

## Grain SA's Morning Grain Market Commentary

Grain SA GRAIN SA	DATE	DATE		+ - WEEK AGO		+ - MONTH AGO		+ - YEAR AGO		
	2016/09/29	2016/09/28		2016/09/19		2016/08/29		2015/09/28		
	Data	Δ	Δ%	Data	Δ%	Data	Δ%	Data	Δ%	
DJIA-index	18339	110.94 ↑	0.6%	18228	1.2%	18124	-0.3%	18395	14.6%	
Goud (Spot)	1324.84	-0.30 ↓	0.0%	1325.14	0.7%	1315.11	0.6%	1317.48	17.2%	
Brent \$/vat	49.02	2.88 ↑	6.2%	46.14	5.3%	46.54	-0.6%	49.34	3.5%	
1 € / US\$	1.1233	0.002 ↑	0.2%	1.1214	0.6%	1.1167	0.3%	1.1202	-0.3%	
1 US\$ / ZAR	13.63	0.090 ↑	0.7%	13.54	-3.5%	14.13	-4.8%	14.31	-3.5%	
Corn	R 1,765.36	-5 ↓	-0.3%	R 1,770.73	*CBOT Corn Dec cents / bushel 08:00 today vs. CBOT Corn Dec 12:00 the previous day					
Wheat	R 2,018.29	13 ↑	0.7%	R 2,004.96	*CBOT Wheat Dec cents / bushel 08:00 today vs. CBOT Wheat Dec 12:00 the previous day					
Soybeans	R 4,732.72	21 ↑	0.5%	R 4,711.42	*CBOT Soy Nov cents / bushel 08:00 today vs. CBOT Soy Nov 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 Dec 16	329.00	-1.00 ↓	-0.3%	330.00	-2%	337.00	4%	316.00	-20%	
Wheat Dec 16	403.00	0.00 ↑	0.0%	403.00	0%	403.00	5%	383.00	-26%	
Soybeans Nov 16	945.00	-2.00 ↓	-0.2%	947.00	-2%	966.00	-5%	990.00	7%	
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	3381.00	0.00 ↑	0.0%	3381.00	-0.6%	3400.00	-1.6%	3435.00	NA	
WMAZ Spot	3534.00	-113.00 ↓	-3.1%	3647.00	-8.4%	3859.00	-16.7%	4244.00	10.3%	
WMAZ Dec 16	3585.00	-92.00 ↓	-2.5%	3677.00	-8.5%	3916.00	-15.7%	4252.00	10.5%	
YMAZ Spot	2974.00	12.00 ↑	0.4%	2962.00	-5.3%	3142.00	-6.0%	3165.00	0.8%	
YMAZ Dec 16	3024.00	14.00 ↑	0.5%	3010.00	-5.4%	3196.00	-5.9%	3212.00	1.7%	
SOY Spot	6110.00	-15.00 ↓	-0.2%	6125.00	-4.2%	6380.00	-5.6%	6470.00	13.6%	
SOY Dec 16	6025.00	15.00 ↑	0.2%	6010.00	-5.9%	6401.00	-7.3%	6499.00	8.8%	
SUN Spot	6125.00	115.00 ↑	1.9%	6010.00	-1.8%	6236.00	-1.7%	6230.00	7.5%	
SUN Dec 16	6290.00	130.00 ↑	2.1%	6160.00	-2.0%	6421.00	-1.2%	6369.00	0.6%	
WHEAT Spot	4180.00	50.00 ↑	1.2%	4130.00	3.5%	4040.00	-2.9%	4305.00	-2.2%	
WHEAT Dec 16	4150.00	62.00 ↑	1.5%	4088.00	3.7%	4001.00	-0.6%	4175.00	-0.8%	

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

**Market:** The rand trades around R13.63/\$ this morning about 9 cents weaker than yesterday 12:00. The rand remain volatile and trades relative good between R13.40/\$ and R13.70/\$. The weakening of the rand through the overnight trading was mainly due to the strengthening of the dollar as positive US economic data supported the dollar. The Brent Crude oil price closed stronger with the OPEC countries that announced that they would be decreasing production in order to stimulate and support the oil market. The prices closed around 6% higher in the overnight trading session.

**Maize:** The US maize contracts closed lower and are lower for the week this far. The December contract prices remains under key moving averages. The Prices became under pressure with the open skies in the Midwest and forecasts of drier weather the coming week that will support the harvesting of maize and the pace of harvesting can gain momentum again. The drier weather offset the bullish factors set by the export sales of US maize to Mexico. The ethanol futures closed lower for the first time in 6 consecutive days after the weekly government report showed an increase in stocks from the previous week. The weather conditions in the USA would remain a critical factor as that would determine the pace of harvesting and quality of the crop to a large extend. **Local:** The local maize prices closed mixed yesterday with both wins and losses in the white and yellow maize contracts. The new crop estimate figures estimated the maize crop slightly higher for the season on 7.537 million tons up 3.29% from the previous estimates. The local producer delivery data released by SAGIS yesterday show producer deliveries of 28 034 ton of WM and 12 310 ton of YM. The local market will remain volatile and sensitive towards weather conditions and rainfall especially for the new season contracts.

**Soybeans:** The soybean contracts closed lower with harvesting pressure on the prices that outweighed the bullish factors created by the higher daily export sales. The sales on Wednesday followed the sales that were seen Monday and Tuesday. The largest buyers of the US soybeans are China and unknown destinations. The November contract closed within the previous day's trading ranges but remain lower for the week and below key averages. The current dry forecasts in Iowa favour the harvesting process and the harvesting is expected to gain some momentum in the coming weeks. This will create pressure on the prices of the US soybeans. The expectations are that the demand for US soybeans would remain high that are likely to support the prices. **Local:** The local soybean prices were under pressure yesterday and closed the day a little lower. The local soybean market is very volatile and the prices still remain above the derived prices. The local prices and the derived prices need to trade closer together in order to stimulate crushing locally.

**Wheat:** The winter wheat closed unchanged to mostly a few cents higher while the spring wheat also closed higher yesterday. The wheat market found some support with the fears of crop problems in Australia due to excess rain in the wheat producing areas where drier weather is needed for the fast maturing crops nearing harvesting. The expectations are that the US wheat exports will get boosted by the problems with crops in Australia and Europe. The planting of winter wheat in the US is progressing well with sufficient soil moisture available in the winter wheat producing areas. Light showers are also expected to reach the Black Sea wheat area where plantings take place and that would be favourable for wheat production. **Local:** The local wheat market found some support and closed the day higher yesterday. The markets still however remain volatile and relative large price movements can be seen. The volumes of trades are still relative low in the wheat market. The local wheat in the different regions where wheat is produced is currently looking favourable and good crops are anticipated to be harvested. In the latest crop estimates report the crop is estimated to be 1.7 million tons which is 1.03% higher than the previous estimates.

**Domestic Market Insights & Data:** [www.grainsa.co.za](http://www.grainsa.co.za) / [www.sagis.co.za](http://www.sagis.co.za)

**International Market Insights & Data:** [www.usda.co.za](http://www.usda.co.za)

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