



U.S. Wheat Associates

Weekly Price Report (page 1)

July 26, 2019

Subscribe: www.uswheat.org/subscribe1

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	5.70	-0.18	-7	214	45	209	45	221	65	221	65	221	65	226	65	226	65	236
	NS/DNS 14.0 (15.9)	M	5.75	-0.18	-7	216	50	211	50	223	70	223	70	223	70	228	70	228	70	245
	NS/DNS 14.5 (16.5)	M	5.80	-0.18	-7	217	55	213	55	225	75	225	75	225	75	230	75	230	75	258
Gulf of Mexico	NS/DNS 13.5 (15.3)	M	6.70	-0.08	-3	250	145	244	140	252	150	254	155	254	155	259	155	259	155	276
	NS/DNS 14.0 (15.9)	M	6.75	-0.08	-3	252	150	246	145	254	155	256	160	256	160	261	160	261	160	286
	NS/DNS 14.5 (16.5)	M	6.80	-0.08	-3	254	155	248	150	256	160	258	165	258	165	263	165	263	165	308
	HRW Ord	K	5.67	-0.13	-5	215	135	208	135	215	135	215	135	215	135	221	135	221	135	240
	HRW 11.0 (12.5)	K	5.72	-0.13	-5	217	140	210	140	217	140	217	140	217	140	223	140	223	140	243
	HRW 11.5 (13.1)	K	5.87	-0.13	-5	222	155	216	155	222	155	222	155	222	155	229	155	229	155	245
	HRW 12.0 (13.6)	K	6.02	-0.13	-5	228	170	221	170	228	170	228	170	228	170	234	170	234	170	249
	HRW 12.5 (14.2)	K	6.17	-0.13	-5	233	185	227	185	233	185	233	185	233	185	240	185	240	185	256
SRW	C	5.86	-0.12	-5	218	90	215	90	217	85	218	90	218	90	222	90	222	90	222	
Pacific N. West	NS/DNS 13.5 (15.3)	M	6.15	-0.18	-7	230	90	226	90	230	90	232	95	236	105	241	105	241	105	258
	NS/DNS 14.0 (15.9)	M	6.25	-0.18	-7	234	100	229	100	234	100	236	105	239	115	245	115	245	115	262
	NS/DNS 14.5 (16.5)	M	6.40	-0.18	-7	239	115	235	115	239	115	241	120	245	130	250	130	250	130	267
	HRW Ord	K	5.92	-0.28	-10	224	160	219	165	221	150	222	155	226	165	229	155	229	155	242
	HRW 11.5 (13.1)	K	5.97	-0.28	-10	226	165	221	170	222	155	224	160	228	170	230	160	230	160	247
	HRW 12.0 (13.6)	K	6.22	-0.28	-10	235	190	230	195	232	180	233	185	237	195	240	185	240	185	254
	HRW 13.0 (14.8)	K	6.72	-0.28	-10	254	240	249	245	250	230	252	235	255	245	258	235	258	235	265
	SW 9.5 (10.8) Min	\$	6.40	-0.05	-2	235	6.40	235	6.40	237	6.45	239	6.50	241	6.55	241	6.55	241	6.55	N/A
	SW 10.5 (11.9) Max	\$	6.30	0.00	0	231	6.30	231	6.30	233	6.35	235	6.40	237	6.45	237	6.45	237	6.45	224
	SW 9.5 (10.8) Max	\$	6.33	0.00	0	233	6.33	233	6.33	234	6.38	236	6.43	238	6.48	238	6.48	238	6.48	226
WW with 10% Club	\$	6.33	0.00	0	233	6.33	233	6.33	234	6.38	236	6.43	238	6.48	238	6.48	238	6.48	225	
WW with 20% Club	\$	6.36	0.00	0	234	6.36	234	6.36	236	6.41	237	6.46	239	6.51	239	6.51	239	6.51	226	

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 July 26, 2019

Grey positions not quoted on specific exchange

	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				4.9600	(0.0650)	5.0425	(0.0925)			5.1525	(0.1000)	5.2050	(0.1050)	5.2125	(0.1000)		
Kansas City BOT HRW				4.3200	(0.0800)	4.5025	(0.0950)			4.6725	(0.1200)	4.7850	(0.1300)	4.8400	(0.1300)		
Minneapolis MGE NS/DNS				5.2450	(0.0475)	5.3675	(0.0575)			5.5075	(0.0575)	5.5950		5.6750			
Chicago BOT Corn				4.1450	(0.1625)	4.2450	(0.1125)			4.3450	(0.0950)	4.3875	(0.0925)	4.4225	(0.0900)		
Chicago BOT Soybeans	324.54	8.8325	(0.1825)	8.8875	(0.1850)			9.1425	(0.1750)	9.2575	(0.1475)	9.3575	(0.1300)	9.4525	(0.1125)	9.4775	(0.1150)

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 26, 2019

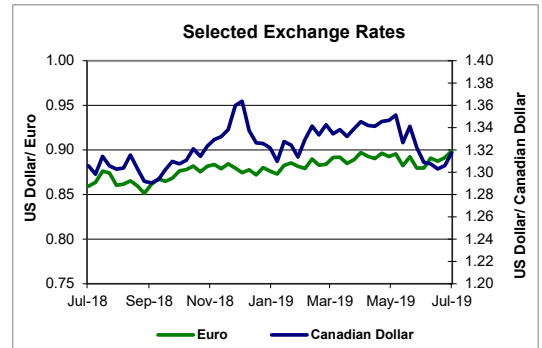
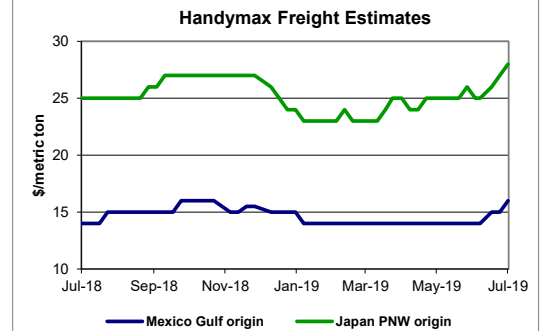
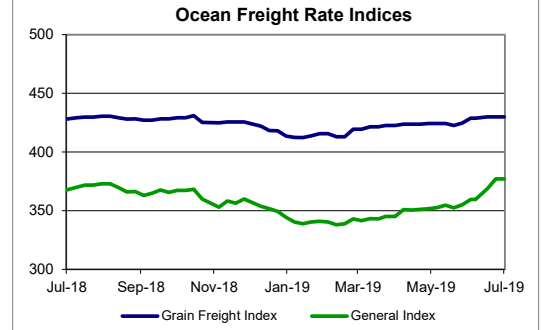
Ocean Freight Rate Estimates by Origin*		U.S. dollars/metric ton			Freight Index**	General Index	Grain Freight Index	Number of Fixtures
Export Region	Import Region	Handy 25-30 TMT	Handymax 40-46 TMT	Panamax 54+ TMT				
US Gulf	Mexico (Veracruz)	18	16		7/26/2019	373.7	428.3	565
	W. South America (Peru/Ecu)	28			7/19/2019	377.1	429.9	559
	S. South America (Chile)	26			7/12/2019	368.8	429.9	567
	N. America (Columbia)	22			7/2/2019	359.5	428.8	502
	E. South America (Brazil)	20			6/28/2019	359.5	428.8	502
	West Africa (Nigeria)	49			6/21/2019	355.1	424.6	555
	East Mediterranean (Italy)	39			6/14/2019	352.4	422.6	527
	West Mediterranean (Morocco)	38			6/7/2019	354.7	424.3	489
	Persian Gulf (Iraq)				5/31/2019	352.6	424.3	524
	Middle East (Egypt)				5/24/2019	351.6	424.3	587
	Japan		49	50	5/17/2019	351.1	423.7	555
Mid Atlantic	N. South America (Venezuela)	33			5/10/2019	350.5	423.7	584
	West Africa (Nigeria)	55			5/3/2019	350.9	423.7	474
	Middle East (Egypt)			49	4/26/2019	347.4	424.3	514
St. Lawrence	N. South America (Venezuela)	18			4/18/2019	345.0	422.7	442
	Europe/Rotterdam	23			4/12/2019	343.0	421.5	621
PNW	W. South America (Peru/Ecu)	26			3/1/2019	340.3	415.6	603
	S. South America (Chile)	30			2/22/2019	340.9	415.6	637
	N. South America (Colombia)	28			2/15/2019	340.3	413.8	594
	Persian Gulf (Iraq)			57	2/8/2019	338.8	412.3	450
	Middle East (Egypt)			32	2/1/2019	340.4	412.5	607
	East Africa (Djibouti/Mombasa)		43	41	1/25/2019	344.3	413.6	548
	South Asia (Mal/Indon/Phil/Sing)		37	29	1/18/2019	349.5	418.0	631
	Taiwan		35	33	1/11/2019	351.6	418.2	738
	South Korea		27	26	1/4/2019	353.8	422.0	431
	Japan		29	28	12/28/2018	351.7	420.6	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
7/26/19	N/A	43.33	1.448	3.769	1.318	16.54	0.899	108.7	63.41
7/19/19	114.9	42.28	1.420	3.748	1.306	16.57	0.891	107.7	63.01
7/12/19	114.8	41.59	1.425	3.736	1.303	16.57	0.887	107.9	62.99
7/5/19	115.1	41.80	1.433	3.822	1.308	16.58	0.891	108.5	63.77
7/26/18	113.0	27.37	1.355	3.745	1.307	17.85	0.859	111.2	62.93
7/26/14	93.84	8.177	1.063	2.225	1.077	7.169	0.744	101.8	35.12
1 year change	N/A	58.30%	6.83%	0.64%	0.80%	-7.34%	4.67%	-2.27%	0.77%
5 year change	N/A	429.89%	36.23%	69.40%	22.35%	130.71%	20.90%	6.76%	80.54%



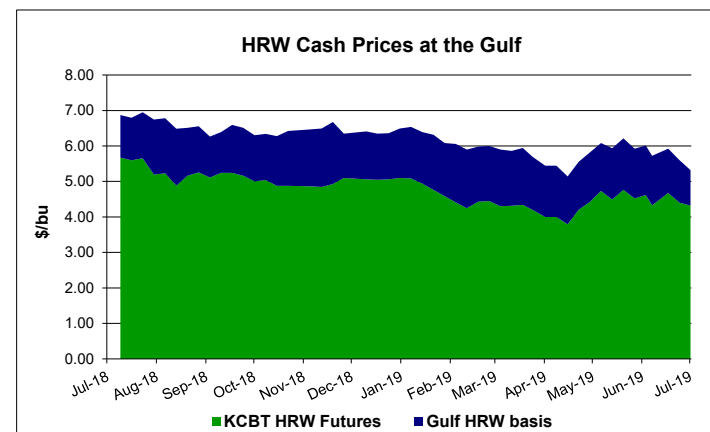
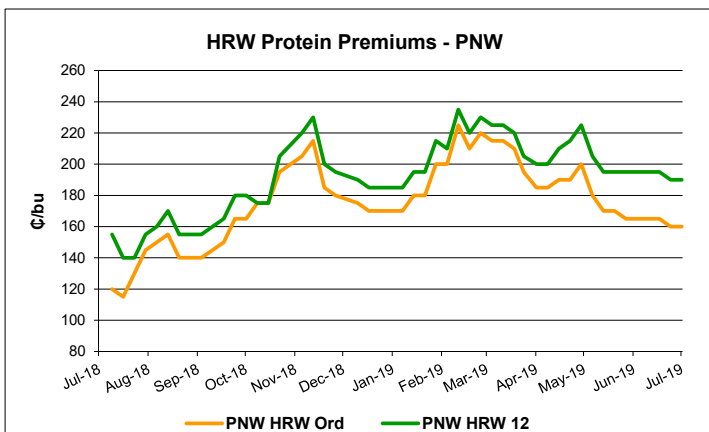
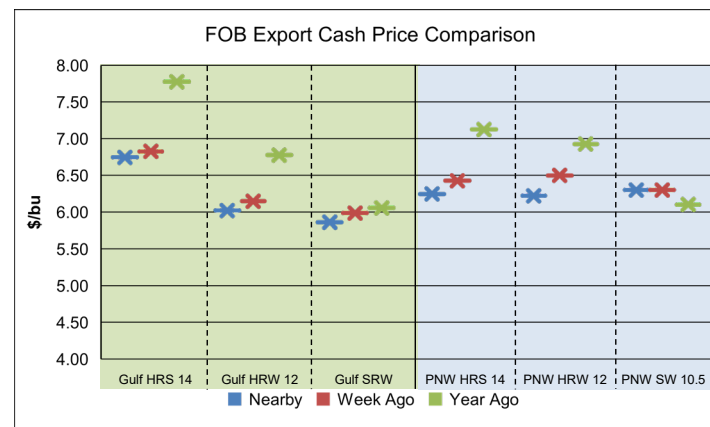
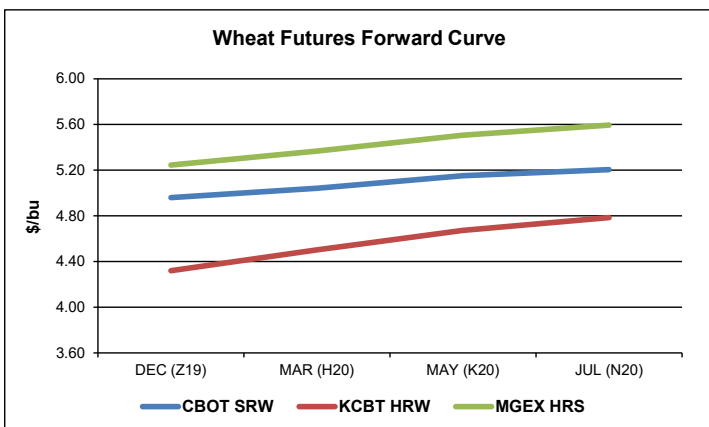
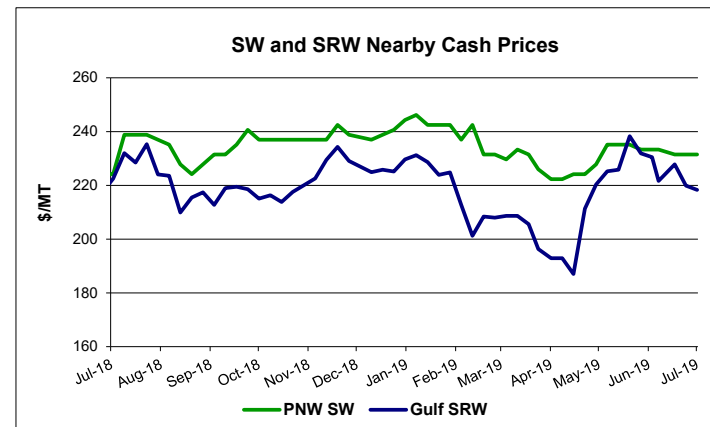
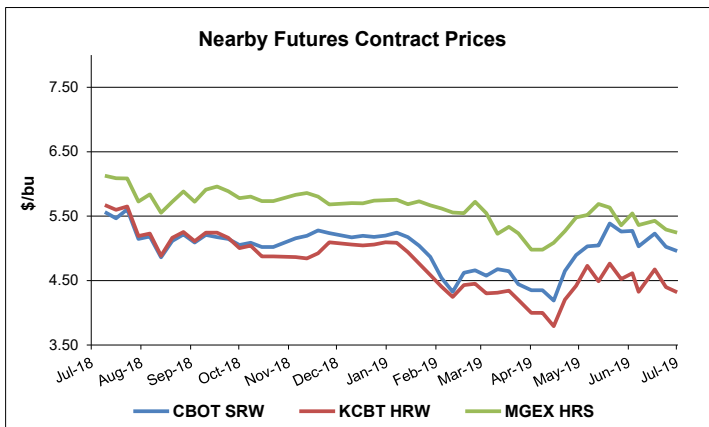
The weekly prices as reported by U.S. Wheat Associates are compiled through research from numerous market sources, including U.S. wheat exporters of all classes from various U.S. ports. The prices reported are representative of the value of number two grade and the proteins indicated. **They are not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

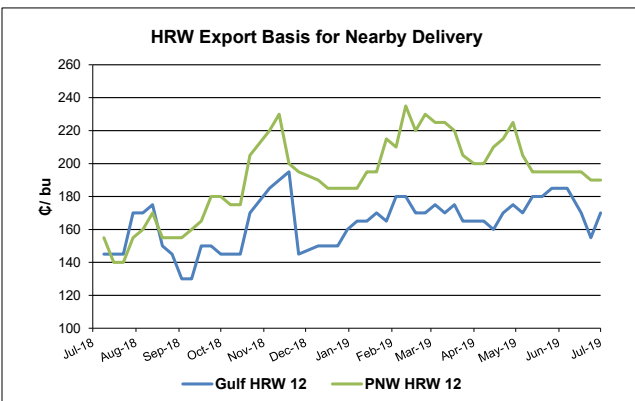
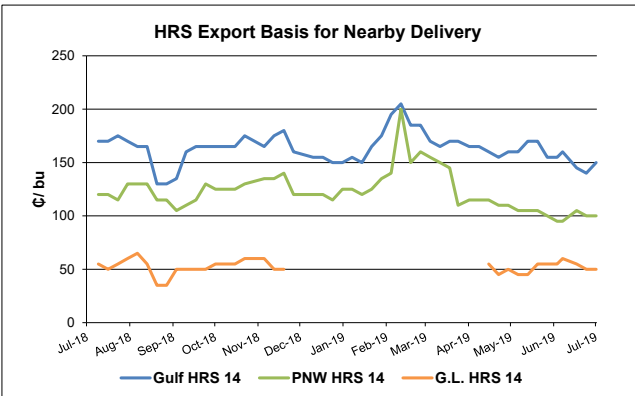
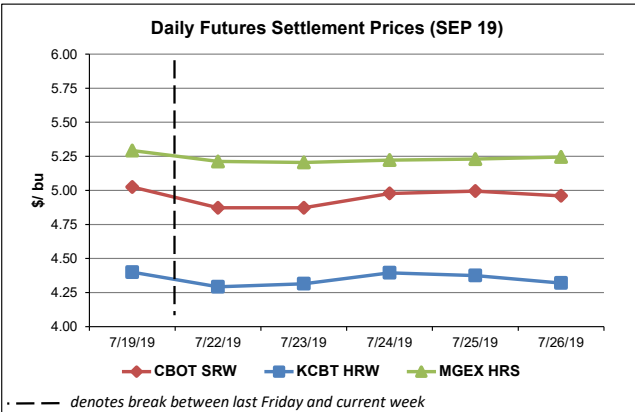
This contact will allow importers to review contract terms and better understand the U.S. grading system, role and function of the Federal Grain Inspection Service (FGIS).

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





Highlights



- All wheat futures prices fell week-over-week on technical selling and spillover pressure from lower end-of-week corn and soybean futures prices. Soft red winter (SRW) September futures lost 6 cents from last week to close at \$4.96/bu and hard red winter (HRW) futures lost 8 cents to end at \$4.32/bu. Hard red spring September futures lost 5 cents to close at \$5.42/bu. CBOT September corn futures fell 16 cents to end at \$4.14/bu. CBOT August soybean futures fell 18 cents to close at \$8.83/bu.
- Minimal farmer selling supported Gulf HRS and SRW export basis this week. Increased export and domestic demand boosted Gulf HRW export basis for July and August deliveries. Limited export demand offset minimal farmer selling out of the Pacific Northwest (PNW), holding HRS and HRW export basis and soft white wheat (SW) export prices steady week-over-week for nearby and deferred deliveries.
- Net U.S. wheat sales as of July 18 of 660,000 metric tons (MT) for delivery in 2019/20 were 90% higher than last week's 347,000 MT and well above trade expectations of 200,000 to 450,000 MT. Year-to-date commercial sales of 8.12 million metric tons (MMT) are 25% ahead of last year's pace. USDA forecasts 2019/20 U.S. wheat exports will total 25.9 MMT, 6% higher than 2018/19, if realized.
- For the week ending on July 23, Drought Monitor reported scattered thunderstorms with heavy rain across much of the Northern Plains diminished areas under abnormal and severe dryness in north central North Dakota. Looking ahead, moderate precipitation is expected from southwestern Montana to northern Minnesota. Below-normal rainfall is forecast throughout the High and Southern Plains.
- On July 22, USDA reported U.S. winter wheat harvest at 69% complete 79% last year which is also the 5-year average. U.S. spring wheat is 92% headed compared to 96% in 2018 and the 5-year average of 94%. USDA reported 76% of U.S. spring wheat in good to excellent condition, in line with last week and 2018 levels.
- The Wheat Quality Council (WQC) this week held its annual HRS tour to estimate yield potential for North Dakota and parts of surrounding states. Scouts travelled around the state on different routes estimating yield and analyzing environmental and disease conditions that may affect North Dakota's wheat crop. This year, cool spring weather and beneficial spring and summer precipitation across the state signal the potential for a high-yielding crop. Average scout estimates peg North Dakota's HRS yield at 43.1 bu/acre (2.90 MT/hectare), up 5% from the tour's 2018 estimate of 41.1 bu/acre (2.76 MT/hectare).
- For more information on the HRS tour, visit the WQC website at <https://wheatqualitycouncil.org>. Highlights and photos from the tour are posted on Facebook and Twitter using #wheatour2019. You can read the U.S. Wheat Associates (USW) HRS tour Wheat Letter [here](#).
- On July 26, SovEcon, a Russian agriculture consultancy, sharply cut its Russian 2019/20 wheat exports forecast from 37.6 MMT to 31.4 MMT. If realized, 2019/20 Russian exports would fall 15% from last year's 36.0 MMT. However, Russian export prices showed little change with this new market information. On July 17, Egypt purchased 60,000 MT of Russian wheat at \$201/MT. On July 23, Egypt purchased 60,000 MT of Russian wheat at \$202/MT.
- According to the Ukrainian Ministry of Agriculture, the 2019/20 Ukrainian early grains harvest is now 76% complete at 7.4 million hectares harvested (18.3 million acres). So far, Ukrainian farmers have harvested 19.7 MMT of winter wheat.
- Following reduced 2019/20 wheat production forecasts in Russia, the European Union (EU) and Canada, the International Grains Council (IGC) reduced its 2019/20 global wheat production estimate by 6 MMT to 763 MMT. USDA predicts 2019/20 world wheat production will total 771 MMT, significantly higher than its 2018/19 estimate of 731 MMT.
- The Baltic Dry Index fell 16% week-over-week to end at 1,947.
- The U.S Dollar Index climbed from last week's 97.12 to close at 98.00.