

Graan SA Oggend Markkomentaar

DATE 2021/10/22	DATE 2021/10/21		+ - LAST WEEK 2021/10/11		AT THE MONEY BUT OPTION FOR JUL 2022 DELIVERY			
	Δ	Δ%	Data	Δ%	Data	WM	YM	TM
DJIA-index	35603	-6.26 ↓	-0.02%	35609	↑	2.5%	34746	
Goud (Spot)	1783.45	-1.05 ↓	-0.1%	1784.5	↑	1.5%	1757.2	
Brent \$/vat	83.94	-1.71 ↓	-2.0%	85.65	↑	0.3%	83.66	
1 € / US\$	1.1624	-0.003 ↓	-0.23%	1.1651	↑	0.4%	1.1572	
1 US\$ / ZAR	14.63	0.20 ↑	1.4%	14.43	↓	-2.3%	14.97	
Corn	R 3,065.22	2 ↑	0.1%	R 3,063.08				
Wheat	R 3,984.40	12 ↑	0.3%	R 3,972.35				
Soybeans	R 6,579.74	-24 ↓	-0.4%	R 6,603.26				
Latest CBOT prices during overnight trading (Recorded between 6 a.m. to 07:00 am vs 12:00 pm the previous trading)					WEEK NR.			
Corn Dec 21	532.20	-7.00 ↓	-1.3%	539.20	24			
Wheat Dec 21	741.20	-8.00 ↓	-1.1%	749.20	WEEK TOTAL			
Soybeans Nov 21	1224.00	-21.40 ↓	-1.7%	1245.40	8,689			
PLAASLIKE MARKINLIGTING					YTD TOTAL			
SORGHUM Dec 21	4230.00	0.00 ↑	0.0%	4230.00	237,092			
WMAZ Spot	3131.00	-1.00 ↓	0.0%	3132.00	1,612,366			
WMAZ Dec 21	3156.00	-3.00 ↓	-0.1%	3159.00	1,849,458			
WMAZ Jul 22	3101.00	8.00 ↑	0.3%	3093.00	EXPORTABLE			
YMAZ Spot	3262.00	-2.00 ↓	-0.1%	3264.00	580,000			
YMAZ Dec 21	3308.00	-4.00 ↓	-0.1%	3312.00	41%			
YMAZ Jul 22	3218.00	10.00 ↑	0.3%	3208.00	85%			
SOY spot	7268.00	-3.00 ↓	0.0%	7271.00	12,247			
SOY May 22	7085.00	-15.00 ↓	-0.2%	7100.00	10,273			
SUN Spot	10822.00	-175.00 ↓	-1.6%	10997.00	22,519			
SUN May 22	8580.00	-54.00 ↓	-0.6%	8634.00	WEEK TOTAL			
WHEAT Spot	5850.00	50.00 ↑	0.9%	5800.00	18,290			
WHEAT Dec 21	5691.00	7.00 ↑	0.12%	5684.00	8,928			
WHEAT Mar 22	5798.00	3.00 ↑	0.05%	5795.00	8,298			
LATEST MARKET INFORMATION UNTIL 23:00 (RSA TIME) AS OBTAINED FROM SEVERAL MARKET REPORTS					YTD TOTAL			
Market overview: The Rand weakened by 1.4% against the dollar this morning at R14.63/\$. Crude oil is trading at \$83.94/barrel this morning. Oil price is down this morning in Asia as US supplies continue to tighten. The black liquid was set for a flat finish to the week, with easing coal and gas prices curbing the fuel-switching that had increased demand for oil products. The market hit multi-year highs earlier in the week as concerns about coal and gas shortages in China, India and Europe led to power providers switching to diesel and fuel oil. In a report released by the IMF yesterday, the IMF recently upwardly revised South Africa's GDP outlook from 4% to 5% it is expected however, that the country is unlikely to sustain this pace of recovery beyond 2021, with growth expected to slow to 2.2% in 2022. The sub-Saharan region is expected to grow by 3.7% in 2021 - this is the slowest recovery in the world. By comparison, advanced markets will grow by more than 5%, and other emerging markets and developing countries are set to grow more than 6%. According to the director of IMF's African development, this mismatch reflects sub-Saharan Africa's slow vaccine rollout and stark differences in policy space.					15,053,254			
Maize: US maize prices eroded 1.25% lower after a round of technical selling partly spurred by spill over weakness from a broad set of other commodities. A large sale to Mexico and a healthy set of export sales data from USDA kept prices from falling further. USDA announced a large private export sale to Mexico yesterday, for 130 000 tons. The weekly Export Sales report showed 1.27 million tons of maize booked during the week of October 14. That included 161 000 tons of previously known business to unknown. Unknown destinations were also the largest buyer with a total of 456 700 tons booked. Mexico and Japan followed with 377 000 and 230 000 tons booked. Total outstanding sales are 6.5% ahead of last season's pace with 24.44 million tons on the books. The International Grains Council raised its outlook for global 2021/22 maize production by 1 million tons to reach 1.210 billion tons, largely on higher estimates for the United States. In Europe, Strategie Grains increased its 2021 EU maize production to 67 million tons, which would be a year-over-year increase of 4.5%, if realized. Due to the expected improvements in production, Strategie Grains also lowered its forecast for EU maize exports, trimming that number to 13 million tons. According to the Buenos Aires Grains Exchange, Argentina's maize plantings for the 2021/22 season reached 23.2% as of late last week, versus a historical average of 29.4% by this time of year. Drier-than-normal conditions are prevailing in key production regions for now. Local: SAGIS announced the latest exports of maize at 56 955 tons. Yellow maize made up 48 266 tons, with top destinations being Taiwan (24 060 tons), Korea (9 923 tons), Ghana (9 505 tons), and Mozambique (1654 tons). White maize totalled 8 689 tons, with destinations being Botswana (5 297 tons) and Mozambique (1 860 tons). Maize markets traded mostly lower, especially for the front months. December white maize contracts traded R3 lower and closed the session at R3 156/ton, while July 22 contracts closed the session R8 higher at R3 101/ton. December yellow maize contracts traded R4 lower and closed the session off at R3 308/ton, while July 22 contracts closed R10 higher at R3 218/ton.					15,636,265			
Soybeans: US soybean prices suffered a big setback yesterday, giving back gains of a five-session "win streak" after a round of technical selling and profit-taking pushed prices more than 1.75% lower. Traders mostly shrugged off the latest export data from USDA, which showed soaring soybean sales this past week. USDA reported soybean export sales at 2.88 million tons for the week that ended October 14. That was above the range of estimates going in, a new Marketing year high, and included 1.515 million tons of previously announced business (to China and Unknown). China was listed as the week's top buyer with 1.88 million tons, though 526 000 tons of it were previously reported as unknown and 54k MT were reported late. China's 21/22 soybean commitments were at 14.964 MMT as of 10/14. That represents 51.1% of the total but is down 40% year on year. Total soybean commitments sit at 29.27 million tons, compared to 45.4 million tons at this point last season. As for the products, USDA reported meal sales at 240 380 tons. That was within the range of estimates and up 58% from the same week last year. Soybean shipments are running double last season's clip with 517 000 tons shipped year to date through October 14. The International Grains Council made no revisions to its previous global soybean production forecast for 2021/22, keeping that estimate at 380 million tons. Local: Local soybean contracts traded lower yesterday. December soybean contracts closed R35 lower at R7 300/ton, while May 22 contracts closed R15 lower at R7 085.					15,636,265			
Wheat: Wheat prices faded with double digit losses after a round of technical selling in response to spill over weakness from a broad range of other commodities. USDA had wheat export bookings at 362 374 tons for the week that ended October 14. That was within the range of estimates but down 37% from the week prior. USDA noted Nigeria and Japan were the top buyers, and Mexico was the top destination for the 160 000 tons shipped. The shipments were a 16-week low, and down 27% from the same week last year. Accumulated exports now trail last season's pace by 28% shipped through October 14. The latest global wheat production forecast for 2021/22 from the International Grains Council was unchanged from its prior estimate of 781 million ton. European consultancy Strategie Grains trimmed its estimates for all-wheat exports during the 2021/22 marketing year to 32 million tons, with rising prices putting pressure on both competitiveness in the world market as well as feed use. Local: SAGIS reported wheat imports for the week ending October 15 at 17 124 tons, from the following destinations, US (10 500 tons), Latvia (3 879 tons) and Lithuania (2745 tons). The local wheat market traded slightly higher yesterday. December contracts traded R7 higher at R5 691/ton and there was no movement for the May 22 contracts which closed at R5 854/tons.					15,636,265			

Domestic Market Insights & Data: [www.grainsa.co.za](http://www.grainsa.co.za) / [www.sagis.co.za](http://www.sagis.co.za)  
International Market Insights & Data: [www.usda.gov](http://www.usda.gov)

Compiled by: Ikageng Maluleke For any queries, contact [ikageng@grainsa.co.za](mailto:ikageng@grainsa.co.za)  
Thank you for the Maize Trust for partially funding this project

