

Grain SA's Oilseed Market Commentary

GRAIN SA GRAN SA	DATE	DATE		+ - WEEK AGO		+ - MONTH AGO		+ - YEAR AGO		
	2018/06/18	2018/06/15		2018/06/11		2018/05/21		2017/06/19		
	<i>Data</i>	Δ	$\Delta\%$	<i>Data</i>	$\Delta\%$	<i>Data</i>	$\Delta\%$	<i>Data</i>	$\Delta\%$	<i>Data</i>
Brent (\$/b)	76.33	-0.18	-0.2%	76.51	0.0%	76.33	-3.9%	79.44	61.8%	47.18
US\$: ? ZAR	13.39	-0.020	-0.1%	13.41	2.9%	13.01	6.0%	12.63	3.2%	12.97
Corn	R 1 905.07	-8.12	-0.4%	R 1 913.19	* CBOT Jul cents / bushel + -08 : 00 today vs CBOT Corn Jul + -12 : 00 the previous day					
Wheat	R 2 457.04	-26.34	-1.1%	R 2 483.38	*CBOT Jul cents / bushel + -08:00 today vs. CBOT Wheat Jul + -12 : 00 the previous day					
Soybean	R 4 454.55	-74.65	-1.6%	R 4 529.20	* CBOT Jul cents / bushel + -08 : 00 today vs. CBOT Soy Jul + -12 : 00 the previous day					
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Corn Jul '18	361.40	-1.00	-0.3%	362.40	-4%	377.60	396.00	402.75	-12%	413.00
Wheat Jul '18	499.40	-4.60	-0.9%	504.00	-4%	520.00	522.00	507.25	-7%	537.00
Soybean Jul '18	905.40	-13.80	-1.5%	919.20	-7%	969.20	1021.40	1025.25	-7%	972.00
Latest MTM prices (Recorded between 07:00 am - 08:00 am on the last two dates) SPOT = nearest contract month (Rands / tonne)										
SORGHUM Jul '18	3110.00	40	1.3%	3070.00	1.3%	3070.00	0.2%	3103.00	15.2%	2700
WMAZ SPOT	2045.00	-20	-1.0%	2065.00	-1.9%	2084.00	-4.6%	2143.00	18%	1728
WMAZ Jul '18	2052.00	-24	-1.2%	2076.00	-2.0%	2094.00	-5.5%	2171.00	2%	2010
YMAZ SPOT	2142.00	-23	-1.1%	2165.00	-1.6%	2177.00	-4.2%	2235.00	16%	1854
YMAZ Jul '18	2166.00	-25	-1.1%	2191.00	-1.7%	2204.00	-4.7%	2272.00	2%	2115
SOY 50 SPOT	4355.00	-16	-0.4%	4371.00	-1.6%	4427.00	-4.9%	4580.00	-4%	4543
SOY Jul '18	4391.00	-16	-0.4%	4407.00	-1.9%	4478.00	-5.5%	4645.00	-4%	4575
SUN SPOT	4598.00	-1	0.0%	4599.00	-1.2%	4656.00	-0.3%	4612.00	2%	4522
SUN Jul '18	4623.00	-3	-0.1%	4626.00	-1.3%	4683.00	-1.7%	4702.00	1%	4564
WHEAT Spot	3948.00	28	0.7%	3920.00	2.6%	3848.00	1.8%	3877.00	-12%	4505
WHEAT Jul '18	3976.00	16	0.4%	3960.00	1.7%	3909.00	0.9%	3940.00	-11%	4453
OILSEED (US\$/ton)	2018/06/08	Source: Oilworld			2018/06/01		2017/11/13		2016/12/12	
Soya-oil, Arg.	685	↓	-1%	690	↓	-11%	769	↑	1%	676
Soya-pell, Arg.	379	↓	-9%	417	↑	12%	339	↑	3%	368
Soybean, Brazil	407	↓	-6%	434	↓	-1%	410	↓	-1%	410
USA Runner 40/50	1360	↓	-1%	1380	↓	-15%	1600	↑	5%	1300
Sun-oil, Arg.	720	↓	-1%	730	↓	-5%	755	↓	-10%	800
Sun-oil, Black Sea	733	↓	-2%	750	↓	-2%	750	↓	-2%	750
Sunseed, Black Sea	390	↓	-1%	393	↓	-3%	400	↓	-5%	409
Rapeseed, EU cif	405	↓	-2%	415	↓	-5%	425	↑	2%	399
Palmk oil Mal, EU	845	↓	-3%	875	↓	-43%	1470	↓	-19%	1037
LATEST MARKET INFORMATION TO 23:00 (RSA TIME) AS OBTAINED FROM VARIOUS MARKET REPORTS										
<p>Soybeans: The US soybean market was mainly under pressure last week and reached new contract lows during the week. The market was mainly under pressure with large fund managers who sold many contracts. The weather conditions in the largest production areas in the US are currently favourable for production that supports the expectations of good yields this season. The expectation for the 2018/19 season, starting September, is that soybean stocks should again increase significantly, although the first half of the season's stocks should be limited. The forecast for the increase in stocks for the coming season is that South American production should increase significantly for the season. The expectation is that both Argentina and Brazil should plant more soybeans that will support production if the weather conditions are normal. It is also expected that the processing of soybeans will continue to increase in the coming season. Soybean processing has shown good growth over the past few years, and so it has caused the growing production not to deteriorate in very large accumulation of world supplies. Local: The local soybean market came under pressure last week and closed lower for the week. The market was volatile with the volatile exchange rate, but international prices for the week, which were mostly under pressure, also put pressure on local prices. Local soybean prices are currently very close to the export parity price compared to the USA as origin.</p> <p>Sunflower seed: The expectation for world sunflower seed production for the 2018/19 season is that it should be slightly lower than the initial expectation was and also lowered from last month's estimate. Total production for the season is estimated at 50.4 million tons, which is still at a new high. The production expectations in the CIS countries have remained unchanged from the previous forecast and it is still expected that production in Ukraine and Russia should be beneficial for the season. The expectation for sunflower seed oil is also that it should be slightly higher in the 2018/19 season mainly due to the greater expected processing of sunflower seed this season. Local: The local sunflower seed market also closed a little lower last week.</p> <p>Canola: The weather conditions of the largest producing countries such as the EU, CIS countries and Australia are putting pressure on world canola and rapeseed production and it canceling the good production conditions in Canada. The expected world output for the season is lowered from the previous estimate made a month ago. Local: The plantings of canola are usually completed in the local market. Although good rain has already fallen over large parts of the Western Cape, it is still necessary that good rain in the production areas should occur throughout the rest of the season as the soil moisture is very low.</p> <p>Groundnuts: The new season plantings in the USA were reported at 91% last week, while production conditions were estimated at 60% good to excellent. The demand of local soybean processors in the US is still not high and the old season stocks move slowly. In Argentina, production conditions are difficult which will have a negative impact on the quality of the season's production, although quality problems cannot be determined at this time of the season. Local: Locally it was also a difficult season for peanut production, and production for the season is much lower than that was initially expected. There are also a lot of quality problems this season with local the production.</p>										
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