



A RURALCO BUSINESS

RODWELLS WEEKLY MARKET REPORT
WEEK ENDING 23rd JUNE 2017

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MICRON INDICES COMPARISON

Source AWEX Wooltrak

AWEX INDICATOR	This Week 23/06/17	Last Week 16/06/17	Change	Last Year 17/06/16	Yearly Change
17	2212	2188	+24	1522	+690
18	2149	2110	+39	1495	+654
19	1922	1886	+36	1464	+458
20	1669	1636	+33	1426	+243
21	1580	1549	+31	1403	+177
22	1516	1478	+38	1388	+128
23	1445	1437	+8	1375	+70
24	NQ	NQ	0	NQ	0
25	NQ	NQ	0	1198	0
26	1129	1119	+10	1100	+29
28	769	765	+4	779	-10
30	543	533	+10	699	-156
32	391	391	0	571	-180
MC	1188	1167	+21	1082	+106

The wool market continued its strong run again this week. The EMI added 27 cents to close at 1533 cents, with strong rises in the merino categories and small rises in all other types lifting the key indicator. Only 22,298 bales were offered for sale this week, the smallest of the season and the smallest merino fleece catalogue in more than 8 years. It was no surprise that the market started well, following a very strong finish in the west last week. All merino fleece indicators recorded rises of 20 to 40 cents on the opening day. Discounts for heavy VM and poorer test results disappeared as buyers struggled to fill orders. Rises were more modest on Thursday. After a very strong start, prices eased a little towards the close, especially on the high VM pastoral clips that were offered late in the day. By the close, most fleece indicators finished 25 to 40 cents dearer for the week. Skirtings were dearer over both selling days, especially the light fault types which were in very short supply. Crossbreds improved across the board, lifting 5 to 10 cents. There was even more interest and competition in some of the off type, heavy colour and poorly prepared lines. Cardings were well supported for all types.

The strength of the physical market saw 20, 21 and 22 micron close at new record highs. There was strong interest in the forward markets, especially for the early spring, with the 21 micron contract trading at 1500 cents for August, and 19's trading at 1850 for August as well.

Next week, 37,000 bales are on offer nationally. The extra volume next week and also in opening week of the new season might take the heat out of the what is a very hot market.

FORWARD PRICES (Supplied by Riemann's) 23/06/2017

	18.5	19	19.5	21	28	30
AUCTION	2051	1922	1777	1580	769	543
Jun-17	NQ	NQ	NQ	NQ	NQ	NQ
Aug-17	2000	1840	NQ	1500	700	515
Oct-17	NQ	1730	NQ	1440	685	NQ
Dec-17	NQ	NQ	NQ	1425	670	NQ
Feb-18	NQ	NQ	NQ	1400	NQ	NQ
Apr-18	NQ	NQ	NQ	1380	NQ	NQ

MAJOR AUCTION BUYERS (Bales)

1	Techwool Trading	3,402	2	Fox & Lillie	2,329	3	Lempriere Aust	2,293
4	Aust Merino Export	2,125	5	Tianyu	1,432	6	Modiano	1,187
7	Natsun	841	8	United Wool Co.	730	9	Michell P/L	643

Market Indicators compared with 16/06/17

EASTERN 1533¢/kg ▲27
SOUTHERN 1491¢/kg ▲29

Three Week Forecast

Week 52	26/06/17	34,752
Week 01	03/07/17	39,431
Week 02	12/07/17	35,543