



# **Fundamental Report**

## **11 May 2023**

## Financial Markets

### Financials

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	18.7472	18.8653	0.1181	0.63%
Euro/Rand	20.2071	20.7003	0.4932	2.44%
GBPound/Rand	23.6601	23.7918	0.1317	0.56%
AusDollar/Rand	12.4271	12.7736	0.3465	2.79%
Euro/USDollar	1.0956	1.0970	0.0014	0.13%
GBPound/USDollar	1.2621	1.2615	-0.0006	-0.05%
AusDollar/USDollar	0.6753	0.6771	0.0018	0.27%
JpyYen/USDollar	135.0100	134.2000	-0.8100	-0.60%

BDLive - The JSE was little changed on Wednesday and global markets were mixed as investors digested the latest US consumer inflation data.

The US's April consumer price index (CPI) rose 4.9% year on year, coming in less than the 5% annual increase expected and below March's data.

Excluding volatile food and energy categories, core CPI rose 0.4% monthly and 5.5% from a year ago, both in line with expectations.

Market participants believe that the cooler-than-expected inflation result almost solidifies the odds the Federal Reserve will pause in raising interest rates as its aggressive hikes over the past year seem to be working.



REFINITIV



REFINITIV

### Commodities

	Last	Value Change	% Change
Platinum	1113.33	-0.78	-0.07%
Gold	2031.20	1.69	0.08%
Silver	25.32	-0.10	-0.39%
Copper	3.84	0.00	0.00%
Gasoil	697.50	2.75	0.39%
Brent Oil	76.94	0.53	0.69%

BDLive - Bengaluru — Gold prices eased into a tight range on Wednesday as traders braced for key US inflation data due later in the day, which could affect the Federal Reserve's policy stance.

Spot gold was down 0.1% at \$2,031.43/oz, at 4.02am GMT. US gold futures were down 0.2% at \$2,038.20. The US consumer price index (CPI) data is due at 1230 GMT. Economists polled by Reuters expect a 5.5% year-on-year increase in core consumer prices for April.

If the US inflation remains moderately controlled, it may lead to a pause in Fed rate hikes, which will weaken the dollar and support gold, said Hareesh V, the research head at Geojit Financial Services.



REFINITIV



REFINITIV

### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	72352.66	0.00	0.00%
ALSI	72561.00	0.00	0.00%
S&P 500	Access Den	Access Den	
FTSE	7764.09	-22.76	-0.29%
CAC	7361.20	0.00	0.00%
DAX	15896.23	0.00	0.00%
Hang Seng	19762.20	-43.04	-0.22%



REFINITIV

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 from 12pm
MAY 2023	637.50	645.50	8.00
JUL 2023	592.75	594.00	1.25
SEP 2023	527.25	522.75	-4.50
DEC 2023	524.00	520.75	-3.25
MAR 2024	533.25	530.50	-2.75

Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
642.00	-3.50	4.50
591.50	-2.50	-1.25
518.75	-4.00	-8.50
517.25	-3.50	-6.75
526.75	-3.75	-6.50

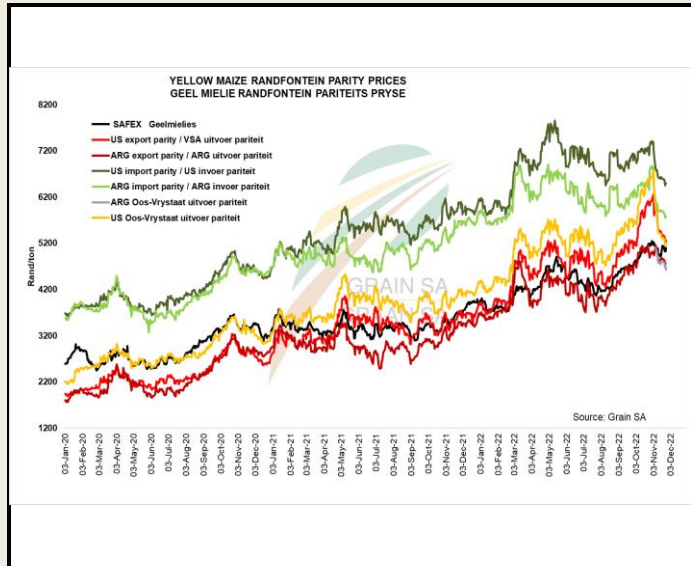
FarmProgress - Even with rains forecast today across the Plains, the market remains confident in 2023 acreage following the latest Crop Progress report, which reflected rapid planting paces across the Heartland over the past week. Through Sunday, 49% of anticipated 2023 corn acres had been planted, higher than what the market had been expecting and significantly faster than the five-year average.

As a result, corn prices fell \$0.04-\$0.06/bushel this morning. Worries about Chinese demand and fresh inflation data also threatened any hope for gains in the corn complex this morning.



### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Mar 2023				
May 2023	R 3 525.00	20%	R 63.06	R 3 588.06
Jul 2023	R 3 540.00	23.75%	R 18.28	R 3 558.28
Sep 2023	R 3 625.00	20.75%	R -38.61	R 3 586.39
Dec 2023	R 3 734.00	21.25%	R -25.77	R 3 708.23
Mar 2024	R 3 791.00	21%	R -23.48	R 3 767.52
May 2024				
<b>Yellow Maize Future</b>				
Mar 2023				
May 2023	R 3 623.00	22%	R 63.06	R 3 686.06
Jul 2023	R 3 678.00	24%	R 18.28	R 3 696.28
Sep 2023	R 3 752.00	20%	R -38.61	R 3 713.39
Dec 2023	R 3 859.00	20%	R -25.77	R 3 833.23
Mar 2024	R 3 876.00	20%	R -23.48	R 3 852.52
May 2024				



The local Maize market traded mixed yesterday. The May23 White Maize contract ended R20.00 down and May23 Yellow Maize closed R19.00 lower. The Jul23 White Maize closed lower by R10.00 while Jul23 Yellow Maize ended unchanged. The parity move for the May23 Maize contract for yesterday was R113.00 positive.



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 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.

## 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
MAY 2023	641.00	628.25	The record c	-12.75	0.00	-628.25	-641.00	MAY 2013	818.25	905.50	The record	87.25	0.00	-905.50	-818.25
JUL 2023	647.50	641.25	The record c	-6.25	640.00	-1.25	-7.50	JUL 2013	846.25	855.25	The record	9.00	851.25	-4.00	5.00
SEP 2023	660.00	652.50	The record c	-7.50	651.00	-1.50	-9.00	SEP 2013	767.00	841.25	The record	74.25	838.75	-2.50	71.75
DEC 2023	636.50	669.00	The record c	32.50	667.75	-1.25	31.25	DEC 2013	830.25	833.25	The record	3.00	830.75	-2.50	0.50
MAR 2024	695.50	680.75	The record c	-14.75	529.00	-151.75	-166.50	MAR 2014	1018.00	826.25	The record	-191.75	0.00	-826.25	-1018.00



FarmProgress - Russia continued to push for conditions that would enhance its revenues from foreign grain, fertilizer, and energy sales as negotiations between Russia, Ukraine, Turkey, and the U.N. regarding an extension of the Black Sea Grains Initiative continued. All four parties are expected to meet in Istanbul this week to discuss renewal terms.

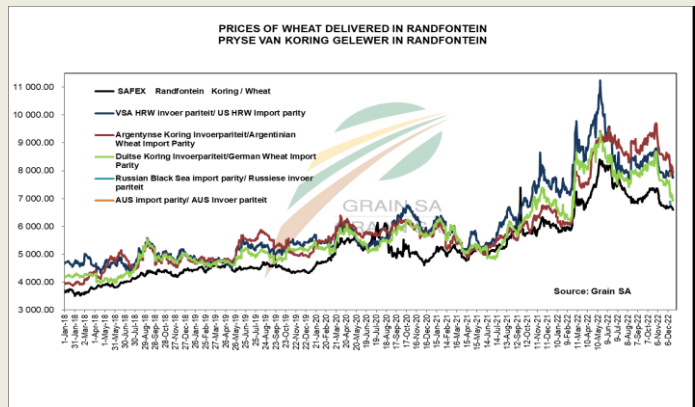
But markets were largely unimpressed by Russia's latest threats. Rains in the Plains over the next couple days pushed wheat futures \$0.06-\$0.16/bushel lower this morning. Doubts about the health of global trade also weighed on the wheat market following China's announcement of shrinking export volumes (and import volumes) yesterday.

Inflation data expected today for April 2023 will also have an outsized impact on the wheat complex over the next couple hours.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Mar 2023				
May 2023	R 6 649.00	15.5%	R -4 415.47	R 2 233.53
Jul 2023	R 6 559.00	18%	R -23.89	R 6 535.11
Sep 2023	R 6 547.00	17.75%	R -33.75	R 6 513.25
Dec 2023	R 6 488.00	12.5%	R 244.24	R 6 732.24
Mar 2024	R 6 564.00	0%	R -1 123.97	R 5 440.03
May 2024				

The local Weat market closed higher yesterday. The May23 Weat contract closed R29.00 up and Jul23 Weat closed R25.00 higher. The parity move for the May23 Weat contract for yesterday was R49.00 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	Overnight Change from 12pm
MAY 2023	1490.00	1436.50	The record	-53.50	902.00	-534.50	-588.00
JUL 2023	1444.00	1404.00	The record	-40.00	1398.25	-5.75	-45.75
AUG 2023	1502.50	1336.75	The record	-165.75	1331.50	-5.25	-171.00
SEP 2023	1509.25	1267.75	The record	-241.50	1262.50	-5.25	-246.75
NOV 2023	1283.50	1250.75	The record	-32.75	1245.00	-5.75	-38.50

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
MAY 2013	417.9	0.00
JUL 2013	419.5	418.70
AUG 2013	413.8	412.70
SEP 2013	403.7	402.50
OCT 2013	394.8	394.50

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
MAY 2013	51.85	0.00
JUL 2013	52.05	51.83
AUG 2013	51.83	51.58
SEP 2013	51.46	51.25
OCT 2013	51.01	50.80



FarmProgress - Rapid planting paces and a slowdown in Chinese soybean imports continued to weigh on futures markets this morning, sending Chicago soybean futures \$0.05-\$0.11/bushel lower during the overnight trading session. The nearby July 2023 contract dipped to \$14.0325/bushel at last glance.

China's April 2023 soybean import volumes dipped 10% below year-ago levels in fresh data released yesterday. More broadly, Chinese exports slowed during the month of April, which is raising more broad macroeconomic concerns about slowing global trade - and a potential economic recession.

As I explained yesterday, those worries should be taken with a grain of salt. Part of the reason for the smaller April volumes for Chinese soy imports was due to tightening quarantine testing regulations that began at Chinese ports in April. Soy cargoes are not released for delivery until after inspection, so that has greatly contributed to the slowing paces.

### South African Futures Exchange

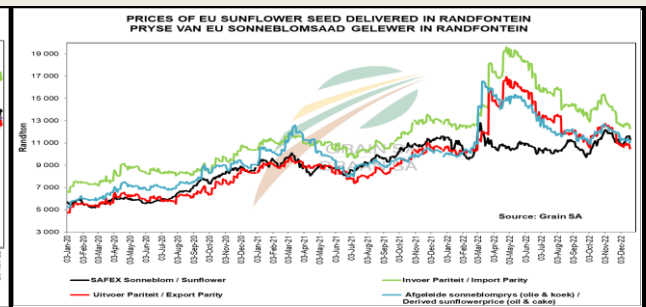
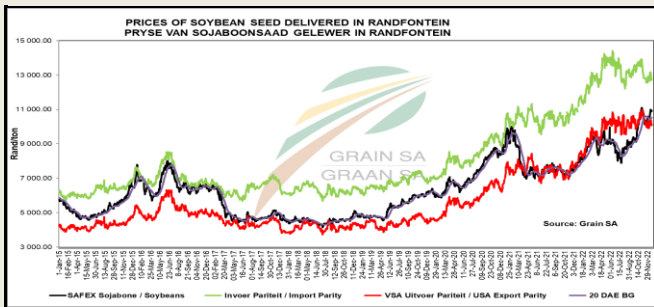
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Mar 2023				
May 2023	R 7 680.00	20%	R -4 011.25	R 3 668.75
Jul 2023	R 7 833.00	23%	R -254.47	R 7 578.53
Sep 2023	R 7 995.00	21%	R -1 644.93	R 6 350.07
Dec 2023	R 8 177.00	19.5%		R 8 177.00
Mar 2024	R 8 173.00	0%		R 8 173.00
May 2024	R 7 695.00	0%		R 7 695.00

Sunflower Seeds Future		
	MTM	Vols
Mar 2023		
May 2023	R 8 569.00	23%
Jul 2023	R 8 738.00	22%
Sep 2023	R 8 933.00	19.5%
Dec 2023	R 9 199.00	15.25%
Mar 2024	R 9 076.00	0%
May 2024		



The local Soya market traded higher yesterday. The May23 Soya contract ended R152.00 up and Jul23 Soya closed R142.00 higher. The parity move for the May23 Soya contract for yesterday was R7.00 positive.

The local Suns market closed mixed yesterday. The May23 Suns contract closed R59.00 up while Jul23 Suns closed unchanged.



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.