

Grain SA's Morning Grain Market Commentary

Grain SA GRAINSA	DATE	DATE			+ - WEEK AGO		+ - MONTH AGO			+ - YEAR AGO				
	2016/05/27	2016/05/26			2016/05/17		2016/04/26			2015/05/26				
	Data	Δ	Δ%	Data	Δ%	Data	Δ%	Data	Δ%	Data				
DJIA-index	17828	-23.22	↓	-0.1%	17852	↑	1.7%	17530	↓	-0.9%	17990	↓	-1.2%	18042
Goud (Spot)	1218.21	-11.75	↓	-1.0%	1229.96	↓	-4.5%	1275.25	↓	-2.1%	1243.95	↑	2.6%	1187.35
Brent \$/vat	49.16	-0.92	↓	-1.8%	50.08	↓	-0.4%	49.37	↑	6.1%	46.33	↓	-22.4%	63.39
1 €: ? US\$	1.1179	0.000	↓	0.0%	1.1181	↓	-0.9%	1.1283	↓	-1.2%	1.1310	↑	2.5%	1.0906
1 US\$: ? ZAR	15.56	-0.030	↓	-0.2%	15.59	↓	-0.8%	15.68	↑	7.9%	14.42	↑	28.8%	12.08
Corn	R 2,505.39	20	↑	0.8%	R 2,485.67	*CBOT Corn Jul cents / bushel 08:00 today vs. CBOT Corn Jul 12:00 the previous day								
Wheat	R 2,738.60	46	↑	1.7%	R 2,692.32	* CBOT Wheat Jul cents / bushel 08:00 today vs. CBOT Wheat Jul 12:00 the previous day								
Soybeans	R 6,203.29	-41	↓	-0.7%	R 6,243.90	* 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 July 16	409.00	4.00	↑	1.0%	405.00	↑	3.0%	397.00	↑	5.6%	387.25	↑	2.8%	398.00
Wheat July 16	479.00	9.00	↑	1.9%	470.00	↓	-0.6%	481.75	↓	-1.8%	487.75	↓	-12.0%	544.50
Soybeans July 16	1085.00	-5.00	↓	-0.5%	1090.00	↑	0.4%	1080.25	↑	5.6%	1027.25	↑	17.0%	927.00
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	3680.00	-40.00	↓	-1.1%	3720.00	↓	-1.1%	3720	↑	0.8%	3650	↑	38.3%	2660
WMAZ Spot	5004.00	50.00	↑	1.0%	4954.00	↑	0.3%	4990	↑	12.3%	4454	↑	70.6%	2934
WMAZ Jul 16	5041.00	46.00	↑	0.9%	4995.00	↑	0.1%	5037	↑	11.8%	4509	↑	105.8%	2450
YMAZ Spot	3669.00	27.00	↑	0.7%	3642.00	↑	4.4%	3515	↑	16.0%	3164	↑	46.8%	2499
YMAZ Jul 16	3702.00	35.00	↑	1.0%	3667.00	↑	4.0%	3560	↑	14.8%	3224	↑	62.3%	2281
SOY Spot	7424.00	150.00	↑	2.1%	7274.00	↑	5.5%	7040	↑	20.6%	6157	↑	62.2%	4577
SOY Jul 16	7480.00	150.00	↑	2.0%	7330.00	↑	5.0%	7126	↑	20.0%	6235	↑	61.7%	4625
SUN Spot	6354.00	17.00	↑	0.3%	6337.00	↓	-4.4%	6645	↑	0.7%	6310	↑	28.1%	4960
SUN Jul 16	6404.00	-11.00	↓	-0.2%	6415.00	↓	-0.7%	6450	↑	2.1%	6275	↑	27.4%	5025
WHEAT Spot	5100.00	13.00	↑	0.3%	5087.00	↑	0.7%	5066	↑	10.2%	4630	↑	33.2%	3828
WHEAT Dec16	4800.00	16.00	↑	0.3%	4784.00	↓	-0.1%	4806	↑	7.9%	4450	↑	25.8%	3815

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

Domestic Market Viewpoint: It is the end of an eventful week. There were a number of data releases, the key one being the National Crop Estimate Committee's fifth production estimates, which gave a slightly positive view for the first time this season in many crops, such as maize. Total maize production estimate was revised up 2% from the previous estimate to 7.2 million tons. The upward revision were more on yellow maize. Weather – it looks like we are heading to a drier weekend. The weather forecasts show clear skies across the country, with the exception of the southern parts of the Western Cape Province which could possibly get some light showers in the next 8-days.

MAIZE: Domestic View - maize saw some gains in yesterday's trade session from the levels seen in the previous day, with support coming from higher parity prices, which were largely sustained by higher Chicago maize prices. The CEC, in their fifth production estimate report, indicated that South Africa's total maize production could reach 7.2 million tons, which is a 2% upward revision from the previous estimate, but 27% lower than the previous season's harvest. White maize production is estimated at 3.1 million tons, up by 1% from the previous estimate. Yellow maize production is estimated at 4.1 million tons, up by 2% from the previous estimate. **International view** – maize were higher this morning from the levels seen at midday yesterday, following the release of US weekly export sales data, which came out at 1.4 million tons, well above market expectation.

WHEAT: Domestic view - wheat prices saw some gains from the previous day's prices, with support largely on the back of higher Chicago wheat market. Current data at SAGIS indicates that South Africa's wheat import tariff could increase to R1591.40 per ton, from the current level of R1224.31 per ton. **International view** - There is generally a bearish sentiment in the global wheat market, IGC forecast 2016/17 global wheat production at 722 million tons, up from the previous estimate of 717 million tons.

SOYBEAN: Domestic view - The CEC forecast domestic soybean production at 728 650 tons, up by 5% from the previous estimate, but well below the previous season's crop of one million tons. **International View** – soybean were down this morning, largely due to profit taking, following the previous day's gains. There are still lingering concerns about the South American crop. Nonetheless, IGC forecast 2016/17 global soybean production at 320 million tons, up from the previous estimate of 319 million tons.

SUNFLOWER: Domestic view – sunflowerseed prices were mixed, following the previous few days of lower levels. Additionally, the CEC indicated that South Africa's sunflowerseed production could reach 742 750 million tons, up by 2% from the previous estimate.

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

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