

# Wool Weekly



Friday, 25 November 2016

## Wool Market Movements

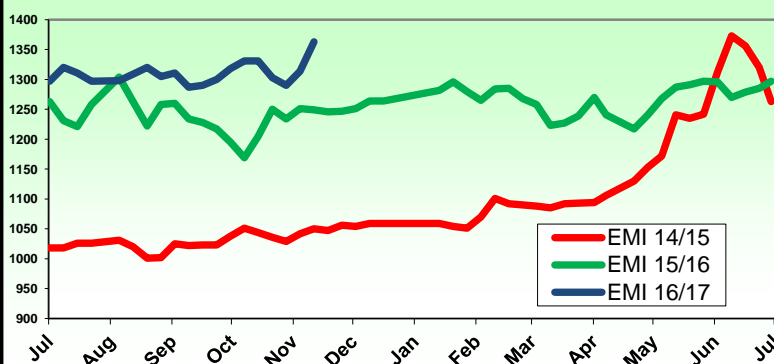
- Prices surged in the Australian wool market this week, with Merino wool prices again leading the way. While a fall in the A\$ helped the increase, this week's rise reflected strong demand for Merino wool, particularly at the fine end. Interest in fine Crossbred wool was again weak and prices slid. The Eastern Market Indicator jumped by 49 c/kg to 1363 c/kg, the highest level since June 2015. Despite the A\$ falling by 1.1 UScents to 73.7 UScents, the EMI lifted by 21 USc/kg to 1004 USc/kg. 45,727 bales of Australian wool and 1,742 bales of NZ wool were offered. With the strong demand and higher prices, only 3.5% was passed-in.
- Keen buyer interest pushed prices for Merino wool higher on both sale days in Sydney. The most significant rises were for Best/Spinner style fine types which lifted by 80 cents or more. Other fine types and medium to broader Merino wool rose by 50-70 cents. Broader Crossbred wools were 5-15 cents dearer but fine Crossbreds declined by as much as 20 cents. There was strong demand for Locks with prices up by 30 cents while Stains and Crutchings were 10-15 cents dearer.
- Melbourne hosted a three day sale, opening with a solid but unspectacular start on Tuesday. Prices for Merino wool leapt on Wednesday and that was repeated on Thursday. All Merino wools did well, with the finer wools gaining 70 cents and medium-broad Merino wools lifting by 50-60 cents. It was a mixed week for Crossbred wool - broad wools gained 10-20 cents but 26 micron prices fell. A small offering of Locks and Crutchings saw prices rise by 40-60 cents over the week.
- The two day sale in Fremantle saw robust buyer interest from the start which pushed prices higher on both days. Price gains were spread across all Merino fleece wools and skirtings, with prices rising by 50-70 cents. The largest increase for the week was for 20 micron wool. Strong demand for Locks pushed prices 40-45 cents higher while Lambs, Stains and Crutchings were 30 cents dearer.

## AWEX WEEKLY WOOL PRICES

Regional Indicator	North	Wkly Chg	South	Wkly Chg	West	Wkly Chg
c/kg clean	1418	+59	1327	+42	1438	+56
MICRON PRICE GUIDES						
16.5	1758	+80	1725n	-	-	-
17	1742	+75	1719n	+71	-	-
17.5	1733	+75	1708	+71	-	-
18	1713	+77	1692	+66	1671	+45
18.5	1686	+75	1663	+59	1661	+57
19	1636	+66	1616	+47	1613	+62
19.5	1586	+71	1574	+58	1573	+60
20	1515	+64	1508	+57	1506	+70
21	1442	+59	1430	+57	1443	+63
22	1412n	+44	1406	+53	1411n	+52
23	-	-	1402n	+58	-	-
24	-	-	-	-	-	-
25	1068n	-	1082n	+13	-	-
26	967n	-18	976n	-14	-	-
28	680	+12	675	+2	-	-
30	573n	+13	576n	+18	-	-
32	448n	+3	449n	+10	-	-
MC	1123n	+20	1150	+47	1139n	+28

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

Currently: 1363 c/kg clean



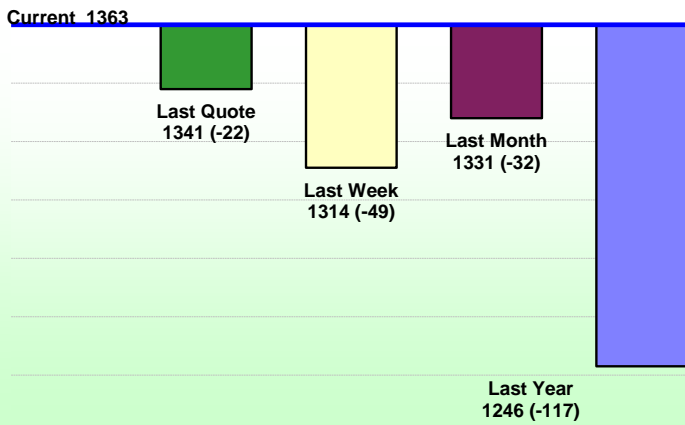
## Upcoming Auction Volumes

	28-11-16	05-12-16	12-12-16
Northern	S22	S23	S24
Sydney	14,860	11,120	11,920
Southern	M22	M23	M24
Melbourne	24,476	26,186	26,745
Western	F22	F23	F24
Fremantle	9,267	8,230	8,520
<b>Total</b>	<b>48,603</b>	<b>45,536</b>	<b>47,185</b>

## THIS WEEK'S SALES STATISTICS

Centre	Bales Originally	Bales Offered	Bales Sold	Pass in Rate
Northern	10,990	12,997	12,484	3.9%
Southern	24,700	22,158	21,461	3.1%
Western	8,120	10,572	10,261	2.9%
<b>TOTAL</b>	<b>43,810</b>	<b>45,727</b>	<b>44,206</b>	<b>3.3%</b>

### AWEX Weekly Eastern Market Indicator Quote Comparisons



### AUD vs USD from 06-Jul-04 to 24-Nov-16



Micron	EMI	16.5	17	17.5	18	18.5	19	19.5	20	21	22	23	25	28	AUD
Current MPG's	1363	1742	1731	1721	1703	1675	1626	1580	1512	1436	1409	1402	1075	678	0.737
10 year Average	975	1576	1411	1408	1291	1235	1171	1115	1064	1028	1001	974	798	573	0.854
This time last year	1246	1510	1499	1495	1473	1446	1397	1362	1328	1318	1315	1296	1092	846	0.723
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	2%	16%	8%	7%	5%	5%	3%	1%	1%	2%	2%	1%	9%	19%	85%
Diff b/w High & Current	73	939	767	618	471	270	147	94	78	91	87	59	180	299	0.353
Diff b/w Ave & Current	388	166	319	313	411	440	455	465	448	408	408	428	277	105	-0.117

### Percentile Bands

95%	1305	2463	2176	2075	1821	1660	1570	1479	1425	1398	1377	1347	1342	838	1.050
90%	1270	1909	1685	1640	1557	1514	1480	1435	1382	1348	1319	1295	1301	784	1.030
80%	1187	1659	1536	1537	1461	1427	1379	1345	1291	1266	1239	1205	1219	676	0.978
75%	1117	1589	1500	1500	1421	1349	1307	1276	1242	1227	1204	1170	1141	663	0.940
60%	1024	1527	1390	1398	1308	1258	1206	1167	1135	1120	1095	1072	1049	596	0.894
50%	961	1487	1340	1332	1253	1207	1144	1104	1060	1000	955	924	995	499	0.837
40%	904	1453	1283	1301	1197	1150	1091	1018	970	936	907	882	929	480	0.782
25%	781	1397	1238	1234	1122	1054	998	919	848	801	769	752	799	465	0.757
10%	728	1316	1171	1180	1018	987	926	861	797	744	715	695	744	446	0.719

### Indicative Basis Contract Prices

Date	MPG	17	17.5	18	18.5	19	19.5	20	21	22	23	28	
Dec-2016		1685	1675	1657	1629	1580	1544	1476	1400	1373	1320	655	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.
Jan-2017		1685	1675	1657	1629	1580	1544	1476	1400	1373	1320	640	
Jan-2017		1665	1655	1637	1609	1560	1534	1466	1390	1363	1310	630	
Mar-2017		1665	1655	1637	1609	1560	1534	1466	1390	1363	1310	620	
Apr-2017		1650	1640	1622	1594	1545	1514	1446	1370	1343	1290	620	
May-2017		1655	1645	1627	1599	1550	1504	1436	1360	1333	1280	556	
Jun-2017		1645	1635	1617	1589	1540	1494	1426	1350	1323	1270	546	
Jul-2017		1640	1630	1612	1584	1535	1489	1421	1345	1318	1265	541	
Aug-2017		1635	1625	1607	1579	1530	1484	1416	1340	1313	1260	536	
Aug-2017		1630	1620	1602	1574	1525	1479	1411	1335	1308	1255	531	
Oct-2017		1620	1610	1592	1564	1515	1469	1401	1325	1298	1245	521	
Nov-2017		1610	1600	1582	1554	1505	1459	1391	1315	1288	1235	511	
Dec-2017		1610	1600	1582	1554	1505	1459	1391	1315	1288	1235	511	
Jan-2018		1610	1600	1582	1554	1505	1459	1391	1315	1288	1235	511	
Jan-2018		1610	1600	1582	1554	1505	1459	1391	1315	1288	1235	511	

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