

# Wool Weekly

# LANDMARK

Friday, 6 May 2016

## Wool Market Movements

- The Australian wool market was dearer again this week, boosted by the falling A\$ and a small offering. The EMI rose by 27 cents to 1268 Ac/kg while the WMI closed at 1361 Ac/kg, up 36 cents. The A\$ fell on Tuesday after the surprise interest rate cut by the Reserve Bank and finished the week at 75.02 UScents, down 1.2 UScents. In US\$ the EMI was 5 cents higher at 951 USc/kg. There were 35,914 bales offered and, with prices rising, the pass-in rate stayed low at 5.0%.
- The first day of the Sydney sale saw a strong rise in Merino fleece prices in response to a limited offering, with the best price gains seen in the 18 to 20 micron range. Prices lifted by as much as 40 cents (for 19 micron wool), with increases of 25 to 30 cents typical. Crossbred wool was 5-10 cents dearer. Locks lifted by 15 cents and Crutchings were a little higher. Prices continued to rise on Thursday, although the increases for Merino wool were more subdued, up mostly by between 5-10 cents. Crossbred prices lifted further, with the fine end gaining up to 15 cents. Oddments were in strong demand and prices lifted by 15-20 cents
- The Melbourne sale saw the benefits from a lower A\$ on Wednesday and Merino fleece prices increased, although by less than seen in either of the other two selling centres. Broader Merino wool gained the most, up by as much as 30 cents, while finer types lifted by 10-20 cents. Crossbred wool prices were 5-10 cents higher. Oddments increased by 10 cents. Merino fleece wool continued to attract good demand on Thursday and prices rose by 10-20 cents, with 17.5 micron wool 20 cents dearer. Crossbred prices were firm. Locks and Crutchings were 5-10 cents higher.
- Once again Fremantle recorded the strongest price gains of the three selling centres on Wednesday. Finer, better styled and higher tensile strength wool gained 40-50 cents. Fine and medium Merino fleece wool lifted by 35-40 cents and broader types were 25-35 cents dearer. Locks were 5-10 cents higher and Crutchings were unchanged. Price rises on Thursday were more moderate, with fine and medium Merino wool lifting by 5-10 cents, although 19.5 micron was only slightly higher. Reinvigorated demand saw

## AWEX WEEKLY WOOL PRICES

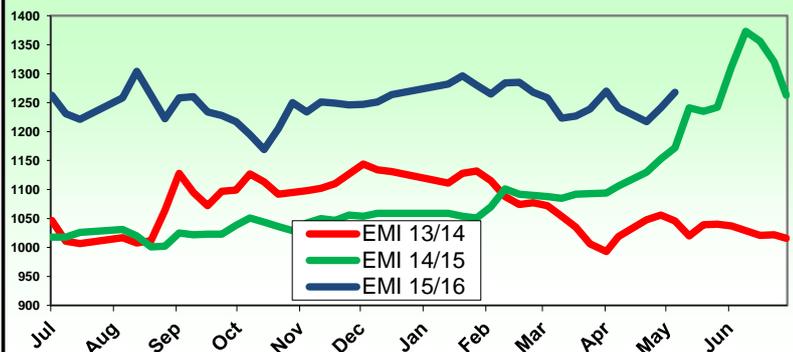
Regional Indicator	North	Wkly Chg	South	Wkly Chg	West	Wkly Chg
c/kg clean	1297	+35	1250	+22	1361	+36

MICRON PRICE GUIDES						
16.5	1567n	+32	1545n	+30	-	-
17	1557	+34	1543	+21	-	-
17.5	1543	+37	1541	+30	1513n	+51
18	1523	+41	1515	+30	1503n	+51
18.5	1502	+37	1480	+38	1486	+49
19	1477	+46	1463	+28	1466	+43
19.5	1458	+50	1445	+31	1456	+44
20	1433	+42	1410	+23	1427	+45
21	1397	+30	1384	+28	1397	+41
22	1376n	+41	1363	+30	1382n	+37
23	-	-	1342n	+22	-	-
24	-	-	-	-	-	-
25	1138n	-	1122n	+6	-	-
26	1039n	+18	1033n	+6	-	-
28	782n	+10	782	+8	-	-
30	681n	+12	682	+10	-	-
32	598n	+20	589n	-	-	-
MC	1038	+25	1057	+12	1039n	+18

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

Currently: 1268 c/kg clean



## Upcoming Auction Volumes

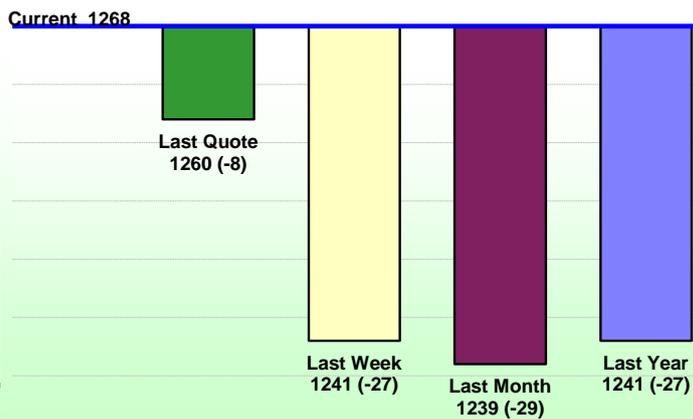
	10-05-16	17-05-16	24-05-16
Northern	S46	S47	S48
Sydney	9,558	9,870	10,500
Southern	M46	M47	M48
Melbourne	20,320	20,400	19,600
Western	F46	F47	F48
Fremantle	5,864	6,000	No Sale
<b>Total</b>	<b>35,742</b>	<b>36,270</b>	<b>30,100</b>

## THIS WEEK'S SALES STATISTICS

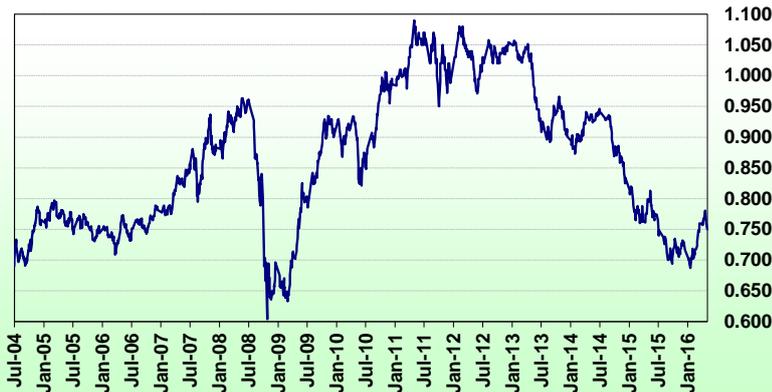
Centre	Bales Originally	Bales Offered	Bales Sold	Pass in Rate
Northern	10,600	10,164	9,803	3.6%
Southern	23,000	19,083	17,972	5.8%
Western	8,400	6,667	6,350	4.8%
<b>TOTAL</b>	<b>42,000</b>	<b>35,914</b>	<b>34,125</b>	<b>5.0%</b>

Average Nth-Sth MPG's as reported on 5 May 2016

### AWEX Weekly Eastern Market Indicator Quote Comparisons



### AUD vs USD from 06-Jul-04 to 05-May-16



Micron	EMI	16.5	17	17.5	18	18.5	19	19.5	20	21	22	23	25	28	AUD
<b>Current MPG's</b>	1268	1556	1550	1542	1519	1491	1470	1451.5	1422	1391	1370	1342	1130	782	0.750
<b>10 year Average</b>	962	1575	1404	1399	1280	1222	1157	1100	1048	1012	984	957	782	565	0.859
<b>This time last year</b>	1241	1528	1496	1477	1453	1429	1402	1374	1339	1322	1266	1239	1086	879	0.798
<b>10 year High</b>	1436	2680	2497	2339	2174	1944	1773	1674	1589	1527	1467	1389	1219	976	1.090
<b>10 year Low</b>	632	1259	1073	1087	881	833	777	736	686	659	654	646	549	339	0.604
<b>%Reported above current</b>	6%	30%	15%	16%	11%	9%	7%	5%	2%	3%	3%	2%	3%	9%	80%
<b>Diff b/w High &amp; Current</b>	168	1124	947	797	655	453	303	223	168	136	97	47	89	194	0.340
<b>Diff b/w Ave &amp; Current</b>	306	-19	146	143	239	269	313	352	374	379	386	385	348	217	-0.108

#### Percentile Bands

<b>95%</b>	1285	2484	2200	2118	1832	1678	1565	1450	1388	1363	1335	1301	1321	839	1.050
<b>90%</b>	1242	1915	1688	1633	1530	1480	1437	1397	1353	1322	1292	1257	1273	768	1.035
<b>80%</b>	1131	1670	1506	1514	1434	1381	1325	1291	1252	1237	1217	1185	1154	669	0.985
<b>75%</b>	1098	1583	1480	1479	1396	1328	1285	1249	1217	1202	1182	1149	1119	651	0.945
<b>60%</b>	1014	1517	1379	1379	1290	1249	1196	1152	1118	1093	1070	1046	1036	580	0.899
<b>50%</b>	943	1480	1331	1321	1244	1192	1134	1092	1039	986	944	914	973	491	0.857
<b>40%</b>	886	1445	1278	1287	1188	1143	1083	999	941	919	901	875	916	478	0.788
<b>25%</b>	777	1396	1236	1230	1107	1048	982	916	843	786	764	739	795	464	0.759
<b>10%</b>	727	1314	1168	1178	1014	985	923	857	796	742	714	695	743	445	0.717

#### Indicative Basis Contract Prices

Date	MPG	17	17.5	18	18.5	19	19.5	20	21	22	23	28
May-2016		1530	1522	1499	1471	1450	1431	1401	1370	1349	1290	730
Jun-2016		1520	1512	1489	1461	1440	1421	1391	1360	1339	1280	720
Jul-2016		1500	1492	1469	1441	1420	1401	1371	1340	1319	1260	700
Aug-2016		1490	1482	1459	1431	1410	1391	1361	1330	1309	1250	690
Sep-2016		1480	1472	1449	1421	1400	1381	1351	1320	1299	1240	680
Oct-2016		1475	1467	1444	1416	1395	1376	1346	1315	1294	1235	675
Nov-2016		1470	1462	1439	1411	1390	1371	1341	1310	1289	1230	670
Dec-2016		1465	1457	1434	1406	1385	1366	1336	1305	1284	1225	665
Jan-2017		1460	1452	1429	1401	1380	1361	1331	1300	1279	1220	660
Feb-2017		1455	1447	1424	1396	1375	1356	1326	1295	1274	1215	655
Mar-2017		1445	1437	1414	1386	1365	1346	1316	1285	1264	1205	645
Apr-2017		1435	1427	1404	1376	1355	1336	1306	1275	1254	1195	635
May-2017		1435	1427	1404	1376	1355	1336	1306	1275	1254	1195	635
Jun-2017		1435	1427	1404	1376	1355	1336	1306	1275	1254	1195	635
Jul-2017		1435	1427	1404	1376	1355	1336	1306	1275	1254	1195	635

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.