



# **Fundamental Report**

## **24 November 2022**

## Financial Markets

### Financials

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	17.2157	16.9300	-0.2857	-1.66%
Euro/Rand	17.7795	17.6680	-0.1115	-0.63%
GBPound/Rand	20.5145	20.4623	-0.0522	-0.25%
AusDollar/Rand	11.4519	11.4413	-0.0106	-0.09%
Euro/USDollar	1.0323	1.0432	0.0109	1.06%
GBPound/USDollar	1.1918	1.2090	0.0172	1.44%
AusDollar/USDollar	0.6652	0.6759	0.0107	1.61%
JpyYen/USDollar	141.3400	138.7100	-2.6300	-1.86%

BDLive - The rand firmed after worse-than-expected inflation data on Wednesday, while the JSE tracked firmer global markets as investors focused on the pending publication of the minutes of the Federal Reserve's most recent policy meeting.

Local consumer inflation accelerated to an annual rate of 7.6% in October, up from 7.5% in September and above the Thomson Reuters consensus of 7.4%, adding to expectations the Reserve Bank will increase rates further at the conclusion of its Monetary Policy Committee meeting on Thursday. Core CPI, which excludes food, non-alcoholic beverages and fuel and energy costs, rose 5% year on year in October from 4.7% in September.

"The SARB discussed a 100 basis-point hike at the last MPC meeting, but instead hiked by 75 bps, though it may choose to deliver the 100 bps increase at its interest rate decision tomorrow [Thursday] ... given the deterioration in the inflation figures," said Investec chief economist Annabel Bishop.



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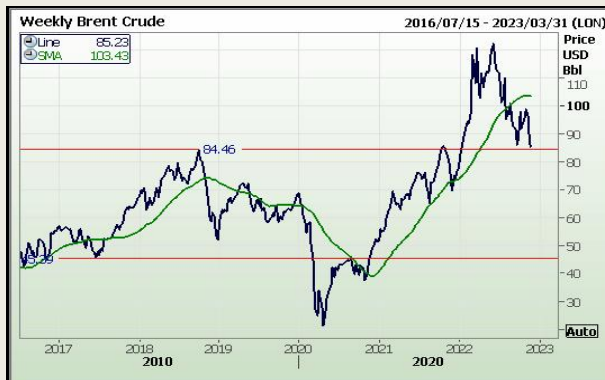
### Commodities

	Last	Value Change	% Change
Platinum	997.40	1.08	0.11%
Gold	1755.85	6.57	0.37%
Silver	21.59	0.08	0.36%
Copper	3.66	0.04	1.05%
Gasoil	916.25	-10.00	-1.09%
Brent Oil	85.23	-0.18	-0.21%

BDLive - Bengaluru — Gold prices bounced above the key \$1,750 an ounce level on Thursday, consolidating gains after minutes of the US Federal Reserve's latest meeting signalled slower interest-rate hikes.

Spot gold rose 0.4% to \$1,755.73 per ounce by 3.21am GMT. US gold futures advanced 0.6% to \$1,755.90.

Lower rates tend to lift the appeal for bullion in comparison with other interest-bearing assets. High interest rates have kept a leash on gold's traditional status as a hedge against high inflation and other uncertainties this year as they translate into higher opportunity cost to hold the non-yielding asset.



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### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	66521.48	0.00	0.00%
ALSI	66860.00	0.00	0.00%
S&P 500	Access Den	Access Den	
FTSE	7452.84	12.40	0.17%
CAC	6679.09	0.00	0.00%
DAX	14427.59	0.00	0.00%
Hang Seng	17523.81	82.32	0.47%



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## Corn / Maize Market

### Chicago Board of Trade

Month	Yesterday 12pm	Main Session Close	Main Session Change from 12pm
DEC 2022	660.50	663.25	2.75
MAR 2023	662.75	666.25	3.50
MAY 2023	661.75	665.50	3.75
JUL 2023	656.75	660.00	3.25
SEP 2023	618.25	620.50	2.25

Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
0.00	-663.25	-660.50
0.00	-666.25	-662.75
0.00	-665.50	-661.75
0.00	-660.00	-656.75
0.00	-620.50	-618.25

FarmProgress - Corn prices rose \$0.01-\$0.07/bushel today on a smaller Ukrainian grain harvest. Volumes were thin today and the financial markets closed on a high note, both of which helped support the day's gains. Markets are prepping for this week's Export Sales report from USDA, which will be released on Friday morning due to the Thanksgiving holiday tomorrow. Weekly corn export sales are forecast between 66.9 million – 98.4 million bushels for 2022/23 sales and 24.6 million – 61.5 million bushels for 2023/24 sales following several substantial corn export purchase orders booked by Mexico over the November 11-17 reporting week.

Monday's Export Inspections report from USDA saw an 8% weekly decline in corn volumes inspected for export – a total of 19.5 million bushels, which could limit some of the optimism coming from the sales side of USDA's weekly report.

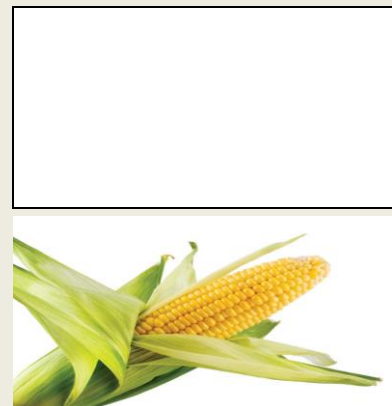
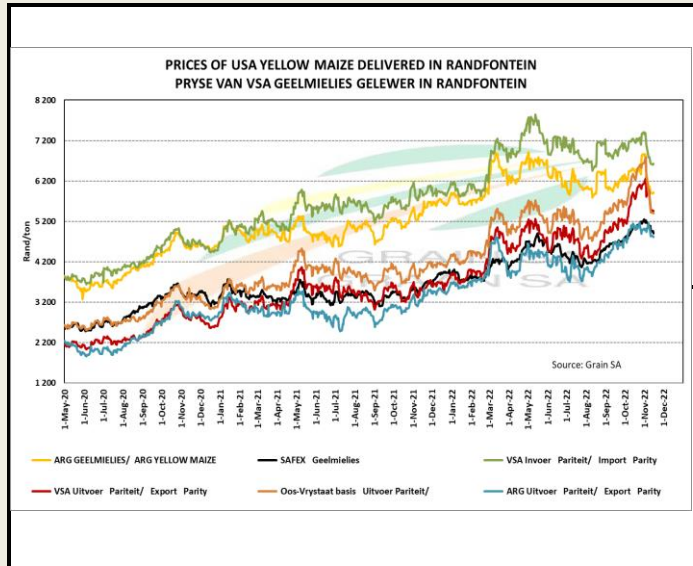
Cash offerings for corn were mixed today as markets prepared for the Thanksgiving holiday. Basis rose at an Ohio elevator and Indiana ethanol plant though it eased slightly at an Eastern Iowa processor. Corn cash trends have not changed significantly during the week. If anything, basis has slightly strengthened at Midwestern ethanol plants this week as new farmer sales remain slow.



### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Dec 2022	R 5 310.00	20.5%	R -4 476.52	R 833.48
Mar 2023	R 5 299.00	23.5%	R -4 491.77	R 807.23
May 2023	R 4 815.00	13.5%	R -4 485.00	R 330.00
Jul 2023	R 4 695.00	22.5%	R -4 451.11	R 243.89
Sep 2023	R 4 775.00	22%	R -4 190.18	R 584.82
Dec 2023	R 4 867.00	22%		R 4 867.00
Mar 2024				
<b>Yellow Maize Future</b>				
Dec 2022	R 5 043.00	25%	R -4 476.52	R 566.48
Mar 2023	R 5 077.00	22%	R -4 491.77	R 585.23
May 2023	R 4 579.00	22%	R -4 485.00	R 94.00
Jul 2023	R 4 521.00	21%	R -4 451.11	R 69.89
Sep 2023	R 4 608.00	0%	R -4 190.18	R 417.82
Dec 2023	R 4 678.00	0%		R 4 678.00
Mar 2024				

The local Maize market traded lower yesterday. The Dec22 WMAZ contract ended R19.00 down and Dec22 YMAZ closed R36.00 lower. The Mar23 WMAZ closed lower by R19.00 and Mar23 YMAZ ended R30.00 down. The parity move for the Dec22 Maize contract for yesterday was R59.00 negative.

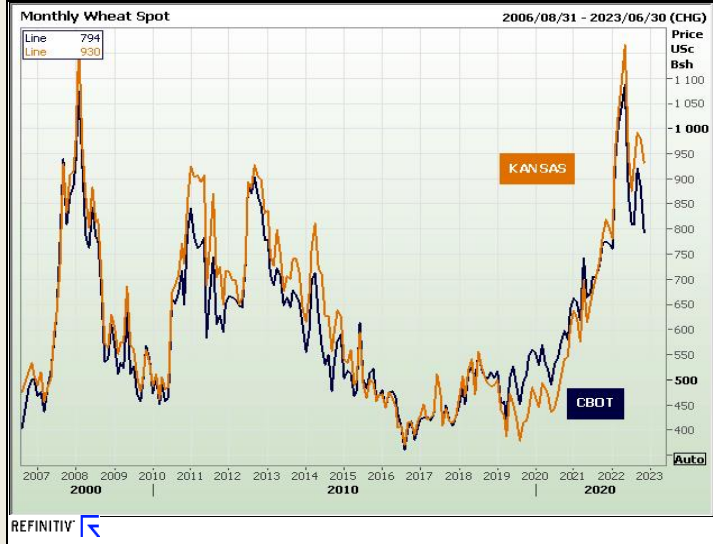


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## Wheat Market

### 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
DEC 2022	793.25	793.50	The record c	0.25	0.00	-793.50	-793.25	DEC 2012	934.00	930.25	The record	-3.75	0.00	-930.25	-934.00
MAR 2023	812.75	813.50	The record c	0.75	0.00	-813.50	-812.75	MAR 2013	913.50	919.75	The record	6.25	0.00	-919.75	-913.50
MAY 2023	821.75	823.25	The record c	1.50	0.00	-823.25	-821.75	MAY 2013	926.25	912.50	The record	-13.75	0.00	-912.50	-926.25
JUL 2023	823.50	825.75	The record c	2.25	0.00	-825.75	-823.50	JUL 2013	1054.50	902.00	The record	-152.50	0.00	-902.00	-1054.50
SEP 2023	857.00	831.50	The record c	-25.50	529.00	-302.50	-328.00	SEP 2013	1018.00	900.25	The record	-117.75	0.00	-900.25	-1018.00



FarmProgress - Wheat prices rose \$0.02-\$0.12/bushel primarily due to worries about Ukraine's grain harvest. A senior Ukrainian government official warned that this year's grain harvest could drop to 51 million metric tonnes (MMT). Last year, the country harvested 86MMT of grain – a significant portion of which remains in the country as the Russian war stalled Ukrainian ag exports for five months.

Ukrainian farmers have already harvested 76% of 2022 crops, though corn remains unharvested and the market incentives to finish harvest – as well as plant winter crops for the 2023 season – are drying up as the Russian invasion continues.

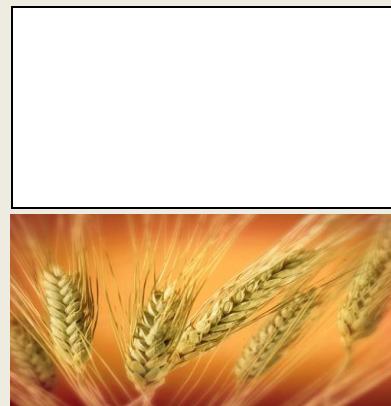
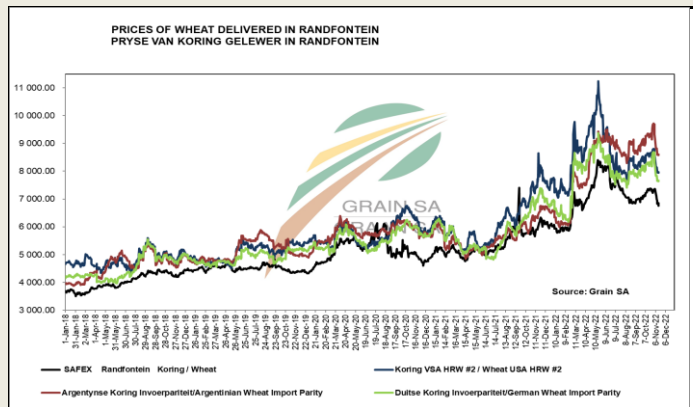
Wheat export sales expected for the November 11-17 reporting week in Friday morning's weekly report from USDA are forecast to range between 9.2 million – 22.0 million bushels for 2022/23 sales and up to 1.8 million bushels for 2023/24 sales.

Export inspection volumes for wheat from Monday's USDA report came in nearly two-thirds higher than the previous week at 10.3 million bushels, which is a positive sign for the U.S. wheat export market headed into Friday's trading session.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Dec 2022	R 6 738.00	15%	R -5 017.85	R 1 720.15
Mar 2023	R 6 878.00	19.5%	R -5 141.20	R 1 736.80
May 2023	R 6 941.00	18.5%	R -5 198.13	R 1 742.87
Jul 2023	R 6 993.00	0%	R -5 209.20	R 1 783.80
Sep 2023	R 6 993.00	0%	R -2 130.36	R 4 862.64
Dec 2023				
Mar 2024				

The local Wheat market closed lower yesterday. The Dec22 Wheat contract closed R52.00 down and Mar23 Wheat closed R51.00 lower. The parity move for the Dec22 Wheat contract for yesterday was R87.00 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
JAN 2023	1436.75	1436.00	The record	-0.75	902.00	-534.00
MAR 2023	1424.75	1442.00	The record	17.25	0.00	-1 442.00
MAY 2023	1435.00	1448.75	The record	13.75	0.00	-1 448.75
JUL 2023	1451.75	1451.00	The record	-0.75	0.00	-1 451.00
AUG 2023	1406.50	1434.25	The record	27.75	0.00	-1 434.25

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
DEC 2012	409.7	0.00
JAN 2013	407.4	0.00
MAR 2013	404	0.00
MAY 2013	400.9	0.00
JUL 2013	399.8	0.00

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
DEC 2012	74.91	0.00
JAN 2013	72.2	0.00
MAR 2013	70.42	0.00
MAY 2013	68.84	0.00
JUL 2013	67.46	0.00



FarmProgress - Soybean prices rose \$0.01-\$0.07/bushel in today's trading session due in large part to strength in the global edible oils market. But the U.S. market also received a boost from an export sale to China announced by USDA this morning. The day's gains are likely limited amid ongoing concern about China's demand prospects amid a recent uptick in COVID-19 cases and restrictions.

Weekly soybean export sales estimates expected on Friday morning range between 18.4 million – 62.5 million bushels for 2022/23 sales and up to 5.5 million bushels for 2023/24 sales based on pre-report analyst estimates. Export volumes are expected to edge higher from last week, if Monday's Export Inspections report is any indicator. The Monday report from USDA found 19% more soybeans had been inspected for export than the previous week. Through the week ending November 17, 85.6 million bushels of soybeans were inspected for export at U.S. terminals.

USDA released a daily flash export sale announcement this morning, which helped lift soybean prices out of the red following the early morning trading session. China reportedly ordered 4.0 million bushels of U.S. soybeans to be delivered during the 2022/23 marketing year.

New farmer sales of soybeans on the cash market today were slow despite the futures price uptick. Cash offerings for soybeans were largely unchanged as a result.

### South African Futures Exchange

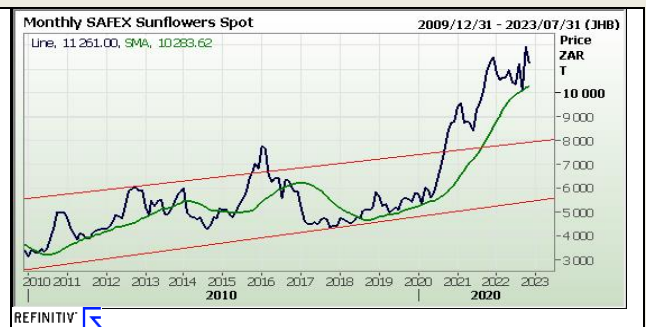
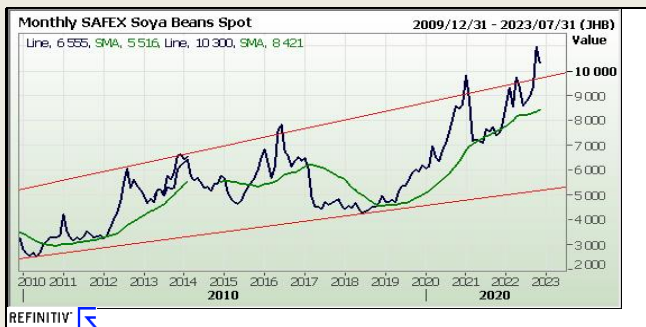
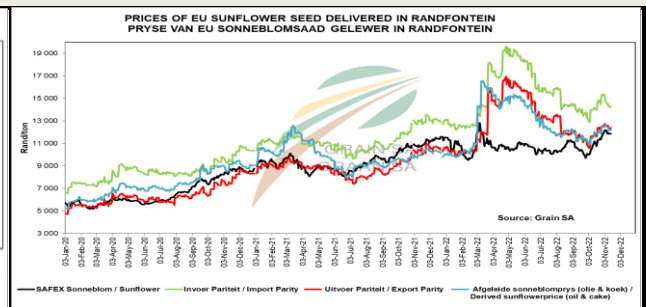
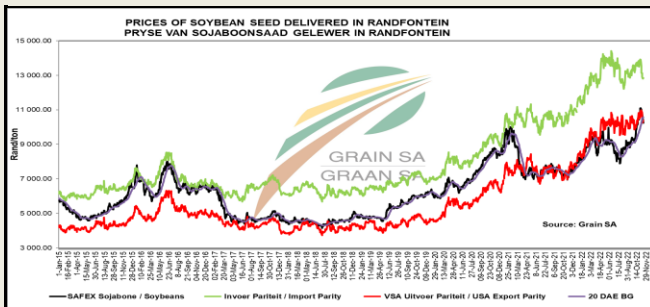
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Dec 2022	R 10 369.00	21%		R 10 369.00
Mar 2023	R 10 234.00	18.5%	R -9 012.52	R 1 221.48
May 2023	R 8 863.00	21%	R -9 077.36	R -214.36
Jul 2023	R 8 980.00	24%	R -9 183.31	R -203.31
Sep 2023	R 9 108.00	0%		R 9 108.00
Dec 2023	R 9 267.00	23%		R 9 267.00
Mar 2024				

Sunflower Seeds Future		
	MTM	Vols
Dec 2022	R 11 317.00	23.5%
Mar 2023	R 11 188.00	25%
May 2023	R 10 495.00	24%
Jul 2023	R 10 417.00	0%
Sep 2023		
Dec 2023		
Mar 2024		



The local Soya market traded yesterday. The Dec22 Soya contract ended R16.00 up and Mar23 Soya closed R23.00 higher. The parity move for the Dec22 Soya contract for yesterday was R161.00 negative.

The local Suns market closed higher yesterday. The Dec22 Suns contract closed R269.00 up and Mar23 Suns closed R218.00 higher.



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