

## Grain SA's Oilseed Market Commentary

GRAIN SA GRAAN SA	DATE	DATE		+ - WEEK AGO		+ - MONTH AGO		+ - YEAR AGO					
	2019/06/10	2019/06/07		2019/06/03		2019/05/13		2018/06/11					
	Data	Δ	Δ%	Data	Δ%	Data	Δ%	Data	Δ%				
Brent (\$/b)	63.59	1.14 ↑	1.8%	62.45	↑	3.2%	61.63	↓	-8.4%	69.42	↓	-16.9%	76.54
US\$: ? ZAR	15.04	-0.06 ↓	-0.4%	15.10	↑	3.2%	14.58	↑	3.9%	14.47	↑	14.5%	13.14
ΔCBOT Maize 8vm : 12nm*	R 2 460.74	-38.35 ↓	-1.5%	R 2 499.09	*CBOT Jul cents / bushel + -08:00 today vs CBOT Corn Jul + -12 : 00 the previous day								
ΔCBOT Wheat 8vm : 12nm*	R 2 787.44	-42.19 ↓	-1.5%	R 2 829.63	*CBOT Jul cents / bushel + -08:00 today vs CBOT Wheat Jul + -12 : 00 the previous day								
ΔCBOT Soy 8vm : 12nm*	R 4 731.58	-87.67 ↓	-1.8%	R 4 819.25	*CBOT Jul cents / bushel + -08 : 00 today vs CBOT Soybeans Jul + -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 Jul '19	415.60	-4.80 ↓	-1.1%	420.40	↓	-3%	427.00	↑	17%	356.40	↑	1%	409.60
Wheat Jul '19	504.40	-5.60 ↓	-1.1%	510.00	↑	0%	503.00	↑	15%	437.00	↓	-14%	586.20
Soybean Jul '19	856.20	-12.40 ↓	-1.4%	868.60	↓	-2%	877.60	↑	7%	802.40	↓	-14%	991.60
Latest MTM prices (Recorded between 07:00 am - 08:00 am on the last two dates) SPOT = nearest contract month (Rands / tonne)													
SORGHUM	3280.00	0 ↑	0.0%	3280.00	↑	0.0%	3280.00	↓	-0.6%	3300.00	↑	6.8%	3070.00
WMAZ Spot	2886.00	50 ↑	1.8%	2836.00	↓	-1.9%	2943.00	↑	16.2%	2484.00	↑	38.6%	2083.00
WMAZ Jul '19	2919.00	54 ↑	1.9%	2865.00	↓	-1.8%	2973.00	↑	15.1%	2535.00	↑	24.2%	2350.00
YMAZ Spot	2856.00	46 ↑	1.6%	2810.00	↓	-1.1%	2889.00	↑	18.2%	2416.00	↑	31.1%	2179.00
YMAZ Jul '19	2885.00	53 ↑	1.9%	2832.00	↓	-1.4%	2927.00	↑	17.5%	2456.00	↑	22.0%	2365.00
SOY Spot	5282.00	94 ↑	1.8%	5188.00	↑	2.3%	5162.00	↑	18.1%	4472.00	↑	20.0%	4400.00
SOY Jul '19	5332.00	89 ↑	1.7%	5243.00	↑	2.1%	5222.00	↑	17.5%	4536.00	↑	19.8%	4449.00
SUN Spot	5250.00	50 ↑	1.0%	5200.00	↑	3.3%	5084.00	↑	8.6%	4834.00	↑	13.8%	4615.00
SUN Jul '19	5314.00	39 ↑	0.7%	5275.00	↑	2.9%	5165.00	↑	8.0%	4919.00	↑	14.4%	4644.00
WHEAT Spot	4558.00	62 ↑	1.4%	4496.00	↑	1.5%	4492.00	↑	2.6%	4441.00	↑	18.1%	3861.00
WHEAT Jul '19	4565.00	27 ↑	0.6%	4538.00	↑	0.3%	4552.00	↑	2.1%	4471.00	↑	16.3%	3925.00
OILSEED (US\$/ton)	2019/06/07	Source: Oilworld		2019/05/31	2019/03/22	2018/04/13							
Soya-oil, Arg.	632	↓	-4%	659	↓	-8%	685	↓	-7%	676			
Soya-pell, Arg.	330	↓	-2%	336	↓	1%	326	↓	-10%	368			
Soybean, Brazil	358	↓	-2%	367	↓	-6%	379	↓	-13%	410			
USA Runner 40/50	1325	↑	0%	1325	↑	2%	1300	↑	2%	1300			
Sun-oil, Arg.	690	↑	1%	685	↑	4%	665	↓	-14%	800			
Sun-oil, Black Sea	700	↓	-1%	705	↑	4%	675	↓	-7%	750			
Sunseed, Black Sea	355	↓	-8%	385	↓	-4%	370	↓	-13%	409			
Rapeseed, EU cif	416	↑	0%	415	↓	0%	417	↑	4%	399			
Palmk oil Mal, EU	545	↓	-3%	560	↓	-24%	720	↓	-47%	1037			

**Soybeans:** In the international soybean market, the biggest focus is still on the plantings in the US with plantings there that are slower than normal. Large parts of the US struggle with excess rain that slows down the planting of maize and soybeans. Although plantings are later than normal, there is still time for the soybean plantings to take place. It is expected that more hectares of soybeans may be planted than initially expected, especially in areas where maize plantings could not take place. In Argentina, the season's soybean production is expected to be about 56 million tons, which is the largest crop in the past 4 years. The good production in Argentina will place the world's dependence on soybeans, as well as soybean oil and oilcake on Argentina. Argentine soybean exports are expected to be between about 10 - 12 million tons this season. This is considerably more than last season's 3.84 million tons. Exports from Argentina will mostly replace the decline in US soybean exports. The US export outlook for the season is about 45.8 million tons compared to last season's 57.9 million tons. The lower US exports will increase the soybean stock levels in the US and the expected closing stocks may increase to 29 million tons. **Local:** The local soybean market found support last week and traded stronger for the week. The rand weakened last week, contributing to the support of the local soybean market.

**Sunflower seed:** In Ukraine, sunflower seed processing is taking place at a good pace and year-on-year processing has increased for the 7th consecutive month. In Russia, it is reported that many sunflower seeds are stored at the processors' plants in particular. The expectations are therefore that the normal seasonal decline in sunflower seed processing should be below normal this season. It is also expected that the new season plantings of sunflower seed in Russia should be more than initially expected and thus it will be a new record area. **Local:** The local sunflower seed market found support last week and traded stronger for the week in most of the contract months currently listed.

**Canola:** Canadian canola exports to China came to a halt during April, causing canola exports from Canada to fall to a 14-month low. In Australia, canola exports have also fallen sharply, but were in line with general market expectations. The lower production in Australia has caused the available stocks to be significantly lower which also has an impact on the exports that are taking place there. **Local:** Most of the canola plantings in SA have already been completed. Large portions of the Western Cape received good rain last week, which is positive for the season's production expectations.

**Groundnuts:** Exports of groundnuts from Senegal to China have increased sharply so far this season. Exports have more than doubled and are reported at 158 000 tonnes. **Local:** In the local market there are few groundnuts available this season due to the poor production year that SA experienced this season.

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