

AWEX Weekly Wool Market Report



Friday, 23 November, 2007 (10:32 am AEST)

Compared to Thursday, 15 November, 2007

AWEX E.M.I



992 c/Kg

(+13 c/kg) (+1.3%)

USD 871 (-10) (-1.1%)

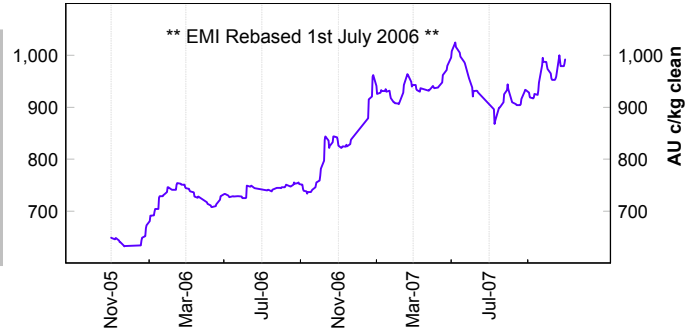
Total Offering:
54,589 Bales

Passed In:
10.2%

Regional Indicators (c/kg Clean)

Region	Current Sale Indicator	Last 12-months				
		High	75%	Average	25%	Low
North	1,028 c/kg (▲9)	1055	995	963	940	845
South	961 c/kg (▲15)	1000	930	908	893	795
West	1,002 c/kg (▲13)	1015	972	940	923	818
East	992 c/kg (▲13)	1025	959	933	916	822

AWEX EMI Last 2 Years

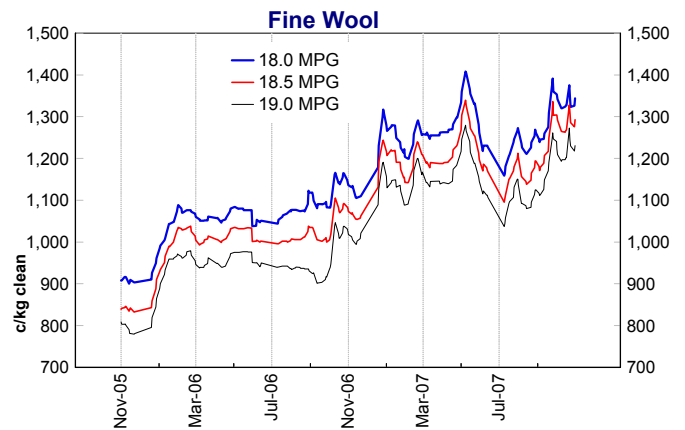


Micron Price Guides (c/kg clean)

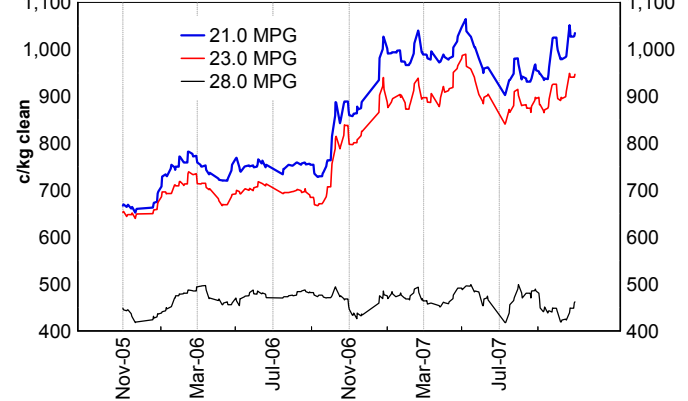
Sale ID	Sydney: S21	Melbourne: M21	Fremantle: F21
16.5	1,512 n +29	1,540 n	
17	1395 n +23	1428 n +7	
17.5	1376 +34	1377 +24	
18	1344 +21	1359 +23	1313 n +10
18.5	1293 +7	1288 +4	1292 n +23
19	1231 +1	1239 +21	1223 +29
19.5	1174 +2	1173 +20	1170 +13
20	1116 +3	1105 +14	1100 +16
21	1033 +14	1035 +8	1033 +10
22	976 +7	983 +10	955 n +3
23	934 n 0	947 +6	931 n +15
24	867 n +7	879 +13	
25	710 n +15	705 +21	
26	633 n +6	655 n +27	
28	469 +6	462 n +14	
30	370 +13	370 n +21	
32	315 n +5	317 n +22	
MC	582 +3	591 n +9	584 n +13

**MPG's compared to previous weeks close

Micron Profiles (c/kg clean)



Medium/Broad Wool



National Comment

- Three centre's selling for a total of just under 55,000 bales offered.
- AWEX-EMI gains 1.3% cents, however falls 1.1% cents in USD terms after a drop in the Australian dollar.
- EMI edges back closer to 1000 cents, finishing the week at 992 cents.
- AUD makes steady falls during the week closing over 2 cents lower at 87.8 US cents.
- Merino types up to 30 cents higher for the week, finer microns most affected.
- Merino Skirting, Crossbreds, and Cardings all firm 5 to 20 cents.
- A similar sized offering next week, with just under 55,000 bales expected to be offered at three centres next week (including Newcastle).

Major Auction Buyers

Buyer	Bales	%	AU-Bales	NZ-Bales
A.S. GEDGE (AUST)	4,918	10.0%	4,918	
MODIANO (AUST)	4,223	8.6%	4,050	173
TECHWOOL TRADING	3,331	6.8%	3,232	99
BWK ELDERS (AUST)	2,609	5.3%	2,383	226
G SCHNEIDER (AUST)	2,495	5.1%	1,928	567
GRAIN CORP OPERA	2,290	4.7%	2,290	
FOX & LILLIE	2,085	4.3%	2,085	
CHINATEX (AUST)	2,036	4.2%	2,036	
MICHELL AUSTRALIA	1,835	3.7%	1,835	
KATHAYTEX AUST	1,743	3.6%	1,743	

Offering Analysis- Current Week (Bales)

	Offered	Sold	Passed In/NB	W'Drwn	Reoff	
NORTH-AU	16,703	15,663	1,040	6.2%	256	9.9%
SOUTH-AU	20,941	18,824	2,117	10.1%	620	9.9%
SOUTH-NZ	3,506	2,950	556	15.9%	16	11.0%
WEST-AU	13,439	11,596	1,843	13.7%	314	16.9%
AU-MFLC	29,411	26,485	2,926	9.9%	711	13.9%
AU-MSKT	7,182	6,690	492	6.9%	74	7.1%
AU-XBFS	6,545	5,801	744	11.4%	133	10.3%
AU-ODDS	7,945	7,107	838	10.5%	272	9.3%
NZ-ALL	3,506	2,950	556	15.9%	16	11.0%
	54,589	49,033	5,556	10.2%	1,206	11.7%

Offering Analysis - Season to Date (Bales)

	Offered	Sold	Passed In/NB	Reoff
NORTH-AU	322,268	293,231	9.0%	10.4%
SOUTH-AU	401,728	366,652	8.7%	7.7%
SOUTH-NZ	21,085	18,197	13.7%	8.0%
WEST-AU	198,344	167,461	15.6%	14.8%
AU-MFLC	560,413	500,162	10.8%	11.0%
AU-MSKT	150,235	139,065	7.4%	7.9%
AU-ODDS	111,995	101,381	9.5%	8.3%
AU-XBFS	99,697	86,736	13.0%	11.2%
NZ-ALL	21,085	18,197	13.7%	8.0%
	943,425	845,541	10.4%	10.1%

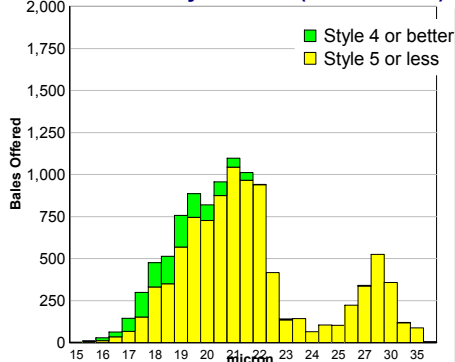
AWEX Regional Market Comment

**All AWEX Commentary should be sourced AWEX

Northern Region

This week's two day Sydney 16,704 bale sale steadily edged its way back to its previous highs. The medium to broad microns of 19 to 22 all made gains of around 10 cents with buyers chasing the low mid break lots (which attracted good premiums) and discounting the higher mid-breaks. The finer microns of 18 and finer set the tone for next week's Newcastle sale recording rises of around 20 to 25 cents. Consistently solid all week the Merino skirting attracted good competition closing in sellers favour for all descriptions. Crossbreds made minor gains on the first day but with further improvements posted over all rises of 15 cents for 27 to 30 microns. Oddments all in all remained fully firm to a little higher for all categories with fine microns of 19 and finer Locks and Crutching's 10 cents dearer. The Northern Region Indicator closed the week 9 cents higher at 1028 after initial 1 cent increment then a further 8 cents on the final day.

Micron Style Profile (Adult Fleece) Source Stores (Bales)

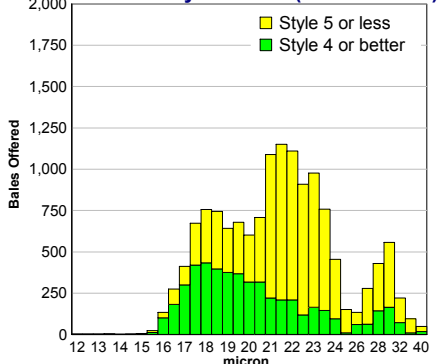


	Stored	Total Offering
Brisbane	3,041	18.2%
Goulburn	3,039	18.2%
Bathurst	2,727	16.3%
Dubbo	1,265	7.6%
Sydney	874	5.2%
Cooma	848	5.1%
Forbes	763	4.6%
Temora	741	4.4%
Wagga Wagga	697	4.2%
Cowra	542	3.2%
Others	2,166	13.0%

Southern Region

Southern Region sold a 3 day series this week with a total of 24,447 bales offered. The first day consisted entirely of New Zealand sourced merino wool which sold at similar levels to the last New Zealand sale conducted in Melbourne. Wednesday saw Australian wool for the first time and healthy rises in the fleece market particularly in best style and high Nkt lots displaying low midbreak percentages. Thursday's sale brought a consolidation in the market for the better wools however the inferior strength wools lost up to 20 cents. Skirtings have maintained their rises with another small gain across the week. Crossbreds have made significant gains for the week as a good selection prompted buyers into action. Oddments have had a positive week however it was noticeable that there was an easing in some types on the final day. The Southern Region Indicator closed 15 cents higher at 961c/Kg clean.

Micron Style Profile (Adult Fleece) Source Stores (Bales)

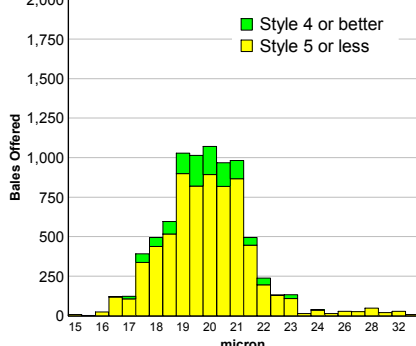


	Stored	Total Offering
Geelong	7,997	32.7%
Adelaide	6,663	27.3%
Melbourne	3,958	16.2%
Dunedin (NZ)	1,906	7.8%
Christchurch (N)	1,464	6.0%
Melton	570	2.3%
Yarrawonga	452	1.8%
Hamilton	392	1.6%
Portland	316	1.3%
Wagga Wagga	213	0.9%
Others	516	2.1%

Western Region

The wool market made further increases at Fremantle sale 21, adding to the gains made last week. The Western Region Indicator lifted 13 cents over the two days, pushing it back through the 1,000 cent barrier. The market opened the week cautiously with most types edging a few cents higher. 18.5 and 19-microns attracted the most support and firmed 5 to 10 cents. The following day followed a similar patten with the finer microns again most in favour with the trade. The rises were more pronounced however, with the finer microns adding 10 to 20 cents while the broader microns lifted 5 to 10 cents. Skirtings put on successive 10 cent gains each day to close 20 cents higher. Locks and Crutchings also made progressive gains to close 10 cents higher. The Western Region Indicator closed the week 13 cents higher to close at 1002 cents after rising 4 cents on Wednesday and a further 9 cents on Thursday.

Micron Style Profile (Adult Fleece) Source Stores (Bales)



	Stored	Total Offering
Fremantle	13,384	99.6%
Katanning	55	0.4%

Wool Futures - Spot Prices

Spot Price (Avg)	Spot Price (Avg)			
	N	S	W	
18.0	(1,352)			Commonwealth Bank
19.0	(1,242)			SFE
19.5	1,181	1,168	1,144	ASX
20.0	(1111)			Commonwealth Bank
21.0	1,035	1,034		SFE
	(1034)			Commonwealth Bank
	1,033	1,010	1,003	ASX
22.0	(980)			Commonwealth Bank
22.6	950	939	935	ASX
23.0	(942)			SFE
	(942)			Commonwealth Bank
24.0	(873)			Commonwealth Bank
25.0	(708)			Commonwealth Bank
28.0	(466)			Commonwealth Bank

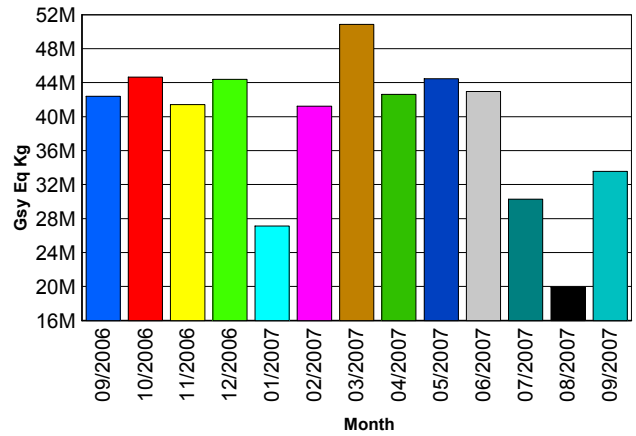
*Prices as of the 22/11/2007

Prices in Brackets are averages of the North and

Key to Spot Prices: SFE and ASX are unique prices supplied by AWEX

CBA are an average of the most recent North and South MPG's apart from the 18 and 28 which are unique prices supplied by AWEX

Australian Wool Exports by Month



Foreign Exchange*

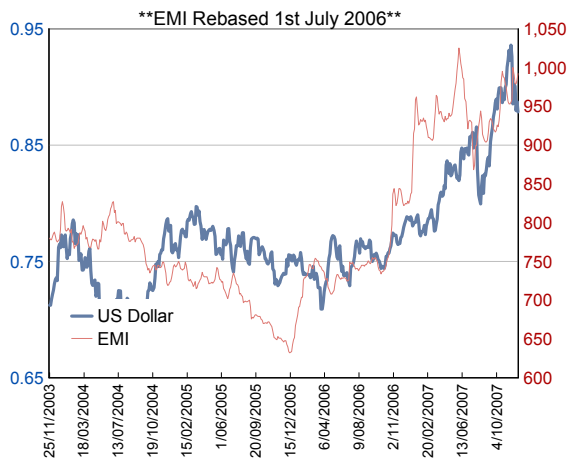
	EMI	Buy Rate	Sell Rate
USD	871 (-10)	0.8780 ▼	0.0220 0.8785
EURO	586 (-14)	0.590 ▼	0.0225 0.591
YEN	94,984 (-3,112)	95.750 ▼	4.4500 95.800
NZD	1,150 (-2)	1.160 ▼	0.0173 1.161
ZAR	5,912 (+117)	5.960 ▲	0.0400 6.000

*Compared to previous sale week's end

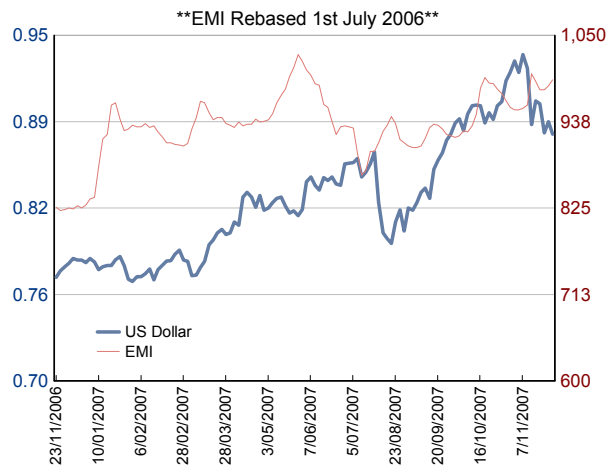
Source: www.easy-forex.com.au

AWEX EMI/Foreign Exchange

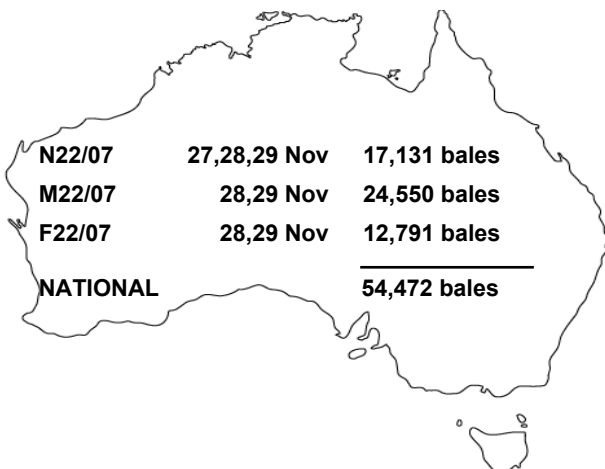
Last 4 Years



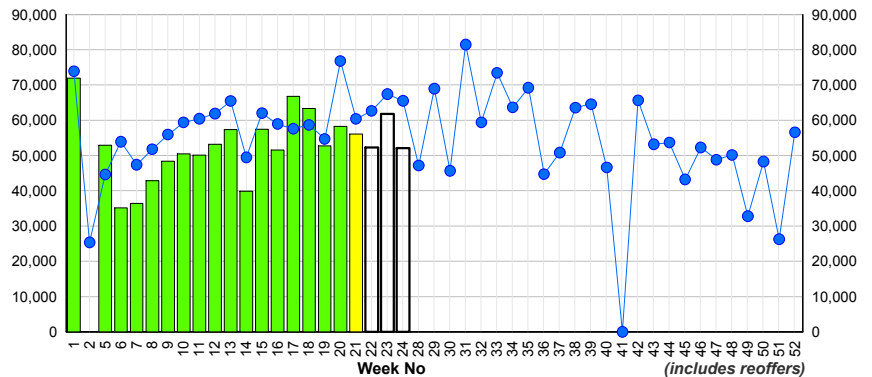
Last 12 Months



Next Weeks Offering



National Offering History



Season 2006/07

Season 2007/08

Current Week

Forecast

Micron	Style	Length	Strength	VMB	Northern Region		Southern Region		Western Region	
					22/11/2007	15/11/2007	22/11/2007	15/11/2007	22/11/2007	22/11/2007
19	MF4	90	35	1	1,244	1,230	1,250	1,212	1,225	1,225
	MF4	80	35	1	1,241	1,225	1,240	1,225	1,220	1,220
	MF5	90	35	1	1,234	1,231	1,225	1,210	1,222	1,222
	MF5	80	35	1	1,221	1,225	1,235	1,210	1,243	1,243
	MP5	70	35	2	1,084	1,074	1,070			
20	MF4	90	35	1	1,115	1,120	1,115	1,095	1,093	1,093
	MF4	80	35	1	1,110	1,120	1,105	1,085	1,100	1,100
	MF5	90	35	1	1,116	1,095	1,103	1,085	1,095	1,095
	MF5	80	35	1	1,125	1,115	1,102	1,102	1,131	1,131
	MP5	70	35	2	1,035	1,021		1,038		
	MZ5			2	525	525	525	528	532	532
21	MF4	90	35	1	1,029	1,020	1,045	1,026	1,035	1,035
	MF4	80	35	1	1,035	1,030	1,040	1,036	1,035	1,035
	MF5	90	35	1	1,036	1,015	1,038	1,030	1,028	1,028
	MF5	80	35	1	1,025	1,000	1,020	1,020	1,035	1,035
	MP5	70	35	2						
	MZ5			2	511		530	519	540	540
22	MC5			2	575		595	570		
	MF4	100	35	1	970	970	990	970	955	955
	MF4	90	35	1	975	970	980	968	955	955
	MF5	100	35	1	980	980	975	964	955	955
	MF5	90	35	1	986	965	975	977	955	955
	MP5	80	35	2						
23	MZ5			2			506		514	514
	MF4	90	35	1	935	935	955	945	935	935
	MF5	100	35	1	935	935	940	935	930	930
	MF5	100	40	1	930	930	950	937	930	930
	MF5	90	35	1	935	935	944	944	930	930
24	MF4	100	35	1	870	860	875	865	840	840
	MF5	100	35	1	865	860	900	842	840	840
	MF5	100	35	2						
	MF5	90	35	1	865	860	875	875	722	722
25	MF5	110	35	1			813	767		
	MF5	100	35	1						
	XF5	100	35	1	715	695	700	687	589	589
26	MF5	110	35	1						
	MF5	100	35	1						
	XF5	110	35	1	635	625	655	619		
28	XF5	120	35	1	469	462	466	444	453	453
	XF5	110	35	1	471	465	459	449	438	438
30	XF5	120	35	1	375	356	375	351	404	404
	XF5	110	35	1	367	357	367	347	422	422

MF = Merino Fleece

XF = Crossbred Fleece

MP = Merino Pieces

MZ = Merino Locks

MC = Merino Crutchings

MC & MZ = Based on Scoured 17% yield

For more information contact AWEX Operations on +61 2 9428 6100

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