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MORNING PAPERS : TUESDAY, 14TH JULY, 1953.
EVENING PAPERS : TUESDAY, 14TH JULY, 1953.
BROADCASTING STATIONS : MIDNIGHT, MONDAY, 13TH JULY, 1953.

MONTHLY INDEX OF AUSTRALIAN EXPORT PRICES - MAY, 1953.

1. Two series of index-numbers are provided herein - one on fixed weights, the other on changing weights. Each takes account of 20 items, which normally constitute about 80 per cent. of the total value of exports of merchandise and silver together with gold production.

2. All export parities are calculated from price quotations from the most reliable and representative sources available. In most cases the prices used are those at which current sales are being effected. For some metals, however, the prices are the average value of current realizations in various markets and hence show some irregularity. From July, 1945, to September, 1951, the export prices used for wheat in the index were average actual realizations for current shipments. From October, 1951, the prices used are the estimated average realizations after weighting prices of quota and non-quota wheat.

I. THE SIMPLE AGGREGATIVE INDEX : FIXED WEIGHTS.

3. From 1928 to 1936 the weights were the average annual exports (production, in the case of gold) during the five years 1928-29 to 1932-33. Since June, 1936, the weights have been based on average annual exports (production, in the case of gold) during the three years 1933-34 to 1935-36.

4. Indexes are given for individual commodities and certain groups thereof. The percentage distribution of these groups in the aggregates of the "All Groups" indexes for the base period (1936-37 to 1938-39) is shown at the head of the table and represents the proportional contribution of each to the "All Groups" indexes for all periods from 1936-37.

RECENT TRENDS - EXPORT PRICE INDEX - WOOL AND "OTHER GROUPS"

5. Reference to the group indexes in the table on page 2 hereof will show the great increases and the wide dispersion of prices of export commodities in recent years. In particular, very great movements both upwards and downwards have occurred in the price of wool in recent years. Similar, but less marked, movements have occurred in prices of metals and hides. Since wool is a predominant export (with 46 per cent. of the Base Aggregate of the index) fluctuations in wool prices obscure the movement affecting the other components in the "All Groups" index. For purposes of comparison they are shown separately below:-

(Base of each Section - Average of 3 years ended June, 1939 = 100)

Group	1943-44	1944-45	1945-46	1946-47	1947-48	1948-49	1949-50	1950-51	1951-52
Wool	117	117	117	173	287	365	473	999	564
Other Groups	118	141	171	228	280	305	308	365	397
All Groups	117	130	146	203	283	332	383	654	473

Month	1950-51			1951-52			1952-53		
	Wool	Other Groups	All Groups	Wool	Other Groups	All Groups	Wool	Other Groups	All Groups
July	(a)592	333	451	(a)717	400	544	(a)566	381	465
August	864	340	579	551	400	468	(a)566	380	465
September	890	355	599	498	400	445	551	379	457
October	890	360	602	686	403	532	588	370	469
November	965	366	639	603	398	492	588	368	469
December	973	366	643	581	403	484	618	(b)374	(b)485
January	1,252	368	771	566	402	477	618	(b)374	(b)485
February	1,339	369	811	520	402	456	626	(b)369	(b)486
March	1,437	377	860	460	400	427	(b)656	(b)367	(b)499
April	1,094	384	708	475	397	432	(b)671	(b)361	(b)502
May	973	385	653	543	385	457	(b)701	(b)359	(t)515
June	717	383	535	566	376	463			

(a) Nominal.

(b) Subject to revision.

Taken together, in base year proportions, prices of exports other than wool have shown relatively little rise (about 18 per cent.) since 1948-49. The comparative steadiness of the weighted average index of prices of these "Other Groups" contrasts with the pronounced fluctuations in prices of wool.

EXPORT PRICE INDEX
INDIVIDUAL COMMODITIES, GROUPS AND ALL GROUPS COMBINED
(Base of each Section - Average of 3 years ended June, 1939 = 100)

Period	Wool	Wheat	Butter	Metals (a)	Meats (b)	Sugar	Dried Fruits (c)	Tallow	Hides (d)	Gold (e)	All Groups	
											Excl. Gold	Incl. Gold
(f) =	45.63	17.06	11.36	6.83	6.63	2.40	1.81	.64	.66	6.98	-	100.00
(g) =	49.05	18.34	12.21	7.34	7.13	2.58	1.94	.69	.72	-	100.00	-
1928-29	124	117	126	107	105	126	97	141	136	48	120	117
1936-37	122	123	92	120	98	104	103	122	113	99	116	115
1937-38	99	111	107	96	106	92	103	100	100	98	102	102
1938-39	79	66	101	84	95	104	94	78	87	103	82	83
1939-40	98	82	108	92	102	126	94	76	120	118	96	98
1940-41	101	102	110	95	103	137	95	82	98	121	103	104
1941-42	101	105	110	101	109	137	106	114	133	120	105	106
1942-43	117	106	114	100	112	152	112	119	145	119	114	114
1943-44	117	116	114	113	113	159	121	123	151	119	117	117
1944-45	117	154	147	129	122	172	128	151	147	120	130	130
1945-46	117	213	147	196	123	213	137	161	152	122	148	146
1946-47	173	305	173	308	139	264	152	361	334	122	209	203
1947-48	287	420	193	372	146	320	157	436	364	122	296	283
1948-49	365	413	233	478	171	343	162	499	421	122	348	332
1949-50	473	400	250	421	196	369	176	400	479	164	399	383
1950-51	999	432	271	689	209	410	226	356	752	176	690	654
1951-52	564	436	291	811	263	464	302	451	486	184	495	473
1950-51												
May	973	445	271	771	219	426	303	354	811	176	689	653
June	717	447	271	751	219	426	303	354	726	176	562	535
1951-52												
July	(h) 717	449	291	842	237	426	303	354	616	176	572	544
August	551	452	291	842	237	426	303	354	521	176	490	468
Sept.	498	445	291	862	237	426	303	354	541	176	465	445
Oct.	686	432	291	869	271	426	303	483	575	176	559	532
Nov.	603	432	291	835	271	426	303	483	566	176	515	492
Dec.	581	432	291	860	271	426	303	483	561	189	506	484
Jan.	566	432	291	825	271	501	303	483	531	193	498	477
Feb.	520	432	291	827	271	501	303	483	451	196	475	456
March	460	432	291	817	273	501	300	483	378	193	445	427
April	475	432	291	799	273	501	300	483	398	187	451	432
May	543	432	291	711	273	501	300	483	346	184	477	457
June	566	432	291	641	273	501	300	483	343	186	483	463
1952-53												
July	(h) 566	432	313	621	294	501	300	483	340	186	486	465
August	(h) 566	432	313	613	294	501	300	483	381	187	486	465
Sept.	551	432	313	603	294	501	300	483	379	188	477	457
Oct.	588	432	313	501	321	501	300	(h) 483	383	188	490	469
Nov.	588	432	313	501	321	501	300	360	404	187	490	469
Dec.	618	(j) 448	313	510	321	501	300	322	395	184	(j) 508	(j) 485
Jan.	618	(j) 448	313	509	321	501	300	298	391	189	(j) 508	(j) 485
Feb.	626	(j) 448	313	475	321	501	300	295	375	186	(j) 509	(j) 486
March	(j) 656	(j) 448	313	463	321	501	290	298	364	185	(j) 522	(j) 499
April	(j) 671	(j) 448	313	418	321	501	290	284	344	185	(j) 526	(j) 502
May	(j) 701	(j) 448	313	407	321	501	290	252	352	184	(j) 540	(j) 515

(a) Silver, Copper, Tin, Zinc, Lead.

(b) Beef, Lamb, Mutton, Pork.

(c) Sultanas, Lexias, Currants.

(d) Cattle Hides, Calf Skins.

(e) The price used in the index since 14th December, 1951, is the price of Australian gold on overseas premium markets.

(f) Percentage distribution of Base Aggregate for "All Groups (incl. Gold)" - applicable from 1936-37.

(g) Percentage distribution of Base Aggregate for "All Groups (excl. Gold)" - applicable from 1936-37.

(h) Nominal.

(j) Subject to revision.

II. THE MONTH-TO-MONTH INDEX : CHANGING WEIGHTS

6. Australian export products are not marketed regularly throughout the year. Wool and wheat are obvious examples of commodities which are marketed in relatively large quantities at certain periods of the year. In consequence, while the "fixed weights" index indicates satisfactorily the trend of the market, it does not, by itself, give an adequate indication of the significance of price movements as they actually affect current sales. This is shown much more clearly by the "changing weights" index given in the table below.

7. This index is designed to compare prices in any one month (or period of a trade year) with those in the corresponding month (or period) of the previous year. The weights used in its construction are the quantities exported in these two corresponding months (or periods). A full description of the method of computation can be found on page 510 of the Official Year Book of the Commonwealth, No. 38, 1951. A summary of movements in this index follows. Columns marked A show the movements in the index for groups other than wool and columns marked B the movements in the index for all groups including wool.

(Base : Weighted Average Price Level in corresponding months (or periods)
of preceding year = 100)

Period	Month stated compared with same month of preceding year		Period of trade year ending in month stated compared with same period of preceding year	
	A Excluding Wool	B Including Wool	A Excluding Wool	B Including Wool
<u>1950-51</u>				
May ..	112	145	114	183
June ..	114	119	114	178
<u>1951-52</u>				
July ..	116	119	116	119
August ..	113	87	114	104
September ..	110	80	113	96
October ..	107	85	111	92
November ..	106	70	110	85
December ..	106	67	110	82
January ..	106	54	109	75
February ..	107	50	109	71
March ..	105	41	109	66
April ..	100	53	108	64
May ..	98	65	107	65
June ..	95	64	106	66
<u>1952-53</u>				
July ..	93	84	93	84
August ..	96	98	94	89
September ..	95	102	95	93
October ..	93	88	94	91
November ..	93	96	94	92
December ..	98	105	95	95
January ..	95	105	95	96
February ..	93	112	95	98
March ..	91	126	94	101
April ..	92	123	94	102
May ..	97	117	94	105

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G. R. CARVER
ACTING COMMONWEALTH STATISTICIAN