



# **Fundamental Report**

## **08 November 2022**

## Financial Markets

### Financials

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	18.4105	17.7729	-0.6376	-3.46%
Euro/Rand	17.9431	17.7785	-0.1646	-0.92%
GBPound/Rand	20.6972	20.4141	-0.2831	-1.37%
AusDollar/Rand	11.5784	11.4699	-0.1085	-0.94%
Euro/USDollar	0.9753	1.0001	0.0248	2.54%
GBPound/USDollar	1.1251	1.1486	0.0235	2.09%
AusDollar/USDollar	0.6289	0.6453	0.0164	2.61%
JpyYen/USDollar	148.2300	146.7600	-1.4700	-0.99%

BDLive - The rand firmed to levels last seen a month ago on Monday, while the JSE pared earlier losses amid mixed global peers, with investors turning their focus to US inflation data this week. Investors are anticipating the US consumer price index (CPI) report will give further insight into how far the Federal Reserve needs to go to bring down inflation. A hot report could signal to investors that a pivot — a point when the Fed will reverse course on its monetary policy — from a prolonged period of higher interest rates could be further away than expected. The CPI report will be released on Thursday.

According to Investec chief economist Annabel Bishop, markets have interpreted the recent federal open market committee (FOMC) statement as implying that a 50-basis-point hike will occur in December and another in February 2023, "slowing the pace of rate hikes in the US, which has seen 75 basis point lifts at the last four meetings, allowing for some US dollar weakness since."



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### Commodities

	Last	Value Change	% Change
Platinum	976.61	-2.38	-0.24%
Gold	1668.96	-5.72	-0.34%
Silver	20.48	-0.30	-1.44%
Copper	3.57	-0.03	-0.90%
Gasoil	1063.25	-33.25	-3.13%
Brent Oil	97.65	-0.27	-0.28%

BDLive - Bengaluru — Gold prices were listless on Tuesday, with cautious investors on the sidelines as they awaited US inflation figures due this week that could influence the Federal Reserve's rate-hike narrative.

Spot gold was down 0.1% at \$1,673.60 an ounce at 2.50am GMT. Prices hit a three-week peak in the previous session, buoyed by a weaker dollar. US gold futures fell 0.3% to \$1,674.90.

The dollar index ticked 0.1% higher, making greenback-priced bullion more expensive for overseas buyers.

While gold managed to close near its three-week high on Monday, it has hit resistance around \$1,680, potentially spurring some wait-and-see for a greater catalyst to induce an upward break, said IG market strategist Yeap Jun Rong.



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### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	62812.67	0.00	0.00%
ALSI	62986.00	0.00	0.00%
S&P 500	Access Den	Access Den	
FTSE	7334.84	-34.85	-0.48%
CAC	6416.61	0.00	0.00%
DAX	13533.52	0.00	0.00%
Hang Seng	16595.91	-45.01	-0.27%



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## Corn / Maize Market

### Chicago Board of Trade

Month	Yesterday 12pm	Main Session Close	Main Session Change from 12pm
DEC 2022	683.00	675.75	-7.25
MAR 2023	699.25	681.50	-17.75
MAY 2023	688.25	682.00	-6.25
JUL 2023	677.25	677.25	0.00
SEP 2023	679.75	636.75	-43.00

Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
675.25	-0.50	-7.75
681.00	-0.50	-18.25
681.50	-0.50	-6.75
676.75	-0.50	-0.50
636.50	-0.25	-43.25

FarmProgress - Corn prices closed down just over a nickel today, with December 2022 futures ending at the \$6.7575/bushel benchmark. Technical selling ensued today after the Dec22 contract dropped below the 50-day moving average to a two-and-a-half week low. Weak export data and a strong dollar limited demand prospects.

Cash bids were mixed at elevator locations in the Eastern Corn Belt today, though basis offerings at processors and ethanol plants firmed. Basis edged lower on the Mississippi River, where cash bids continue to trade at a steep discount to nearby futures prices.

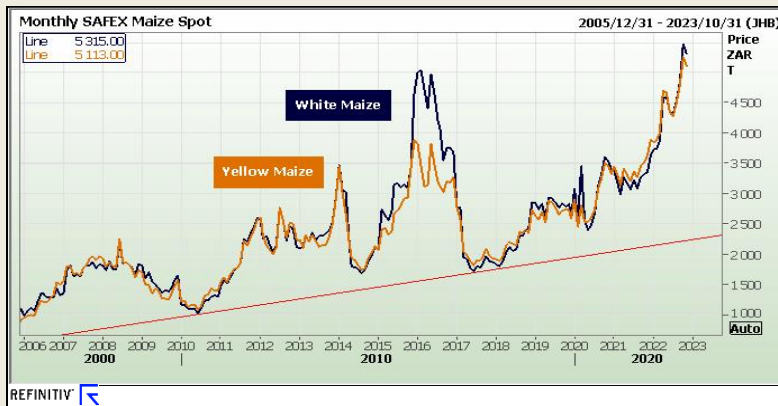
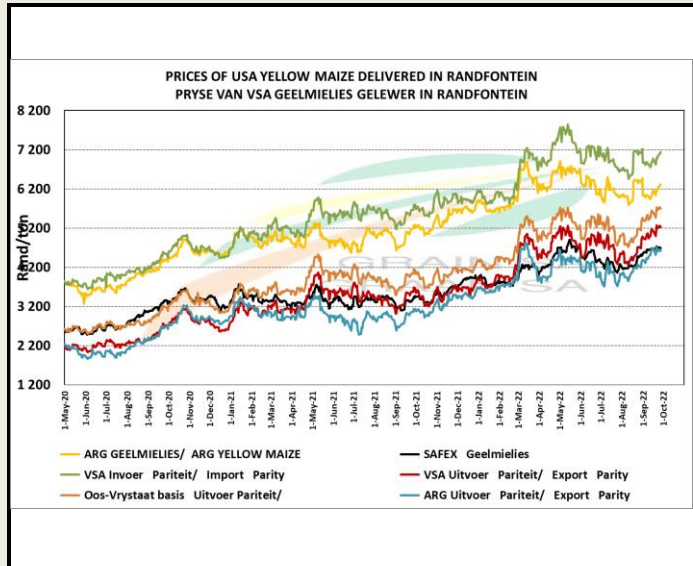
Merchandisers across the Heartland attempted to lure more bushels out of storage with the stronger basis offerings as many farmers are unlikely to book any further sales until 2023 for both tax and pricing reasons. It's likely a smart move – end users have more pricing power this fall as the export market continues to drag behind historical paces. Elevators have plentiful supplies right now, so farmers are more likely to gain financially by waiting until after the new year to book new cash sales.



### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Dec 2022	R 5 303.00	20.5%	R -225.67	R 5 077.33
Mar 2023	R 5 271.00	24%	R -303.21	R 4 967.79
May 2023	R 4 841.00	13.5%	R -219.99	R 4 621.01
Jul 2023	R 4 825.00	22.5%	R -173.50	R 4 651.50
Sep 2023	R 4 913.00	22%	R -473.24	R 4 439.76
Dec 2023	R 4 993.00	22%		R 4 993.00
Mar 2024				
<b>Yellow Maize Future</b>				
Dec 2022	R 5 162.00	23.75%	R -225.67	R 4 936.33
Mar 2023	R 5 169.00	21.25%	R -303.21	R 4 865.79
May 2023	R 4 798.00	22%	R -219.99	R 4 578.01
Jul 2023	R 4 793.00	21%	R -173.50	R 4 619.50
Sep 2023	R 4 888.00	0%	R -473.24	R 4 414.76
Dec 2023	R 4 955.00	0%		R 4 955.00
Mar 2024				

The local Maize market traded lower yesterday. The Dec22 WMAZ contract ended R98.00 down and Dec22 YMAZ closed R84.00 lower. The Mar23 WMAZ closed lower by R97.00 and Mar23 YMAZ ended R91.00 down. The parity move for the Dec22 Maize contract for yesterday was R45.00 negative.

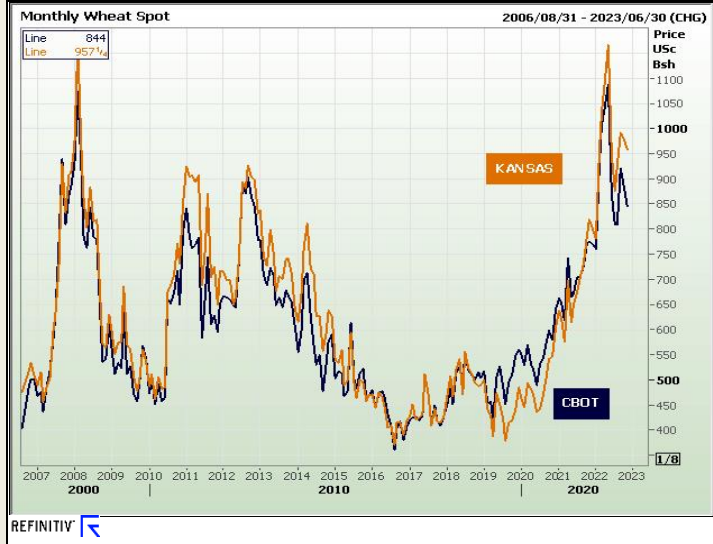


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## Wheat Market

### 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	831.00	845.75	The record c	14.75	844.00	-1.75	13.00	DEC 2012	929.25	957.25	The record	28.00	957.25	0.00	28.00
MAR 2023	850.50	864.00	The record c	13.50	861.25	-2.75	10.75	MAR 2013	927.75	953.75	The record	26.00	953.50	-0.25	25.75
MAY 2023	859.75	874.25	The record c	14.50	871.75	-2.50	12.00	MAY 2013	925.50	950.25	The record	24.75	953.75	3.50	28.25
JUL 2023	900.75	879.00	The record c	-21.75	876.50	-2.50	-24.25	JUL 2013	1054.50	943.50	The record	-111.00	946.75	3.25	-107.75
SEP 2023	866.50	885.50	The record c	19.00	529.00	-356.50	-337.50	SEP 2013	1018.00	941.75	The record	-76.25	945.00	3.25	-73.00



FarmProgress - Wheat prices were mixed in today's trading session. Chicago SRW futures fell \$0.01-\$0.02/bushel while Kansas City HRW and Minneapolis spring wheat futures closed the day \$0.04-\$0.06/bushel higher.

The gains were derived from a weaker dollar. The weaker dollar raised optimism for export prospects, even though this week's export inspections report didn't bode favorably for wheat.

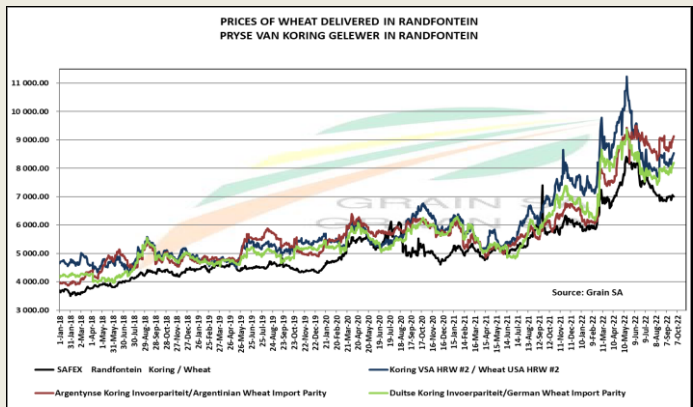
The losses were due largely to an expectation that rains across the Midwest and Plains over the weekend would likely help improve winter wheat crop conditions.

Cash offerings for soft red wheat weakened at an interior export terminal on Lake Erie at Toledo, Ohio. Basis for SRW in the Eastern Corn Belt continues to be quoted at a \$0.30/bushel discount to the December 2022 Chicago SRW contract.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Dec 2022	R 7 210.00	15.5%	R -109.79	R 7 100.21
Mar 2023	R 7 340.00	0%	R -129.05	R 7 210.95
May 2023	R 7 398.00	0%	R -123.06	R 7 274.94
Jul 2023	R 7 453.00	0%	R -369.39	R 7 083.61
Sep 2023	R 7 217.00	0%	R -2 407.02	R 4 809.98
Dec 2023				
Mar 2024				

The local Wheat market closed lower yesterday. The Dec22 Wheat contract closed R154.00 down and Mar23 Wheat closed R148.00 lower. The parity move for the Dec22 Wheat contract for yesterday was R13.00 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
NOV 2022	1390.00	1440.00	The record	50.00	902.00	-538.00
JAN 2023	1441.00	1450.25	The record	9.25	1446.25	-4.00
MAR 2023	1448.00	1458.00	The record	10.00	1454.25	-3.75
MAY 2023	1455.25	1465.50	The record	10.25	1461.25	-4.25
JUL 2023	1406.50	1468.25	The record	61.75	1464.00	-4.25

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
DEC 2012	419	418.30
JAN 2013	412.9	412.10
MAR 2013	404.3	403.70
MAY 2013	400.1	399.30
JUL 2013	399.1	398.10

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
DEC 2012	76.33	76.39
JAN 2013	73.9	73.94
MAR 2013	71.89	71.88
MAY 2013	70.19	70.25
JUL 2013	68.68	68.63



FarmProgress - Soybean prices wavered early this morning but ultimately ended today's trading session \$0.08-\$0.13/bushel lower. Despite some optimistic news in this morning's export inspections report from USDA, the market was overshadowed by worries about Chinese demand as another round of COVID lockdowns ensues.

Speculation over the past few weeks about China potential easing its "zero-COVID" policy was met with resistance by Beijing today when the government affirmed it was not going to scale back the zero-COVID policy.

The news ushered in a round of profit-taking in today's trading session after prices touched a six-week high. Markets are also bracing for higher soybean yields in Wednesday's WASDE reports, which would be bearish for prices.

Cash soybean bids at an Ohio elevator firmed slightly today, though most offerings in the Eastern Corn Belt continue to be quoted at a discount to January 2023 futures prices. Soy crush facilities kept their bids largely unchanged yesterday and continue to be the sole opportunity for premium cash bids across the Heartland.

### South African Futures Exchange

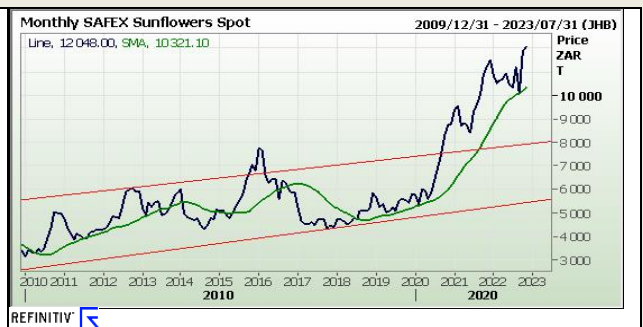
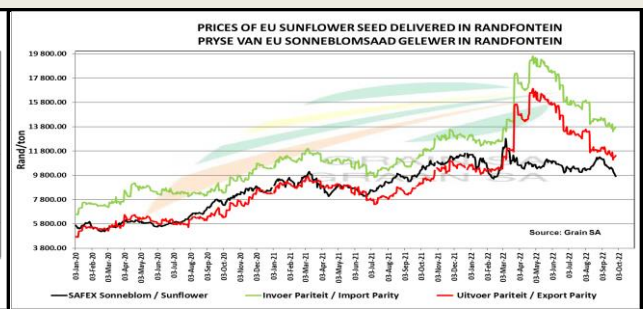
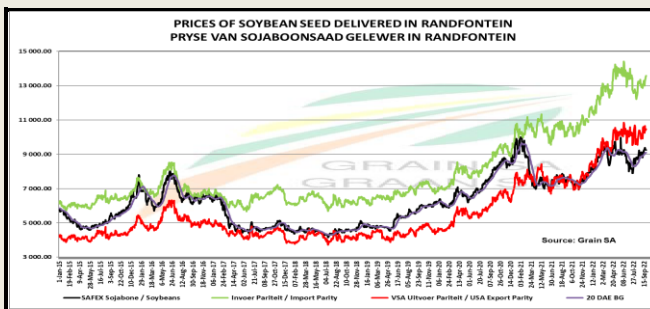
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Dec 2022	R 10 871.00	21%		R 10 871.00
Mar 2023	R 10 624.00	18.5%	R -298.42	R 10 325.58
May 2023	R 9 118.00	21%	R -301.75	R 8 816.25
Jul 2023	R 9 275.00	24%	R 45.99	R 9 320.99
Sep 2023	R 9 440.00	0%		R 9 440.00
Dec 2023	R 9 561.00	23%		R 9 561.00
Mar 2024				

Sunflower Seeds Future		
	MTM	Vols
Dec 2022	R 12 061.00	23.5%
Mar 2023	R 11 756.00	25%
May 2023	R 10 650.00	24%
Jul 2023	R 10 769.00	0%
Sep 2023		
Dec 2023		
Mar 2024		



The local Soya market traded lower yesterday. The Dec22 Soya contract ended R151.00 down and Mar23 Soya closed R158.00 lower. The parity move for the Dec22 Soya contract for yesterday was R115.00 negative.

The local Suns market closed yesterday. The Dec22 Suns contract closed R182.00 down and Mar23 Suns closed R213.00 lower.



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