

Grain SA's Morning Grain Market Commentary

DATE 2020/01/28 Data	DATE 2020/01/27		+ - LAST WEEK 2020/01/20		AT THE MONEY PUT OPTION FOR JUL 2020 DELIVERY					
	Δ	Δ%	Data	Δ%	Data	WM	YM			
DJIA-index	28536	-453.93	-1.57%	28990	-2.3%	29348	Jul '20 FUTURES PRICE	R 2 402.00	R 2 487.00	
Goud (Spot)	1581.4	1.86	0.12%	1579.54	1.5%	1557.47	Put STRIKE PRICE	R 2 400.00	R 2 480.00	
Brent \$/vat	59.32	-1.30	-2.1%	60.62	-2.7%	65.69	Put PREMIUM	R 130.04	R 124.20	
1 € / US\$	1.1021	0.00	-0.05%	1.1026	-0.7%	1.1095	MIN SAFEX PRICE	R 2 269.96	R 2 355.80	
1 US\$ / ZAR	14.60	0.16	1.1%	14.44	1.1%	14.44				
Corn Mar 19	R 2 186.43	-15	-0.7%	R 2 201.13			*CBOT Corn Dec cents / bushel 08:00 today vs. CBOT Dec 12:00 the previous day			
Wheat Mar 19	R 3 069.61	27	0.9%	R 3 042.34			* CBOT Wheat Dec cents / bushel 08:00 today vs. CBOT Wheat Dec 12:00 the previous day			
Soybeans Mar 19	R 4 813.10	27	0.5%	R 4 785.82			* CBOT Soy Jan cents / bushel 08:00 today vs. CBOT Soy Jan 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)										
Corn Mar 20	380.40	-6.80	-1.8%	387.20	Parity prices delivered in					
Wheat Mar 20	572.20	-1.20	-0.2%	573.40	Randfontein. WEAT BDN					
Soybeans Mar 20	897.20	-4.80	-0.5%	902.00	import par not export par					
Latest MTM prices (SPOT = nearest contract month (Rand / ton)										
SORGHUM Mar '20	3215.00	0.00	0.0%	3215.00	3660.00	2114.00				
WMAZ Spot	3200.00	37.00	1.2%	3163.00	4415.00	1950.00				
WMAZ Mar 20	3094.00	62.00	2.0%	3032.00	3570.00	2220.00	week 38 MAIZE PRODUCER DELIVERIES			
WMAZ Jul 20	2402.00	-41.00	-1.7%	2443.00	3640.00	2280.00	WEEK TOTAAL	5 973	4 867	10 840
YMAZ Spot	2935.00	3.00	0.1%	2932.00	3350.00	1950.00	JTD TOTAAL	5 309 080	5 089 211	10 398 291
YMAZ Mar 20	2935.00	5.00	0.2%	2930.00	3570.00	2220.00	NOK SKATTING + REGSTELLINGS	5 378 240	5 369 610	10 747 850
YMAZ Jul 20	2487.00	-12.00	-0.5%	2499.00	3640.00	2280.00	% GELEWER VAN OES	98.7%	94.8%	96.7%
SOY spot	5897.00	-20.00	-0.3%	5917.00	6540.00	4670.00	WEEK 16 WHEAT IMPORTS			
SOY May 20	5782.00	35.00	0.6%	5747.00	7040.00	5030.00	2019/20	2018/19	5 Jr. GEM	
SUN Spot	5884.00	30.00	0.5%	5854.00	6370.00	4890.00	WEEK TOTAL	0	44 918	30 658
SUN May 20	5579.00	4.00	0.1%	5575.00	6370.00	4890.00	YTD TOTAL	437 160	127 813	338 965
WHEAT Spot	4689.00	18.00	0.4%	4671.00	5000.00	4680.00	TOTAL NEEDED	1 750 000	1 355 881	1 671 817
WHEAT Mar 20	4666.00	14.00	0.3%	4652.00	5061.00	4740.00	YTD AS % OF NEEDED	25%	9%	20%
WHEAT May 20	4691.00	11.00	0.2%	4680.00	5061.00	4740.00				

LATEST MARKET INFORMATION TO 23:00 (RSA TIME) AS OBTAINED FROM VARIOUS MARKET REPORTS

Market Review: The rand is weakening significantly and is trading at R 14.60 this morning against the US dollar. More than half of CEOs around the world expect a slowdown in global economic growth by 2020, according to data from an annual PwC survey released at the World Economic Forum (WEF). The high level of pessimism is attributed to excessive regulation, rising trade wars, cybersecurity threats and increasing negative effects of climate change. Eskom has brought back a former senior project manager with the company, who went to work for the Redondo Peninsula Energy business in the Philippines in 2017, to manage the Kusile building project. As of 23 January this year, Avin Maharaj was appointed director of projects for the Kusile project, according to internal Eskom communications that Fin24 has seen.

Maize: US maize prices fell almost 2% on Monday on a round of technical sales spurred by many other commodities. European Union maize imports for 2019/20 reached 12,588 million tonnes on 26 January, down 7% on the previous year. Russia exports a modest amount of maize, including an estimated 200,000 tonnes in January, per country's SovEcon consultation. **Local:** The local maize prices were very volatile yesterday. White maize is trading down and yellow maize is up during yesterday's trading session.

Soybeans: US soybeans fell 0.5% due to technical sales boosted by the weakness of maize and other trade products. Export inspections that were lower than expected and the lack of major Chinese purchases added to the headwind today - futures have fallen seven out of the past eight sessions since the signing of the first phase trade agreement with the US. **Local:** Soybeans experienced a sigh of relief yesterday. Prices for soybeans traded upwards on all contracts yesterday.

Wheat: Wheat prices are now mixed amid an unequal round of technical manoeuvring on Monday. The Egyptian government reports that the country has enough wheat reserves to last until the end of June. Egypt is the world's largest wheat importer in the world. The country also announced a recent 6% expansion of its grain silos storage. **Local:** Another behind one next day that is trading the wheat price positively. During yesterday's session the wheat price increased to R 18.

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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