

Wool Weekly

LANDMARK

Friday, 20 April 2018

Wool Market Movements

- Prices in the Australian wool market surged higher this week as buyers sought to secure wool, worried about wool supplies for the remainder of the season. Both Merino wool and Crossbred wool enjoyed the sharp lift in prices, with gains of 30 to 100 cents. The EMI finished the week at 1825 c/kg, an increase of 49 cents over the week. The increase came despite the AUD lifting against the USD. The EMI rose by 49 UScents to 1425 USc/kg. A total of 39,605 bales were offered nationally for the week and just 3.4% was passed-in.
- The two day sale in Sydney had 10,155 bales on offer. Demand was strong on both days for Merino fleece and skirtings across the micron range. Prices for fleece wools lifted by 40 to 60 cents over the week, with the exception of the limited offering of 17 micron and finer lots which saw more modest increases. High yielding lots attracted most buyer interest. Buyers also competed for the Crossbred wools on offer, pushing prices up by between 10 to 15 cents on Wednesday and a further 20 to 40 cents on Thursday. Locks were keenly sought, rising by 20-30 cents while Stains and Crutchings were firm.
- In Melbourne, 20,384 bales were offered at the two-day sale. While buyers were keen to secure any Merino wool, the most interest was in low mid-break, high strength and low VM lots. Prices for Merino wools rose by 30 to 80 cents, with the largest gains seen for 21 to 23 micron wools. The limited offering of 16.5 micron and finer wools also lifted by 70 cents. Crossbred wool also saw excellent price gains of 20-30 cents on Wednesday and a further 25-30 cents on Thursday. Well-prepared lots were most sought after and recorded the highest price increases. It was a solid, if unspectacular market for Oddments, with finer Locks and Crutchings of most interest.
- There were 9,066 bales on offer at the two-day sale in Fremantle this week. The positive buying interest seen last Thursday carried over into this week on both sale days. Prices for Merino fleece and skirtings rose despite what was seen as a weaker selection with a higher proportion of lower yielding wools. On Wednesday, prices lifted by between 25 and 45 cents while Thursday's sale saw a 10 to 25 cent lift. Buyers were keenest on the 20 to 21 micron lots on offer. It was a very strong market for Oddments this week. With a limited selection, prices rose by 20 to 35 cents on Wednesday then jumped by 40 to 55 cents on Thursday.

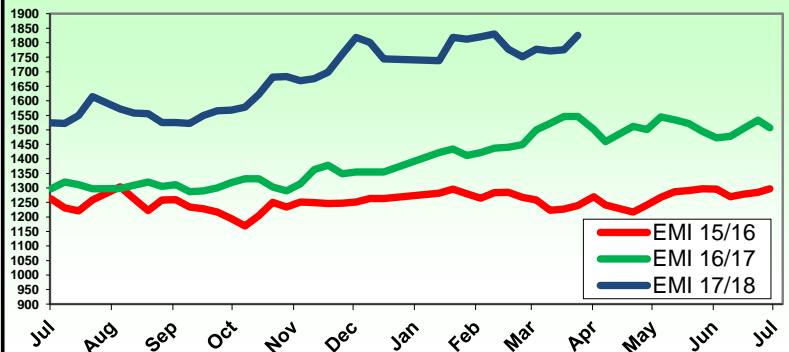
AWEX WEEKLY WOOL PRICES

Regional Indicator	North	Wkly Chg	South	Wkly Chg	West	Wkly Chg
c/kg clean	1881	+35	1789	+57	1934	+50

MICRON PRICE GUIDES						
16.5	-	-	3023n	+73	-	-
17	2768n	+5	2753n	+30	-	-
17.5	2544	+20	2495	+38	2413n	-
18	2355	+62	2344	+32	2276n	+53
18.5	2179	+40	2177	+33	2173n	+39
19	2088	+51	2090	+43	2091	+39
19.5	2034	+60	2024	+51	2035	+46
20	1981	+52	1983	+65	1987	+56
21	1952	+59	1951	+73	1944	+47
22	-	-	1929	+75	1904n	+50
23	-	-	1880n	+78	-	-
24	-	-	1768n	+63	-	-
25	1396n	+63	1434n	+130	-	-
26	1247	+39	1261n	+57	-	-
28	926	+27	943	+35	-	-
30	674	+36	688	+50	-	-
32	-	-	464	+56	-	-
MC	1368n	+16	1381n	+6	1410n	+72

AWEX EMI 2015/16 & 2016/17 Season vs Current

Currently: 1825 c/kg clean



Upcoming Auction Volumes

	23-04-18	30-04-18	07-05-18
Northern	S43	S44	S45
Sydney	11,851	10,000	9,700
Southern	M43	M44	M45
Melbourne	23,533	20,000	20,735
Western	F43	M44	F45
Fremantle	8,264	8,450	7,950
Total	43,648	38,450	38,385

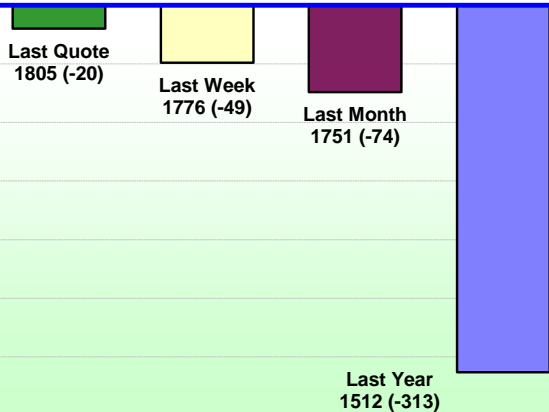
THIS WEEK'S SALES STATISTICS

Centre	Bales Originally	Bales Offered	Bales Sold	Pass in Rate
Northern	10,350	10,155	9,977	1.8%
Southern	22,616	20,384	19,703	3.3%
Western	8,250	9,066	8,595	5.2%
TOTAL	41,216	39,605	38,275	3.4%

Average Nth-Sth MPG's as reported on 19 Apr 2018

AWEX Weekly Eastern Market Indicator

Current 1825



AUD vs USD from 06-Jul-04 to 19-Apr-18



Micron	EMI	16.5	17	17.5	18	18.5	19	19.5	20	21	22	23	25	28	AUD
Current MPG's	1825	3023	2761	2520	2350	2178	2089	2029	1982	1952	1929	1880	1415	935	0.781
10 year Average	1034	1672	1499	1504	1374	1312	1242	1181	1125	1083	1052	1025	834	591	0.846
This time last year	1512	2341	2302	2241	2156	2064	1914	1765	1604	1508	1408	1336	1123	736	0.750
10 year High	1834	3044	2804	2630	2401	2265	2170	2085	2030	1952	1929	1880	1415	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	0%	0%	1%	1%	1%	2%	1%	1%	0%	0%	0%	0%	0%	1%	58%
Diff b/w High & Current	9	21	44	110	52	87	81	56	48	0	0	0	0	42	0.309
Diff b/w Ave & Current	791	1351	1261	1015	976	866	847	848	857	868	877	855	581	344	-0.065

Percentile Bands

95%	1535	2597	2400	2322	2159	2031	1889	1755	1633	1544	1479	1444	1601	843	1.048
90%	1380	2394	2232	2206	2052	1866	1701	1584	1501	1443	1406	1364	1412	808	1.030
80%	1259	1905	1646	1646	1542	1493	1461	1413	1372	1335	1306	1274	1279	725	0.957
75%	1219	1772	1562	1570	1496	1453	1402	1367	1331	1303	1260	1228	1240	680	0.934
60%	1057	1561	1435	1463	1355	1295	1240	1193	1168	1157	1141	1121	1077	632	0.876
50%	1001	1516	1371	1374	1276	1237	1184	1143	1098	1067	1036	1009	1025	553	0.801
40%	928	1473	1309	1315	1218	1174	1114	1064	1010	967	932	895	952	485	0.776
25%	815	1408	1247	1252	1139	1076	1008	948	878	822	797	773	823	468	0.757
10%	730	1334	1175	1183	1030	996	928	865	805	748	717	697	746	449	0.723

Indicative Basis Contract Prices

Date	MPG	17	17.5	18	18.5	19	19.5	20	21	22	23	28
Apr-2018		2530	2350	2250	2150	2070	1970	1930	1925	1850	1780	850
May-2018		2520	2340	2240	2150	2070	1970	1930	1925	1830	1760	800
Jun-2018		2500	2320	2230	2140	2070	1970	1930	1925	1800	1730	800
Jul-2018		2460	2280	2140	2040	1950	1860	1820	1810	1750	1670	750
Aug-2018		2380	2200	2080	1950	1890	1810	1770	1760	1700	1630	700
Sep-2018		2320	2140	2000	1930	1870	1750	1710	1700	1620	1550	650
Oct-2018		2290	2110	1910	1840	1790	1680	1640	1630	1560	1450	650
Nov-2018		2270	2090	1890	1830	1780	1670	1630	1620	1500	1400	650
Dec-2018		2260	2080	1880	1800	1760	1650	1610	1600	1480	1320	640
Jan-2019		2240	2070	1870	1780	1740	1630	1590	1580	1450	1300	630
Feb-2019		2210	2050	1850	1760	1710	1610	1560	1550	1400	1280	630
Mar-2019		2150	2000	1800	1700	1660	1560	1510	1500	1400	1260	630
Apr-2019		2150	2000	1800	1700	1660	1560	1510	1500	1400	1240	630
May-2019		2150	2000	1800	1700	1660	1560	1510	1500	1380	1220	630
Jun-2019		2100	1950	1780	1680	1630	1530	1480	1470	1260	1180	630

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.