

Wool Market Report

F21

Wednesday, 18 November, 2020

National Commentary

The Australian wool market has fallen this week, with nearly every sector of the market recording losses. The total national offering reduced to 36,332 bales after 7.1% of the selection was withdrawn prior to sale. Compared to the corresponding sale of the previous season, there has been 10,593 fewer bales put through the auction system, a 1.8% reduction. The bulk of the losses were felt on the first day of selling. The individual merino Micron Price Guides (MPGs) across the country reduced by between 11 and 52 cents. These losses combined with falls in the other sectors, resulted in a 28 cent drop in

the AWEX Eastern Market Indicator (EMI). The second selling day the market steadied, with minimal further price reductions combined with price rises in some MPGs. The losses were between 5 and 8 cents, whilst the increases ranged between 2 and 26 cents. Mainly due to further losses in the skirting and crossbred sectors, the EMI fell again for the day, dropping another 2 cents. The EMI lost 30 cents for the series, closing the week at 1,159 cents, this equated to a 2.5% fall. Due to minimal currency movement this week, the fall in the EMI in US dollar terms was very similar (2.7%). Unlike the fleece, the merino skirtings reduced over both days, generally closing the week at

price levels 50 to 60 cents below those achieved in the previous sale. The crossbred sector recorded the largest losses (in percentage terms) for the series. In the South the 28 micron MPG dropped 52 cents (an 8% fall), 30 micron lost 44 cents (9%) and 32 micron fell by 20 cents (7%). The oddments followed a similar path to the fleece, losses on the first day, followed by minimal positive movement on the second. Next week national offering rises, there is currently 41,527 bales available to the trade in Melbourne, Fremantle and Sydney (which is a designated Superfine sale).

	This Week		Last 12 Months		
			High	Low	Avg
EMI	1159	-30	1609	858	1252
Wst Ind	1212	-29	1710	895	1337
18	1569	-23	1945	1139	1570
18.5	1464	-30	1871	1048	1501
19	1383	-29	1836	975	1453
19.5	1321	-30	1831	938	1425
20	1241	-33	1824	893	1397
21	1193	-34	1805	871	1376
MC	767	-9	1168	655	908

USD	72.86¢
▼	-0.21¢
EUR	61.43¢
▼	-0.35¢

Main Buyers (This Week)

1	PJ MORRIS	1,005	19.7%
2	TECHWOOL TRADING	839	16.5%
3	WEST COAST WOOL	598	11.7%
4	ENDEAVOUR WOOL EXP.	447	8.8%
5	TIANYU	426	8.4%
6	SWAN WOOL PROCESSORS	248	4.9%
7	UNITED WOOL CO.	247	4.9%
8	FOX & LILLIE	240	4.7%

Indicative Prices

Mic.	Grsy ¢	MM	Nkt	Vmb	Yield	AWEX-ID
Merino Fleece						
17.4	1,200	93	35	0.5	70.2	MF5E.
18.0	1,114	98	28	0.5	71.6	MF4E. (BOLD/PFS)
18.5	1,064	111	34	0.6	73.1	MF4E.
18.8	1,016	100	39	0.4	73.3	MF4E. (PFS)
19.4	939	67	34	0.7	71.2	MF5E.
19.8	860	70	53	0.2	67.4	MF5E.
20.3	836	97	32	1.4	67.3	MF5B.
21.2	802	97	39	0.6	67.5	MF5E.
Merino Skirtings						
17.1	967	79	31	2.3	59.6	MP5S.
17.9	859	84	31	4.4	59.1	MP5S. (GFS)
Merino Lambs						
17.5	831			0.2	72.0	MLF5E.30
17.5	849			0.6	67.4	MLF5E.40
Merino Locks						
18.4	469			3.8	53.3	MZ5S.

