


Grain SA's Morning Grain Market Commentary

	DATE	DATE			+ - LAST WEEK		AT THE MONEY PUT OPTION FOR JULY 2021 DELIVERY						
	2021/01/22	2021/01/21			2021/01/11								
	Data	Δ	Δ%	Data	Δ%	Data	Jul '21 FUTURES PRICE	WM	YM				
DJIA-index	31176	-12.37	↓	-0.04%	31188	↑	0.3%	31098					
Goud (Spot)	1864.03	-7.44	↓	-0.40%	1871.47	↑	1.7%	1832.01					
Brent \$/vat	55.38	-0.53	↓	-0.9%	55.91	↑	0.1%	55.34					
1 € / US\$	1.2164	0.00	↑	0.28%	1.2130	↓	-0.1%	1.2175	BREAKEVEN SAFEX PRICE	R 3,020.96			
1 US\$ / ZAR	15.02	0.16	↑	1.1%	14.86	↓	-2.4%	15.39					
Corn Sep	R 3,099.63	46	↑	1.5%	R 3,053.74	*CBOT Corn Dec cents / bushel 08:00 today vs. CBOT Dec 12:00 the previous day							
Wheat	R 3,645.79	1	↑	0.0%	R 3,645.17	* CBOT Wheat Dec cents / bushel 08:00 today vs. CBOT Wheat Dec 12:00 the previous day							
Soybeans	R 7,562.00	85	↑	1.1%	R 7,477.08	* CBOT Soy Dec cents / bushel 08:00 today vs. CBOT Soy Dec 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)							WEEK NR.		MAIZE EXPORTS				
Corn Mar 21	524.20	2.20	↑	0.4%	522.00	Parity prices delivered in Randfontein. WEAT BDN import par not export par		38	WM	YM	TM		
Wheat Mar 21	660.60	-7.00	↓	-1.0%	667.60	Import parity Export parity		WEEK TOTAL		23,244	8,676	31,920	
Soybeans Mar 21	1370.20	0.80	↑	0.1%	1369.40	YTD TOTAL		EXPORTABLE		1,130,000	1,450,000	2,580,000	
Latest MTM prices (SPOT - nearest contract month (Rand / ton))							YTD AS % OF EXPORTABLE		PACE/WEEK NEEDED		30,128	14,668	44,795
SORGHUM Dec'20	4260.00	0.00	↑	0.0%	4260.00	6400.00	4100.00	MAIZE PRODUCER DELIVERIES					
WMAZ Spot	3436.00	66.00	↑	2.0%	3370.00	5600.00	3200.00	WEEK TOTAL		5,580	4,215	9,795	
WMAZ Mar 21	3350.00	1.00	↑	0.0%	3349.00	5100.00	3200.00	JTD TOTAL		8,077,531	6,049,025	14,126,556	
WMAZ Jul 21	3099.00	88.00	↑	2.9%	3011.00	5100.00	3200.00	NOK SKATTING + REGSTELLINGS		8,893,033	6,878,516	15,771,549	
YMAZ Spot	3472.00	49.00	↑	1.4%	3423.00	5100.00	3200.00	% GELEWER VAN OES		90.8%	87.9%	89.6%	
YMAZ Mar 21	3432.00	24.00	↑	0.7%	3408.00	5100.00	3200.00	WEEK 16		WHEAT IMPORTS			
YMAZ Jul 21	3212.00	75.00	↑	2.4%	3137.00	5100.00	3200.00	2020/21		2019/20	5 Jr. GEM		
SOY spot	9200.00	160.00	↑	1.8%	9040.00	10100.00	7700.00	WEEK TOTAL		-	-	25,441	
SOY May 21	7726.00	-6.00	↓	-0.1%	7732.00	10500.00	7700.00	YTD TOTAL		429,262	436,728	398,901	
SUN Spot	9292.00	-108.00	↓	-1.1%	9400.00	11100.00	9000.00	TOTAL NEEDED		1,540,000	1,850,000	1,678,261	
SUN May 21	7986.00	-109.00	↓	-1.3%	8095.00	11100.00	9000.00	YTD AS % OF NEEDED		28%	24%	24%	
WHEAT Spot	5148.00	52.00	↑	1.0%	5096.00	6200.00	5700.00						
WHEAT Mar 21	5200.00	34.00	↑	0.7%	5166.00	6200.00	5700.00						
WHEAT Jul 21	5254.00	9.00	↑	0.2%	5245.00	6300.00	5700.00						
LATEST MARKET INFORMATION TO 23:00 (RSA TIME) AS OBTAINED FROM VARIOUS MARKET REPORTS													
Market overview: The rand is trading at R15.02 against the dollar this morning, after losing some steam after a week of trading under the R15/\$ mark. Brent crude oil is trading at \$55.42/barrel this morning, the oil dropped in earlier trade retreating further from 11-month highs hit last week, due to worries that new pandemic restrictions in China will curb fuel demand in the world's biggest oil importer. Recovering fuel demand in China underpinned market gains since late last year while the United States and Europe lagged, but that source of support is fading as a fresh wave of COVID-19 cases has sparked new restrictions to contain the spread. The South African Reserve Bank's monetary policy committee (MPC) was split by a single vote yesterday in favour of keeping interest rates on hold for a third meeting in a row. Policymakers voted 3-2 to keep the repo rate at a record low of 3.5% on Thursday.													
Maize: At the close on yesterday, US maize prices trended higher. The USDA announced a private export sale of 336 500 tons for 2020/21 maize to unknown destinations through the daily reporting system. Due to the Monday holiday, USDA weekly Export Sales was pushed back to later today. Estimates are looking at 0.6 to 1.2 million tons of maize bookings. The IHS Markit is forecasting 2021 US maize hectares to reach 38 million hectares, which would be 4% higher than last year's tally, if realized. Local: local maize futures traded moderately higher yesterday, compared to prior sessions. March white maize traded R1 higher and closed the session at R3099/ton and March yellow maize price traded R24 higher and closed at R3432/ton. Week 38 export data for was reported at 23 244 tons of white and 8 676 tons of yellow maize. Maize deliveries were reported at 5 580 tons for white maize and 4 215 tons of yellow maize for the same week.													
Soybeans: US soybean prices faded at the close, but still ended the session higher. USDA announced two large private export sales for 2020/21 yesterday. China bought 136 000 tons of soybeans, and Mexico purchased 163 290 tons. Export Sales report estimates show new crop sales are expected to be 350 000 to 600 000 tons. Soymeal sales are estimated between 100 000 and 400 000 tons. Soybean oil sales are expected to be 10 000 and 30 000 tons. IHS Markit estimates 2021/22 soybean planted hectares at 36 million hectares, that is 2.8 million hectares higher year on year. Brazilian soybean production estimates were also increased by 500 000 tons to 133 million tons. Local: Local soybean prices traded mixed during yesterday's session. March soybean futures traded R39 lower and closed the session off at R8356/ton.													
Wheat: US wheat prices faced another round of moderate cuts yesterday on a round of technical selling, closing lower for the third consecutive session. The USDA announced a private HRW export sale for 138 000 tons to Nigeria for 2021/22 delivery. Algeria bought 390 000 tons of wheat, but paid more for it relative to end of December prices. Ahead of the weekly Export Sales report, new crop wheat sales are estimated to be below 50 000 tons for the week ending 14 January. IHS Markit estimates that US all-wheat plantings in 2021 will reach 18 million hectares. Local: Local wheat prices traded moderately higher yesterday. March wheat traded R34 higher and closed the session at R5200/ton. There are still no imports reported for the week ending 15 January, this marks the 7 th consecutive week of no imports, with the current cumulative total at 429 262 tons.													
Domestic Market Insights & Data: www.grainsa.co.za / www.sagis.co.za													
International Market Insights & Data: www.usda.gov													
Compiled by: Ikageng Maluleke For any queries,contact ikageng@grainsa.co.za													
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