


Grain SA's Morning Market Commentary

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	DATE 2014/07/11	DATE 2014/07/10			+ - WEEK AGO 2014/07/01		+ - MONTH AGO 2014/06/10		+ - YEAR AGO 2013/07/09	
	Data	Δ	Δ%	Data	Δ%	Data	Δ%	Data	Δ%	Data
DJIA-indeks	16915	-70.54	↓ -0.4%	16986	↓ 0%	16956	↓ 0%	16946	↓ 11%	15300
Goud (Spot)	1337.30	8.55	↑ 0.6%	1328.75	↑ 1%	1325.87	↑ 6%	1261.38	↑ 7%	1247.57
Brent \$/vat	108.58	0.39	↑ 0.4%	108.19	↓ -3%	112.38	↓ -1%	109.75	↑ 1%	107.87
1 €: ? US\$	1.3598	-0.003	↓ -0.2%	1.3624	↓ -1%	1.3669	↑ 0%	1.3543	↑ 6%	1.2862
1 US\$: ? ZAR	10.70	-0.041	↓ -0.4%	10.74	↑ 0%	10.67	↑ 0%	10.70	↑ 5%	10.16
ΔCBOT 8vm : 12nm*	R 1 688.19	-29	↓ -1.7%	R 1 716.89						
ΔCBOT 8vm : 12nm*	R 5 261.70	-38	↓ -0.7%	R 5 299.72						
ΔCBOT 8vm : 12nm*	R 2 108.42	-21	↓ -1.0%	R 2 129.36						
Jongste CBOT pryse tydens oornagverhandeling (Aangeteken tussen 06:00 - 07:00 vm teenoor 12:00 vm die vorige verhandelingsdag)										
Corn Jul 14	400.75	-5.25	↓ -1.3%	406.00	↓ -5%	422.75	↓ -10%	445.50	↓ 27%	547.50
Corn Dec 14	392.50	-7.25	↓ -1.8%	399.75	↓ -7%	422.75	↓ -12%	445.00	↓ 28%	542.75
Soybean Jul 14	1338.25	-4.50	↓ -0.3%	1342.75	↓ -4%	1400.00	↓ -8%	1462.50	↓ 4%	1282.75
Soybean Nov 14	1095.00	-15.50	↓ -1.4%	1110.50	↓ -5%	1147.50	↓ -11%	1229.50	↓ 12%	1245.25
Wheat Jul 14	536.25	-3.25	↓ -0.6%	539.50	↓ -4%	559.75	↓ -11%	601.25	↓ 24%	706.75
Wheat Dec 14	570.50	-7.25	↓ -1.3%	577.75	↓ -4%	595.00	↓ -10%	637.00	↓ 21%	718.50
Jongste MTM-pryse (Aangeteken tussen 07:00 vm - 08:00 vm op die jongste twee datums) SPOT = naaste kontrakmaand										
SORGHUM Jul 14	2500	0	↑ 0.0%	2500	↑ 4%	2400	↑ 0%	2500	↓ 15%	2950
WMAZ SPOT	1688	-40	↓ -2.3%	1728	↓ -4%	1765	↓ -9%	1851	↓ 24%	2219
WMAZ Dec 14	1781	-40	↓ -2.2%	1821	↓ -5%	1865	↓ -10%	1970	↓ 22%	2287
YMAZ SPOT	1799	-21	↓ -1.2%	1820	↓ -4%	1874	↓ -8%	1956	↓ 18%	2185
YMAZ Dec 14	1892	-27	↓ -1.4%	1919	↓ -4%	1972	↓ -9%	2072	↓ 15%	2239
SOY50 SPOT	5040	-60	↓ -1.2%	5100	↓ -5%	5290	↓ -11%	5650	↓ 4%	5255
SOY50 Dec 14	5195	-58	↓ -1.1%	5253	↓ -6%	5512	↓ -10%	5790		NA
SUN SPOT	4575	-12	↓ -0.3%	4587	↓ -2%	4671	↑ 0%	4560	↓ 17%	5485
SUN Dec 14	4766	-44	↓ -0.9%	4810	↓ -3%	4915	↓ -1%	4830	↓ 16%	5705
WHEAT Spot 14	3729	-55	↓ -1.5%	3784	↑ 0%	3715	↓ -3%	3843	↑ 7%	3490
WHEAT Dec 14	3555	-10	↓ -0.3%	3565	↓ -1%	3596	↓ -2%	3623	↑ 5%	3400

MARKET CONDITIONS ACCORDING TO LATEST MARKET REPORTS AND GRAIN SA INFORMATION

External Market Factors: The Rand has gained some grounds this morning; strengthened by 0.4% from the levels seen at mid-day yesterday, hence not supportive of domestic commodity prices. Today's main focus is the USDA's World Agricultural Supply and Demand Estimates Report, due to be released this evening. This morning, all international commodity prices were bearish; the US maize (corn) for July and December 14 contract months were down by 1.3% and 1.8%, respectively. Additionally, the US soybean July and November 14 contract months were down by 0.3% and 1.4%, respectively. Lastly, US wheat July 14 was down by 0.6% and the December 14 contract month was down by 1.3%.

Based on this information, the price levels of the CBOT since 12:00pm yesterday indicates a potential decrease of R29 on the maize export parity prices, a potential decrease of R38 on the soybean import parity prices and a potential decrease of R21 on wheat import parity prices.

Maize: On the international view, the ideal weather conditions for the US corn pollination and lack of new export demand are the main reasons for the bearish trend. There were some slight bullish news in South America; there are talks that Brazil might be increasing their ethanol blends in the coming months, hence increasing maize demand. Domestic maize prices followed the international trends and also pressured by large expected crop, as well as soft demand from traditional export markets.

Wheat: The talks of better than expected yields in the US HRW harvest keep pressuring the prices. On the bullish side, India is having dry spells, and now extending to Pakistan. There are also some weather issues in Malaysia, there is still 70% chance of El Nino arriving and Australia has not reduced its percentage either.

Soybean: Soybean prices were also bearish, but the market had a lot of bullish news. There were reports that overnight China purchased 118 000 tons of US soybeans. There was also a sale of 126 000 tons of US soybeans to unknown market. Chinese customs reported June soybean imports at 6.39 million tons, up 7% from May's 5.97 million tons. The weather remains dry in India.

Sources: Grain SA, Eric Lesse, Fin24, JSE and CME

Let asb die volgende:

Internasionale markverslae:

Friday (11/07/14) WASDE

Plaaslike markverslae:

www.grainsa.co.za (for more grain and oilseeds market information)

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