

# Grain SA's Morning Market Commentary

Funzani Sundani and Luzelle Botha

DATE 2015/01/30	DATE 2015/01/29		+ - WEEK AGO 2015/01/20		+ - MONTH AGO 2014/12/30		+ - YEAR AGO 2014/01/28			
	Δ	Δ%	Data	Δ%	Data	Δ%	Data	Δ%	Data	
DJIA-indeks	17417	225.48	1.3%	17191	-1%	17515	-3%	17983	9%	15929
Goud (Spot)	1261.35	-21.40	-1.7%	1282.75	-3%	1298.62	5%	1200.49	1%	1254.32
Brent \$/vat	49.05	0.45	0.9%	48.60	1%	48.38	-14%	57.20	-54%	107.49
1 €: ? US\$	1.1284	0.002	0.2%	1.1267	-3%	1.1574	-7%	1.2153	-17%	1.3665
1 US\$: ? ZAR	11.58	-0.009	-0.1%	11.59	0%	11.58	0%	11.56	6%	10.95
ΔCBOT 8vm : 12nm*	R 1 685.47	-12	-0.7%	R 1 696.99	* CBOT Corn Mar sent/skepel 08:00 vandag vs CBOT Corn Mar 12:00 die vorige dag					
ΔCBOT 8vm : 12nm*	R 4 132.24	2	0.1%	R 4 129.98	* CBOT Soya Mar sent/skepel 08:00 vandag vs CBOT Soya Mar 12:00 die vorige dag					
ΔCBOT 8vm : 12nm*	R 2 159.19	13	0.6%	R 2 145.89	* CBOT Wheat Mar sent/skepel 08:00 vandag vs CBOT Wheat Mar 12:00 die vorige dag					
Jongste CBOT pryse tydens oornagverhandeling (Aangeteken tussen 06:00 - 07:00 vm teenoor 12:00 vm die vorige verhandelingsdag)										
Corn Mar 15	369.75	-2.25	-0.6%	372.00	-5%	390.25	-9%	406.50	-20%	460.25
Corn Jul 15	385.75	-2.25	-0.6%	388.00	-5%	404.00	-9%	421.75	-18%	470.25
Soybean Mar 15	971.25	1.25	0.1%	970.00	-1%	982.00	-7%	1044.00	-13%	1114.25
Soybean May 15	977.50	-4.75	-0.5%	982.25	-1%	987.75	-7%	1050.50	-12%	1114.50
Wheat Mar 15	507.50	3.50	0.7%	504.00	-5%	537.00	-16%	602.00	-16%	607.25
Jongste MTM-pryse (Aangeteken tussen 07:00 vm - 08:00 vm op die jongste twee datums) SPOT = naaste kontrakmaand										
SORGHUM Mar 15	2220	-80	-3.5%	2300	-3%	2300	-5%	2330	-37%	3500
WMAZ Feb 15	2026	40	2.0%	1986	1%	2012	-6%	2150	-38%	3294
WMAZ Jul 15	2035	46	2.3%	1989	0%	2035	-4%	2118	-12%	2312
YMAZ Feb 15	2027	37	1.9%	1990	0%	2026		NA	-38%	3274
YMAZ Jul 15	2026	18	0.9%	2008	-1%	2052	-5%	2137	-11%	2274
SOY50 Feb 15	5589	64	1.2%	5525	-1%	5628	-5%	5864		NA
SOY May 15	4796	26	0.5%	4770	0%	4791	-5%	5025	-19%	5954
SUN Feb 15	4980	40	0.8%	4940	1%	4950	0%	4975	-18%	6060
SUN May 15	4780	0	0.0%	4780	4%	4590	2%	4685	-9%	5255
WHEAT Feb 15	3925	-3	-0.1%	3928	0%	3912	-1%	3948	3%	3829
WHEAT Mar 15	3969	-6	-0.2%	3975	0%	3962	-1%	3995	4%	3822

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

**External Market Factors:** The Rand slightly strengthened by 0.1% against the US dollar from midday yesterday. The rand still remains at weak levels owing to power supply concerns. International commodity price were mixed this morning. Wheat (Mar 15) contract month price gained some momentum with an increase of 0.7%.

Therefore, the price levels of the CBOT since 12h00pm yesterday indicate a potential decrease of R12 on the maize export parity prices, a potential increase of R2 on soybean import parity prices, and a potential increase of R13 on wheat import parity prices.

**Maize:** International maize prices posted modest losses, despite better than expected US weekly export sales of 42.7 million bushels, mostly for old crop. The leading buyers were Japan, Mexico and South Korea. However shipments remain slow.

Domestic maize prices traded higher, with weather being the main driver. Farmers in the North West anxiously wait for rain as most of their regions remain dry, recent rainfalls were not sufficient with some regions only getting 2mm of rainfall.

**Wheat:** US wheat prices posted some gains, owing to fresh export news. Weekly US export sales out yesterday were well above trade expectations. The US still faces stiff competition from Europe and the Black Sea, filling big tenders out of North Africa and the Middle East.

Weather forecasts still remains a concern for the northern and western belt of the US, however the Southwest region is expected to get favourable conditions aiding the hard red winter.

**Soybean:** Soybean prices could not hold the momentum despite a recovery in their exports, still reacting on the recent cancellations. USDA reported weekly export sales totalling 32.6 million bushels, 20.2 million bushels of that to China and European buyers. Forecasted favorable weather conditions in the dry parts of Brazil also weighed on the prices.

Sources: Farm Futures, CME and JSE

Let asb die volgende:

Domestic Market Insights & Data: <http://www.grainsa.co.za/pages/industry-reports/market-reports>

International Market Insights & Data: [http://www.usda.gov/wps/portal/usda/usdahome?navid=AGENCY\\_REPORTS](http://www.usda.gov/wps/portal/usda/usdahome?navid=AGENCY_REPORTS)