

Weekly Price Report November 06, 2020

U.S. Wheat FOB & Export Basis Estimates

Export Region	Class & Percent Protein 12% (Dry) Moisture Basis		DEC (Z20)				DEC (Z20)		JAN (H21)		FEB (H21)		MAR (H21)		APR (K21)		MAY (K21)		JUN (N21)	
			(nearbys) FOB \$/bu	week change \$/bu	\$/MT	1 year ago \$/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	6.57	0.05	2	242	241	100	Closed	Closed	Closed	Closed	Closed	Closed	245	90	245	90	247	90
	NS/DNS 14.0 (15.9)*	M	6.62	0.05	2	246	243	105	Closed	Closed	Closed	Closed	Closed	Closed	247	95	247	95	249	95
	NS/DNS 14.5 (16.5)*	M	6.67	0.05	2	247	245	110	Closed	Closed	Closed	Closed	Closed	Closed	249	100	249	100	251	100
Gulf of Mexico	NS/DNS 13.5 (15.3)*	M	7.92	0.05	2	260	291	235	293	225	291	220	289	215	291	215	291	215	293	215
	NS/DNS 14.0 (15.9)*	M	7.97	0.05	2	264	293	240	294	230	293	225	291	220	293	220	293	220	295	220
	NS/DNS 14.5 (16.5)*	M	8.07	0.05	2	268	297	250	298	240	296	235	294	230	297	230	297	230	299	230
	HRW Ord	K	7.45	0.14	5	208	274	190	269	170	269	170	269	170	269	165	269	165	271	165
	HRW 11.0 (12.5)	K	7.45	0.14	5	212	274	190	269	170	269	170	269	170	269	165	269	165	271	165
	HRW 11.5 (13.1)	K	7.55	0.14	5	219	278	200	273	180	273	180	273	180	273	175	273	175	274	175
	HRW 12.0 (13.6)	K	7.65	0.14	5	227	281	210	277	190	277	190	277	190	277	185	277	185	278	185
	HRW 12.5 (14.2)	K	7.75	0.14	5	234	285	220	280	200	280	200	280	200	280	195	280	195	282	195
	SRW	W	7.37	0.03	1	228	271	135	272	130	272	130	272	130	272	130	272	130	272	130
Pacific N.West	NS/DNS 13.5 (15.3)*	M	8.02	0.10	4	271	295	245	293	225	285	205	283	200	282	190	282	190	284	190
	NS/DNS 14.0 (15.9)*	M	8.07	0.10	4	273	297	250	294	230	287	210	285	205	284	195	284	195	286	195
	NS/DNS 14.5 (16.5)*	M	8.22	0.10	4	282	302	265	300	245	293	225	291	220	289	210	289	210	292	210
	HRW Ord	K	8.00	0.14	5	228	294	245	293	235	289	225	288	220	286	210	286	210	287	210
	HRW 11.5 (13.1)	K	8.00	0.14	5	230	294	245	293	235	289	225	288	220	286	210	286	210	287	210
	HRW 12.0 (13.6)	K	8.10	0.14	5	238	298	255	297	245	293	235	291	230	290	220	290	220	291	220
	HRW 13.0 (14.8)	K	8.30	0.14	5	256	305	275	304	265	300	255	299	250	297	240	297	240	298	240
	SW Unspecified	\$	7.20	0.00	0	233	265	720	255	695	254	690	252	685	248	675	248	675	248	675
	SW 9.5 (10.8) Min	\$	7.25	0.00	0	234	266	725	257	700	255	695	254	690	250	680	250	680	250	680
	SW 10.5 (11.9) Max	\$	7.20	0.00	0	233	265	720	255	695	254	690	252	685	248	675	248	675	248	675
	SW 9.5 (10.8) Max	\$	7.25	0.00	0	237	266	725	257	700	255	695	254	690	250	680	250	680	250	680
	WW with 10% Club	\$	7.30	0.00	0	246	268	730	259	705	257	700	255	695	252	685	252	685	252	685
WW with 20% Club	\$	7.35	0.00	0	255	270	735	261	710	259	705	257	700	254	690	254	690	254	690	

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

Northern Durum offers from the Lakes range from \$7.62 to \$7.76/bu (\$280 to \$285/MT), and offers from Gulf ports range from \$8.30 to \$8.44/bu (\$305 to \$310/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	DEC (Z20)			JAN (F21)		MAR (H21)		MAY (K21)		JUL (N21)		AUG (Q21)		SEP (U21)		NOV (X21)	
	close \$/MT	\$/bu	wk chng \$/bu	close \$/bu	wk chng \$/bu	close \$/bu	wk chng \$/bu	close \$/bu	wk chng \$/bu	close \$/bu	wk chng \$/bu	close \$/bu	wk chng \$/bu	close \$/bu	wk chng \$/bu	close \$/bu	wk chng \$/bu
Chicago BOT SRW	221.20	6.0200	0.0350			6.0900	0.0900	6.1075	0.1050	6.0575	0.1325			6.0775	0.1300		
Kansas City BOT HRW	204.02	5.5525	0.1400			5.6275	0.1500	5.6800	0.1425	5.7200	0.1375			5.7725	0.1325		
Minneapolis MGE NS/DNS	204.75	5.5725	0.0500			5.7150	0.0625	5.7725	0.0750	5.8350	0.0900			5.8500	0.0950		
Chicago BOT Corn	160.13	4.0675	0.0825			4.1375	0.1050	4.1775	0.1175	4.2025	0.1300			3.9625	0.0900		
Chicago BOT Soybeans				11.0150	0.4525	10.9925	0.5125	10.9700	0.5225	10.9475	0.5150	10.8150	0.4900	10.3950	0.4200	10.0600	0.3500

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; c/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.

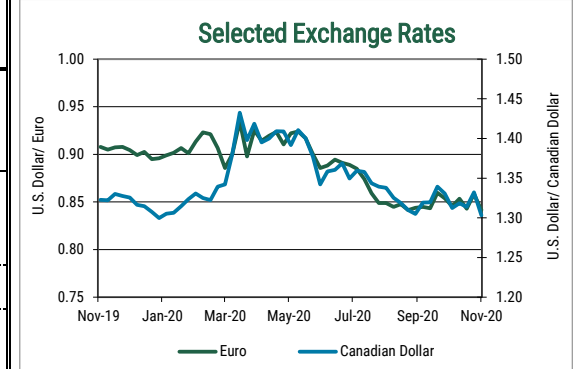
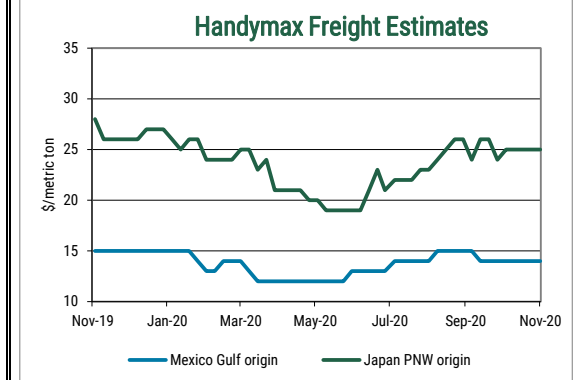
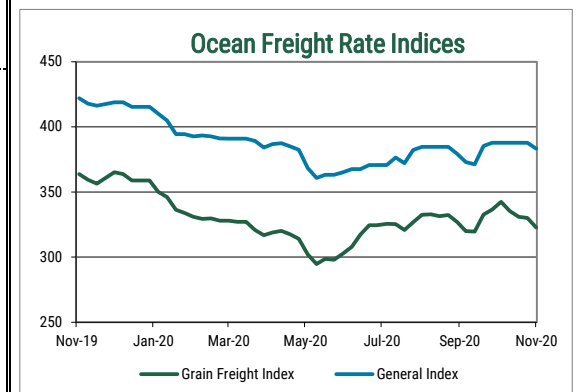
All prices are based upon U.S. number two grade or better as certified by the Federal Grain Inspection Service (FGIS).

Ocean Freight Rate Estimates by Origin*		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)	17	14		11/6/2020	322.7	383.2	440
U.S. Gulf	W. South America (Peru/Ecu)			14	10/30/2020	330.1	387.9	422
U.S. Gulf	S. South America (Chile)			20	10/23/2020	330.9	387.9	500
U.S. Gulf	N. South America (Colombia)	20	16	12	10/16/2020	335.4	387.9	467
U.S. Gulf	E. South America (Brazil)		23		10/9/2020	342.4	387.9	452
U.S. Gulf	West Africa (Nigeria)	29			10/2/2020	336.6	387.9	405
U.S. Gulf	East Mediterranean (Italy)	41			9/25/2020	332.7	385.4	458
U.S. Gulf	West Mediterranean (Morocco)	40			9/18/2020	319.6	371.3	413
U.S. Gulf	Persian Gulf (Iraq)			65	9/11/2020	320.0	373.0	445
U.S. Gulf	Middle East (Egypt)			27	9/4/2020	327.0	379.3	404
U.S. Gulf	Japan		45	42	8/28/2020	332.3	384.6	469
Mid Atlantic	N. South America (Venezuela)	16			8/21/2020	331.5	384.6	433
Mid Atlantic	West Africa (Nigeria)	29			8/14/2020	332.8	384.6	435
Mid Atlantic	Middle East (Egypt)			25	8/7/2020	332.6	384.6	434
St. Lawrence	N. South America (Venezuela)	16			7/31/2020	326.8	382.3	404
St. Lawrence	Europe/Rotterdam			15	7/24/2020	320.8	372.2	537
Great Lakes	East Mediterranean (Italy)	55			7/17/2020	325.3	376.4	456
Great Lakes	West Mediterranean (Spain)	52			7/10/2020	325.6	370.7	410
Great Lakes	Europe/Rotterdam	43			7/2/2020	324.5	370.7	434
Great Lakes	West Mediterranean (Morocco)	44			6/26/2020	324.5	370.7	434
PNW	W. South America (Peru/Ecu)	26			6/19/2020	317.4	367.6	478
PNW	S. South America (Chile)	30			6/12/2020	307.9	367.6	506
PNW	N. South America (Colombia)	31			6/5/2020	302.7	365.1	419
PNW	Persian Gulf (Iraq)			51	5/29/2020	297.9	363.3	397
PNW	Middle East (Egypt)			28	5/22/2020	298.6	363.3	443
PNW	East Africa (Djibouti/Mombasa)		43	41	5/15/2020	294.7	360.8	537
PNW	South Asia (Mal/Indon/Phil/Sing)			19	5/8/2020	302.1	368.4	346
PNW	Taiwan		26	25	5/1/2020	314.0	382.5	362
PNW	South Korea		25	24	4/24/2020	317.6	385.0	511
PNW	Japan		25	23	4/17/2020	320.1	387.5	457

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
11/6/20	N/A	79.04	1.377	5.375	1.303	15.66	0.842	103.3	77.38
10/30/20	116.5	78.32	1.423	5.758	1.332	15.67	0.859	104.7	79.46
10/23/20	115.4	78.13	1.401	5.623	1.314	15.68	0.843	104.7	76.16
10/16/20	116.1	77.52	1.411	5.645	1.318	15.67	0.853	105.4	77.85
11/7/19	116.1	45.17	0.690	4.100	1.317	16.09	0.905	109.3	63.51
11/7/15	N/A	9.499	1.420	3.771	1.331	8.020	0.931	123.2	64.61
1 year change	N/A	74.97%	99.58%	31.08%	-1.03%	-2.66%	-7.01%	-5.47%	21.85%
5 year change	N/A	732.04%	-3.05%	42.53%	-2.05%	95.28%	-9.60%	-16.12%	19.78%



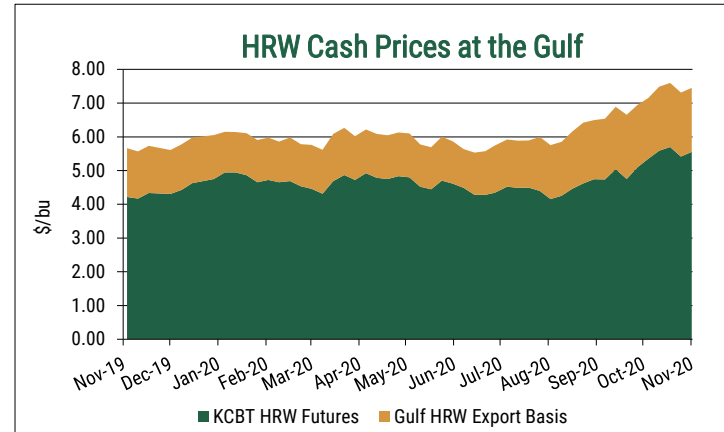
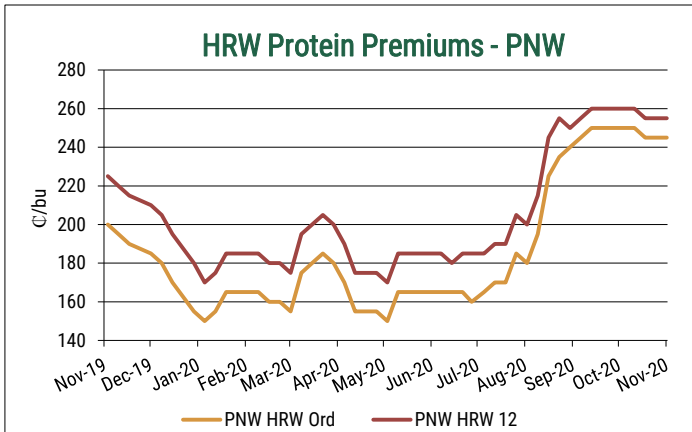
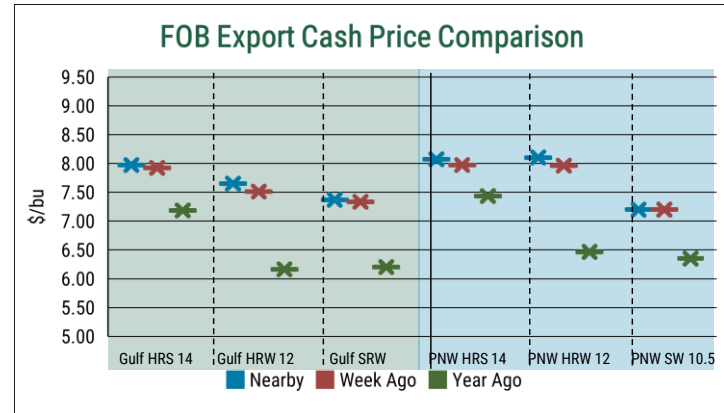
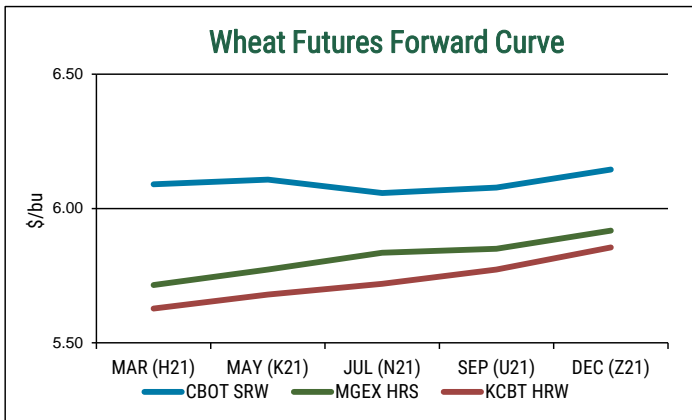
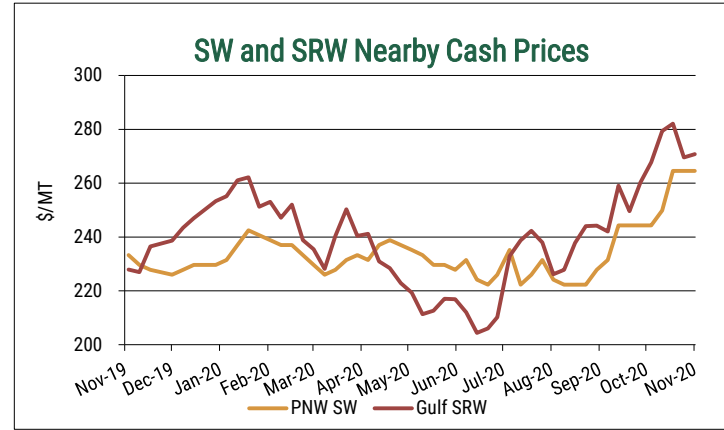
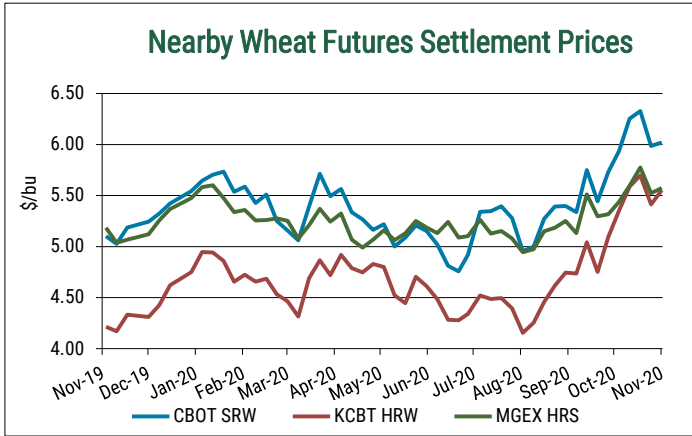
The weekly prices as reported by U.S. Wheat Associates are compiled through research from numerous market sources, including U.S. wheat exporters of all classes from various U.S. ports. The prices reported are representative of the value of number two grade and the proteins indicated. **They are not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

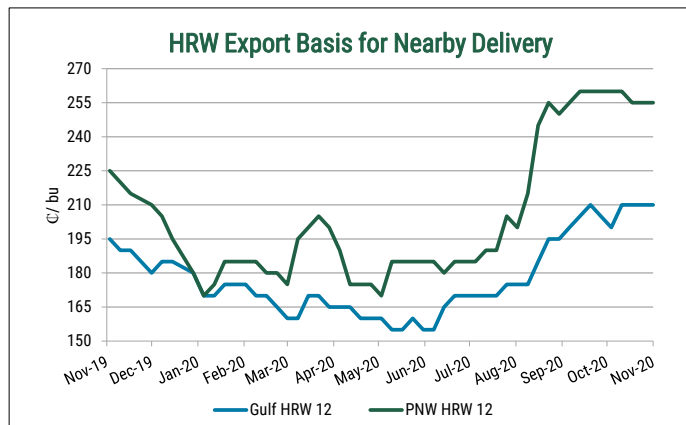
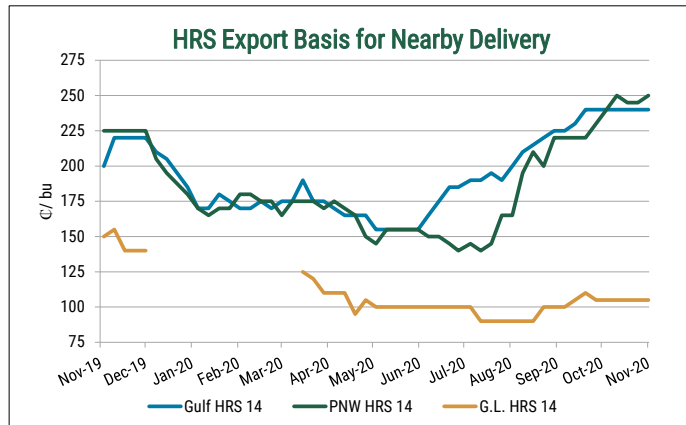
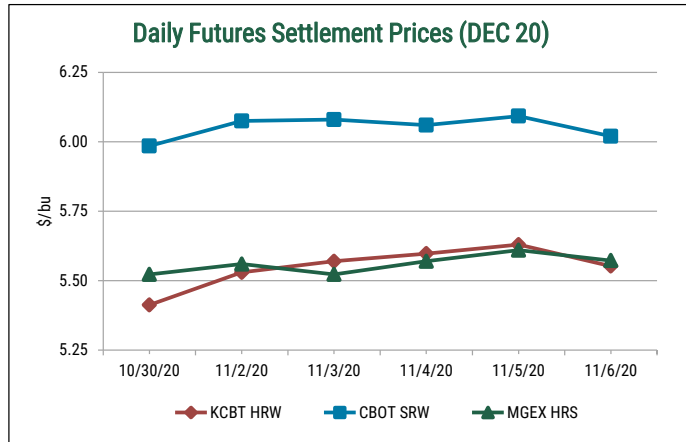
U.S. Wheat Associates recommends regular contact with exporters of U.S. wheat in order to receive offers representative of your requirements.

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.



Weekly Price Report November 06, 2020



- Broader strength in the U.S. grains complex on a weaker U.S. dollar (see below) supported all wheat futures prices week-over-week. CBOT soft red winter (SRW) futures increased 3 cents on the week to end at \$6.02/bu. KCBT hard red winter (HRW) futures added 14 cents to close at \$5.55/bu. MGE hard red spring (HRS) futures gained 5 cents to end at \$5.57/bu. CBOT corn futures added 8 cents to close at \$4.07/bu. CBOT January soybean futures jumped 45 cents to end at \$11.01/bu.
- Limited elevation capacity supported Pacific Northwest (PNW) HRS export basis for December delivery. Gulf and PNW HRW export basis remained steady and high week-over-week for nearby and deferred deliveries.
- According to USDA, U.S. farmers have now planted 89% of the total intended winter wheat area for harvest in 2021, up 4 points on the week. That is 1 point ahead of last year and 3 points ahead of the 5-year average. As of Nov. 2, 71% of the country's winter wheat has emerged, led by Colorado and Nebraska at 89%.
- This week's commercial sales of 597,000 metric tons (MT) for delivery in 2020/21, as of Oct. 29, were down 20% from last week's 743,000 MT but in line with trade expectations of 200,000 MT to 700,000 MT. Year-to-date commercial sales now total 16.8 million metric tons (MMT), 12% ahead of last year's pace. USDA expects the United States will export 26.5 MMT in 2020/21, up 1% from last year, if realized.
- This week, beneficial precipitation alleviated dryness in southern Kansas and northern and central Oklahoma. However, extreme dryness persists in eastern Colorado, northwestern Kansas, the Nebraska Panhandle, eastern Wyoming and across the Northern Plains. Looking ahead, dry windy weather is expected across the Southern Plains and moderate to heavy snow across the Northern Plains.
- World food prices rose for the fifth straight month in October. The United Nations (UN) Food and Agriculture Organization's (FAO) food price index reported that cereal prices increased 7% from last month and jumped 16% on the year.
- APK-Inform, a Ukrainian agriculture consultancy, pegged Ukraine's winter wheat planted area for harvest in 2021 at 5.65 million hectares (13.96 million acres), covering 92 percent of the expected area.
- FranceAgriMer, France's agriculture office, reported the country's winter wheat farmers made considerable progress last week, 66% of France's soft (non-durum) wheat is now in the ground, up from last week's 45% and in line with the five-year average.
- China's National Grain Trade Center reported selling 2.69 MMT of wheat from Chinese state reserves in the last week of October at an average price of \$352/MT. China also published its minimum domestic purchase price for wheat in the 2021 marketing year at \$338/MT, up 1% from last year. China is the world's largest wheat producer and consumer.
- Australia's wheat crop has rebounded following three years of extended drought conditions. USDA now expects Australian wheat production in 2020/21 will reach 28.5 MMT, up 87% on the year. IKON Commodities, an Australian agriculture consultancy, estimates Australia's 2020/21 wheat harvest will reach 32.0 MMT. The price of Australian wheat offered to Asian markets fell below Black Sea prices for the first time in four years. According to a Singapore-based trader, Australian premium white (APW) was quoted at \$275/MT C&F (FOB and freight) to Southeast Asia compared to Black Sea wheat at \$285/MT.
- The Baltic Dry Index (BDI), an assessment of the average cost to ship raw materials like grains, coal and iron ore fell 7% from last week's 1,283 to end at 1,194.
- The U.S. Dollar Index fell nearly 2% on the week to close at 92.27.
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