


Graan SA Oggend Markkommentaar

	DATE	DATE		+ - LAST WEEK		AT THE MONEY BUT OPTION FOR JUL 2022 DELIVERY				
	2021/11/29	2021/11/26		2021/11/22						
	Data	Δ	Δ%	Data	Δ%	Data		WM	YM	
DJIA-index	34630	-1174,38	↓ -3,28%	35804	↓ -2,7%	35602	Jul '22 FUTURES PRICE	R 3 388,00	R 3 556,00	
Goud (Spot)	1793,04	-4,54	↓ -0,3%	1797,58	↓ -2,8%	1845,34	Put STRIKE PRICE	R 3 380,00	R 3 560,00	
Brent \$/vat	74,91	-5,05	↓ -6,3%	79,96	↓ -5,1%	78,90	Put PREMIUM	R 247,28	R 244,89	
1 € / US\$	1,1277	0,005	↑ 0,49%	1,1222	↓ -0,2%	1,1300	MINIMUM SAFEX PRICE	3 132,72	3 315,11	
1 US\$ / ZAR	16,15	-0,07	↓ -0,5%	16,22	↑ 2,6%	15,74				
Corn	R 3 728,81	28	↑ 0,8%	R 3 701,02	*CBOT Corn Dec cents / bushel 08:00 today vs. CBOT Dec 12:00 the previous day					
Wheat	R 4 897,04	-89	↓ -1,8%	R 4 985,99	*CBOT Wheat Dec cents / bushel 08:00 today vs. CBOT Wheat Dec 12:00 the previous day					
Soybeans	R 7 431,59	-116	↓ -1,5%	R 7 547,53	*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	586,60	7,00	↑ 1,2%	579,60	Parity prices delivered in Randfontein. WEAT BDN import par not export parity		29	WM	YM	TM
Wheat Dec 21	825,40	-11,20	↓ -1,3%	836,60			WEEK TOTAL	13 859	28 739	42 598
Soybeans Jan 22	1252,60	-13,80	↓ -1,1%	1266,40			YTD TOTAL	295 804	1 870 794	2 166 598
Domestic market information					Import parity	Export parity	EXPORTABLE	600 000	2 500 000	3 100 000
WMAZ Spot	3476,00	56,00	↑ 1,6%	3420,00	-	-	YTD AS % OF EXPORTABLE	49%	75%	70%
WMAZ Mrt 22	3506,00	54,00	↑ 1,6%	3452,00	-	-	PACE/WEEK NEEDED	13 226	27 357	40 583
WMAZ Jul 22	3388,00	48,00	↑ 1,4%	3340,00	-	-	MAIZE PRODUCER DELIVERIES			
YMAZ Spot	3695,00	44,00	↑ 1,2%	3651,00	6050,00	3700,00	WEEK TOTAL	7 397	8 903	16 300
YMAZ Mrt 22	3727,00	54,00	↑ 1,5%	3673,00	6080,00	3700,00	YTD TOTAL	7 768 099	6 522 144	14 290 243
YMAZ Jul 22	3556,00	48,00	↑ 1,4%	3508,00	6100,00	3750,00	CEC ESTIMATE- CORRECTIONS	8 368 815	7 162 450	15 531 265
SOY spot	7573,00	146,00	↑ 2,0%	7427,00	11200,00	7950,00	% DELIVERED FROM HARVEST	93%	91%	92%
SOY Mar '22	7589,00	167,00	↑ 2,3%	7422,00	10900,00	7800,00				
SOY May 22	7462,00	132,00	↑ 1,8%	7330,00	10900,00	7800,00	WEEK 8	WHEAT IMPORTS		
SUN Spot	11385,00	215,00	↑ 1,9%	11170,00	13500,00	10950,00	2021/22	2020/21	5 Jr. GEM	
SUN May 22	9750,00	-14,00	↓ -0,1%	9764,00	13500,00	10950,00	WEEK TOTAL	39 058	108 807	37 063
WHEAT Spot	6333,00	131,00	↑ 2,1%	6202,00	8170,00	5600,00	YTD TOTAL	337 556	894 488	749 785
WHEAT Mrt 22	6458,00	121,00	↑ 1,9%	6337,00	8200,00	5650,00	TOTAL NEEDED	1 525 000	1 474 921	1 768 584
WHEAT May 22	6489,00	117,00	↑ 1,8%	6372,00	8200,00	5650,00	YTD AS % OF NEEDED	22%	61%	42%
LATEST MARKET INFORMATION UNTIL 23:00 (RSA TIME) AS OBTAINED FROM SEVERAL MARKET REPORTS										

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Market Overview: The main theme on the markets on Friday was that equities worldwide fell significantly along with oil prices due to fears fueled by the new covid variant called Omicron. According to scientists, the Omicron is the most mutated variant ever observed. Scientists have further indicated that the Omicron variant has undergone a long list of mutations and is described by some as "horrible", while others say it is the worst variant they have ever seen. The United States, Canada, Britain, Guatemala and European countries are among those restricting travel from Southern Africa where the variant has been detected. The JSE All-Share Index fell 2.75% on Friday, the Resources-10 Index fell 2.53%, the Industrial-25 Index fell 1.3%, and the Financial-15 Index closed in the red with 6.75%. Hong Kong's Hang Seng index fell by 2.67%, Japan's Nikkei-225 index fell by 2.53%, China's Shanghai Composite index fell by 0.56%, and South Korea's Kospi index fell by 1.47%. Australia's S&P/ASX-200 index fell 1.73%. Germany's DAX performance index fell by 4.15%, France's CAC-40 index fell by 4.75%, and the U.K.'s FTSE-100 index closed in the red with 3.64%. The Nasdaq Composite Index was down 2.23%, the S&P500 was down 2.27%, and the Dow Jones Industrial Average was down 2.53%. The Rand opened Friday's FOREX session at R15.94/\$, R21.27/£, R17.87/€, and by 17:00, South African time was trading at R16.30/\$, R21.74/£ and R18.44/€. Oil prices fell \$10/barrel on Friday, the biggest one-day loss since April 2020. Oil traders are worried about the Omicron variant potentially contributing to an oil supply surplus in the first quarter of 2022. Brent crude has Friday's session opened at \$81.05/barrel and closed the session 11.51% lower at \$72.58/barrel. West Texas Intermediate Crude Oil opened Friday's session at \$78.19/barrel and closed the session 11.87% lower at \$68.89/barrel.

Maize: U.S. maize prices traded in the red early in Friday's session but were able to close the session 1% higher at closing time, thanks to some better-than-expected export data. The USDA released export sales data on Friday, showing that U.S. 2021/22 maize sales realized at 567 500 tons, 42% higher than the previous week's sales and 70% above the four-week average. U.S. 2022/23 maize sales reached 90 000 tons last week. Cumulative totals of 8 707 579 tons for the 2021/22 marketing year are still moderately behind last year's pace. Last week's U.S. maize exports reached 929 000 tons, 20% lower than the week before and 12% below the four-week average. Mexico was the largest recipient with 285 400 tons, China with 281 500 tons and Japan with 93 600 tons. Brazil's Agroconsult estimates that the country's 2021/22 maize production will reach 124 000 000 tons, which is a 44% recovery from last year's drought-stricken crop. Brazilian maize plantings are expected to be 5.6% higher this season. The European Commission slightly increased its forecast for E.U. 2021/22 maize production to 68 402 200 tons. According to France's FranceAgriMer, 97% of the country's maize crop has been harvested by 22 November. **Local:** On Thursday, the South African Crop Estimates Committee announced the final summer crop production estimate for 2021. The total maize crop for the 2021 season is estimated at 16 234 265 tons and is 0.14% higher than the previous crop estimate and 6.1% higher than the final crop of 2020. The December white maize futures contract traded 1.64% (R56/ton) higher and closed the session at R3476/ton. The December yellow maize futures contract traded 1.21% (R44/ton) higher and closed the session at R3695/ton. The March 2022 white maize futures contract traded 1.56% (R54/ton) higher and closed the session at R3506/ton. The March 2022 yellow maize futures contract traded 1.47% (R54/ton) higher and closed the session at R3727/ton. The May 2022 white maize futures contract traded 1.02% (R34/ton) higher and closed the session at R3379/ton. The May 2022 yellow maize futures contract traded 1.08% (R38/ton) higher and closed the session at R3560/ton. The July 2022 white maize futures contract traded 1.44% (R48/ton) higher and closed the session at R3388/ton. The July 2022 yellow maize futures contract traded 1.37% (R48/ton) higher and closed the session at R3556/ton.

Soybeans: U.S. soybean prices traded weaker on Friday and were mainly suppressed by technical sales spurred on by Wall Street trading, as well as negative price momentum from a wide range of other commodities. The USDA's export report showed on Friday that U.S. 2021/22 soybean sales reached 1 564 500 tons for the week ending 18 November and are 13% higher than the week and the four-week average. This had been higher than traders' expectations, ranging from 840 784 tons to 1 727 291 tons. Cumulative total of 18 808 512 tons for the 2021/22 marketing year remain moderately behind last year's pace. The U.S. exported 2 253 000 tons of soybeans in the week ending on 18 November, which is 4% lower than the week before and is 18% below the four-week average. China was the number one destination with 1 410 700 tons followed by Thailand with 152 100 tons. Brazil's Agroconsult now predicts that the country's 2021/22 soybean production will reach 144 214 400 tons, which would be a new record harvest if realized. According to Argentina's Buenos Aires Grain Exchange, 39% of the country's soybeans have been planted by the 2021/22 season. By the end of October, China's pig herd had moved 6.6% higher year-on-year but dropped 2.5% lower from a month ago - according to the latest data from the Ministry of Agriculture and Rural Affairs. Egypt bought 30 000 metric tons of soybean oil in an international tender that closed yesterday and arrived during the second half of January. **Local:** The Crop Estimates Committee's final estimate for 2021's summer crops indicated that the 2021 soybean crop is estimated at 1 890 450 tons, which is 51.1% higher than the 2020 final crop. The local soybean market traded firmer on Friday. The December soybean futures contract traded 1.97% (R146/ton) higher and closed the session at R7573/ton. The March 2022 soybean futures contract traded 2.25% (R167/ton) higher and closed the session at R7589/ton. The May 2022 soybean futures contract traded 1.8% (R132/ton) higher and closed the session at R7462/ton. The July 2022 soybean futures contract traded 1.08% (R81/ton) higher and closed the session at R7550/ton.

Wheat: U.S. wheat prices traded mixed on Friday after an uneven round of technical trading. Winter wheat futures moved moderately lower, while spring wheat futures closed moderately stronger. The USDA export sales data showed on Friday that America's 2021/22 wheat export sales materialized at 567 500 tons which is 42% higher than the week before and 70% below the four-week average. For the week ending 18 November, the United States exported 199 200 tons of wheat, 36% lower than the week before and 10% below the four-week average. Mexico was the number one destination with 60 100 tons, followed by South Korea with 50 700 tons. The European Commission increased its estimate for E.U. 2021/22 wheat exports by 6.7% to 34 272 000 tons. On Friday, the Buenos Aires Grain Exchange announced that Argentina's 2021/22 wheat crop could reach a record production of 20 299 912 tons. Argentina's wheat harvesting process has already begun and is progressing faster than usual, with 33% already completed. Ukraine's grain exports during the 2021/22 marketing year have so far tended to be 18% higher on an annual basis, according to the latest data from the country's Ministry of Agriculture. This includes wheat sales of 14 298 933 tons, plus another 5 199 654 tons of maize. Ukraine's total wheat exports are expected to rise 48% higher after Ukraine reached a record grain harvest this fall. France's wheat crop is rated 99% in good to excellent condition for the week ending 22 November. Argentina's 2021/22 wheat crop is expected to hit a record 20.3 million tons, the Buenos Aires grain exchange said in a report on Thursday. The Buenos Aires Grain Exchange's previous estimate was 19.8 million tons of wheat. **Local:** The South African Crop Estimates Committee last week announced the fourth production forecast for winter crops for 2021 last Thursday. The total wheat harvest for the season is currently estimated at 2 117 435 tons which are 0.85% higher than the previous estimate of 2 099 435 tons. The Crop Estimates Report also shows that 523 500 hectares of wheat were planted this year compared to last year's 509 800 hectares. The local wheat market traded significantly stronger on Friday. The December wheat futures contract traded 2.11% (R131/ton) higher and closed the session at R6336/ton. The March 2022 wheat futures contract traded 1.91% (R121/ton) higher and closed the session at R6458/ton. The May 2022 wheat futures contract traded 1.84% (R117/ton) higher and closed the session at R6489/ton. The July 2022 wheat futures contract traded 2.2% (R140/ton) higher and closed the session at R6500/ton. The September 2022 wheat futures contract remained unchanged on Friday at R6000/ton.

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

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