

### Grain SA's Morning Grain Market Commentary

GRAIN SA GRAAN SA	DATE	DATE			+ - LAST WEEK		AT THE MONEY PUT OPTION FOR JULY 2021 DELIVERY				
	2020/11/27	2020/11/26			2020/11/16		WM		YM		
	Data	Δ	Δ%	Data	Δ%	Data	Jul '21 FUTURES PRICE	R	2,936.00	R	2,976.00
DJIA-index	29872	0.00	0.00%	29872	1.3%	29480	Put STRIKE PRICE	R	2,940.00	R	2,980.00
Goud (Spot)	1807.28	-3.34	-0.18%	1810.62	-4.7%	1895.93	Put PREMIUM	R	236.65	R	206.28
Brent \$/vat	47.67	-1.14	-2.3%	48.81	10.2%	43.24	BREAKEVEN SAFEX PRICE	R	2,703.35	R	2,773.72
1 € / US\$	1.1924	0.00	0.01%	1.1923	0.6%	1.1848					
1 US\$ / ZAR	15.18	0.08	0.5%	15.10	-1.7%	15.45					
Corn Sep	R 2,509.94	13	0.5%	R 2,496.71	*CBOT Corn Dec cents / bushel 08:00 today vs. CBOT Dec 12:00 the previous day						
Wheat	R 3,280.80	17	0.5%	R 3,263.51	*CBOT Wheat Dec cents / bushel 08:00 today vs. CBOT Wheat Dec 12:00 the previous day						
Soybeans	R 6,603.99	35	0.5%	R 6,569.19	*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 Dec 20	420.00	0.00	0.0%	420.00	Parity prices delivered in		30	WM	YM	TM	
Wheat Dec 20	588.20	0.00	0.0%	588.20	Randfontein. WEAT BDN		WEEK TOTAL	19,670	10,988	30,658	
Soybeans Jan 21	1184.00	0.00	0.0%	1184.00	import par not export par		YTD TOTAL	572,898	1,176,506	1,749,404	
Latest MTM prices (SPOT - nearest contract month (Rand / ton))							EXPORTABLE	1,170,000	1,370,000	2,540,000	
SORGHUM Dec'20	4360.00	0.00	0.0%	4360.00	Import parity	Export parity	YTD AS % OF EXPORTABLE	49%	86%	69%	
WMAZ Spot	3430.00	32.00	0.9%	3398.00	3800.00	2800.00	PACE/WEEK NEEDED	27,141	8,795	35,936	
WMAZ Mar 21	3434.00	42.00	1.2%	3392.00	4600.00	2800.00	MAIZE PRODUCER DELIVERIES				
WMAZ Jul 21	2936.00	16.00	0.5%	2920.00	4700.00	2800.00	WEEK TOTAAL	5,565	2,933	8,498	
YMAZ Spot	3391.00	13.00	0.4%	3378.00	4600.00	2800.00	JTD TOTAAL	7,996,889	5,953,080	13,949,969	
YMAZ Mar 21	3393.00	35.00	1.0%	3358.00	4600.00	2800.00	NOK SKATTING + REGSTELLINGS	8,863,776	5,886,882	14,750,658	
YMAZ Jul 21	2976.00	16.00	0.5%	2960.00	4700.00	2800.00	% GELEWER VAN OES	90.2%	101.1%	94.6%	
SOY spot	8199.00	-167.00	-2.0%	8366.00	9200.00	6700.00	WEEK 08	WHEAT IMPORTS			
SOY May 21	7410.00	-135.00	-1.8%	7545.00	9400.00	6700.00	2020/21	2019/20	5 Jr. GEM		
SUN Spot	8501.00	-25.00	-0.3%	8526.00	9900.00	7900.00	WEEK TOTAL	17,637	49,487	32,890	
SUN May 21	7678.00	-107.00	-1.4%	7785.00	9900.00	7900.00	YTD TOTAL	418,941	410,653	312,654	
WHEAT Spot	4833.00	-38.00	-0.8%	4871.00	5900.00	5400.00	TOTAL NEEDED	1,700,000	1,850,000	1,678,261	
WHEAT Mar 21	4948.00	-38.00	-0.8%	4986.00	5800.00	5300.00	YTD AS % OF NEEDED	25%	22%	19%	
WHEAT Jul 21	5015.00	-37.00	-0.7%	5052.00	5900.00	5300.00	LATEST MARKET INFORMATION TO 23:00 (RSA TIME) AS OBTAINED FROM VARIOUS MARKET REPORTS				

**Market overview:** The dollar faces a weekly decline as risk appetite continues to improve, even amidst a global jump in COVID-19 cases. Chinese Industrial Profits climbed, beating expectations, while UK housing proxies are due for release later today. This morning the rand is trading at R15.21/\$, R18.12/€ and R20.31/£. Africa's stocks and bonds are starting to win over investors scouring some of the developing world's most beaten-down markets for returns. Dollar bonds issued by Angola, Zambia, Nigeria and Ghana are the best performers in emerging markets in November, after Sri Lanka. All but one of the African equity benchmarks are up in the past month in dollar terms, with Nigeria one of the top gainers worldwide. The economies of Ethiopia, Uganda, Ivory Coast, Egypt, Ghana, Rwanda and Kenya withstood the economic effect of the pandemic so successfully that they were among the world's 10 fastest-growing in 2020. At least five of them are expected to remain in that elite club through 2022, according to forecasts compiled by Bloomberg.

**Maize:** Due to Thanksgiving in the US there is limited international market information available this morning. Trading will resume Friday morning at 8:30 CST. US maize Export sales for the week of 11/19 are expected to be in a range of 0.8-1.4 million tons in Friday's report. RaboBank estimates the 20/21 Brazilian maize crop at 107.2 million tons, vs. the current USDA projection of 110 million tons. **Local:** The local maize market found mostly support yesterday and traded stronger for the day in most of the contract months of both white and yellow maize currently listed. The white maize market traded R16 / ton higher for delivery in July 2021 for the day to close at R2 936 / ton. The yellow maize market traded R16 / ton higher for delivery in July 2021 to close at R2 976 / ton.

**Soybeans:** Due to Thanksgiving in the US there is limited international market information available this morning. The weekly US Export Sales report, pushed back to Friday, is expected to show 0.7-1.4 million tons in soybean sales for the week ending last Thursday. Meal bookings are seen at 100 000 to 300,000 tons, with bean oil in a range of 12 000-50 000 tons. Brazil's 20/21 soybean crop is estimated at 130 million tons by Rabobank, which is 3 million tons shy of the current USDA number. **Local:** The local soybean market came under pressure mostly yesterday, trading lower for the day in most of the contract months currently listed. For delivery in May 2021, the local soybean market traded R113 / ton lower for the day to close at R7 432 / ton.

**Wheat:** Due to Thanksgiving in the US there is limited international market information available this morning. Egypt's GASC apparently noticed and issued an import tender for wheat with results due on Thursday. South Korean importers purchased 80 000 tons and Taiwan mills purchased 82 220 tons of US wheat on Wednesday. Friday's delayed Export Sales report, which will not include those sales, is expected to show 200 000-400 000 tons of wheat bookings during the week of 11/19. That would be an improvement over last week's low of 192 389 tons. Russia's SovEcon raised their 20/21 wheat production estimated by 900 000 tons to 85.3 million tons. They also increased the country's projected exports by 1 million tons to 40.8 million tons. **Local:** The local wheat market mostly came under pressure yesterday and traded lower for the day in most of contract months currently listed. The local wheat market traded lower for delivery in December 2020, R41 / ton to close at R4 830 / ton.

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)

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