

Grain SA's Morning Grain Market Commentary

GRAIN SA GRAAN SA	DATE	DATE			+ - LAST WEEK		+ - LAST MONTH		+ - LAST YEAR					
	2017/06/26	2017/06/23			2017/06/19		2017/05/29		2016/06/27					
	Data	Δ	Δ%	Data	Δ%	Data	Δ%	Data	Δ%	Data				
DJIA-index	21395	-2.53	↓	0.0%	21397	↑	0.0%	21384	↑	1.5%	21080	↑	24.8%	17140
Goud (Spot)	1254.39	1.87	↑	0.1%	1252.52	↑	0.2%	1251.91	↓	1.0%	1266.95	↓	4.6%	1315.12
Brent \$/vat	46.06	0.13	↑	0.3%	45.93	↓	2.4%	47.18	↓	1.6%	52.08	↓	3.8%	47.86
1 € / US\$	1.1203	0.003	↑	0.3%	1.1173	↓	0.1%	1.1192	↓	0.2%	1.1177	↑	1.3%	1.1059
1 US\$ / ZAR	12.91	-0.020	↓	0.2%	12.93	↑	0.8%	12.81	↑	0.2%	12.89	↓	5.7%	15.31
Corn	R 1 814.42	-36	↓	1.9%	R 1 849.99									
Wheat	R 2 177.32	-89	↓	3.9%	R 2 266.21									
Soybeans	R 4 288.23	-26	↓	0.6%	R 4 313.87									
*CBOT Corn Jul cents / bushel 08:00 today vs. CBOT Corn Jul 12:00 the previous day														
*CBOT Wheat Jul cents / bushel 08:00 today vs. CBOT Wheat Jul 12:00 the previous day														
*CBOT Soy Jul cents / bushel 08:00 today vs. CBOT Soy Jul 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 May '17	357.00	-7.00	↓	1.9%	364.00	↓	7%	384.00	↓	3%	369.00	↓	12%	405.00
Wheat May '17	459.00	-18.00	↓	3.8%	477.00	↓	1%	465.25	↑	7%	430.00	↓	9%	505.50
Soybeans May '17	904.00	-4.00	↓	0.4%	908.00	↓	4%	939.00	↓	4%	939.00	↓	14%	1053.25
Latest MTM prices (Recorded between 07:00 am - 08:00 am on the last two dates) SPOT = nearest contract month (Rands / tonne)														
SORGHUM Jul '17	2700.00	0.00	↑	0.0%	2700.00	↓	2.1%	2757.00	↓	5.9%	2900.00	↓	27.2%	3707.00
WMAZ Spot	1703.00	-24.00	↓	1.4%	1727.00	↓	2.2%	1741.00	↓	0.6%	1713.00	↓	3.7%	4688.00
WMAZ July 17	1714.00	-20.00	↓	1.2%	1734.00	↓	2.2%	1753.00	↓	1.0%	1732.00	↓	5.5%	3201.00
WMAZ Sept 17	1773.00	-22.00	↓	1.2%	1795.00	↓	2.3%	1814.00	↓	1.2%	1794.00	↓	2.6%	4740.00
YMAZ Spot	1834.00	-31.00	↓	1.7%	1865.00	↓	1.6%	1864.00	↓	1.2%	1856.00	↓	3.7%	3575.00
YMAZ July 17	1844.00	-32.00	↓	1.7%	1876.00	↓	1.8%	1877.00	↓	1.4%	1871.00	↓	0.1%	3077.00
YMAZ Sept 17	1884.00	-34.00	↓	1.8%	1918.00	↓	2.4%	1930.00	↓	2.0%	1923.00	↓	3.1%	3630.00
SOY Spot	4490.00	-44.00	↓	1.0%	4534.00	↓	0.4%	4510.00	↑	1.6%	4419.00	↓	1.8%	7720.00
SOY July 17	4510.00	-48.00	↓	1.1%	4558.00	↓	0.9%	4553.00	↑	0.8%	4472.00	↓	1.6%	7720.00
SUN Spot	4410.00	-35.00	↓	0.8%	4445.00	↓	2.1%	4505.00	↓	4.8%	4630.00	↓	3.5%	6630.00
SUN July 17	4430.00	-36.00	↓	0.8%	4466.00	↓	2.8%	4559.00	↓	5.3%	4680.00	↓	3.2%	6630.00
WHEAT Spot	4376.00	-104.00	↓	2.3%	4480.00	↓	3.0%	4510.00	↓	2.3%	4478.00	↓	3.7%	4791.00
WHEAT July 17	4274.00	-130.00	↓	3.0%	4404.00	↓	4.4%	4471.00	↓	2.9%	4400.00	↓	0.8%	4791.00
WHEAT Dec 17	4047.00	-130.00	↓	3.1%	4177.00	↓	3.6%	4198.00	↓	3.4%	4191.00	↓	5.7%	4801.00

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

Market Overview: The rand is trading stronger than the level seen at Friday midday. In the last week, the rand was mainly volatile amid local political events; however, the rained showed a few gains following a court ruling that parliament could hold a secret ballot in a no-confidence vote against President Jacob Zuma. At the time of writing, the rand was trading at around R12.91 to the dollar. On the commodities front, gold prices are trading slightly stronger than Friday's reported level and Brent crude oil prices gained slightly, currently trading above the US\$45 level but still under pressure. There are still high global oil supplies, mainly due to rising USA drilling which has placed oil prices under pressure. At the time of writing, Brent crude oil was trading at around US\$46.03 to the dollar.

Maize: US maize prices ended the day lower on Friday, following beneficial rain that came right in time as the crop is entering its pollination stage. Rains expected were not harmful to the crop and more widespread rain is expected for the Midwest in the next few days. Lower US maize prices are also from maize pricing pressure from South America and currently, the July and December contracts are trading under key moving averages. This week, USDA will be releasing planting report, where the market expects that maize plantings will be kept near unchanged at 90 million acres. **Local:** South African maize prices ended the day lower on Friday for all contract months. Yellow maize prices were more under pressure, showing off significant losses at the back of a stronger rand that pushed local prices lower. White and yellow maize spot ended the day lower by 1.4% and 1.7% at R1 703 and R1 834, respectively. The July contract, which is the most actively traded contract, also ended the day lower for both white and yellow maize.

Wheat: US wheat prices ended the day lower for the day and for the week while the spring wheat ended the day higher and for the week. Spring wheat showed gains amid concerns of the crop conditions in the northern Plains where rain is expected this week. Winter wheat harvest is under way in Kansa with large yields reported already; however the showers in the area have slowed the harvest progress. Elsewhere, hot temperatures in Europe, particularly France, Spain and eastern Europe has raised concerns on the wheat crop planted there. **Local:** South African wheat prices ended the day lower, showing off 3-digit losses at the back of a wheat import tariff review with adjustments made on the reference price and the exchange rate. The new reference price is US\$279 per ton, down from US\$294. The current import tariff for wheat is now R947.21 per ton. All wheat prices ended the day lower, with the wheat spot ending the day lower by 2.3% at R4 376.

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

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