



JEMALONG WOOL BULLETIN

(week ending 22/06/2006)

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	738	-4	761	97%	719	770	642
18	1038	-38	1336	78%	983	1088	900
18.5	1001	-33	1064	94%	940	1038	832
19	951	-25	1026	93%	881	979	779
19.5	889	-12	1018	87%	825	923	736
20	829	-3	830	100%	784	859	684
21	751	0	747	101%	743	784	657
22	715	0	707	101%	721	761	648
23	702	0	671	105%	718	750	640
24	687	0	651	106%	672	708	631
25	648	0	615	105%	612	648	588
26	591	2	582	102%	558	591	536
28	487	9	517	94%	462	795	424
30	431	3	466	92%	430	444	390
32	404	4	442	91%	400	408	369
MC	434	1	417	104%	434	467	380

NORTHERN MARKET REPORT -

Australian Dollar 73.94 US as of 22/06/2006

Sales this week were held in Melbourne and Sydney, there were no sales in Fremantle due to a one week recess. As a result the national offering in auctions of approximately 37,500 bales was considerably smaller compared to last week's offering.

Sales opened in **Melbourne on Wednesday** with 11,570 bales offered (1,735 bales or 15.0% were reoffered lots). The market opened slightly easier compared to last week, with the finer end the most affected. While prices for 18 micron and finer fleeces held firm, 18.5-20 microns were around 5-10 cents cheaper with prices for the less stylish lots falling the heaviest. The broader end remained generally firm. Crossbred fleeces remained fully firm. Merino skirtings finished the day generally unchanged, while locks rose slightly and crutchings eased slightly. **Passed in rate: 15.0%. Major Buyers:** Fox & Lillie, Itochu, AS Gedge, Segard Masurel, Techwool, Kathaytex and Williams Wool.

The market eased slightly further in **Melbourne on Thursday with 9,337 bales** on offer (2,484 bales or 17.4% were reoffered lots). 19-19.5 microns were the most affected, falling by 15 cents while 18-18.5 microns fell by a further 5 cents. The broader microns were mixed with 20 and 23 microns 5 cents firmer and 21-22 microns 5-10 cents cheaper. Crossbreds were also mixed with 28 microns 8 cents cheaper and other crossbreds firm. Merino skirtings were irregular but closed generally unchanged. Oddments also finished the week generally unchanged.

Passed in rate: 11.1%. Major Buyers: Itochu, Kathaytex, Fox and Lillie, Techwool, AS Gedge and Chargeurs.

Sales opened in Sydney on Wednesday and prices closed generally unchanged compared to last week. There were 7,722 bales offered (1,250 bales or 16.2% were reoffered lots). There was very little movement in fleece prices, including crossbreds, as all microns closed the day firm. Some buyers however did report there were a few holes in the market on Wednesday. Higher vm (8% vm lots) merino skirtings finished 5-10 cents higher while other skirtings remained unchanged. Locks gained around 10 cents while crutchings were steady. **Passed in rate: 6.8%.**

Major Buyers: Morepen, AS Gedge, Chargeurs, Techwool, Southern Cross Wool, Schneider and BWK Elders.

On Thursday the Sydney market saw the finer end post big losses while the broader end was unchanged. There were 8,634 bales offered (1,321 bales or 15.3% were reoffered lots). The 18-18.5 micron fleeces were the most affected falling by 30 cents while 19 microns fell by 25 cents and 19.5 microns by 10 cents. The broader microns were generally unchanged. Crossbreds were stronger with price rises of 5-10 cents. Merino skirtings closed fully firm while oddments closed the week steady. **Passed in rate: 11.4%. Major Buyers:** Southern Cross Wool, Techwool, Morepen, AS Gedge, BWK Elders, Modiano, Chargeurs and Itochu.

There were no auction sales held in Fremantle this week.

The latest statistics from the OECD, which does not include statistics from China, predict continued moderate economic growth into 2007, which in theory should help support wool prices. The report highlights expectations for continued expansion over the next six months in most of the OECD regions. In the past there has been a strong correlation between the OECD six-month growth prediction and wool prices, although the correlation has not been as strong in recent times. Data for non-OECD countries point to a continued strong expansion in China and a moderate expansion in India.

Next Week: The last week of auction sales for the current selling season will be held in Melbourne, Sydney and Fremantle next week, with a larger national offering of approximately 57,500 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.

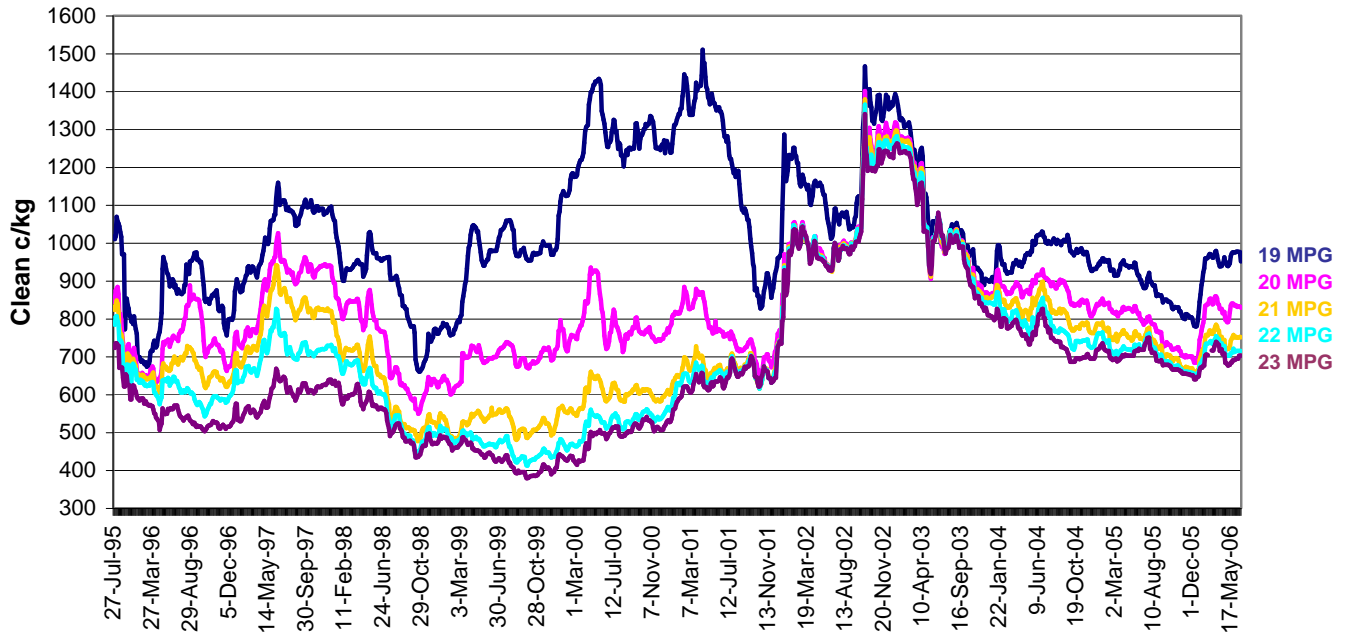
(Comments: Brian Vagg - Wooltrade)

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

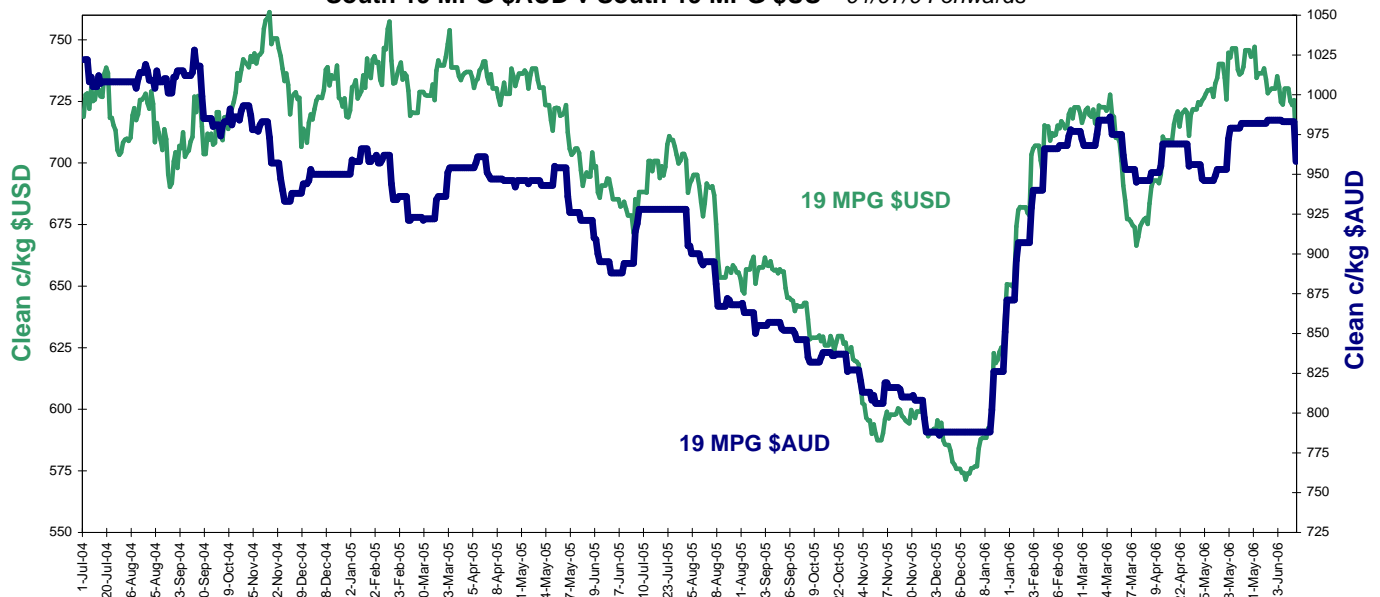
Disclaimer: While all due care has been taken in the preparation of this document, no warranty is made as to its accuracy, reliability or completeness. To the extent permitted by law, neither Jemalong Wool, Wooltrade Australia,

National Australia Bank, Sydney Futures Exchange or the Commonwealth Bank and its subsidiaries, and their staff, accept liability to any person for loss or damage arising from the use of the information contained herein.

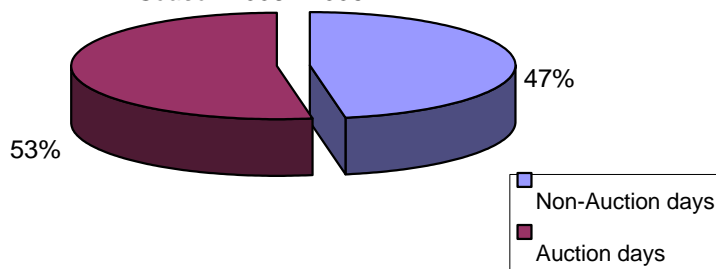
Nth Micron Price Guide Movement 1995-2006



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.

Disclaimer: While all due care has been taken in the preparation of this document, no warranty is made as to its accuracy, reliability or completeness. To the extent permitted by law, neither Jemalong Wool, Wooltrade Australia, National Australia Bank, Sydney Futures Exchange or the Commonwealth Bank and its subsidiaries, and their staff, accept liability to any person for loss or damage arising from the use of the information contained herein.

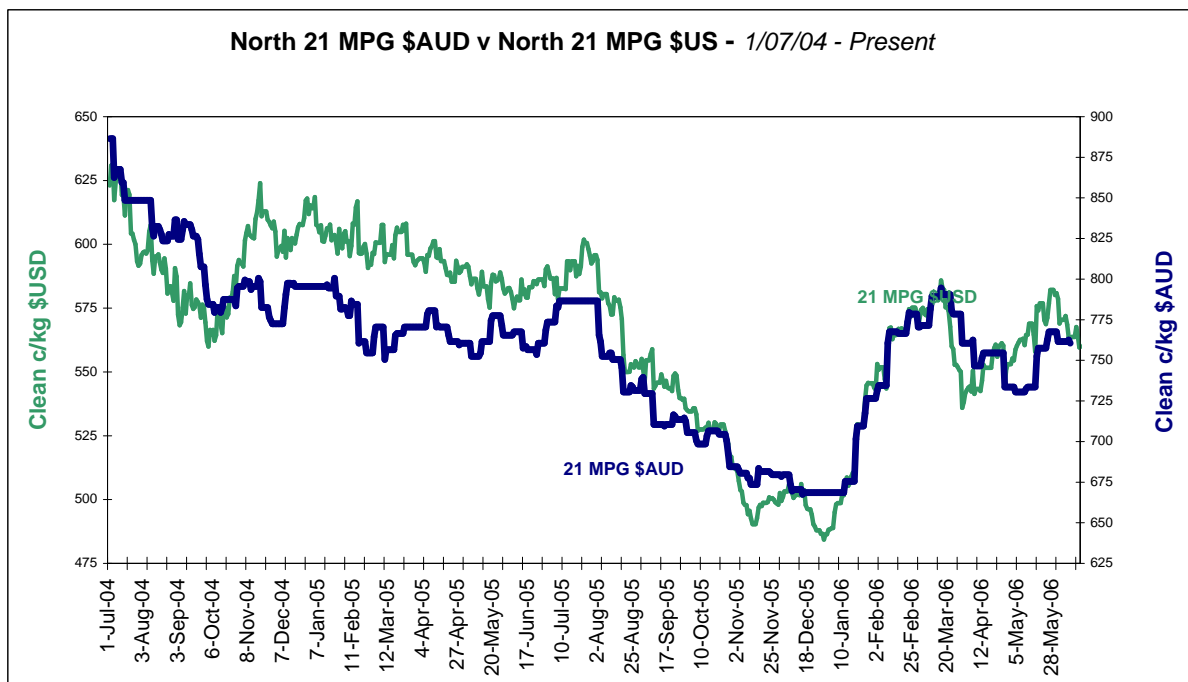
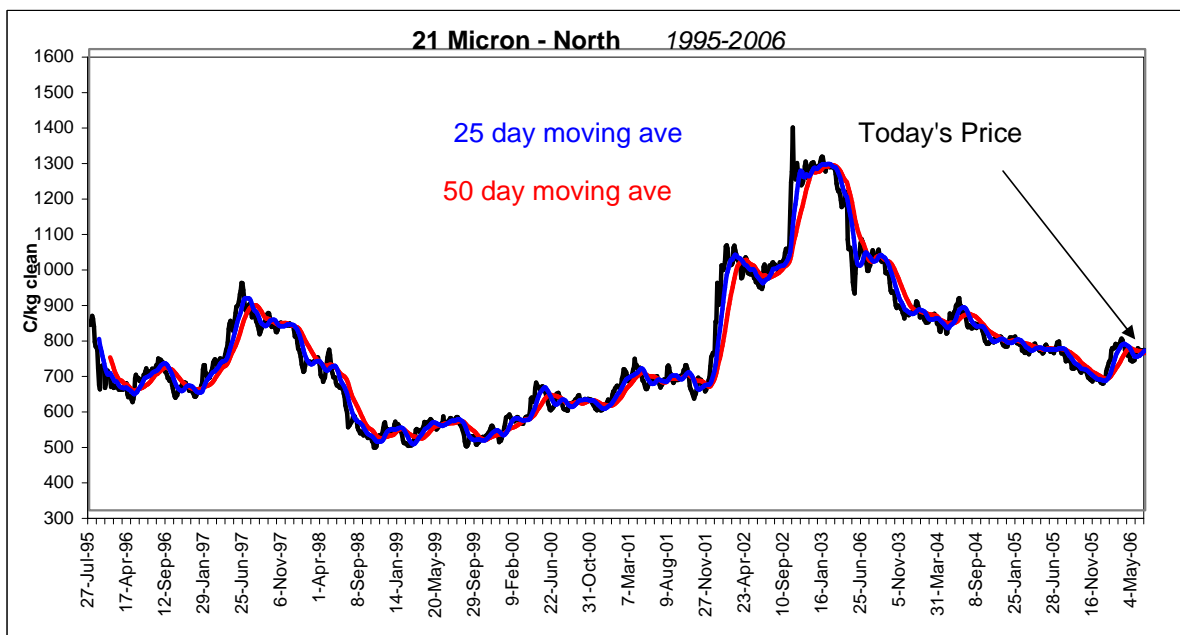


JEMALONG WOOL BULLETIN

(week ending 22/06/2006)

Table 2: Northern Market Deciles

Micron Price Guide (1995-2006)										
	19	20	21	22	23	24	25	26	28	MC
Current	951	829	751	715	702	687	648	591	487	434
90%	812	673	537	477	451	440	432	401	343	281
80%	891	714	599	534	503	481	462	440	383	326
70%	932	739	645	600	535	512	484	460	395	372
60%	957	767	672	644	589	564	540	472	412	404
50%	979	810	708	674	629	608	579	494	435	428
40%	1027	840	752	715	671	656	603	517	454	438
30%	1086	876	814	741	710	679	641	541	477	453
20%	1205	930	863	826	800	753	692	578	500	478
10%	1315	1003	1000	997	993	981	941	704	559	541



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

Disclaimer: While all due care has been taken in the preparation of this document, no warranty is made as to its accuracy, reliability or completeness. To the extent permitted by law, neither Jemalong Wool, Wooltrade Australia, National Australia Bank, Sydney Futures Exchange or the Commonwealth Bank and its subsidiaries, and their staff, accept liability to any person for loss or damage arising from the use of the information contained herein.



JEMALONG WOOL BULLETIN

(week ending 22/06/2006)

Table 3: National Australia Bank - Wool Swaps

NAB Wool Swaps																
22-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	1050	+12	960	+9	832	+3	750	-1	705	-10	685	-17	665	-22	420	-67
Jul-06	1060	+22	965	+14	833	+4	752	+1	710	-5	685	-17	665	-22	422	-65
Aug-06	1070	+32	970	+19	840	+11	760	+9	715	0	690	-12	666	-21	430	-57
Sep-06	1080	+42	975	+24	843	+14	762	+11	720	+5	690	-12	666	-21	430	-57
Oct-06	1083	+45	980	+29	845	+16	765	+14	725	+10	690	-12	666	-21	431	-56
Nov-06	1085	+47	983	+32	848	+19	770	+19	728	+13	690	-12	666	-21	431	-56
Dec-06	1088	+50	985	+34	850	+21	775	+24	730	+15	693	-10	666	-21	431	-56
Jan-07	1093	+55	990	+39	850	+21	775	+24	733	+18	693	-10	667	-20	430	-57
Feb-07	1100	+62	995	+44	860	+31	778	+27	733	+18	693	-10	667	-20	423	-64
Mar-07	1105	+67	1000	+49	863	+34	780	+29	733	+18	693	-10	667	-20	423	-64
Apr-07	1108	+70	1005	+54	865	+36	780	+29	733	+18	691	-11	667	-20	423	-64
May-07	1112	+74	1010	+59	868	+39	780	+29	733	+18	691	-11	667	-20	423	-64
Jun-07	1114	+76	1014	+63	869	+40	782	+31	732	+17	690	-12	667	-20	422	-65
Jul-07	1118	+80	1018	+67	868	+39	783	+32	733	+18	688	-14	666	-21	421	-66
Aug-07	1114	+76	1022	+71	872	+43	782	+31	732	+17	687	-15	665	-22	420	-67

Table 4: Commonwealth Bank of Australia - Wool Futures

CBA Wool Futures Quotes																		
22-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	1057	+19	965	+14	828	-1	752	+1	719	+4	700	-2	685	-2	648	0	470	-17
Jul-06	1064	+26	968	+17	835	+6	758	+7	821	+106	698	-4	682	-5	645	-3	465	-22
Aug-06	1074	+36	972	+21	843	+14	761	+10	722	+7	697	-5	679	-8	644	-4	460	-27
Sep-06	1084	+46	977	+26	853	+24	770	+19	724	+9	695	-7	675	-12	640	-8	460	-27
Oct-06	1091	+53	985	+34	858	+29	778	+27	724	+9	690	-12	673	-14	637	-11	455	-32
Nov-06	1101	+63	990	+39	860	+31	782	+31	727	+12	687	-15	668	-19	635	-13	455	-32
Dec-06	1105	+67	995	+44	863	+34	785	+34	727	+12	684	-18	666	-21	633	-15	450	-37
Jan-07	1110	+72	1007	+56	868	+39	790	+39	730	+15	682	-20	664	-23	630	-18	450	-37
Feb-07	1120	+82	1015	+64	873	+44	795	+44	730	+15	680	-22	660	-27	625	-23	445	-42
Mar-07	1125	+87	1018	+67	878	+49	802	+51	732	+17	680	-22	657	-30	625	-23	445	-42
Apr-07	1129	+91	1023	+72	883	+54	807	+56	732	+17	677	-25	653	-34	623	-25	445	-42
May-07	1136	+98	1028	+77	890	+61	810	+59	737	+22	673	-29	653	-34	620	-28	440	-47
Jun-07	1142	+104	1030	+79	898	+69	812	+61	742	+27	670	-32	651	-36	617	-31	440	-47
Jul-07	1146	+108	1032	+81	901	+72	812	+61	742	+27	670	-32	650	-37	615	-33	435	-52
Aug-07	1154	+116	1035	+84	904	+75	815	+64	745	+30	668	-34	650	-37	615	-33	435	-52

Table 5: Sydney Futures Exchange - Wool Futures Prices

SFE FUTURES PRICES								
22-Jun-06								
Month	19 MIC	Wkly Diff.	Prem/ Disc	21 MIC	Wkly Diff.	Prem/ Disc	23 MIC	Wkly Diff.
Aug-06	988	-1	+37	789	-7	+38	686	-4
Oct-06	1007	+1	+56	801	-7	+50	664	-4
Dec-06	1014	-1	+63	810	-3	+59	664	-4
Feb-07	1024	-8	+73	817	-4	+66	657	-4
Apr-07	1036	+2	+85	827	-5	+76	657	-4
Jun-07	1029	+2	+78	831	-5	+80	657	-4
Aug-07	1039	+2	+88	831	-5	+80	657	-4
Oct-07	1037	0	+86	831	-5	+80	657	-4
Dec-07	1037	+10	+86	831	+1	+80	661	0

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

Disclaimer: While all due care has been taken in the preparation of this document, no warranty is made as to its accuracy, reliability or completeness. To the extent permitted by law, neither Jemalong Wool, Wooltrade Australia, National Australia Bank, Sydney Futures Exchange or the Commonwealth Bank and its subsidiaries, and their staff, accept liability to any person for loss or damage arising from the use of the information contained herein.

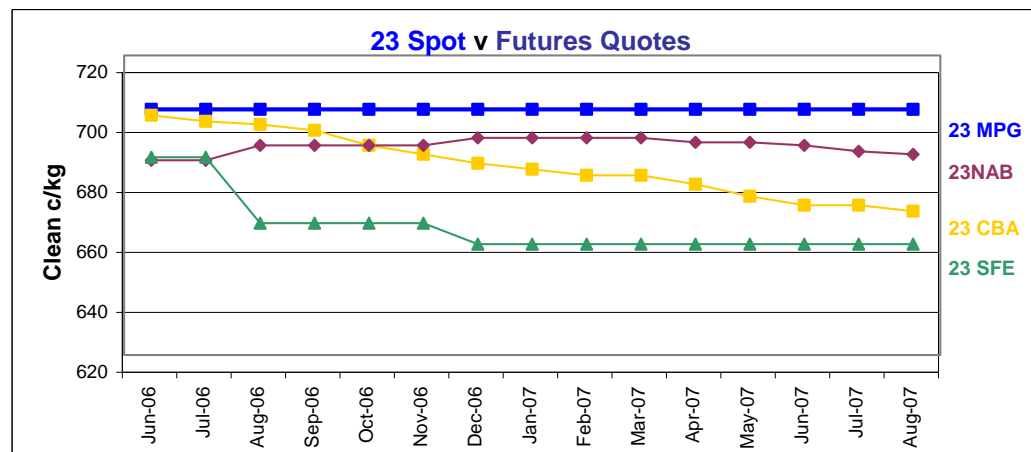
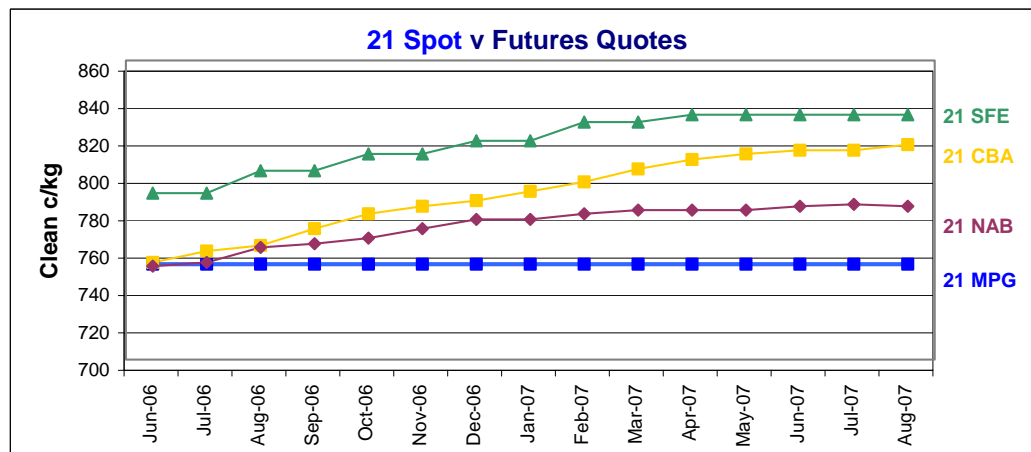
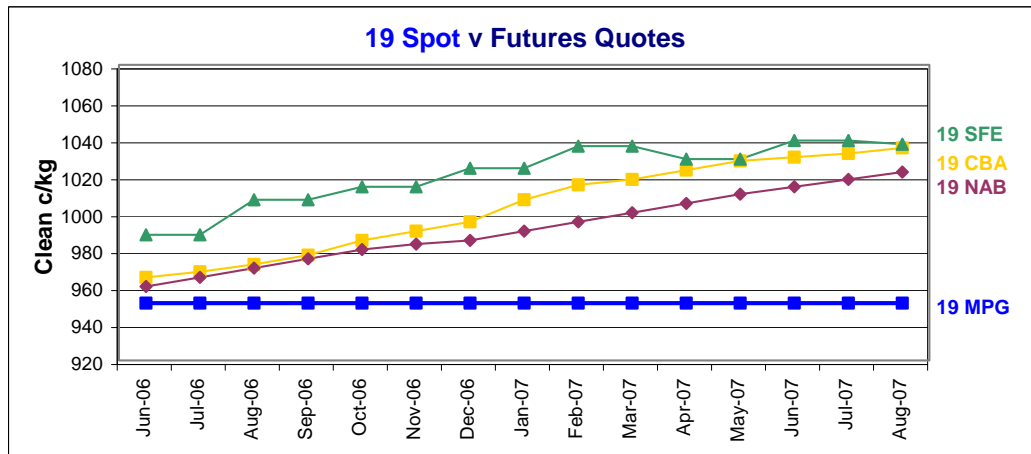
This document does not take into account your financial objectives and circumstances. You should assess whether the information is appropriate in light of your financial circumstances or contact your financial advisor.



JEMALONG WOOL BULLETIN

(week ending 22/06/2006)

Futures Graphs



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

Disclaimer: While all due care has been taken in the preparation of this document, no warranty is made as to its accuracy, reliability or completeness. To the extent permitted by law, neither Jemalong Wool, Wooltrade Australia, National Australia Bank, Sydney Futures Exchange or the Commonwealth Bank and its subsidiaries, and their staff, accept liability to any person for loss or damage arising from the use of the information contained herein.

This document does not take into account your financial objectives and circumstances. You should assess whether the information is appropriate in light of your financial circumstances or contact your financial advisor.