

Graan SA Oggend Markkommendaar

	DATE 2021/10/25		DATE 2021/10/22		+ - LAST WEEK 2021/10/18		AT THE MONEY BUT OPTION FOR JUL 2022 DELIVERY			
	Data	Δ	Δ%	Data	Δ	Δ%	WM	YM		
DJIA-index	35677	73.94	0.21%	35603	74.10	1.1%	Jul '22 FUTURES PRICE	R 3,095.00	R 3,219.00	
Goud (Spot)	1800.28	16.83	0.9%	1783.45	16.83	1.8%	Put STRIKE PRICE	R 3,100.00	R 3,220.00	
Brent \$/vat	85.27	1.33	1.6%	83.94	1.33	-0.5%	Put PREMIUM	R 243.61	R 238.09	
1 € / US\$	1.1656	0.003	0.28%	1.1624	0.003	0.7%	MINIMUM SAFEX PRICE	2,856.39	2,981.91	
1 US\$ / ZAR	14.78	0.15	1.0%	14.63	0.15	0.7%				
Corn	R 3,130.39	65	2.1%	R 3,065.22	64	2.1%	*CBOT Corn Dec cents / bushel 08:00 today vs. CBOT Dec 12:00 the previous day			
Wheat	R 4,105.62	121	3.0%	R 3,984.40	121	3.0%	* CBOT Wheat Dec cents / bushel 08:00 today vs. CBOT Wheat Dec 12:00 the previous day			
Soybeans	R 6,627.65	48	0.7%	R 6,579.74	48	0.7%	* CBOT Soy Nov cents / bushel 08:00 today vs. CBOT Soy Nov 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 Dec 21	538.00	5.80	1.1%	532.20	5.80	1.1%	24	WM	YM	TM
Wheat Dec 21	756.00	14.80	2.0%	741.20	14.80	2.0%	WEEK TOTAL	8,689	48,266	56,955
Soybeans Nov 21	1220.40	-3.60	-0.3%	1224.00	-3.60	-0.3%	YTD TOTAL	237,092	1,612,366	1,849,458
PLAASLIKE MARKINLIGTING							EXPORTABLE	580,000	1,900,000	2,480,000
SORGHUM Dec 21	4230.00	0.00	0.0%	4230.00	0.00	0.0%	YTD AS % OF EXPORTABLE	41%	85%	75%
WMAZ Spot	3133.00	2.00	0.1%	3131.00	2.00	0.1%	PACE/WEEK NEEDED	12,247	10,273	22,519
WMAZ Dec 21	3140.00	-16.00	-0.5%	3156.00	-16.00	-0.5%	MAIZE PRODUCER DELIVERIES			
WMAZ Jul 22	3095.00	-6.00	-0.2%	3101.00	-6.00	-0.2%	WEEK TOTAL	18,290	8,928	27,218
YMAZ Spot	3257.00	-5.00	-0.2%	3262.00	-5.00	-0.2%	YTD TOTAL	8,106,152	6,947,102	15,053,254
YMAZ Dec 21	3297.00	-11.00	-0.3%	3308.00	-11.00	-0.3%	CEC ESTIMATE- CORRECTIONS	8,524,565	7,111,700	15,636,265
YMAZ Jul 22	3219.00	1.00	0.0%	3218.00	1.00	0.0%	% DELIVERED FROM HARVEST	95%	98%	96%
SOY spot	7261.00	-7.00	-0.1%	7268.00	-7.00	-0.1%	WEEK 3	WHEAT IMPORTS		
SOY May 22	7072.00	-13.00	-0.2%	7085.00	-13.00	-0.2%	2021/22	2020/21	5 Jr. GEM	
SUN Spot	10717.00	-105.00	-1.0%	10822.00	-105.00	-1.0%	WEEK TOTAL	17,124	101,819	64,739
SUN May 22	8680.00	100.00	1.2%	8580.00	100.00	1.2%	YTD TOTAL	162,122	171,206	72,323
WHEAT Spot	5878.00	28.00	0.5%	5850.00	28.00	0.5%	TOTAL NEEDED	1,525,000	1,474,921	1,631,661
WHEAT Dec 21	5721.00	30.00	0.53%	5691.00	30.00	0.53%	YTD AS % OF NEEDED	11%	12%	4%
WHEAT Mar 22	5822.00	24.00	0.41%	5798.00	24.00	0.41%				

LATEST MARKET INFORMATION UNTIL 23:00 (RSA TIME) AS OBTAINED FROM SEVERAL MARKET REPORTS

Market overview: The JSE achieved the best profit in two weeks on Friday as China's Evergrande returned on the brink of bankruptcy by making a payment to international bondholders, complying with the 30-day grace period given to the group after the original deadline was missed. The JSE All-Share Index rose 1.5% on Friday, the Resources-10 Index traded 2.5% higher, the Industrial-25 Index rose 1.44%, and the Financial-15 Index closed 0.21% green. In recent weeks, increased geopolitical tensions and supply constraints have supported commodity prices, which have increased demand for the South African Rand. Since the Chinese real estate giant Evergrande briefly escaped a default on one of their bonds, temporary relief increased the demand for emerging market currencies and consequently pushed the Rand back below the R14.60/\$ level. The car dealer CMH, which is listed on the JSE, says a combination of international and local factors has made it increasingly difficult to find good second-hand vehicles in South Africa. CMH's results published on Tuesday (October 19) the group noted that overseas Covid-19-related factory closures had disrupted the component supply chains, mainly from China and India. The shortage of new vehicle inventory has led to fewer sales and consequently fewer exchanges in used vehicles. In addition, car rental companies' ability to replace obsolete fleet units has been hampered. These factors collectively caused a lack of suitable, inexpensive used vehicles. As a result, the price of used cars rose faster than that of new cars as the demand for high-quality stock increased. China's Evergrande group said on Sunday that work had resumed on more than ten projects in six cities. The statement comes after the group avoided default last week by making a coupon payment. Evergrande is deep in a crisis with more than \$300 billion in liabilities. Asian markets traded mixed on Friday. South Korea's Kospi index fell 0.04%, Hong Kong's Hang Seng index fell 0.42%, Japan's Nikkei 225 index rose 0.34%, and China's Shanghai Composite Index fell 0.34%. Australia's S&P/ASX-200 index closed unchanged on Friday. European markets traded in the green on Friday. Germany's DAX performance index climbed 0.46%, France's CAC-40 index traded 0.71% higher, and the U.K.'s FTSE-100 index closed up 0.2% in the green. Brent crude opened Friday's session at \$84.76/barrel and closed the session 0.95% higher at \$85.51/barrel. On Friday, West Texas Intermediate Crude Oil opened at \$82.89/barrel and closed the session at \$84.56/barrel. U.S. stocks traded mainly in the red on Friday. The Nasdaq Composite Index was down 0.82%, the S&P500 index was down 0.11%, and the Dow Jones Industrial Average was up 0.21%.

Maize: Strategy Grains has increased its forecast for the European Union's 2021 maize crop. In its monthly grain report 2021, Strategy Grains increased maize production in the European Union from 64.9 million tons to 67.5 million tons. In 2020, the European Union harvested a total maize crop of 64.6 million. The higher production outlook has led Strategy Grains to reduce its forecast for E.U. maize imports in the 2021/22 season to 13.9 million tons from last month's estimated 14.4 million. FranceAgriMer announced on Friday that the harvesting process of France's 2021 maize crop is progressing well and that 32% of the country's maize crop has been harvested by 18 October compared to the 15% from the week before. However, the crop progress remains far behind the rate of last year when 75% of the crop was harvested at the same stage. **Local:** The local maize market traded weaker on Friday. The December white maize futures contract traded 0.51% (R16/ton) lower and closed the session at R3140/ton. The December yellow maize futures contract traded 0.33% (R11/ton) lower and closed the session at R3297/ton. The March 2022 white maize futures contract traded 0.41% (R13/ton) lower and closed the session at R3161/ton. The March 2022 yellow maize futures contract traded 0.15% (R5/ton) lower and closed the session at R3314/ton. The May 2022 white maize futures contract closed unchanged at R3108/ton on Friday. The May 2022 yellow maize futures contract remained unchanged at R3219/ton on Friday. The July 2022 white maize futures contract traded 0.19% (R6 / ton) lower and closed the session at R3095/ton. The July yellow maize futures contract traded 0.03% (R1/ton) higher and closed the session at R3219/ton.

Soybeans: U.S. soybean prices moved moderately lower on Friday as traders speculated that some of the planned 2022 maize hectares would be switched to soybeans if fertilizer prices remained high. It is not uncommon for analysts to debate before planting a new U.S. maize and soybean crop on how many acres will be allocated to both of the crops, although rising production costs will complicate the discussion this year. Rising fertilizer prices are causing analysts to lower expectations for next year's maize area. The cost of nitrogen-based fertilizers used mainly on maize is about double the price of the previous year. **Local:** The local soybean market traded weaker on Friday. The December soybean futures contract traded 0.81% (R59/ton) lower and closed the session at R7241/ton. The March 2022 soybean futures contract traded 0.93% (R68/ton) lower and closed the session at R7268/ton. The May 2022 soybean futures contract traded 0.18% (R13/ton) lower and closed the session at R7072/ton. The July 2022 soybean futures contract traded 0.01% (R1/ton) lower and closed the session at R7179/ton.

Wheat: .S. wheat prices traded stronger on Friday due to stronger global demand and U.S. production challenges that prompted technical purchases. Ukraine's Ministry of Agriculture announced on Friday that the country had harvested 56.3 million tons of grain to date, with 76.5% of the sown area already harvested. The volume includes 32.3 million tons of wheat, 9.6 million tons of barley, 11.2 million tons of maize and a small volume of other grains. Favourable weather could help Ukraine harvest a record 80.3 million tons of grain this year compared to 65 million tons in 2020. The Buenos Aires grain fair predicts that Argentina may reach a 2021/22 record wheat crop due to recent rains in the main production regions of the country. Argentina, a major wheat exporter, especially to neighbouring Brazil, is expected to harvest a record 19.2 million tons of wheat this season. The harvesting process of Argentina's wheat crop is expected to start in earnest at the end of this year and last until January. The USDA's October WASDE report estimates that Argentina will harvest 20 million tons of wheat in the 2021/22 marketing chart. **Local:** The local wheat market traded firmer on Friday. The December wheat futures contract traded 0.53% (R30/ton) higher and closed the session at R5721/ton. The March 2022 wheat futures contract traded 0.41% (R24/ton) higher and closed the session at R5822/ton. The May 2022 wheat futures contract traded 0.1% (R6/ton) lower and closed the session at R5848/ton. The July 2022 wheat futures contract remained unchanged at R5838/ton on Friday.

Domestic Market Insights & Data: www.grainsa.co.za / www.sagis.co.za
International Market Insights & Data: www.usda.gov

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