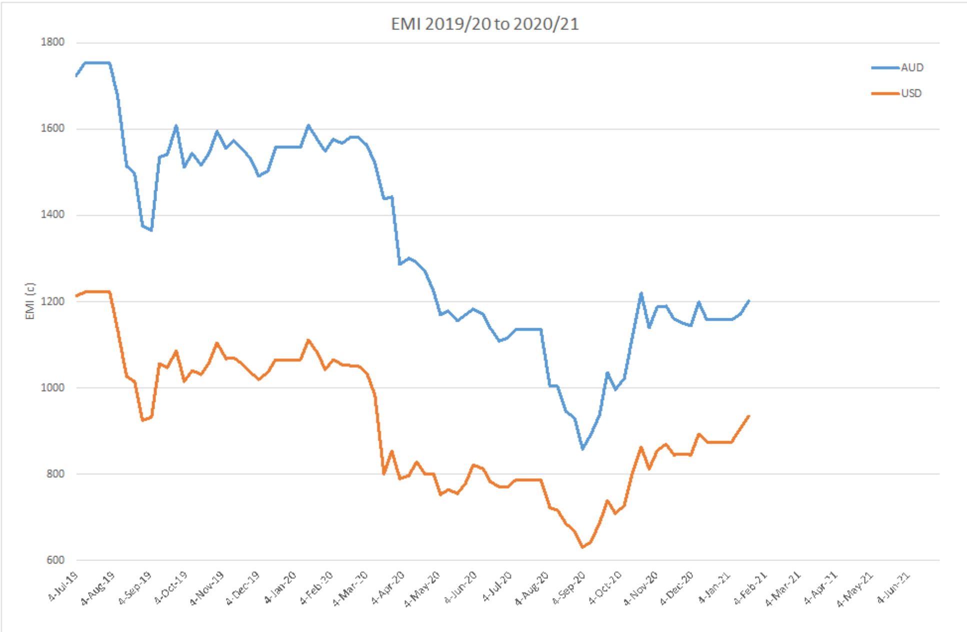
MOSES & SON

WOOLBROKERS MERCHANDISE LIVESTOCK

Week S30:

The AWEX EMI closed on 1202c - up 30c at auction sales in Australia this week. The result came on the back of a positive result in last week's sale opener after the Christmas and New Year holiday recess. The continuation of the positive market trend resulted in 92.4% of the 44,254 bale offering to be transacted. It was interesting to note that the National offering early estimate was for 49,240 and prior to sale 8,036 bales were withdrawn. Currency Exchange remained relatively stable over the sale week which aided the confidence of exporters and their Chinese customers.



Merino Fleece opened with the 18µ and finer MPG's immediately attracting the buyers attention with rises of 30-75c experienced on Tuesday. 19.5µ and coarser MPG's experienced an initial lack of buyer support resulting in a 20c reduction after day one. Wednesday's sale saw the 16.5-18.5µ continue to rise with a 27-35c increase across this range for the day, the 19-19.5 also added 12-18c whilst the 20µ and coarser types showed a halt to the previous day's fall recouping 4-5c. Thursday's market was Melbourne selling in isolation which added 20c to the Southern MPG with the 16.5-18.5µ increasing by a solid 43-73c whilst all coarser micron merino fleece experiencing rises of 12-35c.

Merino Skirtings experienced rises in line with the fleece types with lots finer than 18µ categories posting rises between 40-80c.

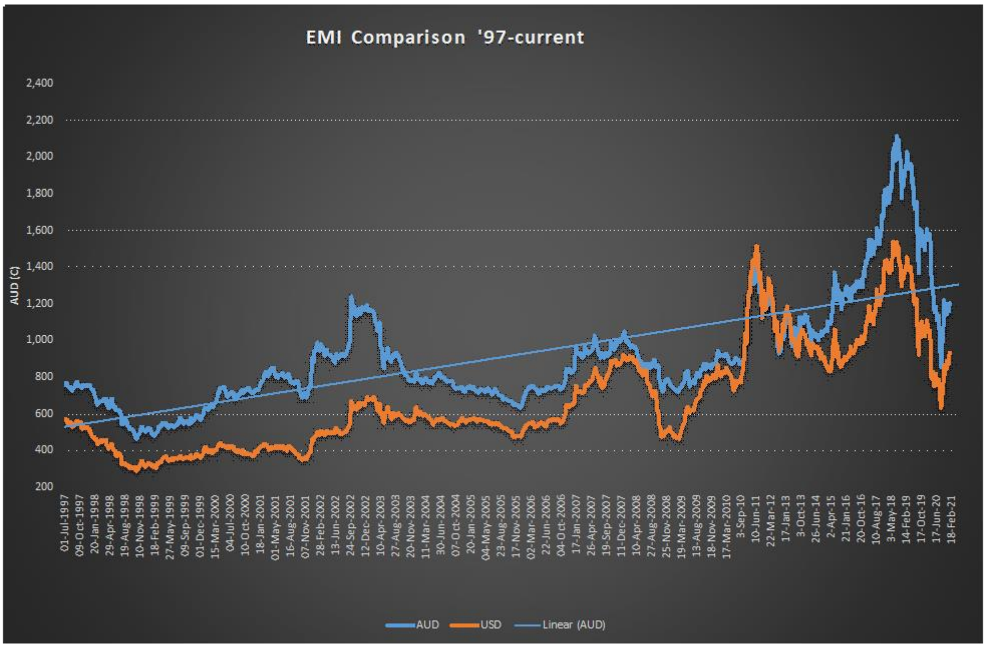
Crossbreds opened the week with little or no change to last week with the best style and prepared lots maintaining last week's levels. By the closing market, the sentiment improved to add between 1-12c coarser than 28µ and -6c for the 26µ.

Merino Carding opened on a firm note, adding 9c to the MC. Wednesday saw another 20c added with the three Australian centres adding 41c average for the week.

MPG North	Percentile 10y	21/01/2021	14/01/2021	Variance	5 Year Average	5 year var	5 year % var
17	69.1%	2,012	1,907	105	2,038	-26	-1.3%
18	62.6%	1,651	1,592	59	1,892	-241	-12.8%
19	43.0%	1,396	1,389	7	1,733	-337	-19.4%
20	28.3%	1,230	1,246	-16	1,635	-405	-24.8%
21	19.5%	1,163	1,180	-17	1,596	-433	-27.2%
22	15.2%	1,135	1,145	-10	1,562	-427	-27.3%
30	0.3%	360	360	0	638	-278	-43.6%
EMI	49.4%	1,202	1,172	30	1,562	-360	-23.0%

MOSES & SON

WOOLBROKERS MERCHANDISE LIVESTOCK



Buyers for indent orders were dominant early in the week with Export Traders having to fight hard for every lot. The push for the superfine types is a direct result of the seasonal impact on the broadening of the national micron profile. On the forward contract markets, buyers have elevated their bids to above spot levels on almost all of the merino contracts e.g. 18 µ bid 16th June 1700c, 7c over the closing Melbourne 17 MPG and has caught the 5 year average marker. On the fine and superfine contracts, this is approaching a very attractive level given China is purchasing 90% of our wool and the impact of COVID 19 has had huge impact on woven formal wear market.

Contract	MPG 21/01/21	Bid June 16	5y average	10y average
18	1693	1700	1892	1706
19	1428	1440	1733	1396
21	1169	1190	1596	1444

Next week's national offering reduces slightly to 43,118 bales and given Thursday's market close in Melbourne, I think the probability of a price positive week mainly for merino wool is pretty good. Crossbreds look set to maintain the current price levels. **~ Marty Moses**

Region	Centre	21/01/2021	14/01/2021	Variance	Bales Offered	Bales Sold	Pass-in%	Next Sale Offering
Northern	**Sydney**	1,257	1,233	24	11,734	10,814	7.8%	10,939
Southern	**Melbourne**	1,167	1,134	33	23,861	22,394	6.1%	23,699
Western	**Fremantle**	1,219	1,222	-3	8,659	7,675	11.4%	8,480
National	**AWEX EMI**	1,202	1,172	30	44,254	40,883	7.6%	43,118

Moses & Son Top Price Report							
Description	District	Micron	VMB	Yield	SL	SS	Price
AAA M	Murringo	17.7	0.3	69.6	97	36	1230
AAA M LMS	Ariah Park	17.4	2.4	58.7	66	44	1090
AAA M	Temora	18.5	1.1	65.9	97	29	981
AAAA M	Temora	19.5	0.3	72.5	97	34	940
AAAA M	Temora	19.1	1.0	68.8	111	31	937