



# JEMALONG WOOL BULLETIN

(week ending 15/06/2006)

**Table 1: Northern Market Prices**

Micron Price	Current	Weekly	10-yr	Price as %	This time		
Guides	Price	Change	Average	of Ave	last year	Year high	Year low
North Ind	742	1	761	98%	725	770	642
18	1076	0	1336	81%	992	1088	900
18.5	1034	2	1064	97%	957	1038	832
19	976	-1	1026	95%	893	979	779
19.5	901	-3	1018	89%	835	923	736
20	832	1	830	100%	794	859	684
21	751	1	747	101%	748	784	657
22	715	0	707	101%	721	761	648
23	702	8	671	105%	718	750	640
24	687	10	651	106%	678	708	631
25	648	10	615	105%	612	648	588
26	589	1	582	101%	559	589	536
28	478	6	517	92%	473	795	424
30	428	5	466	92%	433	444	390
32	400	11	442	90%	400	408	369
MC	433	2	417	104%	443	467	380

## NORTHERN MARKET REPORT -

**Australian Dollar 73.68 US as of 15/06/2006**

Sales this week were held in Melbourne Sydney and Fremantle resumed after a one week recess. The national offering was approximately 53,500 bales in auctions.

Sales opened in **Melbourne on Wednesday** with 9,396 bales offered (2,246 bales or 23.9% were reoffered lots). The market opened generally firm with only small movements in prices. The only real exception were 18-18.5 micron fleeces which fell around 10 cents due to a lack of better style lots. Most other microns remained fully firm with 23 and 24 microns easing 2-3 cents. There was very little change in crossbred fleece prices with most microns remaining firm. Merino skirtings and oddments finished the day generally unchanged. **Passed in rate: 14.9%. Major Buyers:** Techwool, Fox & Lillie, Itochu, Kathaytex, AS Gedge, Dewavrin and Williams Wool.

The market eased slightly in **Melbourne on Thursday** with 12,663 bales on offer (3,368 bales or 26.6% were reoffered lots). 18.5-20 microns finished around 5 cents cheaper, 20-22 microns were around 2-4 cents cheaper and 23 microns were slightly dearer. Finer crossbreds were around 5 cents dearer while the broader crossbreds were unchanged. Merino skirtings were well supported and some lots were as much as 10 cents dearer. Oddments closed generally unchanged. **Passed in rate: 12.2%. Major Buyers:** Techwool, Kathaytex, Fox & Lillie, Itochu, Williams Wool, Chargeurs and AS Gedge.

The **Sydney market opened dearer early on Wednesday** before closing generally unchanged. There were 5,735 bales offered (958 bales or 16.7% were reoffered lots). There was very little movement in fleece prices, including crossbreds, as all microns closed the day fully firm. Merino skirtings and oddments also finished the day generally unchanged. **Passed in rate: 6.8%. Major Buyers:** Techwool, Morepen, AS Gedge, Southern Cross Wool, Chargeurs, Modiano and Michell.

On **Thursday the Sydney market** saw the broader end post strong gains while the finer end was unchanged. There were 8,008 bales offered (1,409 bales or 17.6% were reoffered lots). 23 to 25 microns closed 10 cents higher while 22 micron and finer remained generally unchanged. Crossbreds were also stronger with prices rises of 5-10 cents. Merino skirtings gained around 5 cents while oddments closed the week 5-10 cents dearer. **Passed in rate: 14.9%. Major Buyers:** Morepen, Southern Cross Wool, Techwool, AS Gedge, Michell, Itochu and Modiano.

Sales **resumed in Fremantle on Wednesday** with mixed results after a one week recess. There were 7,999 bales offered (2,488 bales or 31.1% were reoffered lots). 20 micron and finer fleece prices eased 5-10 cents on the back of limited numbers. However 21 microns and broader gained 5-10 cents during the day. Merino skirtings closed around 5 cents dearer while oddments were generally unchanged. **Passed in rate: 16.4%. Major Buyers:** PJ Morris, Dewavrin, Grain Corp, BWK Elders, Itochu and Kathaytex.

On **Thursday in Fremantle** there were 8,182 bales offered and there was good support for the broader end. 20 micron and finer were 5-10 cents easier, 21-23 microns were around 5 cents dearer and 24-25 microns were 10-15 cents dearer. Merino skirtings were also in demand and finished 5 cents dearer. Oddments closed the week generally unchanged. **Passed in rate: 21.0%. Major Buyers:** Grain Corp, PJ Morris and Itochu.

Figures released from the Australian Bureau of Statistics reveal that for the current season an additional 2 million sheep have been removed from the Australian sheep flock compared with the previous year. The increase is largely a result of higher numbers of lambs slaughtered and a large increase in live sheep exports from Australia. For the upcoming 2006/07 season the failed autumn break in New South Wales, northern Victoria and Western Australia means that there is unlikely to be a rebound in sheep and lamb numbers.

**Next Week:** Sales continue next week in Melbourne and Sydney. Fremantle pauses again for another one week recess. As a result there are only approximately 37,500 bales currently rostered for sale.

**Wooltrade will continue to offer an extra string to growers' bows, and provides benefits from constant market exposure, particularly with the recent favourable market conditions (which may not last for the long term). Please consider the opportunities that are available by listing on Wooltrade with a targeted selling strategy. This may require some consultation with your local representative.**

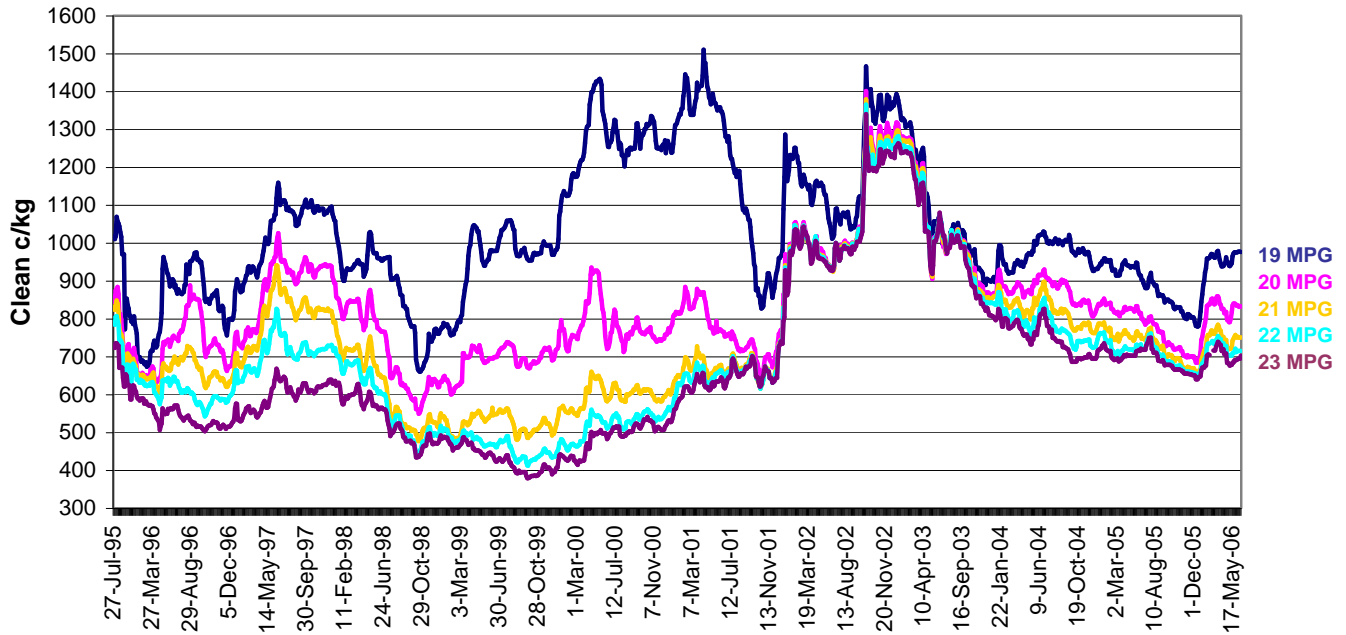
(Comments: Brian Vagg - Wooltrade)

Source: AWEX, Commonwealth Bank of Australia, National Australia Bank, Sydney Futures Exchange.

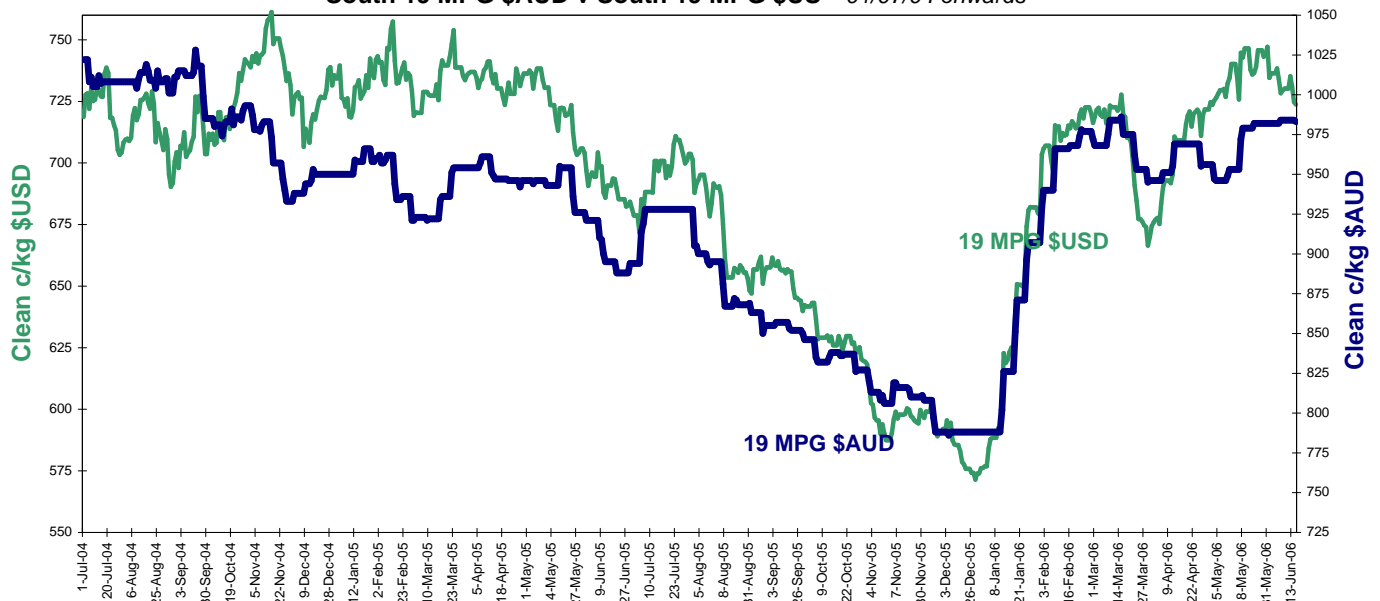
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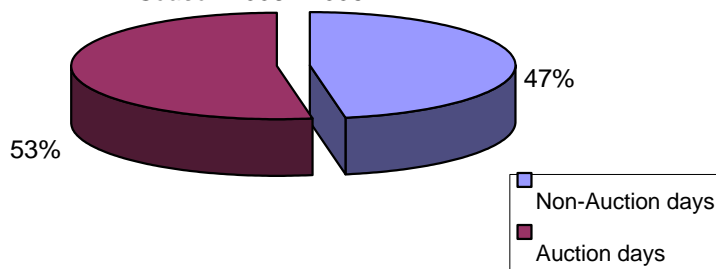
### Nth Micron Price Guide Movement 1995-2006



### South 19 MPG \$AUD v South 19 MPG \$US - 01/07/04 onwards



### Wooltrade Sales - Auction & Non-auction Days Season 2005 - 2006



This pie chart shows that close to 50% of all wool sold on Wooltrade occurs on NON AUCTION days.

Please consider the opportunities available by having constant market exposure and list your wool on Wooltrade.

Source: AWEX, Commonwealth Bank of Australia, National Australia Bank, Sydney Futures Exchange.

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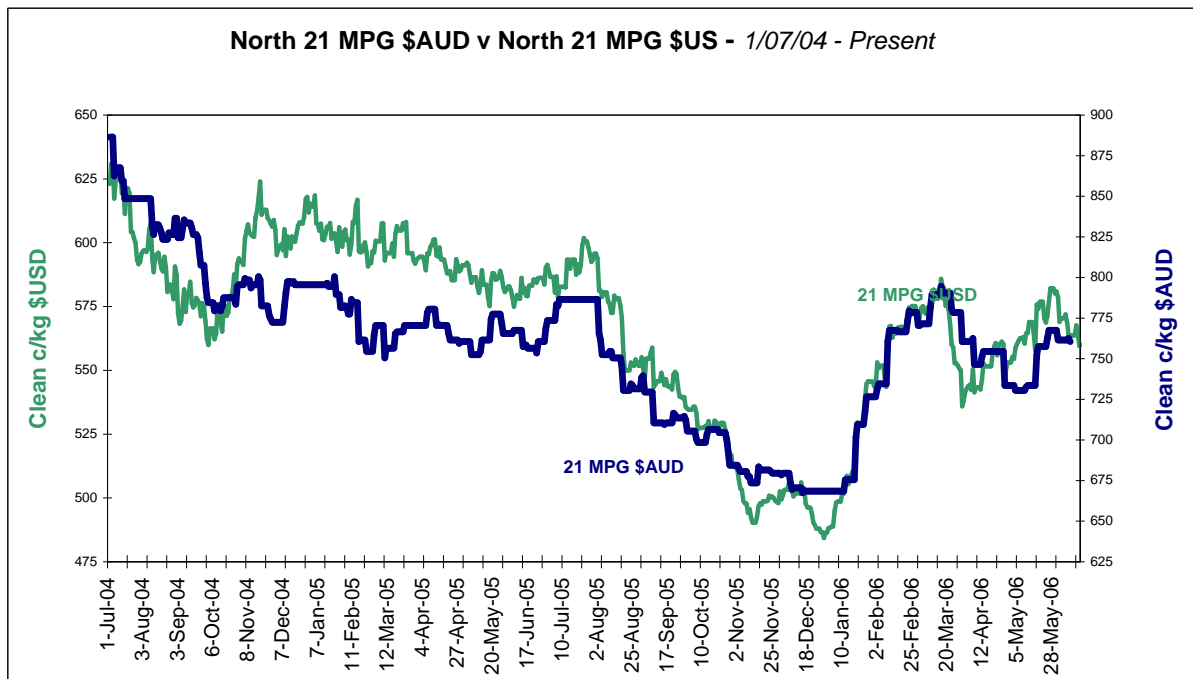
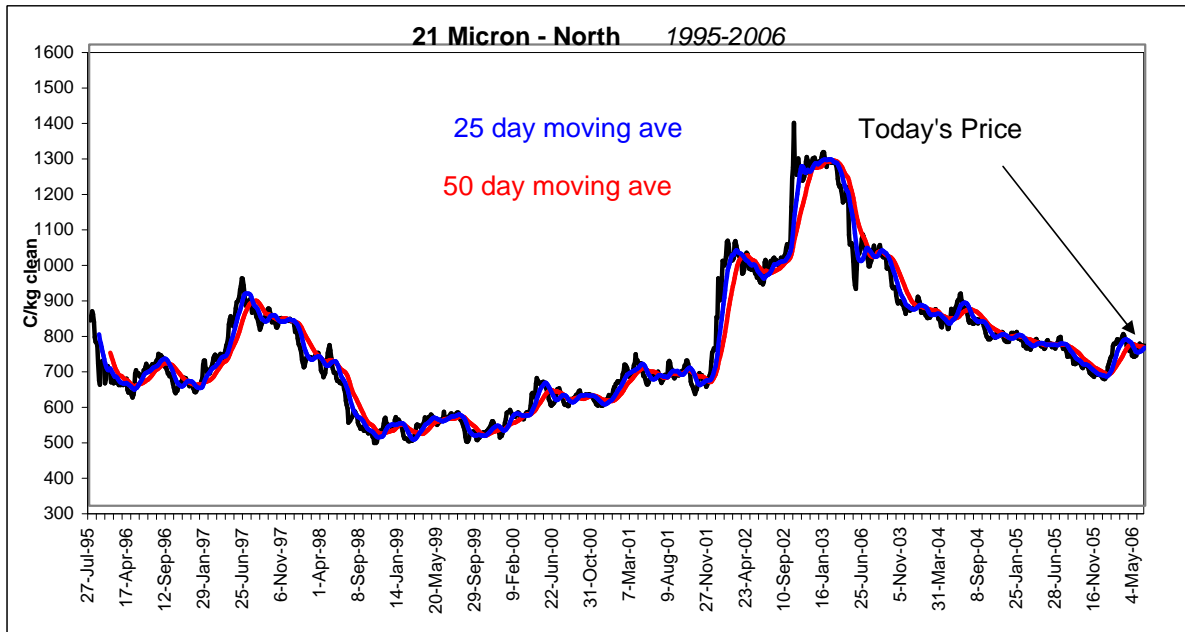


# JEMALONG WOOL BULLETIN

(week ending 15/06/2006)

Table 2: Northern Market Deciles

Micron Price Guide (1995-2006)										
	19	20	21	22	23	24	25	26	28	MC
<b>Current</b>	<b>976</b>	<b>832</b>	<b>751</b>	<b>715</b>	<b>702</b>	<b>687</b>	<b>648</b>	<b>589</b>	<b>478</b>	<b>433</b>
<b>90%</b>	811	673	537	477	451	440	432	401	343	281
<b>80%</b>	890	714	599	534	503	481	462	440	383	326
<b>70%</b>	932	739	645	600	535	512	484	460	395	372
<b>60%</b>	958	767	672	644	588	564	540	472	412	403
<b>50%</b>	979	810	708	674	629	607	579	494	435	428
<b>40%</b>	1027	840	752	715	671	654	602	517	455	438
<b>30%</b>	1086	877	815	742	710	679	641	541	477	453
<b>20%</b>	1206	930	863	827	801	753	693	579	500	479
<b>10%</b>	1315	1003	1000	997	993	981	942	704	559	541



Source: AWEX, Commonwealth Bank of Australia, National Australia Bank, Sydney Futures Exchange.

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# JEMALONG WOOL BULLETIN

(week ending 15/06/2006)

**Table 3: National Australia Bank - Wool Swaps**

NAB Wool Swaps																
15-Jun-2006																
Month	18 MIC	Prem/ Disc	19 MIC	Prem/ Disc	20 MIC	Prem/ Disc	21 MIC	Prem/ Disc	22 MIC	Prem/ Disc	23 MIC	Prem/ Disc	24 MIC	Prem/ Disc	28 MIC	Prem/ Disc
Jun-06	1055	-21	955	-21	825	-7	740	-11	695	-20	675	-27	655	-32	415	-63
Jul-06	1065	-11	960	-16	823	-9	742	-9	700	-15	675	-27	655	-32	417	-61
Aug-06	1075	-1	965	-11	830	-2	750	-1	705	-10	680	-22	656	-31	425	-53
Sep-06	1085	+9	970	-6	833	+1	752	+1	710	-5	680	-22	656	-31	425	-53
Oct-06	1092	+16	975	-1	835	+3	755	+4	715	0	680	-22	656	-31	426	-52
Nov-06	1097	+21	978	+2	838	+6	760	+9	718	+3	680	-22	656	-31	426	-52
Dec-06	1099	+23	980	+4	840	+8	765	+14	720	+5	685	-17	656	-31	426	-52
Jan-07	1103	+27	985	+9	840	+8	765	+14	723	+8	690	-12	657	-30	425	-53
Feb-07	1105	+29	990	+14	850	+18	768	+17	725	+10	695	-7	657	-30	418	-60
Mar-07	1109	+33	995	+19	853	+21	770	+19	728	+13	695	-7	657	-30	418	-60
Apr-07	1113	+37	1000	+24	855	+23	770	+19	730	+15	695	-7	657	-30	418	-60
May-07	1117	+41	1005	+29	858	+26	770	+19	733	+18	695	-7	657	-30	418	-60
Jun-07	1119	+43	1009	+33	859	+27	772	+21	734	+19	694	-8	657	-30	417	-61
Jul-07	1123	+47	1013	+37	858	+26	773	+22	736	+21	691	-12	656	-31	416	-62
Aug-07	1119	+43	1017	+41	862	+30	772	+21	735	+20	690	-13	655	-32	415	-63

**Table 4: Commonwealth Bank of Australia - Wool Futures**

CBA Wool Futures Quotes																		
15-Jun-2006																		
Month	18 MIC	Prem/ Disc	19 MIC	Prem/ Disc	20 MIC	Prem/ Disc	21 MIC	Prem/ Disc	22 MIC	Prem/ Disc	23 MIC	Prem/ Disc	24 MIC	Prem/ Disc	25 MIC	Prem/ Disc	28 MIC	Prem/ Disc
Jun-06	1060	-16	960	-16	830	-2	752	+1	717	+2	695	-7	680	-7	643	-5	465	-13
Jul-06	1067	-9	965	-11	837	+5	758	+7	719	+4	692	-10	678	-9	640	-8	460	-18
Aug-06	1077	+1	970	-6	845	+13	761	+10	720	+5	690	-12	675	-12	639	-9	455	-23
Sep-06	1087	+11	977	+1	855	+23	770	+19	722	+7	687	-15	672	-15	635	-13	455	-23
Oct-06	1094	+18	985	+9	860	+28	778	+27	722	+7	685	-17	670	-17	632	-16	450	-28
Nov-06	1104	+28	990	+14	862	+30	782	+31	725	+10	684	-18	665	-22	630	-18	450	-28
Dec-06	1108	+32	995	+19	865	+33	785	+34	725	+10	680	-22	663	-24	628	-20	445	-33
Jan-07	1113	+37	1007	+31	870	+38	790	+39	728	+13	679	-23	660	-27	625	-23	445	-33
Feb-07	1123	+47	1014	+38	875	+43	795	+44	728	+13	678	-24	657	-30	620	-28	440	-38
Mar-07	1128	+52	1018	+42	880	+48	802	+51	730	+15	675	-27	654	-33	620	-28	440	-38
Apr-07	1132	+56	1023	+47	885	+53	807	+56	730	+15	675	-27	650	-37	618	-30	440	-38
May-07	1139	+63	1028	+52	892	+60	810	+59	735	+20	670	-32	650	-37	615	-33	435	-43
Jun-07	1145	+69	1029	+53	900	+68	812	+61	740	+25	668	-34	650	-37	612	-36	435	-43
Jul-07	1149	+73	1032	+56	903	+71	812	+61	740	+25	668	-34	650	-37	610	-38	430	-48
Aug-07	1157	+81	1032	+56	906	+74	815	+64	743	+28	666	-36	650	-37	610	-38	430	-48

**Table 5: Sydney Futures Exchange - Wool Futures Prices**

SFE FUTURES PRICES									
15-Jun-06									
Month	19 MIC	Wkly Diff.	Prem/ Disc	21 MIC	Wkly Diff.	Prem/ Disc	23 MIC	Wkly Diff.	Prem/ Disc
Jun-06	963	-11	-13	778	-12	+27	695	0	-7
Aug-06	989	-14	+13	796	-6	+45	690	0	-12
Oct-06	1006	-4	+30	808	-2	+57	668	0	-34
Dec-06	1015	-5	+39	813	-5	+62	668	0	-34
Feb-07	1032	-1	+56	821	-7	+70	661	0	-41
Apr-07	1034	-1	+58	832	-4	+81	661	0	-41
Jun-07	1027	-1	+51	836	0	+85	661	0	-41
Aug-07	1037	-1	+61	836	0	+85	661	0	-41
Oct-07	1037	-1	+61	836	0	+85	661	0	-41

Source: AWEX, Commonwealth Bank of Australia, National Australia Bank, Sydney Futures Exchange.

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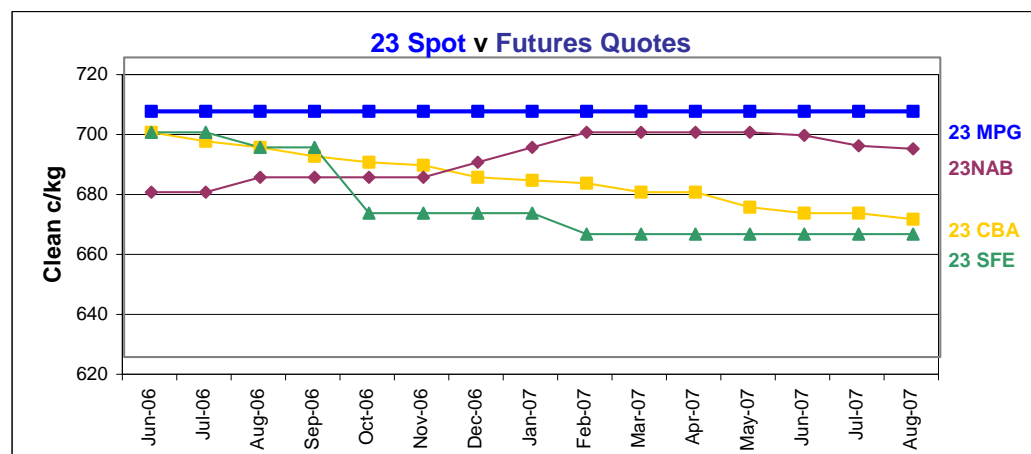
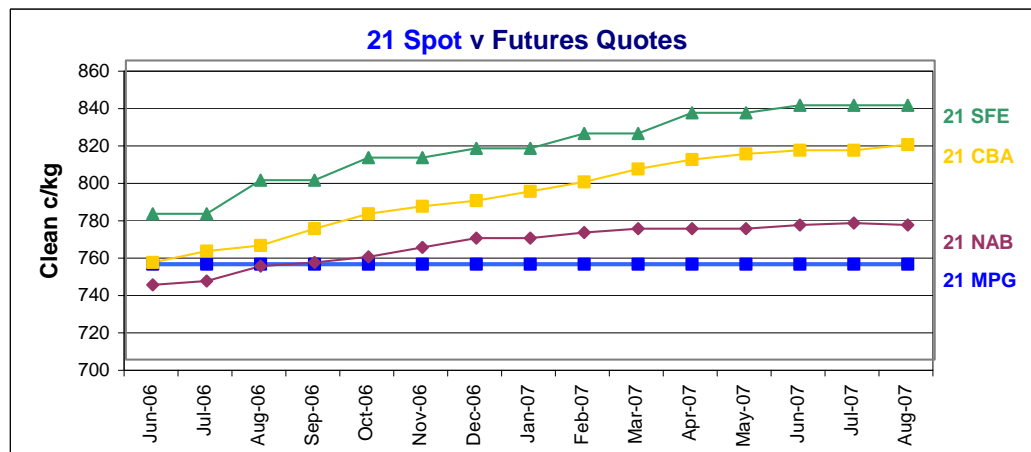
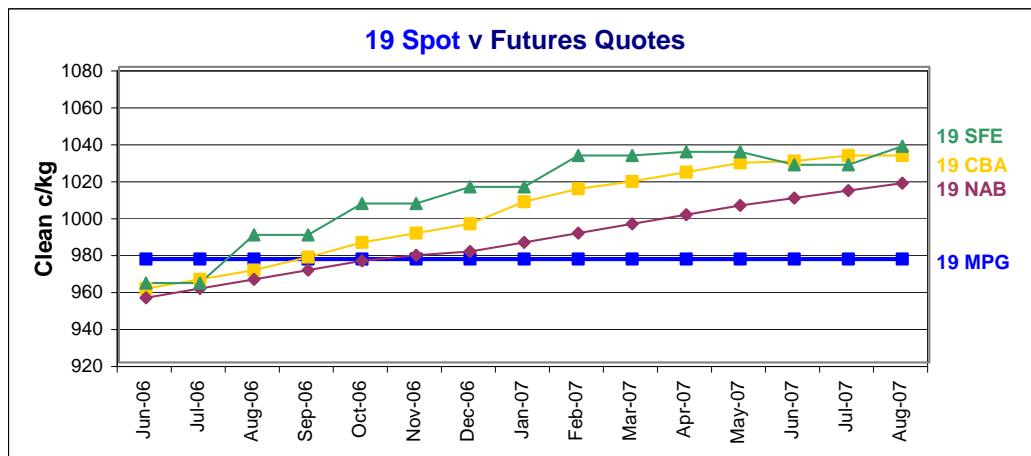
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# JEMALONG WOOL BULLETIN

(week ending 15/06/2006)

## Futures Graphs



Source: AWEX, Commonwealth Bank of Australia, National Australia Bank, Sydney Futures Exchange.

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