

# Wool Weekly



Friday, 22 June 2018

## Wool Market Movements

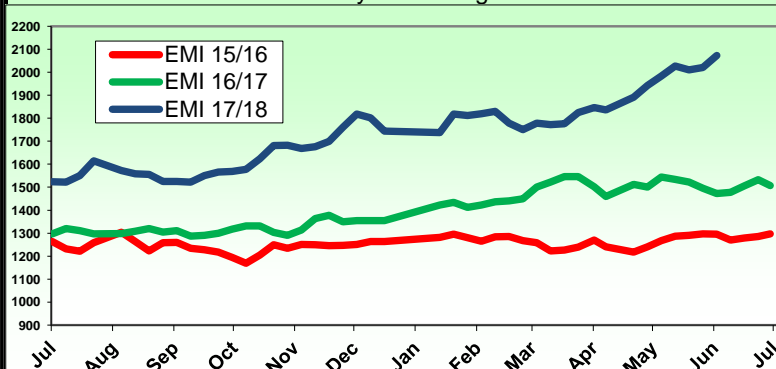
- A sharp drop in the currency and a low wool auction offering fired up the Australian wool market this week as buyers scrambled to secure supplies. There were very large increases for all Merino wools, with the largest jumps seen for 19 to 20 micron wools. Crossbred wool of 26 to 30 micron also benefited from the price increase, but prices for broad Crossbreds eased once again. The EMI leapt by 52 cents to close the week at 2073 c/kg, with the largest gain seen on Wednesday. The AUD fell by 2 UScents to the lowest level in over a year. The fall in the AUD meant that the EMI was slightly lower in USD at 1526 USc/kg. There were just 20,904 bales offered for the week. AWEX reports that it is the smallest weekly offering in nine years. With Merino prices rising rapidly, the pass-in rate fell to just 2.0%.
- The Sydney sale this week was held on Wednesday and Thursday with 10,093 bales offered. The sale opened at pace, with buyers bidding strongly for the limited supplies of Merino wools. Prices for all Merino wools lifted sharply, with the largest gains of 40-70 cents seen for 18.5 to 21 micron fleece wool. Crossbred wool of between 26 to 28 micron lifted by 40-50 cents while broader microns were up more modestly. Oddments rose by 15-20 cents. Buyers continued to seek Merino wool of 19 micron & broader on Thursday, pushing prices higher, although the pace steadied as the day progressed. Prices for finer microns were firm. A limited offering of fine Crossbreds saw prices continue to rise strongly while broader wools were up a little. Most Oddments were steady, and Stains lifted by 10 cents.
- Melbourne hosted a two-day sale with just 10,811 bales on offer. Many buyers reported this to be the lowest weekly offering they had seen for many years. With a lower currency and a very small offering, buyers competed strongly for the available wool on both days. Prices for all Merino wools lifted by 40 to 90 cents over the two days. Buyers were not overly selective on Wednesday, happy to buy the lower spec wool as much as the well-spec'ed lots. Thursday's sale saw buyers become a bit choosier in the fine wools, favouring the lots with higher strength and lower VM. Crossbred wools of 29 micron and finer gained on both days, while broader microns were more mixed. Wednesday saw Oddments all lift sharply, then buyers favoured the low VM Oddments on Thursday.
- There were no sales in Fremantle this week.

## AWEX WEEKLY WOOL PRICES

Regional Indicator	North	Wkly Chg	South	Wkly Chg	West	Wkly Chg
c/kg clean	2110	+51	2050	+53	-	-
MICRON PRICE GUIDES						
16.5	-	-	3061n	-	-	-
17	2869n	+21	2903	+81	-	-
17.5	2702n	+13	2726	+44	-	-
18	2538	+35	2558	+72	-	-
18.5	2413	+71	2427	+69	-	-
19	2374	+93	2379	+84	-	-
19.5	2370	+100	2378	+86	-	-
20	2356	+90	2363	+73	-	-
21	2324n	+59	2344	+49	-	-
22	-	-	2340n	+66	-	-
23	-	-	-	-	-	-
24	-	-	-	-	-	-
25	-	-	-	-	-	-
26	1545n	+51	1536n	+28	-	-
28	1052	+39	1048	+37	-	-
30	709n	+14	699n	+5	-	-
32	-	-	451n	-5	-	-
MC	1495	+19	1513n	+31	-	-

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

Currently: 2073 c/kg clean



## Upcoming Auction Volumes

	25/06/2018	2/07/2018	9/07/2018
Northern	S52	S01	S02
Sydney	10,619	12,525	11,580
Southern	M52	M01	M02
Melbourne	16,915	16,832	19,475
Western	F52	F01	F02
Fremantle	4,994	8,575	5,450
Total	32,528	37,932	36,505

## THIS WEEK'S SALES STATISTICS

Centre	Bales Originally	Bales Offered	Bales Sold	Pass in Rate
Northern	9,920	10,093	9,876	2.2%
Southern	15,876	10,811	10,605	1.9%
Western	-	-	-	-
TOTAL	25,796	20,904	20,481	2.0%

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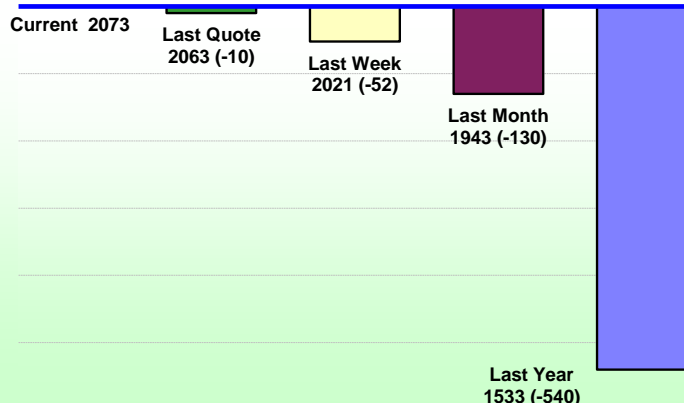
# Landmark Wool Report

EMI 2073 NMI 2110 SMI 2050 WMI -



Average Nth-Sth MPG's as reported on 21 Jun 2018

## AWEX Weekly Eastern Market Indicator



## AUD vs USD from 06-Jul-04 to 21-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	2073	3061	2886	2714	2548	2420	2377	2374	2360	2334	2340	2250	1704	1050	0.736
10 year Average	1045	1692	1515	1520	1386	1323	1254	1193	1137	1096	1065	1037	843	596	0.845
This time last year	1533	2222	2222	2196	2157	2050	1907	1769	1671	1582	1517	1445	1144	769	0.755
10 year High	2073	3097	2887	2750	2549	2420	2377	2374	2360	2334	2340	2250	1704	1050	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%	1%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%	86%
Diff b/w High & Current	0	36	1	36	1	0	0	0	0	0	0	0	0	0	0.354
Diff b/w Ave & Current	1028	1369	1371	1194	1162	1097	1122	1181	1222	1238	1275	1213	861	454	-0.109

## Percentile Bands

	1568	2618	2470	2378	2202	2090	1946	1790	1667	1586	1516	1468	1636	857	1.048
95%	1422	2463	2267	2225	2074	1902	1749	1650	1543	1464	1420	1375	1444	814	1.030
90%	1266	1936	1674	1677	1550	1506	1473	1427	1378	1343	1312	1283	1289	734	0.955
80%	1224	1806	1570	1587	1504	1460	1410	1374	1334	1308	1268	1233	1247	683	0.932
75%	1064	1567	1439	1468	1360	1300	1245	1195	1171	1159	1145	1125	1079	636	0.874
60%	1005	1518	1374	1382	1280	1240	1188	1145	1105	1075	1047	1016	1028	562	0.799
50%	930	1477	1314	1317	1221	1178	1116	1068	1012	970	935	897	954	485	0.775
40%	822	1413	1248	1253	1140	1080	1011	948	882	824	800	779	836	468	0.756
25%	730	1334	1178	1183	1031	996	929	865	805	749	717	698	747	449	0.723
10%															

## Indicative Basis Contract Prices

Date	MPG	17	17.5	18	18.5	19	19.5	20	21	22	23	28	
Jul-2018		2575	2470	2400	2330	2250	2245	2240	2230	2200	2140	950	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.
Aug-2018		2560	2450	2380	2310	2240	2235	2230	2220	2190	2130	930	
Sep-2018		2540	2445	2375	2305	2220	2215	2210	2200	2170	2110	920	
Oct-2018		2525	2370	2300	2230	2200	2165	2160	2150	2120	2060	920	
Nov-2018		2515	2420	2350	2280	2130	2115	2110	2100	2070	2010	910	
Dec-2018		2505	2410	2340	2270	2080	2085	2080	2070	2040	1980	900	
Jan-2019		2495	2390	2320	2250	2060	2065	2060	2050	2020	1960	880	
Feb-2019		2470	2380	2310	2240	2030	2015	2010	2000	1970	1910	870	
Mar-2019		2445	2340	2270	2200	2000	1995	1990	1980	1950	1890	860	
Apr-2019		2430	2330	2260	2190	1980	1985	1980	1970	1940	1880	830	
May-2019		2415	2320	2250	2180	1970	1985	1980	1970	1940	1880	800	
Jun-2019		2400	2320	2250	2180	1960	1965	1960	1950	1920	1860	750	
Jul-2019		2385	2300	2230	2160	1950	1955	1950	1940	1910	1850	720	
Aug-2019		2370	2270	2200	2130	1930	1945	1940	1930	1900	1840	700	
Sep-2019		2355	2270	2200	2130	1900	1915	1910	1900	1870	1810	700	

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