

**National Commentary**

The Australian wool market has had another tumultuous series, suffering further large losses after those experienced in the previous week. The suspension of wool auctions in South Africa reduced the overall global supply but this did little to bolster demand here in Australia. Major auction players were again absent and those buyers that were active continually reduced their buying basis, as they accumulated wool. The market opened with the prices generally 100 cents below those achieved at the previous sale. The lack of buyer

confidence meant that prices deteriorated as the series progressed. By the end of the first day prices had generally fallen by 110 to 140 cents, the AWEX Eastern Market Indicator (EMI) fell by 112 cents on the back of the losses, a reduction of 6.7%. In percentage terms this was the largest fall since 2008. The weakness continued on day two with the market unable to find a solid level, as buyers continued to lower their basis as the sale progressed. The EMI lost a further 51 cents, losing a total of 163 cents for the series, closing the week at 1513 cents. The EMI fell by 9.7% for the series, again the largest weekly fall since 2003. The last

time the EMI was at this level was June 2017. The highlight of the week, in an otherwise gloomy market was the good support for Non-Mulesed types. A small number of buyers competed strongly for these types, pushing them as much as 200 cents (clean) higher than similar types. The market downturn was met with very firm seller resistance, 16.7% of wool was withdrawn prior to sale, followed by a passed in rate of 35.8%, the highest figure since 2003. The Western region has a one-week recess next week, with only Sydney and Melbourne in operation the national offering reduces to 33,696 bales.

	This Week		Last 12 Months		
			High	Low	Avg
<b>EMI</b>	<b>1513</b>	<b>-163</b>	2116	1513	1912
<b>Nth Ind</b>	<b>1538</b>	<b>-166</b>	2163	1538	1954
<b>17</b>	<b>2000</b>	<b>-117</b>	3008	2000	2559
<b>17.5</b>	<b>1973</b>	<b>-127</b>	2845	1973	2483
<b>18</b>	<b>1932</b>	<b>-143</b>	2708	1932	2414
<b>18.5</b>	<b>1869</b>	<b>-132</b>	2591	1869	2337
<b>19</b>	<b>1766</b>	<b>-157</b>	2465	1766	2259
<b>19.5</b>	<b>1715</b>	<b>-199</b>	2404	1715	2227
<b>20</b>	<b>1711</b>	<b>-198</b>	2390	1711	2207
<b>21</b>	<b>1695</b>	<b>-205</b>	2368	1695	2199
<b>28</b>	<b>835</b>	<b>-165</b>	1303	745	998
<b>30</b>	<b>774</b>		839	636	711
<b>MC</b>	<b>993</b>	<b>-47</b>	1563	961	1187

<b>USD</b>	67.84¢
<b>EUR</b>	60.84¢

**Main Buyers (This Week)**

1	TIANYU	1,660	19.4%
2	AUST. MERINO EXP.	1,151	13.5%
3	NEW ENGLAND WOOL	993	11.6%
4	G SCHNEIDER	778	9.1%
5	TECHWOOL TRADING	631	7.4%
6	ENDEAVOUR WOOL EXP.	562	6.6%
7	PJ MORRIS	522	6.1%
8	MICHELL P/L	496	5.8%

**Quote of Note**

Mic	Grsy	Cln	Yld	MM	NKT	VM	District	AWEXID
14.1	1630	2373	68.7	79	29	1.3	NIMMITABEL	MWF5E.
15.2	1735	2518	68.9	67	47	0.4	WOLLUN	ASF4E.
15.5	1636	2334	70.1	64	53	0.2	WOLLUN	MF4E.
16.1	1482	2167	68.4	89	43	0.6	ARMIDALE	MF5E.
16.5	1480	2079	71.2	76	46	0.4	YASS	MF4E.
16.8	1470	2047	71.8	69	56	0.4	YASS	MWF4E.
17.4	1587	2113	75.1	86	51	0.6	CROOKWELL	MF4E.
17.6	1672	2169	77.1	87	50	0.5	YASS	MF4E.
17.9	1389	2079	66.8	88	45	0.4	GOULBURN	MF5E.
18.3	1420	2031	69.9	78	51	0.3	TARAGO	MF5E.
18.6	1306	1970	66.3	88	32	2.1	LONGREACH	MF5F.
18.7	1520	2046	74.3	67	51	0.4	LIMERICK	MF4E.
19.1	1334	1988	67.1	91	30	1.5	LONGREACH	MF5F.
19.7	1260	1938	65.0	85	31	1.8	LONGREACH	MF5F.
15.4	1210	1942	62.3	65	41	1.1	WOLLUN	MP4S.
16.8	1110	1697	65.4	112	30	2.5	GUNNING	MP5S.
17.1	909	1705	53.3	82	29	1.9	BOOROWA	MP5B.
18.1	1010	1726	58.5	76	37	1.2	BRAIDWOOD	MP5S.
16.8	1546	2482	62.3	67	36	0.8	WOLLUN	MB4S.
18.3	745	1568	47.5	80	0	6.4	GULGONG	MB5S.
19.0	789	1651	47.8	70	0	2.1	CURRAWANG	MB5B.
23.7	812	1267	64.1	90	0	1.5	BATHURST	XF5B.
26.4	650	1028	63.2	100	0	0.2	YASS	XF5E.
22.6	835	1297	64.4	50	0	1.6	MUDGEES	XWF5S.

AWN Forward Offers				
MPG	Aug-19	Oct-19	Dec-19	Feb-20
<b>19</b>	<b>1720</b>	<b>1670</b>	<b>1600</b>	<b>1600</b>
<b>21</b>	<b>1650</b>	<b>1600</b>	<b>1580</b>	<b>1580</b>
<b>28</b>	<b>750</b>	<b>720</b>	<b>720</b>	<b>720</b>

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

