

Wool Market Report

M19

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 There was 20.9% passed in nationally, on top of the 8.4% of wool that was withdrawn prior to sale, this meant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		
		High	Low	Avg
EMI	1776 -78	2116	1669	1889
Sth Ind	1754 -76	2087	1615	1849
17	2387 -145	3006	2387	2730
17.5	2345 -82	2830	2345	2578
18	2207 -136	2659	2207	2419
18.5	2194 -68	2556	2081	2292
19	2107 -114	2459	1983	2203
19.5	2067 -109	2429	1862	2140
20	2056 -85	2387	1747	2084
21	2064 -62	2367	1634	2032
22	2100 -69	2350	1548	2006
23	2046 -71	2308	1526	1987
28	751 -27	1048	731	885
30	670 -30	768	536	660
32	475 0	513	376	449
MC	1045 -71	1592	1045	1409

USD	EUR
▲ 1.49¢	▲ 63.70¢
▲ 0.84¢	

Main Buyers (This Week)

1	ENDEAVOUR WOOL EXP.	1,710	12.1%
2	FOX & LILLIE	1,667	11.8%
3	TECHWOOL TRADING	1,489	10.6%
4	TIANYU	1,140	8.1%
5	AUST. MERINO EXP.	1,014	7.2%
6	PJ MORRIS	734	5.2%
7	SEATECH	726	5.2%
8	VIC. WOOL PROCESSORS	705	5.0%

Quote of Note

Mic	Grsy	Clean	Yld	MM	NKT	VM	District	AWEXID
15.6	1730	2522	69	67	47	0.3	KARABEAL	MF4S.
16.0	1741	2542	69	79	33	0.8	GOORAMBAT	MF5S.
16.5	1751	2452	71	68	47	0.4	BULART	MF4E.
17.0	1525	2293	67	89	29	1	LISMORE	MF5S.
17.5	1828	2642	69	90	43	0.2	LONGFORD	MF4S.
17.9	1850	2463	75	92	45	0.2	GLENGARRY	MF4E.
18.3	1788	2384	75	94	46	0.6	AVOCA	MF4S.
18.6	1476	2133	69	108	38	0.2	MUNDULLA	MF4E.
19.1	1332	2068	64	77	23	0.4	MULWALA	MF5E.
19.6	1340	2151	62	98	24	2.6	ORROROO	MF5B.
20.0	1337	2044	65	95	34	1	MOUNT ALMA	MF5B.
20.6	1350	2103	64	87	32	1.1	BOOLEROO CT	MF5S.
21.1	1458	2107	69	89	47	0.7	BOOLEROO CT	MF5S.
21.9	1383	2105	66	81	34	0.3	MIRIAM VALE	MF5E.
15.8	1280	2218	58	78	22	1.4	KINGSTON SE	MP5S.
16.7	1291	2036	63	65	34	1.2	BULART	MP5S.
18.1	1100	2022	54	86	20	4.9	YORKETOWN	MP5B.
19.2	1035	1964	53	81	24	4.6	BOOLEROO CT	MP5B.
25.3	904	1266	71	0	0	0.8	BALMORAL	XF4S.
26.2	740	1051	70	0	0	0.2	SHELFORD	XF4E.
27.2	607	851	71	0	0	0.3	KEITH	XF4E.

AWN Forward Offers

MPG	Dec-18	Feb-19	Apr-19	Jun-19
18	2180	2140	2100	2080
19	2080	2040	2020	2000
20	2030	1990	1980	1930
21	2000	1960	1940	1900
22	1970	1910	1890	1850
23	1930	1870	1830	1790

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

