

# National Weekly Wool Market Report

Season: 2019/2020

Sale Date: 15 & 16 January 2020



CAPE WOOLS SA

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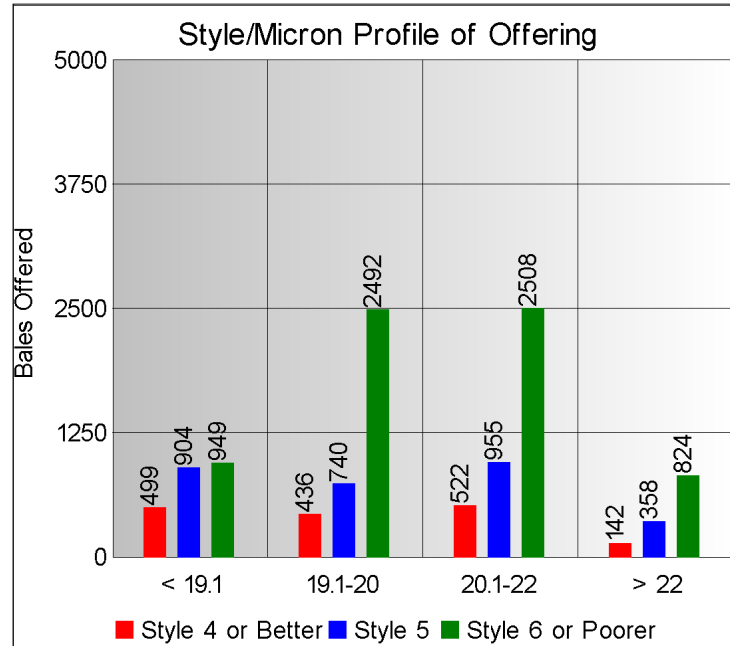
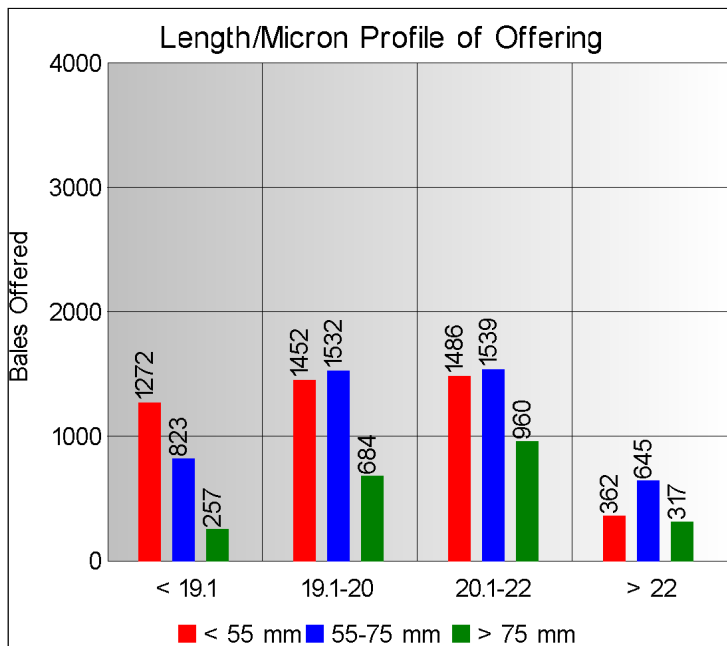
SA Merino Indicator				Buyers			
Indicator Unit	Current Sale	Last Sale	Change	Company	Bales Purchased This Week	% of Purchases	Total Bales Purchased This Season
# SA c/kg	17743	17647	0.5%				
Ave. to date (19/20)	17011	16954	0.3%				
Ave. to date (18/19)	22431						
US c/kg	1234	1247	-1.1%				
Euro c/kg	1107	1123	-1.4%				
AWEX EMI	1609	1558	3.3%				
Exchange Rates							
Currency Unit	This Week	Previous Week	% Change				
R/USD	14.3776	14.1498	-1.6%	G Modiano SA	3574	31.6%	43737
R/Euro	16.0340	15.7196	-2.0%	Lempriere SA	2820	24.9%	26099
R/AUD	9.9368	9.7109	-2.3%	Standard Wool SA	2711	23.9%	39368
USD/AUD	0.6914	0.6862	-0.8%	Tianyu SA	908	8.0%	17496
				Segard Masurel SA	389	3.4%	5894
				Stucken & Co	388	3.4%	10214
				New England Wool SA	27	0.2%	1456

## Analysis of Offerings by Broker This Week (Bales)

Broker	Merino Fleeces	Merino Bellies	Merino Lambs	Merino Backs	Merino Locks	* Other	Total	% Sold
BKB	3562	658	474	0	498	1512	6704	95.9%
CMW	1774	292	226	224	203	1204	3923	94.7%
HOF	0	0	0	0	0	0	0	
JLW	0	0	0	0	0	0	0	
MAS	34	38	29	0	17	29	147	98.6%
QWB	203	16	42	0	61	45	367	93.7%
VLW	108	20	6	0	39	15	188	100.0%
<b>Total</b>	<b>5681</b>	<b>1024</b>	<b>777</b>	<b>224</b>	<b>818</b>	<b>2805</b>	<b>11329</b>	<b>95.5%</b>

# 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

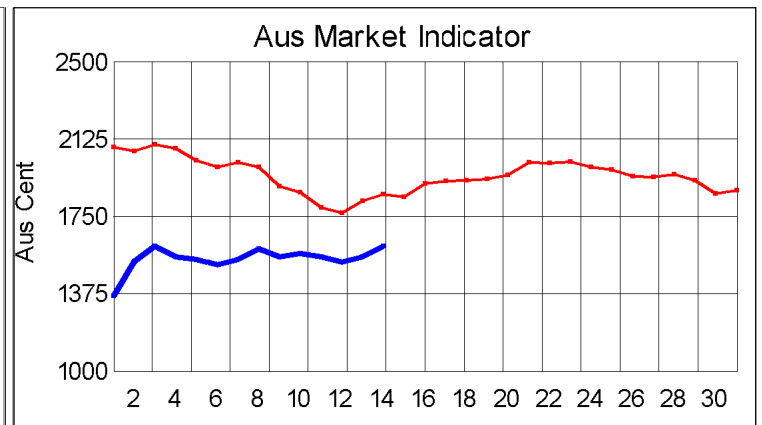
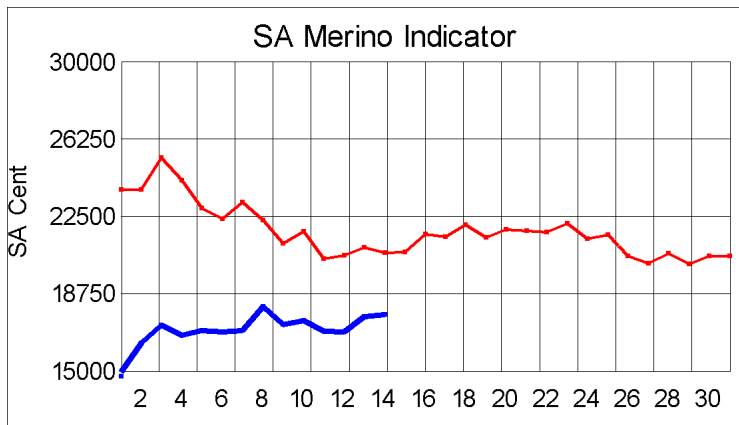
2019/20 Declared Receipts : 22 December 2019

28,695,091.3

2019/20 Declared Receipts : 19 January 2020

29,055,060.9

Percentage Change (Year-on-Year) : -2.94



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			19504	19564	19121	18695	17974			
18.5			19023	19264	18916	18281	17101			
19.0			18578	19044	17993	17229	16445			
19.5			18520	18395	17675	17612	14389			
20.0			18633	18523	17351	16430	15169			
20.5			18041	17828	17748	17263				
21.0			18292	18036	18035	15530	15967			
21.5			18344	18287		15870				
22.0			18880			16752				
22.5			18805							
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				17803						
19.5			17830	17943						
20.0			17166	17036	16532					
20.5			17471	16542						
21.0				17218	16111					
21.5				15873						
22.0			16775							
22.5										
23.0										
23.5										
24.0										

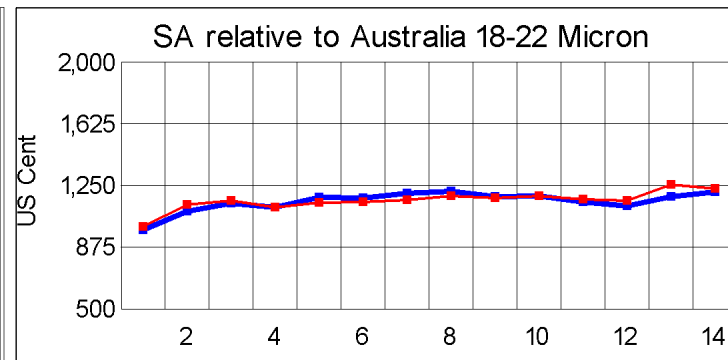
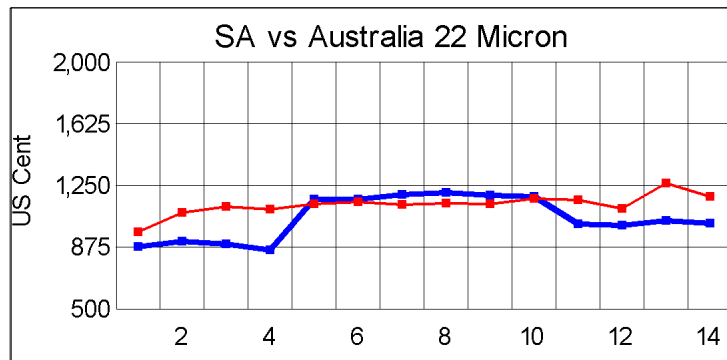
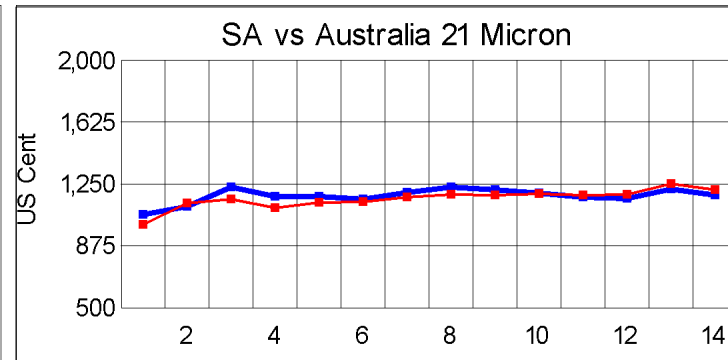
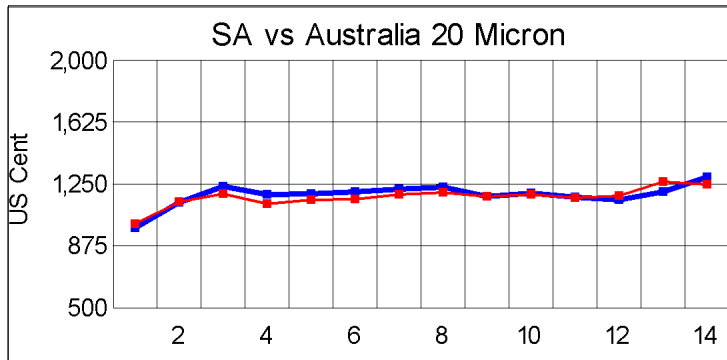
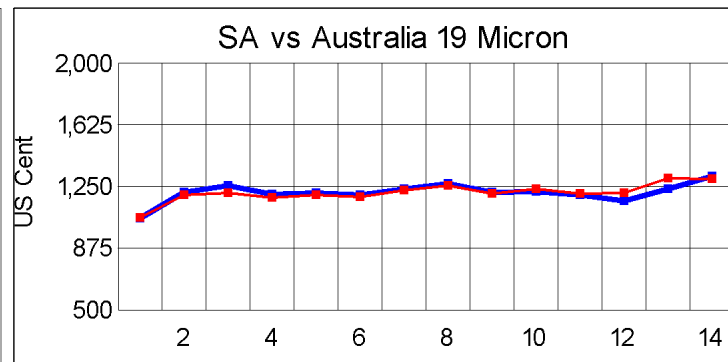
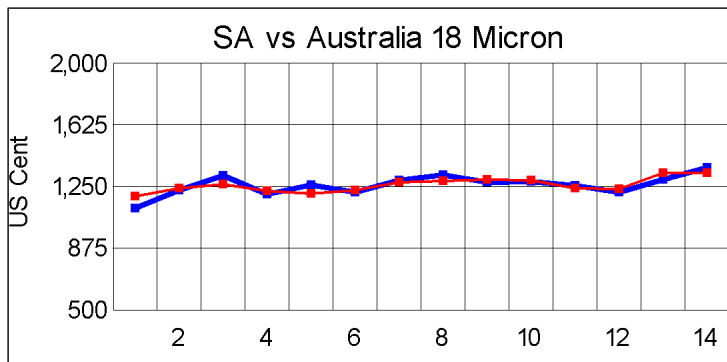
\* Based on a minimum of 3 lots sold per category

**Other Selected Types/Qualities**

Long

Medium

	19μ	20μ	21μ	19μ	20μ	21μ
<b>Good Quality</b>						
Lambswool	18359	18692	18770	17118	15114	15481
Bellies	17281	16970	16063	15809	14503	15021
Locks				15107	14034	14855
<b>Average Quality</b>						
Lambswool	18130	15479		14508	13213	
Bellies	15675	15877	15208	15590	14507	
Locks				11365	12193	
<b>Inferior Quality</b>						
Fleecewool	17697	15830	13835	17356		12072
Lambswool	16915	16416	16416			
Bellies	16830	16262		14315	13794	14778
Locks				8916	7346	



— SA in USc  
— Aus in USc

— SA in USc  
— Aus in USc

## Market Commentary

### Cape Wools Weekly Market Report -16 January 2020

Port Elizabeth - The 15th sale of the 2019/20 wool season took place today with 11 329 bales on offer of which 95,3% was sold. The wool market closed 0,5% (96 points) up at a value of R177,43 c/kg (Clean), with the Cape Wools All Wool Indicator closing 0,5% higher. The Australian EMI moved 3,3% up this week.

This week saw the Rand at 1,6% weaker against the US Dollar and 2,0% weaker against the Euro, compared with the average rate at the previous sale. The market weakened by 1,1% in US Dollar terms. The Australian Market showed strong gains on the first day of their sale, flattened on the second day and weakened on the last day, to close 3.3% higher after the week's sales. This resulted in the South African market struggling to find clear direction on this week's sale, but the market managed to hold on to its gains of the previous sale and close 0.5% up on R177.43 p/kg and a sales clearance of 95.3%. The weakening of the SA currency against the USD could not lend additional support to the market.

Competition was not as strong on all micron categories, especially the stronger end of the clip. Buyers did however compete well for the long, finer microns and certified wools on offer, with the medium micron categories experiencing downward pressure. Although positivity surrounds the signing of the first stage of the USA/ China trade deal, any positive spin offs for the SA wool market is not yet evident. The major buyers on today's sale were: Modiano SA (3 574), Lempriere SA (2 797), Standard Wool SA (2 711) and Tianyu SA (908).

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 increased 1,4% to close at R191,88/kg; 18,5 microns moved 0,4% down to close at R185,39/kg; 19 microns gained 1,4% to close at R186,69/kg; 19,5 microns weakened by 0,3% to close at R182,71/kg; 20 microns was 0,4% stronger to close at R179,87/kg; 20,5 microns won 0,4% to close at R178,61/kg; 21,0 microns lost 1,2% to close at R175,28/kg; 21,5 microns improved by 2,4% to close at R178,97/kg; 22 microns fell 0,6% to close at 178,27/kg and 22,5 microns declined by -1,0% to close at R170,34/kg.

The next sale is scheduled for 23 January 2020 where approximately 10 986 bales will be on sale.

\*The detailed Seasonal Receipts Declared Report can be viewed at [www.capewools.co.za](http://www.capewools.co.za)