

### Grain SA's Oilseed Market Commentary

GRAIN SA GRAIN SA	DATE	DATE			+ - WEEK AGO		+ - MONTH AGO		+ - YEAR AGO					
	2018/10/08	2018/10/01			2018/09/25		2018/09/03		2017/10/02					
	Data	Δ	Δ%	Data	Δ%	Data	Δ%	Data	Δ%	Data				
Brent (\$/b)	84.19	-0.68	↓	-0.8%	84.88	↑	4.3%	80.70	↑	8.3%	77.71	↑	50.2%	56.05
US\$: ? ZAR	14.85	0.080	↑	0.5%	14.77	↑	3.2%	14.39	↑	0.7%	14.74	↑	9.1%	13.61
Corn	R 2 152.55	33.69	↑	1.6%	R 2 118.85	↑								
* CBOT Dec cents / bushel + -08 : 00 vandag vs CBOT Mielies Dec + -12 : 00 die vorige dag														
Wheat	R 2 842.81	39.19	↑	1.4%	R 2 803.61	↑								
*CBOT Dec cents / bushel + -08:00 vandag vs CBOT Koring Dec + -12 : 00 die vorige dag														
Soybean	R 4 741.65	72.22	↑	1.5%	R 4 669.43	↑								
* CBOT Nov cents / bushel + -08 : 00 vandag vs CBOT Sojabone Nov + -12 : 00 die vorige dag														
Latest CBOT prices during overnight trading (Signed between 06:00 - 07:00 vm 12:00 PM on the previous trading day)														
Corn Dec '18	368.20	3.80	↑	1.0%	364.40	↑	2%	360.40	↑	1%	365.00	↓	-7%	397.00
Wheat Dec '18	521.00	4.40	↑	0.9%	516.60	↓	-1%	527.00	↓	-4%	545.50	↓	0%	523.25
Soybean Nov '18	869.00	8.60	↑	1.0%	860.40	↑	3%	841.00	↑	3%	843.50	↓	-11%	978.00
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	#VALUE!		NA
WMAZ Oct '18	2402.00	17	↑	0.7%	2385.00	↑	4.0%	2309.00	↑	1.1%	2377.00	↑	30.5%	1840
WMAZ Jul '19	2590.00	18	↑	0.7%	2572.00	↑	5.5%	2454.00	↑	0.5%	2578.00	↑	25.5%	2064
YMAZ Oct '18	2445.00	25	↑	1.0%	2420.00	↑	4.6%	2338.00	↑	0.7%	2427.00	↑	24.4%	1965
YMAZ Jul '19	2573.00	17	↑	0.7%	2556.00	↑	5.6%	2437.00	↑	0.5%	2559.00	↑	19.7%	2150
SOY Oct '18	4534.00	-16	↓	-0.4%	4550.00	↑	1.8%	4455.00	↑	0.5%	4510.00	↓	-4.0%	4725
SOY Mei '19	4815.00	4	↑	0.1%	4811.00	↑	1.4%	4749.00	↑	0.9%	4770.00	↓	-3.2%	4976
SUN Oct '18	5280.00	50	↑	1.0%	5230.00	↑	4.7%	5045.00	↑	1.9%	5181.00	↑	11.1%	4752
SUN Mei '19	5084.00	48	↑	1.0%	5036.00	↑	2.3%	4970.00	↑	0.1%	5081.00	↑	1.7%	5000
WHEAT Oct '18	4450.00	30	↑	0.7%	4420.00	↑	2.5%	4340.00	#VALUE!		NA	↑	8.0%	4120
WHEAT Des '18	4549.00	11	↑	0.2%	4538.00	↑	2.9%	4419.00	↑	1.8%	4468.00	↑	11.1%	4096
OILSEED (US\$/ton)	2018/09/28	Source: Oilworld			2018/09/21		2017/11/13		2016/12/12					
Soya-oil, Arg.	665				↑	0%	665	↓	-14%	769	↓	-2%	676	
Soya-pell, Arg.	341				↑	0%	341	↑	1%	339	↓	-7%	368	
Soybean, Brazil	405				↑	0%	405	↓	-1%	410	↓	-1%	410	
USA Runner 40/50	1330				↑	0%	1330	↓	-17%	1600	↑	2%	1300	
Sun-oil, Arg.	685				↑	0%	685	↓	-9%	755	↓	-14%	800	
Sun-oil, Black Sea	685				↑	0%	685	↓	-9%	750	↓	-9%	750	
Sunseed, Black Sea	345				↑	0%	345	↓	-14%	400	↓	-16%	409	
Rapeseed, EU cif	436				↑	0%	436	↑	3%	425	↑	9%	399	
Palmk oil Mal, EU	830				↑	0%	830	↓	-44%	1470	↓	-20%	1037	

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

**Soybeans:** World exports of soybeans are lower than last season's exports, mainly as a result of lower Chinese soybean imports for the season, and Chinese imports are expected to decline further during October to December due to the limited stock available to South American countries during this time of the season. The lower exportable stocks in these countries is now in a difficult situation for China as there is no longer enough stock for their overall needs. The big issue in the next few weeks will still be whether China will either import this season from the USA or not. In the USA, the harvesting process was slightly delayed last week due to rain occurring over large parts of the Midwest. The expectation is that there will still be rain this week, which will also slow down the harvesting process this week. The US soybeans that have been harvested so far seem to be good and it is expected that the USDA may possibly adjust the next forecast higher for the season from the previous estimate. This US soybean production for the season is already being estimated at a new record. In Brazil, the new season's plantings is progressing well. There are some concerns in some areas as a result of dry conditions prevailing, but according to the forecasts there should be favourable rain in the next two to three weeks. In Argentina, soybean exports are expected to increase over the next 3 months with most of the exports that will be destined for China. **Local:** The local soybean market found support last week and traded higher for the week in most of the contract months currently listed. The rand was volatile last week and was mainly weakening, which again provided support to local prices.

**Sunflower seed:** In the EU, sunflower seed processing for the year to August is significantly higher than the same time of the season last year. In the other large sunflower producing countries, such as the Black Sea region, production for the season is good with good yields reported in countries such as Ukraine. The higher production for the season in these countries also stimulates the processing of sunflower seed and puts pressure on the prices of sunflower seed oil and meal. **Local:** The local sunflower seed market found support last week and traded higher for the week in most of the contract months currently listed.

**Canola:** The Australian canola exports showed good recovery during August after a very slow pace earlier this season. The 95 000 tons of exports reported during August were a new 5-year high for the month and also significantly more than the exports reported in August 2017. Most of the exports reported were destined for Japan. In Canada wet conditions slowed down the canola harvesting process and the harvesting process take place considerably slower than a year ago. However, there are still large canola stocks available in Canada due to large carryover stocks from the previous season. **Local:** The canola harvesting process began last week in some parts of Western Cape. The production conditions for the season were good and production expectations look very good this season. However, there are certain sections in especially the Southern Cape where the rain came for the season later.

**Groundnuts:** In the USA, the harvesting process of groundnuts is under way and in last week's weekly USDA estimate the harvesting process was reported to be 21% done. This is better than the 5-year average harvesting rate of 19% completed at this time of the season. The peanut production conditions were 71% good to excellent, which is slightly lower than the previous season's 75% good to excellent at the same time of the season. **Local:** In the local market the planning needs to be done for the new season's plantings and the weather conditions will be watched closely especially in the next few weeks.

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