

Wool Weekly

LANDMARK

Friday, 7 December 2018

Wool Market Movements

- Merino fleece lots performed strongly this week, however an increased supply of inferior types with poor additional measurement restricted the overall gains. Superfine types were well supported this week. The 11 cent fall in the EMI to 1,849 c/kg clean was due to losses of up to 130 cents in the crossbred sector. This week's national offering was 37,410 bales of which 33,607 were sold at a pass in rate of 10.2%. Next week is the last sale before the 3-week Christmas recess and there are currently 48,777 bales rostered for sale.
- The first day of the Sydney sale saw little change from the previous week's levels for Merino fleece lots. However, falls in the crossbred and carding types saw the Northern Indicator lose 13 cents on the first day. Merino fleece lots strengthened on the second day with rises of up to 33 cents as the availability of good style lots with good strength (35N/ktex) caught the attention of buyers. Crossbred types continued to fall, with the 26 µm indicator falling by a further 60 cents. As a result, the Northern Indicator ended the week at 1,897 c/kg clean, down 8 cents. The Northern Carding Indicator lost 16 cents this week to close at 1,183 c/kg clean. The pass in rate in Sydney this week was 7.6%.
- Lower style lots with high midbreaks and low strength were discounted in Melbourne this week. However, these losses tended to be balanced by the availability of better style lots with favourable additional measurements which maintained last weeks levels. A stylish selection of Tasmanian lots saw the 16.5 µm price guide end the week up 33 cents. Merino skirtings finished the week strongly, but the crossbred types were cheaper on both days. The 26 µm micron lots fell by 115 cents for the week. The Southern Indicator fell by 13 cents to 1,818 c/kg clean. The Southern Carding indicator lost 7 cents to 1,174 c/kg clean. 10.8% of the 19,002 bales offered for sale in Melbourne this week were passed in.
- The Fremantle market had mixed results this week. Day 1 saw the 18 and 18.5 micron price guides rise (by 12 and 9 cents respectively) with losses for the 19 µm and broader lots. Day 2 saw gains for all Merino fleece lots, which were enough for all micron price guides, except the 21 µm, to finish the week stronger than last sale. The Western Indicator closed at 2,009c/kg clean unchanged from last week. The Merino Carding Indicator lost 20 cents to finish at 1,163 c/kg clean.

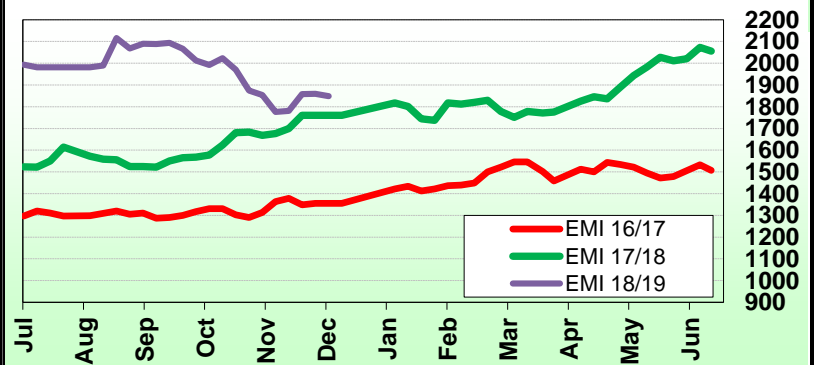
AWEX WEEKLY WOOL PRICES

Regional Indicator	North	Wkly Chg	South	Wkly Chg	West	Wkly Chg
c/kg clean	1897	-8	1818	-13	2009	0

MICRON PRICE GUIDES						
16.5	2565	+30	2506n	+33	-	-
17	2513	+26	2445	+19	-	-
17.5	2450	+18	2388	-1	-	-
18	2379	+7	2326	+11	2273n	+58
18.5	2305	+17	2247	-6	2223n	+46
19	2218	+30	2202	+7	2200	+34
19.5	2180	+17	2173	+9	2155	+21
20	2147	+6	2156	+4	2130	+2
21	2129	0	2133	-5	2103n	-10
22	-	-	2140n	-1	-	-
23	-	-	-	-	-	-
24	-	-	-	-	-	-
25	1433n	-	-	-	-	-
26	1205	-130	1244n	-115	-	-
28	855	-	850	-96	-	-
30	703n	-	683	-70	-	-
32	-	-	450n	-	-	-
MC	1183	-16	1174n	-7	1163n	-20

AWEX EMI 2016/17 & 2017/18 Season vs Current

Currently: 1849 c/kg clean



Upcoming Auction Volumes

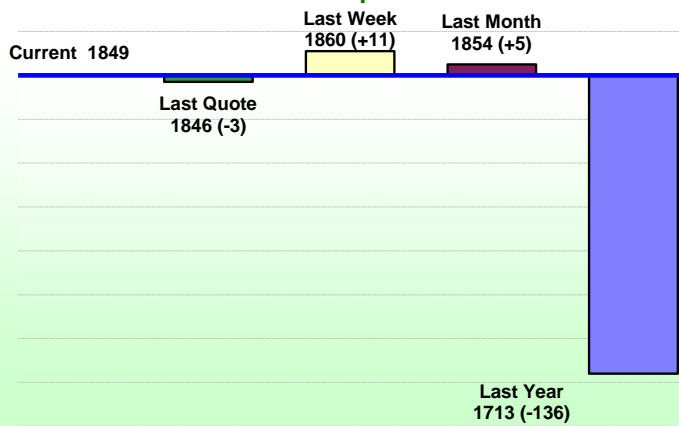
	11/12/2018	18/12/2018	25/12/2018
Northern	S24	S25	S26
Sydney	13,072	-	-
Southern	M24	M25	M26
Melbourne	27,146	-	-
Western	F24	F25	F26
Fremantle	8,559	-	-
Total	48,777	Recess	Recess

THIS WEEK'S SALES STATISTICS

Centre	Bales Originally	Bales Offered	Bales Sold	Pass in Rate
Northern	8,870	9,680	8,949	7.6%
Southern	19,758	19,002	16,874	11.2%
Western	8,150	8,728	7,784	10.8%
TOTAL	36,778	37,410	33,607	10.2%

Average Nth-Sth MPG's as reported on 6 Dec 2018

AWEX Weekly Eastern Market Indicator Quote Comparisons



AUD vs USD from 06-Jul-04 to 06-Dec-18



Micron	EMI	16.5	17	17.5	18	18.5	19	19.5	20	21	22	23	25	28	AUD
Current MPG's	1849	2536	2479	2419	2353	2276	2210	2177	2152	2131	2140	-	1433	853	0.723
10 year Average	1205	1786	1683	1619	1555	1489	1422	1362	1311	1279	1249	1213	970	674	0.863
This time last year	1699	2567	2474	2382	2270	2128	2019	1912	1799	1664	1573	1526	1225	772	0.755
10 year High	2116	3187	3007	2831	2683	2569	2462	2414	2382	2354	2350	2308	1828	1050	1.090
10 year Low	721	1259	1152	1092	1021	955	887	802	734	712	702	692	551	424	0.633
% Reported above current	5%	14%	10%	9%	6%	4%	4%	4%	4%	5%	4%	0%	4%	11%	90%
Diff b/w High & Current	267	652	528	412	330	293	252	237	230	223	210	-	395	198	0.368
Diff b/w Ave & Current	644	749	796	800	797	787	788	814	841	852	891	-	463	179	-0.141

Percentile Bands

95%	1846	2984	2761	2579	2381	2259	2163	2096	2068	2056	2083	1909	1327	929	1.050
90%	1682	2606	2476	2381	2269	2127	2005	1895	1773	1646	1561	1505	1224	862	1.040
80%	1388	2325	2242	2174	2059	1874	1707	1602	1519	1447	1409	1364	1144	808	1.010
75%	1316	2135	2051	1985	1838	1712	1594	1494	1439	1404	1376	1346	1110	778	0.985
60%	1233	1602	1570	1545	1510	1467	1422	1383	1343	1316	1277	1235	994	688	0.914
50%	1134	1544	1481	1452	1421	1392	1328	1295	1255	1239	1219	1186	929	667	0.875
40%	1085	1480	1385	1341	1312	1282	1255	1214	1190	1177	1157	1135	900	645	0.789
25%	1014	1397	1295	1261	1216	1187	1161	1135	1113	1099	1084	1054	852	584	0.760
10%	867	1315	1239	1191	1154	1104	1041	967	917	893	861	833	686	461	0.722

Indicative Basis Contract Prices

Date	MPG	17	17.5	18	18.5	19	19.5	20	21	22	23	28
Dec-2018		2400	2320	2270	2200	2150	2120	2105	2100	2070	2000	880
Jan-2019		2410	2330	2280	2210	2160	2130	2105	2100	2070	2000	875
Feb-2019		2350	2270	2220	2150	2100	2070	2075	2070	2040	1970	870
Mar-2019		2330	2250	2200	2130	2080	2050	2055	2050	2020	1950	865
Apr-2019		2325	2245	2195	2125	2075	2045	2050	2045	2015	1945	860
May-2019		2320	2240	2190	2120	2070	2040	2045	2040	2010	1940	855
Jun-2019		2320	2240	2190	2120	2070	2040	2045	2040	2010	1940	850
Jul-2019		2300	2220	2170	2100	2050	2020	2025	2020	1990	1920	845
Aug-2019		2280	2200	2150	2080	2030	2000	2005	2000	1970	1900	840
Sep-2019		2260	2180	2130	2060	2010	1980	1985	1980	1950	1880	835
Oct-2019		2240	2160	2110	2040	1990	1960	1965	1960	1930	1860	830
Nov-2019		2220	2140	2090	2020	1970	1940	1945	1940	1910	1840	825
Dec-2019		2200	2120	2070	2000	1950	1920	1925	1920	1890	1820	820
Jan-2020		2180	2100	2050	1980	1930	1900	1905	1900	1870	1800	815
Feb-2020		2160	2080	2030	1960	1910	1880	1885	1880	1850	1780	810

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.