

Wool Weekly

LANDMARK

Friday, 8 June 2018

Wool Market Movements

- After the breakneck pace seen in recent weeks, buyers took a breather this week in the Australian wool market. Prices for Merino wool finer than 19 micron fell back from the record heights of last week, while prices for broader Merino wool eased or were a little higher. Prices for Crossbred wools were mainly lower. The EMI slid by 16 cents to 2011 c/kg. The catalyst to the slide seems to have been a higher AUD which was just under 1 UScent higher. The EMI increased by 6 UScents to 1538 USc/kg. There were 26,942 bales offered in Sydney and Melbourne. With prices sliding, the pass-in rate lifted to 3.6%.
- There were 11,516 bales on offer in Sydney at a two day sale this week. Demand for Merino fleece and skirting wool eased back on Wednesday as buyers held back after the recent strong rises. The lower spec and higher VM lots were most affected by the declines. A poor selection of Crossbred wools saw prices slide a little. In contrast, Locks were in demand and prices for Oddments rose. Thursday's sale saw prices for fine Merino wool (19 microns and finer) fall back, notably the lots with high VM and high mid-break. Prices for broader Merino wools rose, narrowing the price differentials with fine Merino wools. Crossbreds wools were unchanged. The Oddment market was steady.
- Melbourne hosted a two day sale with 15,426 bales on offer. Buyers were more hesitant than recently. Prices for finer Merino wool eased back on Wednesday, mainly for the lower spec lots, while the medium Merino lots saw prices maintained at last week's close. Crossbred wools were a little lower. Fine Locks increased in price but Stains and Crutchings eased back. Thursday's sale saw demand weaken for fine Merino wool and prices were down by 20-30 cents, although the better spec wools were less affected. 19 to 22 micron wools closed steady. Crossbred wools eased back by 5-10 cents. Oddments also pulled back on Thursday as demand softened.
- There was no sale in Fremantle this week. Sales resume next week.

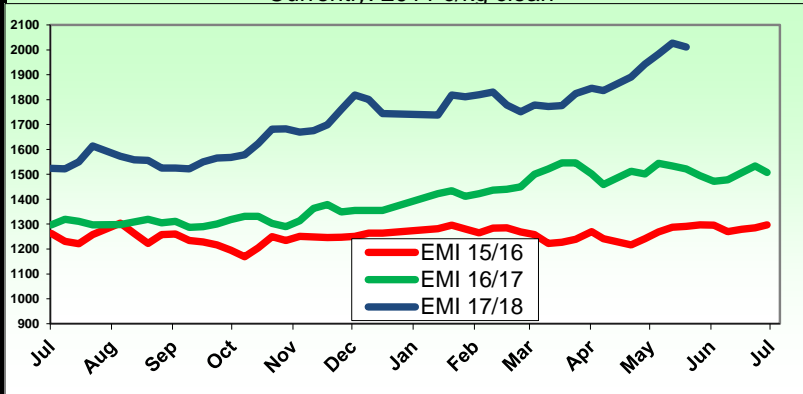
AWEX WEEKLY WOOL PRICES

Regional Indicator	North	Wkly Chg	South	Wkly Chg	West	Wkly Chg
c/kg clean	2057	-19	1981	-15	-	-

MICRON PRICE GUIDES						
16.5	-	-	-	-	-	-
17	2863n	-22	2834n	-54	-	-
17.5	2693	-45	2716	-46	-	-
18	2519	-35	2505	-27	-	-
18.5	2354	-54	2351	-45	-	-
19	2271	-45	2284	-47	-	-
19.5	2259	-19	2269	-5	-	-
20	2256	-2	2262	-4	-	-
21	2254	+15	2256	-7	-	-
22	2231n	+15	2242	-4	-	-
23	-	-	2231n	+13	-	-
24	-	-	-	-	-	-
25	-	-	-	-	-	-
26	1491n	-3	1489n	+1	-	-
28	1020n	-3	1005	-14	-	-
30	700n	-9	698	-11	-	-
32	-	-	451n	+3	-	-
MC	1479n	+9	1474n	-5	-	-

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

Currently: 2011 c/kg clean



Upcoming Auction Volumes

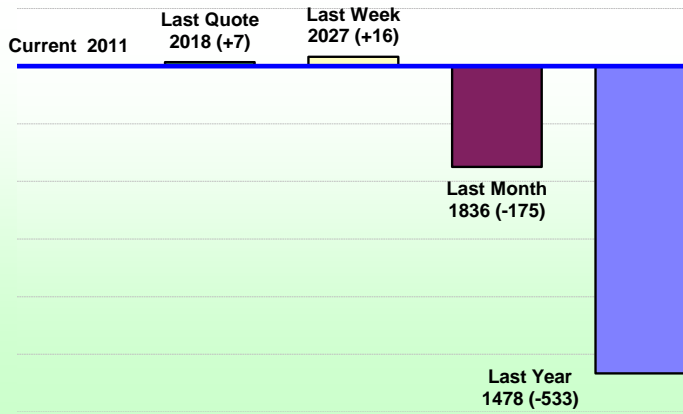
	11/06/2018	18/06/2018	25/06/2018
Northern	S50	S51	S52
Sydney	11,043	10,175	10,185
Southern	M50	M51	M52
Melbourne	13,623	15,064	17,550
Western	F50	F51	F52
Fremantle	4,290	-	5,650
Total	28,956	25,239	33,385

THIS WEEK'S SALES STATISTICS

Centre	Bales Originally	Bales Offered	Bales Sold	Pass in Rate
Northern	9,305	11,516	10,994	4.5%
Southern	17,294	15,426	14,976	2.9%
Western	0	0	0	0.0%
TOTAL	26,599	26,942	25,970	3.6%

Average Nth-Sth MPG's as reported on 7 Jun 2018

AWEX Weekly Eastern Market Indicator



AUD vs USD from 06-Jul-04 to 07-Jun-18



Micron	EMI	16.5	17	17.5	18	18.5	19	19.5	20	21	22	23	25	28	AUD
Current MPG's	2011	3097	2849	2705	2512	2353	2278	2264	2259	2255	2237	2231	1704	1013	0.765
10 year Average	1042	1687	1511	1517	1383	1321	1251	1190	1134	1093	1062	1034	841	595	0.845
This time last year	1478	2164	2176	2136	2075	1978	1835	1708	1572	1500	1422	1348	1144	759	0.754
10 year High	2027	3097	2887	2750	2543	2402	2324	2276	2262	2255	2237	2231	1704	1024	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%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	68%
Diff b/w High & Current	16	0	38	46	31	50	46	12	3	0	0	0	0	11	0.325
Diff b/w Ave & Current	969	1410	1337	1188	1129	1032	1026	1074	1125	1162	1175	1197	863	418	-0.080

Percentile Bands

95%	1559	2618	2463	2341	2189	2071	1929	1780	1658	1580	1507	1462	1627	853	1.048
90%	1414	2459	2257	2222	2072	1888	1741	1634	1539	1456	1417	1373	1442	813	1.030
80%	1265	1916	1667	1674	1548	1501	1470	1424	1376	1341	1311	1279	1286	732	0.956
75%	1224	1806	1569	1584	1503	1459	1408	1372	1334	1307	1267	1232	1247	682	0.933
60%	1062	1567	1439	1468	1359	1299	1244	1195	1171	1158	1145	1124	1079	635	0.875
50%	1005	1517	1374	1379	1279	1239	1187	1144	1104	1072	1046	1016	1027	558	0.799
40%	930	1476	1313	1317	1221	1177	1116	1067	1012	970	933	897	954	485	0.775
25%	821	1413	1248	1253	1140	1079	1011	948	880	822	800	777	835	468	0.756
10%	730	1334	1178	1183	1031	996	929	865	805	748	717	697	747	449	0.723

Indicative Basis Contract Prices

Date	MPG	17	17.5	18	18.5	19	19.5	20	21	22	23	28
Jun-2018		2575	2460	2360	2300	2220	2210	2200	2180	2120	2070	875
Jul-2018		2560	2460	2360	2280	2190	2180	2170	2150	2090	2030	875
Aug-2018		2540	2450	2350	2270	2110	2080	2070	2050	2090	1980	875
Sep-2018		2525	2350	2250	2150	2050	2030	2020	2000	2050	1920	875
Oct-2018		2515	2300	2200	2100	2010	2000	1990	1970	1920	1840	780
Nov-2018		2505	2290	2190	2050	2000	1975	1965	1945	1900	1800	730
Dec-2018		2495	2240	2140	2040	1990	1965	1955	1945	1890	1780	720
Jan-2019		2470	2230	2130	2030	1980	1940	1930	1920	1880	1730	650
Feb-2019		2445	2230	2130	2030	1950	1925	1915	1905	1850	1700	640
Mar-2019		2430	2230	2130	2030	1950	1880	1860	1850	1800	1650	630
Apr-2019		2415	2230	2130	2030	1950	1880	1860	1850	1800	1630	630
May-2019		2400	2230	2130	2030	1950	1880	1830	1820	1770	1610	630
Jun-2019		2385	2230	2130	2030	1950	1880	1810	1800	1750	1590	630
Jul-2019		2370	2210	2110	2010	1930	1840	1760	1750	1700	1570	630
Aug-2019		2355	2160	2060	1960	1880	1800	1710	1700	1650	1550	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.

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