

Wool Weekly

LANDMARK

Friday, 19 February 2016

Wool Market Movements

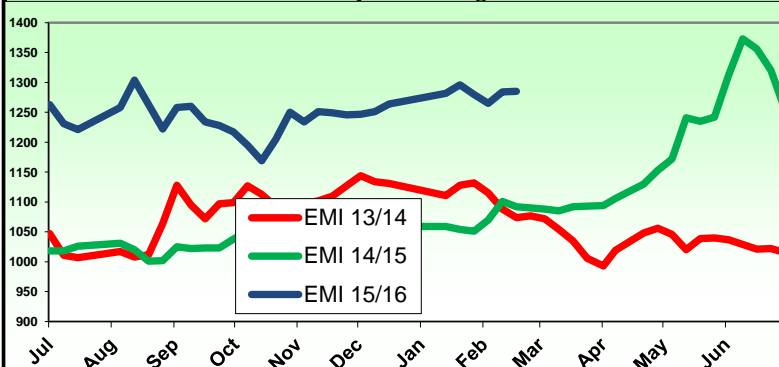
- It was an up and down week for the Australian wool market, with Merino wool prices increasing on Wednesday then falling on Thursday as the A\$ strengthened against the US\$. Over the week, the EMI increased by just 1 cent to 1385 Ac/kg while the WMI fell by 1Acent to 1355 c/kg. The A\$ was lower against the US\$ at the start of the week, then it lifted to finish at 71.67 USc, 0.59USc higher than last week's close. As a result, the EMI increased by 8 USc to 921 USc/kg. There were 40,868 bales of Australian wool offered as well as 1,744 bales of NZ wool. There was a pass-in rate of 6.7%.
- This week's market in Sydney opened on Wednesday with solid gains for Merino fleece wool and skirtings., notably for wool 18-19.5 micron. Crossbred wool prices were unchanged to a little firmer. Locks and crutchings rebounded after las week's declines. The market went into reverse on Thursday, with the 18.5 to 19.5 micron categories giving up all of Wednesday's gains and more. There was better support for 18 micron and finer wool. Demand for Crossbred wool was mixed, with firm prices for the finer end but lower prices for broader Crossbred wool. Locks and Crutchings were essentially unchanged.
- Wednesday's sale in Melbourne was more subdued than other centres and prices were steady. The exception were Oddments which recorded strong gains of up to 30 cents. In the Merino fleece wools, competition was strongest for the better spec lots. The Melbourne sale on Thursday saw some weakness, and prices for Merino wool were a little lower, although the decline was generally not as great as seen for some lines in Sydney. Crossbred wool was unchanged for the finer microns but 5-10 cents lower for the broader microns. Oddments were unchanged.
- Fremantle recorded the strongest gains of all selling centres on Wednesday, with Merino fleece prices generally lifting by between 15 and 20 cents, as did Oddments. Merino skirtings increased by 10-15 cents. All of these gains were given up on Thursday, with the finer micron wool and the 21 and 22 micron down by 15-20 cents. 20 micron wool declined by 5-10 cents. Oddments did better, lifting by 10-15c.

AWEX WEEKLY WOOL PRICES

Regional Indicator	North	Wkly Chg	South	Wkly Chg	West	Wkly Chg
c/kg clean	1313	+4	1266	-1	1355	-1
MICRON PRICE GUIDES						
16.5	1583	+7	1575	-3	-	-
17	1578	+9	1568	+5	-	-
17.5	1556	-3	1538	-3	-	-
18	1540	+9	1525	-1	1468n	+6
18.5	1495	-7	1488	-1	1456	0
19	1443	-11	1441	-4	1428	-8
19.5	1418	+1	1406	-11	1407	0
20	1406	0	1399	-5	1401	+5
21	1402	+1	1395	0	1383	-8
22	1388n	+2	1390	+1	1381n	-6
23	-	-	1376n	+5	1366n	-
24	-	-	-	-	-	-
25	1060n	-3	1071n	+6	-	-
26	976	+4	971n	+4	-	-
28	838	+7	828	-11	-	-
30	730	-13	726	-13	-	-
32	630n	-10	628n	-	-	-
MC	1107	+13	1131	+18	1104n	+26

AWEX EMI 2013/14 & 2014/15 Season v's Current

Currently: 1285 c/kg clean



Upcoming Auction Volumes

	22-02-16	29-02-16	07-03-16
Northern	S35	S36	S37
Sydney	13,064	10,870	10,300
Southern	M35	M36	M37
Melbourne	24,947	22,332	21,800
Western	F35	F36	F37
Fremantle	11,807	9,650	9,500
Total	49,818	42,852	41,600

THIS WEEK'S SALES STATISTICS

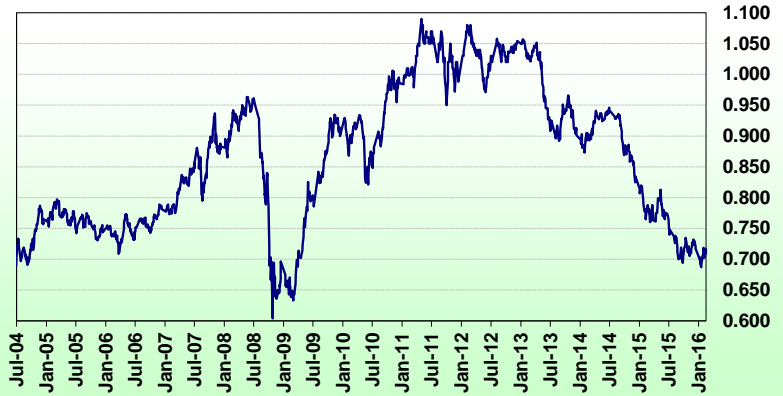
Centre	Bales Originally	Bales Offered	Bales Sold	Pass in Rate
Northern	10,600	12,293	11,812	3.9%
Southern	26,100	20,349	18,898	7.1%
Western	9,000	9,970	9,056	9.2%
TOTAL	45,700	42,612	39,766	6.7%

Average Nth-Sth MPG's as reported on 18 Feb 2016

AWEX Weekly Eastern Market Indicator Quote Comparisons

	Last Quote 1288 (+3)					
Current 1285						
		Last Week 1284 (-1)		Last Month 1282 (-3)		
						Last Year 1090 (-195)

AUD vs USD from 06-Jul-04 to 18-Feb-16



Micron	EMI	16.5	17	17.5	18	18.5	19	19.5	20	21	22	23	25	28	AUD
Current MPG's	1285	1579	1573	1547	1532.5	1491.5	1442	1412	1403	1399	1389	1376	1065.5	833	0.717
10 year Average	957	1575	1402	1397	1277	1218	1153	1095	1043	1006	978	951	777	561	0.860
This time last year	1090	1345	1326	1312	1301	1258	1204	1180	1167	1165	1163	1152	982	810	0.780
10 year High	1436	2680	2497	2339	2174	1944	1773	1674	1589	1527	1467	1389	1219	976	1.090
10 year Low	632	1259	1073	1087	881	833	777	736	686	659	654	646	549	339	0.604
%Reported above current	5%	26%	14%	16%	10%	9%	9%	8%	3%	2%	1%	0%	5%	6%	90%
Diff b/w High & Current	151	1101	924	792	641	453	331	262	187	128	78	13	154	143	0.373
Diff b/w Ave & Current	328	4	171	150	256	273	289	317	360	392	411	425	289	272	-0.144

Percentile Bands

95%	1285	2512	2215	2153	1835	1682	1567	1450	1386	1352	1320	1285	1322	839	1.050
90%	1238	1922	1689	1640	1531	1481	1431	1395	1346	1316	1279	1238	1270	721	1.035
80%	1123	1670	1501	1512	1423	1358	1311	1281	1245	1231	1207	1174	1149	665	0.986
75%	1092	1584	1465	1475	1387	1320	1274	1237	1207	1188	1170	1141	1115	649	0.946
60%	1007	1515	1376	1370	1283	1245	1192	1148	1113	1083	1058	1036	1033	568	0.900
50%	940	1478	1327	1319	1241	1189	1130	1085	1034	983	942	910	967	490	0.860
40%	883	1440	1277	1284	1185	1140	1082	996	937	914	897	870	912	478	0.791
25%	775	1394	1236	1229	1103	1045	977	914	842	784	762	737	793	464	0.760
10%	727	1314	1168	1178	1013	985	921	857	794	741	714	694	743	445	0.717

Indicative Basis Contract Prices

Date	MPG	17	17.5	18	18.5	19	19.5	20	21	22	23	28
Feb-2016		1550	1524	1509	1468	1419	1395	1385	1375	1355	1295	752
Mar-2016		1540	1514	1499	1458	1409	1385	1375	1365	1345	1285	742
Apr-2016		1520	1494	1479	1438	1389	1365	1355	1345	1325	1265	722
May-2016		1510	1484	1469	1428	1379	1355	1345	1335	1315	1255	712
Jun-2016		1500	1474	1459	1418	1369	1345	1335	1325	1305	1245	702
Jul-2016		1495	1469	1454	1413	1364	1340	1330	1320	1300	1240	697
Aug-2016		1490	1464	1449	1408	1359	1335	1325	1315	1295	1235	692
Sep-2016		1485	1459	1444	1403	1354	1330	1320	1310	1290	1230	687
Oct-2016		1480	1454	1439	1398	1349	1325	1315	1305	1285	1225	682
Nov-2016		1475	1449	1434	1393	1344	1320	1310	1300	1280	1220	677
Dec-2016		1465	1439	1424	1383	1334	1310	1300	1290	1270	1210	667
Jan-2017		1455	1429	1414	1373	1324	1300	1290	1280	1260	1200	657
Feb-2017		1455	1429	1414	1373	1324	1300	1290	1280	1260	1200	657
Mar-2017		1455	1429	1414	1373	1324	1300	1290	1280	1260	1200	657
Apr-2017		1455	1429	1414	1373	1324	1300	1290	1280	1260	1200	657

All prices on this sheet are listed in c/kg clean. Basis Contract prices are indicative only. The levels are published to use purely as a guide. For more information regarding forward contracts or to submit a GTC or Target order, contact your local Landmark wool manager, or call Landmark Risk Management on 1800 629 396.

Please use above figures as a guide to submit your GTC or Target orders. Call 1800 629 396.