

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 2 July 2021 (Week 53)

The Market ended its run of six weeks of successive rises when the AWEX EMI finished at 1423¢, 45¢ lower (-3.1%) in Australian currency and 38¢ lower (-3.4%) in US currency at sales in Sydney, Melbourne and Fremantle in Week 53.

Much of the fall was attributed to an increase in the expected size of the offering in Week 01 of next season to 54,900 bales. 42,847 bales were on offer nationally, compared with 33,330 bales last sale. There was strong Seller resistance to the fall in the market when 21.6% of the offering was passed-in after 3.3% of the potential offering had been withdrawn prior to sale. 33,582 bales were sold, 1,900 more than in Week 52.

AWEX reports that the value of the wool sold was \$57.7 million (\$1,718 per bale), taking the season total to \$2.219 billion (\$1,417 per bale). The number of bales sold at auction this season was 29.3% greater than in 2019/20.

Day-to-Day and Sale-to-Sale Changes in AWEX Regional Indicators (Week 53)									
Centre	Last Sale		Day-to-Day Changes (Week 53)			Sale-to-Sale Change	Closing Indicator	Sale-to-Sale Changes	
	Week	Indicator	Tuesday	Wednesday	Thursday			US ¢	Euro ¢
Eastern	52	1468	-28	-17	No Sale	-45 (-3.1%)	1423	-38	-30
Northern	52	1564	-23	-19	No Sale	-42 (-2.7%)	1522	-36	-27
Southern	52	1407	-31	-15	No Sale	-46 (-3.3%)	1361	-39	-30
Western	51	1477	-18	-19	No Sale	-37 (-2.5%)	1440	-31	-24

There were falls across all Fibre Diameter ranges and types, with Crossbreds less affected than the Merinos; and the Merinos least affected at the fine end. The average AWEX MPG for 16.5 microns continued to be over 1000¢ greater than at the start of the season.

The US Exchange Rate finished 0.27¢ (-0.4%) lower to close at 75.18¢ on Wednesday.

In the usual pattern, buyers for China were dominant, with support from buyers for Europe and India.

Export data for May on the next page shows China's continued dominance, but that there has also been some recovery in exports to other countries.

Looking ahead, offerings for the first two sales of next season are currently expected to be 54,982 bales and 43,142 bales, respectively; and to be 48.5% more than in the first two sales of 2020/21.

In other countries, sales in South Africa are in recess.

The following Tables do not include a comparison with the "Same Week Last Year" as there was no Sale in Week 53 last year.

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 53	Changes From			
		Four Sales Ago Week 49	Start of the Season	Week 53 Last Year	Season Average to Week 53 Last Year
Eastern Market Indicator	1423	+80 (+6.0%)	+298 (+26.5%)	No Sale	No Sale
Western Market Indicator	1440	+55 (+4.0%)	+246 (+20.6%)	No Sale	No Sale

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 ¢	-38	-53	-45	-48	-82	-67	-68	-67	-78			
Change %	-1.3%	-2.0%	-1.9%	-2.2%	-4.1%	-3.7%	-4.1%	-4.5%	-5.7%			
Since Start of the Season												
Change ¢	+1096	+942	+823	+733	+581	+470	+349	+194	+80			
Change %	+63.9%	+58.1%	+53.9%	+51.6%	+43.4%	+36.7%	+28.0%	+15.7%	+6.6%			
Since Same Week Last Year												
Change ¢	No Sale											
Change %	No Sale											

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 ¢		-3	-20	-10	0	+5
Change %		-0.4%	-3.9%	-2.4%	0.0%	+0.5%
Since Start of the Season						
Change ¢		-50	-72	-65	+1	+138
Change %		-6.0%	-12.7%	-13.9%	+0.4%	+16.7%
Since Same Week Last Year						
Change ¢	No Sale					
Change %	No Sale					

MC Average Merino Cardings Price Guide

AWIS WOOL MARKET REVIEW

Week Ending 2 July 2021 (Week 53)

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 April ABS export data.

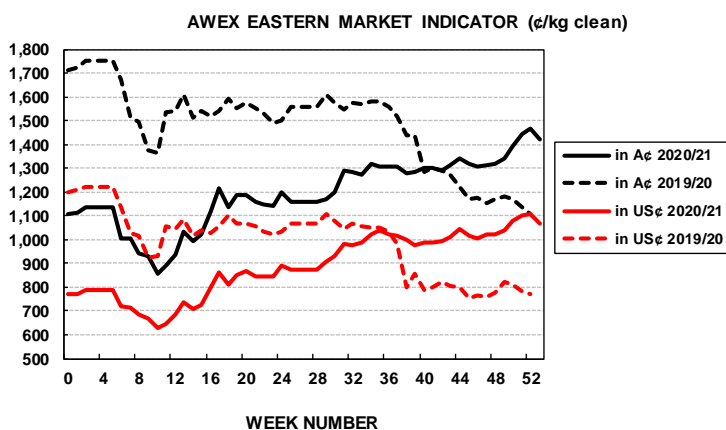
Details of this Week's Offering and the Comparison with the Previous Sale's Offering						
Centre	Last Sale	This Sale				
	Offering	Offering	Passed-In	Withdrawn Before Sale	Re-Offered	Bales Sold
North	13,084	10,652	13.6%	3.1%	5.2%	9,205
South	20,246	20,904	22.5%	3.7%	7.4%	16,199
West		11,291	27.6%	2.6%	8.0%	8,178
Australia	33,330	42,847	21.6%	3.3%	7.0%	33,582

Progressive Changes from Last Year		
All Bales		1 st Time Bales
Bales	%	%
+99,482	+25.7%	+28.5%
+172,193	+22.7%	+25.6%
+38,395	+12.6%	+16.8%
+310,478	+21.4%	+24.7%

Next Sale Offerings and Year-on-Year Differences				
Centre	Week 01	Week 02	Week 03	Differences
North	16,832	14,535	No Sale	+48.0%
South	25,594	21,757	No Sale	+41.5%
West	12,556	6,850	No Sale	+70.1%
New Zealand				
Australia	54,982	43,142		98,124
Differences	+78.4%	+22.3%		+48.5%

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	75.45	+0.49	-0.03	-0.28	-0.45	Public	-0.27 (-0.4%)	75.18	69.24	79.70
Euro	63.26	+0.34	+0.05	-0.21	-0.24	Holiday	-0.06 (-0.1%)	63.20	59.77	65.45

Country	% Share of Australia's Wool Exports by Weight of Wool Shipped			Year-on-Year % Change July to May	
	May 2021	July to May 2020/21	July to May 2019/20	By Weight	By Value
China	82.9%	86.5%	79.6%	+25.3%	+4.6%
Czech Republic	5.4%	4.0%	3.4%	+33.0%	-22.1%
India	5.9%	3.7%	5.5%	-21.4%	-42.0%
Italy	2.3%	2.0%	4.3%	-47.5%	-56.1%
Korea	1.4%	1.6%	1.9%	-5.6%	-21.3%
Thailand	0.5%	0.4%	0.9%	-46.0%	-47.9%
Germany	0.2%	0.3%	0.0%	-2.8%	-24.2%
Egypt	0.2%	0.3%	1.0%	-70.3%	-79.3%
Change all Countries				+15.3%	-7.3%



AVERAGE EMI	
This Year	1199
Last Year	1448
2018/19	1939
2017/18	1739
2016/17	1408

SEASON AVERAGES		
Region	This Year	Diff
North	1265	-217
South	1157	-269
West	1236	-318

THIS YEAR'S EMI	
This Week	1423
First Week	1116
Low (11/01)	858
High (10/01)	1468

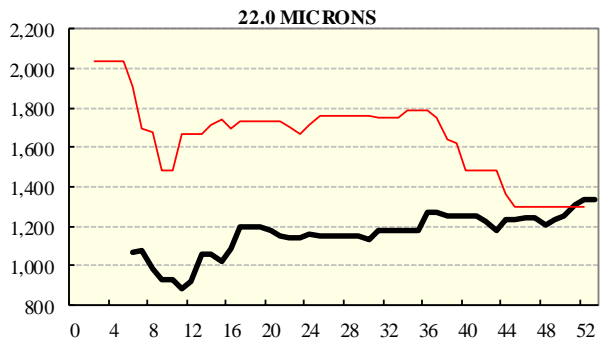
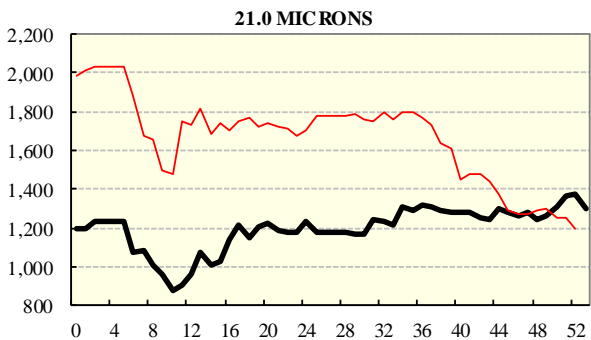
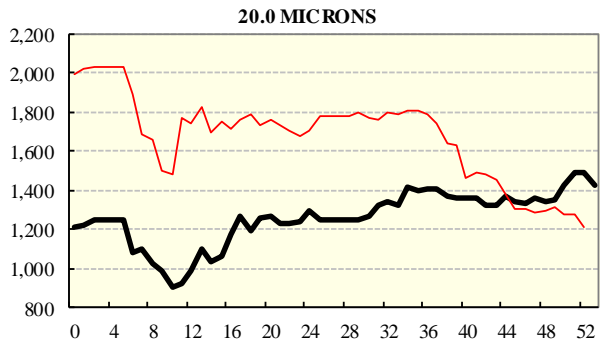
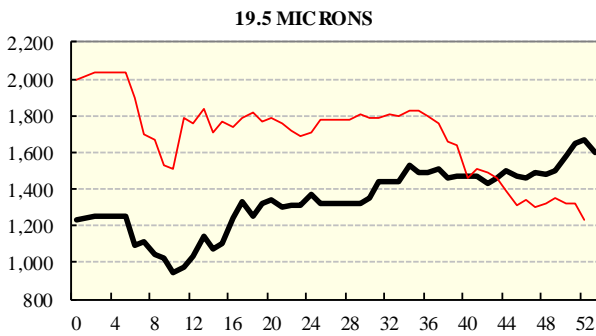
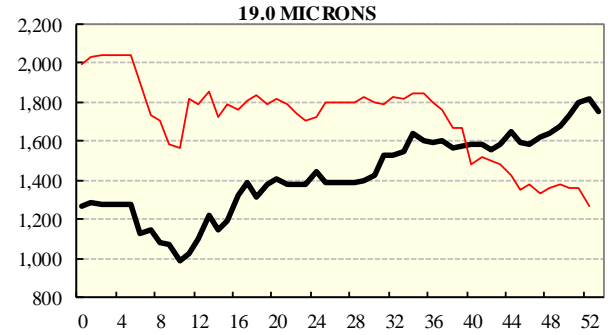
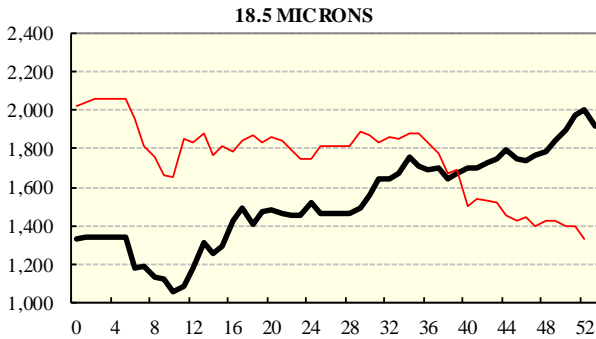
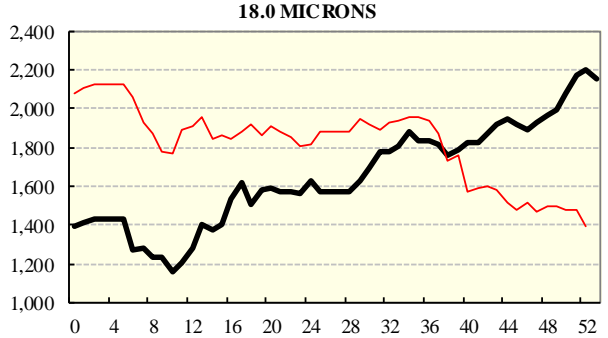
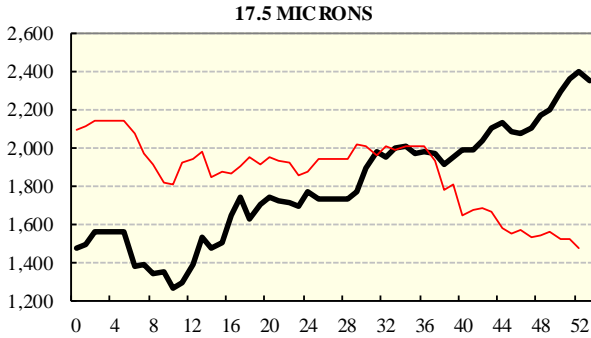
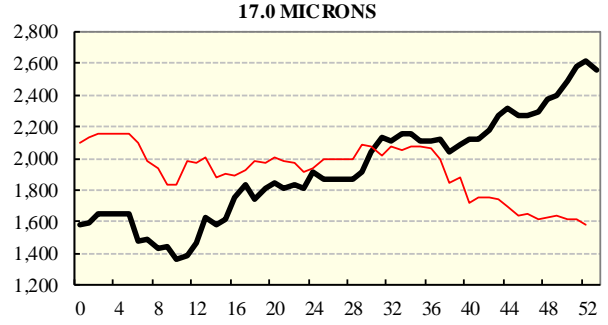
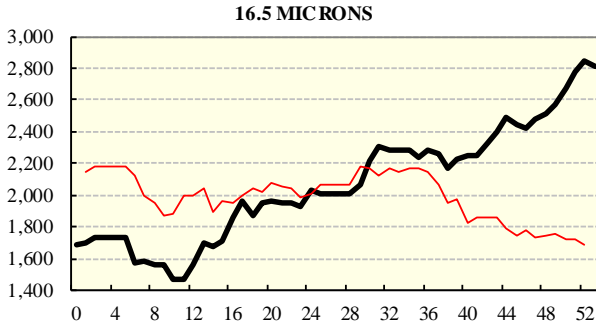
COMPARED WITH WKS 1/2		
Region	This Week	Diff
North	1522	+355
South	1361	+263
West	1440	+246

BALES OFFERED	
This Year	1,762,121
Last Year	1,451,643
Difference	+310,478
% Diff	+21.4%
FIRST OFFERED BALES	
Difference	+24.7%
% of Offering	91.3%

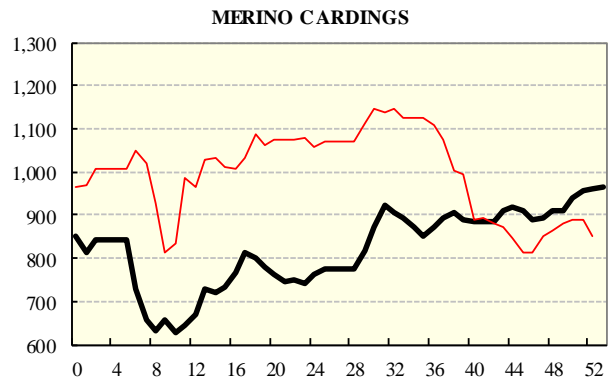
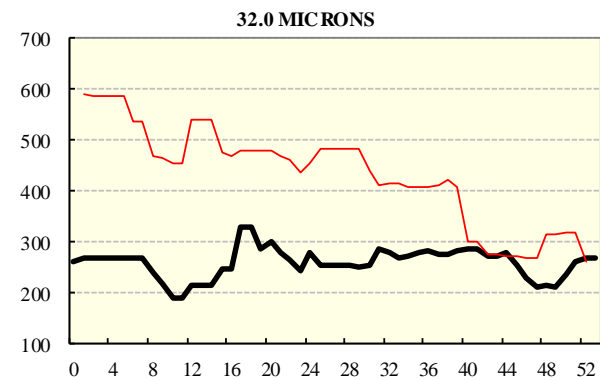
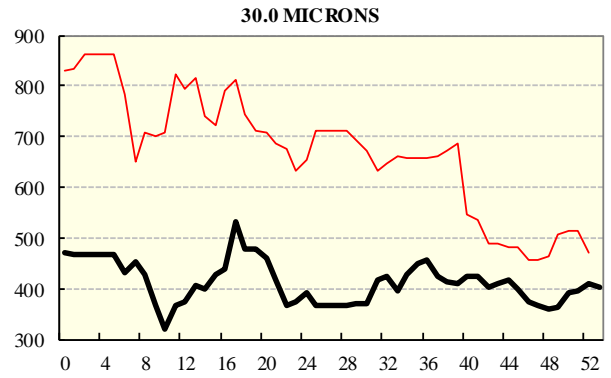
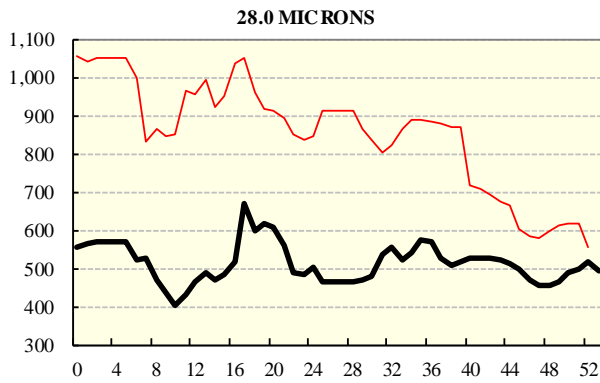
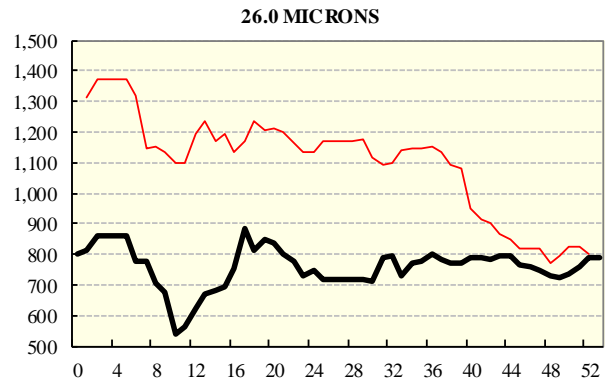
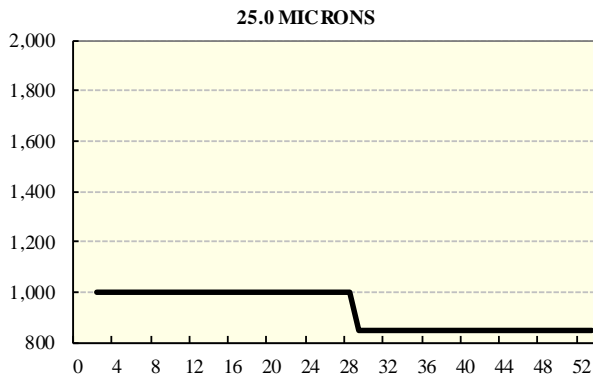
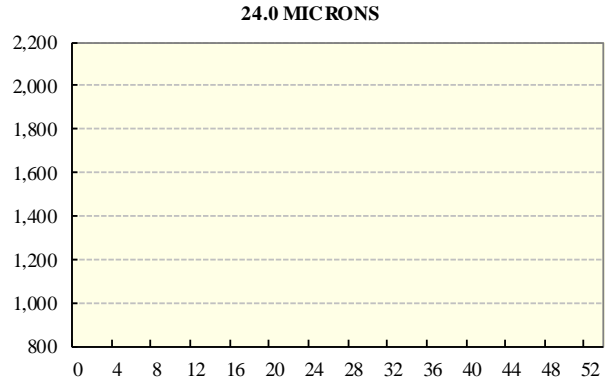
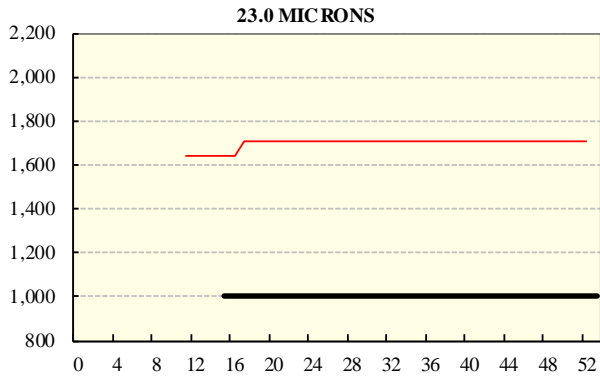
REGION BALES		
This Sale:		
North	10,652	
South	20,904	
West	11,291	
Progressive Totals:		Diff
North	487,208	+25.7%
South	931,980	+22.7%
West	342,525	+12.6%

AVERAGE AWEX MICRON PRICE GUIDES

2020/21 (black graph line) and 2019/20 (red graph line)



AVERAGE AWEX MICRON PRICE GUIDES
2020/21 (black graph line) and 2019/20 (red graph line)



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

(In Australian, United States and European Currencies)

