

## Wool Market Report

## F18

Thursday, 1 November, 2018

### National Commentary

The Australian wool market has continued its slide into negative territory in Week 18. The national quantity increased slightly to 35,784 bales. Buyers were again tentative in their bidding, as a result the market struggled to find a solid basis. The lack of buyer confidence combined with an ever-increasing quantity of lower yielding, lower strength wool, has resulted in losses across the board. By the end of the sale the prices being realised were generally 15 to 40 cents below those achieved at the previous sale. The AWEX Eastern Market Indicator (EMI) lost 20 cents for

the series, to close at 1,854 cents. Over the previous three sales the EMI has dropped by 169 cents. The EMI has now fallen 262 cents from the record achieved in mid-August, this equates to a reduction of 12%. The fall in prices was again met with firm seller resistance, resulting in 16.7% of the national offering being passed in, this combined with the 8.6% that was withdrawn prior to sale, meant that the clearance rate for the week was only 74.7%. The skirtings were the best performing sector this week, managing to record modest gains for the week of between 5 and 10 cents, wool carrying less than 2.0% vegetable matter

attracting the most competition and the largest gains. The crossbreds had a week of mixed results, prices rose slightly in the South and fell slightly in North. The oddments continued their steep downward path. Locks, stains and crutchings generally fell by a further 40 to 100 cents, pushing the three carding indicators down by an average 71 cents. Over the course of the previous six sales, the merino carding indicators have fallen by an average of 468 cents. Quantities remain very similar next week, currently there is 35,696 bales on offer in Sydney, Melbourne and Fremantle.

	This Week	Last 12 Months		
		High	Low	Avg
<b>EMI</b>	<b>1854 -20</b>	2116	1623	1886
<b>Wst Ind</b>	<b>2005 -28</b>	2279	1674	1986
<b>18</b>	<b>2299 -46</b>	2638	2163	2350
<b>18.5</b>	<b>2231 -48</b>	2536	2053	2254
<b>19</b>	<b>2199 -37</b>	2472	1941	2177
<b>19.5</b>	<b>2151 -39</b>	2423	1826	2110
<b>20</b>	<b>2118 -36</b>	2388	1698	2053
<b>21</b>	<b>2112 -28</b>	2357	1593	1997
<b>22</b>	<b>2111</b>	2264	1523	1900
<b>MC</b>	<b>1104 -75</b>	1602	1104	1397

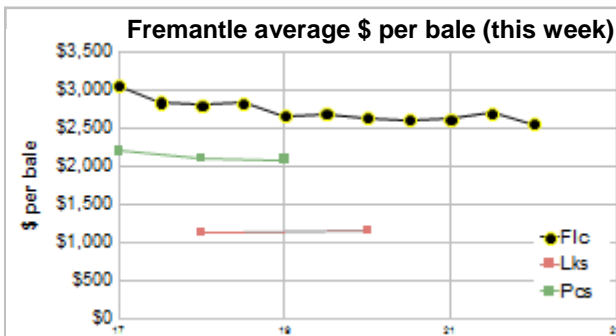
USD	71.29¢
▲	0.49¢
EUR	62.86¢
▲	0.81¢

### Main Buyers (This Week)

1	TIANYU	733	13.8%
2	SEATECH	695	13.1%
3	WEST COAST WOOL	624	11.8%
4	PJ MORRIS	445	8.4%
5	TECHWOOL TRADING	428	8.1%
6	FOX & LILLIE	359	6.8%
7	MODIANO	339	6.4%
8	SCANLAN WOOL	280	5.3%

### Indicative Prices

Mic.	Grsy ¢	MM	Nkt	Vmb	Yield	AWEX-ID
<b>Merino Fleeces</b>						
17.2	1,638	81	30	0.6	68.5	MF5S.
17.3	1,614	80	27	0.9	68.7	MF5E.
18.0	1,615	96	40	0.6	71.4	MF4E.
18.6	1,686	79	46	0.3	75.1	MF5S.
18.9	1,599	94	28	0.7	73.1	MF4E.
19.5	1,545	79	38	0.9	71.2	MF5E.H1
20.2	1,554	107	28	0.2	75.0	MF4E.
20.6	1,431	96	31	0.5	68.0	MF5E.
21.9	1,413	70	43	0.3	67.6	MF5E.
<b>Merino Skirtings</b>						
17.1	1,279	74	30	1.8	61.6	MP5S.H1
17.7	1,131	83	29	2.7	55.4	MP5S.
<b>Merino Lambs</b>						
18.5	1,250			0.2	74.6	MLF5E.40
18.2	1,140			0.7	72.7	MLF5E.40
<b>Merino Locks</b>						
18.4	570			3.0	49.8	MZ4S.
<b>Crossbred Lambs</b>						
22.4	836			0.4	73.2	XLF5E.50



	F1c	P1c	L1c
<b>17</b>	\$3,059	\$2,192	
<b>18</b>	\$2,800	\$2,097	\$1,121
<b>19</b>	\$2,665	\$2,085	
<b>20</b>	\$2,631		\$1,148
<b>21</b>	\$2,616		
<b>22</b>	\$2,555		

