

## Wool Market Report

# M39

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
EMI	1947	-16	2116	1772	1952
Sth Ind	1919	-16	2087	1732	1922
17	2447	-11	3006	2387	2676
17.5	2411	-10	2830	2345	2566
18	2359	-24	2659	2207	2445
18.5	2305	-24	2556	2143	2345
19	2296	-21	2459	2035	2279
19.5	2276	-17	2429	1973	2241
20	2274	-8	2387	1918	2213
21	2263	-19	2367	1878	2196
22	2253	-21	2350	1854	2188
23	2256		2308	1790	2125
28	1178	+19	1178	751	967
30	945	+16	983	614	752
32	628	+20	628	408	488
MC	1109	-42	1592	1045	1329

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

### Main Buyers (This Week)

1	FOX & LILLIE	2,751	15.3%
2	TECHWOOL TRADING	2,648	14.8%
3	UNITED WOOL CO.	1,588	8.9%
4	AUST. MERINO EXP.	1,417	7.9%
5	SEATECH	1,218	6.8%
6	ENDEAVOUR WOOL EXP.	1,159	6.5%
7	TIANYU	1,016	5.7%
8	PJ MORRIS	677	3.8%

### Quote of Note

Mic	Grsy	Clean	Yld	MM	NKT	VM	District	AWEXID
15.3	1370	2460	56	84	19	0.7	BREWSTER	MF5S.
16.2	1490	2275	66	58	29	1.2	NAVARRE	MF5B.
16.8	1788	2400	75	86	34	0.5	MT LONARCH	MF4E.
17.2	1790	2576	70	85	45	0.7	MT LONARCH	MF4S.
17.7	1645	2523	65	78	45	1.3	LEXTON	MF5S.
18.2	1870	2483	75	91	42	0.4	HENSLEY PRK	MF4E.
18.7	1662	2324	72	87	38	0.4	NARACOORTE	MF5S.
19.2	1602	2298	70	81	42	1.4	NARACOORTE	MF5S.
19.8	1390	2282	61	95	34	0.7	BALAKLAVA	MF6S.
20.3	1709	2288	75	104	46	0.3	MAJORCA	MF4E.
21.0	1360	2270	60	81	44	1.1	GLADSTONE	MF5S.
21.7	1438	2257	64	100	29	0.9	BURRA	MF5S.
22.2	1211	2163	56	82	45	1.2	APSLEY	MF6E.
22.7	1370	2268	60	93	35	1	BURRA	MF5S.
16.2	1012	2153	47	85	24	4.9	STAWELL	MP5S.
17.2	1230	2228	55	86	32	4.3	BRANXHOLME	MP5S.
18.7	1411	2194	64	94	39	1.9	MAJORCA	MP4S.
19.6	1151	2093	55	77	28	3.8	BURRA	MP5B.
25.2	1200	1662	72	0	0	0.2	COLERAINE	XF4E.
26.0	1053	1410	75	0	0	0.1	EVANSFORD	XF4E.
26.7	916	1283	71	0	0	1.1	BREWSTER	XF5S.

### AWN Forward Offers

MPG	Apr-19	Jun-19	Aug-19	Oct-19
18	2420	2350	2285	2255
19	2270	2265	2185	2135
21	2245	2240	2095	2040
28	1090	1040	990	990

Please contact your Wool Specialist for a firm quote, and other micron inquiries

