

CAPE WOOLS SA
Final Wool Sales Report and Price Summary

Auction Date **21-Feb-2007**
Catalogue Number **MB22**



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Market Commentary

WOOL MARKET SLIGHTLY SOFTER

PORT ELIZABETH: The wool market held up well at this week's sale despite a stronger currency and Cape Wools' overall indicator closed down a marginal 0,5% at R37,89/kg (clean).

The rand was up 0,9% against the US dollar at R7,10 compared with the previous sale two weeks ago and traded at R9,33 (up 0,3%) against the euro.

Prices of individual types of long fleece wools (spinners and good topmaking styles) were mixed depending on length and micron.

A total of 10 735 bales were offered and 96% was sold. Major buyers were SA Wool Exporters (1 963 bales), Stucken (1 689 bales), Chargeurs Wool (1 420 bales), Modiano (1 301 bales), ADF (1 187 bales) and Segard Masurel (1 091 bales).

Average price movements for AWEX-type fleeces MF3, MF4 and MF5 of 70 and 80 mm were as follows: There were no quotes for 19 microns; 20 microns were down 3,1% at R53,94/kg; 21 microns shed 1,7% at R52,62/kg; 22 microns were 1,5% cheaper at R51,26/kg, 23 microns were down 5,6% at R47,97/kg. There were no quotes for 24 and 25 microns.

Approximately 8 000 bales will be offered at next week's sale

Auction Analysis

Composition of Fleece Offerings			Analysis of Offerings					
Description	% This Week	% Prev Sale	Description	This Week			Previous Sale	
				%	Bales	% Sold	Bales	% Sold
Long Wool	57.8	77.6	Merino Fleeces	33.4	3 581	96.9	4 581	99.1
Medium Wool	32.4	18.5	Merino Bellies	6.0	640	88.8	614	94.1
Short Wool and Locks	9.7	3.9	Merino Lambs	6.7	721	90.3	738	94.7
Fine Wool (<20μ)	19.6	39.1	Merino Locks	6.6	706	98.0	784	98.5
Medium Wool (20 - 22μ)	63.1	52.4	Other	47.4	5 087	97.0	3 524	92.2
Strong Wool (22 - 24μ)	16.7	8.2	Total	100.0	10 735	96.1	10 241	96.0
Overstrong (24 - 27μ)	0.6	0.3						

Other Indicators

Offerings per Port

Indicators	This Week	Prev Sale	% Change	Ports	This Week (Bales)			Prev Sale (Bales)	
					Offered	Sold	% Sold	Offered	Sold
SA Market Indicator	3 789	3 808	-0.5	Cape Town	1 106	975	88.2	746	694
AWEX EMI	910	935	-2.7	Durban	3 121	3 003	96.2	4 618	4 447
R/US Dollar	7.1023	7.1646	0.9	Port Elizabeth	6 508	6 335	97.3	4 877	4 695
R/A Dollar	5.6007	5.5709	-0.5	Total	10 735	10 313	96.1	10 241	9 836
R/Euro	9.3321	9.3019	-0.3						

Receipts 16 February 2007

Main Buyers

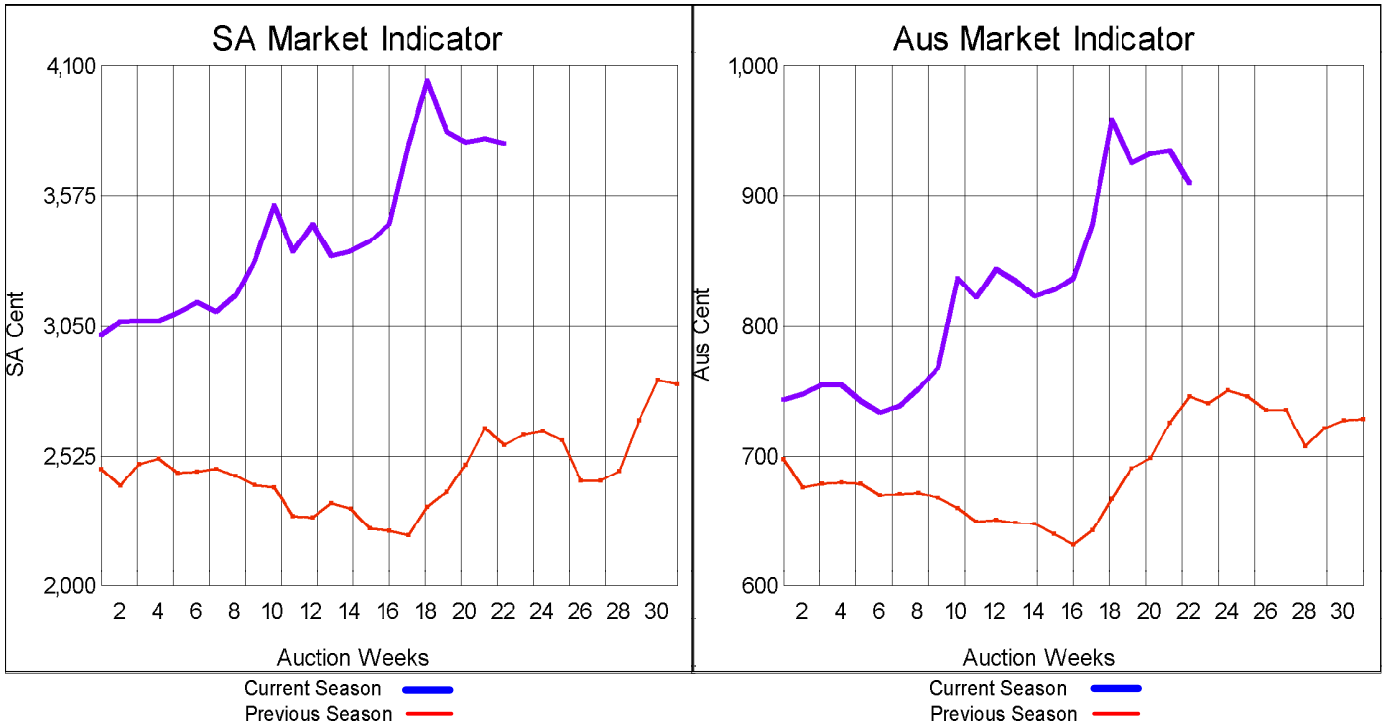
Buyers	This Week	% of Sale	To Date	Season to Date (Kg)		Last Season (Kg)		% Change
				34 450 639	33 837 242	1.8		
S A Wool Exporters	1 963	19.0	36 973	Next Auction				
Stucken	1 689	16.4	28 627	Name		Date		Offerings (Bales)
Chargeurs Wool	1 420	13.8	24 235	S A Wool Exchange		28/02/2007		± 8 000
G Modiano	1 301	12.6	52 790	Van Lill Wool Buyers		-		-
ADF	1 187	11.5	8 753	Saunders et al.		-		-
Segard Masurel	1 091	10.6	29 834	Lanata		-		-
Lempriere (Aus) Ltd	894	8.7	2 491	SA Market Indicator		- MB22		3 789
Beier Fin	742	7.2	15 100	Ave SA Market Indicator - Season to Date				3 410
New England Wool	26	0.3	923	Ave SA Market Indicator - Previous Season				2 461

Cape Wools SA

Fleece Wool Prices (Spinners and Good Topmaking Styles, AWEX Types MF3,MF4 and MF5)

Micron	Average Price (c/kg. clean) *										Percentage change from previous catalogue									
	100 mm	90 mm	80 mm	70 mm	60 mm	50 mm	40 mm	30 mm	20 mm	10 mm	100 mm	90 mm	80 mm	70 mm	60 mm	50 mm	40 mm	30 mm	20 mm	10 mm
18.0				6382	5927															
18.5		6532			5706							1.0								
19.0					5765		4665													
19.5			5806	5788	5512	5339	4734						-2.7	-1.1	-2.5	3.3				
20.0		5530		5394	5336	5284							-0.7		-2.3	-1.8	8.6			
20.5		5434	5424	5341	5281	5011	4364						-1.4	-1.4	0.3	0.3	1.1			
21.0		5329	5282	5241	5187	4924	4279						-0.3	-1.8	-1.6	1.7	0.9	-3.0		
21.5		5198	5223	5154	5063	4861	4357						-2.5	-1.5	-1.3	-1.3	-1.5			
22.0		5190	5120	5132	5004	4741							-0.5	-2.6	-0.5	-2.0	-2.5			
22.5			5026	4974	4957	4704	3821							-2.2	-2.9	0.3				
23.0		4985	4797		4899									-6.0		-0.7				
23.5			4984	4866												0.8				
24.0			4914																	

* Based on a minimum of 3 lots sold per category



Cape Wools SA

Fleece Wool Prices (Average Topmaking Style, AWEX type MF6)

Micron	Average Price (c/kg. clean)*										Percentage change from previous catalogue									
	100 mm	90 mm	80 mm	70 mm	60 mm	50 mm	40 mm	30 mm	20 mm	10 mm	100 mm	90 mm	80 mm	70 mm	60 mm	50 mm	40 mm	30 mm	20 mm	10 mm
18.0																				
18.5																				
19.0																				
19.5																				
20.0			5487			5087									6.9					
20.5			5397	5011	5016	4919														
21.0			5223	5172		4706								-0.6			-1.3			
21.5			5029	5099										-2.9	1.3					
22.0					4839		4087													
22.5			4998												1.0					
23.0																				
23.5																				
24.0																				

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

Other Selected Types/Qualities

Price per Kilogram

	Long			Medium		
	19μ	20μ	21μ	19μ	20μ	21μ
Good Quality						
Lambswool	5801	5435	5120	5000	4681	4472
Bellies		4970	4872	5552	4396	4585
Locks		2674		3162	3043	2823
Average Quality						
Lambswool	5625	5242	5262	5064	4278	4120
Bellies	5518	5007	4845	4393	4621	4250
Locks			3081	4178	2853	2737
Inferior Quality						
Fleecewool	5358	5119	4707	4774	4688	
Lambswool		4126	5135		4737	
Bellies	4080	4294	4154	4751	4425	3820
Locks		2735	2654	3468	2577	2464

Industry News

Wool features strongly at major trade fairs

Wool was riding high and the mood was buoyant at last week's Ideabiella fabric show in Milan, the major showcase for the new spring/summer collections of upmarket Italian and British weavers, reports leading UK textile publication *The Wool Record Weekly*.

Optimism was the order of the day and all the main customers from around the world have made appointments to view the new fabrics.

This upbeat tone in Milan follows a huge boost for wool at the big European trade fairs in January and February. Wool was also well represented in major shows in the United States.