

National Weekly Wool Market Report

Season: 2015/2016

Sale Date: 11&12 AUGUST 2015



CAPE WOOLS SA

Tel: 27-41-4844301

Fax: 27-41-4846792

E-mail: stats@capewools.co.za

Website: www.capewools.co.za

SA Merino Indicator				Buyers			
Indicator Unit	Current Sale	Last Sale	Change	Company	Bales Purchased This Week	% of Purchases	Total Bales Purchased This Season
# SA c/kg	12922	13887	-7.0%	Lempriere SA	3030	26.2%	3030
Ave. to date (15/16)	12922	11531	12.1%	Standard Wool SA	2714	23.5%	2714
Ave. to date (14/15)	11531			G Modiano SA	2254	19.5%	2254
US c/kg	1010	1126	-10.3%	Stucken & Co	1817	15.7%	1817
Euro c/kg	908	1000	-9.2%	Segard Masurel SA	748	6.5%	748
AWEX EMI	1300	1367	-4.9%	H Dawson Sons & Co	485	4.2%	485
				New England Wool SA	182	1.6%	182
				CMW Operations			
				Chargeurs Wool SA			

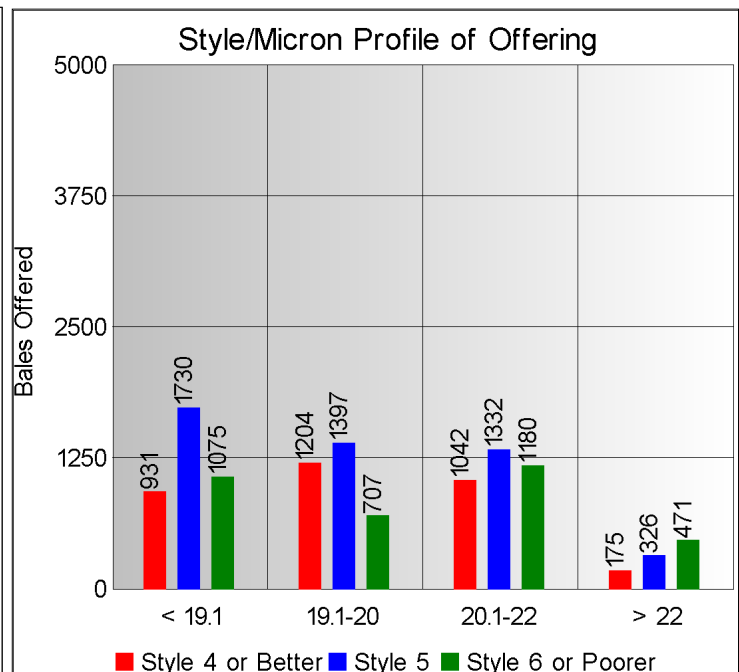
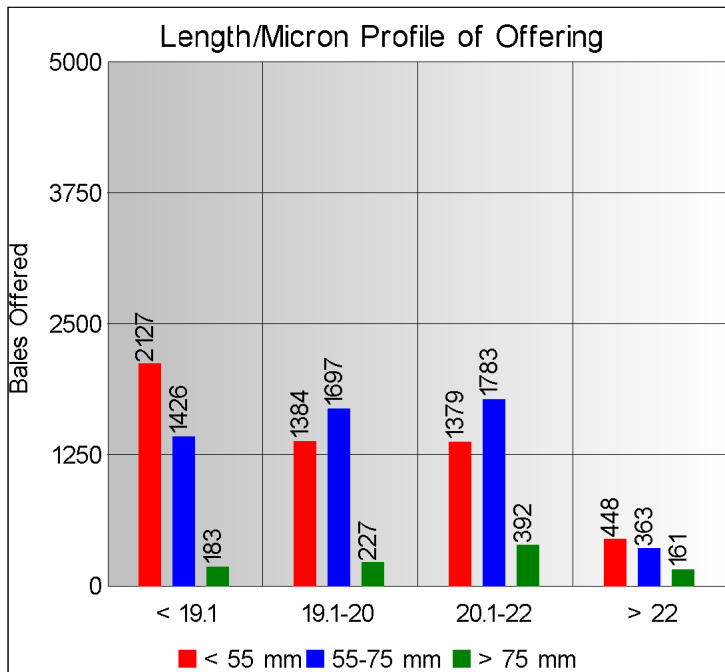
Exchange Rates			
Currency Unit	This Week	Previous Week	% Change
R/USD	12.7958	12.3342	-3.7%
R/Euro	14.2316	13.8930	-2.4%
R/AUD	9.3520	9.5562	2.1%
USD/AUD	0.7310	0.7751	5.7%

Analysis of Offerings by Broker This Week (Bales)

Broker	Merino Fleeces	Merino Bellies	Merino Lambs	Merino Backs	Merino Locks	* Other	Total	% Sold
BKB	2797	474	615	0	404	586	4876	97.8%
CMW	2633	710	521	244	19	358	4485	95.2%
JLW	51	12	30	0	9	11	113	100.0%
MAS	572	106	235	0	84	93	1090	98.7%
QWB	103	5	38	0	3	5	154	100.0%
SBL	148	26	22	0	13	21	230	100.0%
VLW	330	44	89	36	54	69	622	99.7%
Total	6634	1377	1550	280	586	1143	11570	97.1%

SA Merino Indicator includes Merino types comparable to international indicators.
Cape Wools All Wool Indicator, includes all white wool sold at auction.

* crossbred, coarse and coloured , inferior



Receipts 2015/2016 Season

Season to Date (Kg.)

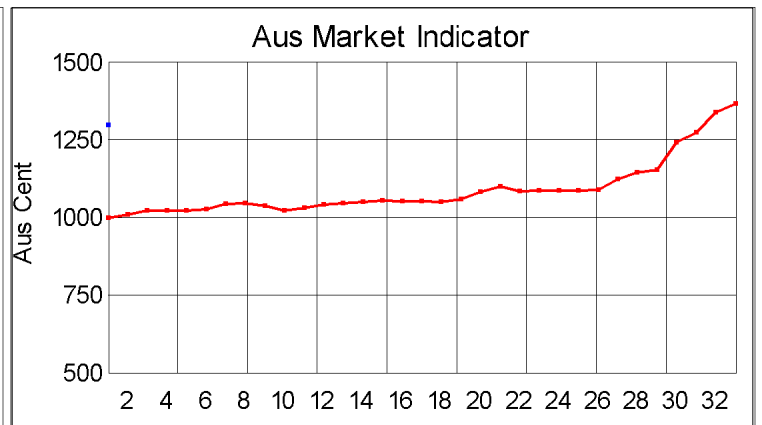
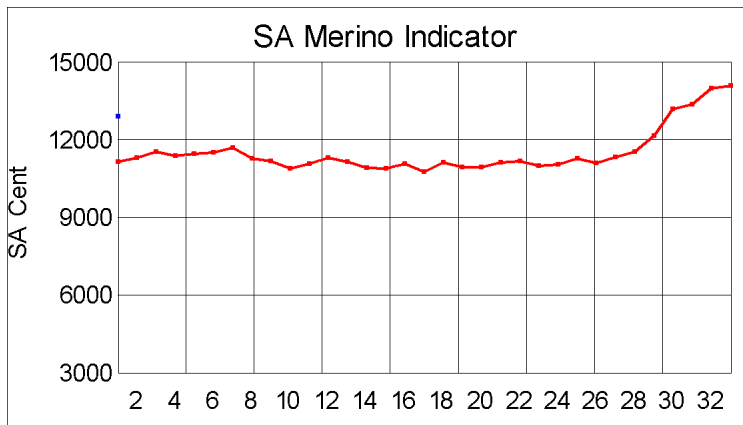
3,271,039.5

Previous Season to Date

3,754,656.3

Percentage Change:

-12.88%



Current Season █ Previous Season █

Average Fleece Wool Prices (c/kg. clean)

Spinners and Good Topmaking Styles (AWEX Types MF4 and MF5)

Micron	100+mm	90mm	80mm	70mm	60mm	50mm	40mm	30mm	20mm	10mm
18.0				13711	13552	13191	12852			
18.5			13964	13631	13461	12941	12887			
19.0			13708	13317	13194	12803	12603	11711		
19.5			13478	13207	12942	12571	12203			
20.0		13362	13146	13105	12863	12579	12362			
20.5			13033	13120	12762	12440	11793			
21.0			13064	12951	12726	12308	11928			
21.5			12795	12765	12413	12136	12540			
22.0				12832	12522	11663				
22.5				12823	12374					
23.0				12492						
23.5										
24.0				11891						

* Based on a minimum of 3 lots sold per category

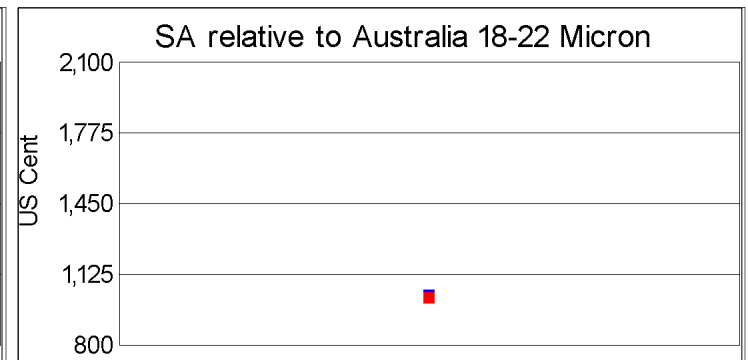
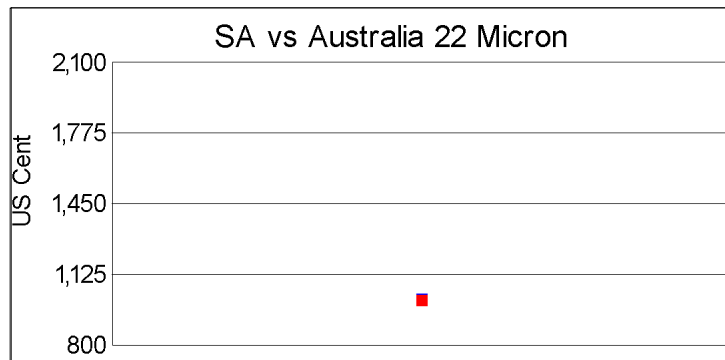
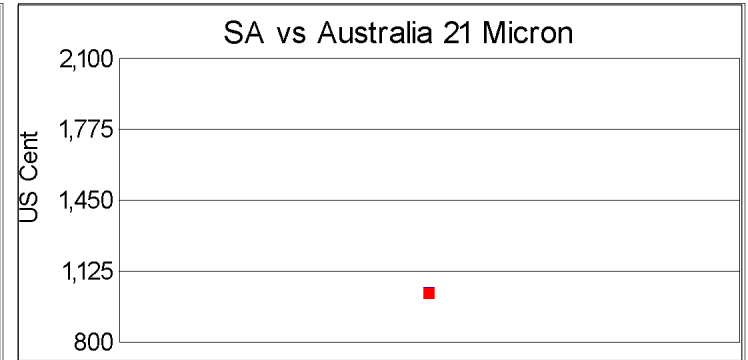
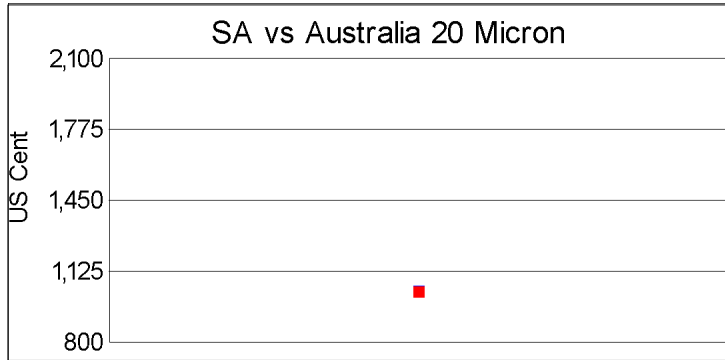
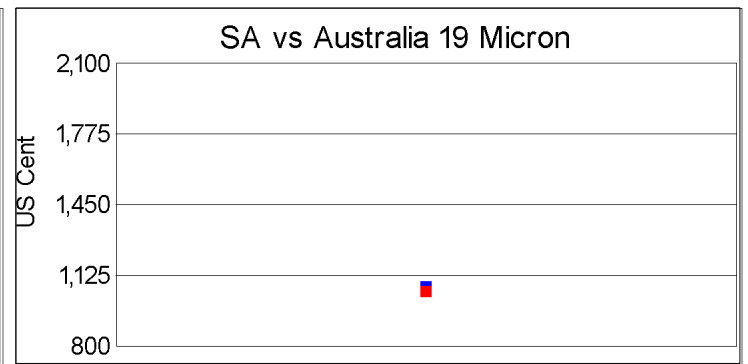
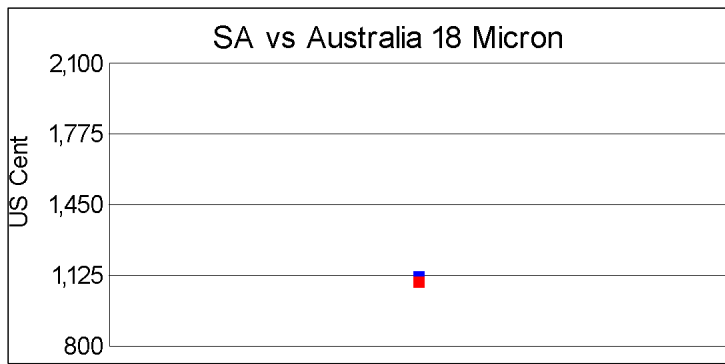
Average Topmaking Styles (AWEX MF6)

Micron	100+mm	90mm	80mm	70mm	60mm	50mm	40mm	30mm	20mm	10mm
18.0										
18.5							12633			
19.0				12889						
19.5					12604					
20.0				12763						
20.5				12745	12261					
21.0				13049		12277				
21.5					12432					
22.0										
22.5										
23.0										
23.5										
24.0										

* Based on a minimum of 3 lots sold per category

Other Selected Types/Qualities

	Long			Medium		
Good Quality	19μ	20μ	21μ	19μ	20μ	21μ
Lambswool	13273	13068		12859	12763	12149
Bellies	12549	12598	12245	11800	11553	10563
Locks				10725	10345	9665
Average Quality						
Lambswool	12886	12660	12635	12407	10883	10108
Bellies	12357	12329	10016	11363	10757	10756
Locks				10572	10520	9318
Inferior Quality						
Fleecewool	12851	12519	12402	12717	12384	
Lambswool					12590	
Bellies	10010	12381		10385	10605	10478
Locks	7993	8744		9168	8704	8299



Market Commentary

WOOL MARKET STARTS FIRM

Port Elizabeth - The wool market opened to a firm start at this week's sale with the Cape Wools Merino Indicator shedding 7% compared to the last sale of the previous season, to close the day at a value of R129,22 (Clean). This is 15.8% above the corresponding sale of last year. On the Australian Market, the indicator shed 4.9%. The Cape Wools All-Wool Indicator shed 7%.

Local traders attributed the firm market performance to the weaker rand and also to healthy demand from all quarters. China will remain the biggest driving force in the market for this season with good demand despite early season concerns of the Chinese economy.

The rand weakened by 3,8% against the US dollar compared with the average rate at the previous sale, trading at R12.80, while it was 2,4% weaker against the Euro at R14,23. The offering comprised of 11 570 bales of which 97,1% was sold. Major traders were Lempriere SA (3 030), Standard Wool SA (2 714), G Modiano SA (2 254) and Stucken & Co (1 817).

The average clean prices for the selection within the different categories good top-making (MF5), long fleeces were as follows: 18,5 microns weakened by 8,1% to R135,57/kg, 19 microns dropped 8,0% to close at R135,11/kg, 19,5 microns dropped with 8,5% to close at R132,81/kg, 20 microns declined with 6,8% to close at R130,98/kg, 20,5 microns decreased with 7,1% to close at R130,44/kg, 21,0 microns dropped 7,2% to close at R129,24/kg, 21,5 microns weakened by 7,3% to close at R127,23/kg and 22,0 microns dropped with 6,6% to close at R126,77/kg.

Based on the annual change to the composition of the indicator, the last sales' indicator was adjusted from R141,20 to R138,87.

The next sale is scheduled for 19 August where approximately 6 200 bales will be on offer.