



# Daily Market Report

21 July 2023

# Implied move

USA Movement (Overnight)	Cents	Currencies	21-Jul-23	07:47:43	
(DEC23) CORN	540.25	-18.75 R/\$ last	17.9208	0.1466	
(NOV23) SOYA	1,397.75	-16.50 Euro=	1.1135	-0.0074	
W1 CBOT (Dec23)	745.75	-10.00 GOLD	1,968	-13.3706	
W1 KCBT (Dec23)	879.50	-5.75 BRENT	80.31	0.76	
BlackSea Weat (JuL23)	230.50	0.00			
<b>Index Change</b>					
Maize (Dec23)	3,812	R -100.02	Wheat CBOT (Dec23)	4,911	-R25.14
Soya (Nov23)	9,203	R -32.46	Wheat Kansas (Dec23)	5,791	R 9.82
BlackSea Weat Near	4,131	R 33.79	Rand Effect on WEAT Parity*		R 40.17

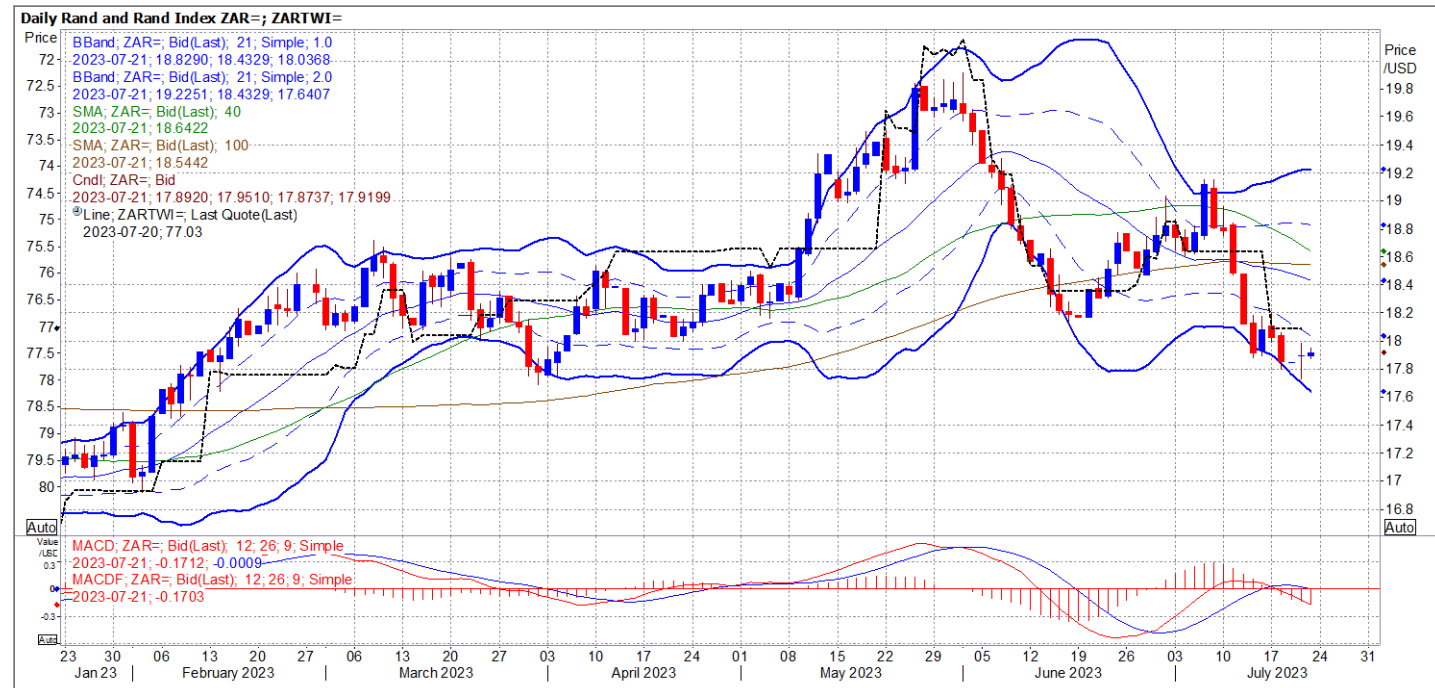
\* Average based on Prev. Spot FOB - US, Baltic and Australian Wheat.

# South African Rand

## UPDATE 2-S.Africa's rand drops on firm dollar, muted reaction to central bank move - Reuters News

JOHANNESBURG, July 20 (Reuters) - South Africa's currency weakened on Thursday on the back of a strong dollar as the local central bank's largely expected move to hold its key interest rate steady had a muted impact on the currency.

- The rand [ZAR=D3](#) traded at 17.9700 against the dollar at 1556 GMT, 0.56% weaker than its previous close as the greenback gained after data from the U.S showed the number of people claiming unemployment benefits have [fallen](#).
- That sparked concerns the Federal Reserve might continue its rate hike measures after next week's almost expected 25 basis points hike.
- The dollar [USD=](#) was [trading](#) at almost 0.5% stronger against a basket of currencies.
- "The rand weakness was primarily driven by a firmer dollar as markets were largely pricing in a rate hold," said Warren Venketas, an analyst at Daily FX, referring to the local central bank decision.
- The South African Reserve Bank (SARB) [held](#) its interest rate steady at 8.25% after 10 consecutive hikes as the country's consumer price inflation eased to 5.4% this week, back into the target range of 3%-6% of the central bank.
- But bank Governor Lesetja Kganyago strongly cautioned against construing the move as a beginning of its rate pause cycle, unlike what many central banks across the world are expected to do.
- "Have interest rates peaked? The answer is a resounding no," he said, adding the current rate reflected elevated inflation expectations and outlook.
- Economists are divided on the outlook for inflation.
- "We think that inflation will continue to moderate and it will reach the mid point of the bank's target range sooner than expected," said Khanyisa Phika, an economist at Alexforbes, a South African financial services firm.
- She said interest rates had peaked in South Africa.
- The SARB strives to keep inflation at the mid-point of its 3%-6% target range.
- Local lender FNB said it expected rate hike cycle to resume as inflationary pressures continue to hover in the midst of widening current account deficit and its funding concerns.
- Shares on the Johannesburg Stock Exchange slipped marginally with the benchmark all-share index [JALSH](#) down 0.08% and the blue-chip index of top 40 companies [JTOPI](#) losing 0.07%.
- South Africa's benchmark 2030 government bond [ZAR2030=](#) was weaker, with the yield up 5 basis points to 10.355%.



# Corn

## CBOT corn falls on profit taking, technical selling - Reuters News

**CHICAGO, July 20 (Reuters)** - Chicago Board of Trade corn futures dropped 1.2% on Thursday, with traders locking in profits after prices rallied to their highest in more than three weeks a day earlier.

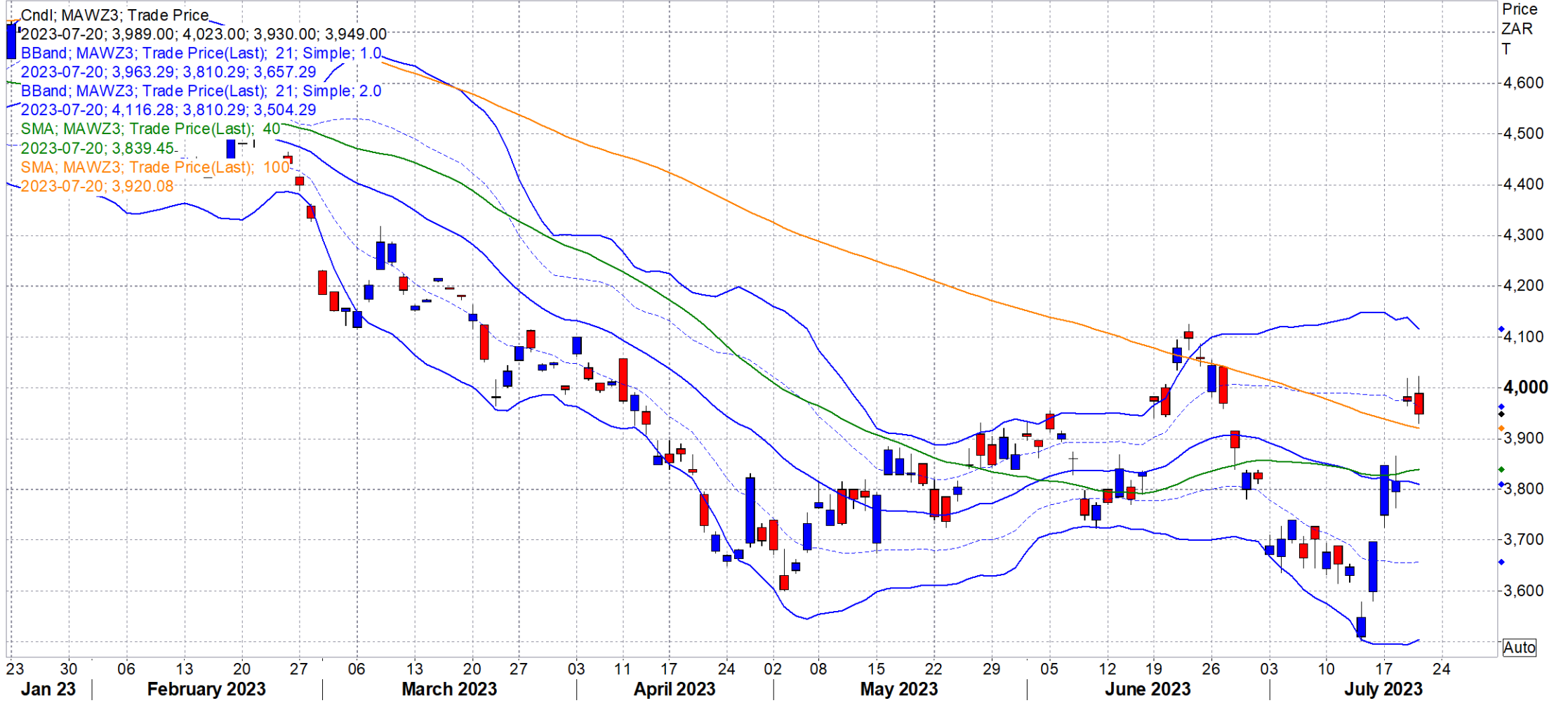
- Weekly export sales of corn totaled 728,400 metric tons, the U.S. Agriculture Department said on Thursday morning. Market forecasts for corn export sales ranged from 250,000 to 1 million metric tons.
- The benchmark CBOT December corn futures contract traded in positive territory early in Thursday's session but turned lower after failing to rise above Wednesday's peak of \$5.63-3/4 a bushel.
- CBOT December corn [CZ3](#) settled down 6-3/4 cents at \$5.46-1/4 a bushel.



# WMAZ

## SAFEX WMAZ DEC23

### Daily SAFEX WMAZ DEC23



# YMAZ

## SAFEX YMAZ DEC23

### Daily SAFEX YMAZ DEC23



# Soyabean

## CBOT soybeans close mixed, soyoil hits five-month top - Reuters News

CHICAGO, July 20 (Reuters) - U.S. soybean futures were mixed on Thursday, with the most-active contract [Sv1](#) retreating from its one-month high as a round of farmer selling and weakness in the cash market pressured prices.

- The nearby August soybean contract [SQ3](#) edged higher.
- Soyoil futures [BOv1](#) rose to a five-month high, and soymeal futures dropped on profit taking.
- The benchmark CBOT November soybean futures contract [SX3](#) settled unchanged at \$14.08-3/4 a bushel. The thinly traded August soybean contract [SQ3](#) was up 3-1/2 cents at \$14.95 a bushel.
- CBOT August soymeal futures [SMQ3](#) fell \$3.30 to \$440.50 a ton.
- CBOT August soyoil futures [BOQ3](#) rose 1.59 cents to 67.64 cents per lb, peaking at 62.86 cents, the highest for the most-active contract since Feb. 23.
- The U.S. Agriculture Department said on Thursday morning that weekly export sales of soybeans totaled 887,300 metric tons. That was up from 289,749 metric tons in the previous week and in line with trade estimates that ranged from 150,000 to 1 million metric tons.
- USDA reported soyoil export sales of -8,000 metric tons due to a cancellation from Canada, and soymeal export sales of 407,800 metric tons.



# Soyabean

SAFEX SOYA DEC23

## Daily SAFEX SOYA DEC23





# Sunflower

SAFEX SUNS DEC23

## Daily SAFEX SUNS DEC23



# Wheat

## CBOT wheat dips; MGEX spring wheat, K.C. HRW rise with focus on Russia-Ukraine war - Reuters News

**CHICAGO, July 20 (Reuters)** - Chicago Board of Trade soft red winter wheat futures dipped on Thursday but prices settled close to unchanged as the market remained on edge from concerns about a recent string of attacks by Russia on Ukraine's Black Sea export ports.

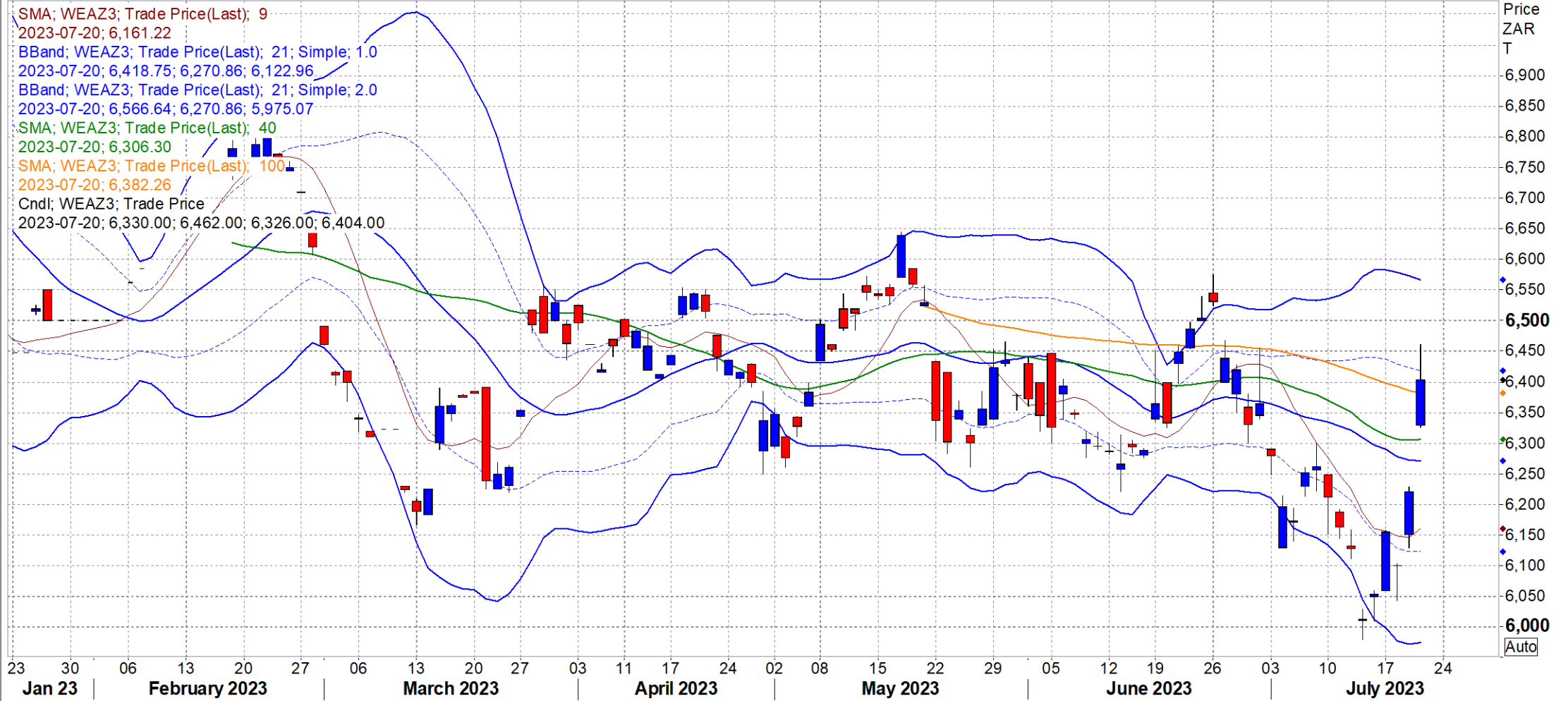
- Concerns about tight supplies of high protein wheat supported MGEX spring wheat futures and K.C. hard red winter wheat futures, and both closed in positive territory.
- MGEX spring wheat [MWEc1](#) hit a seven-month high, supported by concerns that dry weather in the U.S. Plains will limit crop yields.
- K.C. hard red winter wheat futures notched its third straight day of gains and the most-active contract [KWv1](#) peaked at its highest since May 17.
- Russia mounted a third straight night of air strikes on Ukrainian Black Sea ports and issued a threat against Ukraine-bound vessels to which Kyiv responded in kind.
- The U.S. Agriculture Department said on Thursday morning that export sales of wheat totaled 170,700 metric tons in the week ended July 13. That was below the low end of market forecasts that ranged from 200,000 to 500,000 metric tons.
- The benchmark CBOT September soft red winter wheat contract [WU3](#) settled down 3/4 cent at \$7.20 a bushel.
- The contract briefly topped its 200-day moving average for the first time since June 26 but failed to hold support above that key technical point.
- K.C. hard red winter wheat for September delivery [KWU3](#) ended up 8-1/4 cents at \$8.75 a bushel and MGEX September spring wheat futures [MWEU3](#) gained 3-1/4 cents to \$9.00-1/2 a bushel.



# Wheat

## SAFEX DEC23 WHEAT

### Daily SAFEX WEAT DEC23



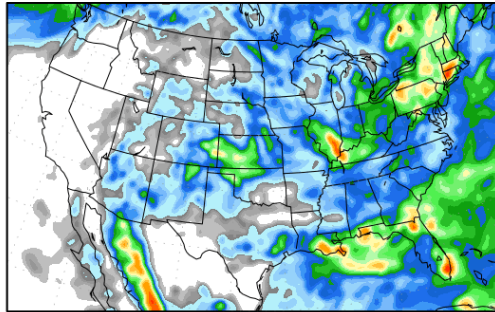
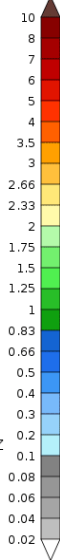
# Weather

## Short Term Precipitation Outlooks

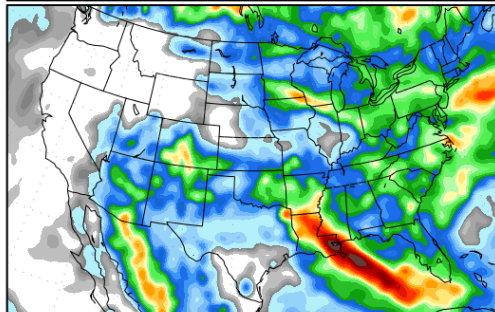
### Precipitation Forecasts

Precipitation (in)  
during the period:

Fri, 21 JUL 2023 at 00Z  
-to-  
Sat, 29 JUL 2023 at 00Z

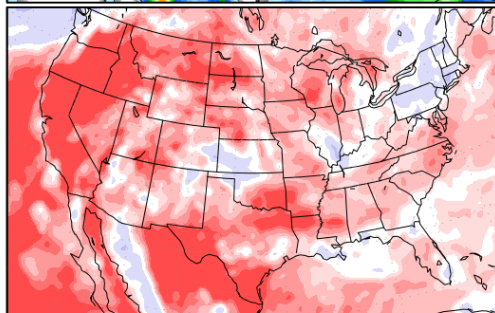
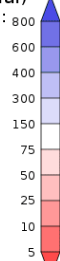


Sat, 29 JUL 2023 at 00Z  
-to-  
Sun, 06 AUG 2023 at 00Z



Precipitation (% of normal)  
during the first period:

Fri, 21 JUL 2023 at 00Z  
-to-  
Sat, 29 JUL 2023 at 00Z



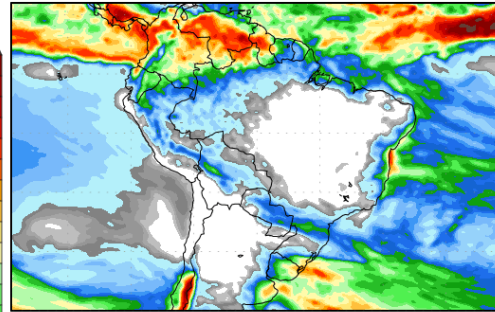
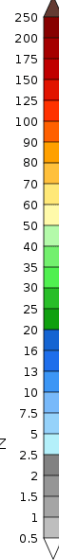
Precipitation forecasts from the National Centers for Environmental Prediction.  
Normal rainfall derived from Xie-Arkin (CMAP) Monthly Climatology for 1979-2003.  
Forecast Initialization Time: 00Z21JUL2023

GRADS/COLA

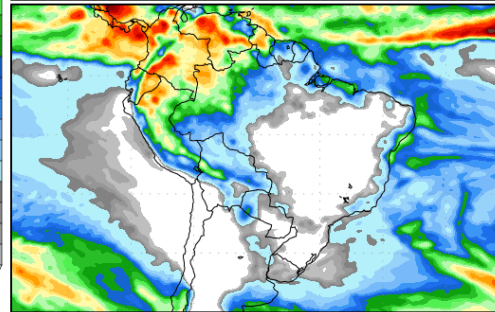
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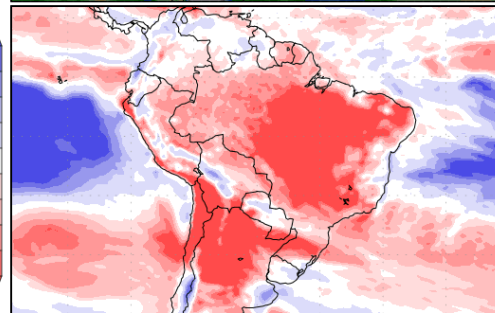
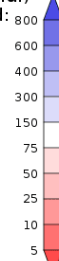


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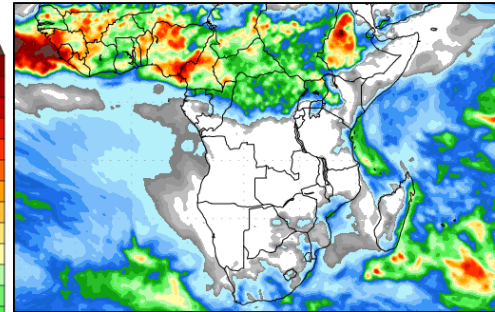
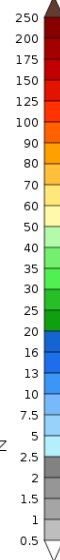
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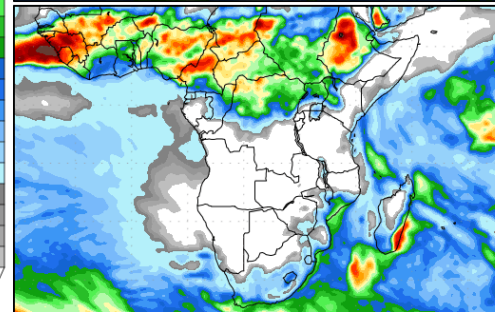
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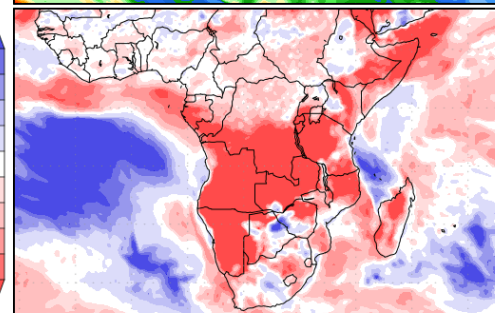
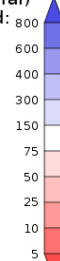


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