

National Weekly Wool Market Report

Season: 2016/2017

Sale Date: 24 & 25 January 2017



CAPE WOOLS SA

Tel: 27-41-4844301
 Fax: 27-41-4846792
 E-mail: stats@capewools.co.za
 Website: www.capewools.co.za

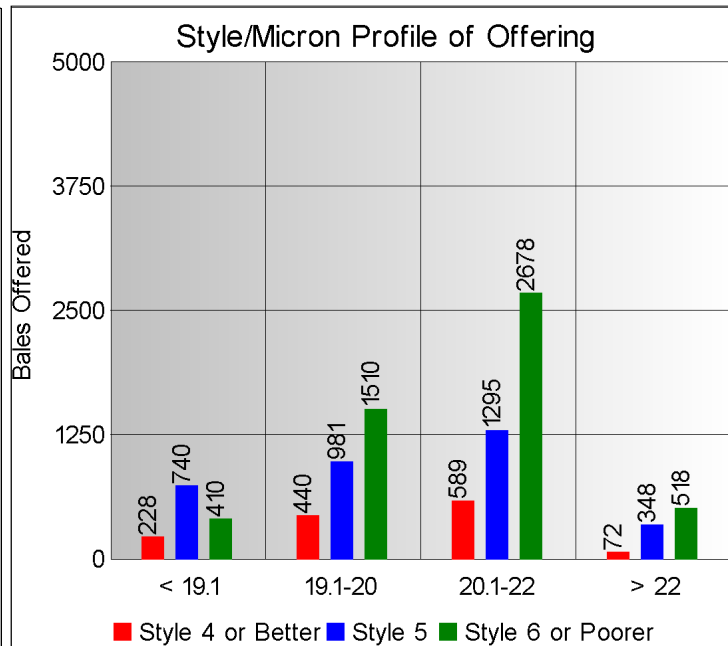
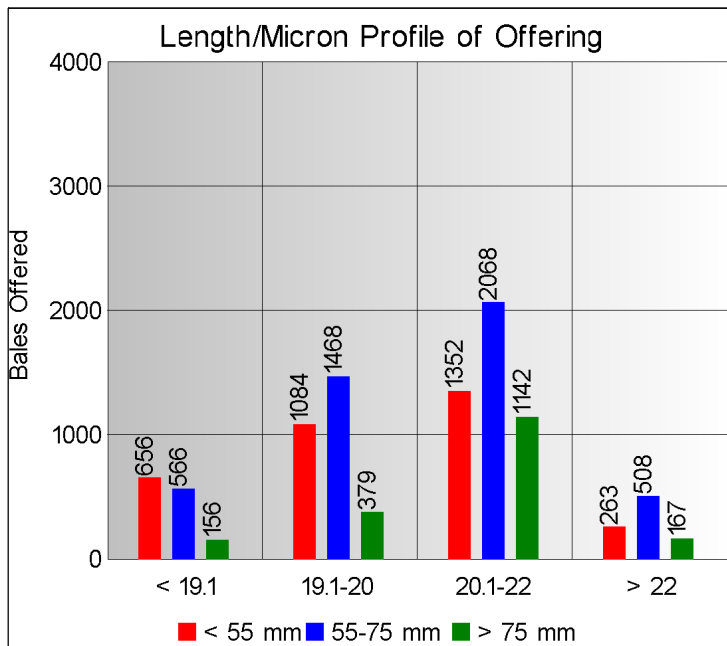
SA Merino Indicator				Buyers			
Indicator Unit	Current Sale	Last Sale	Change	Company	Bales Purchased This Week	% of Purchases	Total Bales Purchased This Season
# SA c/kg	15470	15885	-2.6%	Lempriere SA	2817	28.7%	42169
Ave. to date (16/17)	15161	15144	0.1%	G Modiano SA	2638	26.9%	61679
Ave. to date (15/16)	13294			Standard Wool SA	2495	25.4%	57781
US c/kg	1164	1173	-0.7%	Stucken & Co	860	8.8%	21083
Euro c/kg	1084	1098	-1.3%	Segard Masurel SA	281	2.9%	9328
AWEX EMI	1412	1439	-1.9%	New England Wool SA	193	2.0%	2641
Exchange Rates				H Dawson Sons & Co	93	1.0%	881
Currency Unit	This Week	Previous Week	% Change	SAFIL SA			
R/USD	13.2877	13.5459	1.9%				
R/Euro	14.2707	14.4699	1.4%				
R/AUD	10.0157	10.2253	2.0%				
USD/AUD	0.7541	0.7548	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	4127	727	737	0	700	912	7203	95.2%
CMW	1308	193	226	143	180	556	2606	96.6%
MAS	0	0	0	0	0	0	0	
QWB	0	0	0	0	0	0	0	
SBL	0	0	0	0	0	0	0	
VLW	0	0	0	0	0	0	0	
Total	5435	920	963	143	880	1468	9809	95.6%

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

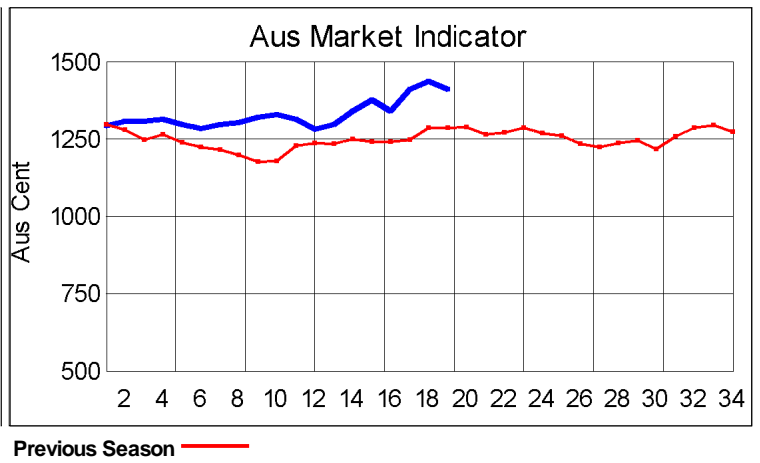
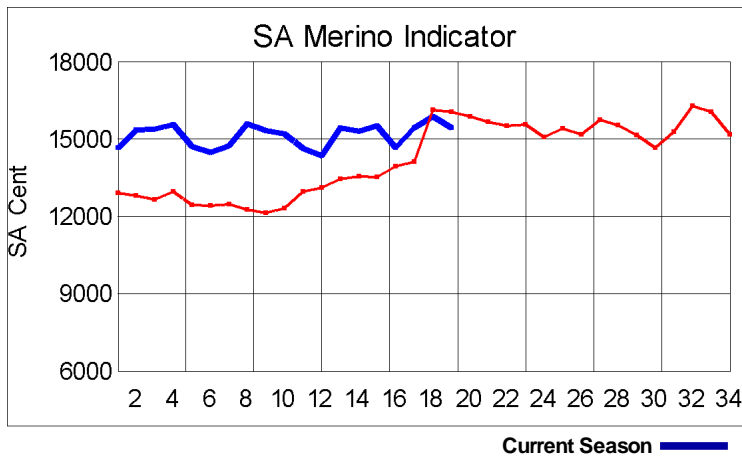
2016/17 Declared Receipts : 01 January 2017

33,851,303.1

2016/17 Declared Receipts : 22 January 2017

35,856,376.0

Percentage Change (Year-on-Year) : 2.21



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					19375					
18.5				18730	17775	17006	14954			
19.0			18096	17632	17477	16838	15768			
19.5			16652	16592	16114	15638	14952			
20.0			15327	15129	15065	14712	12652			
20.5			14680	14686	14559	14367	13468			
21.0			14290	14318	14155	13414				
21.5			14254	14165	14113	13630				
22.0			14155	13978	13687					
22.5			13991			11389				
23.0										
23.5										
24.0										

* Based on a minimum of 3 lots sold per category

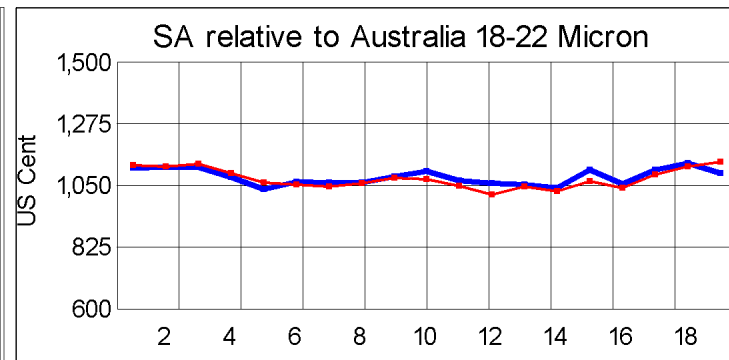
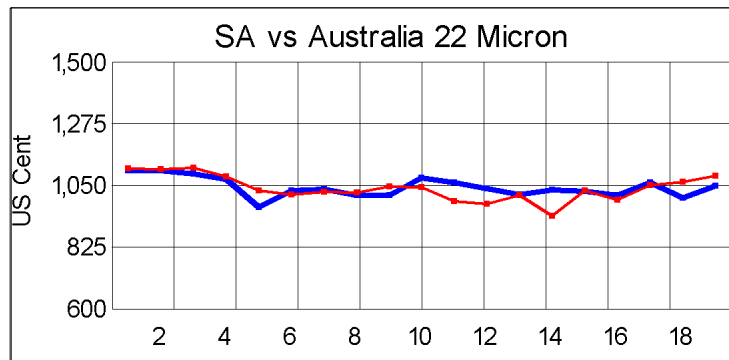
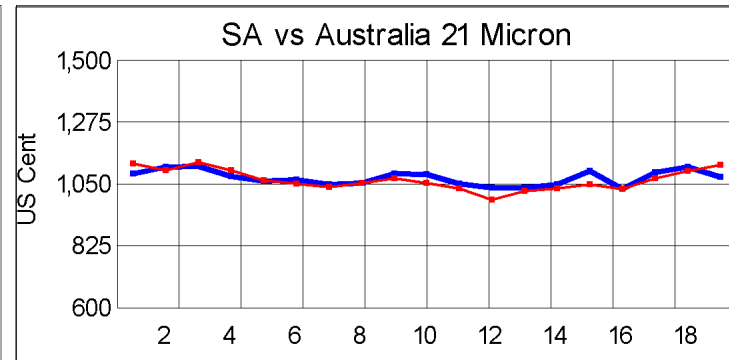
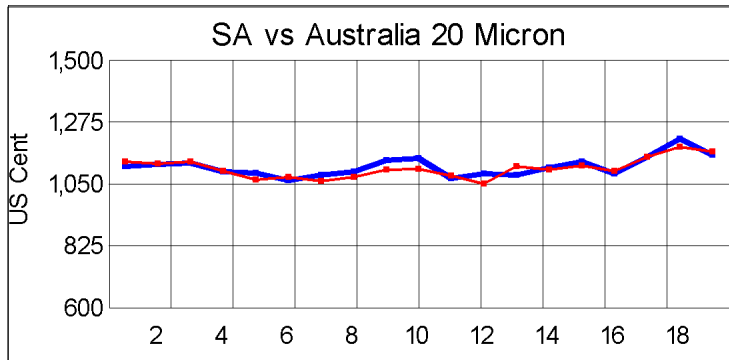
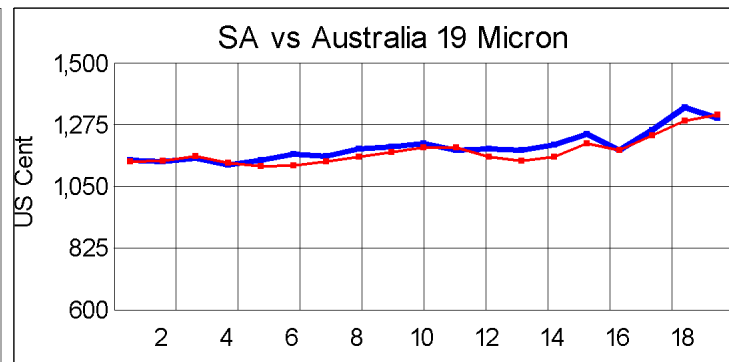
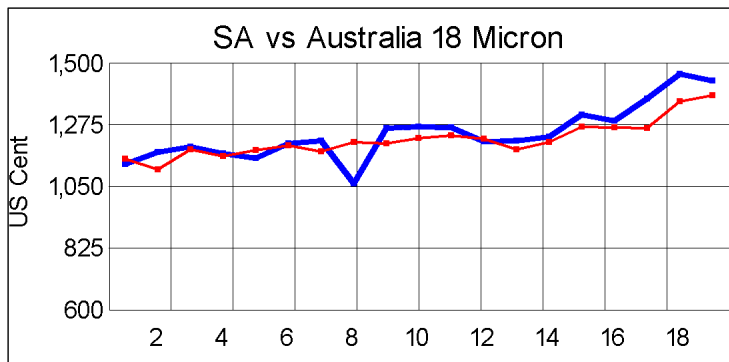
Average Topmaking Styles (AWEX MF6)

Micron	100+mm	90mm	80mm	70mm	60mm	50mm	40mm	30mm	20mm	10mm
18.0										
18.5										
19.0										
19.5				15928						
20.0			14982	14512						
20.5				14240						
21.0										
21.5										
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	16938	15478		15543	14744	13750
Bellies	15649	15398	13593	14969	13595	
Locks				13152	13101	11675
<u>Average Quality</u>						
Lambswool	17441	15299		16559		
Bellies	15919	14461	12981	14772	13447	11581
Locks		11062		12325	11628	10315
<u>Inferior Quality</u>						
Fleecewool	15989	14403				
Lambswool				15652		
Bellies	15450	14022		13914	12257	
Locks			11217	9957	10821	



— SA in USc
— Aus in USc

— SA in USc
— Aus in USc

Market Commentary

WOOL MARKET 2,6% LOWER

Port Elizabeth - The wool market traded 2,6% lower this week and the Cape Wools Merino Indicator decreased by 415 points to close at a value of R154,70 (Clean). On the Australian market, the EMI decreased 1,9%. The Cape Wools All Wool Indicator lost 3,1%.

The wool market lost some momentum today particularly due to a small correction on the broader micron groups and decreased with 2,6%. Concerns on the declining supply of good quality wool on offer lingered in the market and again the finer side benefitted substantially. The market is now trading consistently above the 15,000 (Clean) level and is expected to remain within this vicinity for the remainder of the season. The quantity of wool delivered to market is declining as the season gradually starts to taper off.

The competition between buyers particularly on the finer wool was good.

This week saw the Rand at R13,29 to the US Dollar. The Rand strengthened by 1,9% against the US Dollar compared with the average rate at the previous sale. The Rand gained 1,4% against the Euro, trading at R14,27. The offering comprised of 9 809 bales of which 95,6% was sold. Major traders were Lempriere SA (2 817), Modiano (2 638), Standard Wool SA (2 495) and Stucken & Co (860).

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 0,4% to close at R183,88/kg; 18,5 microns decreased 1,1% to close at R178,72/kg; 19 microns dropped 0,3% to close at R174,55/kg; 19,5 microns declined 2,3% to close at R162,44/kg; 20 microns decreased with 3,4% to close at R155,39/kg; 20,5 microns dropped 4,3% to close at R144,83/kg; 21,0 microns lost 4,2% to close at R142,62/kg; 21,5 microns decreased 4,1% to close at R141,77/kg; 22 microns lost 3,4% to close at R139,46/kg and 22,5 microns decreased 2,4% to close at R139,01/kg.

The next sale is scheduled for 01 February 2017 where approximately ±7 194 bales will be on sale.