

AMT



# WEEKLY WHEAT REPORT

09 Oct 2023



- <https://www.youtube.com/@AMTrends>



- [AMTsettingthetrend](#)



- [amt\\_info](#)



- [amtrends.co.za](https://www.amtrends.co.za)

Spot Price (R/t)  
**R6 203.00**

Spot Price % Change  
**0.00%**

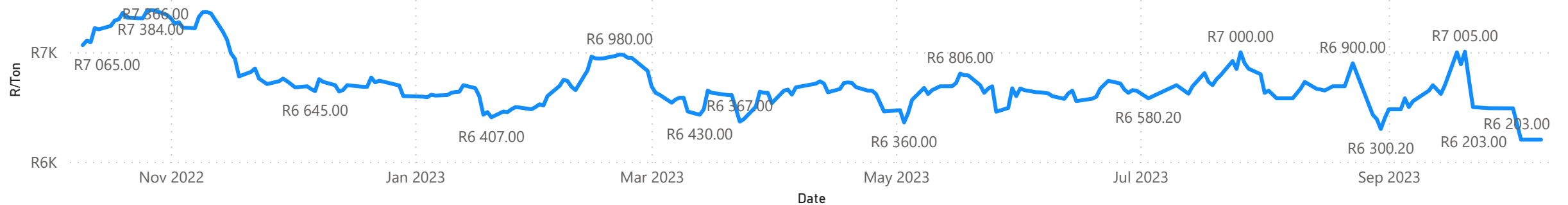


Last Updated:  
**09 Oct 2023**

DEC23 Price (R/t)  
**R6 233.00**

DEC23 Price % Change  
**0.29%**

### Wheat Price Trend (Spot Price)



### Exchange Rate

R/US\$  
**R19.39**

R/US\$ % Change  
**0.03%**

### Discussion

More grain is now starting to arrive from Ukraine. Ukraine's fleet announced more ships present. And Russia may be negotiating again. This news puts pressure on wheat prices in Europe, which puts pressure on global prices. There are more favourable rains over parts of the US Low Plains, especially over some of the major Hard Winter Wheat producing areas.

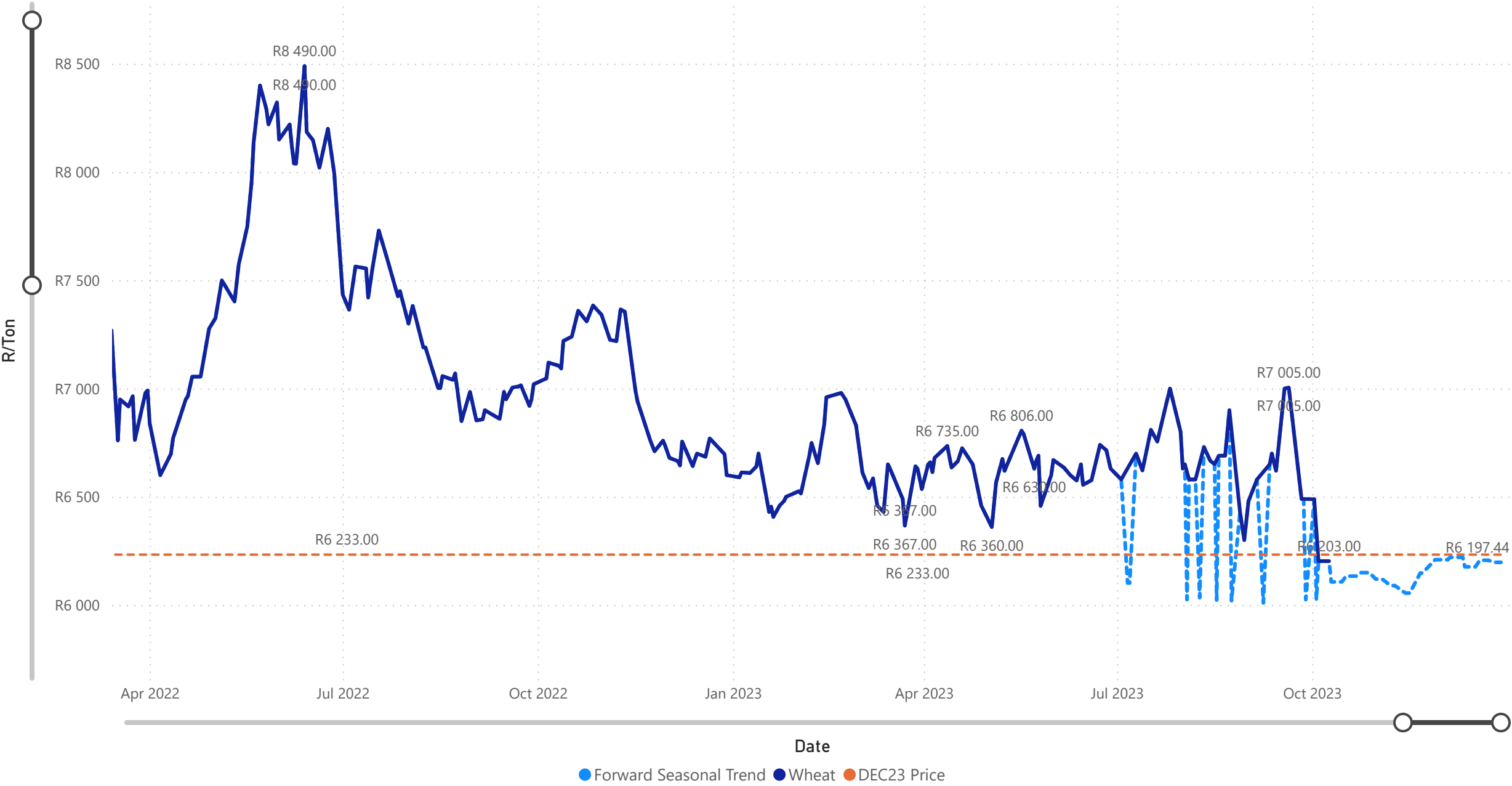
The world's supply is shrinking, news of challenging weather and production problems for parts of Australia and Argentina, and the uncertainty about how India will handle its exports and imports.

If the current will therefore continue, prices will be taken further lower.

In the US, wheat prices moved back to their longer-term band of \$4.00 to \$7.00.

Uncertainty in the Black Sea region presents more risk for higher prices than the lower movement suggests.

# Forward Seasonal Trend (Spot Price)



# Wheat Market Discussion

0 = Bearish / 50 = Neutral / 100 = Bullish

## Bearish Factors

**Exchange Rate** - The rand has strengthened from last week.

**Local Production** - None

**Demand** - US exports are reduced.

**North America** - USDA report showed all-wheat production was better than the entire set of analyst estimated. Wheat stored in all the positions of the US through September were slightly up from a year ago.

**Australia** - None

**Black Sea Area** - Ukraine might export wheat to China.

**World Stocks** - Russia's cheap wheat exports continue flooding the market.

## Bullish Factors

**Exchange Rate** - The rand traded weaker last week.

**Local Production** - None

**Demand** - China started to buy more global wheat.

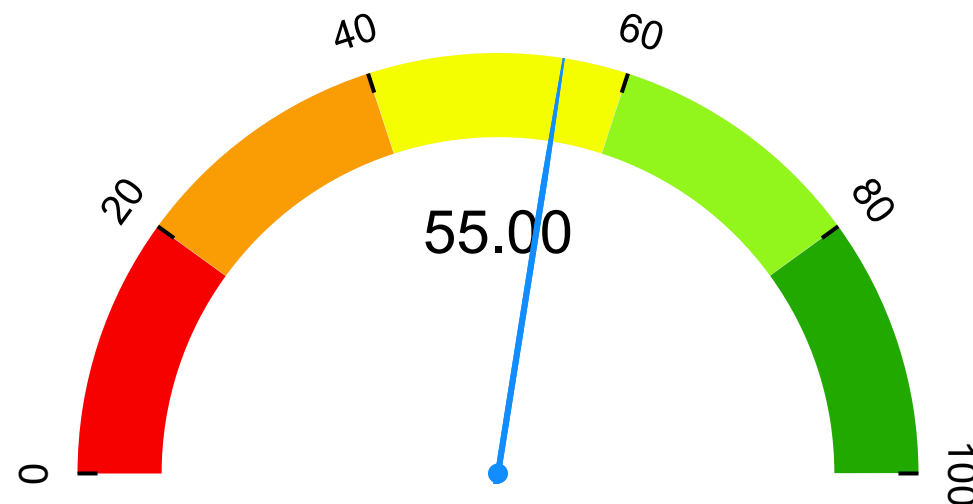
**North America** - None

**Australia** - El Nino is already causing severe problems in the Southern Hemisphere. Australia had the driest September on record.

**Black Sea Area** - The war continues between Russia and Ukraine.

**World Stocks** - Ukraine's total grain exports are 28% lower so far during the 2023/24 marketing year.

## Bullish or Bearish Gauge



\*The gauge is the opinion of AMT and is NOT an exact measure of where prices will go. This is shown merely to illustrate where we feel the market could go over the next week.

