

Wool Weekly

LANDMARK

Friday, 15 June 2018

Wool Market Movements

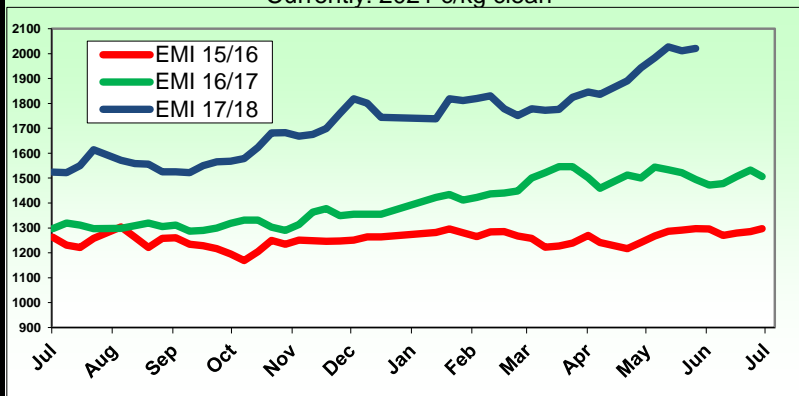
- The Australian wool market recovered some of last week's losses as a combination of low auction volumes and a lower AUD helped sustain buyer interest. Merino wool of 19 microns and broader saw good price rises, while finer Merino wools drifted lower. This has cut the price gap between the medium Merino wools and the superfine wools. Fine Crossbred wool prices were higher but broader Crossbreds eased. The EMI rose by 10 cents to 2021 c/kg. The AUD fell by 0.9 UScents, and the EMI slid by 10 UScents to close at 1528 USc/kg. There were 28,029 bales offered of which 3.4% was passed in.
- Sydney hosted a two day sale this week with 10,965 bales on offer. It was a mixed result for Merino wools, with 19 micron and broader wools recording good increases over the two days. In contrast, the superfine wools saw prices ease back, with the lower spec and higher VM lots most affected. There was a very small and poor selection of Crossbred wools on Wednesday and no prices were quoted. Thursday saw a better selection with finer microns rising but broader Crossbreds easing. Locks were again the best of the Oddments, with prices steady, while Stains and Crutchings eased a little.
- There were 12,952 bales offered at the two day sale in Melbourne this week. As in Sydney, buyers were most interested in Merino wools of 19 micron and broader, and were less enthusiastic about the superfine wools. Prices for finer Merino wool generally slid on both days as buyers became selective and penalised the lower spec lots. Medium and broad Merino wools saw very good price gains of 15 to 40 cents. The 21 MPG was quoted higher than the 19.5 and 20 MPG. In the Crossbred wools, buyers were keen on the better prepared wools across the micron range, and prices generally rose. The finer microns fared best. Low VM Locks and Crutchings were in demand and prices rose by 30 cents, while high VM Oddments lost ground.
- Sales in Fremantle resumed this week after a week's hiatus with a one day sale on Wednesday. There were 4,112 bales on offer. There was some catch-up as the most recent sale day for Fremantle was a fortnight previous. Buyers competed for the Merino fleece wools of 19 micron and broader, pushing prices up by between 15 and 40 cents. But the finer microns attracted less attention and were 5 to 15 cents lower. Locks and crutchings were sought and prices lifted by 10-20 cents.

AWEX WEEKLY WOOL PRICES

Regional Indicator	North	Wkly Chg	South	Wkly Chg	West	Wkly Chg
c/kg clean	2059	+2	1997	+16	2188	+21
MICRON PRICE GUIDES						
16.5	-	-	-	-	-	-
17	2848n	-15	2822n	-12	-	-
17.5	2689	-4	2682	-34	-	-
18	2503	-16	2486	-19	2471n	-11
18.5	2342	-12	2358	+7	2382n	-6
19	2281	+10	2295	+11	2322	+16
19.5	2270	+11	2292	+23	2281	+28
20	2266	+10	2290	+28	2279	+21
21	2265n	+11	2295	+39	2273	+41
22	2254n	+23	2274	+32	2247n	+28
23	-	-	2250n	+19	-	-
24	-	-	-	-	-	-
25	-	-	-	-	-	-
26	1494n	+3	1508n	+19	-	-
28	1013	-7	1011	+6	-	-
30	695	-5	694	-4	-	-
32	-	-	456n	+5	-	-
MC	1476n	-3	1482n	+8	1480	+7

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

Currently: 2021 c/kg clean



Upcoming Auction Volumes

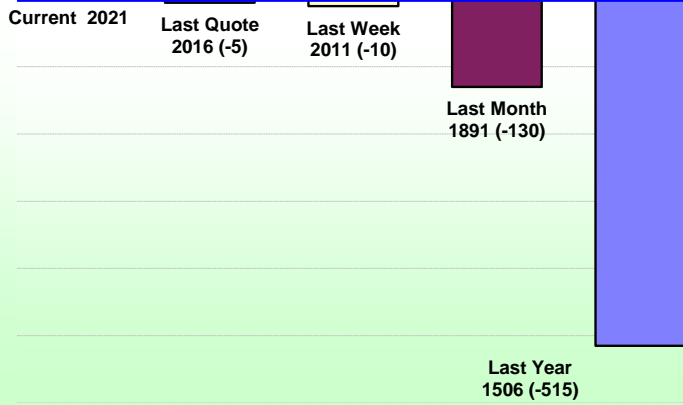
	18/06/2018	25/06/2018	2/07/2018
Northern	S51	S52	S01
Sydney	9,781	11,005	13,475
Southern	M51	M52	M01
Melbourne	11,545	17,655	17,032
Western	F51	F52	F01
Fremantle	-	5,150	8,350
Total	21,326	33,810	38,857

THIS WEEK'S SALES STATISTICS

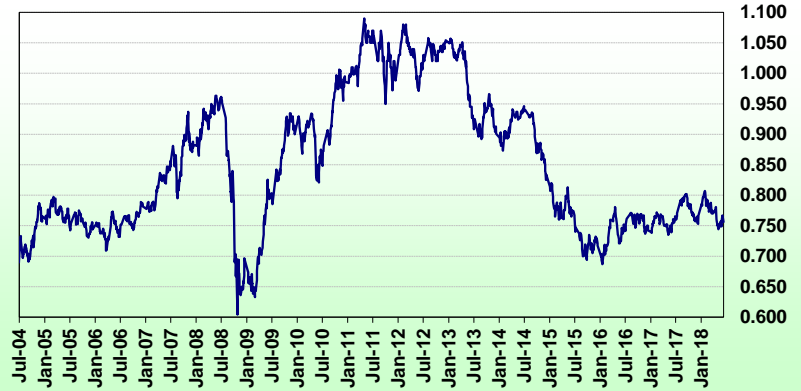
Centre	Bales Originally	Bales Offered	Bales Sold	Pass in Rate
Northern	10,010	10,965	10,738	2.1%
Southern	17,600	12,952	12,397	4.3%
Western	6,250	4,112	3,951	3.9%
TOTAL	33,860	28,029	27,086	3.4%

Average Nth-Sth MPG's as reported on 14 Jun 2018

AWEX Weekly Eastern Market Indicator



AUD vs USD from 06-Jul-04 to 14-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	2021	3097	2835	2686	2495	2350	2288	2281	2278	2280	2264	2250	1704	1012	0.756
10 year Average	1043	1689	1513	1519	1385	1322	1253	1191	1135	1094	1063	1036	842	595	0.845
This time last year	1506	2148	2193	2156	2117	2018	1878	1752	1637	1552	1482	1437	1144	766	0.761
10 year High	2027	3097	2887	2750	2543	2402	2324	2281	2278	2280	2264	2250	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%	75%
Diff b/w High & Current	6	0	52	65	49	52	36	0	0	0	0	0	0	12	0.334
Diff b/w Ave & Current	978	1408	1322	1167	1110	1028	1035	1090	1143	1186	1201	1214	862	417	-0.089

Percentile Bands

95%	1565	2618	2466	2364	2196	2079	1939	1784	1662	1584	1513	1465	1629	855	1.048
90%	1417	2461	2261	2225	2073	1892	1747	1646	1540	1462	1420	1374	1443	814	1.030
80%	1266	1922	1670	1674	1549	1502	1471	1425	1377	1342	1311	1281	1288	733	0.955
75%	1224	1806	1569	1586	1504	1459	1409	1373	1334	1308	1268	1232	1247	682	0.932
60%	1064	1567	1439	1468	1359	1299	1245	1195	1171	1159	1145	1124	1079	635	0.874
50%	1005	1518	1374	1379	1279	1240	1187	1145	1105	1074	1046	1016	1027	560	0.799
40%	930	1477	1314	1317	1221	1177	1116	1067	1012	970	934	897	954	485	0.775
25%	821	1413	1248	1253	1140	1080	1011	948	881	823	800	778	836	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	2400	2300	2220	2210	2200	2180	2120	2070	875
Jul-2018		2560	2460	2380	2280	2200	2180	2170	2150	2090	2030	875
Aug-2018		2540	2450	2375	2270	2150	2130	2120	2100	2090	1980	875
Sep-2018		2525	2350	2300	2150	2100	2080	2070	2050	2050	1920	875
Oct-2018		2515	2320	2270	2100	2050	2020	2020	2000	1920	1840	780
Nov-2018		2505	2300	2260	2050	2030	2000	1980	1970	1900	1800	730
Dec-2018		2495	2290	2250	2040	2000	1980	1960	1950	1890	1780	720
Jan-2019		2470	2280	2250	2030	1980	1960	1950	1940	1880	1730	650
Feb-2019		2445	2250	2200	2030	1980	1950	1940	1930	1850	1700	640
Mar-2019		2430	2240	2150	2030	1950	1945	1940	1930	1800	1650	630
Apr-2019		2415	2230	2130	2030	1950	1945	1940	1930	1800	1630	630
May-2019		2400	2230	2130	2030	1950	1900	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.