

Grain SA's Oilseed Market Commentary

GRAIN SA GRAN SA	DATE	DATE		+ - WEEK AGO		+ - MONTH AGO		+ - YEAR AGO		
	2019/07/22	2019/07/19		2019/07/15		2019/06/24		2018/07/23		
	Data	Δ	Δ%	Data	Δ%	Data	Δ%	Data	Δ%	
Brent (\$/b)	63.45	0.93 ↑	1.5%	62.52	-4.9%	66.71	5.9%	59.94	-13.0%	72.92
US\$: ? ZAR	13.93	0.090 ↑	0.7%	13.84	0.0%	13.93	-5.7%	14.77	3.3%	13.49
ΔCBOT Maize 8vm : 12nm*	R 2 361.39	49.04 ↑	2.1%	R 2 312.35	*CBOT Jul cents / bushel + -08:00 today vs CBOT Corn Jul + -12 : 00 the previous day					
ΔCBOT Wheat 8vm : 12nm*	R 2 571.48	62.38 ↑	2.5%	R 2 509.10	*CBOT Jul cents / bushel + -08:00 today vs CBOT Wheat Jul + -12 : 00 the previous day					
ΔCBOT Soy 8vm : 12nm*	R 4 613.72	132.53 ↑	3.0%	R 4 481.19	*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 Sep '19	430.60	6.20 ↑	1.5%	424.40	-2%	441.00	-5%	451.60	9%	395.60
Wheat Sep '19	502.40	9.00 ↑	1.8%	493.40	-1%	507.60	-7%	542.40	-12%	569.60
Soybean Aug '19	901.40	20.20 ↑	2.3%	881.20	0%	901.60	-1%	914.60	0%	901.00
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	0.0%	3280.00	-0.6%	3300.00
WMAZ Spot	2903.00	4 ↑	0.1%	2899.00	-1.2%	2937.00	0.9%	2876.00	39.6%	2080.00
WMAZ Sep '19	2954.00	0 ↑	0.0%	2954.00	-1.5%	2999.00	1.8%	2901.00	39.9%	2111.00
YMAZ Spot	2778.00	-11 ↓	-0.4%	2789.00	-1.6%	2822.00	-3.1%	2867.00	29.8%	2141.00
YMAZ Sep '19	2828.00	-17 ↓	-0.6%	2845.00	-1.8%	2880.00	-2.0%	2887.00	29.3%	2187.00
SOY Spot	5289.00	-36 ↓	-0.7%	5325.00	-0.8%	5334.00	-4.6%	5543.00	21.3%	4361.00
SOY Sep '19	5330.00	-61 ↓	-1.1%	5391.00	-1.4%	5408.00	-4.5%	5584.00	20.1%	4439.00
SUN Spot	5037.00	-54 ↓	-1.1%	5091.00	-0.9%	5084.00	-3.7%	5231.00	9.0%	4621.00
SUN Sep '19	5138.00	-86 ↓	-1.6%	5224.00	-1.1%	5195.00	-2.3%	5260.00	9.2%	4706.00
WHEAT Spot	4500.00	-13 ↓	-0.3%	4513.00	-0.6%	4526.00	0.9%	4459.00	8.4%	4150.00
WHEAT Sep '19	4503.00	-7 ↓	-0.2%	4510.00	-0.1%	4508.00	0.6%	4475.00	7.0%	4207.00
OILSEED (US\$/ton)	2019/07/19	Source: Oilworld			2019/07/12	2019/03/22	2018/04/13			
Soya-oil, Arg.	629				-2%	640	-8%	685	-7%	676
Soya-pell, Arg.	313				-2%	321	-4%	326	-15%	368
Soybean, Brazil	377				0%	377	-1%	379	-8%	410
USA Runner 40/50	1300				-2%	1325	0%	1300	0%	1300
Sun-oil, Arg.	730				0%	730	10%	665	-9%	800
Sun-oil, Black Sea	755				1%	745	12%	675	1%	750
Sunseed, Black Sea	340				0%	340	-8%	370	-17%	409
Rapeseed, EU cif	420				1%	417	1%	417	5%	399
Palmk oil Mal, EU	540				0%	538	-25%	720	-48%	1037

Soybeans: In the US, the main focus is still on production conditions that are significantly weaker this season. This is mainly due to the late plantings and the cooler temperatures that prevailed during June. According to the latest USDA production progress report, production conditions were shown to be 54% good to excellent compared to last season's 69% good to excellent at the same time of the season. The USDA will announce the latest production progress report later today. The amount of soybeans crushed in the US in June is lower than expected and about 6.5% lower than the previous season's crushing during June. The Brazilian soybean exports fell sharply in the first half of July and the total Brazilian soybean exports are expected to be about 11 million tons less than the previous season's exports. The lower exports can be largely attributed to the lower exportable stock due to lower production this season in Brazil and the large exports that took place to China last season. **Local:** The local soybean market came under pressure last week and closed lower for the week in most of the contract months currently listed.

Sunflower Seed: The expectation that the Black Sea region's sunflower seed production should be good this season and will cause sunflower oil prices to come under pressure again in the second half of the year. The Black Sea region's sunflower oil has recently been much more expensive than the South American sunflower oil which made this origin less competitive. **Local:** The local sunflower seed market came under pressure last week and closed lower for the week in most of the contract months currently listed.

Canola: The Canadian canola prices are still under pressure due to the large canola stocks available in Canada. Production conditions in Canada's largest production area have improved and are now estimated at 42% good to excellent. It's still significantly lower than the previous season's 68% good to excellent at the same time of season. **Local:** In the local market, the production conditions of canola are reasonably mixed with some areas that look good while other areas need rain.

Groundnuts: In the US, the peanut production conditions are estimated at 69% good to excellent, in line with last season's production conditions at the same time of year. The latest weekly production progress report will be released by the USDA later today. **Local:** In the local market this year has been a very difficult groundnut production year and the total production for the season is estimated at 20 580 tons.

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