



Weekly Price Report July 23, 2021

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	9.84	-0.14	-5	218	361	100	361	100	363	115	361	110	361	110	352	100	352	100
	NS/DNS 14.0 (15.9)*	M	9.89	-0.14	-5	221	363	105	363	105	364	120	363	115	363	115	354	105	354	105
	NS/DNS 14.5 (16.5)*	M	9.94	-0.14	-5	223	365	110	365	110	366	125	364	120	364	120	356	110	356	110
Gulf of Mexico	NS/DNS 13.5 (15.3)*	M	10.69	-0.24	-9	256	393	185	394	190	403	225	403	225	401	220	396	220	396	220
	NS/DNS 14.0 (15.9)*	M	10.79	-0.19	-7	258	396	195	398	200	407	235	407	235	405	230	400	230	400	230
	NS/DNS 14.5 (16.5)*	M	10.89	-0.19	-7	264	400	205	402	210	410	245	410	245	408	240	404	240	404	240
	HRW Ord	K	7.76	-0.16	-6	216	285	130	285	130	295	145	295	145	293	140	296	140	296	140
	HRW 11.0 (12.5)	K	7.86	-0.16	-6	220	289	140	289	140	298	155	298	155	297	150	299	150	299	150
	HRW 11.5 (13.1)	K	8.16	-0.15	-6	224	300	170	300	170	309	185	309	185	308	180	310	180	310	180
	HRW 12.0 (13.6)	K	8.46	-0.16	-6	227	311	200	311	200	320	215	320	215	319	210	321	210	321	210
HRW 12.5 (14.2)	K	**See Below			231															
SRW	W	7.54	-0.09	-3	239	277	70	277	70	281	70	288	90	288	90	291	90	292	95	
Pacific N.West	NS/DNS 13.5 (15.3)*	M	10.59	-0.14	-5	240	389	175	391	180	397	210	397	210	397	210	389	200	389	200
	NS/DNS 14.0 (15.9)*	M	10.59	-0.19	-7	240	389	175	391	180	397	210	397	210	397	210	389	200	389	200
	NS/DNS 14.5 (16.5)*	M	10.64	-0.29	-11	244	391	180	393	185	399	215	399	215	399	215	391	205	391	205
	HRW Ord	K	8.56	0.10	3	227	315	210	316	215	333	250	333	250	333	250	332	240	336	250
	HRW 11.5 (13.1)	K	8.56	0.10	3	231	315	210	316	215	333	250	333	250	333	250	332	240	336	250
	HRW 12.0 (13.6)	K	8.66	0.10	3	235	318	220	320	225	337	260	337	260	337	260	336	250	340	260
	HRW 13.0 (14.8)	K	8.96	0.09	3	242	329	250	331	255	348	290	348	290	348	290	347	280	351	290
	SW Unspecified	\$	8.40	0.30	11	222	309	840	309	840	323	880	323	880	323	880	323	880	323	880
	SW 9.5 (10.8) Min	\$	8.40	0.30	11	223	309	840	309	840	323	880	323	880	323	880	323	880	323	880
	SW 10.5 (11.9) Max	\$	9.40	0.30	11	222	345	940	345	940	360	980	360	980	360	980	360	980	360	980
	SW 9.5 (10.8) Max	\$	**See Below			228														
WW with 10% Club	\$	10.00	0.65	24	233	367	1000	367	1000	382	1040	382	1040	382	1040	382	1040	382	1040	
WW with 20% Club	\$	10.20	0.60	22	243	375	1020	375	1020	389	1060	389	1060	389	1060	389	1060	389	1060	

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

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

Northern Durum offers from the Great Lakes for August/September 2021 delivery are quoted at \$14.00/bu (\$514.36/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	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
Chicago BOT SRW	251.33	6.8400	(0.0850)			6.9350	(0.0625)			7.0100	(0.0375)	7.0225	(0.0450)	6.8675	(0.0900)		
Kansas City BOT HRW	237.36	6.4600	(0.0550)			6.5725	(0.0475)			6.6425	(0.0475)	6.6775	(0.0400)	6.5825	(0.0325)		
Minneapolis MGE NS/DNS	324.63	8.8350	(0.3375)			8.7175	(0.3375)			8.5900	(0.3400)	8.4700	(0.3200)	8.3400	(0.2975)		
Chicago BOT Corn	215.44	5.4725	(0.0875)			5.4300	(0.0900)			5.5100	(0.0850)	5.5500	(0.0850)	5.5525	(0.0825)		
Chicago BOT Soybeans	498.15	13.558	(0.5025)	13.5175	(0.4000)			13.565	(0.3775)	13.455	(0.3050)	13.420	(0.2750)	13.4075	(0.2550)	13.230	(0.2425)

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).

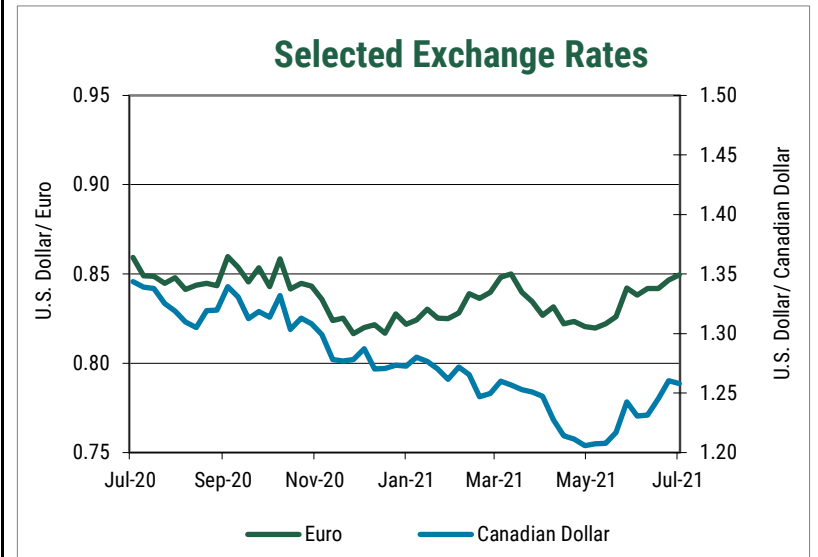
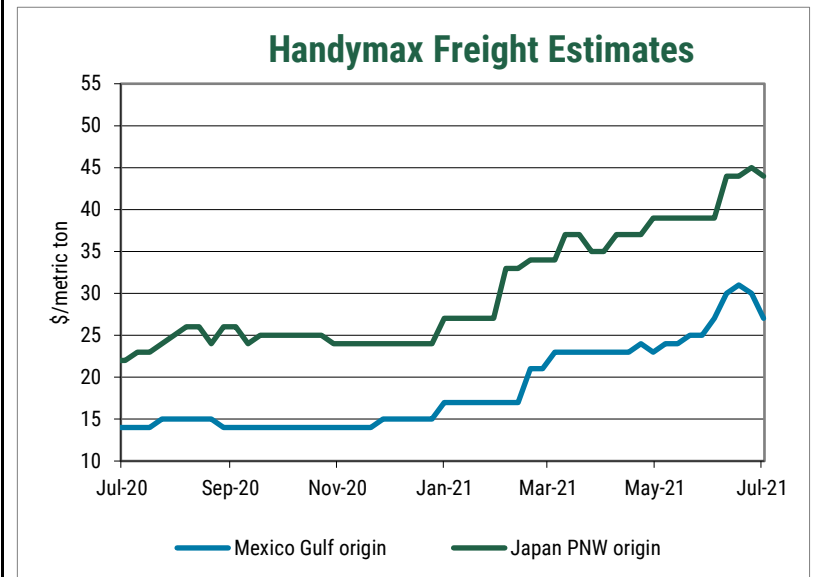
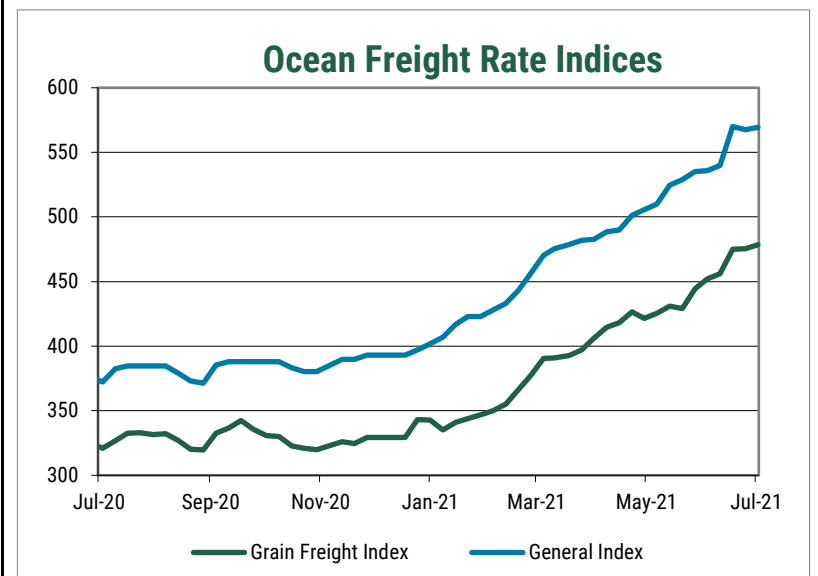
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Ocean Freight Rate Estimates for Nearby Delivery		U.S. dollars/metric ton			Freight Index** Week Ending	General Index	Grain Freight Index	Number of Fixtures
Export Region	Import Region	Handy 25-30 TMT	Handymax 40-46 TMT	Panamax 54+ TMT				
U.S. Gulf	Mexico (Veracruz)	30	27		7/23/2021	478.5	569.2	457
U.S. Gulf	W. South America (Peru/Ecu)			57	7/16/2021	475.3	567.4	485
U.S. Gulf	S. South America (Chile)			59	7/9/2021	475.0	570.0	487
U.S. Gulf	N. South America (Colombia)	40	44	43	7/2/2021	456.0	539.9	475
U.S. Gulf	E. South America (Brazil)		44		6/25/2021	452.2	535.8	460
U.S. Gulf	West Africa (Nigeria)	65			6/18/2021	444.3	535.1	486
U.S. Gulf	East Mediterranean (Italy)	40			6/11/2021	429.2	528.8	517
U.S. Gulf	West Mediterranean (Morocco)	55			6/4/2021	430.9	524.4	453
U.S. Gulf	Persian Gulf (Iraq)			127	5/28/2021	425.4	509.8	487
U.S. Gulf	Middle East (Egypt)			65	5/21/2021	421.6	505.4	520
U.S. Gulf	Japan		81	81	5/14/2021	426.5	501.2	494
Mid Atlantic	N. South America (Venezuela)	40			5/7/2021	418.3	490.0	485
Mid Atlantic	West Africa (Nigeria)	59			4/30/2021	414.4	488.6	508
Mid Atlantic	Middle East (Egypt)			43	4/23/2021	406.0	482.6	530
St. Lawrence	N. South America (Venezuela)	21			4/16/2021	397.1	481.9	563
St. Lawrence	Europe/Rotterdam			23	4/9/2021	392.6	478.6	463
Great Lakes	East Mediterranean (Italy)	68			4/2/2021	390.7	475.4	411
Great Lakes	West Mediterranean (Spain)	66			3/26/2021	390.5	470.3	509
Great Lakes	Europe/Rotterdam	65			3/19/2021	377.2	456.5	558
Great Lakes	West Mediterranean (Morocco)	68			3/12/2021	366.6	443.4	576
PNW	W. South America (Peru/Ecu)	63			3/5/2021	355.2	433.1	521
PNW	S. South America (Chile)	64			2/26/2021	349.9	428.1	549
PNW	N. South America (Colombia)	55			2/19/2021	346.7	422.8	483
PNW	Persian Gulf (Iraq)			102	2/12/2021	343.7	422.8	475
PNW	Middle East (Egypt)			67	2/5/2021	340.9	416.8	467
PNW	East Africa (Djibouti/Mombasa)		48	53	1/29/2021	335.1	406.7	479
PNW	South Asia (Mal/Indon/Phil/Sing)			49	1/22/2021	342.7	401.6	507
PNW	Taiwan		48	55	1/15/2021	343.1	397.2	542
PNW	South Korea		43	48	1/8/2021	329.4	392.9	491
PNW	Japan		44	45	1/1/2021	329.4	392.9	491

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
7/23/21	N/A	96.43	1.358	5.225	1.258	15.64	0.850	110.6	73.73
7/16/21	113.3	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
7/23/20	118.3	45.17	1.409	5.212	1.341	15.95	0.862	106.9	71.42
7/23/16	N/A	14.937	1.338	3.285	1.321	8.854	0.909	105.8	65.40
1 year change	N/A	113.49%	-3.63%	0.25%	-6.17%	-1.96%	-1.48%	3.46%	3.23%
5 year change	N/A	545.59%	1.45%	59.07%	-4.80%	76.64%	-6.57%	4.53%	12.73%



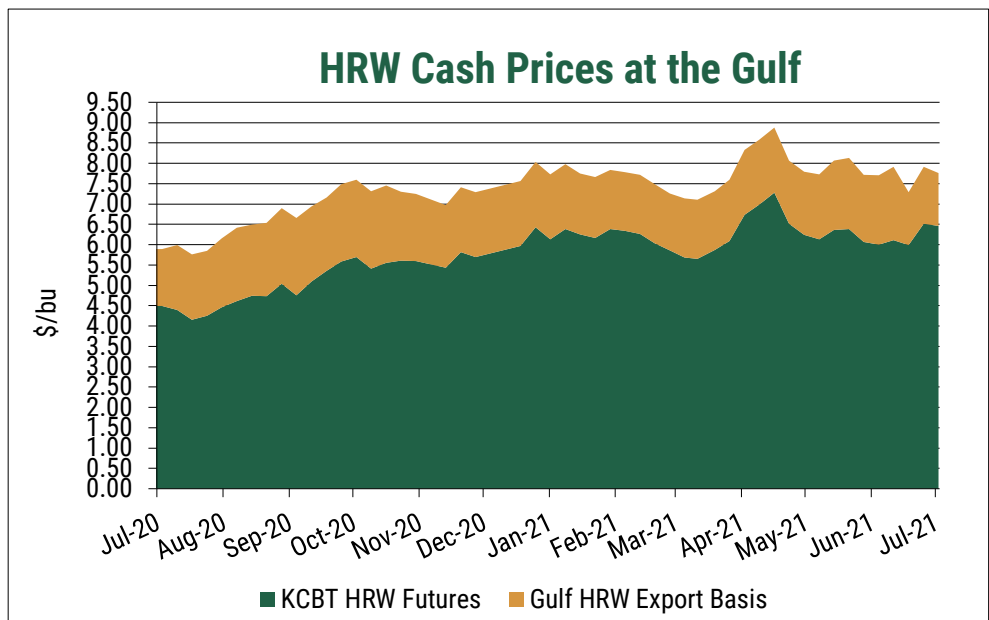
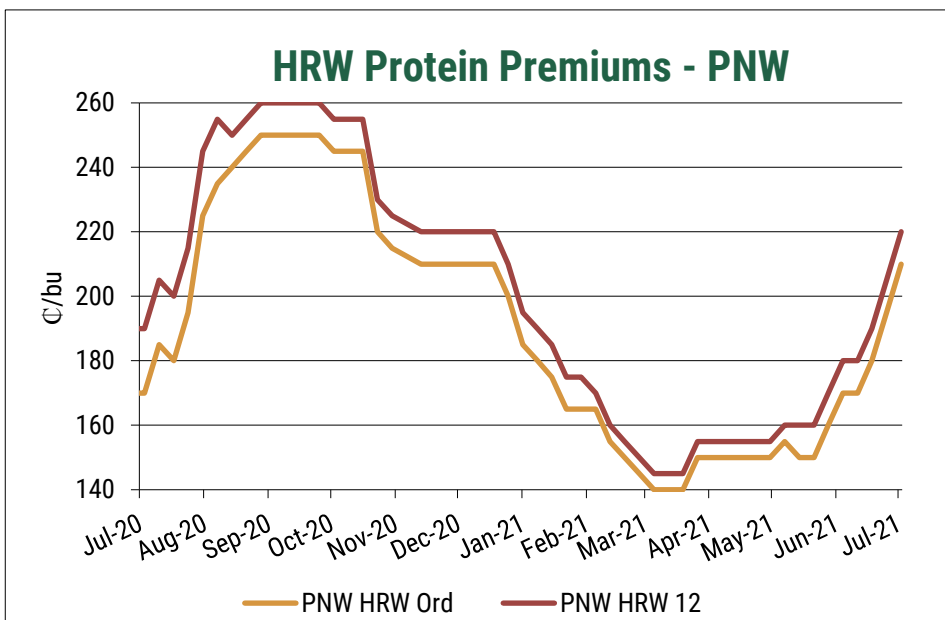
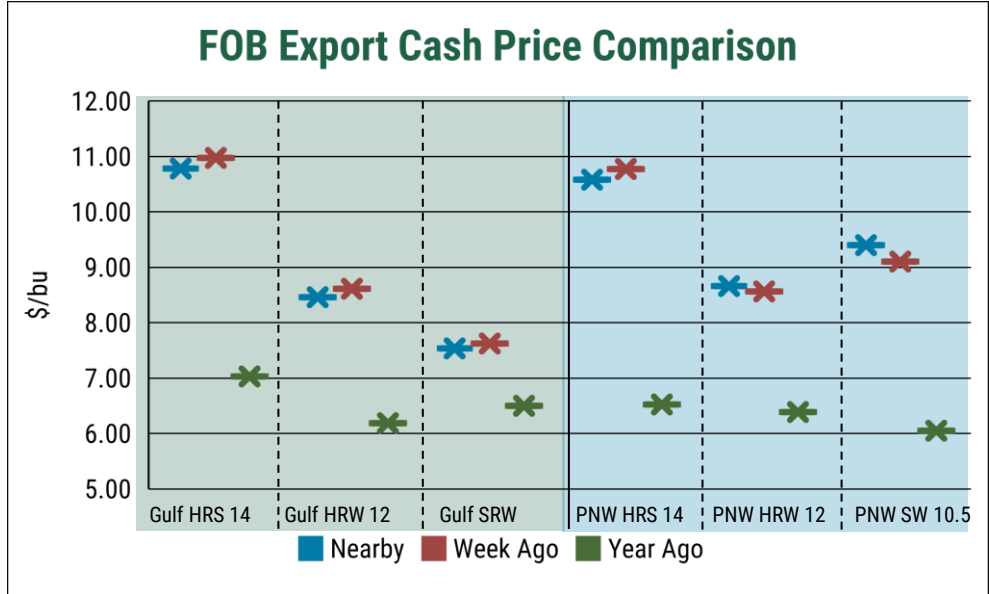
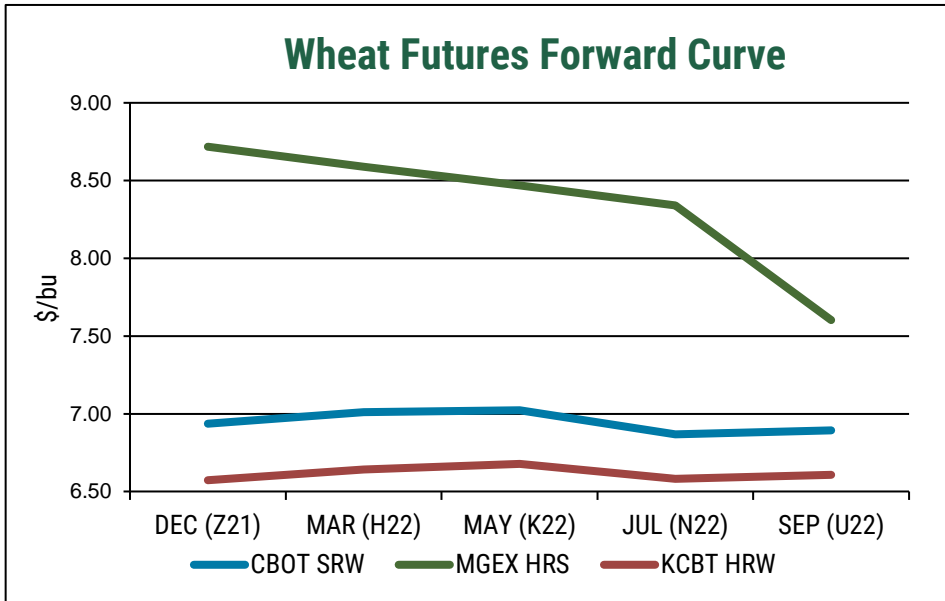
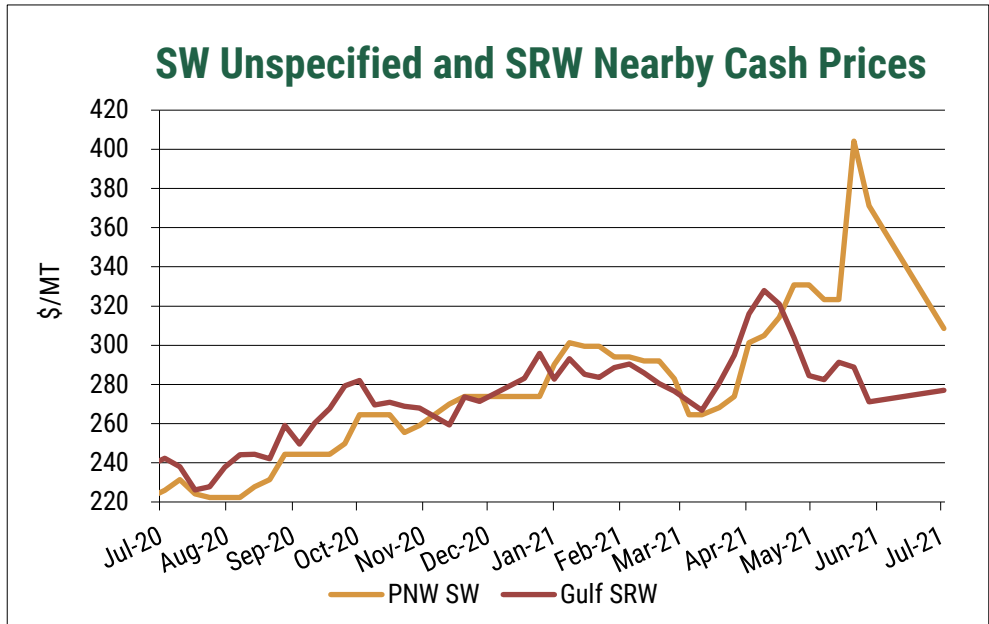
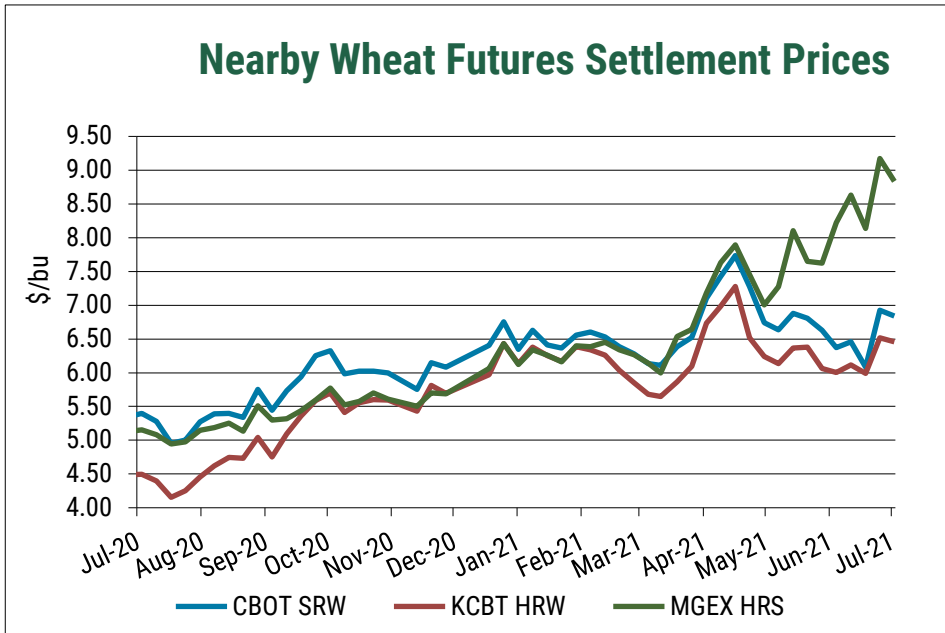
The weekly prices as reported by U.S. Wheat Associates are compiled through research from numerous market sources, including U.S. wheat exporters of all classes from various U.S. ports. The prices reported are representative of the value of number two grade and the proteins indicated. **They are not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

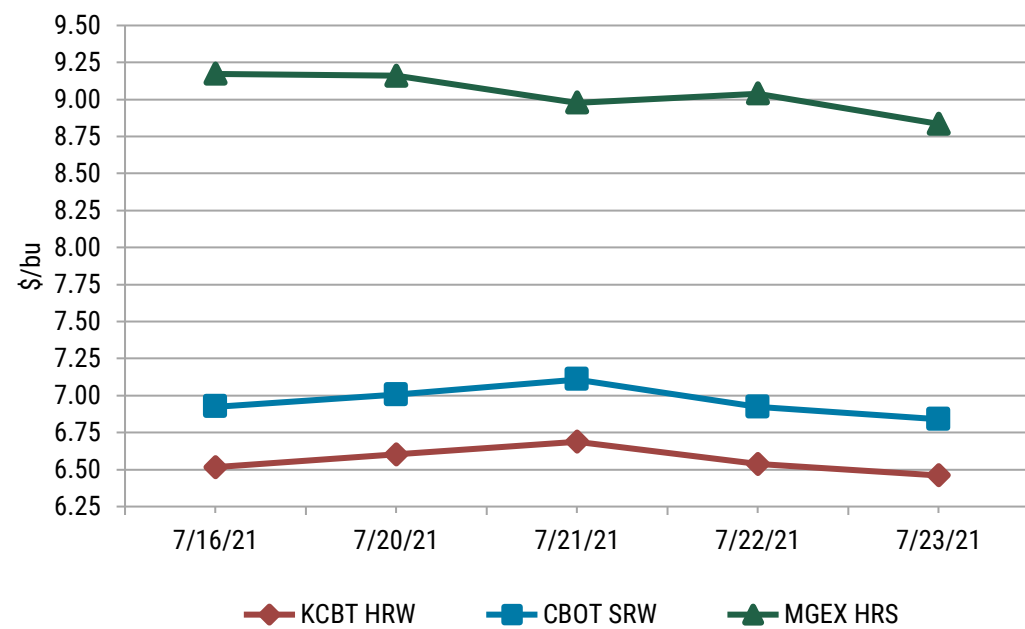
U.S. Wheat Associates recommends regular contact with exporters of U.S. wheat in order to receive offers representative of your requirements.

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.

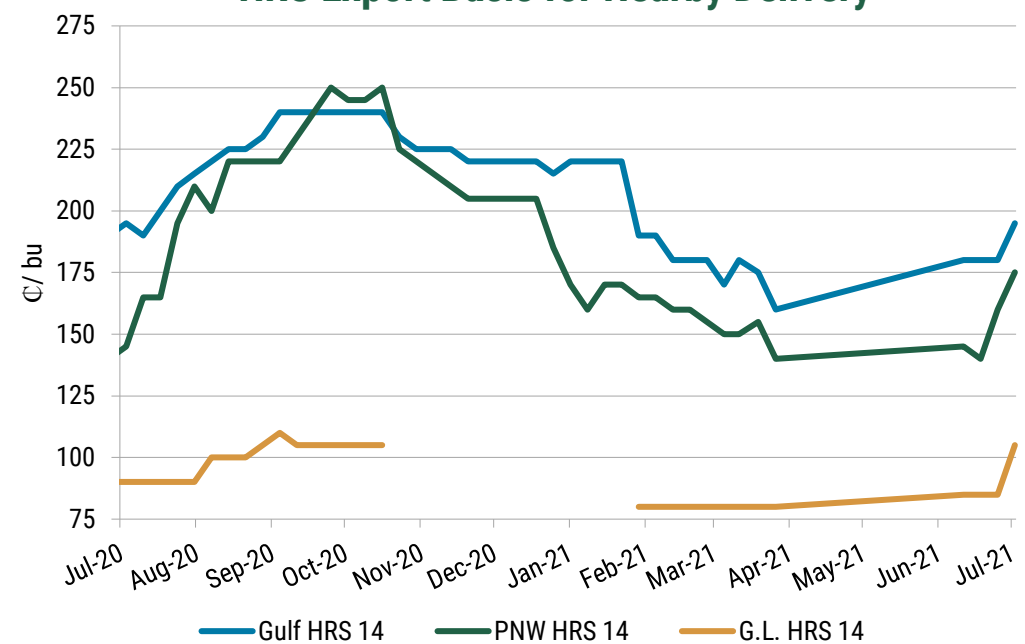


Daily Futures Settlement Prices



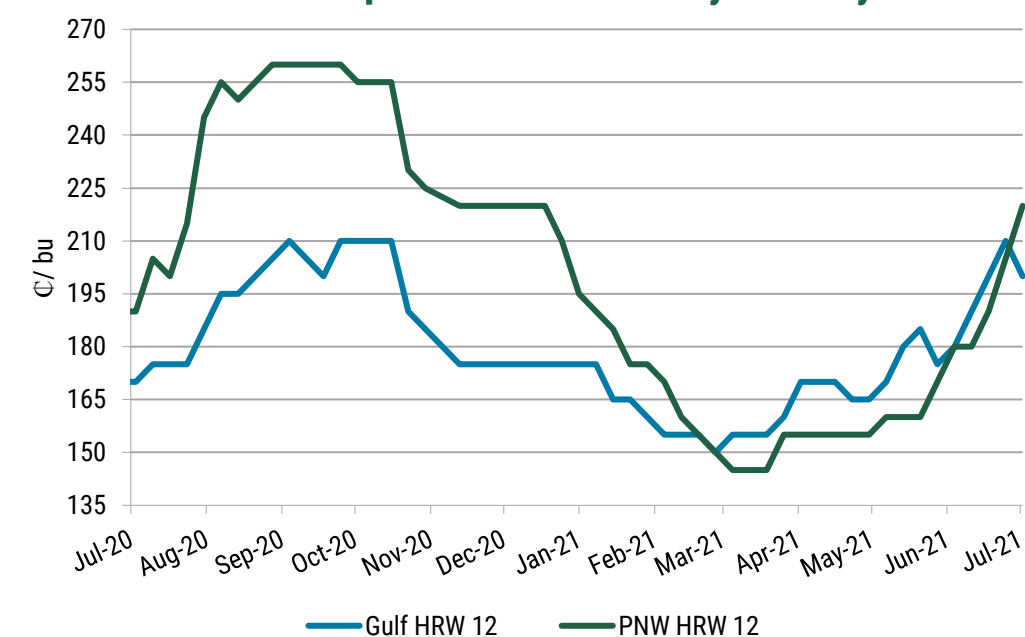
◆ KCBT HRW ■ CBOT SRW ▲ MGEX HRS

HRS Export Basis for Nearby Delivery



— Gulf HRS 14 — PNW HRS 14 — G.L. HRS 14

HRW Export Basis for Nearby Delivery



— Gulf HRW 12 — PNW HRW 12

- After making major gains last week, all wheat futures prices were down this week. CBOT soft red winter (SRW) futures fell 8 cents to close at \$6.84/bu. KCBT hard red winter (HRW) futures were down 5 cents to end at \$6.46/bu. MGE hard red spring (HRS) futures lost \$0.34 to close at \$8.83/bu. CBOT corn futures fell 9 cents to end at \$5.47/bu. CBOT soybean futures were down 53 cents to close at \$14.01/bu.
- Basis was mixed in the Gulf and up in the PNW as dry conditions continued to stress both the HRS and soft white (SW) crops. Basis prices for October and November delivery are higher due to tighter export capacity as wheat shipments compete for space with other commodities. Farmers in the PNW are busy with harvest and slow to sell grain forcing traders to raise their offer prices. Positive harvest momentum and strong yields in the Southern Plains has made HRW the most affordable wheat class in the U.S. causing basis prices from Gulf origins to go down while ongoing drought in Montana has strengthened basis from the PNW as exporters there will need to bring grain from further away.
- States growing HRW continue harvesting. For the sixth 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. Protein content for HRW has averaged 11.4% for the last two weeks, slightly below the 5-year average of 11.6% protein.
- New crop PNW SW protein average is expected to be higher, but crop quality data is just starting to come in, making grain traders reluctant to guarantee maximum proteins. For the sixth week in a row, offers for total U.S. SW 9.5% max protein remain limited. Please contact your supplier or local USW office for more information.
- This week's U.S. wheat commercial sales of 473,200 metric tons (MT) were up 11% from last week's 424,700 MT and in line with trade expectations of 350,000 MT to 600,000 MT. Year-to-date commercial sales for delivery in 2021/22 total 7.5 million metric tons (MMT), 12% lower than last year at the same time. USDA expects total 2021/22 U.S. wheat exports will reach 23.8 MMT, 12% lower than last year, if realized.
- On July 19, USDA reported 73% of the U.S. winter wheat crop harvested, just one point behind the 5-year average of 74%. The U.S. spring wheat crop conditions declined this week with 11% rated good to excellent, down from 16% last week. Over half of the crop is rated as being in poor to very poor condition. The USDA also reported 92% of the U.S. spring wheat crop headed, even with the 5-year average of 92%. The latest USW Harvest Report can be found here.
- This week, hot dry weather continued to scorch parts of the Pacific Northwest (PNW), Montana, and many Plains states. Smoke from wildfires lowered temperature in parts of the PNW slowing crop maturity slightly. Still, drought conditions prevailed and soil moisture in Washington was reported 98% short or very short. Minnesota, too, saw conditions degrade and soil moisture there was rated 78% short to very short. Soil moisture levels in the South, Midwest and East, where soft red winter will be seeded in September remain adequate.
- Russian bakers say they plan to raise bread prices in August as much as 12% due to higher production costs that are not offset by state subsidies, reported the Russian daily newspaper Kommersant. Russia's agriculture ministry was quoted saying no significant increase for bread prices was needed because domestic prices of wheat are down 7.2% so far this year. Even so, Russian bread prices are up 4.6% since the start of 2021, said the agriculture ministry. Bread producers receive state subsidies if they do not raise consumer prices.
- Dry conditions continue to dominate Canada's western wheat growing provinces. Continuous warm weather has also depleted soil moisture with more heat in the 10-day forecast. Some areas are expected to see temperatures get above 40° C (100°+ F). In Saskatchewan, spring wheat was rated 25% good or excellent on July 12, a 33-point drop from June 28. Additionally, Transport Canada ceased all train movement to Vancouver, the busiest grain export port, earlier this month following a wildfire that decimated the city of Lytton, British Columbia, and delayed railcar movement.
- According to AgriCensus, prices for Ukrainian wheat with 11.5% dry matter protein (11.0% on 12% moisture basis) exported from deep water Black Sea ports have jumped \$13.00/MT for loading in August and \$14.00/MT in September. Concern over quality, harvest delays, and busy port lineups are all adding to local export basis. Weather restricted grain loading at four Black Sea ports on Thursday according to the seaport authority. Harvest is also behind as rain has kept farmers out of the field and there is some concern that fusarium head blight damage could increase feed grade wheat volume. Farmer selling is light, too, on worry about production amounts.
- Kazakhstan's government says it will ban the export of barley and wheat used for animal feed and completely ban the export of rye for six months as drought in the Central Asian nation has caused a shortage of animal feed. The restrictions will go into effect Aug.15 but are subject to change. The Kazakh Grain Union opposed the move and said the grain industry should be notified of any plans to regulate the market. The USDA lowered its forecast for Kazakh spring crops by 1.0 MMT to 13.0 MMT, down 8.8% from 2020.
- Warm, dry conditions in Germany quickly gave way to damage and quality issues after heavy rains caused flash flooding last week. Germany's Raiffeisen Association (DRV) cut its overall grain production forecast and pegged wheat at 22.82 MMT. Harvest was also delayed in Germany's southern region where disease pressure concern increased. German traders said the rain's impact on river grain transportation has been minimal so far. More rain is forecast at the end of the week.
- Stratégie Grains cut its estimate for France's 2021 soft wheat harvest after a crop tour showed lower than expected yields in the northeastern part of the country. The crop tour also unveiled overall disappointment in wheat quality. Stratégie Grain now expects the soft (non-durum) wheat harvest to be between 37.0 MMT and 37.5 MMT, down from last week's 38.0 MMT forecast but still well above last year's 29.0 MMT harvest.
- The Baltic Dry Index (BDI), an assessment of the average cost to ship raw materials such as grains, coal, and iron ore, increased 5% on the week to end at 3,199.
- The U.S. Dollar Index increased slightly from last week's 92.71 to close at 92.87.

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