

Weekly Price Report July 09, 2021

U.S. Wheat FOB & Export Basis Estimates

Export Region	Class & Percent Protein 12% (Dry) Moisture Basis		JUL (N21)				JUL (N21)		AUG (U21)		SEP (U21)		OCT (Z21)		NOV (Z21)		DEC (Z21)		JAN (H22)	
			(nearbys)	week change		1 year ago	FOB	Basis	FOB	Basis	FOB	Basis	FOB	Basis	FOB	Basis	FOB	Basis	FOB	Basis
			FOB \$/bu	\$/bu	\$/MT	\$/MT	\$/MT	¢/bu	\$/MT	¢/bu	\$/MT	¢/bu	\$/MT	¢/bu	\$/MT	¢/bu	\$/MT	¢/bu	\$/MT	¢/bu
Great Lakes	NS/DNS 13.5 (15.3)*	M	8.94	-0.50	-18	221	328	80	329	80	329	80	326	80	326	80	326	80	323	80
	NS/DNS 14.0 (15.9)*	M	8.99	-0.50	-18	224	330	85	330	85	330	85	328	85	328	85	328	85	325	85
	NS/DNS 14.5 (16.5)*	M	9.04	-0.49	-18	226	332	90	332	90	332	90	330	90	330	90	330	90	327	90
Gulf of Mexico	NS/DNS 13.5 (15.3)*	M	9.89	-0.50	-18	254	363	175	367	185	367	185	366	190	366	190	368	195	364	190
	NS/DNS 14.0 (15.9)*	M	9.94	-0.50	-18	255	365	180	369	190	369	190	368	195	368	195	370	200	366	195
	NS/DNS 14.5 (16.5)*	M	10.04	-0.50	-18	261	369	190	373	200	373	200	372	205	372	205	374	210	369	205
	HRW Ord	K	7.29	-0.62	-23	211	268	130	266	130	266	130	277	150	277	150	277	150	274	130
	HRW 11.0 (12.5)	K	7.39	-0.12	-5	215	272	140	270	140	270	140	281	160	281	160	281	160	277	140
	HRW 11.5 (13.1)	K	7.69	-0.07	-3	218	283	170	281	170	281	170	292	190	292	190	292	190	288	170
	HRW 12.0 (13.6)	K	7.99	-0.02	-1	222	294	200	292	200	292	200	303	220	303	220	303	220	299	200
SRW	W	6.74	-0.37	-14	210	247	65	254	75	254	75	262	90	262	90	262	90	267	95	
Pacific N.West	NS/DNS 13.5 (15.3)*	M	9.49	-0.55	-20	239	349	135	352	145	356	155	366	190	365	185	365	185	362	185
	NS/DNS 14.0 (15.9)*	M	9.54	-0.55	-20	239	350	140	354	150	358	160	368	195	366	190	366	190	364	190
	NS/DNS 14.5 (16.5)*	M	9.69	-0.55	-20	243	356	155	360	165	363	175	374	210	372	205	372	205	369	205
	HRW Ord	K	7.79	-0.02	-1	218	286	180	284	180	288	190	303	220	303	220	303	220	307	220
	HRW 11.5 (13.1)	K	7.79	-0.02	-1	222	286	180	284	180	288	190	303	220	303	220	303	220	307	220
	HRW 12.0 (13.6)	K	7.89	-0.02	-1	227	290	190	288	190	292	200	307	230	307	230	307	230	310	230
	HRW 13.0 (14.8)	K	8.19	-0.02	-1	238	301	220	299	220	303	230	318	260	318	260	318	260	321	260
	SW Unspecified	\$	8.00	-0.05	-2	226	294	800	290	790	285	775	298	810	298	810	298	810	294	800
	SW 9.5 (10.8) Min	\$	8.00	-0.05	-2	227	294	800	290	790	285	775	298	810	298	810	298	810	294	800
	SW 10.5 (11.9) Max	\$	9.00	-0.55	-20	226	331	900	327	890	322	875	334	910	334	910	334	910	331	900
	SW 9.5 (10.8) Max	\$	**See Below			231														
WW with 10% Club	\$	9.25	-0.55	-20	237	340	925	336	915	331	900	344	935	344	935	344	935	340	925	
WW with 20% Club	\$	9.50	-0.55	-20	246	349	950	345	940	340	925	353	960	353	960	353	960	349	950	

Durum: a range of prices are available depending upon various quality attributes and logistics.

Northern Durum offers from the Great Lakes for June/July 2021 delivery are quoted at \$9.25/bu (\$340/MT). For **Desert Durum** offers, contact your supplier.

Hard White: a range of prices are available depending upon various quality attributes and logistics

***Hard Red Spring:** HRS price indications in this report are for a 65% DHV content out of the PNW and a 40% DHV content out of the Gulf; for specific NS/DNS DHV premium spreads, contact your supplier.

Futures Exchange Settlements

Exchange & Commodity	JUL (N21)			AUG (Q21)		SEP (U21)		NOV (X21)		DEC (Z21)		JAN (F22)		MAR (H22)		MAY (K22)	
	close	wk chng		close	wk chng	close	wk chng	close	wk chng	close	wk chng	close	wk chng	close	wk chng	close	wk chng
	\$/MT	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu
Chicago BOT SRW	223.59	6.0850	(0.3725)			6.1500	(0.3775)			6.2375	(0.3775)			6.3225	(0.3750)	6.3750	(0.3575)
Kansas City BOT HRW	220.09	5.9900	(0.1225)			5.9400	(0.2525)			6.0500	(0.2500)			6.1475	(0.2500)	6.2150	(0.2325)
Minneapolis MGE NS/DNS	298.91	8.1350	(0.4950)			8.1425	(0.2450)			8.0725	(0.2450)			8.0025	(0.2475)	7.9275	(0.2525)
Chicago BOT Corn	247.92	6.2975	(0.6750)			5.2950	(0.6250)			5.1700	(0.6275)			5.2500	(0.6125)	5.3000	(0.6025)
Chicago BOT Soybeans	515.88	14.040	(0.4775)	13.7925	(0.5400)	13.388	(0.6925)	13.293	(0.6975)			13.338	(0.6850)	13.1950	(0.5825)	13.155	(0.5325)

Legend: M = Minneapolis Grain Exchange; K = Kansas City Board of Trade; C = Chicago Board of Trade;

\$ = cash price quote; N/A = quote not available; closed = Great Lakes are closed to vessels for winter; ¢/bu = cents per bushel;

Futures Contract Month: H = March; K = May; N = July; U = September; Z = December

NS/DNS=Northern Spring/Dark Northern Spring (subclasses of Hard Red Spring); HRW=Hard Red Winter; SRW=Soft Red Winter; SW=Soft White; WW=Western White (White Club & Soft White)

F.O.B. = "Free on board" - Seller is responsible for placing grain at the end of the loading spout. Buyer is responsible for providing the ocean vessel and for all other costs after the grain is delivered on board.

Basis: The difference between the cash price and futures month for specific quality, shipping period and geographical location.

Cash: Durum, SW and WW are quoted in dollars per bushel (\$/bu.) rather than basis for each contract month.

Convert: To compute cash price, add basis level and current futures to get price per bushel. Multiply by 36.743 to get price per metric ton.

Example: Basis = 70 and Future Price = \$9.00, the price per bushel is \$9.00 + .70 = \$9.70/bu. Price per metric ton is \$9.70 * 36.743 = \$356/MT.

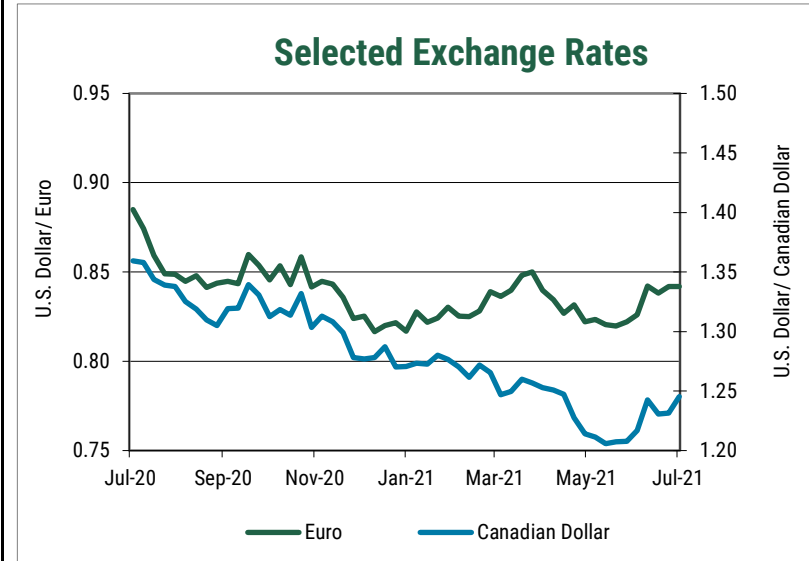
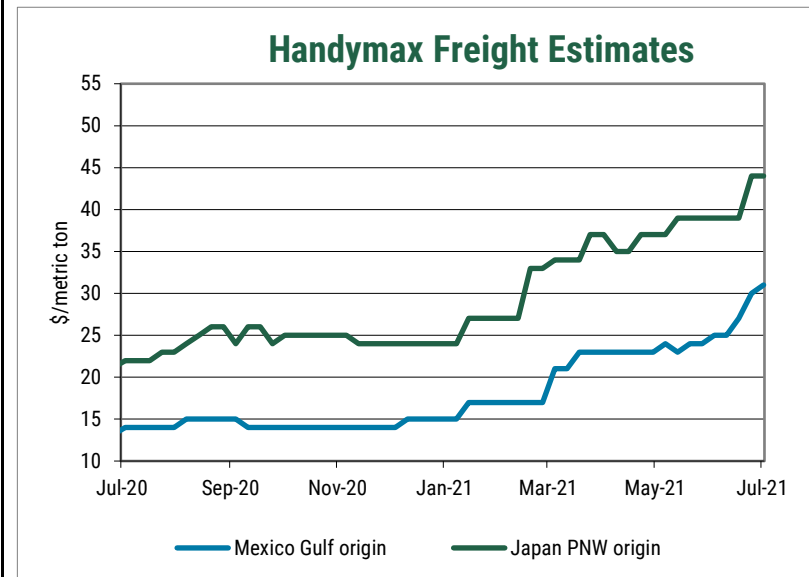
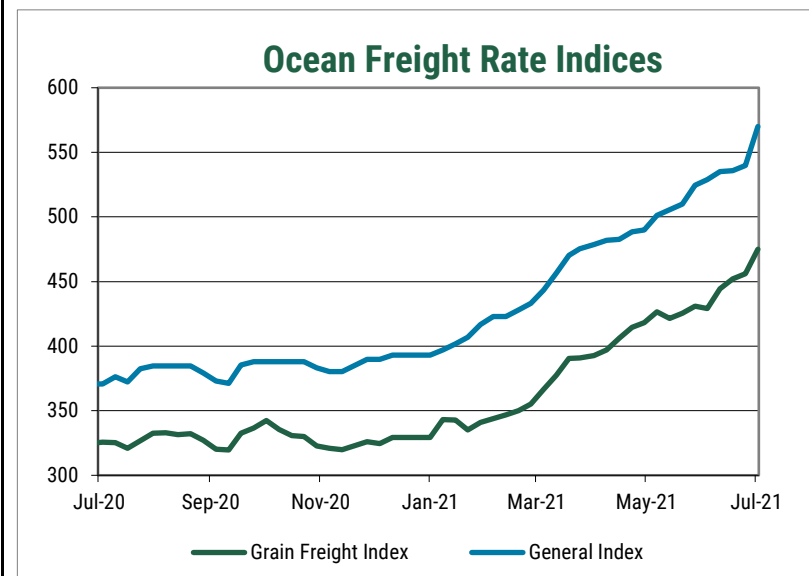
All prices are based upon U.S. number two grade or better as certified by the Federal Grain Inspection Service (FGIS).

Ocean Freight Rate Estimates for Nearby Delivery			U.S. dollars/metric ton			Freight Index** Week Ending	General Index	Grain Freight Index	Number of Fixtures
Export Region	Import Region	Handy 25-30 TMT	Handymax 40-46 TMT	Panamax 54+ TMT					
U.S. Gulf	Mexico (Veracruz)	30	27		7/9/2021	475.0	570.0	487	
U.S. Gulf	W. South America (Peru/Ecu)			55	6/25/2021	452.2	535.8	460	
U.S. Gulf	S. South America (Chile)			57	6/18/2021	444.3	535.1	486	
U.S. Gulf	N. South America (Colombia)	40	39	55	6/11/2021	429.2	528.8	517	
U.S. Gulf	E. South America (Brazil)		40		6/4/2021	430.9	524.4	453	
U.S. Gulf	West Africa (Nigeria)	56			5/28/2021	425.4	509.8	487	
U.S. Gulf	East Mediterranean (Italy)	44			5/21/2021	421.6	505.4	520	
U.S. Gulf	West Mediterranean (Morocco)	56			5/14/2021	426.5	501.2	494	
U.S. Gulf	Persian Gulf (Iraq)			121	5/7/2021	418.3	490.0	485	
U.S. Gulf	Middle East (Egypt)			58	4/30/2021	414.4	488.6	508	
U.S. Gulf	Japan		75	75	4/23/2021	406.0	482.6	530	
Mid Atlantic	N. South America (Venezuela)	40			4/16/2021	397.1	481.9	563	
Mid Atlantic	West Africa (Nigeria)	59			4/9/2021	392.6	478.6	463	
Mid Atlantic	Middle East (Egypt)			43	4/1/2021	390.7	475.4	411	
St. Lawrence	N. South America (Venezuela)	21			3/26/2021	390.5	470.3	509	
St. Lawrence	Europe/Rotterdam			23	3/19/2021	377.2	456.5	558	
Great Lakes	East Mediterranean (Italy)	40			3/12/2021	366.6	443.4	576	
Great Lakes	West Mediterranean (Spain)	39			3/5/2021	355.2	433.1	521	
Great Lakes	Europe/Rotterdam	36			2/26/2021	349.9	428.1	549	
Great Lakes	West Mediterranean (Morocco)	45			2/19/2021	346.7	422.8	483	
PNW	W. South America (Peru/Ecu)	65			2/12/2021	343.7	422.8	475	
PNW	S. South America (Chile)	66			2/5/2021	340.9	416.8	467	
PNW	N. South America (Colombia)	40			1/29/2021	335.1	406.7	479	
PNW	Persian Gulf (Iraq)			104	1/22/2021	342.7	401.6	507	
PNW	Middle East (Egypt)			58	1/15/2021	343.1	397.2	542	
PNW	East Africa (Djibouti/Mombasa)		50	55	1/8/2021	329.4	392.9	491	
PNW	South Asia (Mal/Indon/Phil/Sing)			49	12/18/2020	329.4	392.9	491	
PNW	Taiwan		48	53	12/11/2020	324.7	389.9	546	
PNW	South Korea		40	45	12/4/2020	325.9	389.9	499	
PNW	Japan		39	44	11/20/2020	319.8	380.4	504	

Sources: *Trade representatives and recent shipments, **Maritime Research, Inc., ***Nominal Major Currencies, Federal Reserve Board

Summary of Foreign Currency Exchange Rates (versus \$1 U.S.)

Week Ending	Index***	Argentina	Australia	Brazil	Canada	Egypt	EU	Japan	Russia
7/9/21	N/A	95.89	1.335	5.258	1.245	15.66	0.842	110.2	74.28
7/2/21	112.8	95.79	1.328	5.040	1.231	15.65	0.842	111.0	73.21
6/25/21	112.2	95.60	1.318	4.958	1.231	15.63	0.838	110.8	72.22
6/18/21	113.3	95.38	1.333	5.066	1.242	15.64	0.842	110.1	72.69
7/9/20	119.8	45.17	1.436	5.343	1.358	15.96	0.886	107.2	70.81
7/9/16	N/A	14.700	1.327	3.309	1.311	8.857	0.904	102.8	64.19
1 year change	N/A	112.29%	-7.04%	-1.59%	-8.32%	-1.86%	-4.97%	2.76%	4.90%
5 year change	N/A	552.33%	0.57%	58.93%	-5.02%	76.81%	-6.89%	7.17%	15.73%



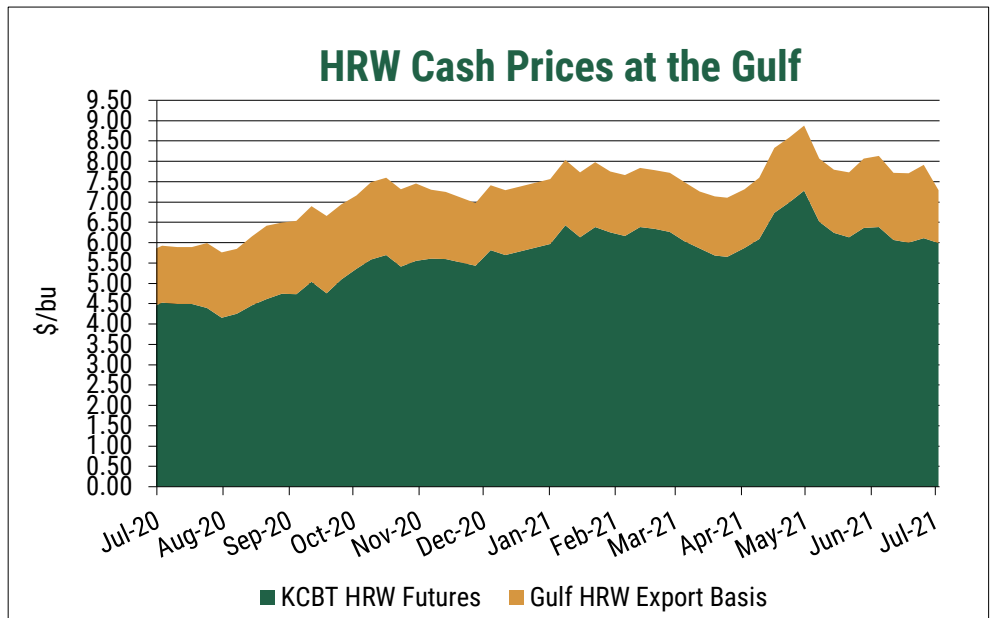
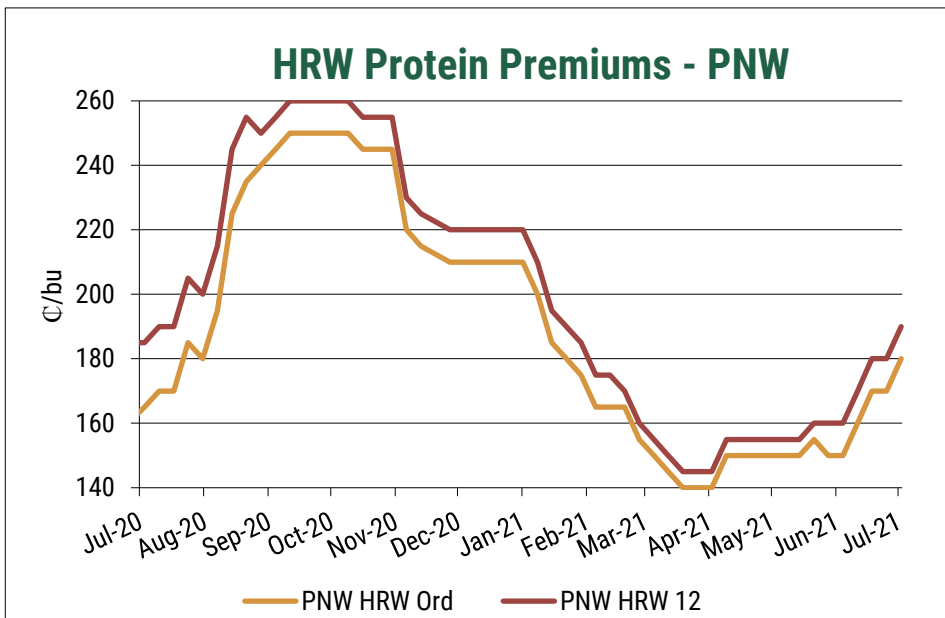
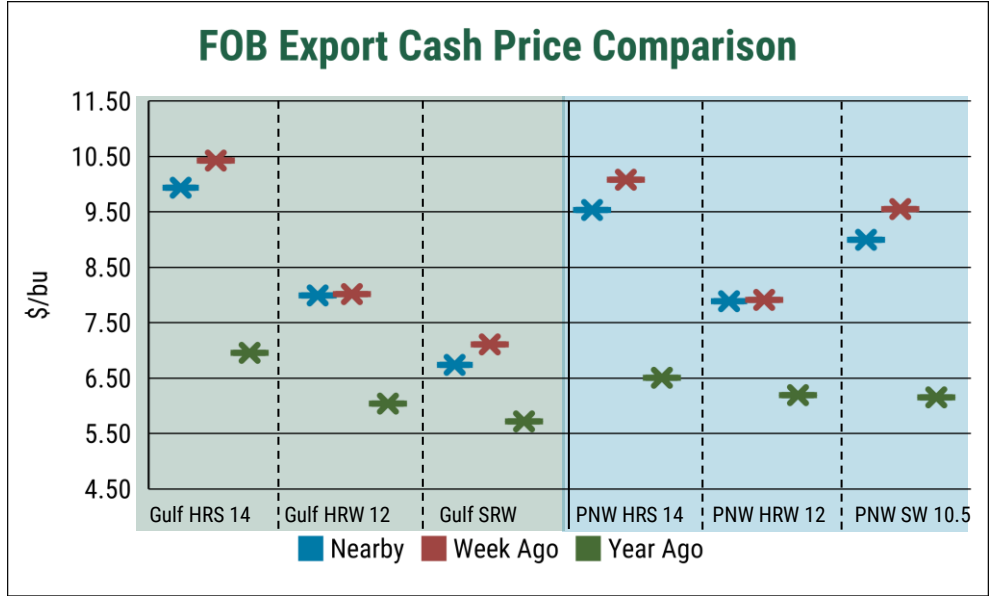
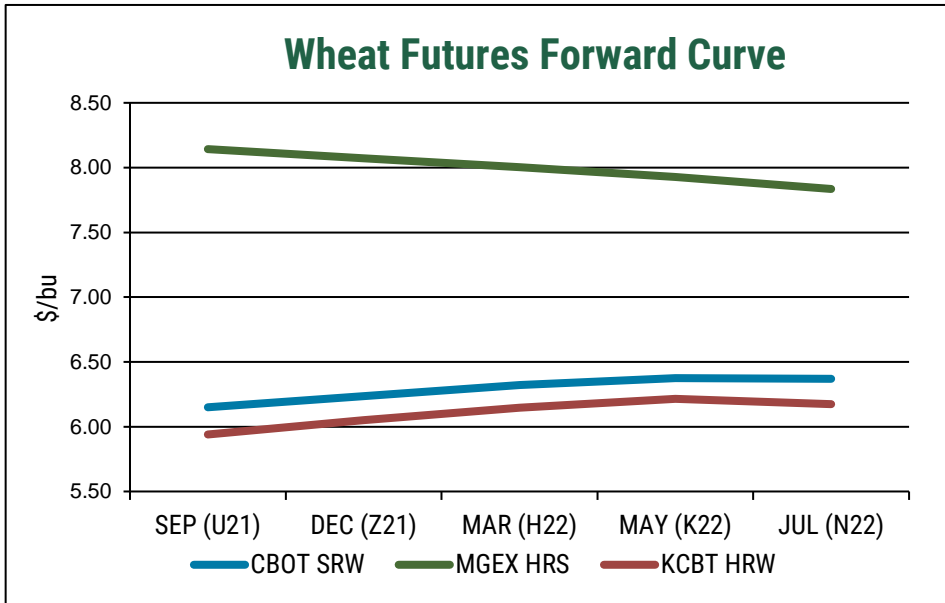
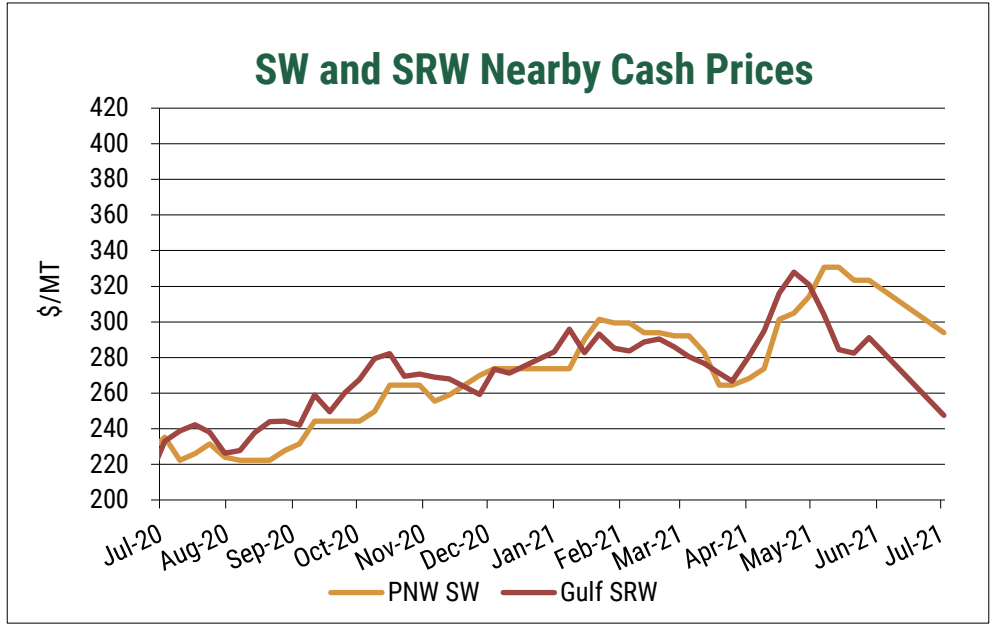
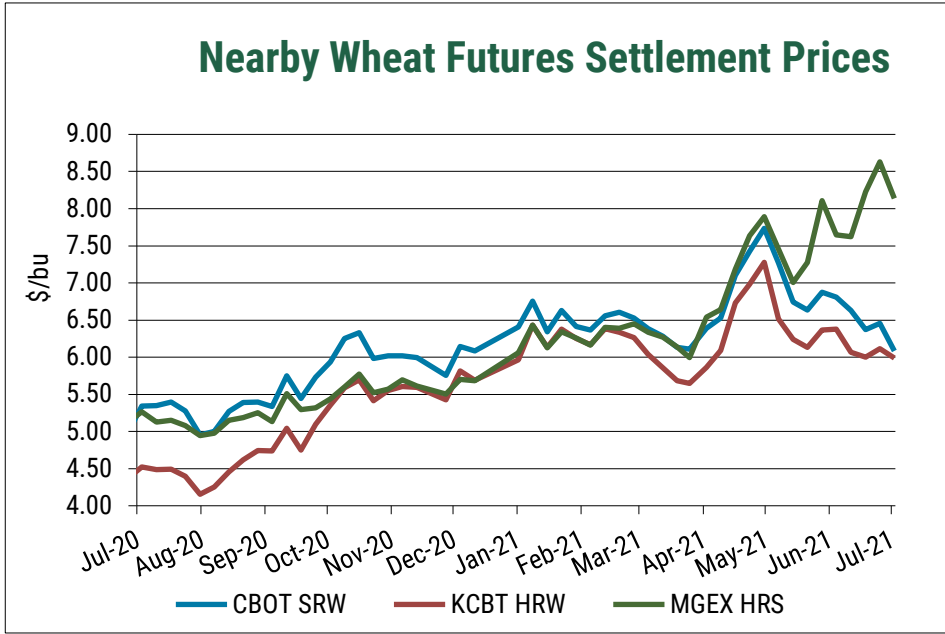
The weekly prices as reported by U.S. Wheat Associates are compiled through research from numerous market sources, including U.S. wheat exporters of all classes from various U.S. ports. The prices reported are representative of the value of number two grade and the proteins indicated. **They are not intended to represent offers nor should importers of U.S. wheat rely upon them as such. Additional factors may alter these prices significantly.**

These factors may include: (1) payment terms (differing from cash against documents which are the terms used in the U.S. Wheat Associates price report); (2) various quality factors, and method of quality certification; (3) loading terms (USW prices represent Free on Board and do not include loading rate guarantees, stevedoring costs or other elevator tariff charges); (4) different delivery periods than indicated in monthly prices reported by U. S. Wheat Associates.

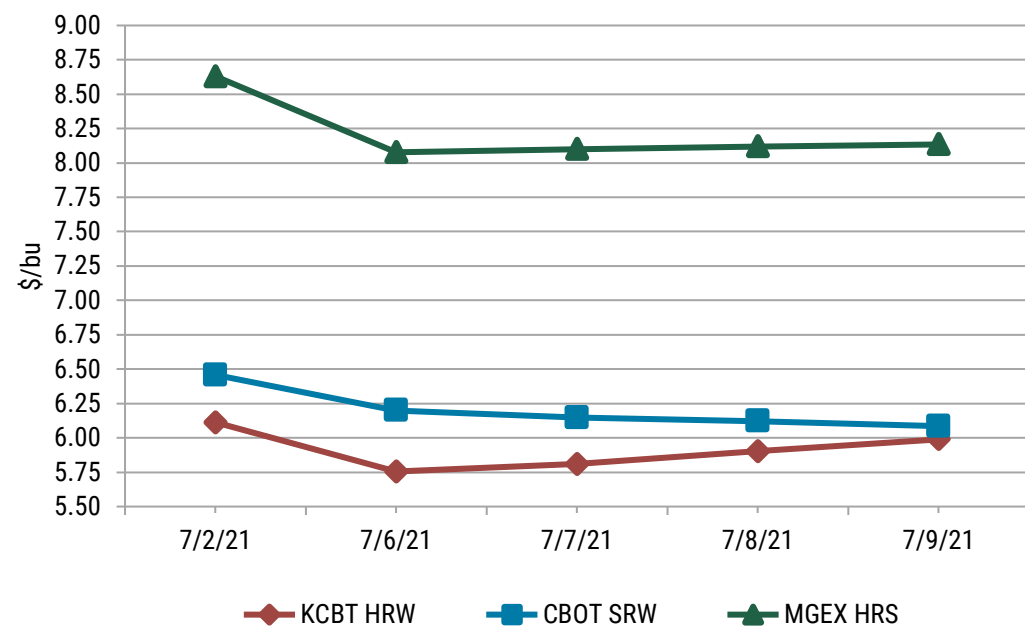
U.S. Wheat Associates recommends regular contact with exporters of U.S. wheat in order to receive offers representative of your requirements.

This contact will allow importers to review contract terms and better understand the U.S. grading system, role and function of the Federal Grain Inspection Service (FGIS).

Contact: For questions, please contact Michael Anderson at manderson@uswheat.org.

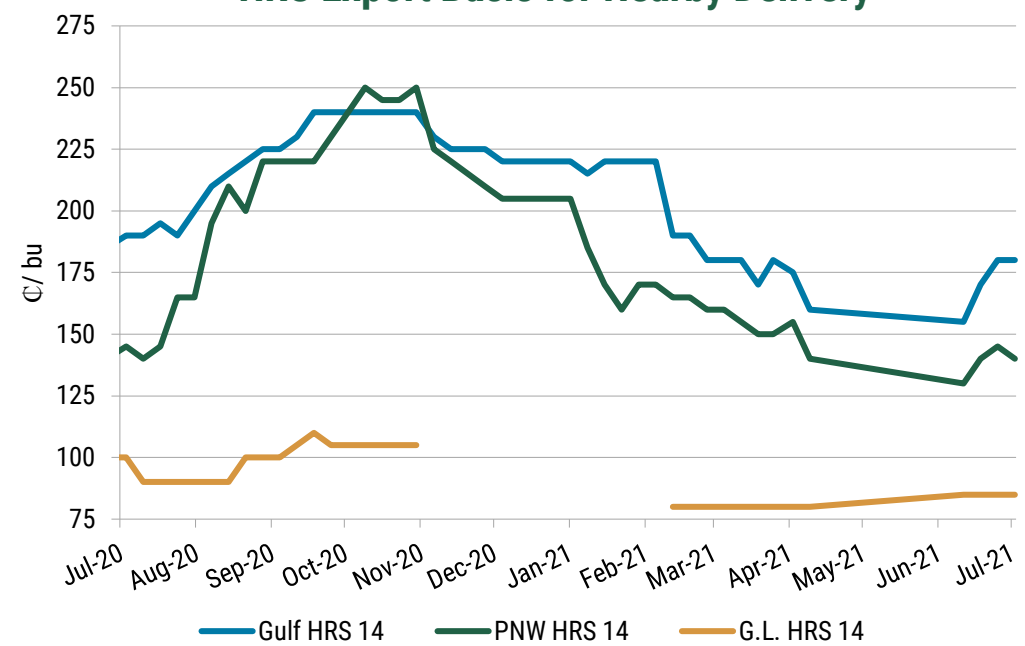


Daily Futures Settlement Prices



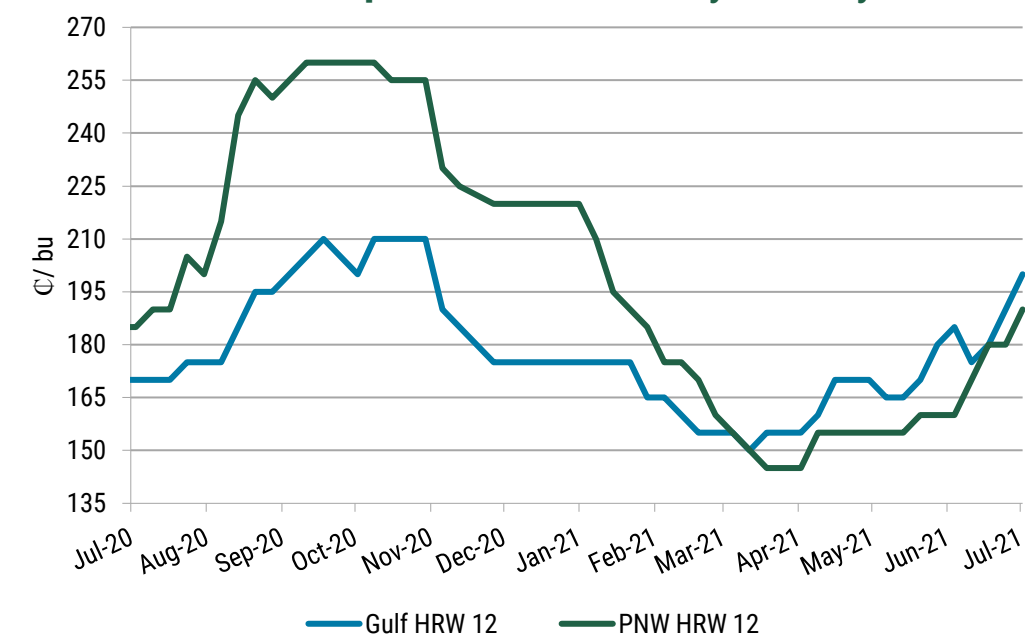
◆ KCBT HRW ■ CBOT SRW ▲ MGEX HRS

HRS Export Basis for Nearby Delivery



— Gulf HRS 14 — PNW HRS 14 — G.L. HRS 14

HRW Export Basis for Nearby Delivery



— Gulf HRW 12 — PNW HRW 12

- All futures prices were down this week as harvest accelerated in some states and welcome rain fell in the Northern Plains states. CBOT soft red winter (SRW) futures shed 37 cents to close at \$6.08/bu. KCBT hard red winter (HRW) futures were down 12 cents to end at \$5.99/bu. MGE hard red spring (HRS) futures lost 50 cents to close at \$8.13/bu. CBOT corn futures fell 68 cents to end at \$6.29/bu. CBOT soybean futures shed 47 cents to close at \$14.04/bu.
- Soft white (SW) basis softened in the Pacific Northwest as grain trader's confidence in the crop grew, but demand remained light. Basis rose for hard red winter (HRW) and hard red spring (HRS) in the PNW as supply remained tight and farmer selling was slow. In the Gulf, basis was also up as farmer selling remained light due to lower futures prices.
- States growing hard red winter (HRW) are harvesting with some delays from rain in the Southern Plains. For the fourth week in a row, no offers were made for HRW 12.5% protein exported from the Gulf. As harvest advances and more protein content is known, offers for higher protein HRW may change.
- New crop soft white (SW) proteins remain unclear at this time. Hot and dry conditions are raising concerns making grain traders reluctant to guarantee maximum proteins. For the fourth week in a row, offers for SW 9.5% max protein remain limited. Please contact your supplier for more information.
- This week's U.S. wheat commercial sales of 290,800 metric tons (MT) were up 29% from last week's 226,300 MT and on the low end of trade expectations of 200,000 MT to 450,000 MT. Marketing year-to-date commercial sales for delivery in 2021/22 total 6.6 million metric tons (MMT), 11% lower than last year. USDA expects total 2021/22 U.S. wheat exports will reach 24.5 MMT, 9% lower than last year, if realized.
- On July 6, USDA reported overall U.S. winter wheat conditions at 47% good to excellent, dropping one point from last week's 48%. The USDA also reported 45% of the winter wheat crop harvested, below the 5-year average of 53%. The U.S. spring wheat crop conditions are rated 20% good to excellent, unchanged from last week. The USDA also reported 69% of the U.S. spring wheat crop headed, above the 5-year average of 62%. The latest USW Harvest Report can be found [here](#).
- Another week of hot, dry weather in the Pacific Northwest (PNW) and Northern Plains led to an expansion of drought conditions for those areas. At the same time, wet weather in the Midwest left much of the region drought-free except for Minnesota. In the Plains states, parts of Wyoming, the Dakotas, and Nebraska received rain, improving conditions, but areas of drought expanded in places that missed out on the rain. The USDA reported 92% of South Dakota and 76% of North Dakota topsoil moisture short to very short, leading to stunted crop growth. In the northwest, a week of exceptionally hot weather continued to dry out soil and lower crop conditions. In Washington, 84% of topsoil is short or very short of moisture. Idaho and Montana also saw conditions degrade with areas of drought expanded. Montana received less than 25% of average precipitation in June, usually its rainiest month.
- The Parana River, a grains "superhighway" in Argentina, moves around 80% of agricultural goods bound for export to the Port of Rosario on the Atlantic coast. According to the Rosario Grains Exchange, the shallow water level could cost grain farmers and exporters \$315 million over six months through August. The low water level means that ships are unable to load to capacity. Consequently, Handymax vessels are forced to load 8.0 TMT less than they normally would, while Panamax size vessels are loading 10.0 TMT less.
- Glacier FarmMedia, based in Manitoba, a Canadian province, reports that, while conditions range widely across the Prairies, overall, Canada's wheat crop may be millions of tons smaller than it appeared a few weeks ago. One wheat farmer noted that "wheat fields are wavier than usual, evidence of uneven growth." He described wheat plants that are short and rows that are thin with only a main stem, no secondary shoots that add to a decent harvest.
- The Association of German Farmers (DBV) said they expect Germany's wheat harvest to increase in 2021 as rain helped crops recover from an initially hot and dry summer. The DBV estimates Germany, the EU's second-largest wheat producer, will harvest around 22.82 MMT of winter wheat in 2021, up five percent compared to last year. Germany's total wheat harvest is forecast at 23.13 MMT when spring and hard wheat are included, up 4.5% overall.
- Ukraine's agriculture ministry says it does not plan to impose grain export restrictions in the next two months of the 2021/22 marketing year, which began July 1. The official said that the ministry would determine grain export volumes on August 30. In 2020/21, the ministry imposed a 17.5 MMT limit on wheat exports.
- The Baltic Dry Index (BDI), an assessment of the average cost to ship raw materials such as grains, coal, and iron ore, increased slightly on the week to end at 3,300.
- The U.S. Dollar Index increased from last week's 92.18 to close at 92.25.

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