



U.S. Wheat Associates

Weekly Price Report

January 8, 2016

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| Export Region | Percent Protein 12% (Dry) Moisture Basis | | JAN (H16) | | | JAN (H16) | | FEB (H16) | | MAR (H16) | | APR (K16) | | MAY (K16) | | JUN (N16) | | JUL (N16) | | Year Ago (nearbys) \$/MT |
|-------------------|---|------|------------------------|----------------------|-----|-----------|---------------|-----------|---------------|-----------|---------------|-----------|---------------|-----------|---------------|-----------|---------------|-----------|---------------|--------------------------------|
| | | | (nearbys) FOB \$/bu | week change \$/bu | N/A | 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 13.0 (14.8) | M | closed | N/A | N/A | closed | N/A | closed | N/A | closed | N/A | 209 | 60 | 209 | 60 | 208 | 50 | 208 | 50 | N/A |
| | NS/DNS 13.5 (15.3) | M | closed | N/A | N/A | closed | N/A | closed | N/A | closed | N/A | 209 | 60 | 209 | 60 | 208 | 50 | 208 | 50 | N/A |
| | NS/DNS 14.0 (15.9) | M | closed | N/A | N/A | closed | N/A | closed | N/A | closed | N/A | 214 | 75 | 214 | 75 | 214 | 65 | 214 | 65 | N/A |
| Gulf of Mexico | NS/DNS 13.0 (14.8) | M | 6.71 | -0.02 | -1 | 247 | 170 | 243 | 160 | 243 | 160 | 244 | 155 | 244 | 155 | 243 | 145 | 243 | 145 | 277 |
| | NS/DNS 13.5 (15.3) | M | 6.71 | -0.02 | -1 | 247 | 170 | 243 | 160 | 243 | 160 | 244 | 155 | 244 | 155 | 243 | 145 | 243 | 145 | 288 |
| | NS/DNS 14.0 (15.9) | M | 6.96 | 0.03 | 1 | 256 | 195 | 252 | 185 | 252 | 185 | 253 | 180 | 253 | 180 | 252 | 170 | 252 | 170 | 302 |
| | HRW Ord | K | 5.78 | 0.15 | 6 | 212 | 105 | 209 | 95 | 209 | 95 | 209 | 85 | 209 | 85 | 208 | 75 | 208 | 75 | 261 |
| | HRW 11.0 (12.5) | K | 5.83 | 0.15 | 6 | 214 | 110 | 210 | 100 | 210 | 100 | 210 | 90 | 210 | 90 | 210 | 80 | 210 | 80 | 263 |
| | HRW 11.5 (13.1) | K | 5.88 | 0.15 | 6 | 216 | 115 | 212 | 105 | 212 | 105 | 212 | 95 | 212 | 95 | 212 | 85 | 212 | 85 | 265 |
| | HRW 12.0 (13.6) | K | 5.93 | 0.15 | 6 | 218 | 120 | 214 | 110 | 214 | 110 | 214 | 100 | 214 | 100 | 214 | 90 | 214 | 90 | 267 |
| HRW 12.5 (14.2) | K | 6.03 | 0.15 | 6 | 221 | 130 | 218 | 120 | 218 | 120 | 218 | 110 | 218 | 110 | 218 | 100 | 218 | 100 | 268 | |
| SRW | C | 5.59 | -0.03 | -1 | 205 | 80 | 202 | 70 | 202 | 70 | 203 | 70 | 203 | 70 | 202 | 60 | 202 | 60 | 259 | |
| Pacific N. West | NS/DNS 13.0 (14.8) | M | 6.11 | -0.12 | -4 | 224 | 110 | 223 | 105 | 223 | 105 | 223 | 100 | 223 | 100 | 227 | 100 | 227 | 100 | 290 |
| | NS/DNS 13.5 (15.3) | M | 6.11 | -0.12 | -4 | 224 | 110 | 223 | 105 | 223 | 105 | 223 | 100 | 223 | 100 | 227 | 100 | 227 | 100 | 297 |
| | NS/DNS 14.0 (15.9) | M | 6.21 | -0.12 | -4 | 228 | 120 | 226 | 115 | 226 | 115 | 227 | 110 | 227 | 110 | 230 | 110 | 230 | 110 | 308 |
| | HRW Ord | K | 5.78 | -0.05 | -2 | 212 | 105 | 212 | 105 | 214 | 110 | 218 | 110 | 218 | 110 | 218 | 100 | 218 | 100 | 261 |
| | HRW 11.5 (13.1) | K | 5.83 | -0.04 | -2 | 214 | 110 | 214 | 110 | 216 | 115 | 220 | 115 | 220 | 115 | 219 | 105 | 219 | 105 | 263 |
| | HRW 12.0 (13.6) | K | 5.88 | -0.05 | -2 | 216 | 115 | 216 | 115 | 218 | 120 | 221 | 120 | 221 | 120 | 221 | 110 | 221 | 110 | 265 |
| | HRW 13.0 (14.8) | K | 6.13 | -0.05 | -2 | 225 | 140 | 225 | 140 | 227 | 145 | 231 | 145 | 231 | 145 | 230 | 135 | 230 | 135 | 272 |
| | SW Unspecified | \$ | 5.50 | -0.25 | -9 | 202 | 5.50 | 202 | 5.50 | 202 | 5.50 | 200 | 5.45 | 200 | 5.45 | 198 | 5.40 | 198 | 5.40 | 265 |
| | SW 10.5 (11.9) Max | \$ | 6.65 | -0.30 | -11 | 244 | 6.65 | 244 | 6.65 | 244 | 6.65 | 243 | 6.60 | 243 | 6.60 | 241 | 6.55 | 241 | 6.55 | 290 |
| SW 9.5 (10.8) Max | \$ | 8.65 | 0.15 | 6 | 318 | 8.65 | 318 | 8.65 | 318 | 8.65 | 316 | 8.60 | 316 | 8.60 | 314 | 8.55 | 314 | 8.55 | 318 | |
| WW with 10% Club | \$ | 6.85 | -0.35 | -13 | 252 | 6.85 | 252 | 6.85 | 252 | 6.85 | 250 | 6.80 | 250 | 6.80 | 248 | 6.75 | 248 | 6.75 | 299 | |
| WW with 20% Club | \$ | 7.05 | -0.40 | -15 | 259 | 7.05 | 259 | 7.05 | 259 | 7.05 | 257 | 7.00 | 257 | 7.00 | 255 | 6.95 | 255 | 6.95 | 309 | |

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

Offers from the Lakes range from \$7.62 to \$7.89/bu (\$280 to \$290/MT). Offers from Gulf ports range from \$8.02 to \$8.30/bu (\$295 to \$305/MT).

Futures Settlements as of January 8, 2016

Grey positions not quoted on a specific exchange

| | MAR (H16) | JAN (F16) | change | MAR (H16) | change | MAY (K16) | change | JUL (N16) | change | AUG (Q16) | change | SEP (U16) | change | NOV (X16) | change | DEC (Z16) | change |
|------------------------|-----------|-----------|----------|-----------|----------|-----------|----------|-----------|----------|-----------|----------|-----------|----------|-----------|----------|-----------|----------|
| | \$/MT | \$/bu | \$/bu | \$/bu | \$/bu | \$/bu | \$/bu | \$/bu | \$/bu | \$/bu | \$/bu | \$/bu | \$/bu | \$/bu | \$/bu | \$/bu | \$/bu |
| Chicago BOT SRW | 175.82 | | | 4.7850 | (0.0825) | 4.8375 | (0.0925) | 4.9025 | (0.0875) | | | 4.9975 | (0.0875) | | | 5.1350 | (0.0975) |
| Kansas City BOT HRW | 173.70 | | | 4.7275 | (0.0950) | 4.8250 | (0.0975) | 4.9225 | (0.1075) | | | 5.0575 | (0.1050) | | | 5.2550 | (0.0975) |
| Minneapolis MGE NS/DNS | 184.08 | | | 5.0100 | (0.0700) | 5.0800 | (0.0950) | 5.1675 | (0.1050) | | | 5.2775 | (0.1050) | | | 5.4325 | (0.1125) |
| Chicago BOT Corn | 131.17 | | | 3.5700 | (0.1750) | 3.6275 | (0.1775) | 3.6900 | (0.1725) | | | 3.7475 | (0.1500) | | | 3.8300 | (0.1400) |
| Chicago BOT Soybeans | 317.92 | 8.7950 | (0.1275) | 8.6525 | (0.2750) | 8.6800 | (0.3000) | 8.7475 | (0.2975) | 8.7700 | (0.3000) | 8.7625 | (0.2925) | 8.7850 | (0.2875) | | |

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.

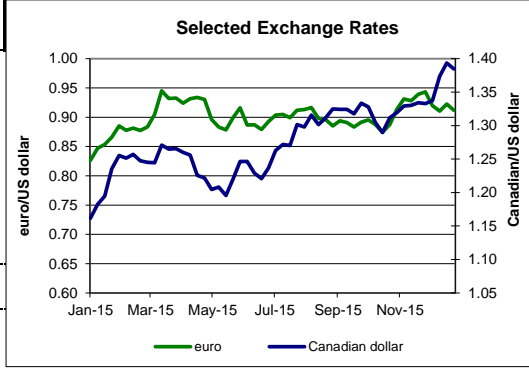
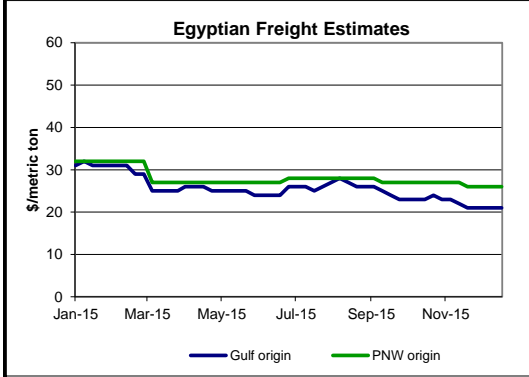
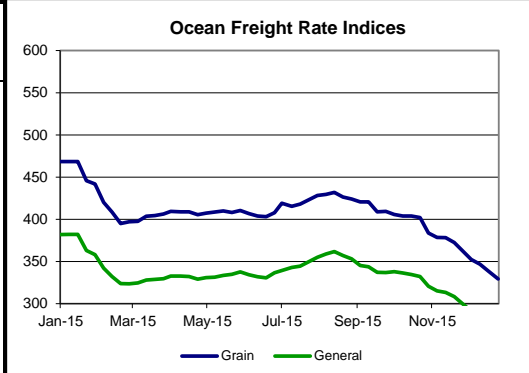
Example: Basis = 70 and Future Price = \$9.00, the price per bushel is \$9.00 + .70 = \$9.70/bu. Price per metric ton is \$9.70 * 36.743 = \$356/MT.

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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 Weekly Price Report (page 2)
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| 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) | 13 | 12 | | 1/1/2016 | 271.1 | 329.3 | 179 |
| | W. South America (Peru/Ecu) | 22 | | | 12/25/2015 | 273.3 | 331.5 | 371 |
| | S. South America (Chile) | 25 | | | 12/18/2015 | 274.6 | 332.8 | 583 |
| | N. South America (Colombia) | 14 | | | 12/11/2015 | 280.9 | 338.7 | 569 |
| | E. South America (Brazil) | 26 | | | 12/4/2015 | 288.7 | 346.9 | 572 |
| | West Africa (Nigeria) | 46 | | | 11/27/2015 | 291.2 | 352.3 | 600 |
| | East Mediterranean (Italy) | 29 | | | 11/20/2015 | 299.8 | 362.0 | 594 |
| | West Mediterranean (Morocco) | 28 | | | 11/13/2015 | 308.3 | 372.6 | 458 |
| | Middle East (Egypt) | | | | 11/6/2015 | 313.4 | 378.3 | 560 |
| | Japan | | | 25 | 24 | 10/30/2015 | 315.2 | 378.4 |
| Mid Atlantic | N. South America (Venezuela) | 35 | | | 10/23/2015 | 320.7 | 383.8 | 591 |
| | West Africa (Nigeria) | 48 | | | 10/16/2015 | 332.1 | 402.1 | 600 |
| | Middle East (Egypt) | | | 41 | 10/9/2015 | 334.5 | 404.0 | 555 |
| St. Lawrence | N. South America (Venezuela) | 37 | | | 10/2/2015 | 336.5 | 404.0 | 523 |
| | Europe/Rotterdam | 30 | | | 9/25/2015 | 338.0 | 405.7 | 586 |
| | Middle East (Egypt) | | | 26 | 9/18/2015 | 336.8 | 409.5 | 590 |
| Great Lakes | East Mediterranean (Italy) | 69 | | | 9/11/2015 | 337.2 | 408.8 | 523 |
| | West Mediterranean (Spain) | 64 | | | 9/4/2015 | 343.7 | 420.5 | 436 |
| | Rotterdam | 59 | | | 8/28/2015 | 345.3 | 420.6 | 505 |
| | West Africa (Morocco/Algeria) | 64 | | | 8/21/2015 | 353.0 | 423.9 | 583 |
| PNW | W. South America (Peru/Ecu) | 25 | | | 8/14/2015 | 357.0 | 426.4 | 489 |
| | S. South America (Chile) | 28 | | | 8/7/2015 | 361.8 | 432.0 | 520 |
| | N. South America (Colombia) | 20 | | | 7/31/2015 | 359.0 | 429.5 | 472 |
| | Middle East (Egypt) | | | 26 | 7/24/2015 | 354.9 | 428.2 | 518 |
| | East Africa (Djibouti/Mombasa) | | 48 | | 7/17/2015 | 349.0 | 425.4 | 683 |
| | South Asia (Mal/Indon/Phil/Sing) | | 32 | 25 | 7/10/2015 | 344.5 | 418.0 | 527 |
| | Taiwan | | 20 | 19 | 7/3/2015 | 342.8 | 415.5 | 535 |
| | South Korea | | 23 | 21 | 6/25/2015 | 345.9 | 419.0 | 557 |
| Japan | | 17 | 16 | 6/19/2015 | 336.7 | 407.8 | 625 | |



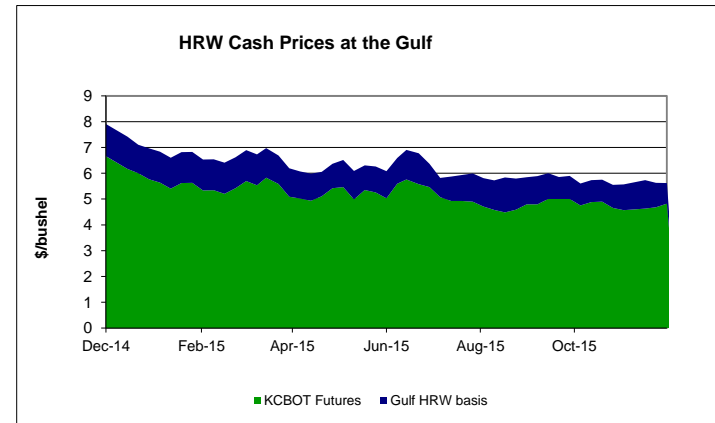
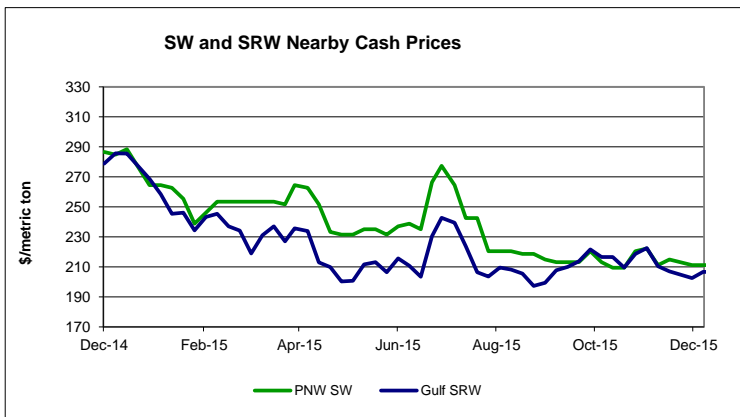
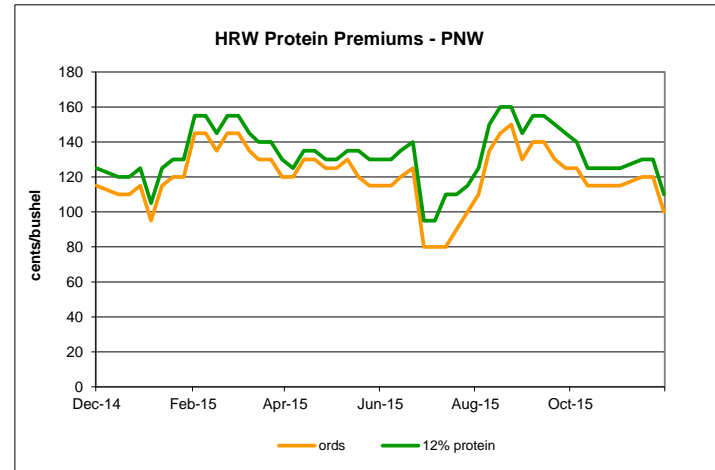
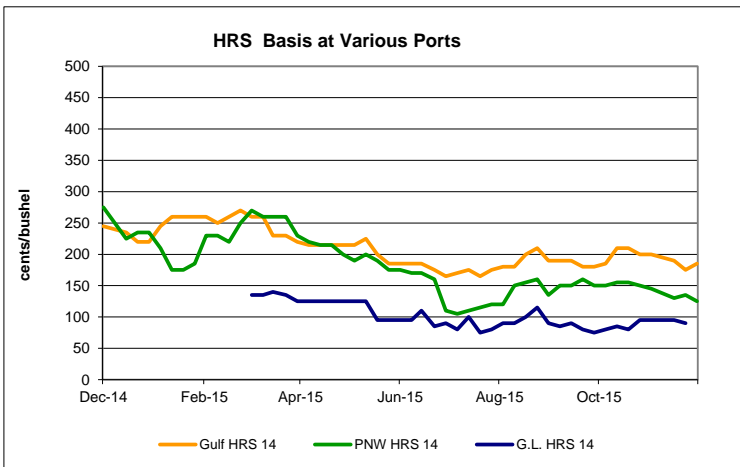
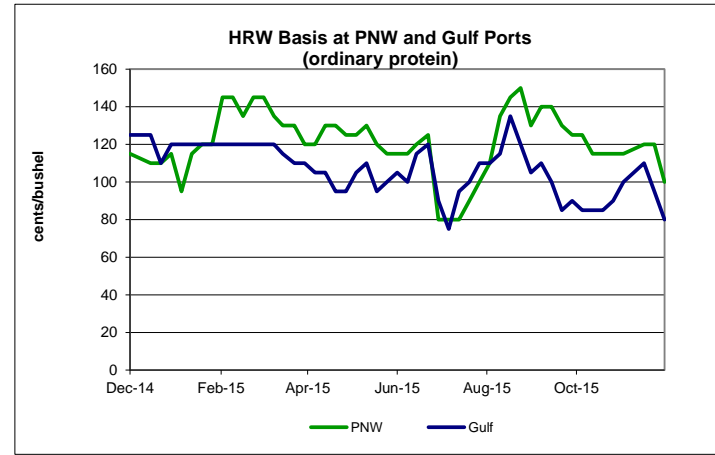
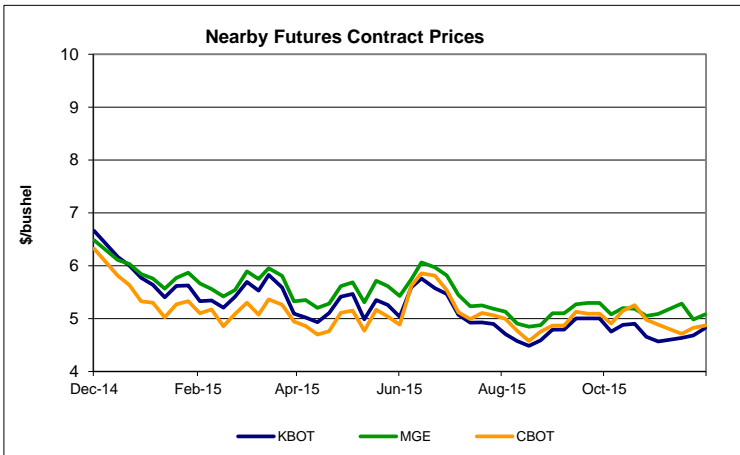
Note: Rates for freight leaving the Great Lakes are quoted for 18,000 MT "Salties."
 Sources: *Trade representatives and recent shipments, **Maritime Research, Inc., ***Nominal Major Currencies, Federal Reserve Board

| Summary of Foreign Currency Exchange Rates (versus \$1 U.S. dollar) | | | | | | | | | |
|---|----------|-----------|-----------|---------|--------|--------|--------|---------|---------|
| Week Ending | Index*** | Argentina | Australia | Brazil | Canada | Egypt | EU | Japan | Russia |
| 1/8/16 | N/A | 13.882 | 1.432 | 4.033 | 1.413 | 7.832 | 0.918 | 117.784 | 74.844 |
| 1/1/16 | N/A | 12.916 | 1.371 | 3.955 | 1.383 | 7.775 | 0.920 | 120.200 | 73.151 |
| 12/25/15 | N/A | 13.193 | 1.376 | 3.948 | 1.385 | 7.797 | 0.912 | 120.270 | 70.579 |
| 12/18/15 | 122.94 | 13.300 | 1.400 | 3.900 | 1.394 | 7.805 | 0.923 | 121.840 | 70.993 |
| 1/8/15 | 112.21 | 8.561 | 1.240 | 2.698 | 1.184 | 7.171 | 0.844 | 119.077 | 63.536 |
| 1/8/11 | 99.52 | 3.978 | 1.006 | 1.688 | 0.996 | 5.843 | 0.771 | 83.317 | 30.746 |
| 1 year change | N/A | 62.15% | 15.53% | 49.48% | 19.36% | 9.22% | 8.85% | -1.09% | 17.80% |
| 5 year change | N/A | 248.96% | 42.35% | 138.94% | 41.88% | 34.04% | 19.16% | 41.37% | 143.43% |

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. These contracts would 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 Stephanie Bryant-Erdmann at (703) 650-0241 or sbe@uswheat.org.



Custom graphs of historic nearby cash prices may be accessed at:
<http://www.uswheat.org/priceReports/nearbyCash>

Basis and cash prices for different delivery months are also available at:
<http://www.uswheat.org/priceReports/deliverymonth>

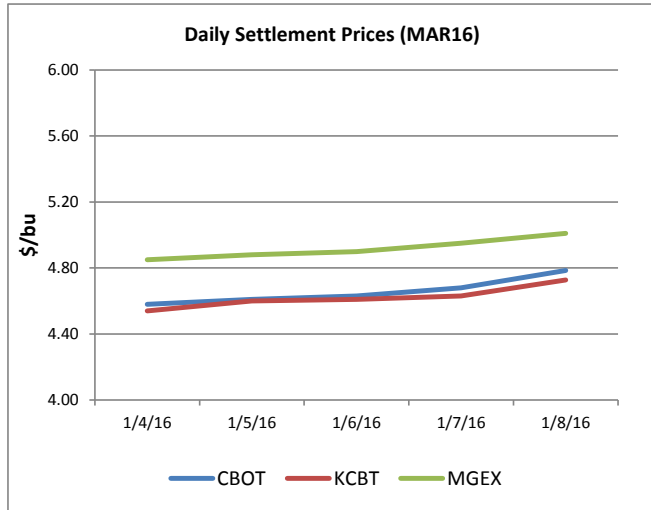


U.S. Wheat Associates

Weekly Price Report

January 8, 2016

Highlights:



* After falling to contract lows on Monday under pressure from the abundant global supply and a stronger U.S. dollar, wheat futures rebounded on technicals and closed the week with four straight days of gains. Northern Hemisphere winter wheat is in dormancy, leaving fundamentals unchanged. Since the last USW Price Report on Dec. 18, CBOT March wheat fell 8 cents to \$4.78/bu. KCBT and MGEX wheat each lost 9 cents to \$4.73/bu and \$5.01/bu, respectively. CBOT March corn dropped 17 cents to \$3.57/bu and CBOT January soybeans shed 13 cents over the holidays to close at \$8.79/bu.

* Week changes represent the change since the last Price Report of 2015 on December 18, 2015.

* Gulf basis for nearby contracts is at a premium due to flooding on the Mississippi River. The Great Lakes are now closed, and typically reopen in late March. PNW basis softened for hard red spring (HRS) and ordinary protein soft white (SW), but strengthened for low protein SW, which is becoming difficult to source due to the smaller than normal, 2015/16 SW crop according to the trade. Hard red winter (HRW) basis firmed across the United States driven by increased demand from tenders for food aid donations.

* In its weekly Export Sales Report, USDA reported net sales of 76,500 metric tons (MT) for delivery in marketing year 2015/16, a marketing year low. Sales were well below trade expectations of 200,000 to 400,000 MT. Total known outstanding sales and accumulated exports of all wheat classes for marketing year 2015/16, through Dec. 31, 2015 were 15.8 million metric tons (MMT), 15% lower than last year's year-to-date total of 18.6 MMT.

* New yield data led the Buenos Aires Grain Exchange, Bolsa de Cereales, to increase its estimate of Argentine wheat production to 10.1 MMT from its previous estimate of 9.5 MMT. Argentina's 2015/16 wheat harvest is 87% complete as of Jan. 7, behind the 2014/15 pace of 96% complete on the same date due to rain delays that also have hurt wheat quality.

* The U.S. Coast Guard restricted barge traffic on portions of the Mississippi River after heavy rains caused flooding last week.

* Egypt's agricultural quarantine authority imposed a zero tolerance requirement for ergot in imported wheat on Wednesday.

* Informa Economics, a private U.S. analytic firm, lowered its estimate of India's 2016/17 wheat production by 4 MMT to 85 MMT on lower winter sowing due to drought.

* The Baltic Panamax Index closed at 445, a record low. In 2015, the Baltic Panamax Index fell 21% from its Jan. 1, 2015 starting value of 608.

* The Dollar Index closed at 98.60. In 2015, the Dollar Index never fell below its Jan. 1, 2015 starting value of 91.08. The last time the Dollar Index spent twelve consecutive months above 90 was 2003.

* Current hard red spring (HRS) price indications are for Northern Spring. Dark Northern Spring is available, but premiums vary. Soft red winter (SRW) indications are for a minimum falling number of 250. Higher minimum specifications will carry a premium.

