

Grain SA's Morning Grain Market Commentary

Grain SA GRAIN SA	DATE	DATE		+ - WEEK AGO		+ - MONTH AGO		+ - YEAR AGO		
	2016/08/26	2016/08/25		2016/08/15		2016/07/25		2015/08/24		
	Data	Δ	Δ%	Data	Δ%	Data	Δ%	Data	Δ%	Data
DJIA-index	18448	-33.48 ↓	-0.2%	18481 ↓	-1.0%	18636 ↓	-0.2%	18493 ↑	16.2%	15871
Goud (Spot)	1324.58	-1.40 ↓	-0.1%	1325.98 ↓	-1.6%	1345.79 ↑	0.4%	1319.32 ↑	14.7%	1155.17
Brent \$/vat	49.52	0.48 ↑	1.0%	49.04 ↑	3.0%	48.06 ↑	10.3%	44.91 ↑	14.7%	43.18
1 € / US\$	1.1267	-0.002 ↓	-0.2%	1.1291 ↑	0.5%	1.1213 ↑	2.3%	1.1012 ↓	-0.9%	1.1374
1 US\$ / ZAR	14.14	0.050 ↑	0.4%	14.09 ↑	6.5%	13.28 ↓	-1.2%	14.31 ↑	7.4%	13.17
Corn	R 1,798.02	-22 ↓	-1.2%	R 1,820.29	*CBOT Corn Sep cents / bushel 08:00 today vs. CBOT Corn Sep 12:00 the previous day					
Wheat	R 2,083.42	-8 ↓	-0.4%	R 2,091.58	*CBOT Wheat Sep cents / bushel 08:00 today vs. CBOT Wheat Sep 12:00 the previous day					
Soybeans	R 5,185.17	-147 ↓	-2.8%	R 5,332.50	*CBOT Soy Sep cents / bushel 08:00 today vs. CBOT Soy Sep 12:00 the previous day					
Latest CBOT prices during overnight trading (Recorded between 6 a.m. to 07:00 am vs 12:00 pm the previous trading day)										
Corn Sep 16	323.00	-4.00 ↓	-1.2%	327.00 ↓	-1%	326.50 ↓	-4%	334.75 ↓	-18%	395.50
Wheat Sep 16	401.00	-3.00 ↓	-0.7%	404.00 ↓	-5%	422.00 ↓	-7%	429.00 ↓	-24%	526.75
Soybeans Sep 16	998.00	-32.00 ↓	-3.1%	1030.00 ↓	-3%	1023.75 ↑	1%	983.75 ↑	15%	870.75
Latest MTM prices (Recorded between 07:00 am - 08:00 am on the last two dates) SPOT = nearest contract month (Rands / tonne)										
SORGHUM Jul 16	3435.00	0.00 ↑	0.0%	3435.00 ↑	0.0%	3435	-3.2%	3550		NA
WMAZ Spot	4231.00	-64.00 ↓	-1.5%	4295.00 ↑	3.2%	4101 ↓	-1.1%	4280 ↑	39.3%	3038
WMAZ Sep 16	4265.00	-39.00 ↓	-0.9%	4304.00 ↑	3.7%	4114 ↓	-1.2%	4317 ↑	41.0%	3024
YMAZ Spot	3163.00	-37.00 ↓	-1.2%	3200.00 ↑	2.3%	3093 ↓	-3.3%	3271 ↑	16.6%	2712
YMAZ Sep 16	3201.00	-11.00 ↓	-0.3%	3212.00 ↑	2.5%	3123 ↓	-3.3%	3311 ↑	18.5%	2702
SOY Spot	6550.00	37.00 ↑	0.6%	6513.00 ↑	2.5%	6391 ↓	-3.8%	6811 ↑	30.3%	5025
SOY Sep 16	6585.00	37.00 ↑	0.6%	6548.00 ↑	2.5%	6425 ↓	-4.1%	6870 ↑	31.7%	5000
SUN Spot	6080.00	77.00 ↑	1.3%	6003.00 ↑	4.8%	5799 ↑	5.4%	5769 ↑	12.7%	5393
SUN Sep 16	6219.00	171.00 ↑	2.8%	6048.00 ↑	6.5%	5841 ↑	6.7%	5831 ↑	9.8%	5666
WHEAT Spot	4315.00	21.00 ↑	0.5%	4294.00 ↑	6.1%	4068 ↓	-2.4%	4420 ↑	2.0%	4232
WHEAT Dec 16	4215.00	-41.00 ↓	-1.0%	4256.00 ↑	2.9%	4098 ↓	-4.3%	4403 ↑	1.3%	4159

LATEST MARKET INFORMATION TO 23:00 (RSA TIME) AS OBTAINED FROM VARIOUS MARKET REPORTS

Market: The rand trades around R14.14 to the dollar. Many uncertainties in the local and international markets keep the value of the rand under pressure. The future of the finance minister is still uncertain even after President Jacob Zuma said in a statement that he will support Gordhan. The biggest concerns internationally is still the US Federal Bank's interest rates decision.

Maize international: The CBOT maize prices closed almost 4 cents lower reaching a two week low point. Crop tours found some concerns about dry conditions in Ohio and Indiana. The weekly export sales report released yesterday showed more new crop business as the old crop season is closing out next week. The new crop export sales were better than expected up from last week. The December contract closed below the 20 day moving average and below key averages. So far there are no hurricanes heading for the US but forecaster watch the systems as there are still concerns. **Local:** The latest crop estimates report released yesterday showed a slight increase in yellow maize production while the white maize estimates was left unchanged. The yellow maize estimates was increased with 0.84% from the previous estimate and are estimated in 4.1998 million tons. The white maize estimates was left unchanged 3.097 million tons

Soybeans International: The November soybean contract prices closed 3 cents lower after the US crop tours that raised possibilities of high yields. Shortly before the markets closed a Reuters report indicates the expected yields are on par. The estimation is still that Argentina and Brazil are likely to plant less soybeans the coming season. These two countries are the largest soybean exporters in South America. The world demand for soybeans is also expected to remain high in the coming season. **Local:** The latest crop estimates report left the soybean production forecast for the season unchanged from the previous estimation on 750 250 ton. The local soybean market is sensitive towards international markets and the exchange rate.

Wheat International: The wheat market closed lower yesterday together with the lower maize and soybean markets. Large world supplies are a large contributor the pressure on the international wheat prices. The Russian production estimates is on 73 million tons. The 2015 crop was 61.8 million tons. In other countries such as Canada, Ukraine and Australia large yields are also expected. Possible the coming week in the central plains will be beneficial for the winter wheat planting that will take place this fall. The spring wheat harvest in the USA is winding down and the focus moves towards the global markets and the winter wheat planting in the USA. **Local:** In the latest crop estimates report the area planted is 498 150 hectares. The production is also likely this season. The 1st estimation for the 2016 crop is 1.683 million tons. This is higher than the 1.44 million tons in 2015.

Domestic Market Insights & Data: www.grainsa.co.za / www.sagis.co.za
International Market Insights & Data: www.usda.co.za