

Grain SA's Oilseed Market Commentary

GRAIN SA	DATE	DATE			+ - WEEK AGO		+ - MONTH AGO		+ - YEAR AGO	
	2019/04/15	2019/04/12			2019/04/08		2019/03/18		2018/04/16	
	Data	Δ	Δ%	Data	Δ%	Data	Δ%	Data	Δ%	Data
Brent (\$/b)	67.83	-3.72	-5.2%	71.55	4.5%	64.92	9.3%	62.05	4.4%	64.95
US\$: ? ZAR	14.32	-0.210	-1.4%	14.53	1.1%	14.16	5.4%	13.59	21.0%	11.83
ΔCBOT Maize 8vm : 12nm*	R 2 035.13	-24.12	-1.2%	R 2 059.26	*CBOT May cents / bushel + -08:00 today vs CBOT Corn May + -12 : 00 the previous day					
ΔCBOT Wheat 8vm : 12nm*	R 2 443.53	-14.48	-0.6%	R 2 458.01	*CBOT May cents / bushel + -08:00 today vs CBOT Wheat May + -12 : 00 the previous day					
ΔCBOT Soy 8vm : 12nm*	R 4 710.27	-71.21	-1.5%	R 4 781.48	*CBOT May cents / bushel + -08 : 00 today vs CBOT Soybeans May + -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 May '19	361.00	1.00	0.3%	360.00	-1%	364.00	-4%	374.20	-13%	414.25
Wheat May '19	464.40	4.00	0.9%	460.40	2%	454.00	-10%	517.20	-17%	558.25
Soybean May '19	895.20	-0.40	0.0%	895.60	0%	899.20	-2%	914.40	-14%	1037.25
Latest MTM prices (Recorded between 07:00 am - 08:00 am on the last two dates) SPOT = nearest contract month (Rands / tonne)										
SORGHUM	3568.00	0	0.0%	3568.00	-6.6%	3820.00	-6.6%	3820.00	13.3%	3150.00
WMAZ Spot	2631.00	16	0.6%	2615.00	-2.7%	2705.00	-5.1%	2771.00	19.7%	2198.00
WMAZ Jul '19	2722.00	8	0.3%	2714.00	-3.1%	2810.00	-5.7%	2888.00	19.0%	2288.00
YMAZ Spot	2548.00	5	0.2%	2543.00	-1.8%	2596.00	-4.3%	2663.00	12.3%	2269.00
YMAZ Jul '19	2592.00	1	0.0%	2591.00	-1.8%	2640.00	-4.1%	2704.00	12.4%	2306.00
SOY Spot	4730.00	-7	-0.1%	4737.00	-0.7%	4764.00	-0.5%	4752.00	-6.2%	5044.00
SOY Mei '19	4771.00	-6	-0.1%	4777.00	-1.0%	4820.00	-2.1%	4875.00	-4.6%	5000.00
SUN Spot	4940.00	0	0.0%	4940.00	-3.1%	5098.00	-10.2%	5500.00	0.1%	4933.00
SUN Mei '19	4996.00	13	0.3%	4983.00	-2.9%	5147.00	-4.7%	5241.00	5.9%	4716.00
WHEAT Spot	4543.00	32	0.7%	4511.00	0.0%	4541.00	0.4%	4525.00	24.8%	3640.00
WHEAT May '19	4588.00	33	0.7%	4555.00	-0.6%	4615.00	0.9%	4546.00	24.1%	3697.00
OILSEED (US\$/ton)	2019/04/12	Source: Oilworld			2019/04/05		2019/03/15		2018/04/13	
Soya-oil, Arg.	633	-1%	637	-8%	685	-6%	676	-6%	676	
Soya-pell, Arg.	315	0%	315	-3%	326	-14%	368	-14%	368	
Soybean, Brazil	370	0%	371	-2%	379	-10%	410	-10%	410	
USA Runner 40/50	1300	0%	1300	0%	1300	0%	1300	0%	1300	
Sun-oil, Arg.	645	0%	645	-3%	665	-19%	800	-19%	800	
Sun-oil, Black Sea	665	0%	665	-1%	675	-11%	750	-11%	750	
Sunseed, Black Sea	365	0%	365	-1%	370	-11%	409	-11%	409	
Rapeseed, EU cif	413	1%	410	-1%	417	4%	399	4%	399	
Palmk oil Mal, EU	645	-3%	665	-10%	720	-38%	1037	-38%	1037	

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

Soybeans: In South America the soybean harvesting process is progressing well and very good yields are reported in Argentina. The expectation is that the Argentinian production for the season should be about 56 million tons, which is significantly higher than the initial estimate of between 50 and 53 million tons. The Brazilian production for the season is estimated to be between 115 and 116 million tons. Although this is lower than initially expected this season, it is still good production levels. The good production in South America still puts pressure on the US market as it increases the competition for the US in the export markets. The US already has large soybean supplies available as their exports are significantly below normal this season, with far fewer exports to China. US soybean exports are still lower than what was hoped for in the market with China, which is now importing large quantities of soybeans from South America. China's soybean oilcake consumption has also declined over the past year, causing soybean demand to decline slightly in China. The planting season in the US is underway and the market will monitor the progress of the plantings. The weather will play a big role in planting especially in the areas where it is currently too wet. If the conditions are such that the maize cannot be planted in time, these hectares will probably shift to soybeans. This will further increase US soybean stocks and keep the US market under pressure. **Local:** The local soybean market came under pressure last week and closed lower on Friday than it opened on Monday.

Sunflower Seed: Turkey's sunflower seed imports increased well in February and are expected to increase significantly between February and July 2019. This is due to the 300 000 tonnes quota that can be imported tariff free. There is also good growth in demand for sunflower oil reported to countries such as the EU, China, India and Iran. This increased exports between January and March 2019 to 3.1 million tons. **Local:** The local sunflower seed market came under pressure last week and closed lower on Friday than it opened on Monday.

Canola: The trade disputes that continue to persist between Canada and China cause Canadian canola exports to slow down and stockpile in Canada. It is expected that the Canadian canola ending stocks should be around 4.1 million tonnes by the end of July. This is 2.5 million tons more than the previous year's closing stocks at the same time of the season. The canola prices in Canada are under pressure as the producers are still stocked with much of the previous season while the new season plantings will soon begin. This will in many cases necessitate the producers to plant less canola this season. **Local:** The CEC will release the intentions to plant report for winter grains on the 26th of April. This will give the market more insight on what can be expected in terms of the season's production.

Groundnuts: In the latest monthly SAGIS report released it was indicated that the available groundnut stocks at the end of February was 25 670 tons. This is 33.7% lower than the previous season's available stocks at the end of February. Of the total available stocks, 7 487 tons were choice grade, 11 267 tons sundries and 6 916 tons crush grade.

For any queries, please contact: Luan van der Walt , Email: luan@grainsa.co.za