

## Wool Market Report

# M18

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seller resistance, resulting in 16.7% of the national offering being passed in, this combined with the 8.6% that was withdrawn prior to sale, meant that the clearance rate for the week was only 74.7%.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
EMI	1854	-20	2116	1623	1886
Sth Ind	1830	-19	2087	1563	1845
17	2532	-34	3006	2354	2729
17.5	2427	-24	2830	2303	2577
18	2343	-39	2659	2207	2419
18.5	2262	-16	2556	2053	2289
19	2221	-20	2459	1947	2199
19.5	2176	-28	2429	1850	2135
20	2141	-17	2387	1710	2077
21	2126	-37	2367	1600	2022
22	2169	+4	2350	1503	1992
23	2117	-6	2308	1463	1972
28	778	+2	1048	731	885
30	700	0	768	531	657
32	475	+10	513	376	447
MC	1116	-40	1592	1116	1415

USD	71.29¢
▲	0.49¢
EUR	62.86¢
▲	0.81¢

### Main Buyers (This Week)

1	TECHWOOL TRADING	2,323	14.0%
2	FOX & LILLIE	2,009	12.1%
3	ENDEAVOUR WOOL EXP.	1,393	8.4%
4	TIANYU	1,185	7.1%
5	AUST. MERINO EXP.	1,158	7.0%
6	MODIANO	1,015	6.1%
7	LEMPRIERE AUST	830	5.0%
8	SEATECH	786	4.7%

### Quotes of Note

Mic	Grsy	Clean	Yld	MM	NKT	VM	District	AWEXID
15.4	1639	2472	66	80	30	0.6	KINGSTON SE	MF5S.
16.4	1836	2642	70	67	40	1	CASTLE CREEK	MF5S.
16.5	1482	2462	60	105	23	1.6	KEYNETON	MF5S.
17.0	1613	2497	65	86	36	0.8	GLENAROUA	MF5S.
17.6	1822	2633	69	66	42	0.2	WOORNDOO	MF4E.
18.2	1632	2396	68	79	40	0.7	KEYNETON	MF5S.
18.8	1680	2314	73	68	54	0.2	TOOBORAC	MF4E.
19.1	1812	2279	80	99	40	0.3	DOCTORS POINT	MF4E.
19.4	1610	2245	72	77	50	0.1	GLENAROUA	MF4E.
19.7	1449	2122	68	94	18	0.4	CLARE	MF5E.
20.2	1510	2173	70	68	52	0.5	MARRABEL	MF4S.
20.6	1588	2163	73	72	42	0.6	COONALPYN	MF4E.
21.3	1251	2191	57	89	35	2	GEORGETOWN	MF5S.
22.6	1154	2068	56	80	24	1.3	WARRACKNABE	MF6B.
15.9	1350	2258	60	90	29	1.7	OATLANDS	MP5B.
17.7	1330	2009	66	75	36	1.2	CHILTERN	MP5S.
18.8	1358	2076	65	72	46	0.5	GLENAROUA	MP5E.
19.2	1076	1974	55	72	22	2.2	APSLEY	MP5S.
25.2	1140	1506	76	0	0	0.3	SMYTHES CREEK	XF4E.
26.1	820	1199	68	0	0	0.5	LAKE BOLAC	XF5S.
27.4	632	867	73	0	0	0.1	NAREEN	XF4E.

### AWN Forward Offers

MPG	Dec-18	Feb-19	Apr-19	Jun-19
18	2330	2290	2250	2230
19	2160	2140	2120	2090
20	2110	2070	2050	2010
21	2080	2040	2020	1980
22	2050	1990	1970	1930
23	2010	1950	1910	1870

The forward offers above are a guide only.  
 Please contact your rep for a firm quote.

