

## U.S. Wheat FOB & Export Basis Estimates

Export Region	Class & Percent Protein 12% (Dry) Moisture Basis		AUG (U21)				AUG (U21)		SEP (U21)		OCT (Z21)		NOV (Z21)		DEC (Z21)		JAN (H22)		FEB (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	9.97	1.04	38	226	366	80	366	80	362	80	362	80	362	80	358	80	358	80
	NS/DNS 14.0 (15.9)*	M	10.02	1.04	38	230	368	85	368	85	364	85	364	85	364	85	359	85	359	85
	NS/DNS 14.5 (16.5)*	M	10.07	1.04	38	232	370	90	370	90	366	90	366	90	366	90	361	90	361	90
Gulf of Mexico	NS/DNS 13.5 (15.3)*	M	10.92	1.04	38	261	401	175	403	180	412	215	412	215	415	225	411	225	407	215
	NS/DNS 14.0 (15.9)*	M	10.97	1.04	38	263	403	180	405	185	414	220	414	220	417	230	413	230	409	220
	NS/DNS 14.5 (16.5)*	M	11.07	1.04	38	269	407	190	409	195	417	230	417	230	421	240	416	240	413	230
	HRW Ord	K	7.92	0.63	23	218	291	140	291	140	306	170	306	170	306	170	308	170	306	165
	HRW 11.0 (12.5)	K	8.02	0.63	23	221	294	150	294	150	309	180	309	180	309	180	312	180	310	175
	HRW 11.5 (13.1)	K	8.32	0.63	23	225	306	180	306	180	320	210	320	210	320	210	323	210	321	205
	HRW 12.0 (13.6)	K	8.62	0.63	23	229	317	210	317	210	331	240	331	240	331	240	334	240	332	235
HRW 12.5 (14.2)	K	**See Below			232															
SRW	W	7.63	0.89	33	233	280	70	280	70	283	70	290	90	290	90	292	90	294	95	
Pacific N. West	NS/DNS 13.5 (15.3)*	M	10.72	1.24	45	247	394	155	394	155	393	165	393	165	393	165	389	165	387	160
	NS/DNS 14.0 (15.9)*	M	10.77	1.24	45	247	396	160	396	160	395	170	395	170	395	170	391	170	389	165
	NS/DNS 14.5 (16.5)*	M	10.92	1.24	45	250	401	175	401	175	401	185	401	185	401	185	396	185	394	180
	HRW Ord	K	8.47	0.68	25	227	311	195	313	200	330	235	330	235	330	235	332	235	330	230
	HRW 11.5 (13.1)	K	8.47	0.68	25	230	311	195	313	200	330	235	330	235	330	235	332	235	330	230
	HRW 12.0 (13.6)	K	8.57	0.67	25	234	315	205	317	210	333	245	333	245	333	245	336	245	334	240
	HRW 13.0 (14.8)	K	8.87	0.67	25	241	326	235	328	240	344	275	344	275	344	275	347	275	345	270
	SW Unspecified	\$	8.10	0.10	4	235	298	810	299	815	316	860	316	860	316	860	316	860	312	850
	SW 9.5 (10.8) Min	\$	8.10	0.10	4	236	298	810	299	815	316	860	316	860	316	860	316	860	312	850
	SW 10.5 (11.9) Max	\$	9.10	0.10	4	235	334	910	336	915	353	960	353	960	353	960	353	960	349	950
	SW 9.5 (10.8) Max	\$	**See Below			241														
WW with 10% Club	\$	9.35	0.10	4	246	344	935	345	940	362	985	362	985	362	985	362	985	358	975	
WW with 20% Club	\$	9.60	0.10	4	255	353	960	355	965	371	1010	371	1010	371	1010	371	1010	367	1000	

**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.

**\*\*See highlights section for more information on Gulf HRW 12.5 and SW 9.5 Max**

**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	SEP (U21)			NOV (X21)		DEC (Z21)		JAN (F22)		MAR (H22)		MAY (K22)		JUL (N22)		AUG (Q22)	
	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
<b>Chicago BOT SRW</b>	254.45	6.9250	0.7750			6.9975	0.7600			7.0475	0.7250	7.0675	0.6925	6.9575	0.5875		
<b>Kansas City BOT HRW</b>	239.39	6.5150	0.5750			6.6200	0.5700			6.6900	0.5425	6.7175	0.5025	6.6150	0.4400		
<b>Minneapolis MGE NS/DNS</b>	337.03	9.1725	1.0300			9.0550	0.9825			8.9300	0.9275	8.7900	0.8625	8.6375	0.8025		
<b>Chicago BOT Corn</b>	218.89	5.5600	0.2650			5.5200	0.3500			5.5950	0.3450	5.6350	0.3350	5.6350	0.3275		
<b>Chicago BOT Soybeans</b>	516.62	14.060	0.6725	13.9175	0.6250			13.943	0.6050	13.760	0.5650	13.695	0.5400	13.6625	0.5200	13.473	0.4925

**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).**

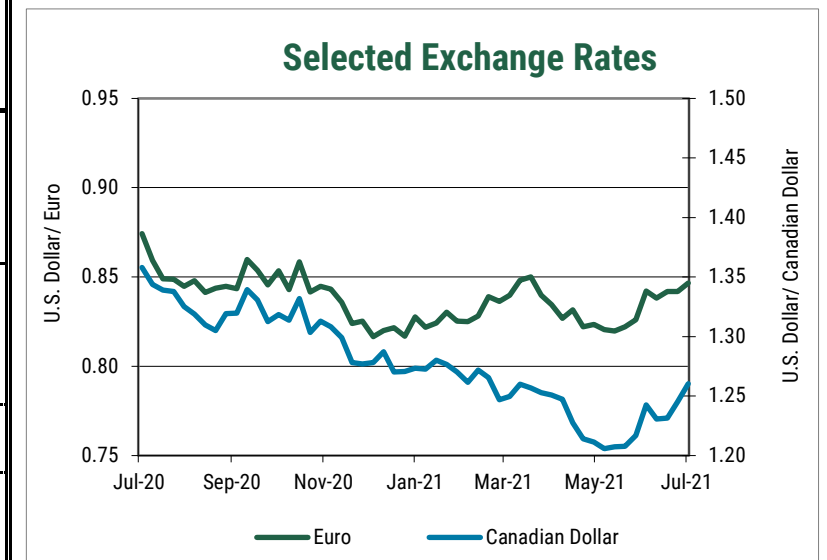
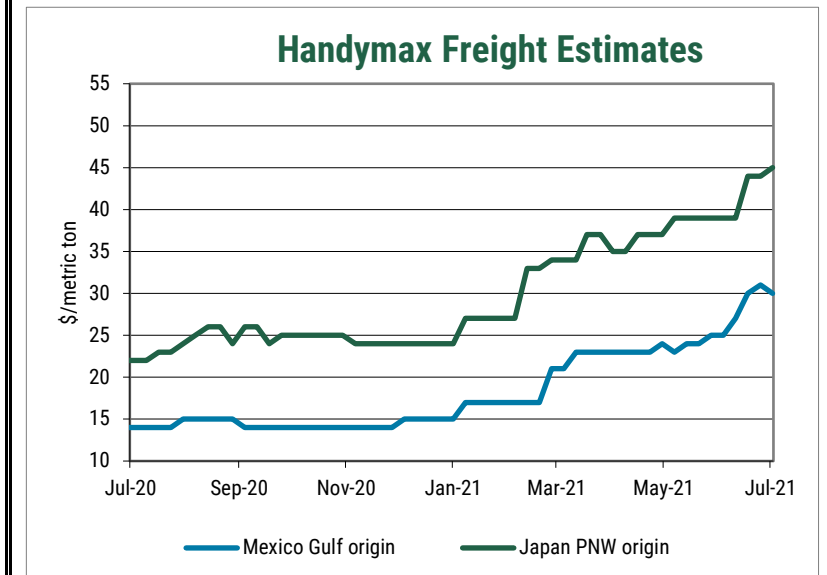
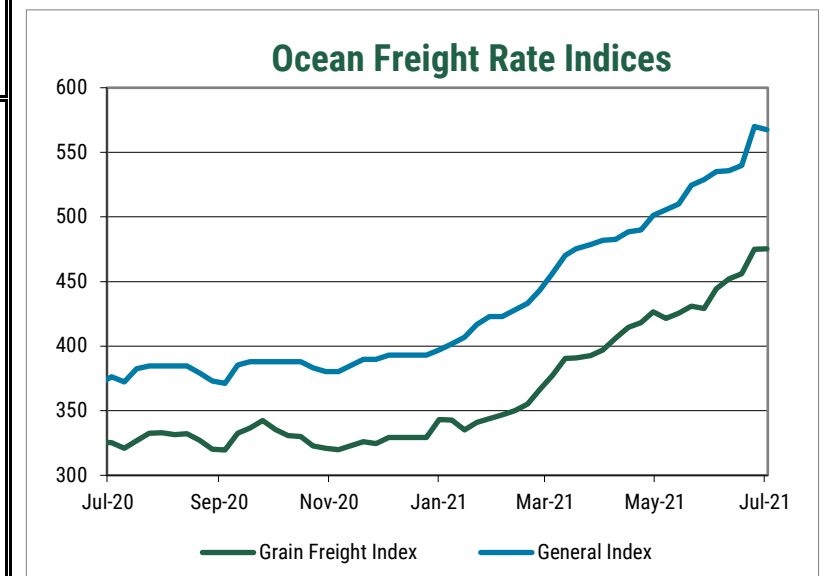
# Weekly Price Report July 16, 2021

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)	32	30		7/16/2021	475.3	567.4	485	
U.S. Gulf	W. South America (Peru/Ecu)			59	7/9/2021	475.0	570.0	487	
U.S. Gulf	S. South America (Chile)			61	7/2/2021	456.0	539.9	475	
U.S. Gulf	N. South America (Colombia)	40	46	45	6/25/2021	452.2	535.8	460	
U.S. Gulf	E. South America (Brazil)		46		6/18/2021	444.3	535.1	486	
U.S. Gulf	West Africa (Nigeria)	66			6/11/2021	429.2	528.8	517	
U.S. Gulf	East Mediterranean (Italy)	44			6/4/2021	430.9	524.4	453	
U.S. Gulf	West Mediterranean (Morocco)	65			5/28/2021	425.4	509.8	487	
U.S. Gulf	Persian Gulf (Iraq)			127	5/21/2021	421.6	505.4	520	
U.S. Gulf	Middle East (Egypt)			68	5/14/2021	426.5	501.2	494	
U.S. Gulf	Japan		84	84	5/7/2021	418.3	490.0	485	
Mid Atlantic	N. South America (Venezuela)	40			4/30/2021	414.4	488.6	508	
Mid Atlantic	West Africa (Nigeria)	65			4/23/2021	406.0	482.6	530	
Mid Atlantic	Middle East (Egypt)			43	4/16/2021	397.1	481.9	563	
St. Lawrence	N. South America (Venezuela)	21			4/9/2021	392.6	478.6	463	
St. Lawrence	Europe/Rotterdam			23	4/2/2021	390.7	475.4	411	
Great Lakes	East Mediterranean (Italy)	55			3/26/2021	390.5	470.3	509	
Great Lakes	West Mediterranean (Spain)	53			3/19/2021	377.2	456.5	558	
Great Lakes	Europe/Rotterdam	57			3/12/2021	366.6	443.4	576	
Great Lakes	West Mediterranean (Morocco)	58			3/5/2021	355.2	433.1	521	
PNW	W. South America (Peru/Ecu)	65			2/26/2021	349.9	428.1	549	
PNW	S. South America (Chile)	66			2/19/2021	346.7	422.8	483	
PNW	N. South America (Colombia)	57			2/12/2021	343.7	422.8	475	
PNW	Persian Gulf (Iraq)			102	2/5/2021	340.9	416.8	467	
PNW	Middle East (Egypt)			67	1/29/2021	335.1	406.7	479	
PNW	East Africa (Djibouti/Mombasa)		50	55	1/22/2021	342.7	401.6	507	
PNW	South Asia (Mal/Indon/Phil/Sing)			50	1/15/2021	343.1	397.2	542	
PNW	Taiwan		50	54	1/8/2021	329.4	392.9	491	
PNW	South Korea		45	50	1/1/2021	329.4	392.9	491	
PNW	Japan		45	45	12/25/2020	324.7	389.9	546	

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
7/16/21	N/A	96.21	1.350	5.110	1.261	15.67	0.847	110.1	74.02
7/9/21	113.1	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
7/16/20	119.2	45.17	1.434	5.330	1.357	15.93	0.878	107.3	71.51
7/16/16	N/A	15.133	1.317	3.252	1.294	8.850	0.903	106.2	62.82
1 year change	N/A	113.00%	-5.85%	-4.13%	-7.12%	-1.60%	-3.61%	2.62%	3.51%
5 year change	N/A	535.77%	2.52%	57.14%	-2.61%	77.07%	-6.21%	3.70%	17.83%



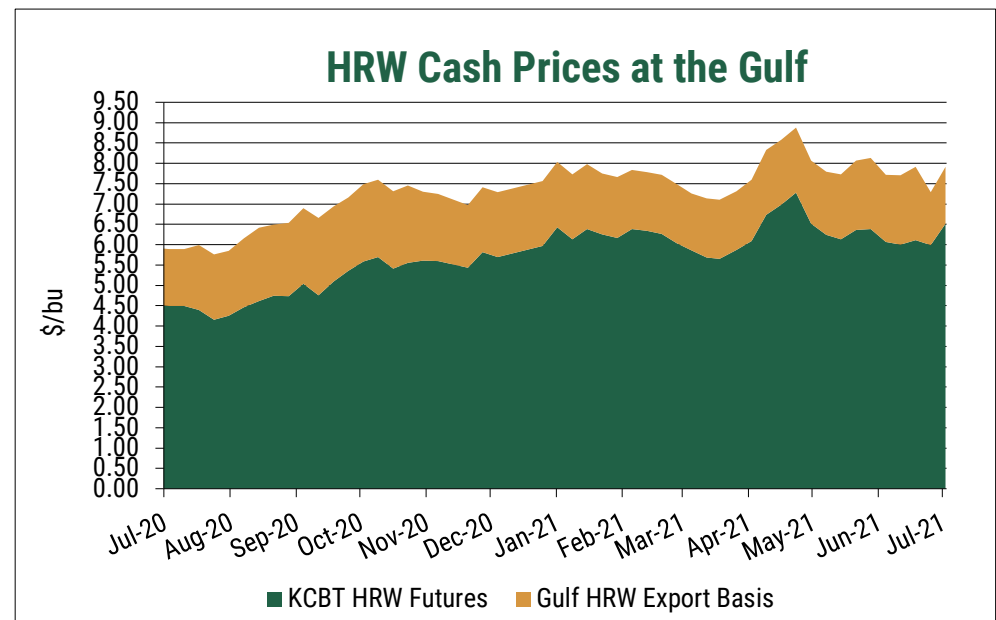
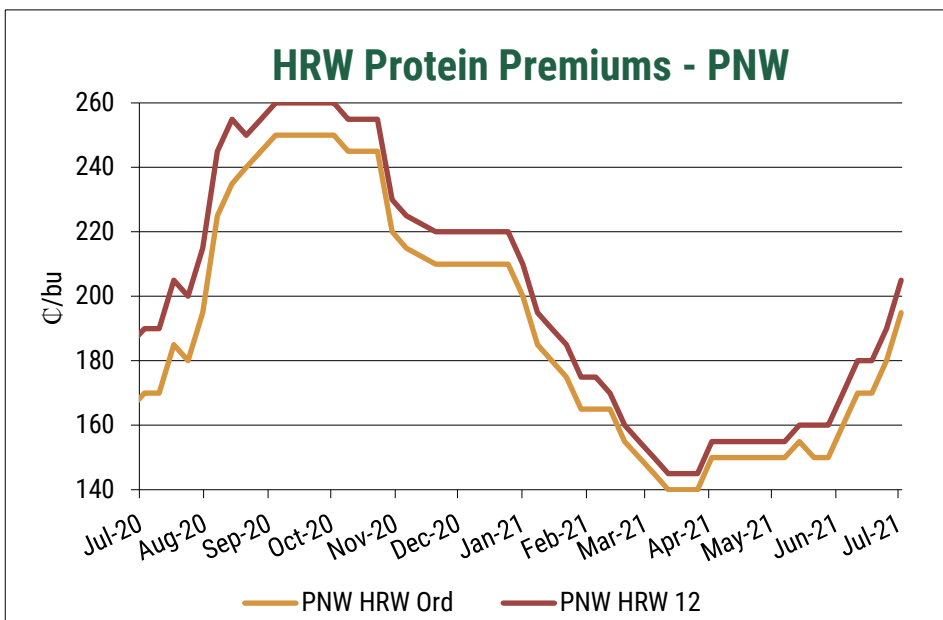
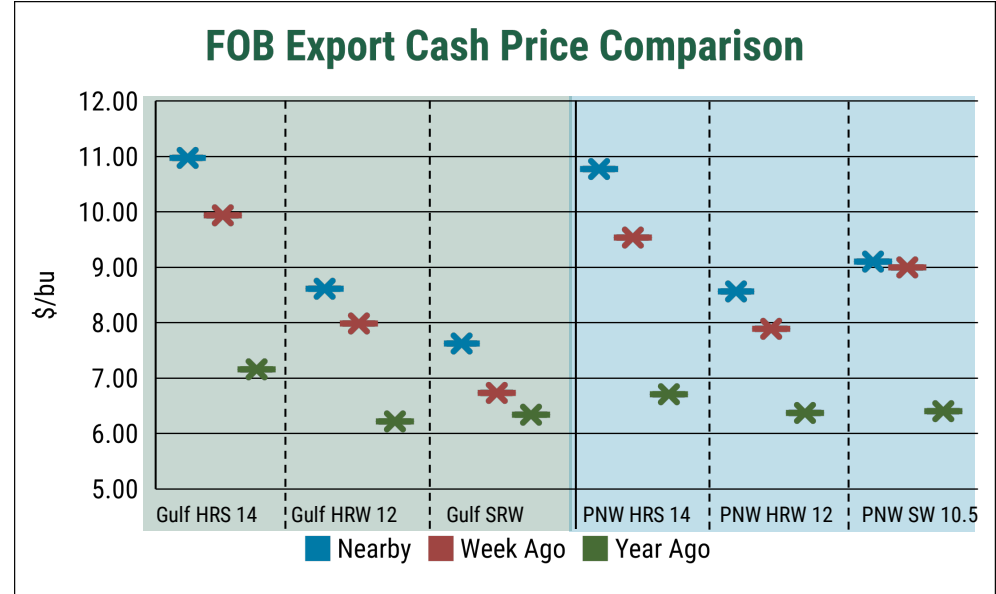
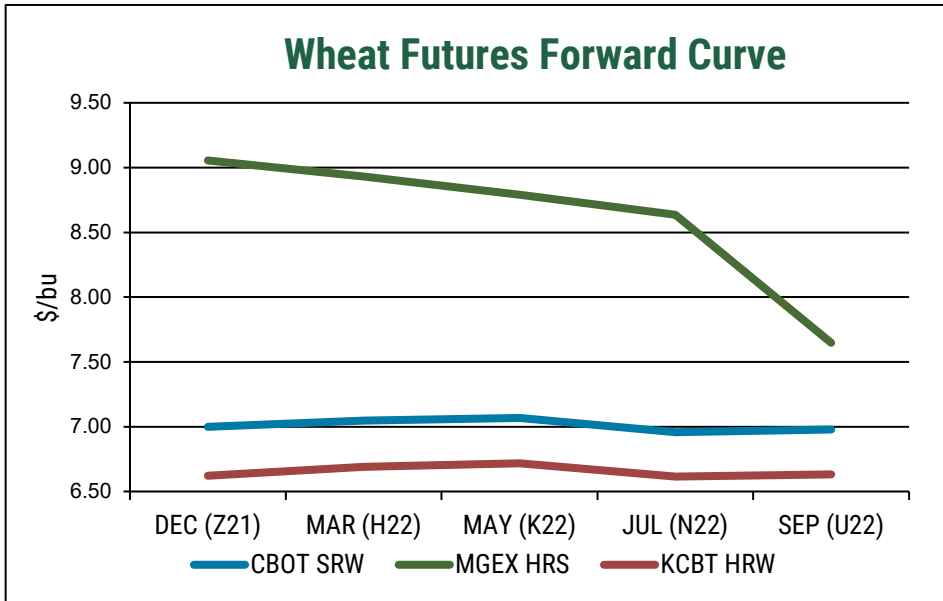
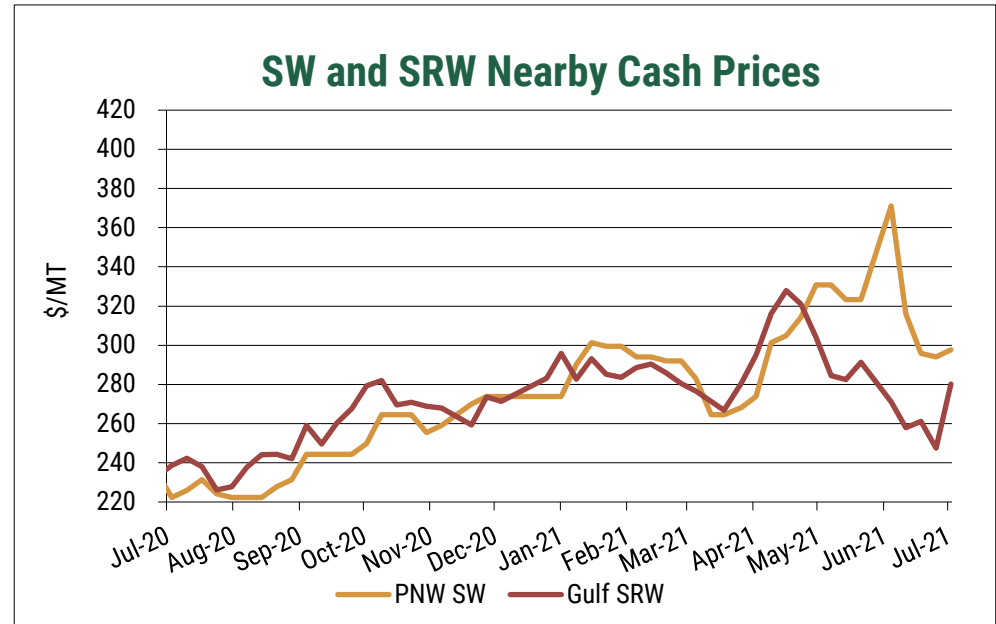
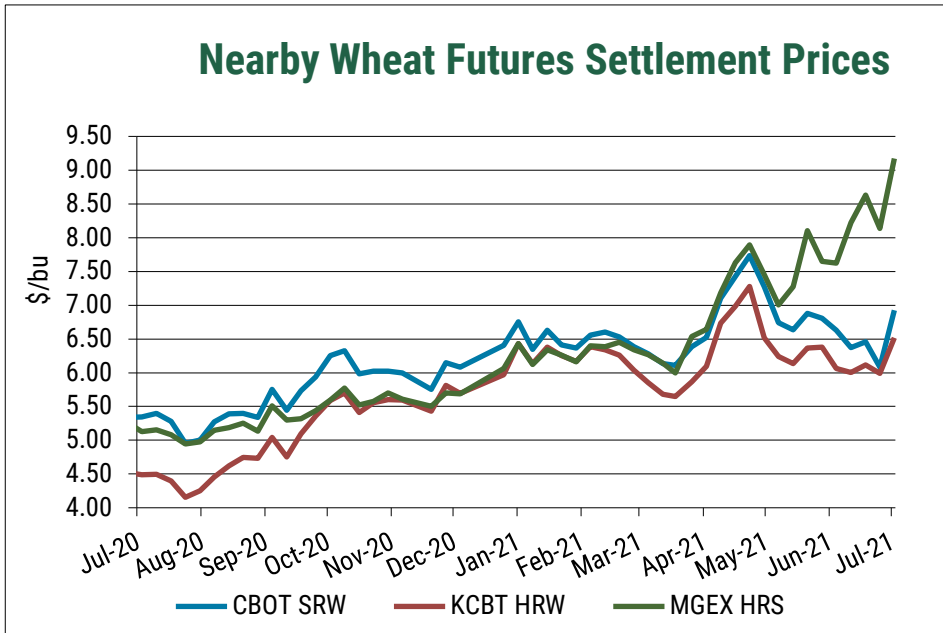
The weekly prices as reported by U.S. Wheat Associates are compiled through research from numerous market sources, including U.S. wheat exporters of all classes from various U.S. ports. The prices reported are representative of the value of number two grade and the proteins indicated. **They are not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

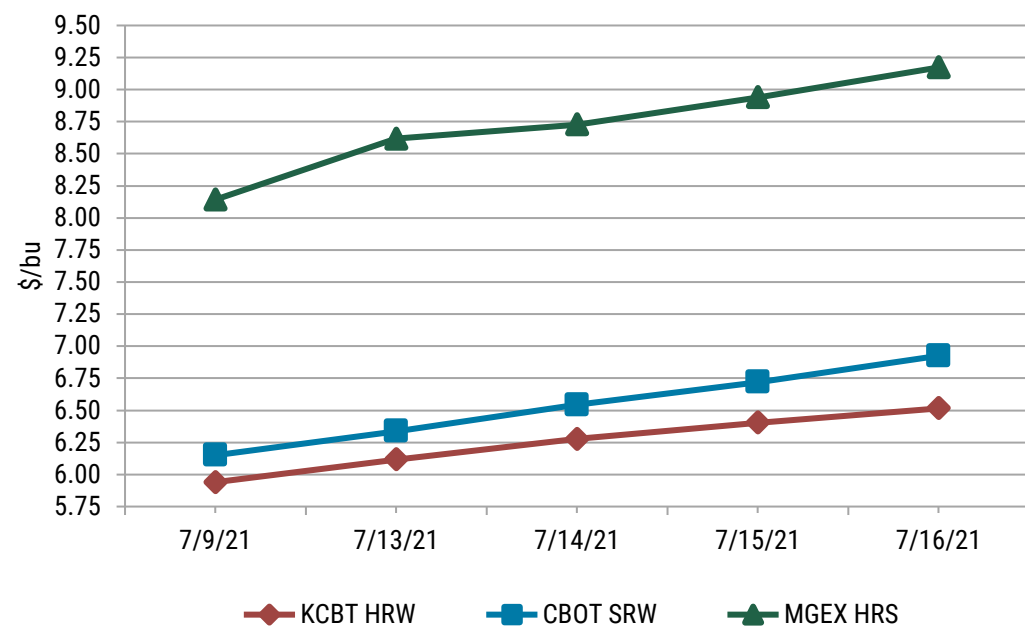
U.S. Wheat Associates recommends regular contact with exporters of U.S. wheat in order to receive offers representative of your requirements.

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



- All wheat futures prices were up sharply this week as dry weather continued to stress crops in the Plains states and Pacific Northwest (PNW). CBOT soft red winter (SRW) futures rose 84 cents to close at \$6.92/bu. KCBT hard red winter (HRW) futures were up 52 cents to end at \$6.51/bu. MGE hard red spring (HRS) futures rose \$1.04 to close at \$9.17/bu. CBOT corn futures fell 73 cents to end at \$5.56/bu. CBOT soybean futures gained 50 cents to close at \$14.54/bu.

- Hard red spring (HRS) and hard red winter (HRW) basis in both the Gulf and Pacific Northwest (PNW) rose slightly this week as farmer selling remains light due to higher futures prices and uncertainty over wheat proteins. Domestic mill demand also supported basis for hard red winter (HRW) as millers see a need to add more HRW to their grist blends.

- States growing hard red winter (HRW) continue harvesting. For the fifth 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 fifth 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 424,700 metric tons (MT) were up 44% from last week's 290,800 MT and on the high end of trade expectations of between 200,000 MT to 500,000 MT. Marketing year-to-date commercial sales for delivery in 2021/22 total 7.1 million metric tons (MMT), 15% lower than last year. USDA expects total 2021/22 U.S. wheat exports will reach 23.8 MMT, 12% lower than last year, if realized.

- On July 12, USDA reported 59% of the U.S. winter wheat crop harvested, below the 5-year average of 65%. The U.S. spring wheat crop conditions are rated 16% good to excellent, down one point from last week. The USDA also reported 83% of the U.S. spring wheat crop headed, slightly above the 5-year average of 81%. The latest USW Harvest Report can be found [here](#).

- Weather across wheat-producing states in the U.S. was mixed this week. In the High Plains, the western half of the region experienced above-average temperatures while the eastern half experienced below-average temperatures. Rain and humid conditions continued slowing HRW harvest progress. Drought deepened in the Pacific Northwest after another week of hot, dry weather.

- France's farm ministry forecasts a 27.1% increase to the soft wheat crop, citing improved yields, increased planted area, and favorable weather. France is the largest wheat-producing country in the EU. The forecast calls for 37.1 MMT of soft wheat production this year, 11.2% above the 5-year average said the ministry.

- Stratégie Grains, an EU based analyst, increased production forecasts for EU wheat production in 2021/22. The consultancy forecasts 133.0 MMT of soft wheat production in 2021, up from its 131.1 MMT projection made in June and 14.1 MMT above last year's crop. On Monday, the USDA released its monthly Supply and Demand Report, which forecast wheat production in the EU at 138.2 MMT. Stratégie Grains added that wet weather in the southeastern and western parts of the continent could impact grain quality.

- According to the country's statistics bureau, China harvested more wheat this summer on higher planted area and yields. Summer wheat output rose 2% compared to 2020, to 134.0 MMT. Abundant rain may have affected quality, however, said analysts. Planting of wheat was up 1%, its first uptick in six years. The statistics bureau said a boost to minimum government purchase prices was one reason for increased planted acres. There will be plenty of space to store the additional wheat, as the state grain stockpiler announced plans to add 10.85 MMT of storage capacity. Sinograin says they will build 120 storage facilities to align with the state's strengthened focus on food security. China has 650.0 MMT of grain storage capacity, according to state media.

- The Rosario Grains Exchange expects that Argentine farmers will harvest 20.5 MMT of wheat in 2021/22 following good weather and increased planting in the Pampas. The exchange said wheat planting was 90% complete, with nearly 6.8 million hectares sown, the highest level in 20 years. Monday's USDA report also forecast Argentine wheat production at 20.5 MMT.

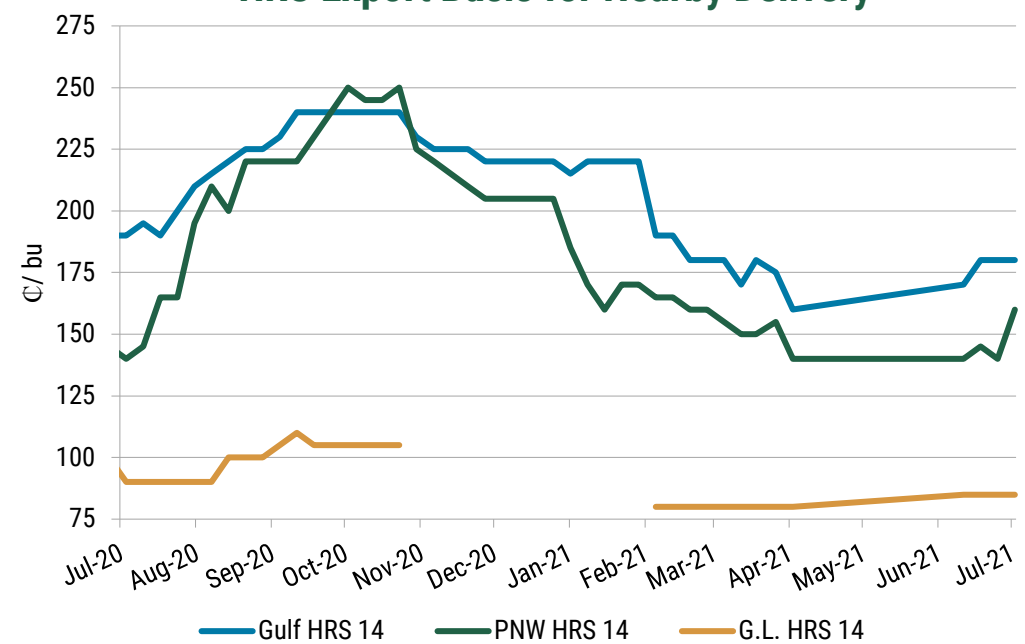
- The Baltic Dry Index (BDI), an assessment of the average cost to ship raw materials such as grains, coal, and iron ore, decreased 8% on the week to end at 3,039.

- The U.S. Dollar Index increased slightly from last week's 92.25 to close at 92.71.

More Resources:

- World Agricultural Supply and Demand Estimates
- U.S. Wheat Associates Harvest Report
- U.S. Wheat Associates Price Charting Tools
- Subscribe to Receive USW Reports via Email

## HRS Export Basis for Nearby Delivery



## HRW Export Basis for Nearby Delivery

