

Grain SA's Oilseed Market Commentary

GRAIN SA GRAINSA	DATE	DATE				+ - WEEK AGO		+ - MONTH AGO		+ - YEAR AGO	
	2018/11/05	2018/11/02				2018/10/29		2018/10/08		2017/11/06	
	Data	Δ	Δ%	Data	Δ%	Data	Δ%	Data	Δ%	Data	
Brent (\$/b)	72.67	-0.55	-0.8%	73.22	5.4%	77.64	-13.9%	84.36	13.2%	64.21	
US\$: ? ZAR	14.32	-0.010	-0.1%	14.33	1.8%	14.58	3.6%	14.86	1.6%	14.10	
ACBOT Maize 8vm : 12nm*	R 2 092.63	9.82	0.5%	R 2 082.81	* CBOT Dec cents / bushel + -08 : 00 today vs CBOT Maize Dec + -12 : 00 the previous day						
ACBOT Wheat 8vm : 12nm*	R 2 676.10	-1.87	-0.1%	R 2 677.97	*CBOT Dec cents / bushel + -08:00 today vs CBOT Wheat Dec + -12 : 00 the previous day						
ACBOT Soy 8vm : 12nm*	R 4 670.28	-52.76	-1.1%	R 4 723.04	* CBOT Nov cents / bushel + -08 : 00 today vs CBOT Soybeans Nov + -12 : 00 the previous day						
Latest CBOT prices during overnight trading (Signed between 06:00 - 07:00 vm 12:00 PM on the previous trading day)											
Corn Dec '18	371.20	2.00	0.5%	369.20	1%	367.60	1%	366.50	-6%	393.25	
Wheat Dec '18	508.60	0.00	0.0%	508.60	1%	505.20	-1%	514.00	0%	508.75	
Soybean Nov '18	887.60	-9.40	-1.0%	897.00	5%	845.00	2%	869.75	-12%	1004.00	
Latest MTM prices (Recorded between 07:00 am - 08:00 am on the last two dates) SPOT = nearest contract month (Rands / tonne)											
SORGHUM Mar '19	3600.00	0	0.0%	3600.00	0.0%	3600.00	0.0%	3600.00		NA	
WMAZ Nov '18	2381.00	-3	-0.1%	2384.00	0.8%	2361.00	-2.5%	2442.00	16.8%	2038	
WMAZ Jul '19	2530.00	2	0.1%	2528.00	0.4%	2521.00	-2.6%	2598.00	15.5%	2191	
YMAZ Nov '18	2384.00	2	0.1%	2382.00	0.5%	2373.00	-4.1%	2486.00	13.6%	2136	
YMAZ Jul '19	2510.00	2	0.1%	2508.00	0.6%	2496.00	-2.9%	2586.00	11.1%	2260	
SOY Nov '18	4552.00	74	1.7%	4478.00	-0.4%	4570.00		NA	-7.9%	4940	
SOY Mei '19	4790.00	75	1.6%	4715.00	0.8%	4754.00	-1.5%	4864.00	-7.0%	5149	
SUN Nov '18	5080.00	7	0.1%	5073.00	-1.3%	5148.00	-3.3%	5255.00	3.9%	4622	
SUN Mei '19	5038.00	14	0.3%	5024.00	-0.2%	5050.00	-1.3%	5105.00	1.1%	4841	
WHEAT Nov '18	4362.00	-32	-0.7%	4394.00	-1.4%	4425.00		NA	1.0%	4195	
WHEAT Des '18	4420.00	-32	-0.7%	4452.00	-1.4%	4484.00	-1.1%	4563.00	1.1%	4244	
OILSEED (US\$/ton)	2018/11/02	Source: Oilworld				2018/10/26	2017/11/13	2016/12/12			
Soya-oil, Arg.	646				1%	637	-16%	769	-4%	676	
Soya-pell, Arg.	338				4%	325	0%	339	-8%	368	
Soybean, Brazil	359				-11%	405	-12%	410	-12%	410	
USA Runner 40/50	1250				-4%	1300	-22%	1600	-4%	1300	
Sun-oil, Arg.	665				-1%	670	-12%	755	-17%	800	
Sun-oil, Black Sea	655				-2%	665	-13%	750	-13%	750	
Sunseed, Black Sea	340				-1%	342	-15%	400	-17%	409	
Rapeseed, EU cif	431				1%	428	1%	425	8%	399	
Palmk oil Mal, EU	770				-2%	785	-48%	1470	-26%	1037	
LATEST MARKET INFORMATION TO 23:00 (RSA TIME) AS OBTAINED FROM VARIOUS MARKET REPORTS											
<p>Soybeans: In America, there are still challenges with the soybean harvesting due to the adverse weather conditions over large areas of the country where it is still to be harvested. Although the delay in the harvesting causes yield losses the US production will still reach a new record this season. The new season soybeans being harvested together with the lower exports for the season cause problems with storage capacity for soybeans in certain parts of the USA. US exports are significantly lower than usual since China does not buy soybeans from the USA. There were some of the last US exports that were supposed to be shipped to China that did not happen and the soybeans were sold to other countries. The large American soybean stocks together with lower exports keep US soybean prices under pressure. Soybean plantings progress well in Brazil and the first new season stock will come to market this season earlier than usual. This is beneficial because China is buying many Brazilian soybeans and there are still good premiums in the Brazilian market.</p> <p>Local: The local soybean market traded mixed last week and started the week sideways before it was under pressure to trade lower. The market did however found support towards the end of the week to make up some of the losses that were seen earlier in the market. The market remained very close to unchanged to slightly stronger for the week in most of the contract months currently listed. According to the CEC's intentions to plant report 851 400 ha of soybeans will be planted this season.</p>											
<p>Sunflower seed: In Ukraine, the sunflower seed harvesting process is 96% complete and it is faster than the rate at which it was harvested last season. Production for the season looks good and the average yield reported at this time of the season is 14% higher than the previous season's average yield. At this stage, sunflower seed production seems to be 16 million tons for the season. The higher production expectations in Ukraine and the EU keep the international sunflower seed prices under pressure. In Russia, the sunflower seed harvesting is approximately 84% complete with the average yield 3% higher than the previous season's yield. Local: The local sunflower seed market was hit mostly last week and closed lower for the week in most of the contract months currently listed. According to the CEC's intentions to plant report, 575 000 ha of sunflowers will be planted this season.</p>											
<p>Canola: The Australian canola exports were significantly lower than the potential in September and the final figures for the month closed at a 4 month low. The total Australian canola exports for the season were lower and this will cause the canola stocks in Australia to be unusually high at the end of the year. Canadian canola prices still trade at a discount against the European canola and Canadian prices are mainly under pressure due to the large stock levels available as well as an overflow effect from low US soybean prices. Local: The canola harvesting in the Western Cape is underway and the yields look good. There were however severe wind damage seen over the last two weeks in the Western Cape which had a negative impact on the yields for most of the wintergrains.</p>											
<p>Groundnuts: In the USA, the harvesting of groundnuts is still under way and is currently slower than the average pace. In last week's latest production progress report it was shown that 66% of American groundnuts had already been harvested. This is lower than the 5-year average rate of 70% completed at this time of year and also lower than last season's 72% completed at the same time of the season. Local: In the local market there is a lot of speculation about how many groundnuts really will be planted this season. According to the CEC's intention to plant report, 50 000 ha of groundnuts will be planted this season. The weather plays a big role in this because the plant window for groundnuts is relatively short if the rain is late.</p>											
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