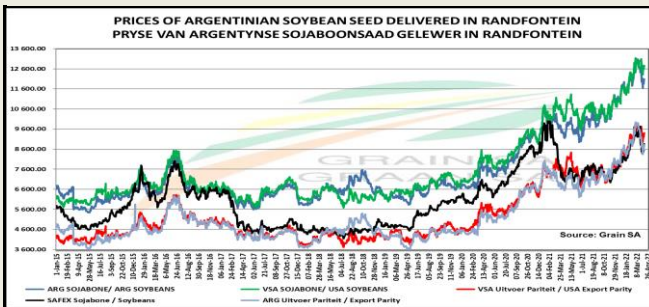
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Jul 2022				
Sep 2022	R 8 912.00	21%	R -4 015.82	R 4 896.18
Dec 2022	R 9 056.00	21%		R 9 056.00
Mar 2023	R 8 900.00	18.5%	R -77.13	R 8 822.87
May 2023	R 8 418.00	21%	R -266.86	R 8 151.14
Jul 2023				
Sep 2023				

Sunflower Seeds Future		
	MTM	Vols
Jul 2022		
Sep 2022	R 11 169.00	23.5%
Dec 2022	R 11 298.00	23.5%
Mar 2023	R 10 970.00	0%
May 2023	R 10 300.00	0%
Jul 2023		
Sep 2023		



The local Soya market traded lower yesterday. The Sep'22 Soya contract ended R207.00 down and Dec'22 Soya closed R194.00 lower. The parity move for the Sep'22 Soya contract for yesterday was R90.00 positive.

The local Suns market closed lower yesterday. The Sep'22 Suns contract closed R123.00 down and Dec'22 Suns closed R119.00 lower.



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