

Wool Market Report

M47

Thursday, 23 May, 2019

National Commentary

The Australian wool market has continued its sharp downward path in Week 47, following on from the large losses experienced during the previous week's sales. Buyer confidence was very low, as exporters tried to see at what point the market would settle. Prices opened lower and then continued to fall as the sale progressed. By the end of the first selling day prices had generally been discounted by 40 to 60 cents. The AWEX Eastern Market Indicator (EMI) lost 52 cents for the day. Due to a lack of quantity the Western region was reduced to a one-day

sale. Selling last on Wednesday, the large reductions in price resulted in a passed in rate of 48.7%, this combined with the 10% of wool withdrawn prior to sale, meant that only 41% of the original offering was sold to the trade. This was the lowest clearance rate in the West since 2003. There were positive signs on the second selling day in the Eastern centres, where only minimal price movements were felt. This was reflected in the Eastern Market Indicator (EMI) which fell by only 8 cents. The EMI lost 60 cents for the series, closing the week at 1,833 cents. The EMI has now fallen by 119 cents over the last two weeks, this is a drop of 6%. The

crossbred sector sustained further large price reductions, after the substantial losses recorded last week. Weak buyer demand resulted in 26.0 through to 32.0 micron generally falling by 50 to 110 cents. After hitting a record level three weeks ago, the Micron Price Guide (MPG) for 28.0 micron has fallen by 219 cents over the past two sales, a reduction of over 14%. Next week quantities dictate that Fremantle will again hold a one-day sale, currently there is 31,462 bales rostered for sale in Sydney, Melbourne and Fremantle.

	This Week		Last 12 Months		
			High	Low	Avg
EMI	1833	-60	2116	1776	1965
Sth Ind	1810	-54	2087	1754	1936
17	2248	-54	3006	2248	2617
17.5	2247	-54	2830	2247	2539
18	2240	-59	2659	2207	2442
18.5	2169	-67	2556	2164	2357
19	2146	-72	2459	2100	2302
19.5	2144	-40	2429	2067	2270
20	2144	-45	2387	2056	2248
21	2137	-63	2367	2058	2234
22	2131	-46	2350	2085	2227
23	2007		2308	2007	2182
28	1071	-109	1323	751	1008
30	888	-93	1005	670	795
32	573	-53	659	438	518
MC	1036	-3	1592	1036	1281

USD	68.77¢
▼	-0.39¢
EUR	61.67¢
▼	-0.03¢

Main Buyers (This Week)

1	FOX & LILLIE	1,841	18.4%
2	AUST. MERINO EXP.	1,049	10.5%
3	UNITED WOOL CO.	1,036	10.4%
4	ENDEAVOUR WOOL EXP.	894	8.9%
5	MODIANO	543	5.4%
6	LEMPRIERE AUST	540	5.4%
7	NATSUN	524	5.2%
8	MICHELL P/L	510	5.1%

Quote of Note

Mic	Grsy	Clean	Yld	MM	NKT	VM	District	AWEXID
15.9	1489	2425	61.4	76	39	1.3	PARNDANA	MF5S.
16.3	1611	2244	71.8	82	35	0.4	FLINDERS ILD	MF4E.
17.1	1382	2292	60.3	83	40	1	SALE	MF5S.
17.6	1370	2117	64.7	80	34	2.6	EDENHOPE	MF5S.
17.9	1718	2406	71.4	91	38	0.7	BULART	MF4E.
18.3	1394	2112	66	98	36	2.7	EDENHOPE	MF5B.
18.9	1710	2238	76.4	70	55	0.1	SMYTHES CRK	MF4E.
19.2	1389	2184	63.6	85	42	0.3	WILLAURA	MF5E.
19.5	1405	2182	64.4	97	39	0.2	BOOBOROWIE	MF5E.
19.9	1610	2054	78.4	124	30	0.2	FINDERS LK	MF4E.
20.7	1652	2185	75.6	101	41	0.1	FINDERS LK	MF4E.
21.2	1351	2155	62.7	92	37	0.8	STAWELL	MF5S.
21.9	1344	2137	62.9	102	29	1.5	STAWELL	MF5S.
22.2	990	1530	64.7	54	0	1.2	NARACORTE	MF5S.
16.0	1200	2126	58.8	70	33	1.5	FLINDERS ILD	MP5S.
16.9	1055	2039	54.2	67	35	6.5	GEELONG	MP5S.
18.0	1228	1965	62.5	71	41	0.7	SMYTHES CRK	MP5S.
19.1	1260	1903	66.2	113	28	0.4	FINDERS LK	MP5E.
25.0	1271	1655	76.8	0	0	0.2	SMYTHES CREEK	XF4S.
26.1	1020	1447	70.5	0	0	2.1	ASCOT	XF4S.
27.6	780	1130	69	0	0	1.4	TAYLORS LAKES	XF5S.

AWN Forward Offers				
MPG	Jun-19	Aug-19	Oct-19	Dec-19
19	2130	2105	2075	2080
21	2090	2075	2040	2000
28	1050	1030	1010	1000

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

