

# Wool Weekly

# LANDMARK

Friday, 13 September 2019

## Wool Market Movements

- The Australian wool market has rebounded from the doldrums of the past weeks with record weekly increases in each of the three Regional Indicators. Buyer confidence returned with demand and bids increasing as the sale progressed. The broader, >18.5 µm, Micron Price Guides (MPGs) were keenly sought. The EMI gained 170 cents for the week - the highest weekly gain on record - to close at 1,535 c/kg clean. The national pass-in rate was 6.2%, 5.3% lower than last week. Sales continue next week with 31,107 bales on offer across the three selling centres.
- A single day's sale saw strong demand generate significant price increases in Sydney on Wednesday. Large price rises occurred across all MPGs, both Merino and Crossbred, with the 18.5 µm to 21 µm Merino range gaining between 130 and 185 cents and Crossbreds between 65 to 100 cents. Merino skirtings were also back in favour gaining between 80 to 100 cents. The oddment sector climbed upwards with locks and stains increasing by up to 100 cents and crutchings by up to 70 cents. The Northern Regional Indicator gained 126 cents to close at 1,534 c/kg clean and the Northern Merino Carding Indicator gained 92 cents to 906 c/kg clean. The Sydney pass-in rate was 8.0%.
- The two-day sale in Melbourne saw prices surge upwards with gains of at least 111 cents across all MPGs. The 18.5 to 22 µm lots gained between 186 and 304 cents for the week. The Southern Regional Indicator gained 132 cents on Wednesday and a further 66 cents on Thursday to close at 1,536 c/kg clean. The Merino Skirtings market was solid, with Best Style lots gaining up to 180 cents for the week. Crossbreds wools gained up to 115 cents and oddments also strengthened. The Southern Merino Carding Indicator jumped 186 cents to 1,007 c/kg clean. The Melbourne pass-in rate was 3.5%.
- Price gains in Fremantle followed the trend of the Eastern states, driven in part by a reduced offering as 29% of lots were withdrawn prior to Wednesday's sale. Further price rises occurred on Thursday with strong buyer competition a feature of the day. A small offering of Merino Skirtings was keenly sought, increasing by up to 200 cents on Wednesday and a further 70 cents on Thursday. Oddment lots were also dearer. The Western Regional Indicator gained a record 242 cents for the week to close at 1,625 c/kg clean. The Western Merino Carding Indicator gained 100 cents to 955 c/kg clean. The Fremantle pass-in rate was 5.7%.

## AWEX WEEKLY WOOL PRICES

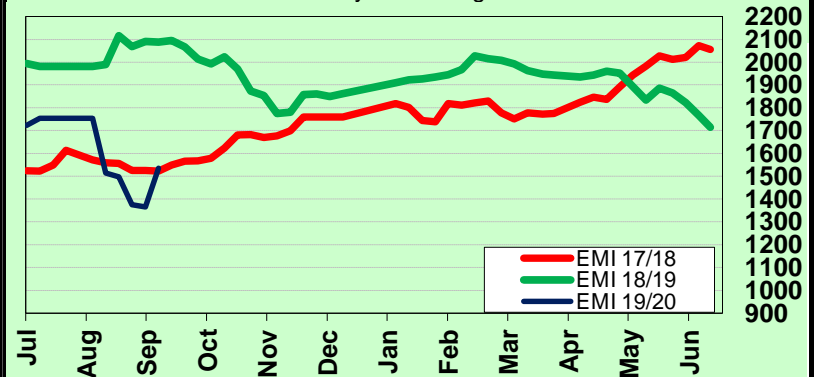
Regional Indicator	North	Wkly Chg	South	Wkly Chg	West	Wkly Chg
c/kg clean	1534	+126	1536	+198	1625	+242

MICRON PRICE GUIDES						
16.5	1948	+68	1993n	+111	-	-
17	1930	+88	1969	+146	-	-
17.5	1900	+90	1923	+115	-	-
18	1853	+70	1874	+127	1802n	+225
18.5	1844	+130	1865	+186	1783n	+230
19	1755	+177	1833	+251	1779	+269
19.5	1706	+176	1808	+290	1749	+272
20	1682	+185	1785	+304	1727	+276
21	1645	+158	1769	+292	1711n	+273
22	-	-	1665n	+187	-	-
23	-	-	1637n	-	-	-
24	-	-	-	-	-	-
25	-	-	-	-	-	-
26	1165	+65	-	-	-	-
28	953	+100	961	+112	-	-
30	813	-	818n	+115	-	-
32	-	-	-	-	-	-
MC	906	+92	1007n	+186	955n	+100

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

Currently: 1535 c/kg clean



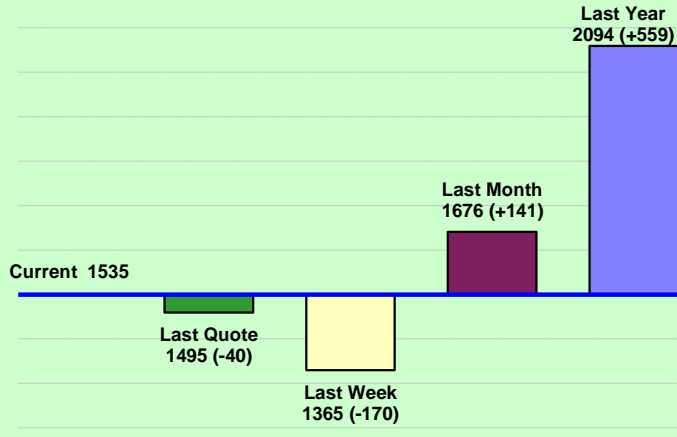
760

	17/09/2019	24/09/2019	1/10/2019
Northern	S12	S13	S14
Sydney	8,885	7,670	8,795
Southern	M12	M13	M14
Melbourne	15,802	14,484	18,735
Western	F12	F13	F14
Fremantle	6,420	6,500	6,450
<b>Total</b>	<b>31,107</b>	<b>28,654</b>	<b>33,980</b>

## THIS WEEK'S SALES STATISTICS

Centre	Bales Originally	Bales Offered	Bales Sold	Pass in Rate
Northern	8,700	5,191	4,777	8.0%
Southern	17,566	9,672	9,331	3.5%
Western	7,500	4,330	4,084	5.7%
<b>TOTAL</b>	<b>33,766</b>	<b>19,193</b>	<b>18,192</b>	<b>5.2%</b>

### AWEX Weekly Eastern Market Indicator Quote Comparisons



### AUD vs USD from 06-Jul-04 to 12-Sep-19



Micron	EMI	16.5	17	17.5	18	18.5	19	19.5	20	21	22	23	25	28	AUD
<b>Current MPG's</b>	1535	1993	1969	1923	1874	1865	1833	1808	1785	1769	1665	1637	-	961	0.688
<b>10 year Average</b>	1274	1848	1751	1692	1630	1565	1500	1445	1397	1366	1332	1265	1133	1003	0.867
<b>This time last year</b>	2094	3113	2976	2808	2680	2569	2439	2358	2305	2264	2253	2237	1765	972	0.718
<b>10 year High</b>	2116	3187	3007	2831	2683	2569	2462	2414	2391	2371	2350	2308	2153	1323	1.090
<b>10 year Low</b>	766	1265	1172	1137	1077	1019	945	856	793	776	764	753	727	432	0.670
<b>% Reported above current</b>	19%	33%	32%	32%	30%	26%	22%	17%	15%	15%	15%	11%	0%	8%	98%
<b>Diff b/w High &amp; Current</b>	581	1194	1038	908	809	704	629	606	606	602	685	671	-	362	0.402
<b>Diff b/w Ave &amp; Current</b>	261	145	218	231	244	300	333	363	388	403	333	372	-	-42	-0.179

#### Percentile Bands

<b>95%</b>	1960	2983	2760	2577	2438	2353	2299	2276	2260	2240	2222	2146	1504	1026	1.050
<b>90%</b>	1834	2612	2523	2473	2360	2243	2157	2087	2072	2066	2033	1679	1258	936	1.040
<b>80%</b>	1525	2463	2348	2242	2135	2011	1868	1742	1627	1537	1469	1387	1174	837	1.010
<b>75%</b>	1428	2314	2233	2170	2071	1887	1749	1654	1550	1471	1420	1357	1127	814	0.985
<b>60%</b>	1268	1826	1674	1602	1551	1507	1474	1433	1379	1344	1311	1265	1011	735	0.913
<b>50%</b>	1209	1578	1537	1518	1484	1446	1398	1362	1325	1296	1253	1205	943	678	0.872
<b>40%</b>	1112	1517	1439	1395	1361	1333	1298	1271	1235	1221	1198	1155	911	659	0.786
<b>25%</b>	1038	1406	1327	1282	1259	1233	1199	1170	1146	1136	1122	1082	881	619	0.755
<b>10%</b>	915	1331	1250	1206	1171	1136	1082	1017	971	946	924	892	705	470	0.717

#### Indicative Basis Contract Prices

Date	MPG	17	17.5	18	18.5	19	19.5	20	21	22	23	28
Sep-2019		1735	1730	1700	1690	1670	1660	1625	1620	1590	1520	810
Oct-2019		1735	1730	1700	1690	1670	1660	1625	1620	1590	1520	780
Nov-2019		1735	1730	1700	1690	1670	1660	1625	1620	1590	1520	780
Dec-2019		1735	1730	1700	1690	1670	1660	1625	1620	1590	1520	780
Jan-2020		1715	1710	1680	1670	1650	1640	1605	1600	1570	1500	750
Feb-2020		1685	1680	1650	1640	1620	1610	1585	1580	1550	1480	730
Mar-2020		1665	1660	1630	1620	1600	1590	1565	1560	1530	1460	710
Apr-2020		1635	1630	1600	1590	1570	1560	1545	1540	1510	1440	690
May-2020		1615	1610	1580	1570	1550	1540	1525	1520	1490	1420	670
Jun-2020		1595	1590	1560	1550	1530	1520	1505	1500	1470	1400	650
Jul-2020		1575	1570	1540	1530	1510	1500	1485	1480	1450	1380	630
Aug-2020		1555	1550	1520	1510	1490	1480	1465	1460	1430	1360	610
Sep-2020		1535	1530	1500	1490	1470	1460	1445	1440	1410	1340	590
Oct-2020		1515	1510	1480	1470	1450	1440	1425	1420	1390	1320	570
Nov-2020		1495	1490	1460	1450	1430	1420	1405	1400	1370	1300	550

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.