

Wool Weekly



Friday, 14 October 2016

Wool Market Movements

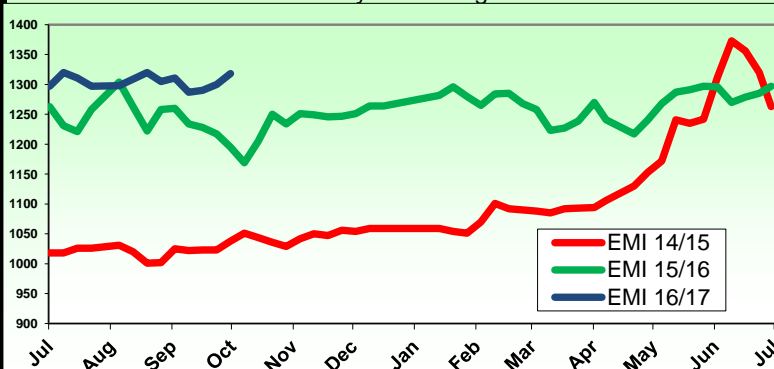
- The Australian wool market recorded strong price rises for Merino wool this week, with fine, best/spinners styles most in favour. In contrast, fine and medium Crossbred prices pulled back. The Eastern Market Indicator lifted by 18 cents to 1318 c/kg. With the AUD easing by 0.7 US cents to 75.3 UScents, the EMI rose 5 UScents to 993 USc/kg. Just 29,372 bales of Australian wool were offered for the week (plus 2,485 bales of NZ wool) and AWEX reported it as the smallest total weekly offering for October since AWEX began in 1995. Only 2.9% of the offering was passed-in.
- The Sydney sale had a solid start on Wednesday with prices for medium Merino wool rising by 10 cents, finer types up by 5 cents and broader microns firm. Crossbred wool 28 microns and finer fell 10-20 cents but 29-30 microns gained 10 cents. Locks were 15 cents higher and Crutchings up by 10 cents. Thursday saw the strongest gains, notably for fine Merino wool which were up by 40 cents and even more for best/spinners styles. Medium microns lifted by 15-20 cents. Fine Locks were 5-10 cents higher; other Oddments were firm. In contrast, Crossbreds fell by as much as 20 cents.
- After 2,500 bales of NZ were offered on Tuesday, demand for the small offering of Australian Merino wool was strong in Melbourne on Wednesday and Thursday. After solid gains for Merino wool on Wednesday, prices surged on Thursday in response to a small offering and good buyer demand. Fine microns lifted by 20-30 cents while medium and broader wools finished 10-15 cents higher for the day. Crossbred wools had a mixed week, with 28 microns and finer 15-20 cents cheaper but broader microns up by 10-15 cents. Oddments gained 10 cents on Wednesday and were firm on Thursday.
- The two day sale in Fremantle started strongly on Wednesday, recording the best gains of the three selling centres. Fleece prices lifted by as much as 25 cents, and skirtings were up to 20 cents higher, notably at the fine end. Thursday's sale opened strongly and prices lifted steadily throughout the day. Medium microns were 25-40 cents dearer while other microns were 10-20 higher. Fine skirtings recorded extreme price rises. Oddments rose by 5-10 cents for the week.

AWEX WEEKLY WOOL PRICES

Regional Indicator	North	Wkly Chg	South	Wkly Chg	West	Wkly Chg
c/kg clean	1359	+18	1291	+17	1375	+27
MICRON PRICE GUIDES						
16.5	1666	+44	1631n	+32	-	-
17	1658	+43	1628	+30	-	-
17.5	1654	+44	1622	+26	-	-
18	1642	+40	1615	+29	1602n	+36
18.5	1617	+36	1594	+38	1579n	+24
19	1561	+27	1552	+30	1525	+23
19.5	1504	+29	1507	+45	1491	+45
20	1454	+43	1436	+24	1438	+37
21	1402	+11	1407	+30	1389	+28
22	1374n	+15	1376	+18	1354n	+12
23	1356n	-	1353n	-	-	-
24	-	-	-	-	-	-
25	1169n	-	1178n	-18	-	-
26	1076n	-	1109n	-21	-	-
28	756	-15	756	-16	-	-
30	613	+10	611n	+8	-	-
32	503n	-5	-	-	-	-
MC	1076	+10	1067n	+15	1071n	+9

AWEX EMI 2014/15 & 2015/16 Season vs Current

Currently: 1318 c/kg clean



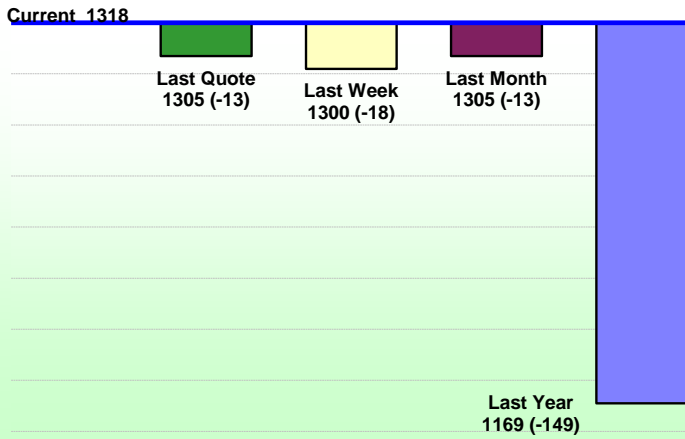
Upcoming Auction Volumes

	17-10-16	24-10-16	31-10-16
Northern	S16	S17	S18
Sydney	9,295	9,510	10,210
Southern	M16	M17	M18
Melbourne	17,939	21,698	24,520
Western	F16	F17	F18
Fremantle	9,025	8,120	8,120
Total	36,259	39,328	42,850

THIS WEEK'S SALES STATISTICS

Centre	Bales Originally	Bales Offered	Bales Sold	Pass in Rate
Northern	10,370	7,585	7,264	4.2%
Southern	23,300	13,485	13,261	1.7%
Western	7,820	8,302	8,086	2.6%
TOTAL	41,490	29,372	28,611	2.6%

AWEX Weekly Eastern Market Indicator Quote Comparisons



AUD vs USD from 06-Jul-04 to 13-Oct-16



Micron	EMI	16.5	17	17.5	18	18.5	19	19.5	20	21	22	23	25	28	AUD
Current MPG's	1318	1649	1643	1638	1629	1606	1557	1506	1445	1405	1375	1355	1174	756	0.753
10 year Average	972	1575	1409	1405	1288	1231	1167	1111	1060	1024	997	971	794	571	0.855
This time last year	1169	1433	1402	1393	1387	1349	1285	1248	1228	1215	1205	1195	1083	826	0.735
10 year High	1436	2680	2497	2339	2174	1944	1773	1674	1589	1527	1496	1461	1255	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	3%	20%	11%	9%	6%	6%	5%	2%	3%	4%	5%	4%	4%	13%	77%
Diff b/w High & Current	118	1032	854	701	545	339	216	169	144	122	121	107	82	220	0.337
Diff b/w Ave & Current	346	74	234	233	341	374	389	395	385	380	378	384	379	185	-0.102

Percentile Bands

95%	1300	2467	2180	2093	1826	1658	1559	1474	1414	1393	1374	1341	1336	838	1.050
90%	1264	1910	1685	1624	1546	1498	1468	1422	1375	1339	1310	1278	1295	785	1.030
80%	1170	1656	1528	1528	1454	1414	1363	1327	1274	1261	1231	1201	1204	675	0.979
75%	1112	1583	1495	1495	1416	1340	1300	1270	1235	1220	1199	1164	1137	659	0.941
60%	1022	1523	1386	1394	1301	1256	1203	1163	1132	1113	1089	1067	1045	593	0.895
50%	957	1486	1337	1330	1250	1201	1140	1101	1054	997	953	921	991	496	0.840
40%	899	1452	1283	1298	1193	1148	1090	1014	962	933	905	881	927	480	0.783
25%	780	1397	1237	1233	1118	1053	992	919	846	796	768	750	798	465	0.757
10%	727	1315	1170	1180	1016	986	925	860	797	744	715	695	744	446	0.718

Indicative Basis Contract Prices

Date	MPG	17	17.5	18	18.5	19	19.5	20	21	22	23	28
Oct-2016		1587	1582	1572	1549	1500	1501	1441	1400	1371	1320	735
Nov-2016		1587	1582	1572	1549	1500	1501	1441	1400	1371	1320	735
Dec-2016		1572	1567	1557	1534	1485	1481	1421	1380	1351	1300	725
Jan-2017		1537	1532	1522	1499	1450	1476	1416	1375	1346	1295	675
Feb-2017		1487	1482	1472	1449	1400	1471	1411	1370	1341	1290	650
Mar-2017		1512	1507	1497	1474	1425	1461	1401	1360	1331	1280	650
Apr-2017		1589	1584	1574	1551	1502	1451	1391	1350	1321	1270	672
May-2017		1584	1579	1569	1546	1497	1446	1386	1345	1316	1265	667
Jun-2017		1579	1574	1564	1541	1492	1441	1381	1340	1311	1260	662
Jul-2017		1574	1569	1559	1536	1487	1436	1376	1335	1306	1255	657
Aug-2017		1564	1559	1549	1526	1477	1426	1366	1325	1296	1245	647
Sep-2017		1554	1549	1539	1516	1467	1416	1356	1315	1286	1235	637
Oct-2017		1554	1549	1539	1516	1467	1416	1356	1315	1286	1235	637
Nov-2017		1554	1549	1539	1516	1467	1416	1356	1315	1286	1235	637
Dec-2017		1554	1549	1539	1516	1467	1416	1356	1315	1286	1235	637

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.