

Grain SA's Oilseed Market Commentary

Grain SA GRAIN SA	DATE	DATE			+ - WEEK AGO		+ - MONTH AGO		+ - YEAR AGO				
	2018/08/13	2018/08/10			2018/08/06		2018/07/16		2017/08/14				
	Data	Δ	Δ%	Data	Δ%	Data	Δ%	Data	Δ%	Data			
Brent (\$/b)	72.96	1.01 ↑	1.4%	71.95	↓	-2.4%	74.74	↓	-2.3%	74.68	↑	44.1%	50.62
US\$: ? ZAR	14.44	0.560 ▶	4.0%	13.88	↑	8.3%	13.33	↑	9.3%	13.21	↑	8.6%	13.30
Corn	R 2 032.86	78.84 ▶	4.0%	R 1 954.02	* CBOT Sep cents / bushel + -08 : 00 today vs CBOT Corn Sep + -12 : 00 the previous day								
Wheat	R 2 900.15	119.61 ▶	4.3%	R 2 780.53	* CBOT Sep cents / bushel + -08:00 today vs. CBOT Wheat Sep + -12 : 00 the previous day								
Soybean	R 4 513.11	178.08 ▶	4.1%	R 4 335.02	* CBOT Sep cents / bushel + -08 : 00 today vs. CBOT Soy Sep + -12 : 00 the previous day								
356													
Corn Jul '18	357.60	0.00 ↑	0.0%	357.60	↓	-3%	369.40	↓	-12%	341.75	↓	-12%	404.25
Wheat Jul '18	546.60	1.40 ↑	0.3%	545.20	↓	-2%	556.40	↓	4%	488.50	↑	4%	527.25
Soybean Jul '18	850.60	0.60 ↑	0.1%	850.00	↓	-5%	892.40	↓	-12%	1021.40	↓	-12%	970.50
Latest MTM prices (Recorded between 07:00 am - 08:00 am on the last two dates) SPOT = nearest contract month (Rands / tonne)													
SORGHUM Mar '19	3600.00	0 ↑	0.0%	3600.00	↑	0.0%	3600.00	↑	10.8%	3250.00	↑	#VALUE!	NA
WMAZ SPOT	2281.00	66 ↑	3.0%	2215.00	↑	8.9%	2094.00	↑	16.5%	1958.00	↑	25.3%	1820
WMAZ Sep '18	2312.00	66 ↑	2.9%	2246.00	↑	8.4%	2132.00	↑	15.4%	2004.00	↑	8.7%	2127
YMAZ SPOT	2333.00	61 ↑	2.7%	2272.00	↑	8.2%	2156.00	↑	15.3%	2024.00	↑	19.0%	1961
YMAZ Sep '18	2362.00	58 ↑	2.5%	2304.00	↑	8.8%	2171.00	↑	13.7%	2078.00	↑	6.1%	2227
SOY 50 SPOT	4460.00	45 ↑	1.0%	4415.00	↑	2.3%	4361.00	↑	7.6%	4145.00	↓	-2.8%	4590
SOY Sep '18	4505.00	55 ↑	1.2%	4450.00	↑	1.9%	4422.00	↑	6.6%	4227.00	↓	-2.3%	4610
SUN SPOT	4837.00	10 ↑	0.2%	4827.00	↑	2.8%	4705.00	↑	8.8%	4445.00	↑	3.3%	4682
SUN Sep '18	4888.00	16 ↑	0.3%	4872.00	↑	2.4%	4772.00	↑	7.5%	4548.00	↑	3.4%	4727
WHEAT Spot	4200.00	3 ↑	0.1%	4197.00	↑	1.6%	4134.00	↑	4.3%	4026.00	↓	-7.7%	4550
WHEAT Sep '18	4261.00	19 ↑	0.4%	4242.00	↑	2.2%	4170.00	↑	4.2%	4090.00	↓	-2.2%	4356
OILSEED (US\$/ton)	2018/08/10	Source: Oilworld			2018/08/03		2017/11/13		2016/12/12				
Soya-oil, Arg.	648	↑	0%	645	↓	-16%	769	↓	-4%	676			
Soya-pell, Arg.	362	↓	-3%	375	↑	7%	339	↓	-2%	368			
Soybean, Brazil	415	↑	0%	415	↓	1%	410	↑	1%	410			
USA Runner 40/50	1380	↑	0%	1380	↓	-14%	1600	↑	6%	1300			
Sun-oil, Arg.	718	↓	-1%	725	↓	-5%	755	↓	-10%	800			
Sun-oil, Black Sea	730	↓	-2%	748	↓	-3%	750	↓	-3%	750			
Sunseed, Black Sea	364	↑	0%	363	↓	-9%	400	↓	-11%	409			
Rapeseed, EU cif	441	↑	2%	431	↑	4%	425	↑	11%	399			
Palmk oil Mal, EU	895	↑	1%	885	↓	-39%	1470	↓	-14%	1037			

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

Soybeans: World exports of soybeans increased sharper during July than expected in the market and total exports between May and July increased 16% from the levels seen last season at the same time of the year. The amount of soybeans crushed in the US and the 4 South American countries increased 10% from last season in July and the total between May and July 2018 increased by 6% from the previous season. The soybean stock in the USA will reach a new peak during the 2018/19 season and, according to the current estimate, it should be about 5 million tons higher than last season's stock levels. Lower exports to China contributed to higher stock levels in the US. In the US production outlook for the season, there are currently sections where weather conditions are inadequate, as it is a critical weather relating time period for the USA soybeans. However, production conditions in the USA are still significantly better than last season's conditions at the same time of year and the latest weekly estimate is announced today. **Local:** The local soybean market found support last week and traded higher for the week in most of the contract months currently listed. In last week's weekly producer delivery reports announced by SAGIS, total deliveries for the season have so far been reported at 1.47 million tons, which accounts for approximately 95% of the total CEC estimate.

Sunflower seed: In Russia and Ukraine, weather conditions have reversed from the dry conditions prevailing earlier in the season with a lot of rainfall falling during the 2nd half of July and favorable for production conditions in these countries. Given the expansion in the area as well as the better yield expectations, sunflower seed production in the CIS countries may be close to the record levels of the 2016/17 season this season. **Local:** The local sunflower seed market came under pressure last week and usually closed lower for the week in most of the contract months currently listed. In last week's producer delivery report, total deliveries for the season have so far been reported at 805 212 tons, which is already approximately 12 950 tons more than the CEC estimate.

Canola: The canola production conditions in Canada have weakened mainly due to high temperatures and lower rainfall currently prevailing. Canadian exports of canola increased sharply and preliminary trade data showed a 17% increase in exports with China, which is the largest import destination. **Local:** In the local market, the major focus is on production conditions in the Western Cape. Some parts look good with rain that occurred while other areas still very dry and rain is very urgently needed.

Groundnuts: In India, there has been little rain in some parts of the production areas and the groundnut production for the season is under pressure there. In last week's USDA production progress report, the groundnut production conditions in the USA were 71% good to excellent lower than the previous week's estimation from 75% good to excellent. It is also considerably lower than the previous season's estimate of 79% good to excellent. **Local:** Local peanut production for the season was under pressure with many quality problems reported.

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