

AUSTRALIAN WOOL INDUSTRIES SECRETARIAT INC

Unit 9, 42 - 46 Vella Drive

Email: awis@woolindustries.org Sunshine West Vic 3

Australia
Tel: 03 9311 0103
Fax: 03 9311 0138



Web: www.woolindustries.org

ABN: 30 454 304 967

Reg No: A0041776E

AWIS WOOL MARKET REVIEW

Week Ending 15 July 2022 (Week 02)

The AWEX EMI closed at 1388¢, 19¢ lower (-1.4%) in Australian currency and 17¢ lower (-1.8%) in US currency at sales in Sydney, Melbourne and Fremantle in Week 02.

Sales are now in the annual mid-year three week break; and will resume in Week 06, commencing on 8 August.

55,210 bales were on offer nationally, compared with 48,860 bales in the last sale. 13.6% of the offering was passed in after 6.0% of the potential offering was withdrawn prior to sale. 47,689 bales were sold.

AWEX reports that the value of the wool sold was \$79.6 million (\$1,669 per bale), taking the new season total to \$147.7 million (\$1,637 per bale). 2.3% more bales were sold in the first two weeks of the new season than in 2021/22.

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	1407	-20	-6	+7	-19 (-1.4%)	1388	-17	+5
Northern	01	1483	-15	-4	No Sale	-19 (-1.3%)	1464	-17	+5
Southern	01	1357	-21	-10	+11	-20 (-1.5%)	1337	-18	+4
Western	01	1486	-10	-3	No Sale	-13 (-0.9%)	1473	-13	+10

The market continued the downward movement seen in Sale 01 over Tuesday and Wednesday. This was not surprising given the recent uncertainty in the market and that the offering of 55,210 bales was the largest since 62,000 bales were offered in the first week of March 2020.

However, Thursday's sale in Melbourne was conducted in a much more positive mood when the AWEX Southern Market Indicator rose by 11¢ after falling by 31¢ over Tuesday and Wednesday. There were increases across all types and micron ranges, with the greatest increases in the AWEX Micron Price Guides occurring at the 16.5 and 17.0 microns.

The US Exchange Rate finished 0.27¢ (-0.4%) lower to close at 67.57¢ on Thursday.

Buyers for China were dominant.

In other countries, South African sales are in recess this week and will resume on the 17th August.

The average MPG data has not been included in the tables below, because only Melbourne sold on Thursday when the movement in the SMI (+11¢) was quite different from that seen on Tuesday (-21¢) and Wednesday (-10¢).

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	No 22.0µ MPG	No 22.0µ MPG	No 22.0µ MPG	No 22.0µ MPG	No 22.0µ MPG

Market Indicators	Week 02	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	1388	-79 (-5.4%)	-19 (-1.4%)	-40 (-2.8%)	-26 (-1.8%)
Western Market Indicator	1473	-90 (-5.8%)	-13 (-0.9%)	+11 (+0.8%)	+28 (+1.9%)

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 ¢												
Change %												
Since Start of the Season												
Change ¢												
Change %												
Since Week 02 Last Year												
Change ¢												
Change %												

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 ¢						
Change %						
Since Start of the Season						
Change ¢						
Change %						
Since Week 02 Last Year						
Change ¢						
Change %						

MC Average Merino Cardings Price Guide

© AWIS 2022 (for permission to reprint, in part or whole, please contact this office)

For further information

Peter Morgan

03 9311 0103

AWIS WOOL MARKET REVIEW

Week Ending 15 July 2022 (Week 02)

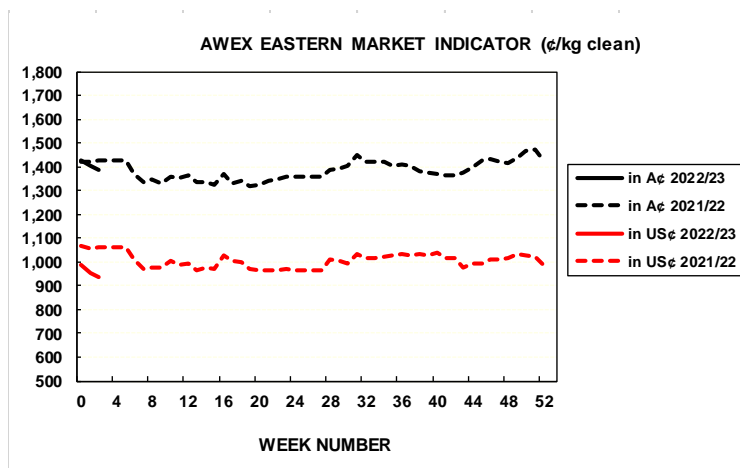
The following tables show the details of this week's sale offering; the expected offerings over the next three sales; the changes in Exchange Rates since the previous sale; and highlights from the May ABS export data.

Details of this Week's Offering and the Comparison with the Previous Sale's Offering							Progressive Changes from Last Year		
Centre	Last Sale	This Sale					All Bales		1 st Time Bales
	Offering	Offering	Passed-In	Withdrawn Before Sale	Re-Offered	Bales Sold	Bales	%	%
North	16,806	19,207	14.2%	3.7%	5.4%	16,480	+1,796	+5.2%	+5.6%
South	20,510	26,835	10.9%	6.1%	10.1%	23,899	+1,879	+4.1%	+2.8%
West	11,544	9,168	20.3%	10.5%	13.9%	7,310	+132	+0.6%	+3.7%
Australia	48,860	55,210	13.6%	6.0%	9.1%	47,689	+3,807	+3.8%	+3.9%

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	67.84	+0.40	-0.11	-0.93	+0.51	No	-0.27 (-0.4%)	67.57	67.57	67.84
Euro	66.20	+0.96	+0.02	-0.05	+0.32	Sale	+1.25 (+1.9%)	67.45	66.20	67.45

Country	% Share of Australia's Wool Exports by Weight of Wool Shipped			Year-on-Year % Change July to May	
	May 2022	July to May 2021/22	July to May 2020/21	By Weight	By Value
China	80.7%	81.5%	87.0%	+9.0%	+29.0%
India	5.9%	4.9%	3.6%	+54.9%	+81.1%
Italy	3.4%	4.5%	1.9%	+165.0%	+252.3%
Czech Republic	3.6%	3.8%	4.0%	+12.5%	+24.4%
Korea	1.8%	1.5%	1.6%	+12.1%	+20.1%
Egypt	1.6%	0.8%	0.3%	+231.5%	+343.6%
Thailand	0.5%	0.6%	0.4%	+69.1%	+104.9%
Germany	1.4%	0.5%	0.3%	+101.9%	+51.4%
Change all Countries				+15.8%	+39.7%



AVERAGE EMI	
This Year	1398
Last Year	1385
2020/21	1199
2019/20	1448
2018/19	1939

SEASON AVERAGES		
Region	This Year	Diff
North	1474	0
South	1347	+22
West	1480	+49

THIS YEAR'S EMI	
This Week	1388
First Week	1407
Low (11/01)	1388
High (9/01)	1407

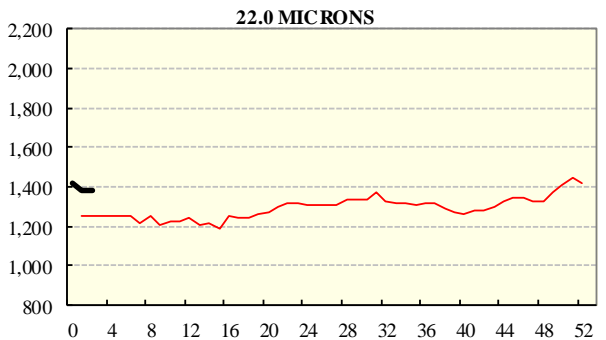
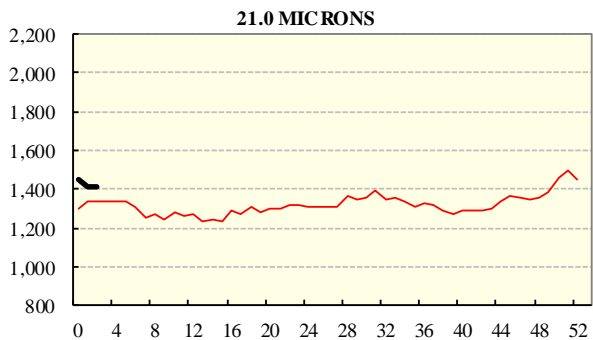
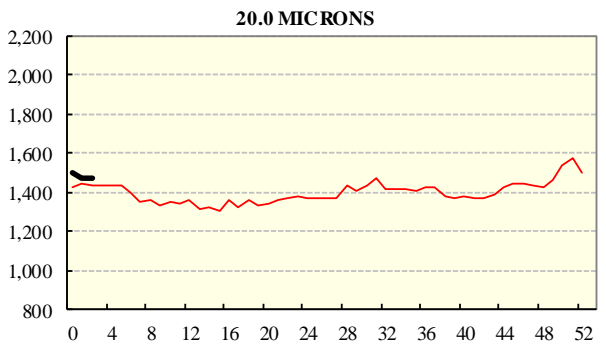
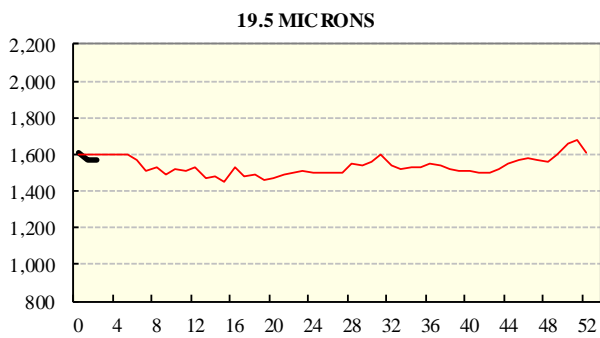
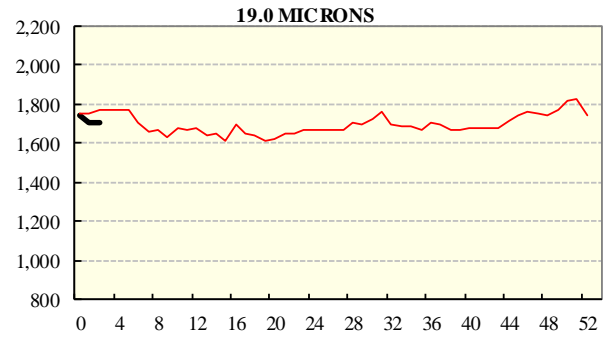
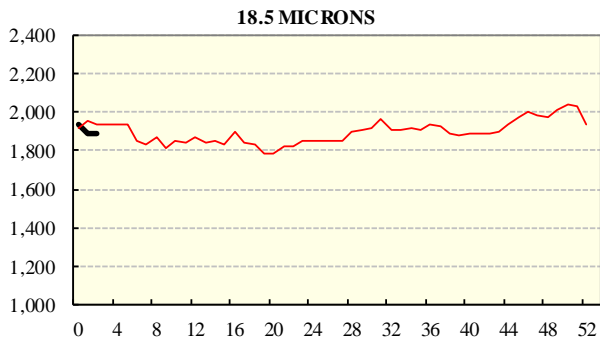
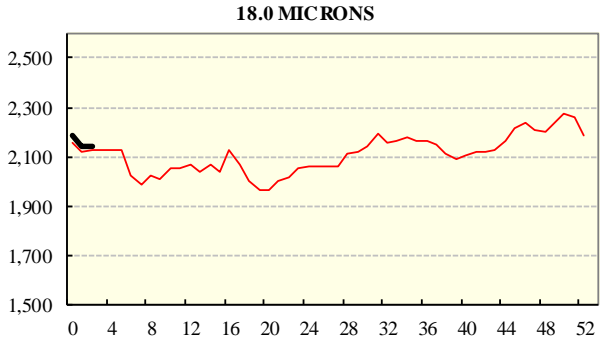
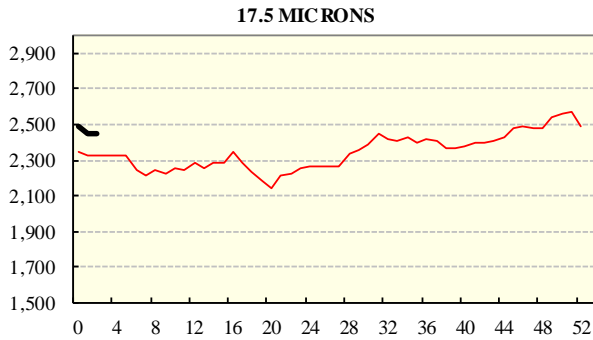
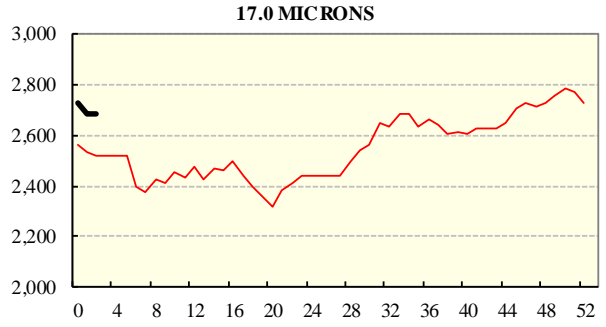
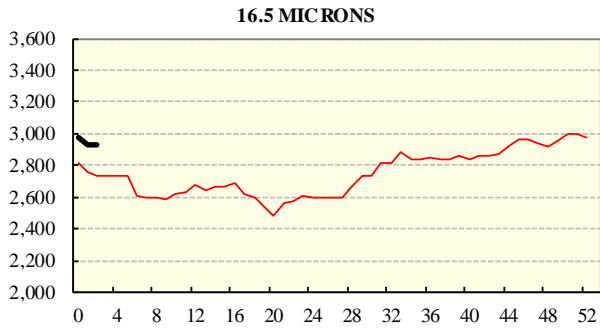
COMPARED WITH WKS 1/2		
Region	This Week	Diff
North	1464	-10
South	1337	-10
West	1473	-7

BALES OFFERED	
This Year	104,070
Last Year	100,263
Difference	+3,807
% Diff	+3.8%
FIRST OFFERED BALES	
Difference	+3.9%
% of Offering	91.6%

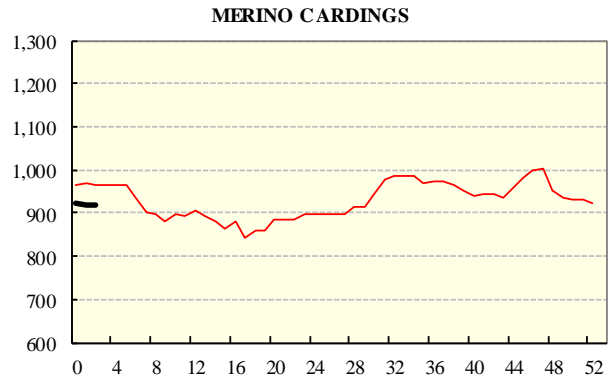
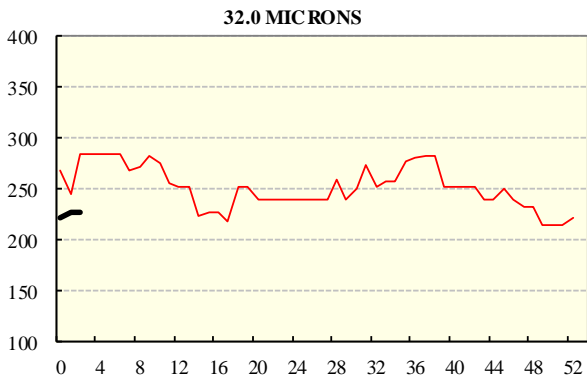
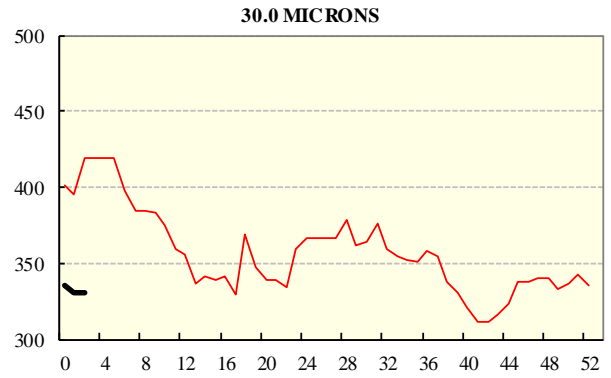
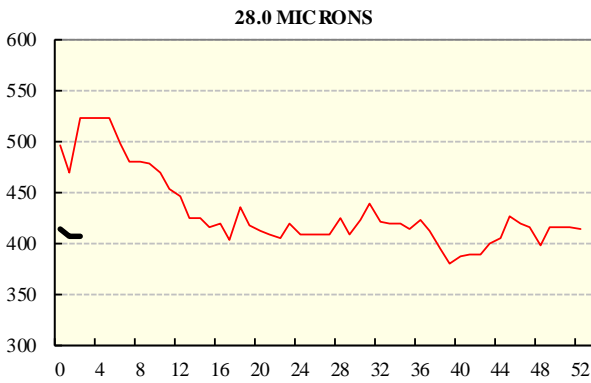
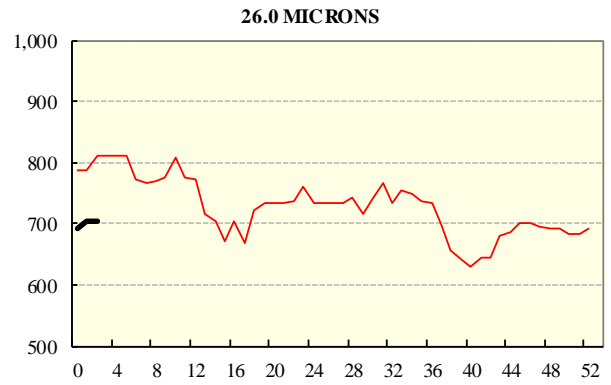
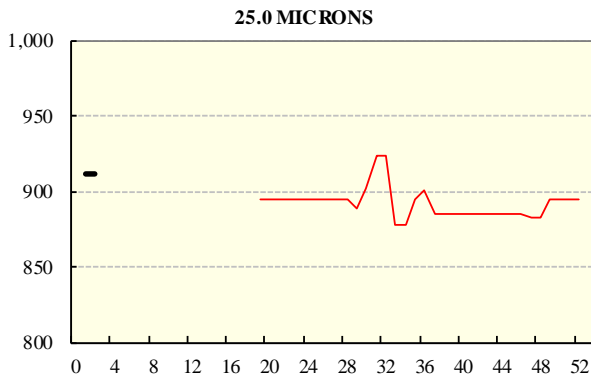
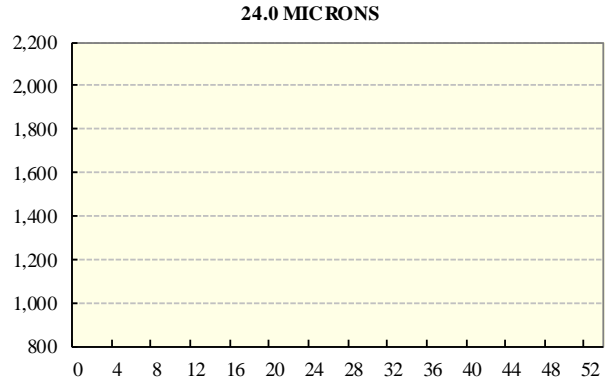
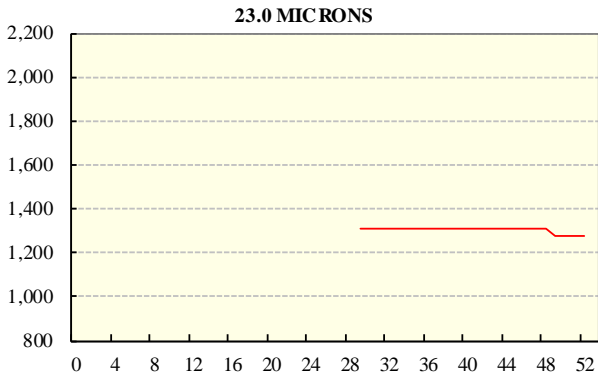
REGION BALES		
This Sale:		
North	19,207	
South	26,835	
West	9,168	
Progressive Totals:		Diff
North	36,013	+5.2%
South	47,345	+4.1%
West	20,712	+0.6%

AVERAGE AWEX MICRON PRICE GUIDES

2022/23 (black graph line) and 2021/22 (red graph line)



AVERAGE AWEX MICRON PRICE GUIDES
2022/23 (black graph line) and 2021/22 (red graph line)



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

(In Australian, United States and European Currencies)

