

Wool Market Report

F19

Thursday, 8 November, 2018

National Commentary

The Australian wool market has continued to track steeply downward in Week 19. There were 32,189 bales on offer to the trade, meaning the national offering is now down 15.2% compared to the previous season. When the sale opened, it was immediately apparent that there was a distinct lack of buyer confidence. Good style wool, with favourable additional measurement results, were attracting spirited bidding and as a result were not too heavily discounted. However, inferior style wool, wool carrying faults and wool with less favourable additional

measurement results were continually discounted as the sale progressed. By the end of the series the Micron Price Guides (MPG) had been reduced by 70 to 160 cents. The fall in prices pushed the AWEX Eastern Market Indicator (EMI) down by 78 cents for the week, to close at 1,776 cents. The EMI has now fallen for four consecutive weeks, losing a total of 247 cents over this period. The EMI is now 340 cents away from its August peak of 2,116 cents. As in previous weeks, the fall in price has been met with firm seller resistance. There was 20.9% passed in nationally, on top of the 8.4% of wool that was withdrawn prior to sale, this meant

the clearance rate for the week was only 70.7%. The crossbreds also fell this week, but not to the same extent as their merino cousins. Prices were generally discounted by 30 to 90 cents, 26.0 micron and finer most affected. The oddment sector has continued its dramatic fall. Prices for locks, stains and crutchings were generally reduced by a further 30 to 90 cents. This pushed the three carding indicators down by an average of 63 cents. The offering in Week 20 is larger than was available this week, currently there is 39,883 bales on offer in Sydney, Melbourne and Fremantle.

	This Week	Last 12 Months		
		<i>High</i>	<i>Low</i>	<i>Avg</i>
EMI	1776 -78	2116	1669	1889
Wst Ind	1931 -74	2279	1717	1992
18	2219 -80	2638	2183	2351
18.5	2156 -75	2536	2066	2256
19	2116 -83	2472	1968	2181
19.5	2076 -75	2423	1856	2116
20	2048 -70	2388	1744	2061
21	2046 -66	2357	1635	2008
22	2043 -68	2264	1548	1915
MC	1012 -92	1602	1012	1391

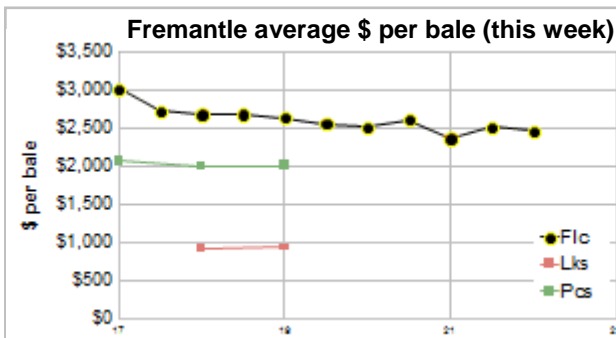
USD	72.78¢
▲	1.49¢
EUR	63.70¢
▲	0.84¢

Main Buyers (This Week)

1	TIANYU	650	15.3%
2	PJ MORRIS	636	15.0%
3	SEATECH	427	10.0%
4	WEST COAST WOOL	408	9.6%
5	SCANLAN WOOL	388	9.1%
6	FOX & LILLIE	374	8.8%
7	MICHELL P/L	262	6.2%
8	MODIANO	164	3.9%

Indicative Prices

Mic.	Grsy ¢	MM	Nkt	Vmb	Yield	AWEX-ID
Merino Fleeces						
15.8	1,625	75	29	0.7	65.7	MF5S.
17.0	1,598	92	25	1.0	69.9	MF5S.
17.6	1,630	79	31	0.4	73.2	MF4E.F1
18.1	1,571	80	40	0.6	70.9	MF5E.
18.3	1,586	96	43	0.5	73.4	MF5E. (BOLD)
19.1	1,529	93	40	0.2	72.7	MF4E.
19.5	1,442	101	33	0.7	70.2	MF5B.
20.0	1,476	75	53	0.4	72.0	MF5E.
20.3	1,475	73	33	0.4	72.5	MF5E.
Merino Skirtings						
17.3	1,155	81	26	1.5	56.6	MP5S.C1
18.5	1,101	78	26	2.7	56.5	MP5B.
Merino Lambs						
18.5	1,211			0.1	70.0	MLF5E.30
18.7	1,002			0.5	68.6	MLF5S.30
Crossbred Lambs						
22.3	880			0.2	75.7	XLF5E.50 (GFL)



	F1c	P1c	L1c
17	\$3,008	\$2,062	
18	\$2,679	\$1,992	\$925
19	\$2,629	\$2,002	\$946
20	\$2,509		
21	\$2,363		
22	\$2,459		

