

Superfine Wool Report

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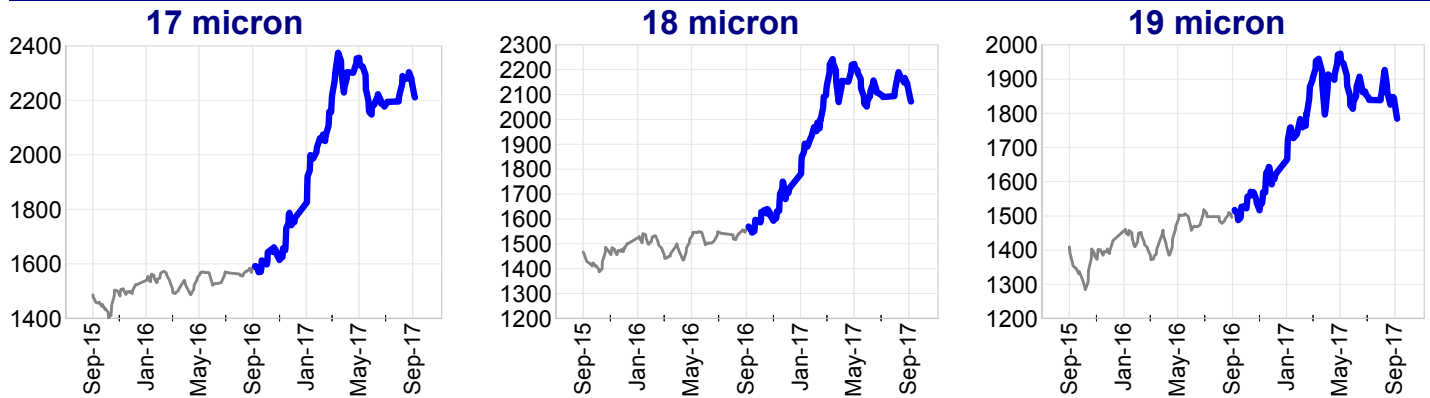
Thursday, 14 September, 2017 (8:25 pm AEST)

Compared to Thursday, 7 September, 2017



we know wool

AWEX Superfine Indicators



2 year charts (North/South average). Blue line = last 12 months.

Regional Indicators (¢/kg clean)

Region	North		South		West	
Indicator	1,590	(-38)	1,484	(-26)	1,570	(-30)
16.5 MPG	2,277n	(-51)	2,230n	(-68)		
17 MPG	2,207	(-66)	2,213n	(-50)		
17.5 MPG	2,158	(-51)	2,194	(-2)		
18 MPG	2,078	(-61)	2,068	(-54)		
18.5 MPG	1,959	(-64)	1,967	(-49)	1,874n	(-49)
19 MPG	1,775	(-64)	1,794	(-54)	1,764	(-35)

Offering Analysis (19.5 micron & finer)

Region	Sale ID	Bales	Bales	Passed	AM	VMB%	Best	Average Price (YTD)	
		Offered	Sold	In %	%	> 1%	Style & Better%	\$/bale	c/kg clean
Northern	S11	7,759	6,816	12.2	83.0	67.8	50.3	2,288	
Southern	M11	6,697	6,175	7.8	82.5	67.4	40.1	2,091	
Western	F11	3,572	2,928	18.0	84.5	45.5	18.2	2,358	
Total		18,028	15,919	11.7	83.1	63.2	40.1	1,984	1,766
Less than 17.6 micron		4,454	3,990	10.4	83.4	56.4	61.4	2,355	1,947
17.6 - 18.5 micron		5,460	4,831	11.5	82.1	62.5	40.6	3,018	2,175
18.6 - 19.5 micron		8,114	7,098	12.5	83.6	67.5	28.1	2,091	1,789

AWEX Commentary

After last week's steady market where the Benchmark Eastern Market Indicator (EMI) lost only 2 cents, this week has seen a return to large movements, this time corrections. The tone was set early on the first day when types were quickly discounted. The finer edge of the offering, in particular wools with unfavourable test results, were the hardest hit, in some cases losing over 80 cents when compared to the previous sale. Generally, the losses were 30 to 60 cents with the effects felt across the entire merino spectrum. The EMI fell by 28 cents for the day. The second day the market managed to settle, most types and descriptions traded at levels that were plus or minus 10 cents of those achieved on the previous day. The exception was Melbourne, which posted larger losses for some types, in particular the 18.0 to 19.5 micron bracket which recorded falls of 21 to 30 cents. The EMI recorded a 3 cent drop, to finish the week at 1525 cents, an overall reduction of 31 cents. Although the EMI only dropped by 2% for the week, the passed in rate in the fleece sector was over 15%, showing grower reluctance to accept the marginal reduction in price. The crossbreds followed a very similar path to the merinos, heavy losses on day one, then settling on day two. However, reductions of around 15 to 30 cents were still experienced for the week. The skirting market also closely mirrored the fleece, falls then consolidation to record general losses of 20 cents, faultier types most affected. The oddment market was the best performer for the sale. Although there was a limited offering, strong competition enabled the three carding indicators to show on average, small improvements. Next week sees a very similarly sized offering currently there is just over 43,000 bales on offer nationally.

Certified 1PP Lots Offered for Current Season 17-18

	<u>Price</u> (Greasy)	<u>Price</u> (Clean)	<u>Sale</u>	<u>Brand</u>	<u>Micron</u>	<u>VMB</u>	<u>Nkt</u>	<u>Lqth</u>	<u>AWEX ID</u>	<u>Broker</u>	<u>Sale</u> <u>Result</u>	<u>Buyer</u>
1	4,207	5,449	S07	RYWUNG/NEW ENGLAND	15.2	0.2	47	84	ASF1E.	AWNS	SP	NENM
2	4,398	6,050	M02	GLENARA/M	14.8	0.2	46	82	ASF1E.	FLRME	S	NENM

Major Auction Buyers by Micron Range for Current Sale Week

	<u>Buyer</u>	<u>Bales</u>
<u>15.0 microns and finer</u>	Techwool Trading	21
	Fox & Lillie	18
	G Schneider (Aust)	17
<u>15.1 - 16.5 micron</u>	Fox & Lillie	193
	Australian Merino Exports	169
	New England Wool	162
<u>16.6 - 18.5 micron</u>	Fox & Lillie	926
	New England Wool	811
	Australian Merino Exports	733

Top 5 Australian Auction Prices for Sale Week (Sold Only)

	<u>Price</u> (Greasy)	<u>Price</u> (Clean)	<u>Sale</u>	<u>Brand</u>	<u>Micron</u>	<u>VMB</u>	<u>Nkt</u>	<u>Lqth</u>	<u>AWEX ID</u>	<u>Broker</u>	<u>Buyer</u>
1	2,150	2,825	M11	BROADLANDS	14.0	0.2	39	79	ASF4E.	AWNS	TECM
2	2,131	2,884	M11	BROADLANDS	14.6	0.1	44	79	ASF4E.	AWNS	NENM
3	2,113	2,730	S11	LAURIE MEADULIGULAH	16.3	1.0	53	77	MF4S.	JEMV	NENM
4	2,055	2,500	S11	CRESSBROOK	16.0	0.6	46	82	MF3E.	LMKN	GSAS
5	2,051	2,775	S11	GLENDOFFIE/MUDGE	16.9	0.7	43	80	ASF4S.	AWNS	NENM

Top 5 Auction Prices for Season 17-18

	<u>Price</u> (Greasy)	<u>Price</u> (Clean)	<u>Sale</u>	<u>Brand</u>	<u>Micron</u>	<u>VMB</u>	<u>Nkt</u>	<u>Lqth</u>	<u>AWEX ID</u>	<u>Broker</u>	<u>Buyer</u>
1	4,398	6,050	M02	GLENARA/M	14.8	0.2	46	82	ASF1E.	FLRME	NENM
2	2,465	3,160	S06	RYWUNG/NEW ENGLAND	15.3	0.1	40	84	ASF1E.	AWNS	NENM
3	2,240	2,832	M10	GLEN STUART	15.3	0.3	54	78	ASF3S.	ROBL	NENM
4	2,231	2,714	S09	GLEN EDEN/NEW ENG	15.8	0.3	47	86	MF3E.	EPWN	GSAS
5	2,200	2,868	M08	GLEN STUART	15.2	0.5	44	78	ASF3S.	ROBL	NENM

Finest Micron Sold for Season 17-18

	<u>Price</u> (Greasy)	<u>Price</u> (Clean)	<u>Sale</u>	<u>Brand</u>	<u>Micron</u>	<u>VMB</u>	<u>Nkt</u>	<u>Lqth</u>	<u>AWEX ID</u>	<u>Broker</u>	<u>Buyer</u>
1	1,690	2,334	M09	KARALTA/M ASWGA AB/467	12.9	0.3	14	72	MWF4E.M	LMKG	ZLIM
2	1,890	2,618	M09	KARALTA/M ASWGA AB/467	13.0	0.3	28	74	ASWF4E.M	LMKG	ZLIM
3	1,740	2,361	M07	PR/BROADLANDS	13.0	0.5	0	0	ASLF4E.50	AWNS	FOXM
4	1,270	1,827	M07	PR/BROADLANDS	13.3	1.1	0	0	ASLP4S.50	AWNS	MODM
5	2,000	2,736	M09	KARALTA/M ASWGA AB/467	13.4	0.2	26	75	ASWF4E.M	LMKG	LEMM

Superfine Point of Micron (ASF4/MF4)

Micron	Strength (Nkt)			
	40	35	28	21
14.0	2825			
14.6	2884			
15.3		2292		
15.7				
15.8	2496		2288	
15.9		2334	2207	
16.0		2713	2172	
16.1				2216
16.3	2264	2185		
16.4	2260	2302		
16.5	2525	2196	2232	
16.6	2335	2275	2145	
16.7			2138	
16.8	2392	2119		
16.9	2516	2094		
17.0		2125	2089	
17.1	2437	2271		
17.2	2217		2046	
17.3		2136	2119	
17.4	2262		2056	
17.5		2179	2118	
17.6	2271	2146	2005	
17.7	2217	2199	2022	
17.8	2198	2194	2005	
17.9	2140	1924		
18.0		2173		
18.1	2150	2000		
18.2	2154			1874
18.3			1903	
18.4	2005		1860	
18.5			1860	

For more information please contact AWEX Operations on +61 2 9428 6130
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