



WEEKLY MARKET REPORT

Week Ending 24th September, 2021

AWEX Northern Micron Indices Comparison

AWEX INDEX	This Week S12/21	This Week M12/21	Last Sale S11/21	Sydney Change	Last Year Sydney	Sydney Yearly Change
17	2442	2508	2403	+39	1474	+968
18	2043	2093	2022	+21	1279	+764
19	1679	1687	1664	+15	1096	+583
20	1362	1366	1347	+15	994	+368
21	1282n	1281	1269	+13	956n	+326
26	-	788n	760	-	623n	-
28	442n	448	448	-6	466n	-24
MC	902n	908n	881	+21	673n	+229

RAM SALES RED HOT!!

This week saw the market follow price movements similar to the past few sales but the downward shift was minimal. This series' price shifts were in reverse of last sale, up in the opening session and some types ever so slightly cheaper on the final day. In the washup, the AWEX EMI rose by 16 cents to 1368 - its highest point since sales resumed in August. All the good work was done on the opening day as gains ranged from 15 to 35 cents for all microns with 19.5 to 21s in buyer's favour on the final day and 18.5 and finer in seller's favour resulting in 94% of the fleece offering being sold. Skirtings opened the sale 10 to 20 cents to the good and held these levels till the final lot was sold with cardings also lifting by 15 to 25 cents to have all 3 MCIs now above 900 cents (909 to 902). The sad story for XBs continued as the losses were minimal (- 5) but extends their negative run to 7 weeks since sales resumed in August. The 28 to 30 micron indicator percentile rankings are at 1% for the past 5 years, meaning they're at their lowest point possible for the last 5 years.

This sale's upward shift was underpinned by the lower FRX that fell to a 4 week low of 72.2 US cents and by the demand that at the moment is steady and not "overcooked". Most mills in China at the moment can stomach a weekly 20 to 30 cent increase but any more than this and it's "too much too fast" and the inevitable pull back in prices is on the cards. The latest concern in China is the falling iron ore prices due to slowing demand and the debt default concerns of Evergrande, China's largest property developer, who is rumoured to owe hundreds of billions and has US\$408 billion in liabilities. The iron ore price that peaked in May at US\$228/tonne has fallen to US\$107/tonne today - a massive 53% fall which is certainly a worry for our exporters of that valuable commodity.

Plenty of ram sales to report on as the record prices keep coming: Merryville at Boorowa sold 113 rams to average \$1,870 with a top of \$5,250. Bella Lana at Wellington had a top of \$10,000 to sell all rams for an average of \$3,135. Trynow at Goolma cleared 92% with a top price of \$3,000 to average \$1,244. The famed Collinsville stud in SA had a top of \$88,000 last week. Poll Boonooke/Wanganella achieved a top price of \$17,000 with a combined draft of 366 rams sold to average \$4,470. Local stud Roseville Park averaged \$3,815 selling 235 rams to top at \$22,000. Tara Park at Boorowa also had a high price of \$22,000 to average \$4,060 and cleared 91%. Kerin Poll has sold 550 rams at an average of \$3,525 topping at \$16,000. Outback MPM at The Marra sold all 159 rams penned to average \$1,795 with a top of \$3,500. Dohne sales included Gullendah at Yeoval selling all 160 rams to average \$3,235 and a top of \$5,000; Macquarie Dohnes sold 195 rams with a top of \$7,000 to average \$3,520 and Calga at Coonamble topped at \$4,400 to average \$1,640 for 78 rams.

The edging up of the market has seen volumes increase to 41,500 bales next week the largest offering since early August. Market should hold around these levels.

Southern Aurora Fwd Prices

Micron	Date	Low
21	Dec. 21	1240

Main Buyers (this week)

1	Techwool Trading	4549	2	Tianyu Wool	3732	3	Endeavour Wool	2948
4	Fox & Lillie	2580	5	Modiano Australia	2428	6	Sequoia Materials	1042

Eastern Market Indicators (AUD cents/kg clean)
1368 cents ↑ 16 cents compared with 17/09/2021

Northern Market Indicators (AUD cents/kg clean)
1454 cents ↑ 13 cents compared with 17/09/2021

AUD/USD Currency Exchange
0.7250 ↓ 0.0079 compared with 17/09/2021