

National Weekly Wool Market Report

Season: 2010/2011

Sale Date: 30 November/1 December 2010



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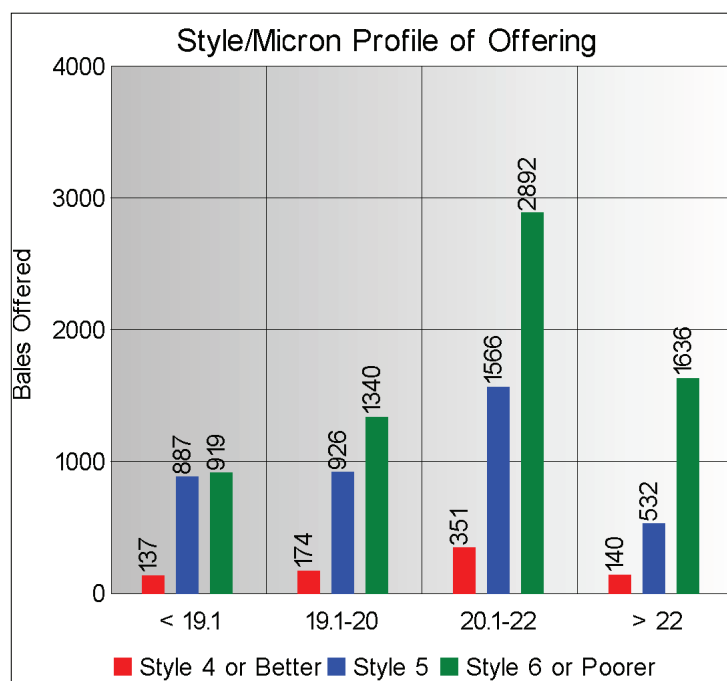
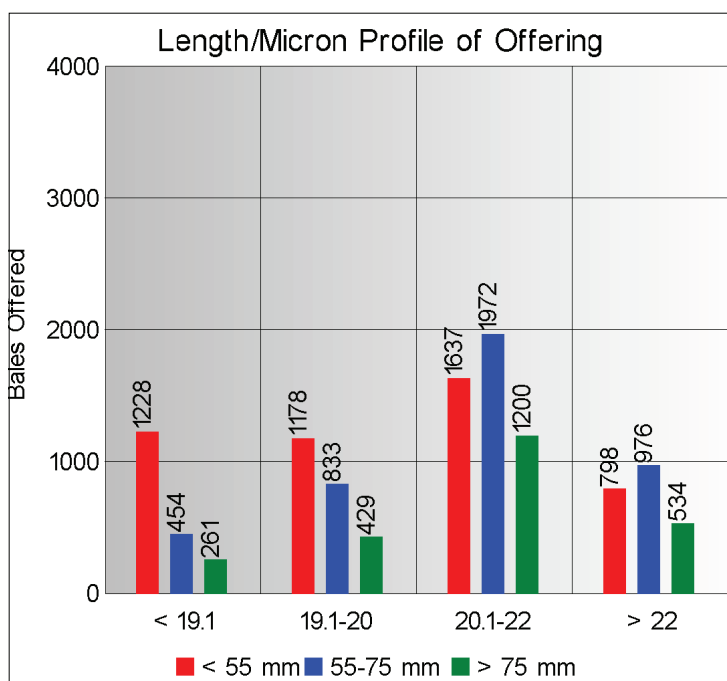
Market Indicators				Buyers			
Indicator Unit	Current Sale	Last Sale	Change	Company	Bales Purchased This Week	% of Purchases	Total Bales Purchased This Season
SA c/kg	6082	6528	-6.8%	Standard Wool SA	3724	32.4%	37536
Ave. to date (10/11)	6082	6082	0.0%	G Modiano SA	1803	15.7%	40728
Ave. to date (09/10)	5679			Stucken & Co	1710	14.9%	16659
US c/kg	865	926	-6.5%	Lempriere SA	1689	14.7%	16830
Euro c/kg	663	692	-4.2%	Segard Masurel SA	800	7.0%	11581
AWEX EMI	994	1031	-3.6%	New England Wool SA	404	3.5%	2364
				Chargeurs Wool SA			

Exchange Rates			
Currency Unit	This Week	Previous Week	% Change
R/USD	7.0288	7.0507	0.3%
R/Euro	9.1714	9.4352	2.8%
R/AUD	6.7592	6.9064	2.1%
USD/AUD	0.9619	0.9795	1.8%

Analysis of Offerings by Broker This Week (Bales)

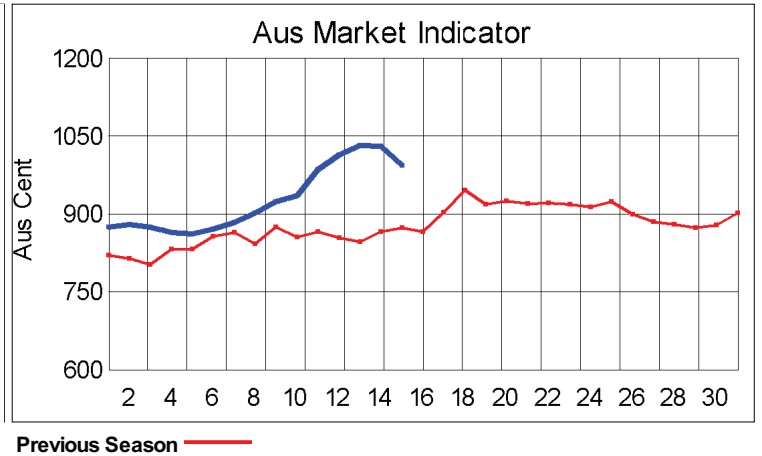
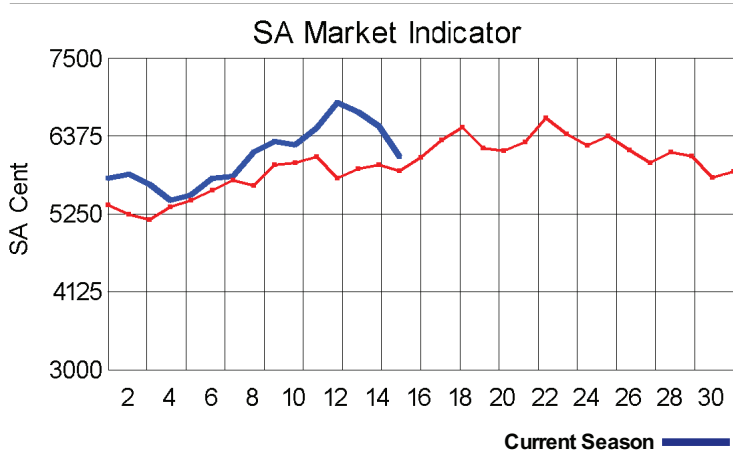
Broker	Merino Fleeces	Merino Bellies	Merino Lambs	Merino Backs	Merino Locks	* Other	Total	% Sold
BKB	2973	574	682	669	458	848	6204	90.9%
CMW	1386	280	420	301	205	224	2816	93.2%
LAN	198	32	15	17	22	154	438	67.6%
SBL	655	99	175	111	83	183	1306	64.7%
VLW	405	76	109	34	56	56	736	98.9%
Total	5617	1061	1401	1132	824	1465	11500	88.1%

* Crossbred types, Coarse and Coloured and Inferior



Receipts 2010/2011 Season

Season to Date (Kg.) 24,062,280.1 Previous Season to Date 24,364,484.9 Percentage Change: -1.24%



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				10032	9470					
18.5			9159	9422	9142	8478	7853			
19.0					7827	7775	6866			
19.5		6976	7370	7103	7028	6900	6317			
20.0		6628	6505	6397	6363	6275	5853			
20.5			6427	6189	6075	6033	5800			
21.0		6392	6109	6133	6041	5942	5673			
21.5		5929	5963	5965	5930	5757	5028			
22.0			5858	5750	5738	5659	5228			
22.5			5757	5705		5421				
23.0		5628	5527	5706		5393				
23.5										
24.0										

* Based on a minimum of 3 lots sold per category

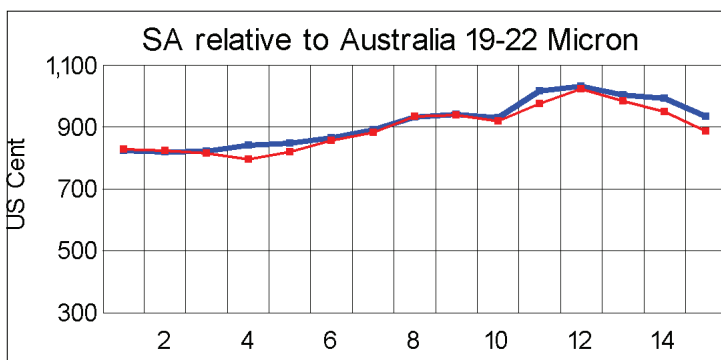
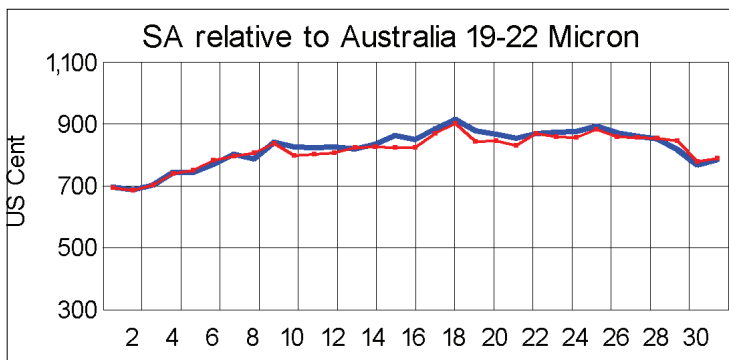
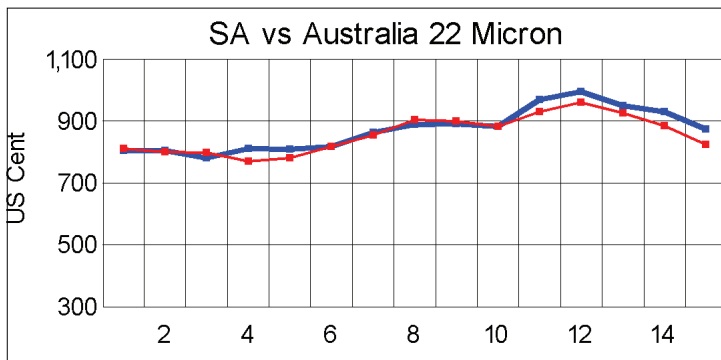
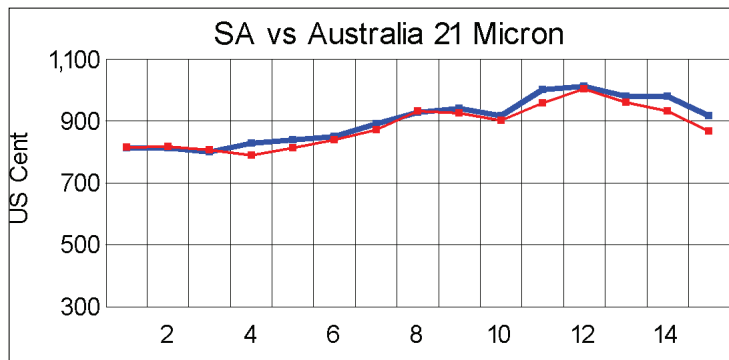
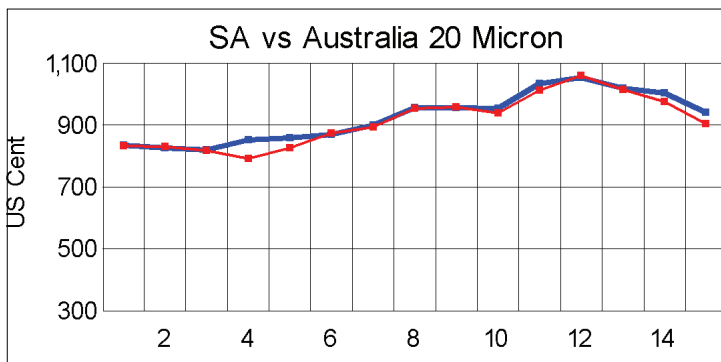
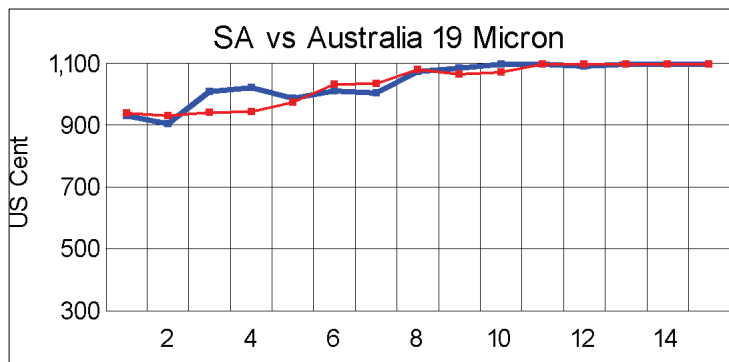
Average Topmaking Styles (AWEX MF6)

Micron	100+mm	90mm	80mm	70mm	60mm	50mm	40mm	30mm	20mm	10mm
18.0										
18.5										
19.0										
19.5				6869	6693	6606				
20.0				6194	5618	5451				
20.5			6121	5959	6016					
21.0				5952	5835	5871	4884			
21.5				5113	5735					
22.0				5646	5613	5404				
22.5				5486						
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	8168	6370		6896	6068	5543
Bellies	8325	6322	5773	6565	6035	5296
Locks				4941	4661	4511
<u>Average Quality</u>						
Lambswool	7834	5799	5342	7093	5743	5251
Bellies	7236	6125	5856	6532	5672	5230
Locks	4571			4755	4515	3946
<u>Inferior Quality</u>						
Fleecewool	6921	5894	5557	7344	6645	4345
Lambswool	7537					
Bellies	6344	5719	5501	6498	5298	5032
Locks				3628	3771	3688



— SA in USc
— Aus in USc

— SA in USc
— Aus in USc

Market Commentary

WOOL PRICES DROP SHARPLY

PORT ELIZABETH: Wool prices dropped sharply at this week's sale and Cape Wools' Merino indicator shed 6,8% to close at R60,82/kg (clean). Although the Australian market was also down, local prices dropped more sharply. The uncertainty regarding Rift Valley Fever (RVF) and the problems in obtaining health certificates for exporting grease wool to China may have been a contributing factor.

Although the Directorate Animal Health of the Department of Agriculture, Forestry and Fisheries is in the process of declaring South Africa free of RVF according to the World Organisation for Animal Health (OIE) protocols, there is a 12-month moratorium on the issuing of health certificates for grease-wool exportation to China.

The drop in prices also coincided with the lowest clearance rate this season. Only 88% of the 11 500 bales on offer was sold. The rand, at R7,00, was a marginal 0,3% up against the US dollar, while it had appreciated by 2,8% against the euro at R9,17.

Major buyers were Standard Wool SA (3 724 bales), Modiano SA (1 803 bales), Stucken (1 710 bales), and Lempriere (1 689 bales). Prices for long fine wools of 19 micron and finer were relatively stable and improved by 1,4%. A fresh record price of R100/kg (greasy) was obtained for one bale MF280 of 15,8 microns offered by Stuart Dewing from the farm Highlands in the Cathcart district. He was the winner of the 2009/10 Zegna fine-wool competition.

Average prices for good top-making (MF5), sound, long fleeces (less than 1% seed content) were as follows: 19 microns gained 1,4% to R88,53/kg; 20 microns were 7,7% cheaper at R63,69/kg; 21 microns were down by 7,2% to R61,14/kg, and 22 microns shed 7,2% to close at R58,02/kg.

Approximately 11 500 bales will be offered next week's sale, which is the final sale before the Christmas recess.