

AUSTRALIAN WOOL INDUSTRIES SECRETARIAT INC

Unit 9, 42 - 46 Vella Drive
Sunshine West Vic 3020
Australia
Tel: 03 9311 0103
Fax: 03 9311 0138



Email: awis@woolindustries.org
Web: www.woolindustries.org
ABN: 30 454 304 967
Reg No: A0041776E

AWIS WOOL MARKET REVIEW

Week Ending 31 May 2019 (Week 48)

The AWEX EMI lifted after two weeks of falls when it finished 54¢ higher (+2.9%) in Australian currency and 48¢ higher (+3.8%) in US currency at sales in Sydney, Melbourne and Fremantle this week.

28,273 bales were on offer nationally, compared with 24,121 bales last sale. 8.5% of the offering was passed in, down from 28.2% last week.

AWEX reports that the value of the wool sold was \$50.6 million (\$1,955 per bale), taking the season total to \$3.026 billion (\$2,160 per bale).

Day-to-Day and Sale-to-Sale Changes in AWEX Regional Indicators (Week 48)									
Centre	Last Sale		Day-to-Day Changes (Week 48)			Sale-to-Sale Change	Closing Indicator	Sale-to-Sale Changes	
	Week	Indicator	Tuesday	Wednesday	Thursday			US ¢	Euro ¢
Eastern	47	1833	No Sale	+31	+23	+54 (+2.9%)	1887	+48	+44
Northern	47	1869	No Sale	+24	+16	+40 (+2.1%)	1909	+38	+35
Southern	47	1810	No Sale	+35	+29	+64 (+3.5%)	1874	+53	+50
Western	47	1937	No Sale	+55	No Sale	+55 (+2.8%)	1992	+48	+44

There were expectations of a possible better market this week. Also, it was apparent that one major buyer was very active after a quieter previous two weeks.

There were rises across all wool types and micron ranges, with the greatest rises among the Merinos from 18.5 to 21 microns. This was particularly so in the one day sale in Fremantle on Wednesday when the individual MPGs were up by 62¢ to 77¢.

The crossbreds, which came under heavy pressure last week, had the greatest overall rises, ranging from 5.1% to 7.3%. They were in keen demand on both days.

The US Exchange Rate finished 0.53¢ (0.8%) higher to close at 69.29¢ on Thursday.

Buyers for China were dominant, with support from buyers for Europe and India?

The South African Cape Wools Indicator was up by 1.8% since last week against a 3.9% depreciation of the Rand against the US Dollar and a 3.5% depreciation against the Euro. We are not aware of any resolution of the FMD issues yet.

Looking ahead, offerings for the coming three sales are expected to range from 19,610 bales to 29,560 bales and to be 4.1% less than in the same period last year. The forecast progressive difference to Week 51 is -12.0%.

Differences in AWEX MPGs	18.5 and 22.0	18.0 and 22.0	17.5 and 22.0	17.0 and 22.0	16.5 and 22.0
North	No 22.0µ MPG	No 22.0µ MPG	No 22.0µ MPG	No 22.0µ MPG	No 22.0µ MPG
South	69¢	101¢	104¢	105¢	137¢

Market Indicator	Changes From			
	Four Sales Ago Week 44	Start of the Season	Week 48 Last Year	Season Average to Week 48 Last Year
Eastern Market Indicator	-73 (-3.7%)	-101 (-5.1%)	-140 (-6.9%)	+243 (+14.2%)
Western Market Indicator	-101 (-4.8%)	-150 (-7.0%)	-175 (-8.1%)	+312 (+17.5%)

Sale-to-Sale Changes in Average AWEX Merino Micron Price Guides (MPGs)												
Micron	16.5	17.0	17.5	18.0	18.5	19.0	19.5	20.0	21.0	22.0	23.0	24.0
Since Last Sale												
Change ¢	+39	+34	+35	+43	+61	+65	+60	+59	+77	+50	+28	
Change %	+1.7%	+1.5%	+1.5%	+1.9%	+2.8%	+3.0%	+2.8%	+2.8%	+3.6%	+2.3%	+1.4%	
Since Start of the Season												
Change ¢	-634	-450	-275	-119	-81	-76	-54	-53	-45	-51	-184	
Change %	-21.1%	-16.1%	-10.5%	-4.9%	-3.5%	-3.3%	-2.4%	-2.4%	-2.0%	-2.3%	-8.2%	
Since Same Week Last Year												
Change ¢	-724	-539	-413	-221	-156	-120	-67	-63	-50	-59	-150	
Change %	-23.4%	-18.7%	-15.0%	-8.7%	-6.5%	-5.2%	-2.9%	-2.8%	-2.2%	-2.6%	-6.8%	

Sale-to-Sale Changes in Other Average AWEX Price Guides						
Micron	25.0	26.0	28.0	30.0	32.0	MC#
Since Last Sale						
Change ¢			+55	+47	+45	+13
Change %			+5.1%	+5.3%	+7.8%	+1.3%
Since Start of the Season						
Change ¢			+165	+254	+172	-429
Change %			+17.2%	+37.5%	+38.1%	-29.2%
Since Same Week Last Year						
Change ¢			+103	+222	+181	-431
Change %			+10.1%	+31.3%	+41.0%	-29.3%

Average Merino Cardings Price Guide

AUSTRALIAN WOOL INDUSTRIES SECRETARIAT INC

Unit 9, 42 - 46 Vella Drive
Sunshine West Vic 3020
Australia
Tel: 03 9311 0103
Fax: 03 9311 0138



Email: awis@woolindustries.org
Web: www.woolindustries.org
ABN: 30 454 304 967
Reg No: A0041776E

AWIS WOOL MARKET REVIEW Week Ending 31 May 2019 (Week 48)

The following tables show the details of this week's sale offering; the expected offerings over the next three sales; the changes in Exchange Rates since the previous sale; and highlights from the March ABS export data.

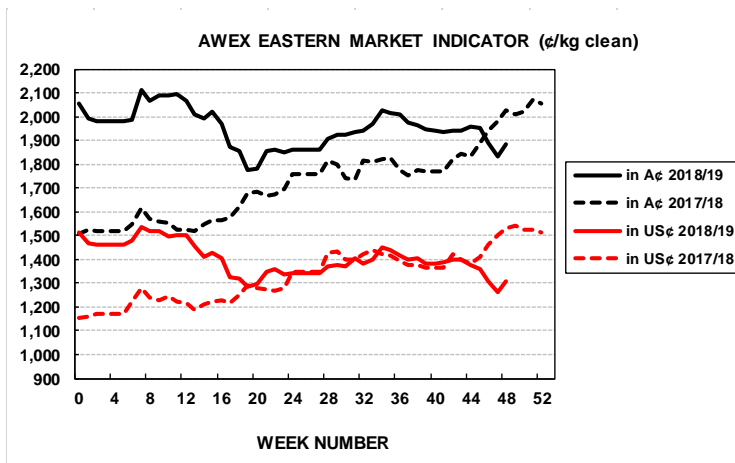
Details of this Week's Offering and the Comparison with the Previous Sale's Offering						
Centre	Last Sale	This Sale				
	Offering	Offering	Passed-In	Withdrawn Before Sale	Re-Offered	Bales Sold
North	6,900	7,864	5.2%	10.3%	9.4%	7,459
South	12,833	16,418	8.9%	6.3%	13.0%	14,950
West	4,388	3,991	13.1%	15.9%	29.8%	3,470
Australia	24,121	28,273	8.5%	8.9%	14.4%	25,879

Progressive Changes from Last Year		
All Bales		1 st Time Bales
Bales	%	%
-87,842	-17.6%	-18.7%
-106,016	-11.4%	-13.2%
-25,407	-7.3%	-11.6%
-219,265	-12.3%	-14.4%

Next Sale Offerings and Year-on-Year Differences				
Centre	Week 49	Week 50	Week 51	Differences
North	10,391	8,510	7,570	-18.7%
South	13,228	13,850	12,040	-0.2%
West	No Sale	7,200	No Sale	+75.1%
New Zealand				
Australia	23,619	29,560	19,610	72,789
Differences	-12.3%	+5.5%	-6.2%	-4.1%

Exchange Rates (Reserve Bank)	Last Sale	Day-to-Day Changes					Sale-to-Sale Change	Closing Value	Season Min & Max	
		Fri	Mon	Tues	Wed	Thur			Min	Max
United States	68.76	+0.12	+0.49	-0.08	+0.01	-0.01	+0.53 (+0.8%)	69.29	68.76	74.41
Euro	61.67	-0.08	+0.29	+0.06	+0.12	+0.16	+0.55 (+0.9%)	62.22	61.17	64.24

Country	% Share of Australia's Wool Exports by Weight of Wool Shipped			Year-on-Year % Change July to March	
	March 2019	July to March 2018/19	July to March 2017/20	By Weight	By Value
China	81.4%	76.4%	78.9%	-16.5%	-1.0%
India	5.9%	6.1%	5.3%	-1.3%	+16.9%
Italy	3.0%	5.3%	4.5%	+1.6%	+13.3%
Czech Republic	3.0%	3.9%	5.3%	-35.9%	-21.2%
Korea	2.0%	2.5%	1.0%	+59.1%	+84.5%
Malaysia	0.3%	0.7%	1.0%	-41.4%	-34.0%
Egypt	0.8%	1.0%	1.0%	-19.8%	-2.3%
Taiwan	0.6%	0.9%	0.6%	+16.7%	+97.1%
Change all Countries				-20.7%	+8.2%



AVERAGE EMI	
This Year	1953
Last Year	1739
2016/17	1408
2015/16	1254
2014/15	1102

SEASON AVERAGES		
Region	This Year	Diff
North	1998	+186
South	1925	+232
West	2099	+291

THIS YEAR'S EMI	
This Week	1887
First Week	1994
Low (0/01)	1776
High (0/01)	2116

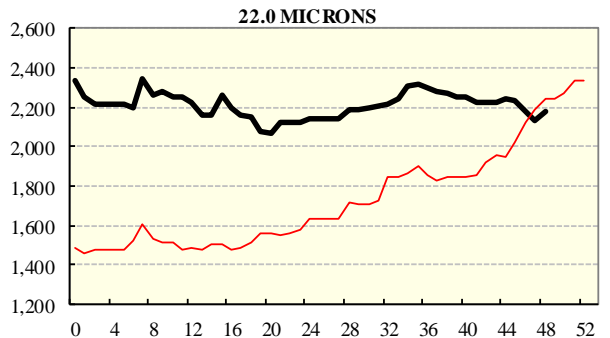
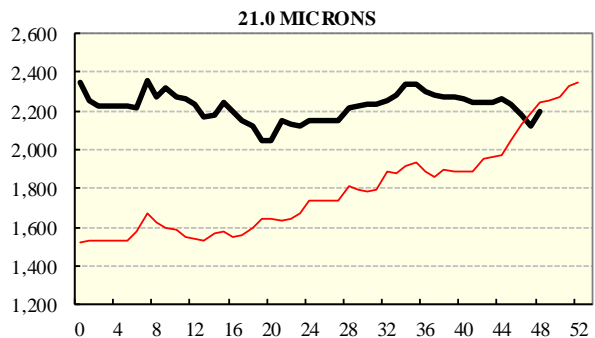
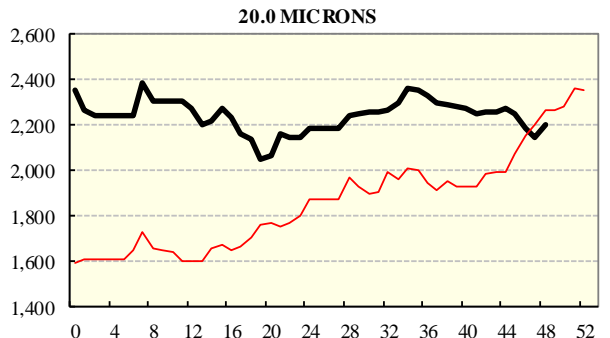
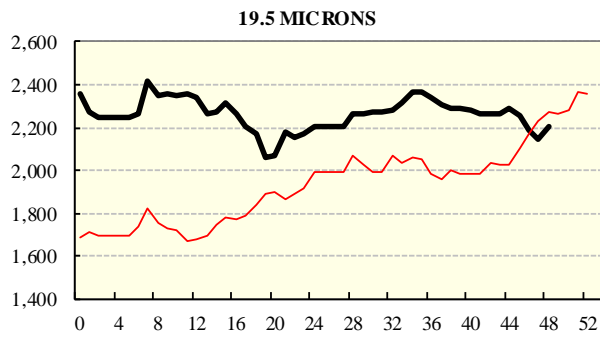
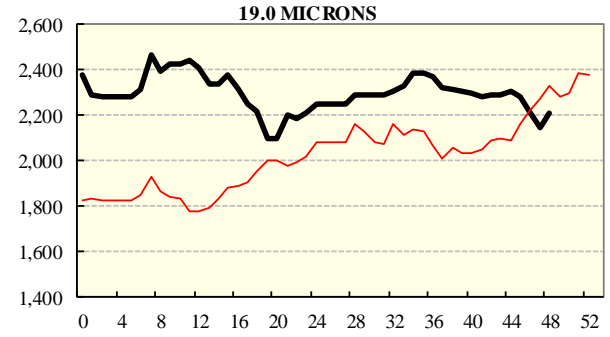
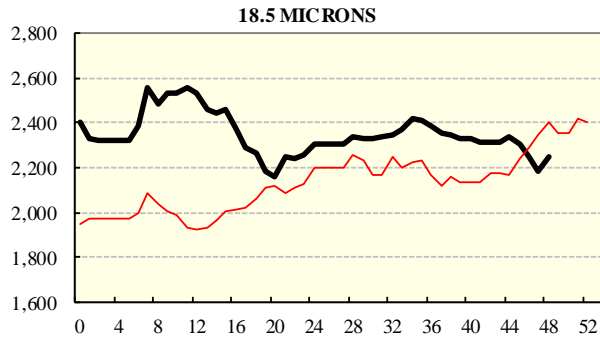
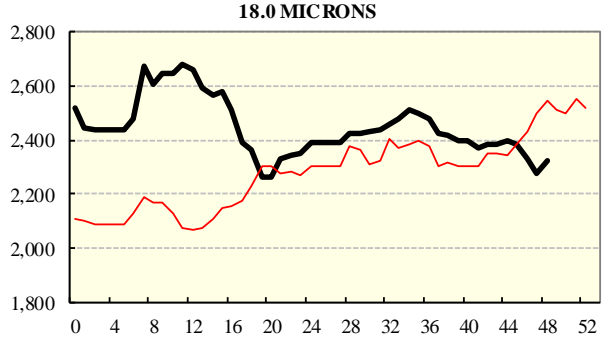
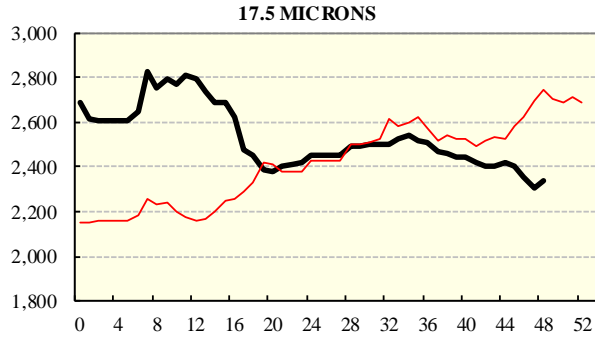
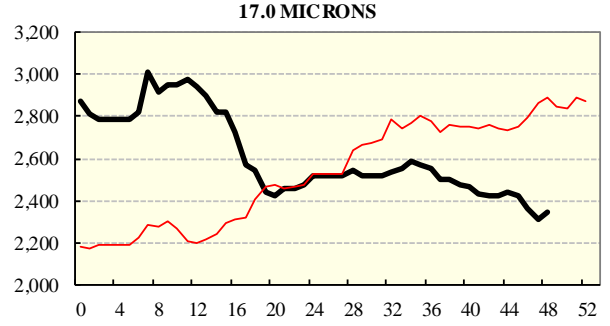
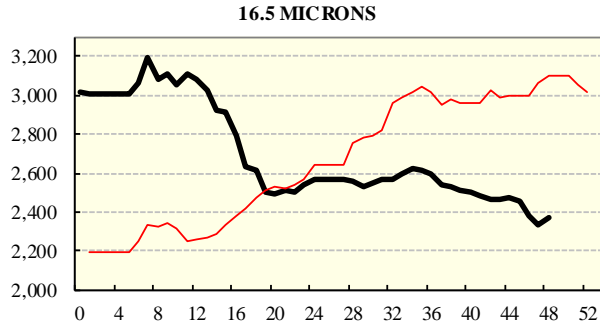
COMPARED WITH WKS 1/2		
Region	This Week	Diff
North	1909	-111
South	1874	-94
West	1992	-150

BALES OFFERED	
This Year	1,559,773
Last Year	1,779,038
Difference	-219,265
% Diff	-12.3%
FIRST OFFERED BALES	
Difference	-14.4%
% of Offering	93.3%

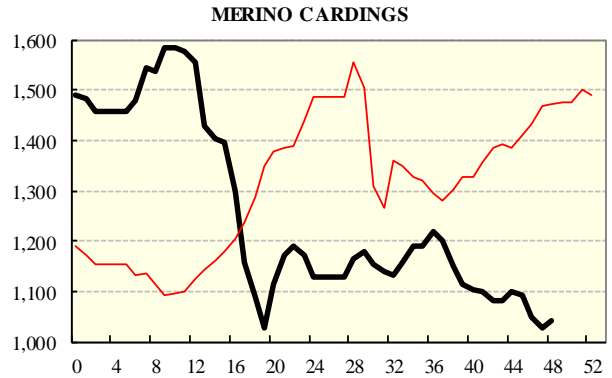
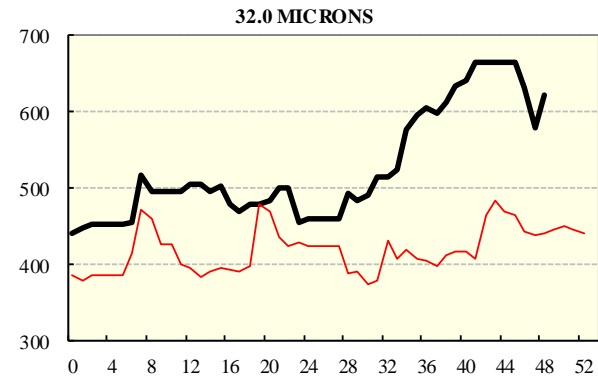
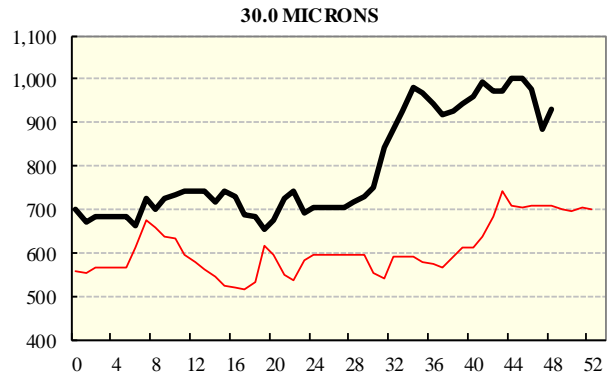
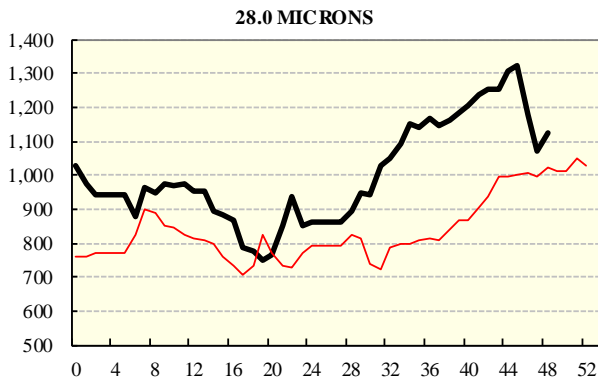
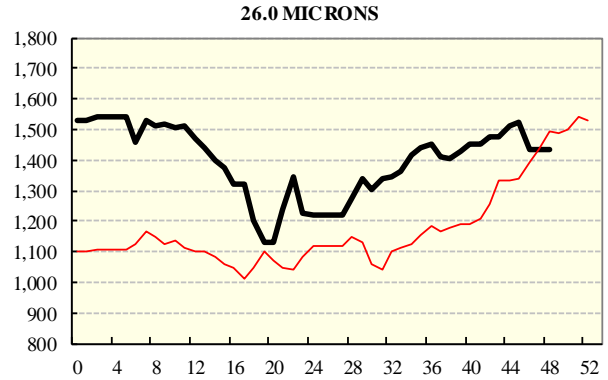
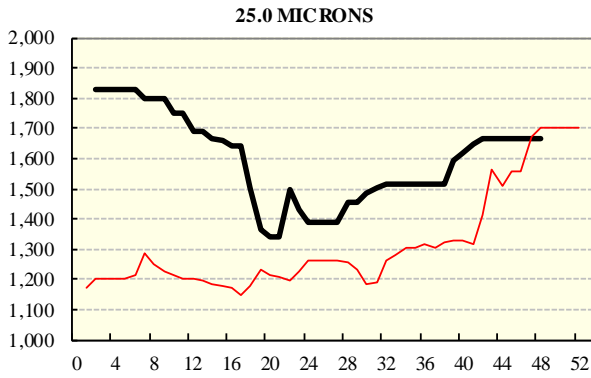
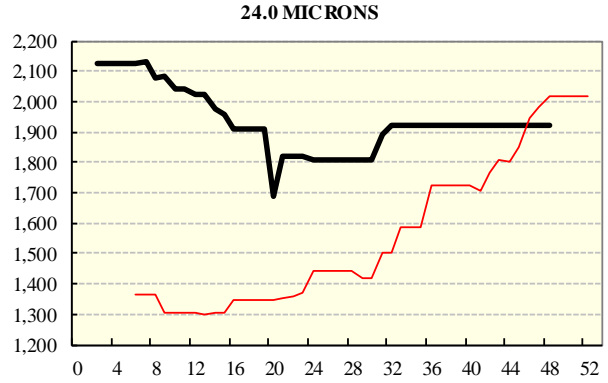
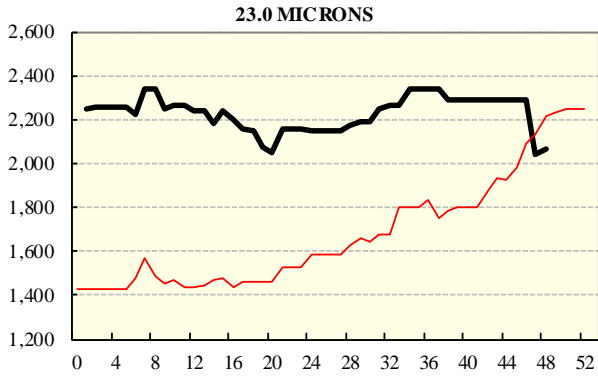
REGION BALES		
This Sale:		
North	7,864	
South	16,418	
West	3,991	
Progressive Totals:		
North	412,139	-17.6%
South	827,201	-11.4%
West	320,433	-7.3%

AVERAGE AWEX MICRON PRICE GUIDES

2018/19 (black graph line) and 2017/18 (red graph line)



AVERAGE AWEX MICRON PRICE GUIDES
2018/19 (black graph line) and 2017/18 (red graph line)



EASTERN MARKET INDICATOR (EMI) SINCE 1999/00 (¢/kg clean)

(In Australian, United States and European Currencies)

