



U.S. Wheat Associates

Weekly Price Report (page 1)

September 6, 2019

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Export Region	Percent Protein 12% (Dry) Moisture Basis		SEP (Z19)*			SEP (Z19)*		OCT (Z19)		NOV (Z19)		DEC (Z19)		JAN (H20)		FEB (H20)		MAR (H20)		Year Ago (nearbys) \$/MT		
			(nearbys) FOB \$/bu	week change \$/bu	\$/MT	FOB \$/bu	Basis ¢/bu	FOB \$/MT	Basis ¢/bu	FOB \$/MT	Basis ¢/bu	FOB \$/MT	Basis ¢/bu	FOB \$/MT	Basis ¢/bu	FOB \$/MT	Basis ¢/bu	FOB \$/MT	Basis ¢/bu		FOB \$/MT	Basis ¢/bu
Great Lakes	NS/DNS 13.5 (15.3)	M	5.39	0.07	3	198	45	200	50	202	55	204	60	closed	N/A	closed	N/A	closed	N/A	219		
	NS/DNS 14.0 (15.9)	M	5.44	0.07	3	200	50	202	55	204	60	205	65	closed	N/A	closed	N/A	closed	N/A	224		
	NS/DNS 14.5 (16.5)	M	5.49	0.07	3	202	55	204	60	205	65	207	70	closed	N/A	closed	N/A	closed	N/A	230		
Gulf of Mexico	NS/DNS 13.5 (15.3)	M	6.29	0.07	3	231	135	235	145	237	150	233	140	237	135	237	135	237	135	261		
	NS/DNS 14.0 (15.9)	M	6.34	0.07	3	233	140	237	150	239	155	235	145	238	140	238	140	238	140	265		
	NS/DNS 14.5 (16.5)	M	6.39	0.07	3	235	145	239	155	240	160	237	150	240	145	240	145	240	145	272		
	HRW Ord	K	5.23	0.01	0	192	130	192	130	194	135	194	135	200	135	200	135	200	135	238		
	HRW 11.0 (12.5)	K	5.28	0.01	0	194	135	194	135	196	140	196	140	201	140	201	140	201	140	240		
	HRW 11.5 (13.1)	K	5.43	0.01	0	200	150	200	150	201	155	201	155	207	155	207	155	207	155	242		
	HRW 12.0 (13.6)	K	5.58	0.01	0	205	165	205	165	207	170	207	170	212	170	212	170	212	170	244		
HRW 12.5 (14.2)	K	5.73	0.01	0	211	180	211	180	212	185	212	185	218	185	218	185	218	185	247			
SRW	C	5.64	0.11	4	207	100	209	105	209	105	209	105	210	100	210	100	210	100	210	210		
Pacific N. West	NS/DNS 13.5 (15.3)	M	5.94	-0.18	-7	218	100	218	100	218	100	220	105	226	105	226	105	226	105	252		
	NS/DNS 14.0 (15.9)	M	5.99	-0.18	-7	220	105	220	105	220	105	222	110	227	110	227	110	227	110	252		
	NS/DNS 14.5 (16.5)	M	6.04	-0.18	-7	222	110	222	110	222	110	224	115	229	115	229	115	229	115	254		
	HRW Ord	K	5.68	0.04	1	209	175	209	175	211	180	211	180	212	170	212	170	214	175	236		
	HRW 11.5 (13.1)	K	5.73	0.04	1	211	180	211	180	212	185	212	185	214	175	214	175	216	180	238		
	HRW 12.0 (13.6)	K	5.93	0.04	1	218	200	218	200	220	205	220	205	222	195	222	195	223	200	242		
	HRW 13.0 (14.8)	K	6.43	0.04	1	236	250	236	250	238	255	238	255	240	245	240	245	242	250	246		
	SW 9.5 (10.8) Min	\$	6.00	-0.10	-4	220	6.00	222	6.05	222	6.05	222	6.05	222	6.05	224	6.10	226	6.15	N/A		
	SW 10.5 (11.9) Max	\$	6.00	-0.05	-2	220	6.00	222	6.05	222	6.05	222	6.05	222	6.05	224	6.10	226	6.15	228		
	SW 9.5 (10.8) Max	\$	6.10	0.05	2	224	6.10	226	6.15	226	6.15	226	6.15	226	6.15	228	6.20	230	6.25	230		
WW with 10% Club	\$	6.05	0.07	3	222	6.05	224	6.10	224	6.10	224	6.10	224	6.10	226	6.15	228	6.20	229			
WW with 20% Club	\$	6.10	0.05	2	224	6.10	226	6.15	226	6.15	226	6.15	226	6.15	228	6.20	230	6.25	230			

* SEP(Z19) indicates basis and FOB prices for delivery in September are based on the December 2019 futures contract

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

Northern Durum offers from the Lakes range from \$6.25 to \$6.40/bu (\$230 to \$235/MT), and offers from Gulf ports range from \$7.48 to \$7.62/bu (\$275 to \$280/MT). For Desert Durum offers, contact your supplier.

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

Futures Settlements as of September 6, 2019

Grey positions not quoted on specific exchange

	DEC (Z19)		week change \$/bu	JAN (F20)		week change \$/bu	MAR (H20)		week change \$/bu	MAY (K20)		week change \$/bu	JUL (N20)		week change \$/bu	AUG (Q20)		week change \$/bu	SEP (U20)		week change \$/bu	DEC (Z20)		week change \$/bu	
	\$/MT	\$/bu		\$/MT	\$/bu		\$/MT	\$/bu		\$/MT	\$/bu		\$/MT	\$/bu		\$/MT	\$/bu		\$/MT	\$/bu		\$/MT	\$/bu		\$/MT
Chicago BOT SRW	170.40	4.6375	0.0125			4.7050	0.0050	4.7575	0.0075	4.7900	(0.0050)			4.8700	(0.0150)	4.9950	(0.0175)								
Kansas City BOT HRW	144.49	3.9325	(0.0400)			4.0800	(0.0550)	4.1850	(0.0550)	4.2775	(0.0550)			4.4000	(0.0650)	4.5775	(0.0675)								
Minneapolis MGE NS/DNS	181.61	4.9425	(0.0250)			5.0900	(0.0150)	5.2025	(0.0050)	5.3100	0.0025			5.4075	(0.0025)										
Chicago BOT Corn	130.62	3.5550	(0.1425)			3.6875	(0.1350)	3.7750	(0.1250)	3.8475	(0.1225)			3.9000	(0.0925)	3.9675	(0.0750)								
Chicago BOT Soybeans						8.7200	(0.1000)	8.8600	(0.0825)	8.9750	(0.0700)			9.1200	(0.0700)	9.1450	(0.0825)								

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.

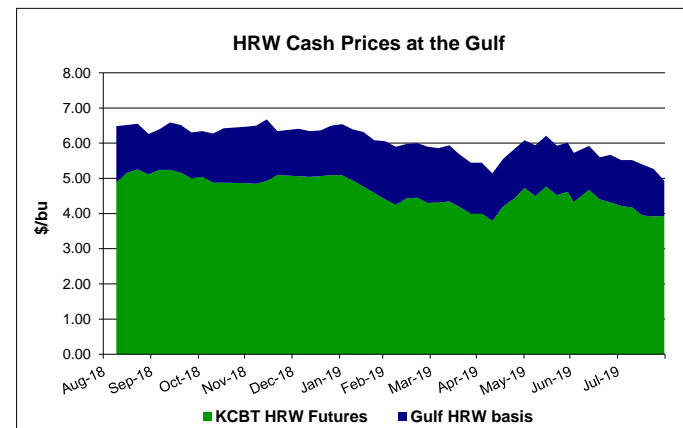
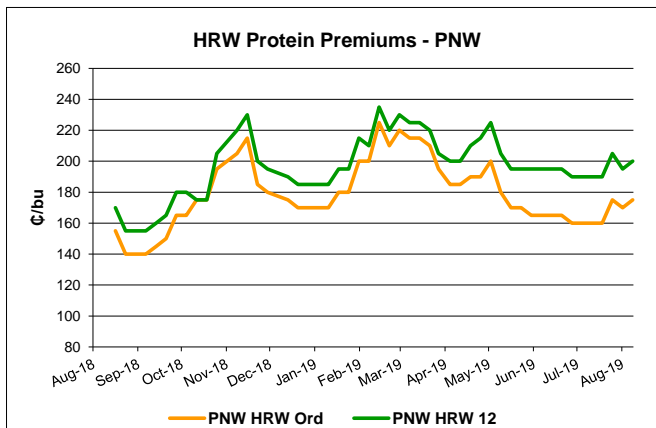
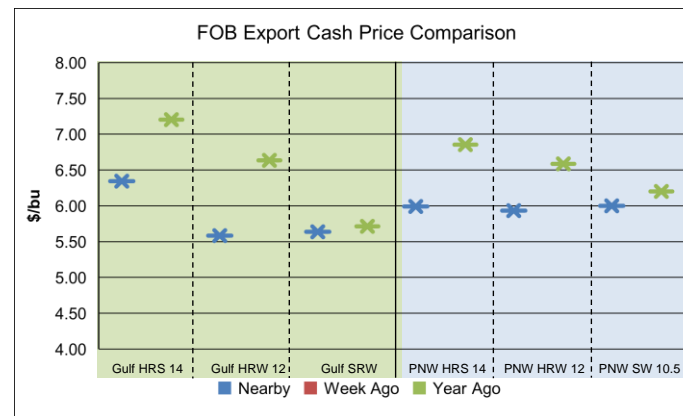
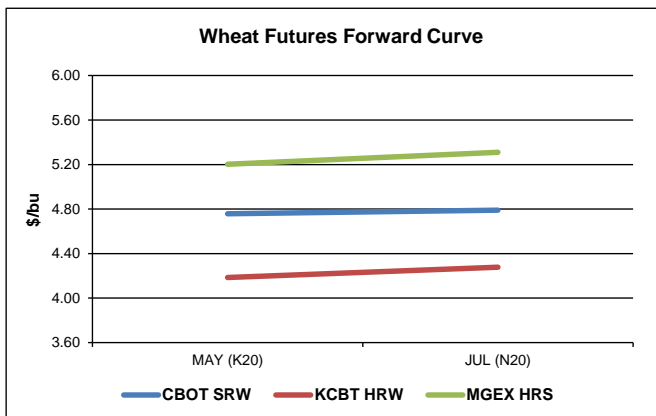
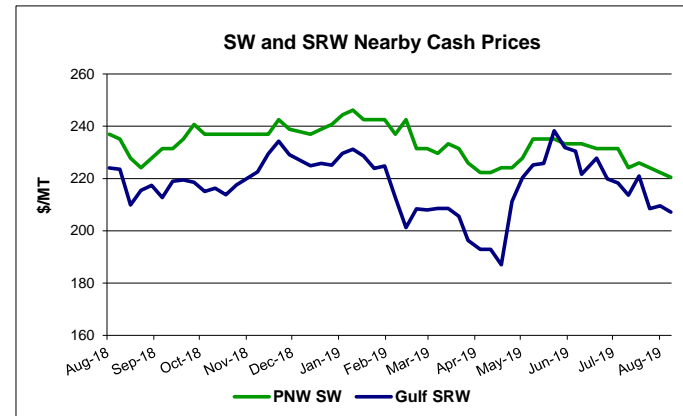
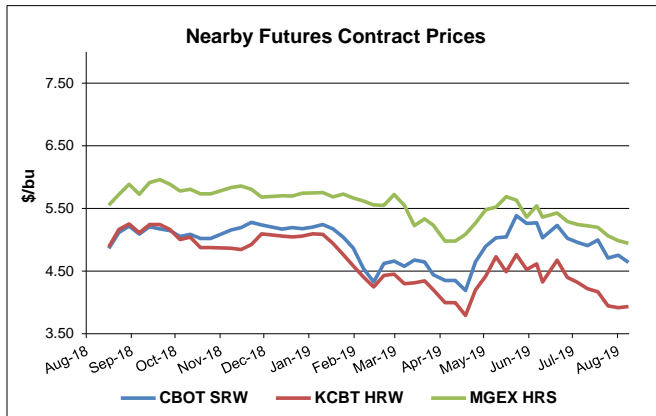
Basis: The difference between the cash price and futures month for specific quality, shipping period and geographical location.

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).





U.S. Wheat Associates

Weekly Price Report (page 2)

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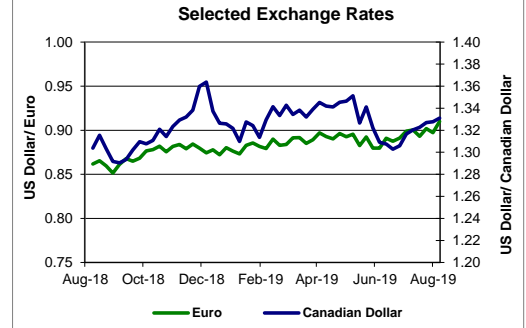
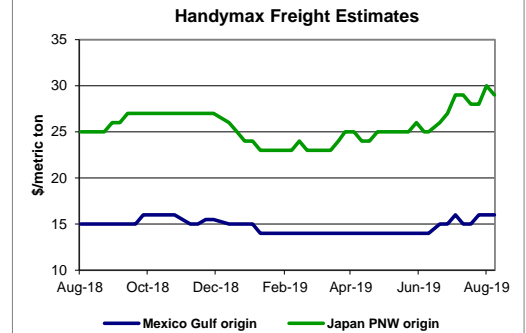
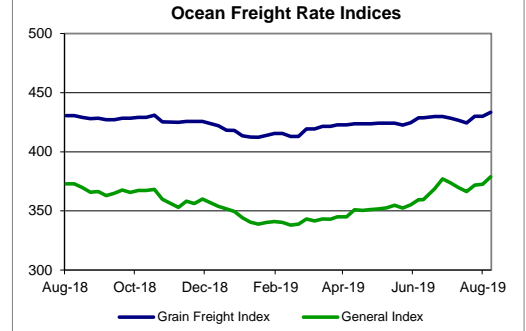
Ocean Freight Rate Estimates by Origin*		U.S. dollars/metric ton			Freight Index**	General Index	Grain Freight Index	Number of Fixtures
Export Region	Import Region	Handy 25-30 TMT	Handymax 40-46 TMT	Panamax 54+ TMT				
US Gulf	Mexico (Veracruz)	19	16		9/6/2019	384.8	433.4	547
	W. South America (Peru/Ecu)	28			8/30/2019	378.9	433.4	455
	S. South America (Chile)	26			8/23/2019	372.6	430.1	596
	N. America (Columbia)	22			8/16/2019	371.9	430.1	494
	E. South America (Brazil)	20			8/9/2019	366.3	424.4	520
	West Africa (Nigeria)	52			8/2/2019	369.7	426.6	529
	East Mediterranean (Italy)	39			7/26/2019	373.7	428.3	565
	West Mediterranean (Morocco)	39			7/19/2019	377.1	429.9	559
	Persian Gulf (Iraq)				7/12/2019	368.8	429.9	567
	Middle East (Egypt)				7/2/2019	359.5	428.8	502
	Japan		53	52	6/28/2019	359.5	428.8	502
Mid Atlantic	N. South America (Venezuela)	33			6/21/2019	355.1	424.6	555
	West Africa (Nigeria)	56			6/14/2019	352.4	422.6	527
	Middle East (Egypt)			51	6/7/2019	354.7	424.3	489
St. Lawrence	N. South America (Venezuela)	18			5/31/2019	352.6	424.3	524
	Europe/Rotterdam	23			5/24/2019	351.6	424.3	587
PNW	W. South America (Peru/Ecu)	26			4/12/2019	343.0	421.5	621
	S. South America (Chile)	30			4/5/2019	343.2	421.5	576
	N. South America (Colombia)	30			3/29/2019	341.6	419.4	558
	Persian Gulf (Iraq)			61	3/22/2019	343.1	419.4	642
	Middle East (Egypt)			33	3/15/2019	338.9	413.0	587
	East Africa (Djibouti/Mombasa)		43	41	3/8/2019	338.0	413.0	610
	South Asia (Mal/Indon/Phil/Sing)		37	29	3/1/2019	340.3	415.6	603
	Taiwan		35	33	2/22/2019	340.9	415.6	637
	South Korea		27	26	2/15/2019	340.3	413.8	594
	Japan		30	29	2/8/2019	338.8	412.3	450

Note: Rates for freight leaving the Great Lakes are quoted for 18,000 MT "Salties." 43497 340.4 412.5 607

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
9/6/19	N/A	55.80	1.460	4.068	1.317	16.45	0.907	106.9	65.73
8/30/19	118.3	59.50	1.485	4.145	1.331	16.50	0.910	106.3	66.67
8/23/19	117.4	55.15	1.481	4.120	1.328	16.52	0.897	105.4	66.00
8/16/19	117.2	54.83	1.475	4.005	1.327	16.53	0.902	106.4	66.47
9/6/18	114.7	37.37	1.389	4.059	1.314	17.84	0.860	110.7	69.20
9/6/14	95.22	8.409	1.069	2.245	1.088	7.173	0.772	105.2	36.97
1 year change	N/A	49.31%	5.12%	0.23%	0.27%	-7.79%	5.37%	-3.49%	-5.01%
5 year change	N/A	563.59%	36.67%	81.17%	21.05%	129.35%	17.38%	1.58%	77.78%



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.

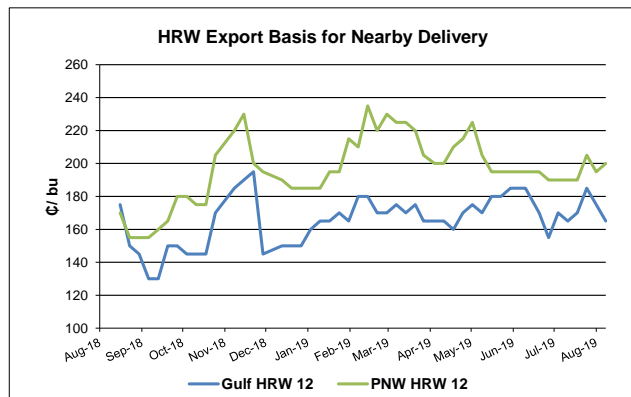
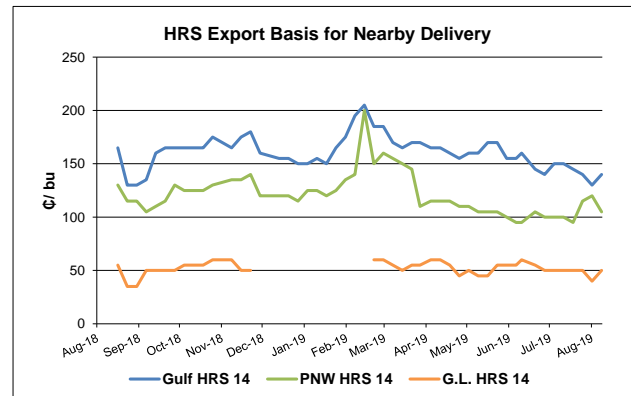
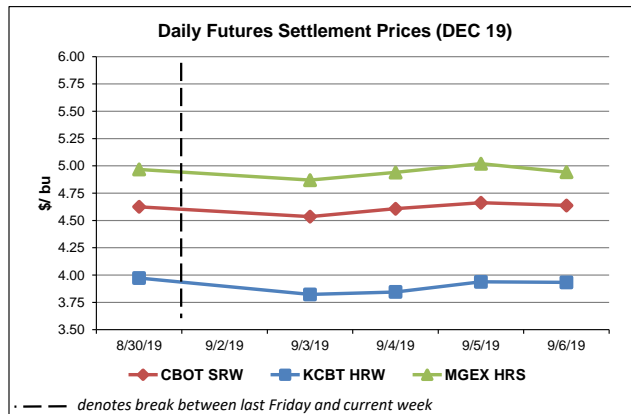
U.S. Wheat Associates recommends regular contact with exporters of U.S. wheat in order to receive offers representative of your requirements.

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 Claire Hutchins at (703) 650-0244 or chutchins@uswheat.org.



Highlights



- Wheat futures were little moved after a quiet and relatively uneventful week. Strong competition for global export business has wheat markets in the U.S. under pressure with prices little changed from a week ago. Soft red winter (SRW) December futures were up 1 cent to close at \$4.63/bu and hard red winter (HRW) futures fell 4 cents to end at \$3.93/bu. Hard red spring (HRS) December futures lost 3 cents to close at \$4.94/bu. CBOT December corn lost 12 cents to end at \$3.58/bu. CBOT January soybean futures fell 7 cents to close at \$8.75/bu.
- The week saw little change to prices over all with farm selling still limited. Dry conditions in both Australia and Argentina relieved some pressure from large global supply but plentiful global supplies are still pressuring prices. A weakened dollar in theory made US grains more competitive but export sells were still below expectations.
- Net U.S. wheat sales as of August 29 of 312,000 metric tons (MT) for delivery in 2019/20 were 53% lower than last week's 661,000 MT and below trade expectations of 400,000 to 800,000 MT. Year-to-date commercial sales of 11.4 million metric tons (MMT) are 22% ahead of last year's pace. USDA currently forecasts 2019/20 U.S. wheat exports will total 26.5 MMT, 4% more than 2018/19, if realized.
- The U.S Drought Monitor for the week ending on September 3 showed a series of cold fronts bringing lower than normal temperatures to much of the United States east of the Rocky Mountains. The fronts brought moderate rain for the Northern Plains and upper Midwest. Parts of the south-central Great Plains received heavy rains. Northern North Dakota and southwestern Kansas received much needed rains.
- On September 3, the USDA reported the spring wheat harvest at 55% complete, well behind last year's average of 86% and behind the 5-year average of 78%. The USDA reported the spring wheat harvest at 67% good to excellent, falling behind last week's average of 69% and behind last year's average of 74%.
- Bolsa de Cereales, the Buenos Aires grain exchange, reported that arid conditions across much of the country have delayed the development of the country's wheat crop. According to the agriculture ministry, harvest begins in November and rain is crucial at this stage. The ministry reports the world's sixth largest wheat exporter is projected to harvest 21 MMT of wheat with plantings complete on 6.6 million hectares (16.3 million acres).
- The president of Brazil's wheat industry group, Abitriago, said that Brazil will start importing a tariff-free quota of 750,000 MT of wheat per year from outside the Mercosur trading bloc starting in 2020. There is no official word from the Brazilian government about implementing the TRQ however Brazil has imported 3.9 MMT of wheat this year mostly from its neighbor Argentina who, as a Mercosur member is able to export wheat to Brazil tariff free.
- As a third straight year of drought in Australia continues, forecasts for the wheat crop have shriveled by 10% with forecasters warning that production could drop below 19.0 MMT. Australia's ranking as a world wheat exporter has dropped to seventh from third in 2016/17. This week, U.S. Wheat Associates Market Analyst Claire Hutchins provided an in-depth look at the impact of the drought on Australian production and exports. Read the story here: <http://bit.ly/2kfDOPX>.
- The Baltic Dry Index gained 222 points over last week to end at 2,499.
- The U.S. dollar Index was little changed at 98.36, slightly lower than the 98.47 closing from last week.