

National Weekly Wool Market Report

Season: 2015/2016

Sale Date: 31 May & 1 June 2016



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	16081	16306	-1.4%	G Modiano SA	2662	29.4%	81507
Ave. to date (15/16)	14240	14183	0.4%	Standard Wool SA	2190	24.2%	88697
Ave. to date (14/15)	11524			Lempriere SA	2174	24.0%	75043
US c/kg	1026	1034	-0.7%	Stucken & Co	777	8.6%	31829
Euro c/kg	920	917	0.3%	Segard Masurel SA	431	4.8%	17953
AWEX EMI	1297	1289	0.6%	New England Wool SA	358	4.0%	5564
				H Dawson Sons & Co			3914
				CMW Operations			5
				SAFIL SA			184

Exchange Rates			
Currency Unit	This Week	Previous Week	% Change
R/USD	15.6662	15.7702	0.7%
R/Euro	17.4763	17.7732	1.7%
R/AUD	11.3784	11.4691	0.8%
USD/AUD	0.7262	0.7272	0.1%

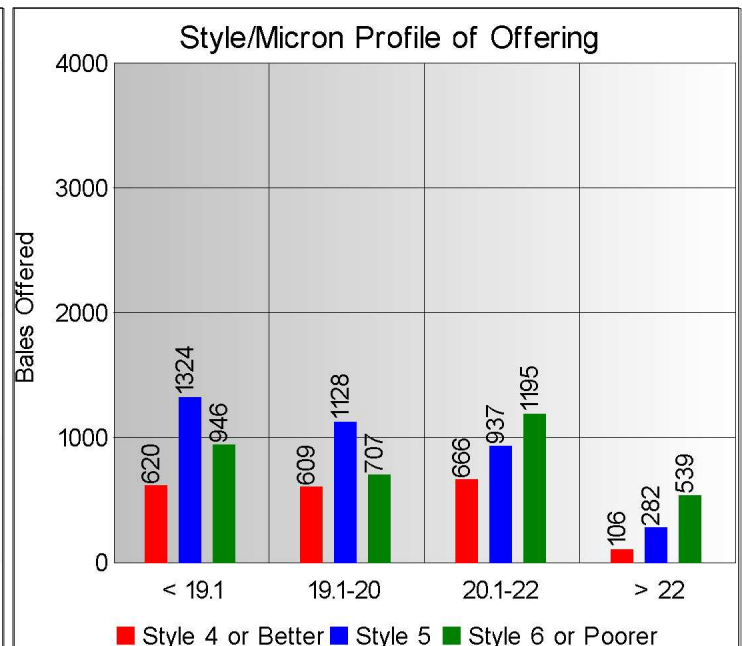
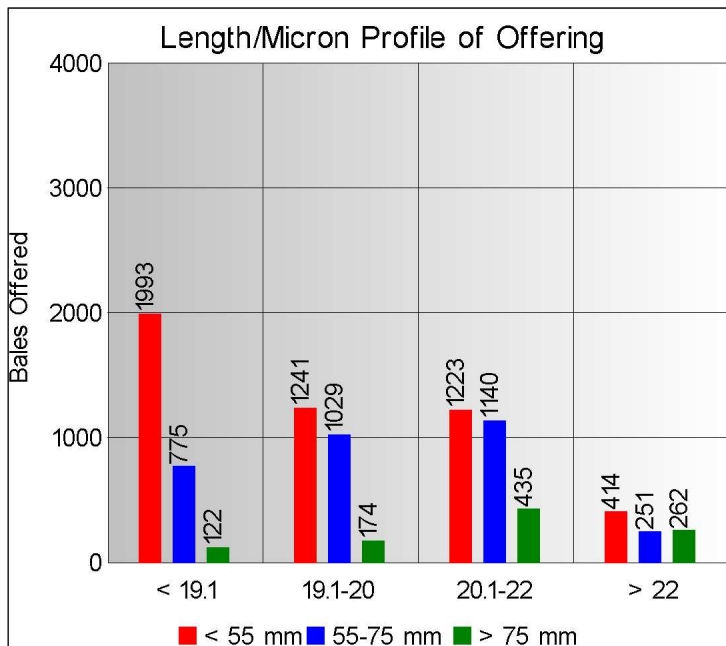
Analysis of Offerings by Broker This Week (Bales)

Broker	Merino Fleeces	Merino Bellies	Merino Lambs	Merino Backs	Merino Locks	* Other	Total	% Sold
BKB	2492	379	541	0	281	1117	4810	93.1%
CMW	1620	738	589	153	8	390	3498	96.3%
JLW	50	12	13	0	9	16	100	100.0%
MAS	125	22	53	0	20	27	247	98.4%
QWB	140	12	18	0	9	121	300	99.7%
SBL	45	11	17	11	7	13	104	99.0%
VLW	0	0	0	0	0	0	0	
Total	4472	1174	1231	164	334	1684	9059	94.8%

SA Merino Indicator includes Merino types comparable to international indicators.

* crossbred, coarse and coloured, inferior

Cape Wools All Wool Indicator, includes all white wool sold at auction.



* Seasonal Receipts Declared

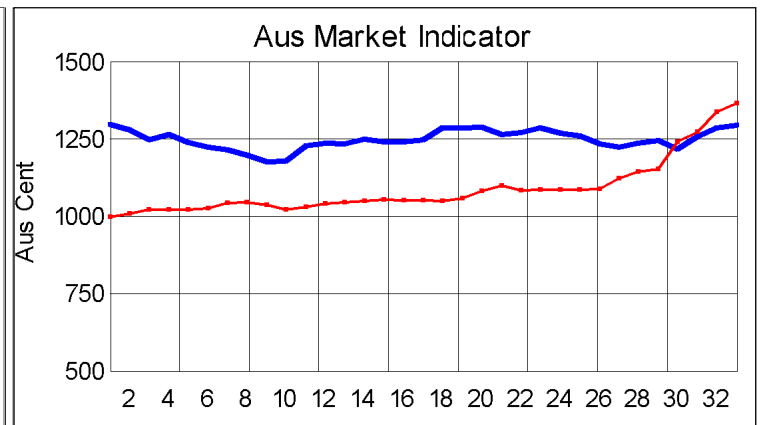
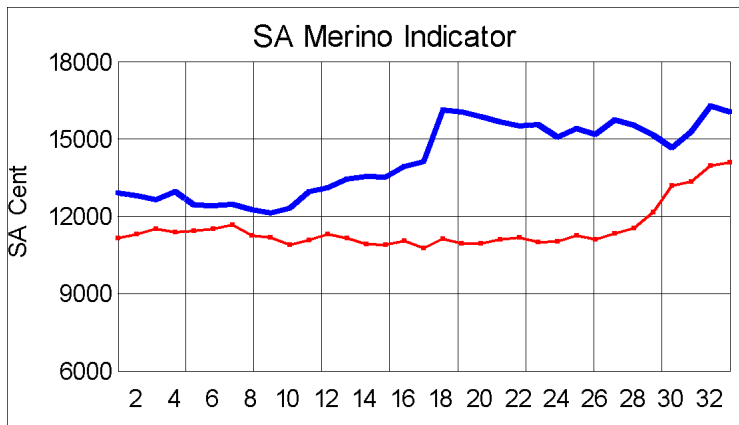
2015/16 Declared Receipts : 08 May 2016

46,250,030.6

2015/16 Declared Receipts : 15 May 2016

47,942,016.7

Percentage Change (Year-on-Year) : -3.07



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				18051	16904	16364				
18.5				17362	16622	16188	15231			
19.0			17097	17032	16524	15926	15403			
19.5			17253	16835	16075	15692	14969			
20.0			16436	16578	15829	15371	14525			
20.5			16603	16624	15475	15165				
21.0			15887	16477	15382	14994	13986			
21.5				15798	15331	14677				
22.0				15981	15387	14444				
22.5						13866				
23.0										
23.5										
24.0										

* Based on a minimum of 3 lots sold per category

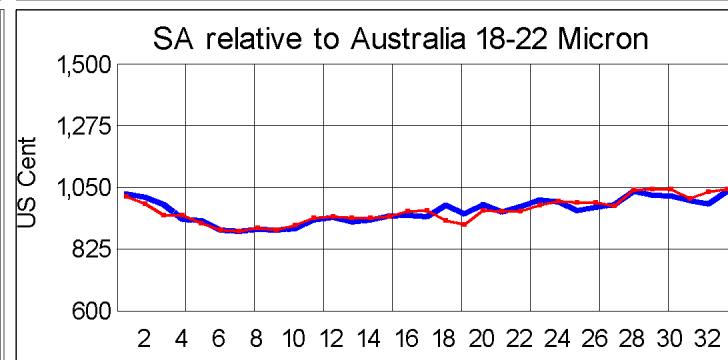
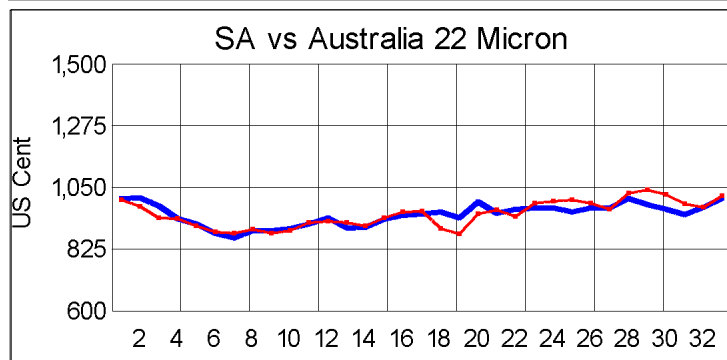
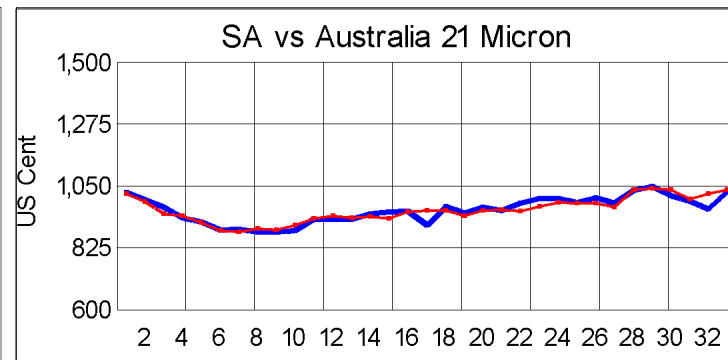
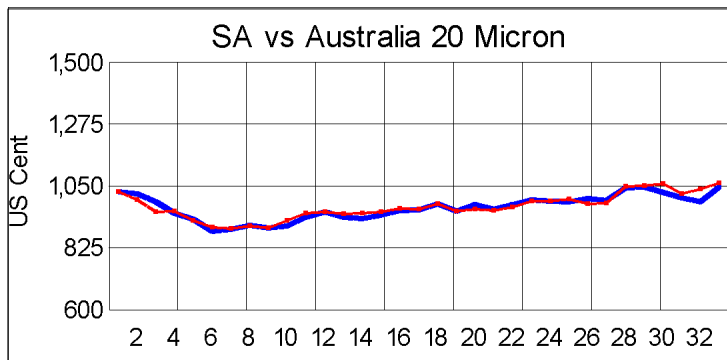
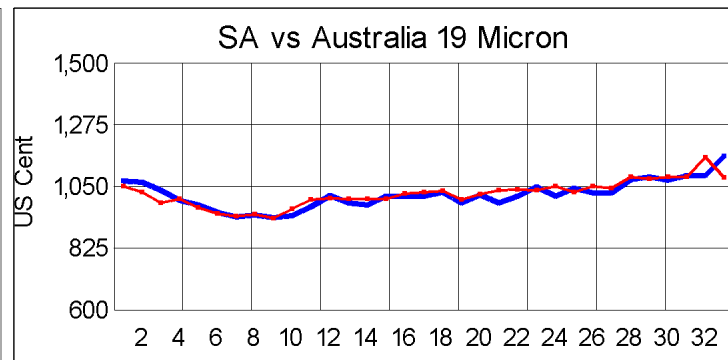
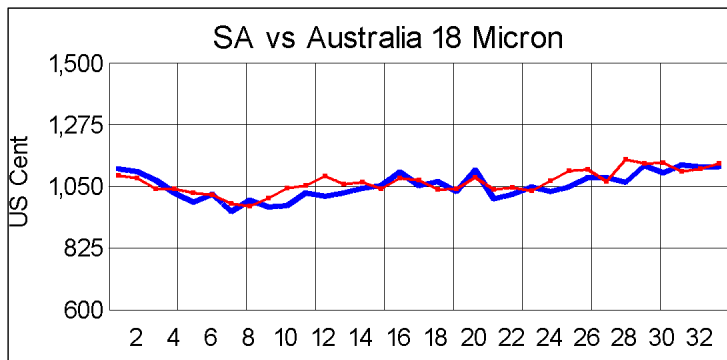
Average Topmaking Styles (AWEX MF6)

Micron	100+mm	90mm	80mm	70mm	60mm	50mm	40mm	30mm	20mm	10mm
18.0										
18.5										
19.0										
19.5					15502	15470				
20.0						15207	14515			
20.5				15513						
21.0					15099	14761				
21.5						14076				
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		
<u>Good Quality</u>	19μ	20μ	21μ	19μ	20μ	21μ
Lambswool	16711	15954	15854	15542	15296	
Bellies	15952	15754		14714	14847	14995
Locks				14252	13982	
<u>Average Quality</u>						
Lambswool	16188	16464		14188	13967	
Bellies	15626	14488	14628	14299	14261	13487
Locks				12572	12393	11934
<u>Inferior Quality</u>						
Fleecewool	16331	15408	15043	14617	14517	13708
Lambswool	16477	16095		14941		13226
Bellies	11822	13113		13258	13545	
Locks				10210	11308	



— SA in USc
— Aus in USc

— SA in USc
— Aus in USc

Market Commentary

WOOL MARKET TRADED 1,4% LOWER

Port Elizabeth - The wool market traded 1,4% lower this week and the Cape Wools Merino Indicator decreased by 225 points to close at a value of R160,81 (Clean). On the Australian market, the EMI increased 0,6%. The Cape Wools All Wool Indicator lost 1,4%.

Over the past month of trade there has consistently been strong demand for medium length wool and excellent competition for longer and better quality wools. This trend will in all likelihood also continue through the final sale scheduled for 8 June. Buyers attributed this correction to the market being perceived as expensive.

This week saw the rand at R15,67 to the US dollar. The rand strengthened by 0,7% against the US dollar compared with the average rate at the previous sale. The Rand strengthened 1,7% against the Euro, trading at R17,48. The offering comprised of 9 059 bales of which 94,8% was sold. Major traders were G Modiano SA (2 662), Standard Wool SA (2 190), Lempriere SA (2 174) and Stucken & Co (777).

The average clean prices for the selection within the different micron categories for good top-making (MF5), long fleeces were as follows: 18,0 microns lost 1,9% to close at R174,46/kg; 18,5 microns increased 0,1% to close at R173,34/kg; 19 microns decreased 1,7% to close at R168,43/kg; 19,5 microns gained 0,3% to close at R169,88/kg; 20 microns decreased with 1,5% to close at R165,86/kg; 20,5 microns decreased 1,9% to close at R164,27/kg; 21,0 microns lost 2,1% to close at R163,98/kg; 21,5 microns dropped 1,4% to close at R161,55/kg; 22,0 microns decreased 1,6% to close at R160,31/kg and 22,5 microns decreased 2,5% to close at R160,58/kg

The next and last sale is scheduled for 08 June 2016 where approximately 9 627 bales will be on sale.

*The detailed Seasonal Receipts Declared Report can be viewed at www.capewools.co.za