

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 12 July 2019 (Week 02)

The AWEX EMI finished 31¢ higher (+1.8%) in Australian currency and 11¢ higher (+0.9%) in US currency in Sydney, Melbourne and Fremantle this week in the last sales before the three week mid-year break.

The EMI has picked up by 39¢ in Australian currency since falling to 1715 in the last Sale in June two weeks ago.

34,078 bales were on offer nationally, compared with 30,991 bales last sale. 6.5% of the offering was passed in; which was well below the average of 17.5% in June.

AWEX reports that the value of the wool sold was \$59.9 million (\$1,880 per bale), taking the season total to \$113.8 million (\$1,869 per bale).

Day-to-Day and Sale-to-Sale Changes in AWEX Regional Indicators (Week 02)									
Centre	Last Sale		Day-to-Day Changes (Week 02)			Sale-to-Sale Change	Closing Indicator	Sale-to-Sale Changes	
	Week	Indicator	Tuesday	Wednesday	Thursday			US ¢	Euro ¢
Eastern	01	1723	No Sale	+17	+14	+31 (+1.8%)	1754	+11	+11
Northern	01	1738	No Sale	+24	+18	+42 (+2.4%)	1780	+18	+17
Southern	01	1713	No Sale	+13	+11	+24 (+1.4%)	1737	+6	+7
Western	01	1867	No Sale	+27	No Sale	+27 (+1.4%)	1894	+6	+8

It was a good market going into the mid-year break, with rises in the EMI in both Australian and US currencies. The good rise (+31¢) in A\$ was the result of strong demand that was boosted by a 0.9% depreciation in US currency since the previous sale. As in recent weeks, there was little difference in the closing average AWEX MPGs from 18.5 to 22 microns. This week they ranged from 2062¢ at 18.5 microns to 2043¢ at 19 microns and to 2034¢ at 22 microns.

There were lifts in prices across all types and micron ranges, with greatest rises occurring in the average MPGs from 16.5 to 18.5 microns; and in the average Merino Cardings Price Guide. Merino Skirtings also did well on both days.

The US Exchange Rate finished 0.64¢ (-0.9%) lower to close at 69.72¢ on Thursday.

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

In other countries, South African sales are in recess until 14 August.

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	22¢	82¢	91¢	99¢	No 16.5µ MPG

Market Indicator	Changes From			
	Four Sales Ago Week 50	Start of the Season	Week 02 Last Year	Season Average to Week 02 Last Year
Eastern Market Indicator	-69 (-3.8%)	+31 (+1.8%)	-227 (-11.5%)	-249 (-12.5%)
Western Market Indicator	-43 (-2.2%)	+27 (+1.4%)	-235 (-11.0%)	-262 (-12.2%)

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 ¢	+44	+21	+29	+27	+21	+13	+17	+16	+15			
Change %	+2.1%	+1.0%	+1.4%	+1.3%	+1.0%	+0.6%	+0.8%	+0.8%	+0.7%			
Since Start of the Season												
Change ¢	+22	+10	+14	+13	+10	+6	+8	+8	+7	0		
Change %	+1.0%	+0.5%	+0.7%	+0.6%	+0.5%	+0.3%	+0.4%	+0.4%	+0.3%	0.0%		
Since Same Week Last Year												
Change ¢	-821	-633	-466	-309	-263	-234	-208	-205	-197	-177		
Change %	-27.3%	-22.7%	-17.9%	-12.7%	-11.3%	-10.3%	-9.3%	-9.1%	-8.8%	-8.0%		

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 ¢			+9	+26	-1	+40
Change %			+0.9%	+3.1%	-0.2%	+4.1%
Since Start of the Season						
Change ¢		+29	+4	+13	-1	+20
Change %		+2.2%	+0.4%	+1.5%	-0.2%	+2.0%
Since Same Week Last Year						
Change ¢		-171	+105	+177	+135	-451
Change %		-11.1%	+11.1%	+25.9%	+29.8%	-30.9%

In the last sale in June.# 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 12 July 2019 (Week 02)

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 May ABS export data.

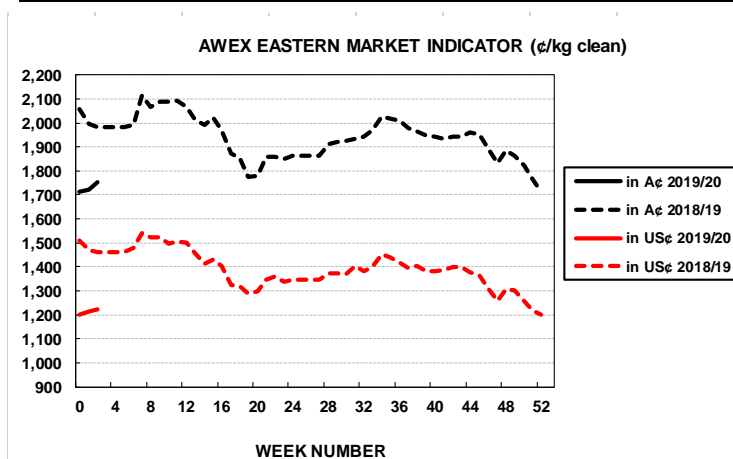
Details of this Week's Offering and the Comparison with the Previous Sale's Offering						
Centre	Last Sale	This Sale				
	Offering	Offering	Passed-In	Withdrawn Before Sale	Re-Offered	Bales Sold
North	12,368	11,890	5.4%	5.6%	7.9%	11,248
South	10,965	17,066	5.5%	4.4%	10.9%	16,133
West	7,658	5,122	12.4%	7.8%	32.7%	4,487
Australia	30,991	34,078	6.5%	5.3%	13.1%	31,868

Progressive Changes from Last Year		
All Bales		1 st Time Bales
Bales	%	%
-5,949	-19.7%	-22.2%
-13,203	-32.0%	-37.2%
-203	-1.6%	-11.4%
-19,355	-22.9%	-28.1%

Next Sale Offerings and Year-on-Year Differences				
Centre	Week 03	Week 04	Week 05	Differences
North	No Sale	No Sale	No Sale	
South	No Sale	No Sale	No Sale	
West	No Sale	No Sale	No Sale	
New Zealand				
Australia Differences				0

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	70.36	-0.16	-0.30	-0.32	-0.34	+0.48	-0.64 (-0.9%)	69.72	69.72	70.36
Euro	62.36	-0.13	+0.01	-0.20	-0.27	+0.09	-0.50 (-0.8%)	61.86	61.86	62.36

Country	% Share of Australia's Wool Exports by Weight of Wool Shipped			Year-on-Year % Change July to May	
	May 2019	July to May 2018/19	July to May 2017/20	By Weight	By Value
China	82.0%	77.7%	78.5%	-14.1%	-0.3%
India	4.8%	5.8%	6.0%	-10.1%	+3.6%
Italy	2.8%	4.8%	4.2%	-1.5%	+9.2%
Czech Republic	3.2%	3.6%	5.3%	-41.2%	-31.3%
Korea	2.4%	2.5%	1.6%	+34.3%	+45.8%
Malaysia	0.9%	0.8%	1.3%	-45.9%	-36.7%
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	1739
Last Year	1939
2017/18	1739
2016/17	1408
2015/16	1254

SEASON AVERAGES		
Region	This Year	Diff
North	1759	-223
South	1725	-187
West	1881	-208

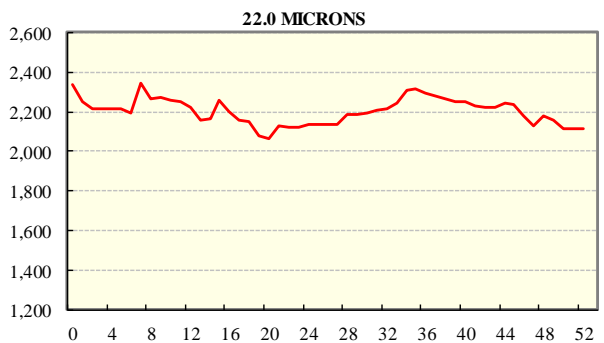
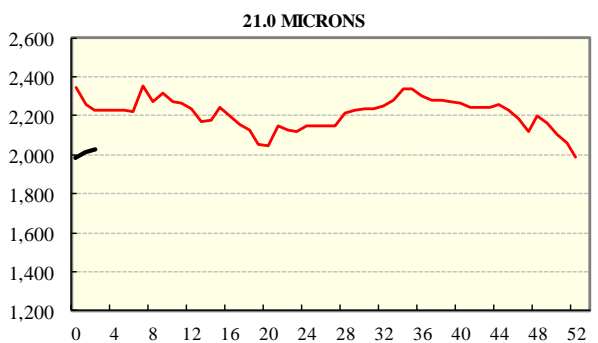
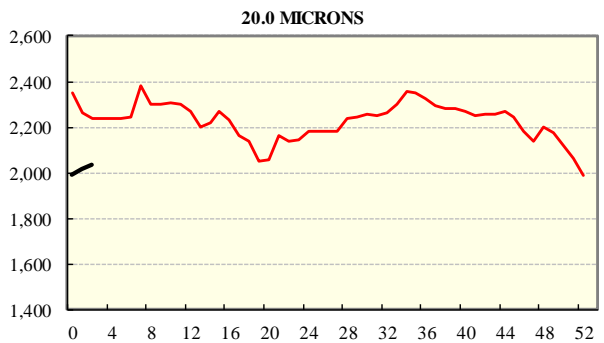
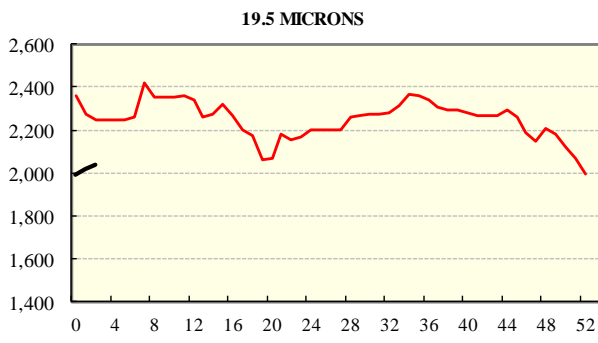
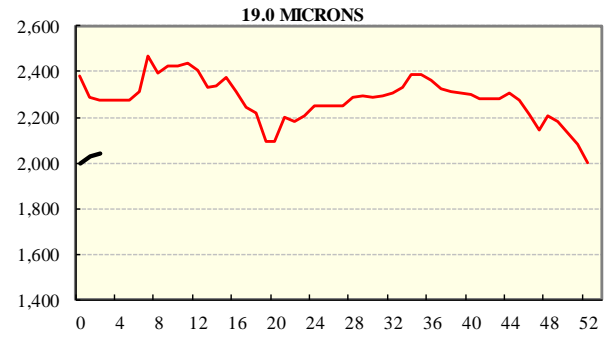
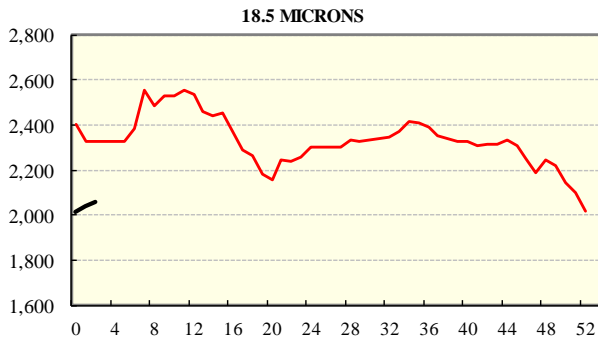
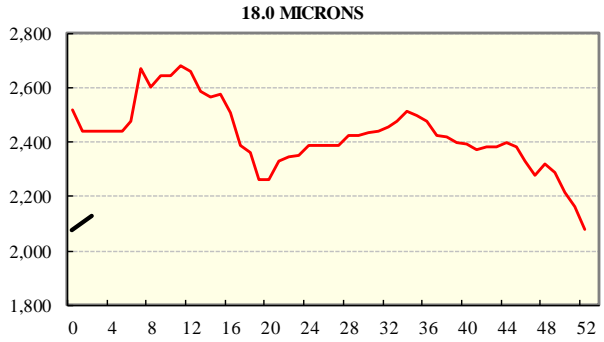
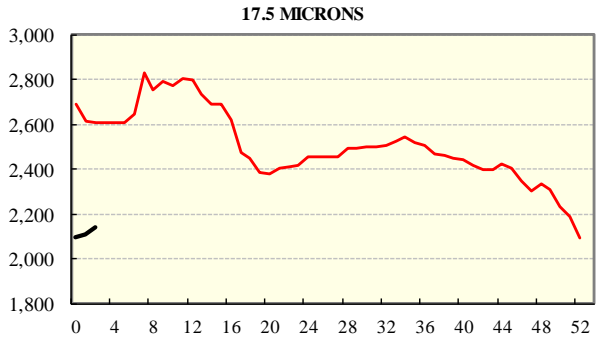
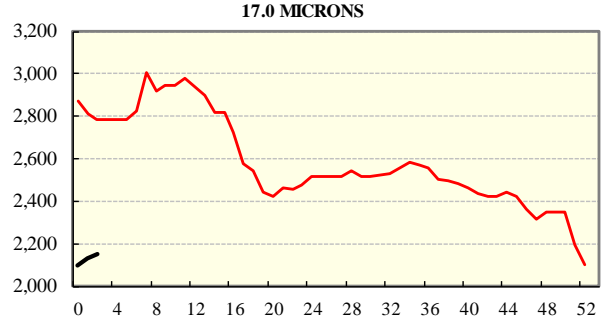
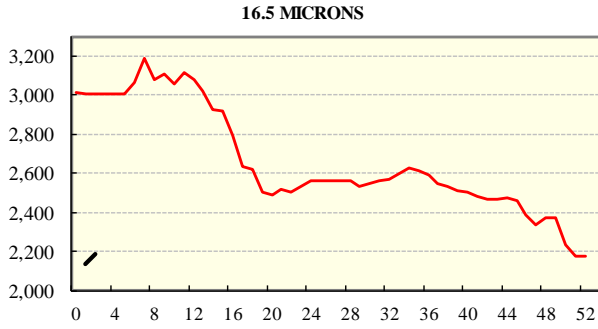
THIS YEAR'S EMI	
This Week	1754
First Week	1723
Low (0/01)	1723
High (0/01)	1754

COMPARED WITH WKS 1/2		
Region	This Week	Diff
North	1780	+21
South	1737	+12
West	1894	+13

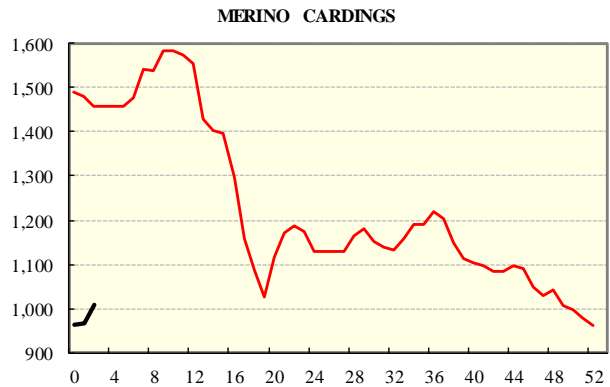
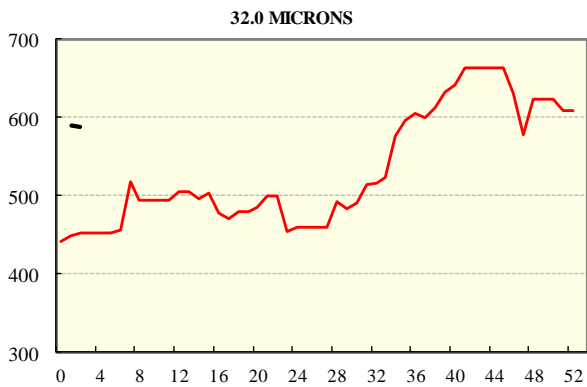
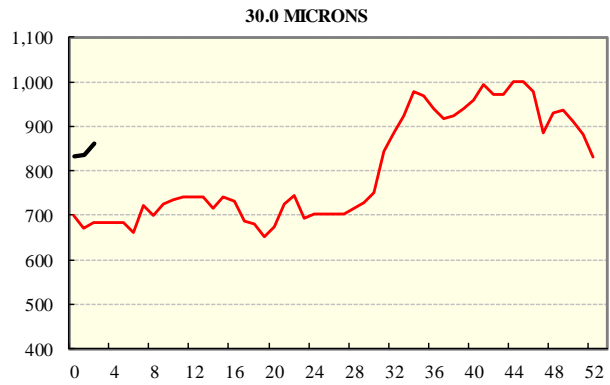
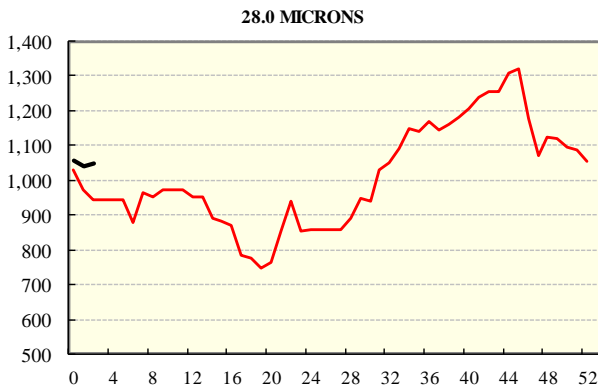
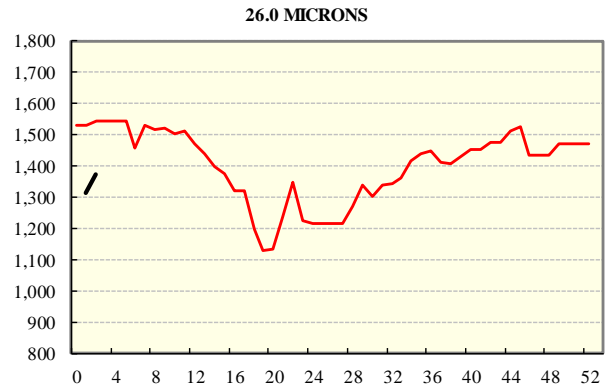
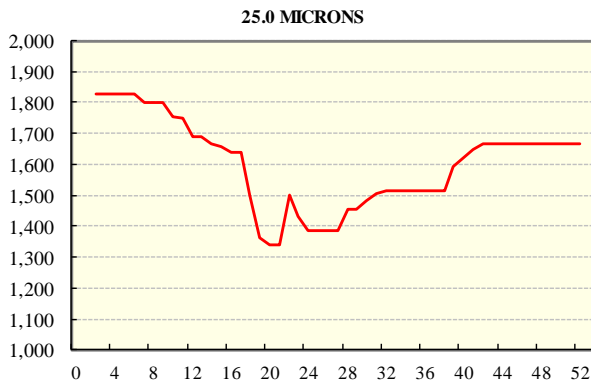
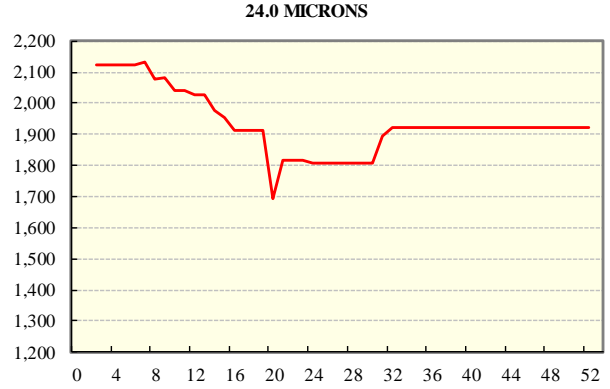
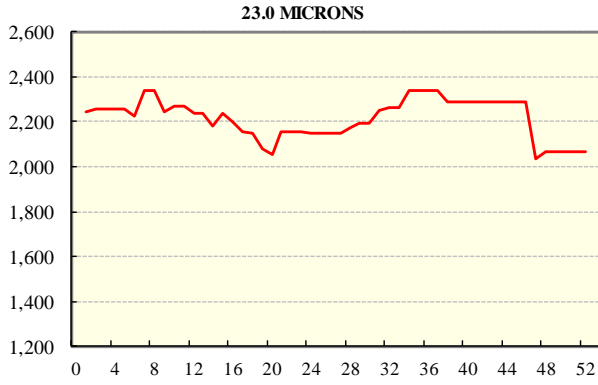
BALES OFFERED	
This Year	65,069
Last Year	84,424
Difference	-19,355
% Diff	-22.9%
FIRST OFFERED BALES	
Difference	-28.1%
% of Offering	89.8%

REGION BALES		
This Sale:		Diff
North	11,890	
South	17,066	
West	5,122	
Progressive Totals:		Diff
North	24,258	-19.7%
South	28,031	-32.0%
West	12,780	-1.6%

AVERAGE AWEX MICRON PRICE GUIDES
2019/20 (black graph line) and 2018/19 (red graph line)



AVERAGE AWEX MICRON PRICE GUIDES
2019/20 (black graph line) and 2018/19 (red graph line)



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

(In Australian, United States and European Currencies)

