

MARKET NOTICE

Johannesburg
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Number: 466A/2022

- Relates to:
- Equity Market
 - Equity Derivatives Market
 - Commodity Derivatives Market
 - Currency Derivatives Market
 - Interest Rate Derivatives Market
 - Bond Market
 - Bond ETP Market

Date: 19 September 2022

SUBJECT: FINAL WHEAT LOCATION DIFFERENTIALS FOR 2022/23 MARKETING SEASON

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Designation: Head - Commodities

Dear Stakeholder,

Following [Market Notice 420A/2022](#) and [420B/2022](#), the JSE appreciates market feedback on wheat differentials. In reviewing the feedback received, some clarifications necessitated revision of calculations and entries. As a result, **OVK and GWK Prieska** location differentials have been updated to reflect the true cost of transportation.

The final wheat location differentials for the 2022/23 marketing season are attached. The storage rate in the proposed wheat differentials remains unchanged. Please ensure that when making delivery of JSE silo receipts in the new marketing season, storage must be paid up to and including 30 September 2022.

The Wheat Grade and Origin Discounts have been updated as follows:

Grade Discounts/Premium

Grade	Minimum Protein	Grade Adjustment	2021-22 Grade Adjustments	2022-23 Grade Adjustments
Super	12.5%	2%	R 100	R 140
B1	11.5%	Base	PAR	PAR
B2	10.5%	-1%	-R 50	-R 70
B3	9.5%	-4%	-R 201	-R 280

Origin Discounts

Grade	Origin Discount Adjustment	2021-22 Origin Discount	2022-23 Origin Discount
B1	-2%	-R 100	-R 140
B2	-3%	-R 151	-R 210
B3	-6%	-R 301	-R 420

In terms of wheat deliverable origins, the following origins will trade at a zero-origin discount:

- USA (Hard Red Spring, Dark Northern Spring, Northern Spring Wheat)
- USA (Hard Red Winter Wheat)
- Canada (Number 3 or better Red Western Spring Wheat)
- Australia (Hard, Prime Hard, Prime White and Standard White Wheat)

While the following origins will trade at discount:

- Argentina
- Germany (type A and B wheat)
- Latvia
- Lithuania
- Poland
- Ukraine
- Russia

We appreciate the constructive feedback we have received, especially from market participants involved in grain transportation and storage who cooperate and provide input.

Should you have any questions regarding the above, please do not hesitate to contact the Commodities Team at 011 520 7039 or email commodities@jse.co.za

This Market Notice is available on the website at <https://clientportal.jse.co.za/communication/jse-market-notices>