

## Wool Market Report

## M25

Wednesday, 16 December, 2020

### National Commentary

The Australian wool market ended the 2020 calendar year with a soft finish. As this was the final auction selling opportunity before the annual three-week Christmas recess, the national offering increased to 44,835 bales, this was 6,430 more bales than was offered in the previous week. The larger selection attracted solid demand, the market however, could not sustain the prices achieved in the previous series. Prices fell across all merino fleece types and descriptions, generally between 30 and 70 cents. The losses pushed the Merino Price Guides (MPGs) across the country down

across the country by between 10 and 70 cents. Due mainly to the falls in the MPGs in the merino fleece, the AWEX Eastern Market Indicator (EMI) dropped by 41 cents for the series, this equated to a 3.4% fall. Worth noting, due to further strengthening of the Australian dollar, when viewed in US dollar terms, the fall was lower, the EMI dropped 18 US cents, a reduction of only 2.0%. The fall in the market, understandably pushed the prices passed in rate higher, as many sellers were reluctant to accept the reduced prices on offer. The national passed in rate climbed to 18.3%, this was 13.3% higher than in the previous series. The oddments were the only sector of the market to

record increases for the series, the smallest of losses in the North, combined with solid rises in the South and West, resulted in an average rise in the three Merino Carding Indicators (MC) of nearly 12 cents. Sales will resume in the week beginning Monday the 11th of January. In the New Year, three-day sales will be allowed to resume. In the likely event that Melbourne requires three selling days, they will sell Tues, Wed and Thurs. If requiring only two days, Sydney will sell Tues/Wed, whilst Fremantle will sell Wed/Thurs. This is to avoid Melbourne selling in isolation on any day, following an extended recess.

	This Week		Last 12 Months		
			High	Low	Avg
EMI	1157	-41	1609	858	1221
Sth Ind	1119	-42	1566	819	1191
17	1865	-53	2082	1340	1737
17.5	1733	-46	2033	1248	1653
18	1570	-68	1963	1153	1559
18.5	1474	-60	1904	1058	1481
19	1392	-62	1848	998	1419
19.5	1323	-56	1818	945	1378
20	1248	-42	1803	900	1345
21	1181	-54	1793	869	1321
22	1154	-10	1789	881	1281
28	469	-34	913	408	630
30	371	-25	729	319	502
32	256	-25	483	190	312
MC	778	+15	1157	581	852

USD	75.52¢
▲	1.09¢
EUR	62.11¢
▲	0.74¢

### Main Buyers (This Week)

1	TECHWOOL TRADING	2,415	12.3%
2	ENDEAVOUR WOOL EXP.	2,000	10.2%
3	TIANYU	1,784	9.1%
4	UNITED WOOL CO.	1,723	8.8%
5	MODIANO	1,368	7.0%
6	LEMPRIERE AUST	1,267	6.4%
7	PELICAN AUSTRALIA	1,205	6.1%
8	FOX & LILLIE	1,171	6.0%

### Quote of Note

Mic	Grsy	Clean	Yld	MM	NKT	VM	District	AWEXID
15.8	1660	2268	73.2	81	33	0.4	DUNKELD	ASF4E.
16.7	1299	1948	66.7	88	28	0.5	SORELL	MF5E.
17.0	1240	1795	69.1	104	26	0.6	NARACOORTE	MF5S.
17.5	1210	1736	69.7	108	34	1.4	NARACOORTE	MF4S.
18.0	1188	1590	74.7	83	38	0.4	HORSHAM	MF4E.
18.4	1032	1509	68.4	85	41	0.2	CANIAMBO	MF5E.
19.0	1091	1410	77.4	103	44	0.3	GEELONG	MF4E.
19.4	1020	1337	76.3	98	41	0.2	SKIPTON	MF4E.
19.9	855	1259	67.9	78	46	0.8	CANIAMBO	MF5S.
20.1	944	1228	76.9	102	42	0.2	SKIPTON	MF4E.
20.4	740	1219	60.7	78	48	0.4	MT LONARCH	MF5E.
21.0	794	1149	69.1	115	25	0.5	ADELAIDE	MF5E.
21.9	687	1184	58	94	29	1.1	PORT ADELAIDE	MF5S.
22.4	680	1095	62.1	104	29	1.5	ORROROO	MF5B.
16.8	1084	1675	64.7	94	28	1.6	NARACOORTE	MP5S.
17.6	1029	1603	64.2	64	40	1.1	AVOCA	MP5S.
18.3	802	1409	56.9	76	34	1.7	ADELAIDE	MP5S.
19.8	610	1184	51.5	76	29	2.0	NANTAWARRA	MP5S.
23.0	718	966	74.3	0	0	0.2	SKIPTON	XF4E.
26.7	440	609	72.2	0	0	0.2	YARRAM	XF4E.
28.0	321	447	71.8	0	0	0.5	CASTERTON	XF5S.

### AWN Forward Offers

MPG	Jan-21	Mar-21	May-21	Jul-21
19	1370	1200	1200	1180
21	1170	1100	1035	1030
28	450	430	420	420

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

