

National Weekly Wool Market Report

Season: 2019/2020

Sale Date: 09 & 10 October 2019



CAPE WOOLS SA

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

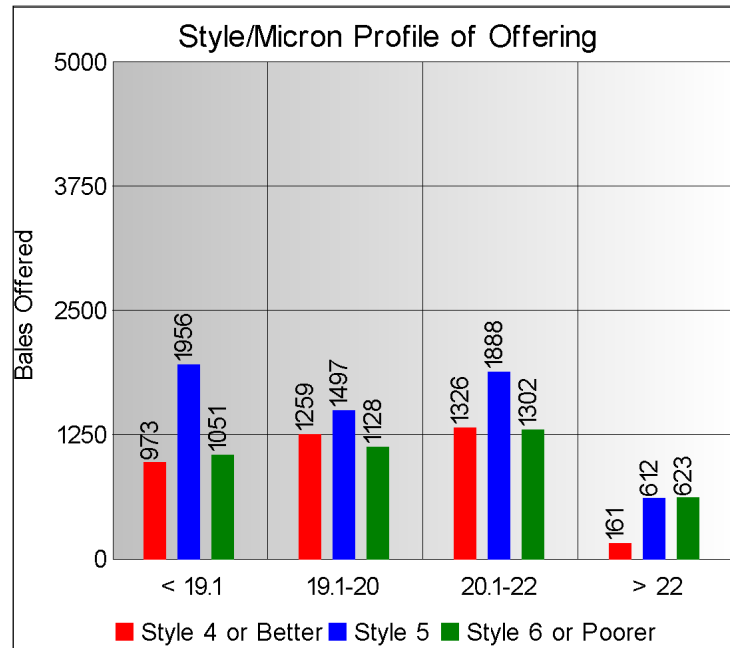
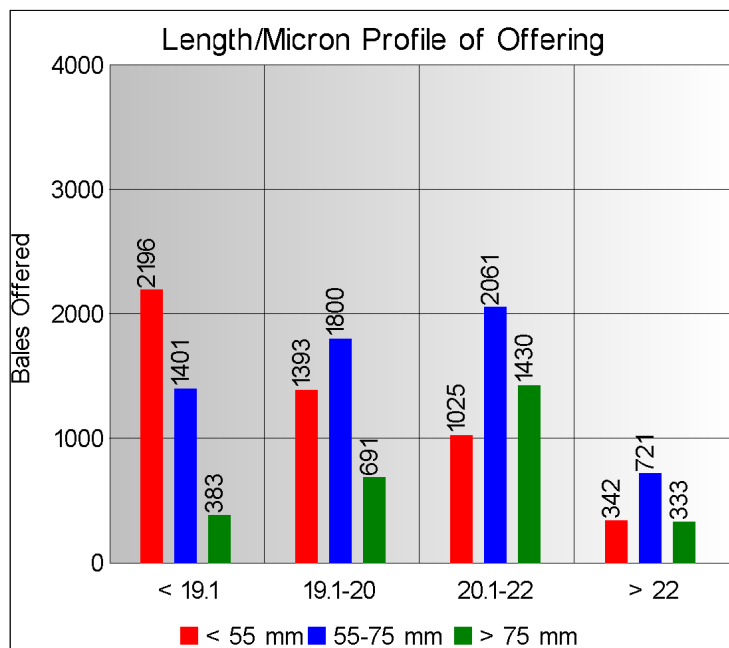
SA Merino Indicator				Buyers			
Indicator Unit	Current Sale	Last Sale	Change	Company	Bales Purchased This Week	% of Purchases	Total Bales Purchased This Season
# SA c/kg	16982	16760	1.3%	Lempriere SA	3702	26.9%	10268
Ave. to date (19/20)	16421	16280	0.9%	G Modiano SA	3140	22.8%	11876
Ave. to date (18/19)	24048			Standard Wool SA	2869	20.8%	9937
US c/kg	1123	1095	2.6%	Tianyu SA	1456	10.6%	4106
Euro c/kg	1085	1002	8.2%	Stucken & Co	1103	8.0%	4499
AWEX EMI	1543	1558	-1.0%	Segard Masurel SA	398	2.9%	1566
Exchange Rates				New England Wool SA	129	0.9%	1105
Currency Unit	This Week	Previous Week	% Change				
R/USD	15.1207	15.3062	1.2%				
R/Euro	15.6558	16.7227	6.4%				
R/AUD	10.2131	10.2375	0.2%				
USD/AUD	0.6755	0.6687	-1.0%				

Analysis of Offerings by Broker This Week (Bales)

Broker	Merino Fleeces	Merino Bellies	Merino Lambs	Merino Backs	Merino Locks	* Other	Total	% Sold
BKB	4554	682	723	0	443	614	7016	93.8%
CMW	3017	344	507	170	224	315	4577	92.2%
HOF	99	8	14	0	4	1	126	82.5%
JLW	168	40	19	0	21	62	310	97.7%
MAS	248	43	41	0	40	60	432	78.0%
QWB	388	52	90	0	46	101	677	97.1%
VLW	404	46	72	0	49	67	638	92.5%
Total	8878	1215	1466	170	827	1220	13776	92.9%

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

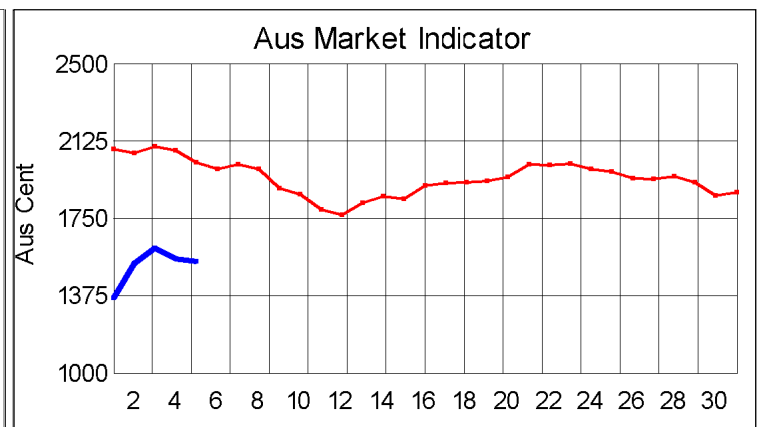
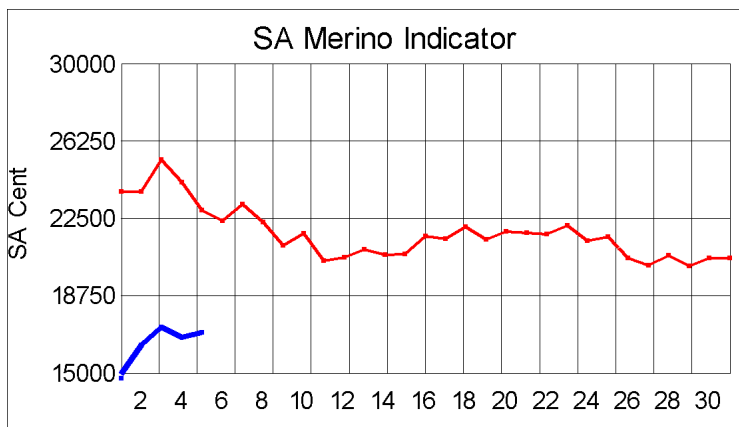
2019/20 Declared Receipts : 22 September 2019

10,193,929.7

2019/20 Declared Receipts : 10 October 2019

12,151,467.6

Percentage Change (Year-on-Year) : 0.15



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			18517	19096	18122	17440	15672			
18.5			18872	18597	17956	17333	15440			
19.0			18614	18223	17387	16490	14759			
19.5		18093	18451	18262	17002	16104	13865			
20.0		17436	17793	17478	16851	15772	13561			
20.5		17375	17604	17561	16637	15544	12587			
21.0		17281	17507	17533	16382	14835	12294			
21.5			17376	17118	16294	15246				
22.0			17844	17156	16264					
22.5			17221	16549	15976					
23.0			16957							
23.5			16739							
24.0										

* Based on a minimum of 3 lots sold per category

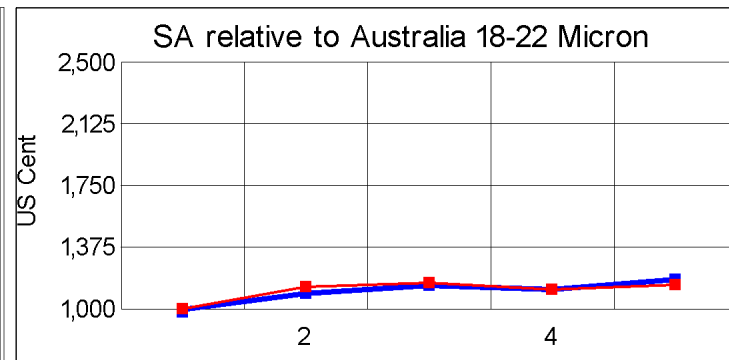
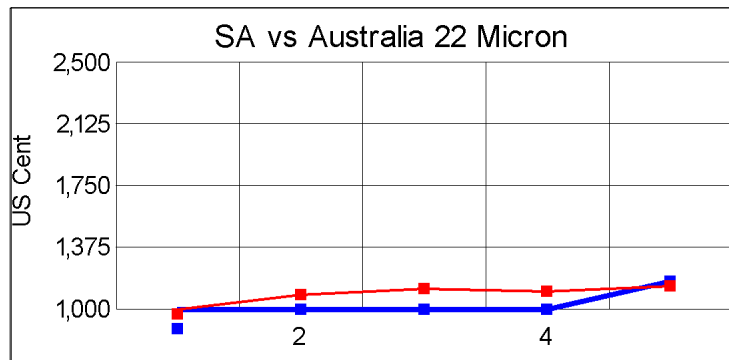
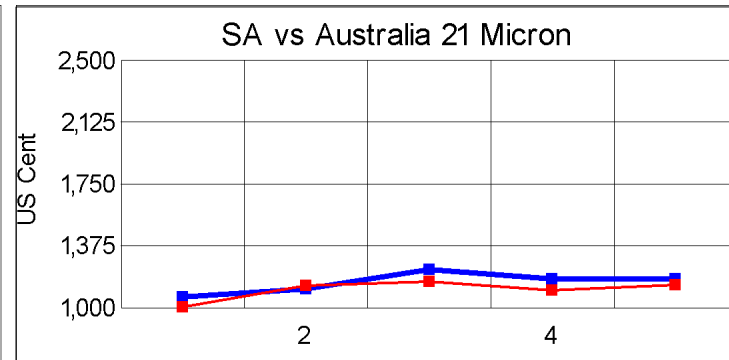
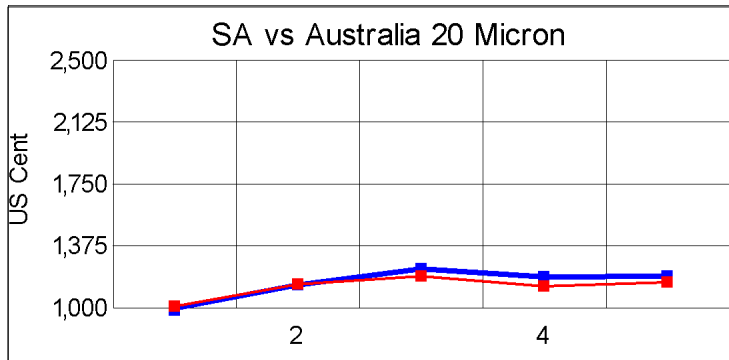
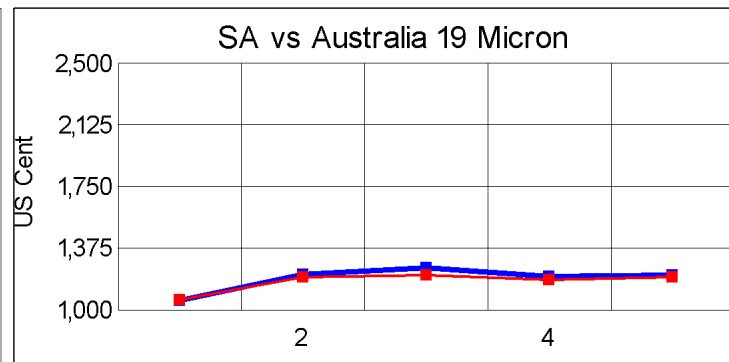
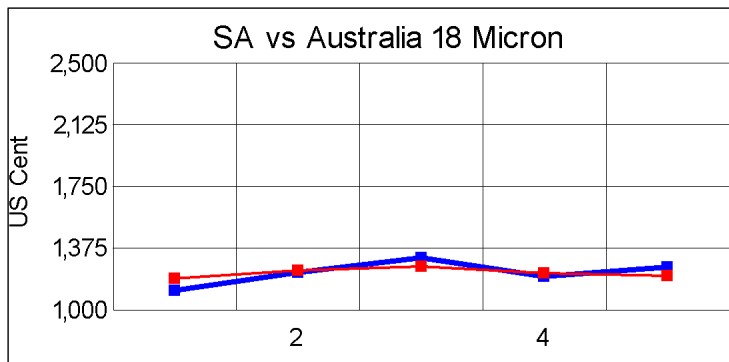
Average Topmaking Styles (AWEX MF6)

Micron	100+mm	90mm	80mm	70mm	60mm	50mm	40mm	30mm	20mm	10mm
18.0					17270					
18.5				17537						
19.0			17860	17901						
19.5						16327				
20.0			17370	16985	15931	14629				
20.5			16995	15621						
21.0		17050	16946	16686	16690	15370				
21.5				16528	16427	12792				
22.0			16709	16367						
22.5				16200						
23.0			16540							
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	18280	17618	17193	14766	13687	11791
Bellies	16378	15390		13869	15396	12410
Locks				12062	11747	
<u>Average Quality</u>						
Lambswool	17833	17065	17550	13713	13121	11453
Bellies	15479	15138	14613	13710	12838	11864
Locks				9950	9043	8657
<u>Inferior Quality</u>						
Fleecewool	16716	15608	15018	15524	13784	13742
Lambswool	16594	15977	15832	13947	15461	
Bellies	15255	14969	14230	13029	12549	10907
Locks				7130	5981	4957



— SA in USc
— Aus in USc

— SA in USc
— Aus in USc

Market Commentary

Cape Wools Weekly Market Report - 10 October 2019

Port Elizabeth - The 6th sale of the 2019/20 wool season took place today with 13 776 bales on offer of which 92,9% was sold. The wool market closed 1,3% (222 points) up at a value of R169,82 c/kg (Clean), with the Cape Wools All Wool Indicator closing 1,7% higher. The Australian EMI moved 1,0% down this week.

This week saw the Rand at 1,2% stronger against the US Dollar and 6,4% stronger against the Euro, compared with the average rate at the previous sale. The market improved by 2,6% in US Dollar terms. The wool market lifted its head after last week's decline, but was hampered by a strong SA currency, with the strengthening against the Euro at a significant 6.4%. The large offering of 13 776 bales consisted of good quality length and micron wool. The biggest move in the market was seen in the 20.5 to 23.0 micron wools.

The market followed the upward trend in this weeks' Australian sale with much improved competition from all the buying houses, which was partly attributable to the resumption of business activities after the Chinese holidays. The limited volume of short wool on offer resulted in a far bigger increase in this section of the clip with certified wools also attracting premiums on today's sale. The major buyers on today's sale were: Lempriere SA (3 702), Modiano SA (3 140), Standard Wool SA (2 869), and Tianyu SA (1 456).

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 decreased 2,5% to close at R182,97/kg; 18,5 microns moved 0,3% up to close at R183,94/kg; 19 microns gained 0,1% to close at R181,64/kg; 19,5 microns strengthened by 0,6% to close at R179,37/kg; 20 microns was 0,8% stronger to close at R174,78/kg; 20,5 microns won 0,8% to close at R172,44/kg; 21,0 microns recovered 1,7% to close at R172,31/kg; 21,5 microns improved by 1,3% to close at R171,94/kg; 22 microns rose 2,2% to close at 172,20/kg and 22,5 microns climbed by 1,5% to close at R172,32/kg.

The next sale is scheduled for 17 October 2019 where approximately ± 13 121 bales will be on sale.