



# U.S. Wheat Associates

## Weekly Price Report (page 1)

July 12, 2019

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Export Region	Percent Protein 12% (Dry) Moisture Basis		AUG (U19)			AUG (U19)		SEP (U19)		Oct (Z19)		NOV (Z19)		DEC (Z19)		JAN (H20)		FEB (H20)		Year Ago (nearbys) \$/MT
			(nearbys) FOB \$/bu	week change \$/bu	\$/MT	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	<b>5.93</b>	0.01	1	223	50	223	65	228	65	228	65	228	65	234	65	234	65	<b>214</b>
	NS/DNS 14.0 (15.9)	M	<b>5.98</b>	0.01	1	225	55	225	70	230	70	230	70	230	70	236	70	236	70	<b>223</b>
	NS/DNS 14.5 (16.5)	M	<b>6.03</b>	0.01	1	226	60	227	75	232	75	232	75	232	75	237	75	237	75	<b>236</b>
Gulf of Mexico	NS/DNS 13.5 (15.3)	M	<b>6.83</b>	-0.09	-3	256	140	251	140	259	150	261	155	261	155	267	155	267	155	<b>256</b>
	NS/DNS 14.0 (15.9)	M	<b>6.88</b>	-0.09	-3	258	145	253	145	261	155	263	160	263	160	269	160	269	160	<b>265</b>
	NS/DNS 14.5 (16.5)	M	<b>6.93</b>	-0.09	-3	259	150	255	150	263	160	265	165	265	165	270	165	270	165	<b>287</b>
	HRW Ord	K	<b>5.92</b>	0.20	7	225	125	218	125	227	130	227	130	227	130	233	130	231	125	<b>223</b>
	HRW 11.0 (12.5)	K	<b>5.97</b>	0.20	7	227	130	219	130	228	135	228	135	228	135	235	135	233	130	<b>227</b>
	HRW 11.5 (13.1)	K	<b>6.17</b>	0.20	7	234	150	227	150	236	155	236	155	236	155	243	155	241	150	<b>230</b>
	HRW 12.0 (13.6)	K	<b>6.37</b>	0.20	7	241	170	234	170	243	175	243	175	243	175	250	175	248	170	<b>234</b>
HRW 12.5 (14.2)	K	<b>6.57</b>	0.20	7	249	190	241	190	250	195	250	195	250	195	257	195	255	190	<b>241</b>	
SRW	C	<b>6.08</b>	0.05	2	228	85	225	90	228	85	230	90	230	90	232	85	232	85	<b>210</b>	
Pacific N. West	NS/DNS 13.5 (15.3)	M	<b>6.48</b>	0.16	6	243	105	238	105	241	100	243	105	247	115	252	115	252	115	<b>239</b>
	NS/DNS 14.0 (15.9)	M	<b>6.48</b>	0.16	6	243	105	238	105	241	100	243	105	247	115	252	115	252	115	<b>243</b>
	NS/DNS 14.5 (16.5)	M	<b>6.58</b>	0.17	6	247	115	242	115	245	110	247	115	250	125	256	125	256	125	<b>249</b>
	HRW Ord	K	<b>6.32</b>	0.35	13	239	165	234	170	236	155	238	160	239	165	243	155	243	155	<b>230</b>
	HRW 11.5 (13.1)	K	<b>6.37</b>	0.35	13	241	170	236	175	238	160	239	165	241	170	244	160	244	160	<b>236</b>
	HRW 12.0 (13.6)	K	<b>6.62</b>	0.35	13	250	195	245	200	247	185	249	190	250	195	254	185	254	185	<b>243</b>
	HRW 13.0 (14.8)	K	<b>7.12</b>	0.35	13	269	245	264	250	265	235	267	240	269	245	272	235	272	235	<b>254</b>
	SW 9.5 (10.8) Min	\$	<b>6.40</b>	-0.05	-2	235	6.40	237	6.45	241	6.55	241	6.55	241	6.55	241	6.55	241	6.55	<b>N/A</b>
	SW 10.5 (11.9) Max	\$	<b>6.30</b>	-0.05	-2	231	6.30	233	6.35	237	6.45	237	6.45	237	6.45	237	6.45	237	6.45	<b>226</b>
	SW 9.5 (10.8) Max	\$	<b>6.33</b>	-0.02	-1	233	6.33	234	6.38	238	6.48	238	6.48	238	6.48	238	6.48	238	6.48	<b>228</b>
WW with 10% Club	\$	<b>6.33</b>	-0.05	-2	233	6.33	234	6.38	238	6.48	238	6.48	238	6.48	238	6.48	238	6.48	<b>227</b>	
WW with 20% Club	\$	<b>6.36</b>	-0.05	-2	234	6.36	236	6.41	239	6.51	239	6.51	239	6.51	239	6.51	239	6.51	<b>228</b>	

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

Northern Durum offers from the Lakes range from \$6.40 to \$6.67/bu (\$235 to \$245/MT), and offers from Gulf ports range from \$7.21 to \$7.48/bu (\$265 to \$275/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 July 12, 2019

Grey positions not quoted on specific exchange

	AUG (Q19)	AUG (Q19)	week change	SEP (U19)	week change	DEC (Z19)	week change	JAN (F20)	week change	MAR (H20)	week change	MAY (K20)	week change	JUL (N20)	week change	AUG (Q20)	week change
	\$/MT	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu	\$/bu
Chicago BOT SRW				<b>5.2300</b>	0.1975	<b>5.3500</b>	0.1950			<b>5.4750</b>	0.1875	<b>5.5325</b>	0.1775	<b>5.5300</b>	0.1450		
Kansas City BOT HRW				<b>4.6725</b>	0.3475	<b>4.8675</b>	0.3175			<b>5.0500</b>	0.2875	<b>5.1700</b>	0.2800	<b>5.1975</b>	0.2350		
Minneapolis MGE NS/DNS				<b>5.4275</b>	0.0650	<b>5.5625</b>	0.0525			<b>5.7100</b>	0.0575	<b>5.7925</b>	0.0575	<b>5.8700</b>	0.0575		
Chicago BOT Corn				<b>4.5425</b>	0.3525	<b>4.5925</b>	0.3325			<b>4.6500</b>	0.3025	<b>4.6675</b>	0.2800	<b>4.6775</b>	0.2525		
Chicago BOT Soybeans	335.56	<b>9.1325</b>	0.3350	<b>9.1900</b>	0.3300			<b>9.4300</b>	0.3250	<b>9.5200</b>	0.3250	<b>9.5850</b>	0.3000	<b>9.6600</b>	0.2925	<b>9.6800</b>	0.2875

**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)

July 12, 2019

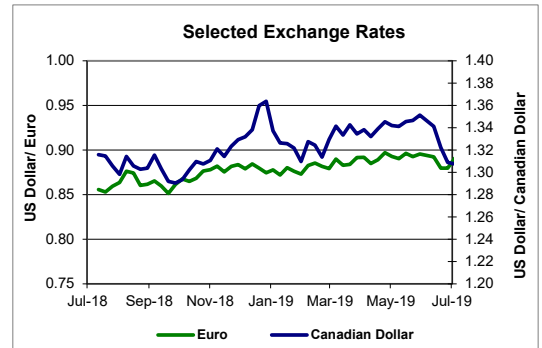
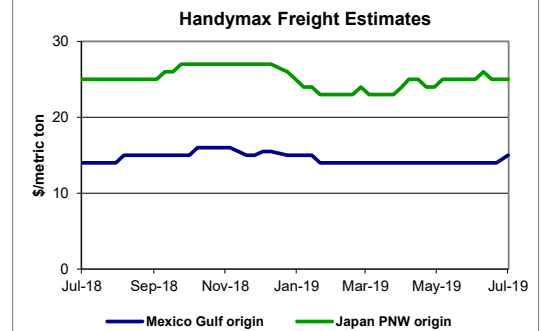
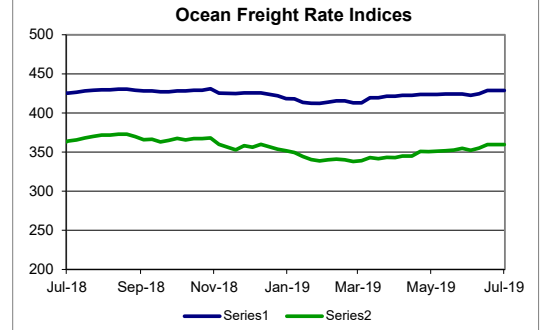
Ocean Freight Rate Estimates by Origin*		U.S. dollars/metric ton			Freight Index**	General Index	Grain Freight Index	Number of Fixtures
Export Region	Import Region	Handy 25-30 TMT	Handymax 40-46 TMT	Panamax 54+ TMT				
US Gulf	Mexico (Veracruz)	18	15		7/12/2019	368.8	429.9	567
	W. South America (Peru/Ecu)	28			7/2/2019	359.5	428.8	502
	S. South America (Chile)	26			6/28/2019	359.5	428.8	502
	N. America (Columbia)	20			6/21/2019	355.1	424.6	555
	E. South America (Brazil)	20			6/14/2019	352.4	422.6	527
	West Africa (Nigeria)	48			6/7/2019	354.7	424.3	489
	East Mediterranean (Italy)	38			5/31/2019	352.6	424.3	524
	West Mediterranean (Morocco)	36			5/24/2019	351.6	424.3	587
	Persian Gulf (Iraq)				5/17/2019	351.1	423.7	555
	Middle East (Egypt)				5/10/2019	350.5	423.7	584
	Japan		46	45	5/3/2019	350.9	423.7	474
Mid Atlantic	N. South America (Venezuela)	33			4/26/2019	347.4	424.3	514
	West Africa (Nigeria)	54			4/18/2019	345.0	422.7	442
	Middle East (Egypt)			48	4/12/2019	343.0	421.5	621
St. Lawrence	N. South America (Venezuela)	17			4/5/2019	343.2	421.5	576
	Europe/Rotterdam	14			3/29/2019	341.6	419.4	558
PNW	W. South America (Peru/Ecu)	26			2/15/2019	340.3	413.8	594
	S. South America (Chile)	30			2/8/2019	338.8	412.3	450
	N. South America (Colombia)	27			2/1/2019	340.4	412.5	607
	Persian Gulf (Iraq)			54	1/25/2019	344.3	413.6	548
	Middle East (Egypt)			30	1/18/2019	349.5	418.0	631
	East Africa (Djibouti/Mombasa)		43	41	1/11/2019	351.6	418.2	738
	South Asia (Mal/Indon/Phil/Sing)		37	29	1/4/2019	353.8	422.0	431
	Taiwan		35	33	12/28/2018	351.7	420.6	548
	South Korea		21	20	12/21/2018	355.2	423.4	548
	Japan	26	25		12/14/2018	360.0	425.7	548

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

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
7/12/19	N/A	41.78	1.434	3.755	1.306	16.58	0.888	108.2	62.94
7/5/19	115.1	41.80	1.433	3.822	1.308	16.58	0.891	108.5	63.77
6/28/19	114.6	42.47	1.425	3.852	1.309	16.65	0.880	107.9	63.25
6/21/19	114.9	42.74	1.444	3.819	1.322	16.64	0.880	107.3	63.00
7/12/18	112.8	27.18	1.349	3.881	1.315	17.85	0.857	112.6	62.24
7/12/14	93.43	8.148	1.065	2.225	1.067	7.169	0.735	101.3	34.12
1 year change	N/A	53.73%	6.24%	-3.24%	-0.68%	-7.13%	3.61%	-3.85%	1.13%
5 year change	N/A	412.81%	34.60%	68.77%	22.42%	131.25%	20.74%	6.81%	84.46%



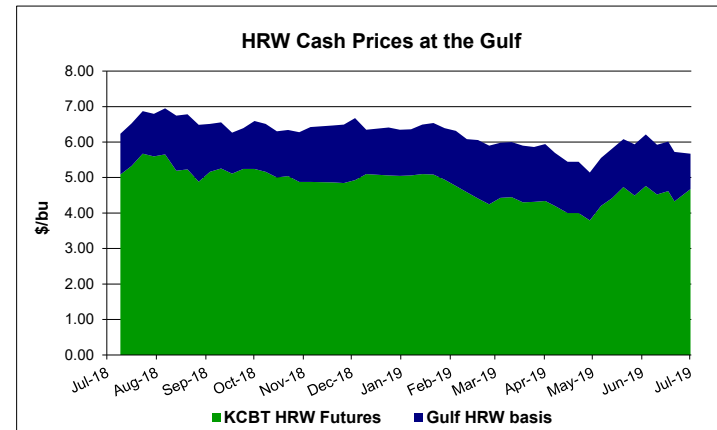
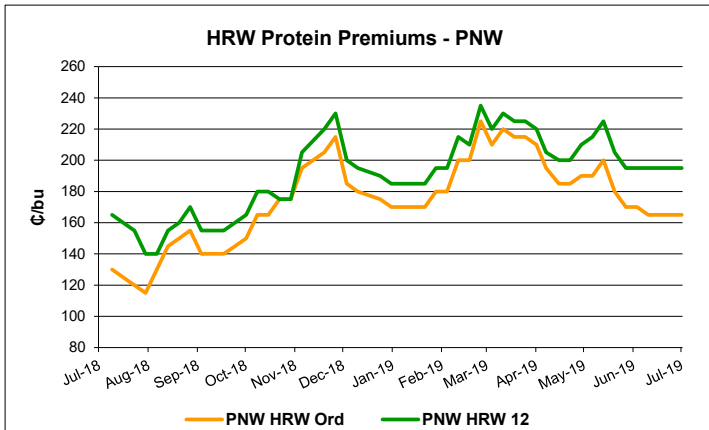
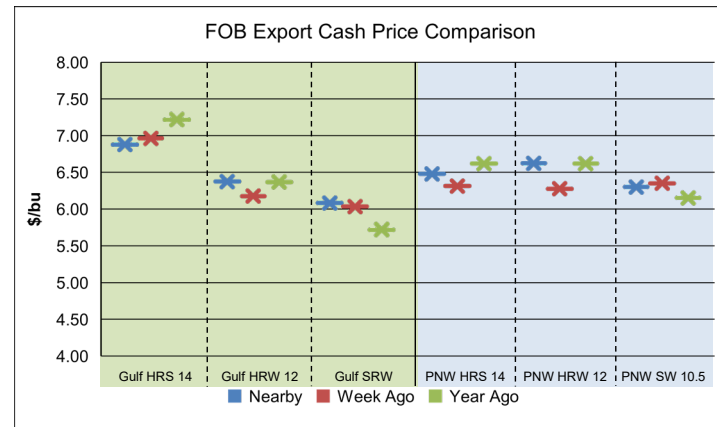
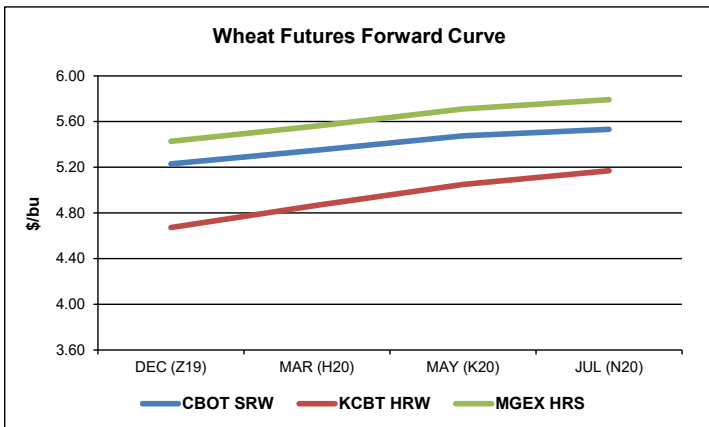
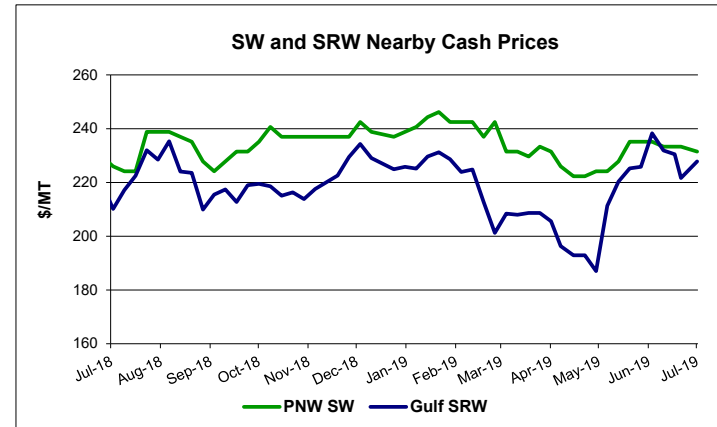
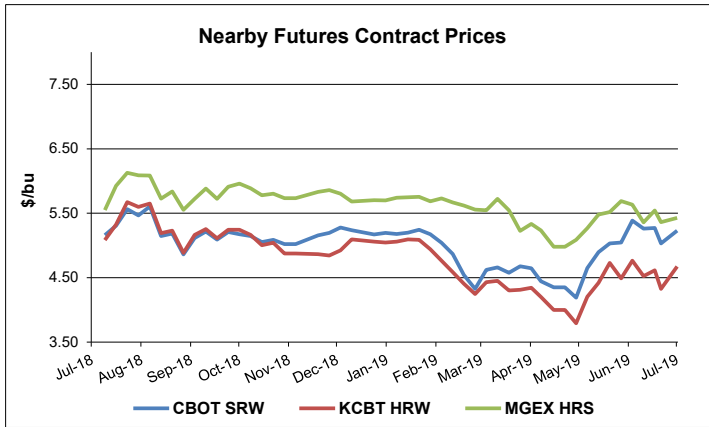
The weekly prices as reported by U.S. Wheat Associates are compiled through research from numerous market sources, including U.S. wheat exporters of all classes from various U.S. ports. The prices reported are representative of the value of number two grade and the proteins indicated. **They are not 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.

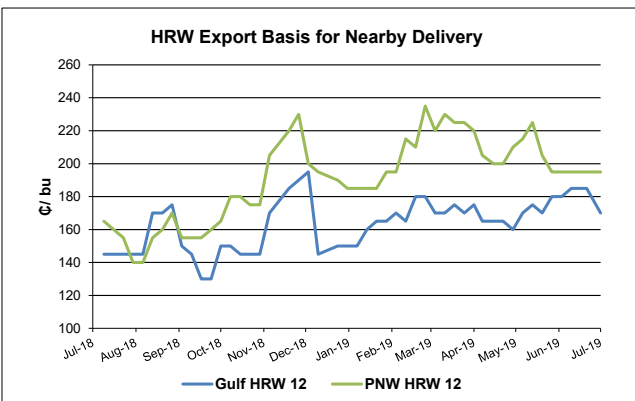
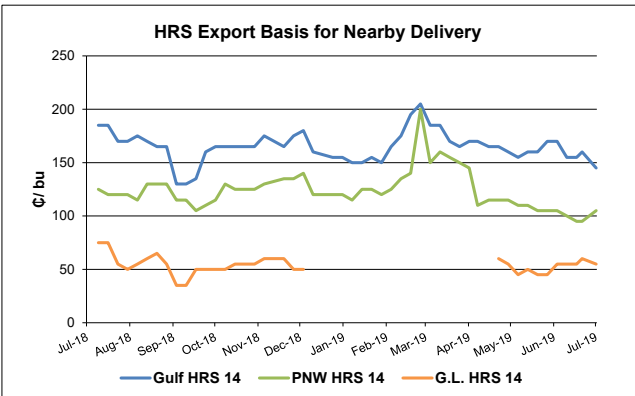
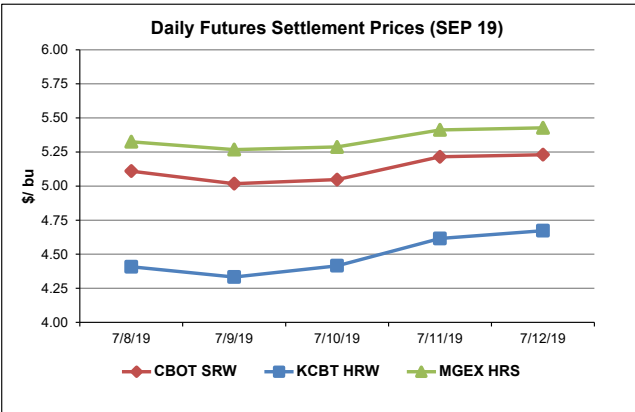
This contact will allow importers to review contract terms and better understand the U.S. grading system, role and function of the Federal Grain Inspection Service (FGIS).

Contact: For questions, please contact Claire Hutchins at (703) 650-0244 or chutchins@uswheat.org.





**Highlights**



- All wheat futures prices rose week-over-week after USDA reduced its global wheat production and ending stocks estimates in its monthly supply and demand report (see below). Soft red winter (SRW) September futures gained 20 cents to close at \$5.23/bu and hard red winter (HRW) September futures jumped 35 cents to end at \$4.67/bu. Hard red spring (HRS) September futures rose 6 cents to close at \$5.43/bu. CBOT September corn futures gained 35 cents to end at \$4.54/bu. CBOT August soybean futures gained 33 cents to close at \$9.19/bu.
- Minimal farmer selling supported HRS and HRW export basis out of the Pacific Northwest (PNW) while limited export demand pressured HRS and HRW export basis out of the Gulf for August and September deliveries.
- In the July World Agricultural Supply and Demand Estimates (WASDE) report, USDA increased its 2019/20 U.S. wheat production estimate from 51.2 million metric tons (MMT) in June to 52.2 MMT. The U.S. wheat exports forecast increased from 24.5 MMT in June to 25.9 MMT in July. HRW exports are expected to increase 18% over 2018/19 levels to 10.6 MMT.
- Net U.S. wheat sales as of July 4 of 284,000 metric tons (MT) for delivery in 2019/20 were 3% higher than last week's 277,000 MT and in line with trade expectations of 250,000 to 500,000 MT. Year-to-date commercial sales of 7.51 million MMT are 23% ahead of last year's pace.
- According to the July 11 Drought Monitor, abnormal dryness spread into southeastern Washington and north-central Oregon where much of the country's soft white (SW) wheat is grown. Moderate rainfall alleviated areas under abnormal dryness in northeastern Montana and northwestern Minnesota while dry conditions, including moderate to severe drought, continued to impact north central North Dakota. Looking ahead, a tropical storm system is forecast to develop in the Gulf of Mexico. The storm system is expected to lower temperatures and increase rainfall across the southeastern region of the Southern Plains to the lower half of the Mississippi River Valley. Moderate rainfall is also expected across parts of the Northern Plains.
- USDA's July 8 Crop Progress report rated 64% of U.S. winter wheat in good to excellent condition, up significantly from last year's 37%. U.S. winter wheat harvest is only 47% complete compared to last year and the 5-year average of 61%. U.S. spring wheat is only 56% headed compared to 78% last year and the 5-year average of 73%. USDA reported 78% of U.S. spring wheat in good to excellent condition, up slightly from last week's 75%.
- The July WASDE report decreased its 2019/20 global ending stocks forecast from 294 MMT in June to 286 MMT on reduced production forecasts due to hot, dry weather in major exporting countries (see below). Global production is expected to reach 771 MMT, the highest on record, if realized, but slightly below the June estimate of 780 MMT.
- USDA reduced its 2019/20 Russian, Ukrainian and Australian wheat production estimates from its June WASDE report. USDA expects Russian production to reach 74.2 MMT, down from 78.0 MMT in June. Ukrainian wheat production is expected to total 29.0 MMT, down from June's estimate of 30.0 MMT. USDA forecasts Australian wheat production at 21.0 MMT, down from its estimate of 22.5 MMT in June.
- The Dry Index (BDI) jumped 26% from last week to close at 1,816. This marks the BDI's highest value in more than 5 years.
- The U.S. Dollar Index increased from last week's 96.73 to end at 96.80.