

Wool Weekly

LANDMARK

Friday, 12 July 2019

Wool Market Movements

- The second week of the new selling season maintained the strong tone of the previous week with gains across all Merino Price Guides (MPGs) in all three selling centres. The three-week sale recess sparked demand from buyers as they competed at the last auction before 7 August. Just over 34,000 bales were on offer this week with 31,923 bales sold resulting in a pass-in rate of 6.3%. The EMI gained 31 cents this week to close at 1,754 c/kg clean. While gains were experienced across all types and descriptions, it was the better style lots with favourable additional measurements that attracted the greatest buyer interest.
- Strong competition for all descriptions and types pushed saw increases in all MPGs in Sydney on Wednesday. Keen buyer demand continued on Thursday, particularly for MF4 and MF5 lots with favourable additional measurements. These lots increased by 20 to 30 cents compared to those with lower strength and higher midbreaks which remained at the previous days levels. Merino skirtings increased on both days, gaining up to 90 cents for the week. Broader crossbred lots also gaining in value. The Northern Regional Indicator rose 42 cents to 1,780 c/kg clean and the Northern Merino Carding Indicator gained 29 cents to 1,010 c/kg clean. The Sydney pass-in rate was 5.4%.
- Wednesday's Melbourne sale started well and gained strength during the day. All MPGs gained in value. Thursday's sale was also robust with further gains in all MPGs. Finer (<19.0 µm) lots with best style and favourable additional measurements attracted premiums. Skirtings strengthened across both sale days with increases of up to 65 cents. Crossbred lots increased, particularly those which had been well-prepared. Oddment lots increased, led by lots with low VM. The Southern Regional Indicator gained 24 cents to 1,737 c/kg clean and the Southern Merino Carding Indicator jumped 51 cents to 990 c/kg clean. The Melbourne pass-in rate was 5.2%.
- A single sale day in Fremantle produced increases of 25 to 30 cents across all MPGs from 18.0 to 21.0 µm. Steady competition saw the Merino Skirtings sector gain 25 to 30 cents with oddment lots also trending dearer. The Western Regional Indicator closed at 1,894 c/kg clean up 27 cents. The Western Merino Carding Indicator rose by 9 cents to 990 c/kg clean. The Fremantle pass-in rate was 12.4%.

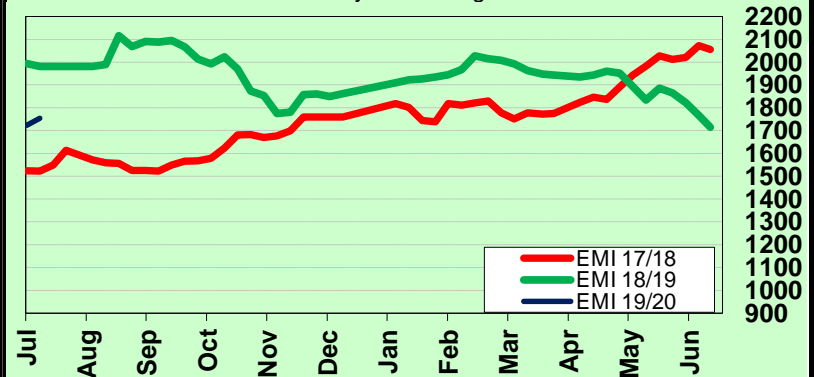
AWEX WEEKLY WOOL PRICES

Regional Indicator	North	Wkly Chg	South	Wkly Chg	West	Wkly Chg
c/kg clean	1780	+42	1737	+24	1894	+27

MICRON PRICE GUIDES						
16.5	2185	+44	-	-	-	-
17	2175	+42	2133	-	-	-
17.5	2158	+36	2125	+22	-	-
18	2143	+36	2116	+17	2056n	+25
18.5	2089	+40	2056	+2	2044n	+23
19	2043	+19	2054	+7	2043	+23
19.5	2038	+25	2046	+8	2041	+28
20	2033	+24	2046	+9	2040	+27
21	-	-	2037	+15	2038n	+30
22	-	-	2034n	-	-	-
23	-	-	-	-	-	-
24	-	-	-	-	-	-
25	-	-	-	-	-	-
26	-	-	1373n	-	-	-
28	1045n	+15	1053	+3	-	-
30	-	-	861	+26	-	-
32	-	-	588n	-1	-	-
MC	1010	+29	990n	+51	990n	+9

AWEX EMI 2017/18 & 2018/19 Seasons vs Current

Currently: 1754 c/kg clean



Upcoming Auction Volumes

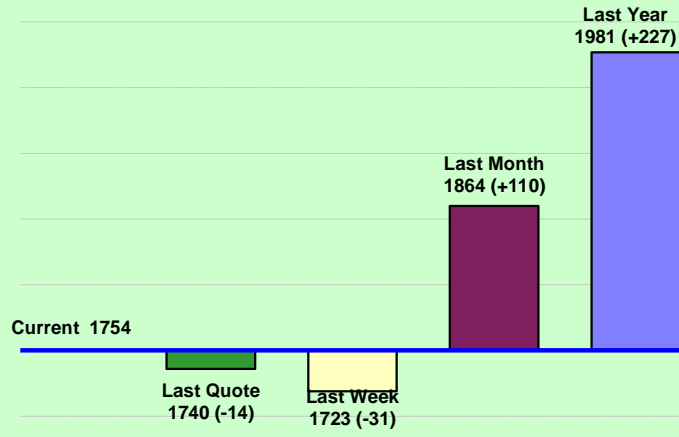
	16/07/2019	23/07/2019	30/07/2019
Northern	S03	S04	S05
Sydney	RECESS	RECESS	RECESS
Southern	M03	M04	M05
Melbourne	RECESS	RECESS	RECESS
Western	F03	F04	F05
Fremantle	RECESS	RECESS	RECESS
Total	RECESS	RECESS	RECESS

THIS WEEK'S SALES STATISTICS

Centre	Bales Originally	Bales Offered	Bales Sold	Pass in Rate
Northern	10,064	11,892	11,250	5.4%
Southern	18,601	17,066	16,186	5.2%
Western	6,900	5,122	4,487	12.4%
TOTAL	35,565	34,080	31,923	6.3%

Average Nth-Sth MPG's as reported on 11 Jul 2019

AWEX Weekly Eastern Market Indicator Quote Comparisons



AUD vs USD from 06-Jul-04 to 11-Jul-19



Micron	EMI	16.5	17	17.5	18	18.5	19	19.5	20	21	22	23	25	28	AUD
Current MPG's	1754	2185	2154	2142	2130	2073	2049	2042	2040	2037	2034	-	-	1049	0.697
10 year Average	1271	1846	1749	1689	1627	1562	1497	1441	1394	1362	1328	1264	1133	1003	0.869
This time last year	1981	3006	2787	2608	2439	2332	2276	2247	2244	2232	2218	2253	1828	944	0.738
10 year High	2116	3187	3007	2831	2683	2569	2462	2414	2391	2371	2350	2308	2153	1323	1.090
10 year Low	766	1265	1172	1137	1077	1019	945	856	793	776	764	753	727	432	0.687
% Reported above current	14%	29%	29%	27%	21%	17%	14%	12%	11%	11%	10%	0%	0%	4%	98%
Diff b/w High & Current	362	1002	853	690	553	496	414	372	352	334	316	-	-	274	0.393
Diff b/w Ave & Current	483	339	405	452	502	510	551	601	646	675	706	-	-	46	-0.172

Percentile Bands

95%	1960	2984	2761	2579	2439	2354	2300	2276	2260	2241	2223	2146	1504	1024	1.050
90%	1836	2613	2523	2475	2362	2249	2159	2097	2073	2069	2041	1679	1258	931	1.040
80%	1525	2468	2354	2245	2144	2014	1868	1735	1621	1528	1460	1386	1174	831	1.010
75%	1416	2319	2240	2176	2073	1891	1747	1635	1539	1454	1413	1357	1127	810	0.985
60%	1265	1806	1664	1593	1546	1499	1469	1423	1375	1339	1308	1265	1011	731	0.914
50%	1205	1576	1529	1514	1479	1442	1394	1360	1319	1287	1252	1205	943	677	0.875
40%	1111	1516	1436	1393	1358	1329	1295	1268	1233	1218	1196	1155	911	658	0.788
25%	1037	1405	1327	1281	1257	1232	1199	1168	1144	1135	1119	1082	881	617	0.757
10%	912	1330	1249	1206	1171	1136	1082	1015	971	945	924	892	705	469	0.719

Indicative Basis Contract Prices

Date	MPG	17	17.5	18	18.5	19	19.5	20	21	22	23	28
Aug-2019		2035	2030	2000	1990	1970	1960	1955	1950	1920	1850	960
Sep-2019		2025	2020	1990	1980	1960	1950	1945	1940	1910	1840	950
Oct-2019		1995	1990	1960	1950	1930	1920	1925	1920	1890	1820	940
Nov-2019		1985	1980	1950	1940	1920	1910	1905	1900	1870	1800	930
Dec-2019		1975	1970	1940	1930	1910	1900	1895	1890	1860	1790	920
Jan-2020		1965	1960	1930	1920	1900	1890	1885	1880	1850	1780	910
Feb-2020		1935	1930	1900	1890	1870	1860	1805	1800	1770	1700	890
Mar-2020		1915	1910	1880	1870	1850	1840	1795	1790	1760	1690	870
Apr-2020		1895	1890	1860	1850	1830	2007	1785	1780	1750	1680	850
May-2020		1865	1860	1830	1820	1800	1997	1775	1770	1740	1670	830
Jun-2020		1825	1820	1790	1780	1760	1977	1755	1750	1720	1650	810
Jul-2020		1805	1800	1770	1760	1740	1957	1735	1730	1700	1630	790
Aug-2020		1785	1780	1750	1740	1720	1937	1715	1710	1680	1610	770
Sep-2020		1765	1760	1730	1720	1700	1917	1695	1690	1660	1590	750
Oct-2020		1745	1740	1710	1700	1680	1918	1675	1670	1640	1570	730

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.