

Weekly Price Report January 07, 2022

U.S. Wheat FOB & Export Basis Estimates

Export Region	Class & Percent Protein 12% (Dry) Moisture Basis		JAN (H22)				JAN (H22)		FEB (H22)		MAR (H22)		APR (K22)		MAY (K22)		JUN (N22)		JUL (N22)	
			(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	Closed	Closed	Closed	Closed	Closed	Closed	Closed	Closed	Closed	375	100	375	100	372	100	372	100	
	NS/DNS 14.0 (15.9)*	M	Closed	Closed	Closed	Closed	Closed	Closed	Closed	Closed	Closed	377	105	377	105	374	105	374	105	
	NS/DNS 14.5 (16.5)*	M	Closed	Closed	Closed	Closed	Closed	Closed	Closed	Closed	Closed	379	110	379	110	376	110	376	110	
Gulf of Mexico	NS/DNS 13.5 (15.3)*	M	11.43	-0.73	-27	314	420	220	420	220	413	200	412	200	412	200	409	200	409	200
	NS/DNS 14.0 (15.9)*	M	11.48	-0.73	-27	315	422	225	422	225	415	205	413	205	413	205	411	205	411	205
	NS/DNS 14.5 (16.5)*	M	11.58	-0.73	-27	319	426	235	426	235	418	215	417	215	417	215	414	215	414	215
	HRW Ord	K	10.05	-0.32	-12	295	369	230	366	220	356	195	355	190	355	190	355	190	355	190
	HRW 11.0 (12.5)	K	10.15	-0.32	-12	295	373	240	369	230	360	205	359	200	359	200	358	200	358	200
	HRW 11.5 (13.1)	K	10.40	-0.47	-17	297	382	265	378	255	369	230	368	225	368	225	368	225	368	225
	HRW 12.0 (13.6)	K	10.65	-0.62	-23	301	391	290	388	280	378	255	377	250	377	250	377	250	377	250
	HRW 12.5 (14.2)	K	+See Below			304														
SRW	W	8.99	-0.36	-13	296	330	140	328	135	326	130	325	125	325	125	324	125	324	125	
Pacific N. West	NS/DNS 13.5 (15.3)*	M	11.03	-0.98	-36	302	405	180	409	190	409	190	406	185	406	185	401	180	401	180
	NS/DNS 14.0 (15.9)*	M	11.03	-0.98	-36	304	405	180	409	190	409	190	406	185	406	185	401	180	401	180
	NS/DNS 14.5 (16.5)*	M	11.08	-0.97	-36	310	407	185	411	195	411	195	408	190	408	190	403	185	403	185
	HRW Ord	K	10.70	-0.72	-27	310	393	295	393	295	391	290	392	290	392	290	391	290	391	290
	HRW 11.5 (13.1)	K	10.75	-0.72	-27	310	395	300	395	300	393	295	394	295	394	295	393	295	393	295
	HRW 12.0 (13.6)	K	10.85	-0.72	-27	313	399	310	399	310	397	305	397	305	397	305	397	305	397	305
	HRW 13.0 (14.8)	K	11.15	-0.72	-27	321	410	340	410	340	408	335	408	335	408	335	408	335	408	335
	SW Unspecified	\$	9.80	-0.20	-7	274	360	980	360	980	358	975	353	960	353	960	353	960	353	960
	SW 10.5 (11.9) Max	\$	11.80	-0.20	-7	274	434	1180	434	1180	432	1175	426	1160	426	1160	426	1160	426	1160
	SW 11.0 (12.5) Max [†]	\$	11.05	-0.20	-7		406	1105	406	1105	404	1100	399	1085	399	1085	399	1085	399	1085
	SW 11.5 (13.1) Max [†]	\$	10.30	-0.45	-17		378	1030	378	1030	377	1025	371	1010	371	1010	371	1010	371	1010
	WW 11.0 (12.5) with 10% Club	\$	12.35	-0.20	-7	277	454	1235	454	1235	452	1230	446	1215	446	1215	446	1215	446	1215
WW 11.0 (12.5) with 20% Club	\$	12.70	-0.20	-7	279	467	1270	467	1270	465	1265	459	1250	459	1250	459	1250	459	1250	

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

+Contact your supplier or local U.S. Wheat office for more information on Gulf HRW 12.5%

† No annual data available

Northern Durum offers from the Great Lakes for April/May 2022 delivery are quoted at \$18.00/bu (\$660.00/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	MAR (H22)			MAY (K22)		JUL (N22)		AUG (Q22)		SEP (U22)		NOV (X22)		DEC (Z22)		JAN (F23)	
	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	278.70	7.5850	(0.1650)	7.6050	(0.1800)	7.5700	(0.1275)			7.5900	(0.1225)			7.6400	(0.1050)		
Kansas City BOT HRW	284.76	7.7500	(0.3500)	7.7600	(0.3425)	7.7550	(0.2600)			7.7900	(0.2325)			7.8600	(0.1925)		
Minneapolis MGE NS/DNS	339.24	9.2325	(0.9925)	9.2025	(0.9175)	9.1225	(0.7025)			8.7950	(0.4575)			8.7400	(0.4250)		
Chicago BOT Corn	238.87	6.0675	0.1350	6.0775	0.1350	6.0450	0.1175			5.7150	0.0925			5.5775	0.1125		
Chicago BOT Soybeans	518.18	14.103	1.2175	14.1875	1.2525	14.233	1.2400	14.023	1.1325	13.505	0.8650	13.218	0.7500			13.210	0.7475

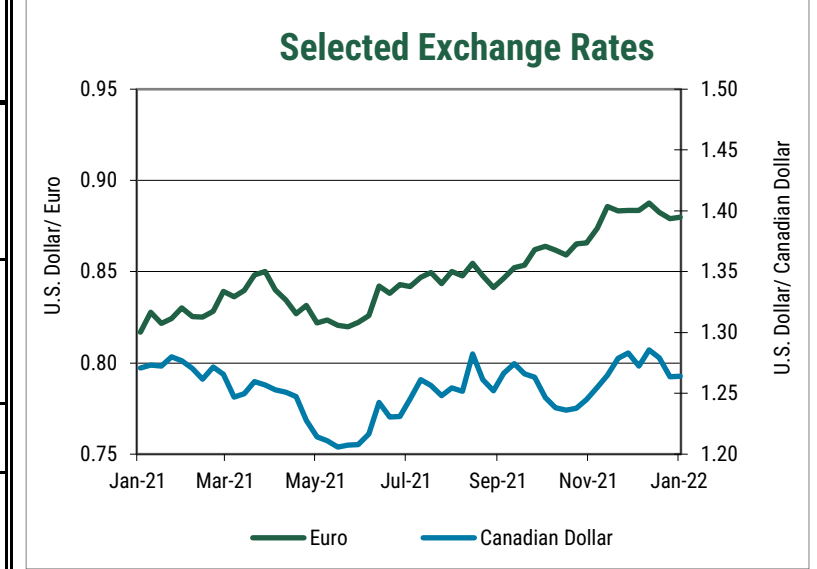
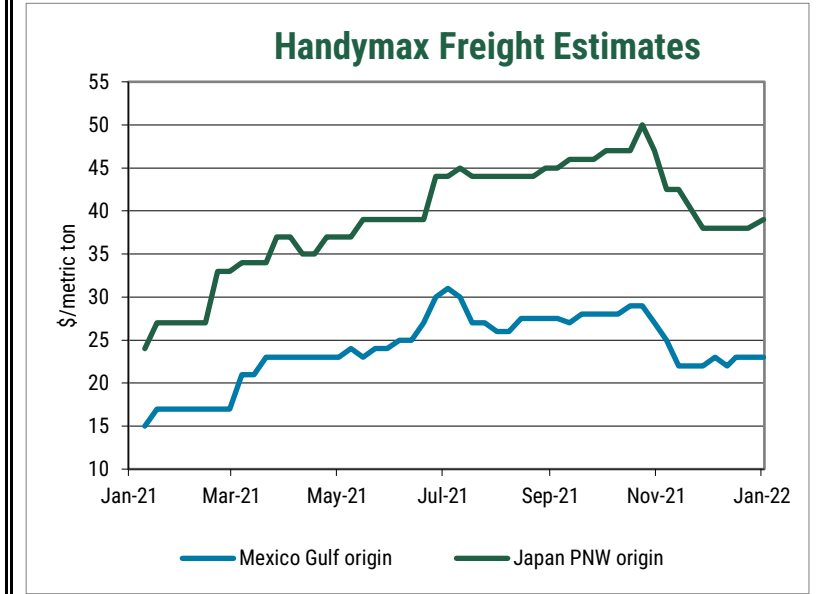
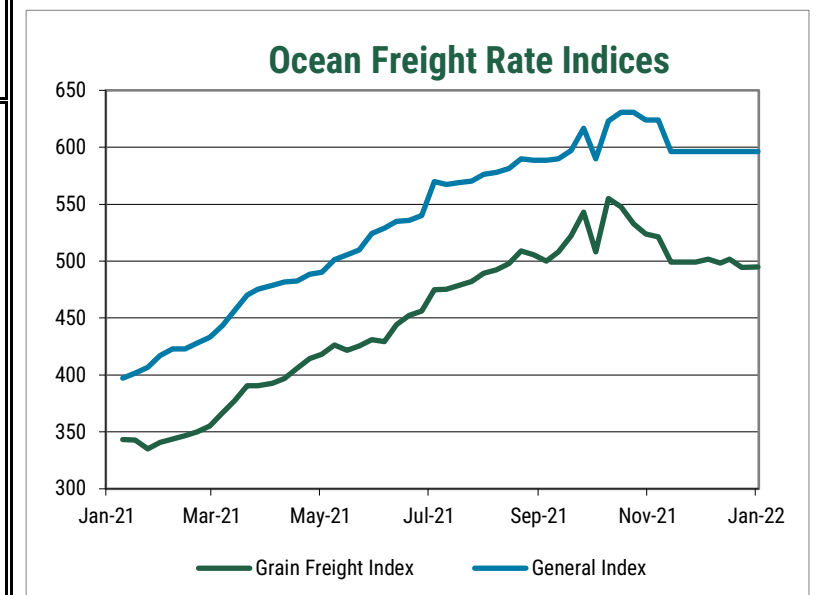
Legend: M = Minneapolis Grain Exchange; K = Kansas City Board of Trade; C = Chicago Board of Trade;
 \$ = cash price quote; N/A = quote not available; closed = Great Lakes are closed to vessels for winter; ¢/bu = cents per bushel;
 Futures Contract Month: H = March; K = May; N = July; U = September; 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).

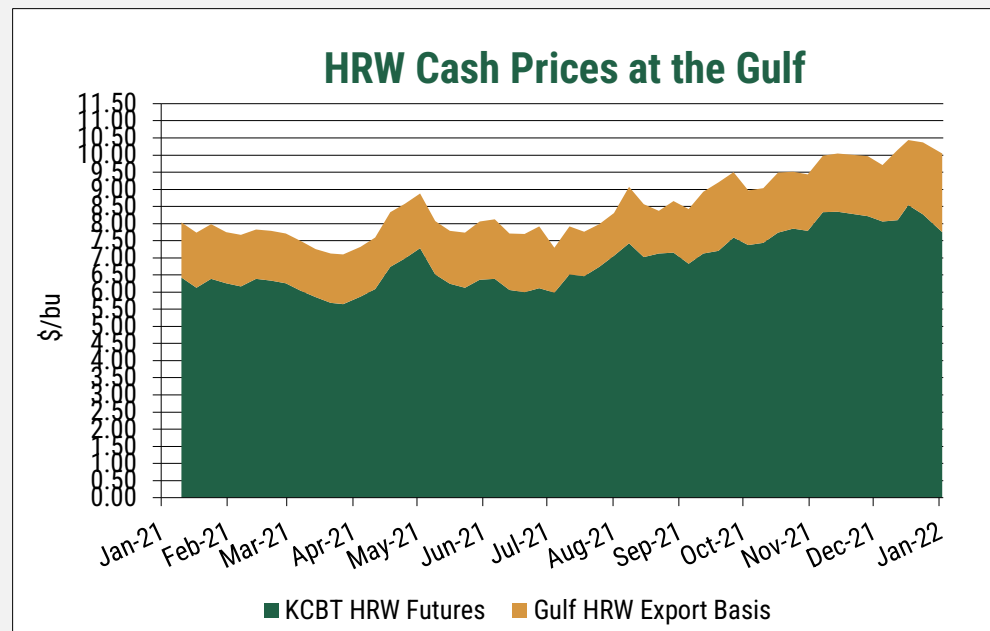
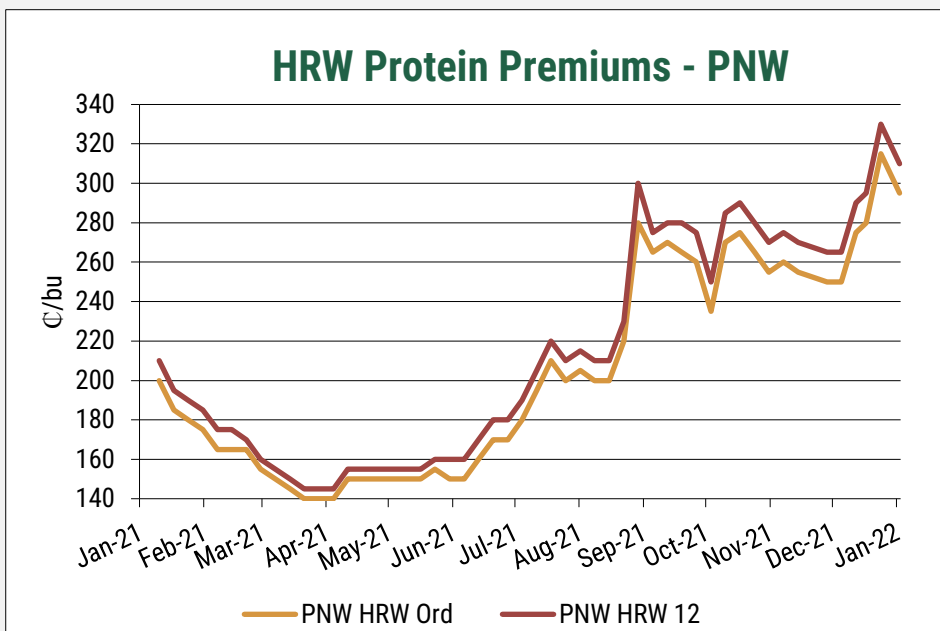
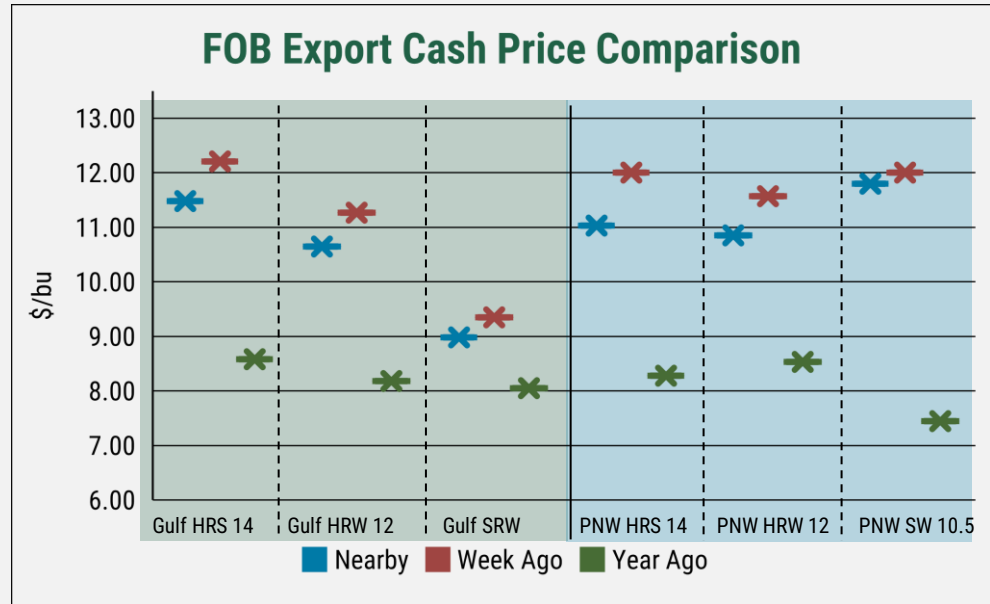
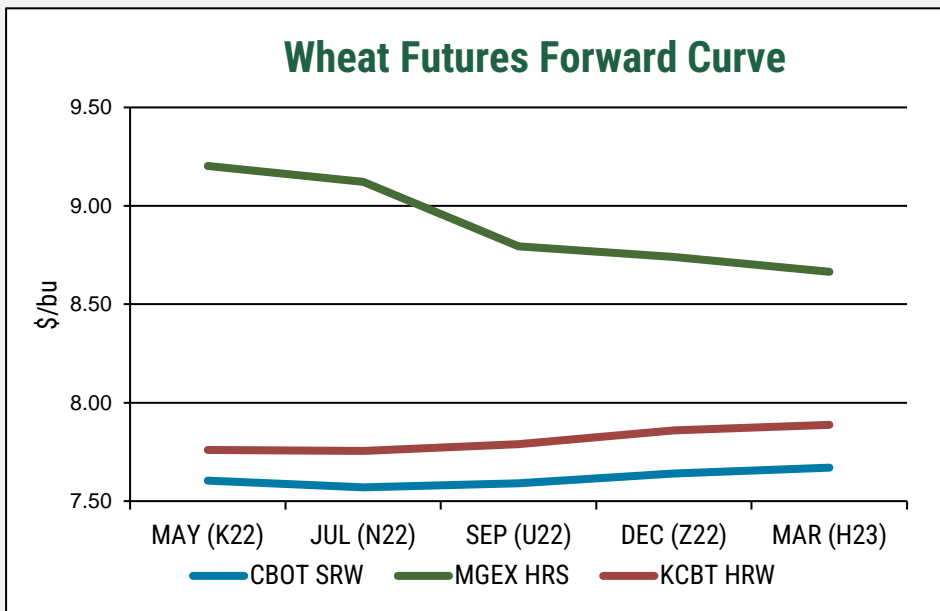
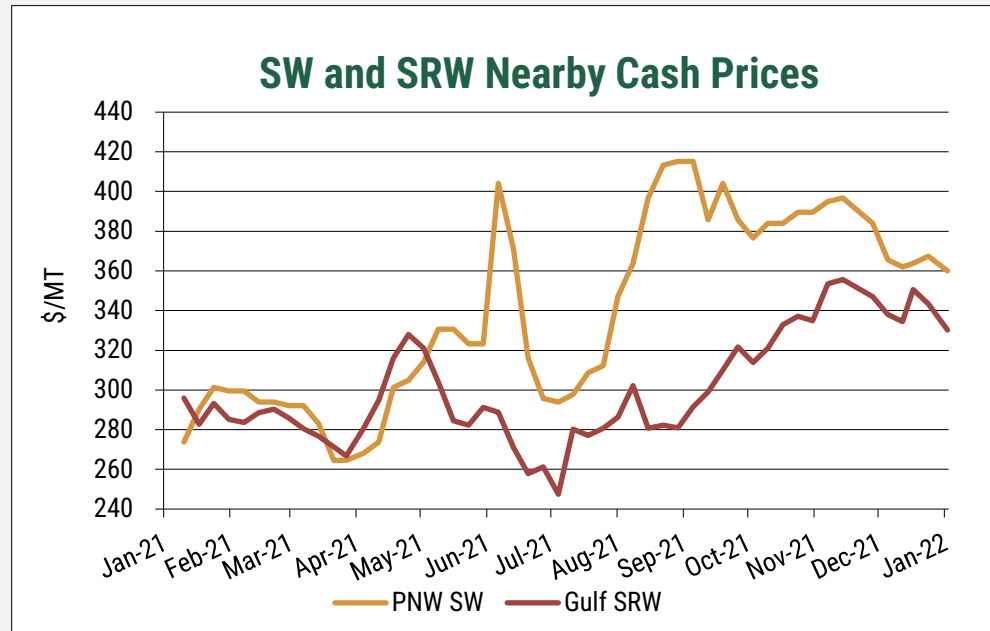
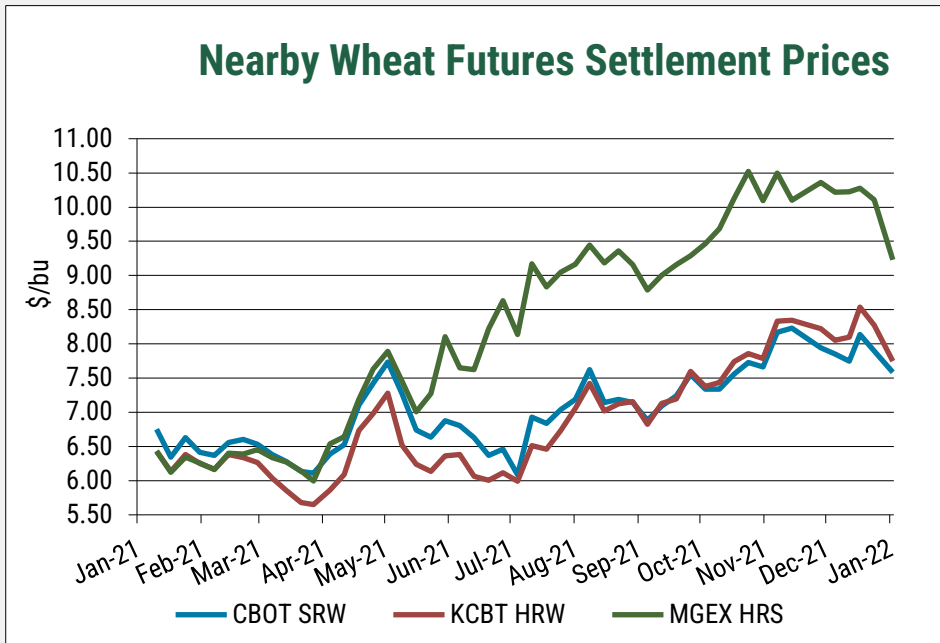
Ocean Freight Rate Estimates for Nearby Delivery			U.S. dollars/metric ton			Freight Index** Week Ending	General Index	Grain Freight Index	Number of Fixtures
Export Region	Import Region	Handy 25-30 TMT	Handymax 40-46 TMT	Panamax 54+ TMT					
U.S. Gulf	Mexico (Veracruz)	26	23		1/7/2022	494.9	596.3	563	
U.S. Gulf	W. South America (Peru/Ecu)			55	12/29/2021	494.5	596.3	517	
U.S. Gulf	S. South America (Chile)			78	12/22/2021	501.6	596.3	517	
U.S. Gulf	N. South America (Colombia)	38	37	36	12/17/2021	498.1	596.3	480	
U.S. Gulf	E. South America (Brazil)		43		12/10/2021	501.6	596.3	517	
U.S. Gulf	West Africa (Nigeria)	60			12/3/2021	499.1	596.3	484	
U.S. Gulf	East Mediterranean (Italy)	37			11/19/2021	499.2	596.3	427	
U.S. Gulf	West Mediterranean (Morocco)	57			11/12/2021	521.5	624.1	530	
U.S. Gulf	Persian Gulf (Iraq)			122	11/5/2021	523.7	624.1	449	
U.S. Gulf	Middle East (Egypt)			58	10/29/2021	532.6	630.7	519	
U.S. Gulf	Japan		71	71	10/22/2021	547.5	630.7	515	
Mid Atlantic	N. South America (Venezuela)	44			10/15/2021	555.0	623.1	514	
Mid Atlantic	West Africa (Nigeria)	67			10/8/2021	508.2	589.9	500	
Mid Atlantic	Middle East (Egypt)			43	10/1/2021	543.1	616.8	505	
St. Lawrence	N. South America (Venezuela)	20			9/24/2021	522.0	597.0	486	
St. Lawrence	Europe/Rotterdam			22	9/17/2021	508.2	589.9	487	
Great Lakes	East Mediterranean (Italy)				9/10/2021	500.2	588.4	461	
Great Lakes	West Mediterranean (Spain)				9/3/2021	505.4	588.4	425	
Great Lakes	Europe/Rotterdam				8/27/2021	508.8	590.0	482	
Great Lakes	West Mediterranean (Morocco)				8/20/2021	497.9	581.5	488	
PNW	W. South America (Peru/Ecu)	60			8/13/2021	492.4	578.1	476	
PNW	S. South America (Chile)	61			8/6/2021	489.5	576.4	484	
PNW	N. South America (Colombia)	50			7/30/2021	482.0	570.3	446	
PNW	Persian Gulf (Iraq)			98	7/23/2021	478.5	569.2	457	
PNW	Middle East (Egypt)			58	7/16/2021	475.3	567.4	485	
PNW	East Africa (Djibouti/Mombasa)		46	51	7/9/2021	475.0	570.0	487	
PNW	South Asia (Mal/Indon/Phil/Sing)			51	7/2/2021	456.0	539.9	475	
PNW	Taiwan		40	43	6/25/2021	452.2	535.8	460	
PNW	South Korea		47	56	6/18/2021	444.3	535.1	486	
PNW	Japan		39	39	6/11/2021	429.2	528.8	517	

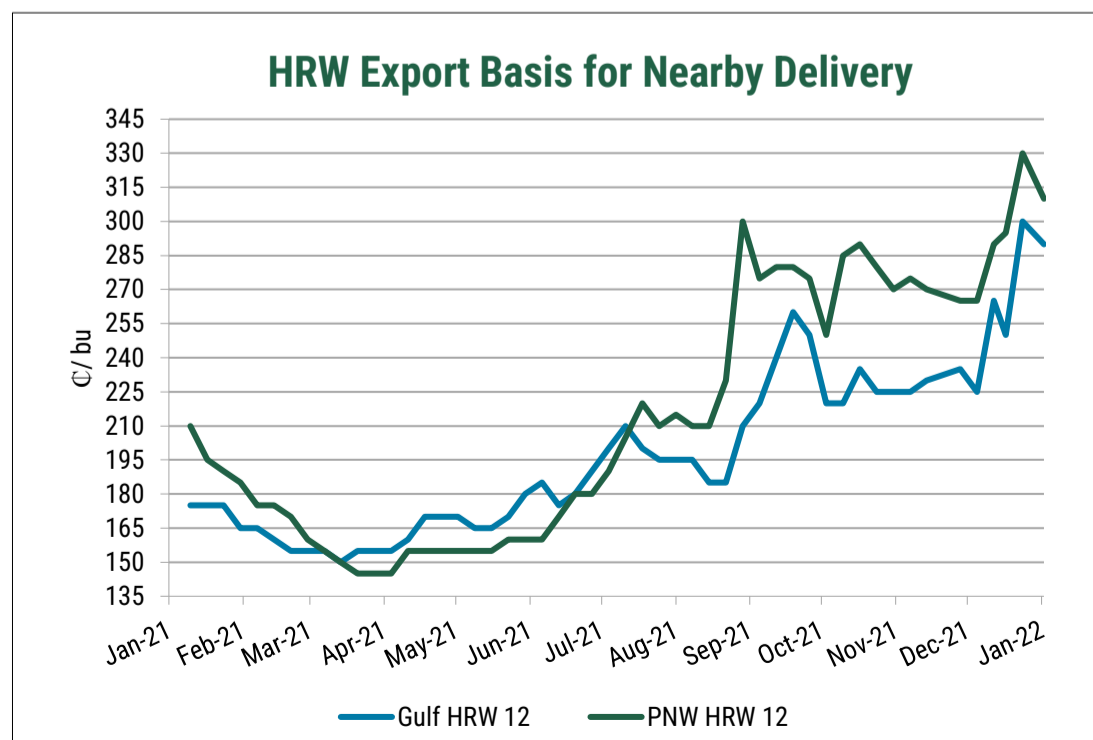
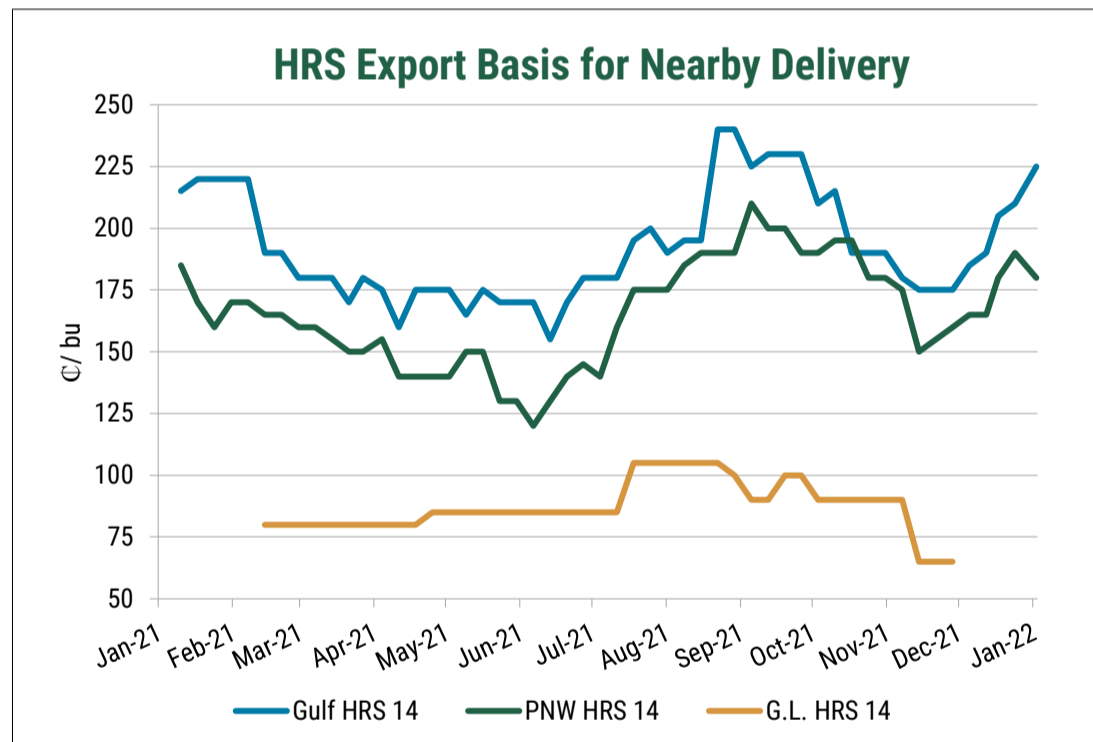
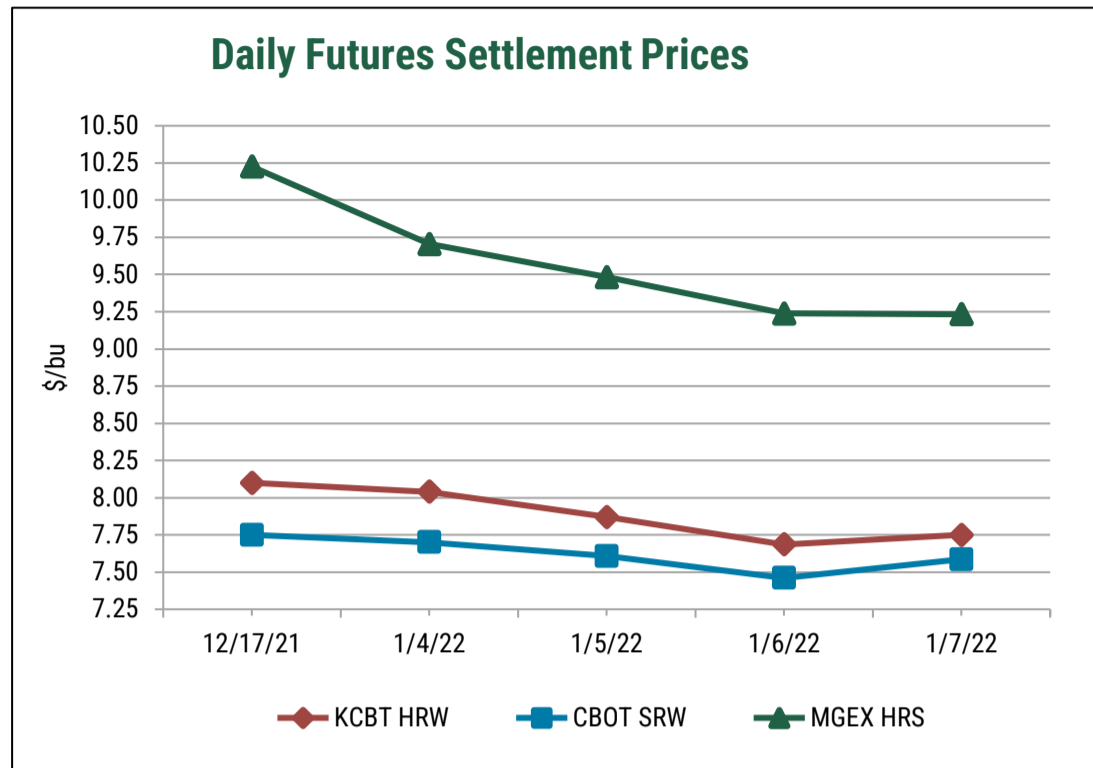


Sources: *Trade representatives and recent shipments, **Maritime Research, Inc., ***Nominal Major Currencies, Federal Reserve Board

Summary of Foreign Currency Exchange Rates (versus \$1 U.S.)									
Week Ending	Index***	Argentina	Australia	Brazil	Canada	Egypt	EU	Japan	Russia
1/7/22	N/A	103.27	1.391	5.629	1.264	15.68	0.880	115.6	75.46
12/31/21	N/A	102.68	1.376	5.570	1.264	15.70	0.879	115.1	74.76
12/24/21	N/A	102.24	1.385	5.668	1.279	15.69	0.883	114.4	73.63
12/17/21	115.8	101.96	1.400	5.671	1.286	15.71	0.888	113.6	74.08
1/7/21	111.3	45.17	1.287	5.408	1.269	15.67	0.815	103.8	74.70
1/7/17	N/A	15.869	1.359	3.197	1.321	18.200	0.946	116.0	60.11
1 year change	N/A	128.62%	8.08%	4.08%	-0.41%	0.07%	7.98%	11.34%	1.02%
5 year change	N/A	550.74%	2.35%	76.09%	-4.35%	-13.82%	-6.93%	-0.36%	25.55%

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.





- Wheat futures ended the week down. CBOT soft red winter (SRW) futures lost 17 cents to close at \$7.58/bu. KCBT hard red winter (HRW) futures were down 35 cents to end at \$7.75/bu. MGE hard red spring (HRS) futures lost 99 cents to close at \$9.23/bu. CBOT corn futures were down 13 cents to \$6.06/bu. CBOT soybean futures were up \$1.16 at \$14.01/bu.
- Basis was mixed this week in the Gulf and was down in the Pacific Northwest (PNW). Grain traders continued to cite poor railroad performance for prices staying firm despite disappointing export performance the last couple of weeks.
- Net U.S. wheat commercial sales of 48,600 metric tons (MT) for the week ending on December 30 for delivery in 2021/22 were down 76% from last week's 199,500 (MT) and below trade expectations of 200,000 MT to 450,000 MT. Year-to-date commercial sales for delivery in 2021/22 total 15.8 million metric tons (MMT), 24% lower than the same time last year. USDA expects 2021/22 U.S. wheat exports will reach 22.8 MMT, 16% lower than last year if realized.
- Winter weather, including significant snowfall, was seen on both coasts but not from the High Plains south into Texas. The Texas and Oklahoma Panhandles, as well as central Oklahoma, have received only 25% of normal precipitation in the last 60 days while eastern Oklahoma benefited from rain that soaked the southeastern region of the U.S. In the High Plains, eastern North Dakota saw improvements to drought conditions after reassessing the benefits of earlier weather patterns. In southern Kansas, seasonal dryness persisted and conditions worsened with warmer than usual temperatures. Wide swaths of Idaho and central Montana have benefited from rain in the PNW.
- Argentina's Buenos Aires Grains Exchange (BAGE) raised its estimate for the current wheat harvest from 21.5 MMT to 21.8 MMT due to higher-than-expected yields. The grains exchange has raised its forecast multiple times as good weather has improved the harvest, which is 99.3% complete. BAGE this week warned that a "prolonged and intense heatwave" will affect most of the agricultural area while rain will be limited.
- According to the United Nations (UN) Food and Agriculture Organization (FAO), world food prices were up 28% in 2021, their biggest jump in a decade. And the UN warned prices are unlikely to relent any time soon. The FAO food price index averaged 125.7 points in 2021, the highest since 2011 when it registered 131.9 points. However, after four months of consecutive growth, the index in December was lower led by steep reductions in the dairy, vegetable oils and sugar sectors. The cereals index which includes wheat was down 0.6%. The report blamed higher food prices on the pandemic and warned that higher input costs such as fertilizer will continue to keep prices high.
- Ukraine has exported nearly 26% more grain in 2021/22 compared to the previous season. Wheat exports so far have reached 16.1 MMT, just 500,000 MT less than all of 2020/21. The agriculture ministry expects wheat exports to reach 24.5 MMT. The Ukrainian grain traders association UGA said in December that there is no need to curb wheat exports from the Black Sea country. Even so, the government will consider limiting milling wheat export in the first half of 2022 said two sources quoted by Reuters.
- Between April and October of 2021 India's wheat exports were 3.2 MMT, up 527% compared to the same period in 2020/21 reported Food and Beverage News. In terms of value, exports were up 546% compared to the same period at \$827 million. Since 2016, Indian exports have risen an average of 49% annually according to the International Trade Centre. According to the USDA's Foreign Agriculture Service, Indian exports in 2021/22 are 5.2 MMT, up 466% compared to the five-year average of 927,000 MT.
- The Baltic Dry Index (BDI), an assessment of the average cost to ship raw materials such as grains, coal, and iron ore, decreased 4% on the week to end at 2,289.
- The U.S. Dollar Index decreased slightly from last week's 96.19 to close at 96

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