



### Wool Market Report

### F39

Thursday, 28 March, 2019

#### National Commentary

The Australian wool market continued to track downward in Week 39. In a continuing pattern there was again the occurrence of "two markets". One for the good style / higher yielding wools and one for the lesser style / lower yielding types. Due to the diminishing supply of the better wools, good style lots again attracted excellent buyer support, selling at levels very similar to those achieved at the previous sale. However, the inferior / lower yielding wools, were discounted as again buyers struggled to average them into their purchases. The result of these

discounts was overall reductions in the individual Micron Price Guides (MPGs) which in turn pushed the AWEX Eastern Market indicator (EMI) lower for the fifth consecutive series. The EMI lost 16 cents, closing the week at 1,947 cents. Due to seasonal conditions the amount of fleece wool yielding less than 60% dry continues to rise. AWEX compiled an analysis on yield going back to the 2002 season and the results highlighted some noteworthy facts. In previous drought years the highest number of low yielding wools were found in mid-April, meaning these wools typically reach the market in Weeks 44 and 45. This being the case, history shows

us that the amount of low yielding wools will continue to rise over the next four weeks, continuing to put pressure on an already over supplied section of the market. The crossbreds continue to defy the trend of the other sectors, again recording increases. Strong buyer activity helped to push prices up by 15 to 20 cents, the better prepared lines enjoying the largest increases. The oddments had another week of sharp falls, the three indicators fell by an average of 36 cents. Quantities increase slightly next week, currently there are 38,212 bales rostered for sale in Sydney, Melbourne and Fremantle.

	This Week	Last 12 Months		
		High	Low	Avg
<b>EMI</b>	<b>1947 -16</b>	2116	1772	1952
<b>Wst Ind</b>	<b>2099 -5</b>	2279	1871	2094
<b>18</b>	<b>2336 +11</b>	2638	2179	2374
<b>18.5</b>	<b>2313 +6</b>	2536	2103	2311
<b>19</b>	<b>2300 +6</b>	2472	2028	2266
<b>19.5</b>	<b>2296 +17</b>	2423	1978	2226
<b>20</b>	<b>2280 +6</b>	2388	1920	2198
<b>21</b>	<b>2270 +6</b>	2357	1890	2177
<b>22</b>	<b>2258</b>	2295	1837	2136
<b>MC</b>	<b>1089 -37</b>	1602	1012	1308

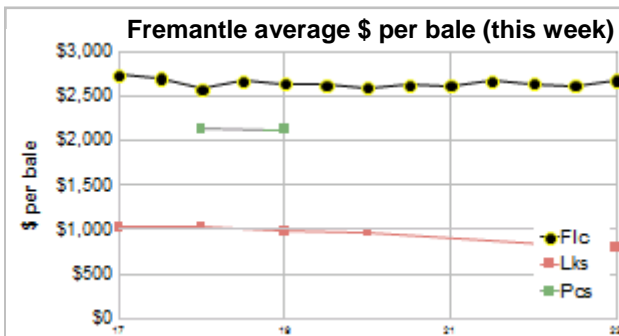
USD	70.97¢
▼	-0.48¢
EUR	63.06¢
▲	0.50¢

#### Main Buyers (This Week)

1	TECHWOOL TRADING	1,448	20.2%
2	SEATECH	1,393	19.4%
3	PJ MORRIS	1,072	14.9%
4	WEST COAST WOOL	741	10.3%
5	FOX & LILLIE	480	6.7%
6	AUST. MERINO EXP.	437	6.1%
7	TIANYU	366	5.1%
8	KATHAYTEX	339	4.7%

#### Indicative Prices

Mic.	Grsy ¢	MM	Nkt	Vmb	Yield	AWEX-ID
<b>Merino Fleece</b>						
17.8	1,469	90	28	1.6	64.0	MF5S.
18.3	1,467	96	32	2.1	67.0	MF5S.
18.9	1,421	93	28	1.3	62.1	MF5S.
19.4	1,501	96	31	1.5	64.8	MF5S.
20.0	1,476	109	32	0.7	64.4	MF5E.
20.4	1,499	108	43	1.0	65.7	MF5E.
20.9	1,508	93	47	0.6	66.5	MF5E. (PFS)
21.3	1,508	90	41	0.4	66.8	MF5E. (PFS)
<b>Merino Skirtings</b>						
19.9	1,186	80	32	1.5	55.1	MP5S.
<b>Merino Lambs</b>						
18.5	1,165			0.2	70.2	MLF4E.40
<b>Merino Locks</b>						
16.9	567			4.9	47.3	MZ5S.



	Fic	Pcs	Lks
<b>17</b>	\$2,740		\$1,021
<b>18</b>	\$2,583	\$2,128	\$1,025
<b>19</b>	\$2,645	\$2,124	\$975
<b>20</b>	\$2,597		\$961
<b>21</b>	\$2,615		
<b>22</b>	\$2,645		

