

National Weekly Wool Market Report

Season: 2016/2017

Sale Date: 15 & 16 November 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	15470	14363	7.7%	G Modiano SA	5649	39.3%	37098
Ave. to date (16/17)	15054	15020	0.2%	Standard Wool SA	5066	35.2%	37626
Ave. to date (15/16)	12702			Lempriere SA	2261	15.7%	25271
US c/kg	1089	1061	2.6%	Stucken & Co	768	5.3%	12837
Euro c/kg	1016	952	6.7%	Segard Masurel SA	372	2.6%	7415
AWEX EMI	1299	1283	1.3%	New England Wool SA	43	0.3%	1712
				H Dawson Sons & Co			94
				SAFIL SA			

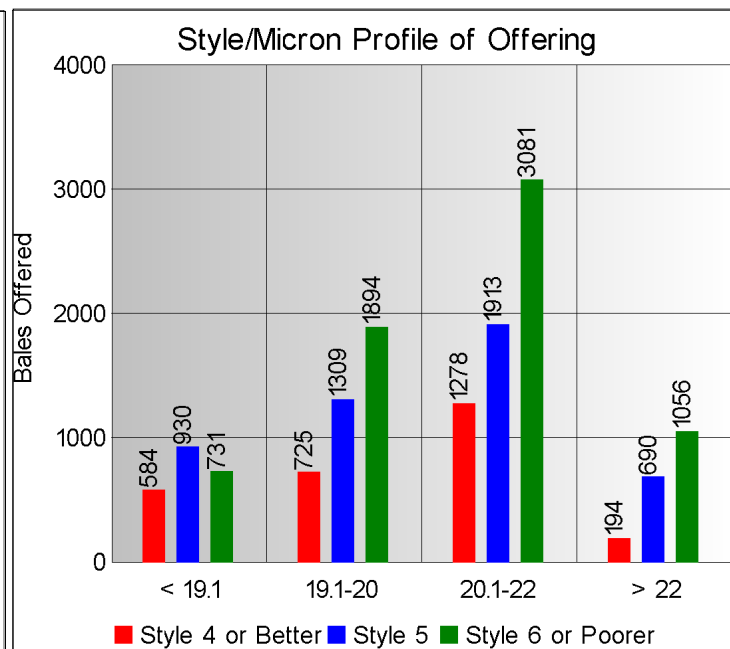
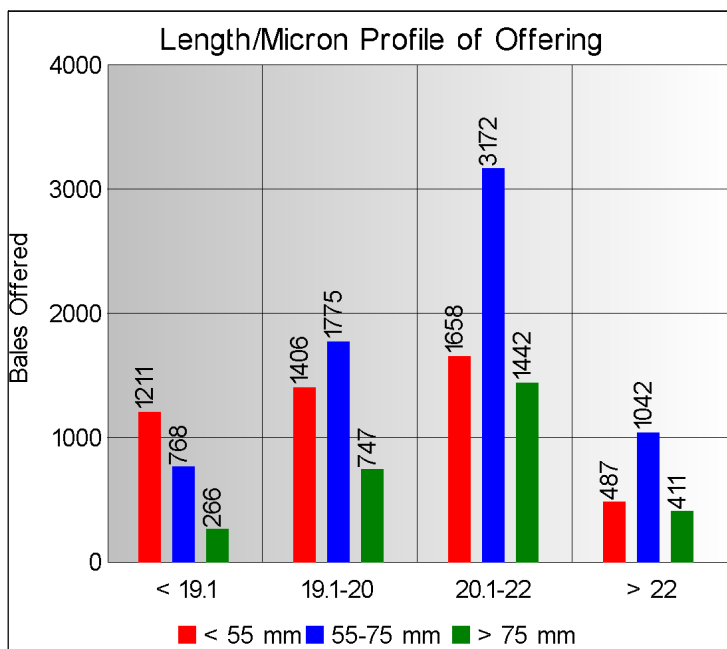
Exchange Rates			
Currency Unit	This Week	Previous Week	% Change
R/USD	14.2089	13.5359	-5.0%
R/Euro	15.2322	15.0871	-1.0%
R/AUD	10.6885	10.3596	-3.2%
USD/AUD	0.7519	0.7656	1.8%

Analysis of Offerings by Broker This Week (Bales)

Broker	Merino Fleeces	Merino Bellies	Merino Lambs	Merino Backs	Merino Locks	* Other	Total	% Sold
BKB	5485	783	960	0	428	873	8529	99.0%
CMW	2300	333	272	294	236	368	3803	98.1%
JLW	204	26	33	0	17	44	324	99.7%
MAS	225	38	57	0	39	95	454	98.7%
QWB	280	28	115	0	26	271	720	92.6%
SBL	96	11	14	0	7	35	163	99.4%
VLW	276	22	17	0	40	37	392	98.5%
Total	8866	1241	1468	294	793	1723	14385	98.4%

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

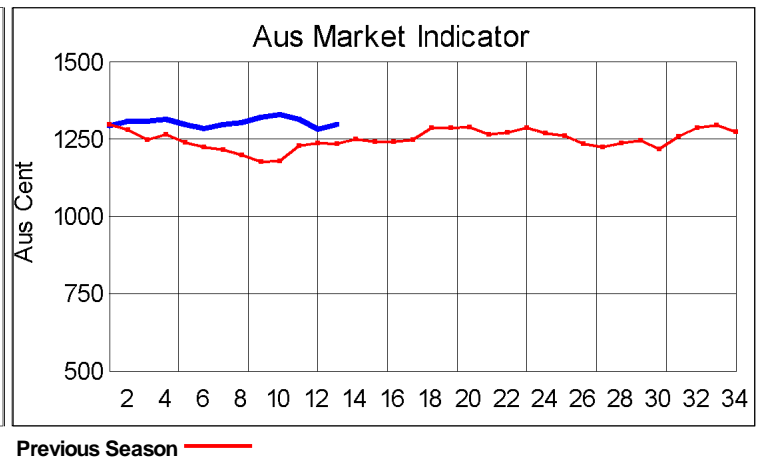
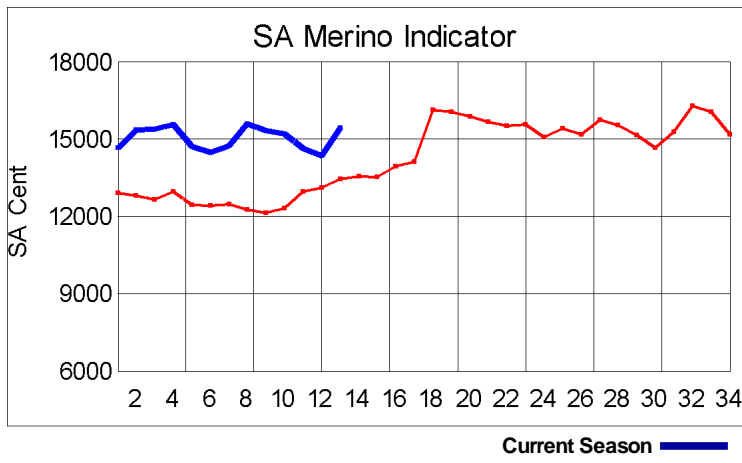


* Seasonal Receipts Declared

2016/17 Declared Receipts : 23 October 2016
 2016/17 Declared Receipts : 13 November 2016

18,380,280.2
 23,660,536.5

Percentage Change (Year-on-Year) : 0.08



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			18213	18161	17290	15644				
18.5			17626	17285	17821	16407	15089			
19.0			17315	16938	16720	15983	15459			
19.5			16380	16251	16095	15839	14690			
20.0		15120	15588	15293	15146	14873	14314			
20.5		14951	15142	14992	14920	14105	13990			
21.0			14854	14752	14652	13990	13646			
21.5			14611	14573	14068	13835				
22.0			14449	14266	13905	13325				
22.5			14289							
23.0			14293							
23.5										
24.0										

* Based on a minimum of 3 lots sold per category

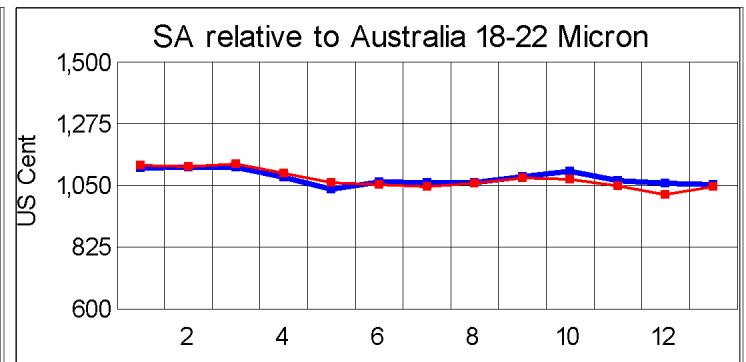
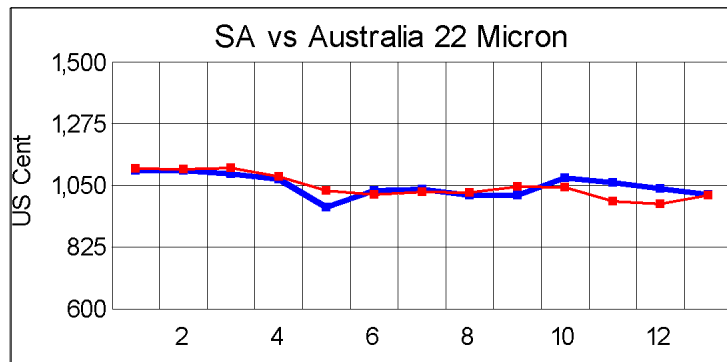
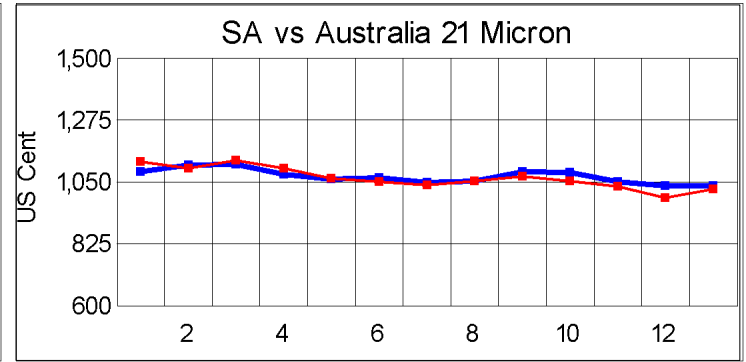
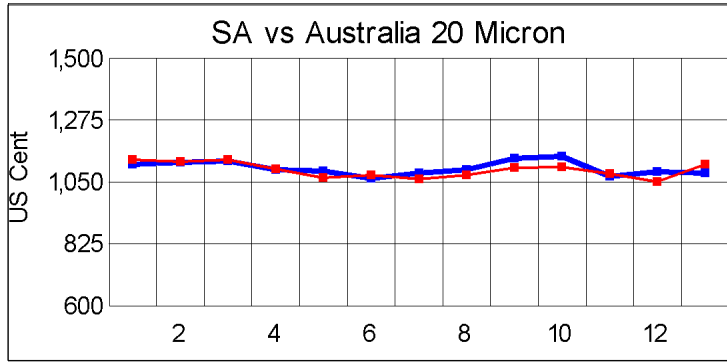
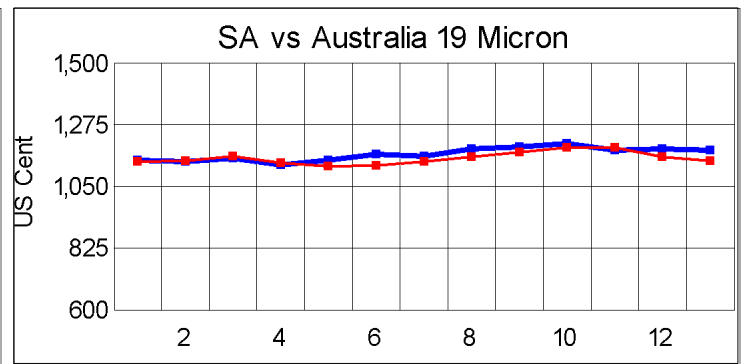
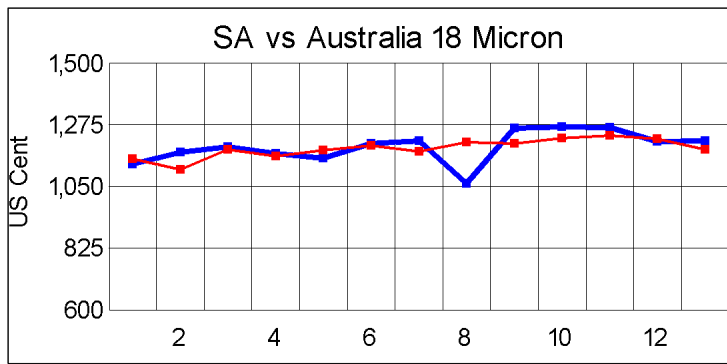
Average Topmaking Styles (AWEX MF6)

Micron	100+mm	90mm	80mm	70mm	60mm	50mm	40mm	30mm	20mm	10mm
18.0										
18.5										
19.0				16213						
19.5										
20.0				14067	14131					
20.5				14246	14365	14260				
21.0				14393						
21.5			13835	13898	13255					
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		
	19μ	20μ	21μ	19μ	20μ	21μ
Good Quality						
Lambswool	16506	15673		14468	13961	
Bellies	15340	15044		14389	13794	12522
Locks				13808	12681	
Average Quality						
Lambswool	15398	14638	12709	13840	13050	13252
Bellies	14630	13920	13064	13988	13987	12907
Locks			11367	12721	12016	10554
Inferior Quality						
Fleecewool	15036	14754	13450			
Lambswool				15169	13897	
Bellies	15054	13948	12481	13571	12829	12208
Locks				9542	8738	9445



— SA in USc
— Aus in USc

— SA in USc
— Aus in USc

Market Commentary

WOOL MARKET 7,7% HIGHER

Port Elizabeth - The wool market traded 7,7% higher this week and the Cape Wools Merino Indicator increased by 1107 points to close at a value of R154,70 (Clean). On the Australian market, the EMI increased 1,3%. The Cape Wools All Wool Indicator increased 6,7%.

The significant increase of the market returned substantially more Rands to the pockets of wool producers today. The increase is directly attributed to the strength of the US Dollar. Prices increased similarly across the board for both long and medium wool with mid micron categories only slightly lagging the outlying micron groups.

The buyers did an excellent job to secure their clients orders in a highly competitive trading environment where considerable volumes traded hands. Modiano bought an impressive 5 649 bales followed by Standard Wools at 5 066 bales.

This week saw the rand at R14,21 to the US dollar. The rand weakened by 5,0% against the US dollar compared with the average rate at the previous sale. The Rand lost 1,0% against the Euro, trading at R15,23. The offering comprised of 14 385 bales of which 98,4% was sold. Major traders were Modiano (5 649), Standard Wool SA (5 066), Lempriere SA (2 261) and Stucken & Co (768).

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 gained 1,6% to close at R168,46/kg; 18,5 microns decreased 0,2% to close at R162,45/kg; 19 microns increased 3,6% to close at R162,58/kg; 19,5 microns gained 6,5% to close at R160,06/kg; 20 microns increased with 11,3% to close at R158,56/kg; 20,5 microns increased 6,7% to close at R147,27/kg; 21,0 microns gained 8,3% to close at R145,72/kg; 21,5 microns increased 7,3 to close at R145,07/kg; 22,0 microns gained 8,5% to close at R144,49/kg and 22,5 microns improved 7,0% to close at R142,61/kg.

The next sale is scheduled for 23 November 2016 where approximately ±11 516 bales will be on sale.

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