

National Weekly Wool Market Report

Season: 2018/2019

Sale Date: 21 & 22 August 2018



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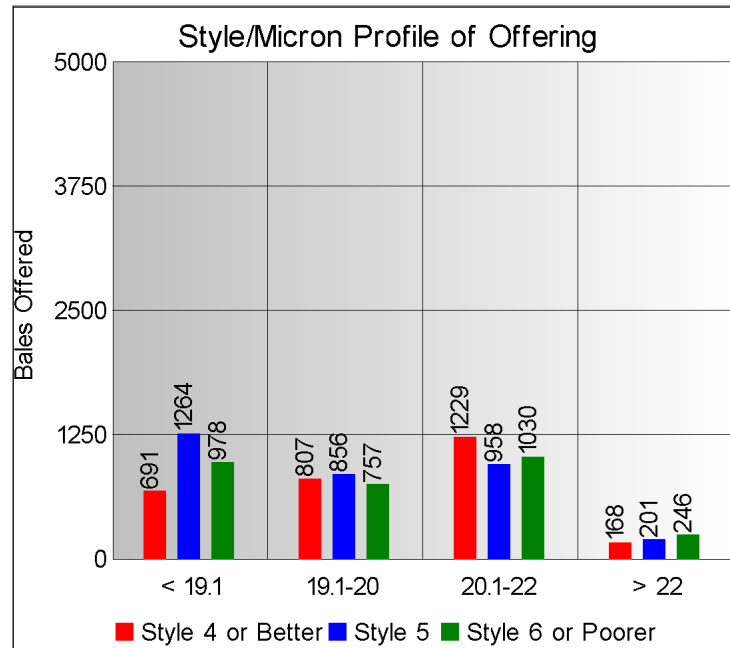
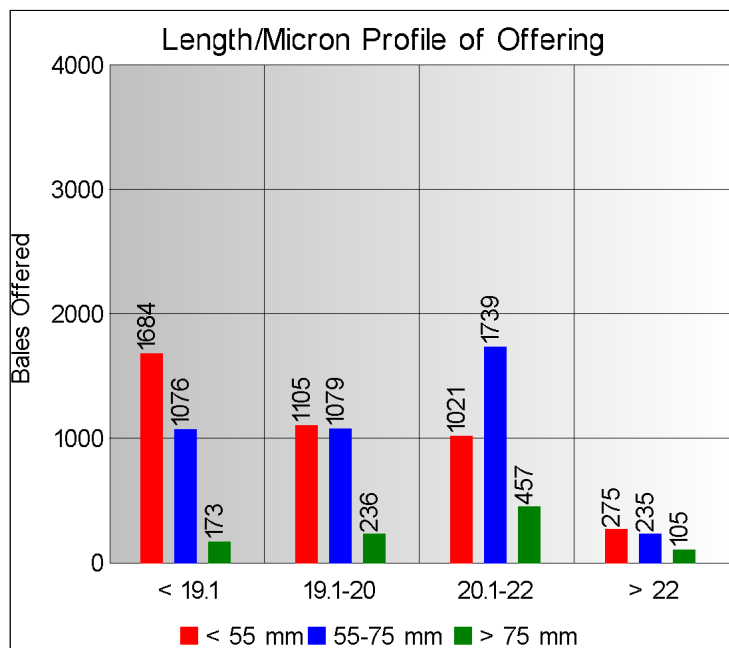
SA Merino Indicator				Buyers			
Indicator Unit	Current Sale	Last Sale	Change	Company	Bales Purchased This Week	% of Purchases	Total Bales Purchased This Season
# SA c/kg	23809	23829	-0.1%	G Modiano SA	2800	30.5%	6765
Ave. to date (18/19)	23819	23829	-0.0%	Standard Wool SA	2646	28.8%	6629
Ave. to date (17/18)	18211			Lempriere SA	1225	13.3%	2647
US c/kg	1656	1645	0.7%	Tianyu SA	1133	12.3%	2263
Euro c/kg	1430	1453	-1.6%	Stucken & Co	921	10.0%	2074
AWEX EMI	2068	2089	-1.0%	Segard Masurel SA	195	2.1%	724
Exchange Rates				New England Wool SA	126	1.4%	194
Currency Unit	This Week	Previous Week	% Change	H Dawson Sons & Co			
R/USD	14.3760	14.4856	0.8%				
R/Euro	16.6555	16.4010	-1.6%				
R/AUD	10.5634	10.4623	-1.0%				
USD/AUD	0.7345	0.7221	-1.7%				

Analysis of Offerings by Broker This Week (Bales)

Broker	Merino Fleeces	Merino Bellies	Merino Lambs	Merino Backs	Merino Locks	* Other	Total	% Sold
BKB	3028	433	694	0	466	856	5477	98.1%
CMW	1337	307	393	193	403	587	3220	98.9%
MAS	261	42	67	0	42	76	488	100.0%
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	4626	782	1154	193	911	1519	9185	98.5%

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

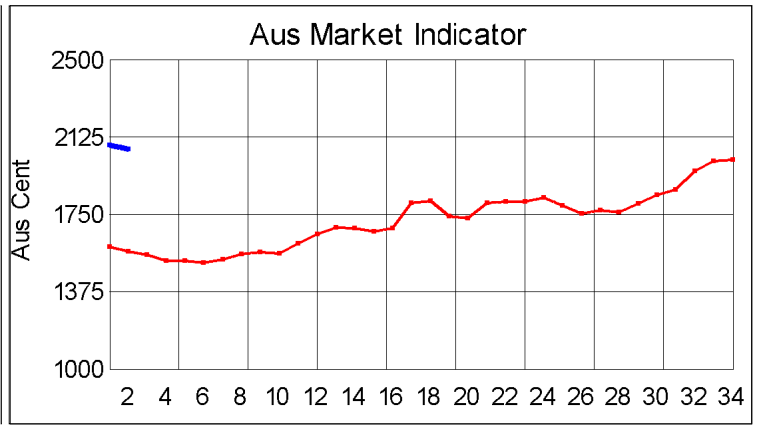
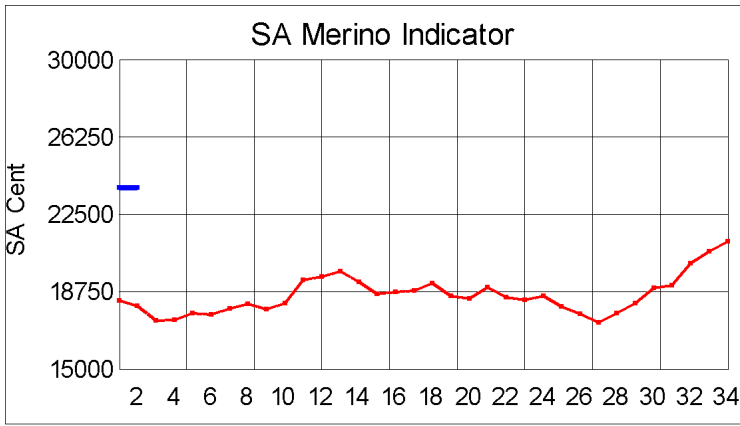
2018/19 Declared Receipts : 29 July 2018

2,948,809.6

2018/19 Declared Receipts : 19 August 2018

4,838,086.4

Percentage Change (Year-on-Year) : +1.89



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			27592	27221	26205	24716	24390			
18.5			26351	26325	24663	24218	22304			
19.0			25610	25060	24289	23023	22650			
19.5			25014	24702	23952	22925	21475			
20.0			24395	24073	23422	22956	20613			
20.5			23947	23892	23087	22135	21007			
21.0			24050	23662	23093	21751	20157			
21.5			23929	23823	23150	21764	20141			
22.0			23671	23746	23103		18569			
22.5				23662	22859					
23.0				23246	22268					
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						22479				
20.0										
20.5										
21.0							20034			
21.5										
22.0										
22.5										
23.0										
23.5										
24.0										

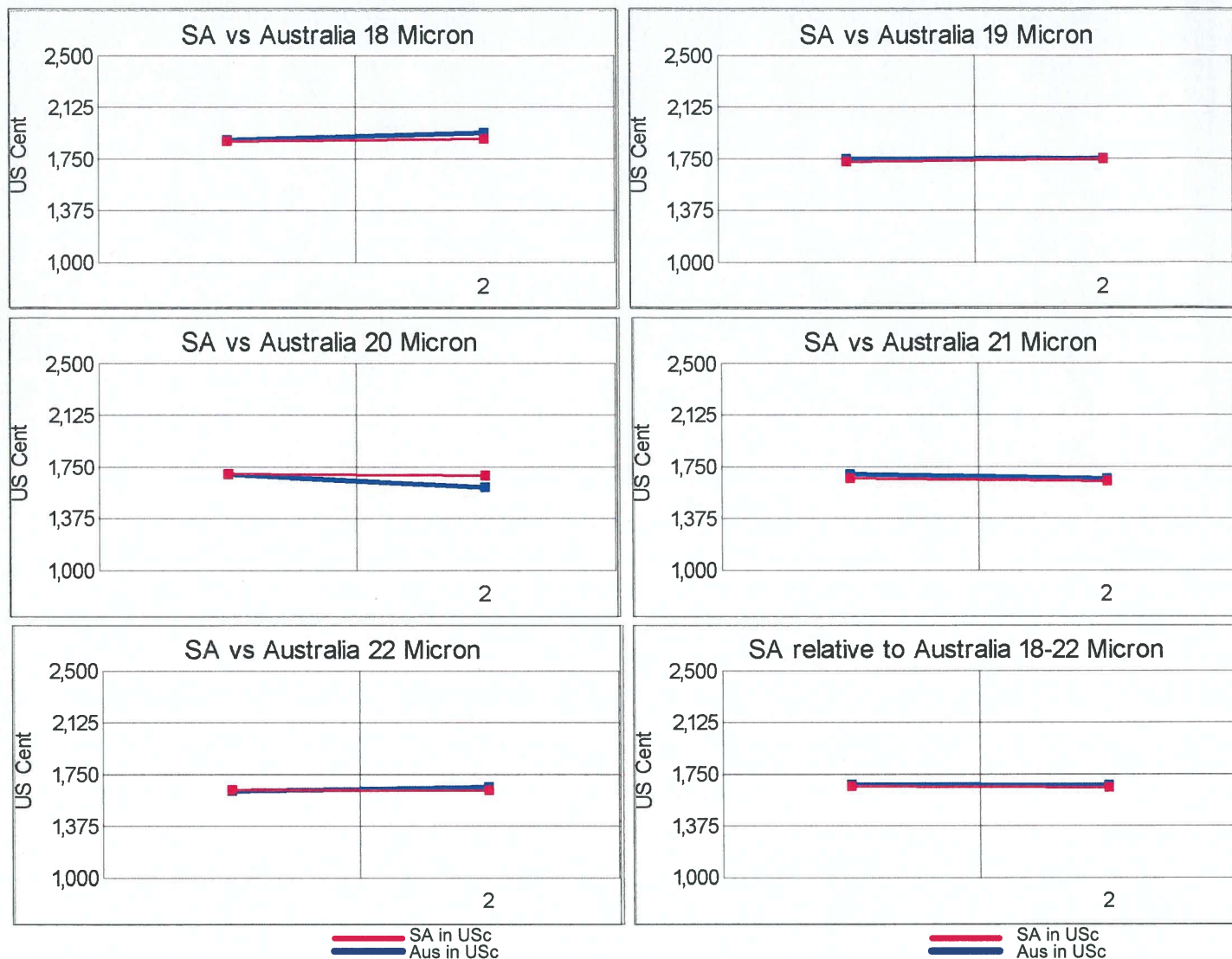
* Based on a minimum of 3 lots sold per category

Other Selected Types/Qualities

Long

Medium

	19μ	20μ	21μ	19μ	20μ	21μ
<u>Good Quality</u>						
Lambswool						
Bellies						
Locks						
<u>Average Quality</u>						
Lambswool						
Bellies						
Locks						
<u>Inferior Quality</u>						
Fleecewool						
Lambswool						
Bellies						
Locks						



Market Commentary

WOOL MARKET 0,1% LOWER

Port Elizabeth - The wool market maintained most of its' recent impressive gains at the second sale of the new wool selling season with the Cape Wools Merino Indicator decreasing slightly by 0,1% and by 20 points to close at a value of R238,09 (Clean). The Australian EMI lost 1,0% this week. The Cape Wools All Wool Indicator decreased by 0,1%

The strong demand for South African Merino Wool across all length and micron categories continues to drive the market. The market traded only slightly softer and a marginally stronger Rand also resulted in the small decline on the market.

Modiano bought the most bales on offer and 97.92% of the 9185 bales was sold on the day.

This week saw the Rand at R14,38 to the US Dollar and R16,66 to the Euro. The Rand was 0,8% stronger against the US Dollar and 1,6% weaker against the Euro, compared with the average rate at the previous sale. The offering comprised of 9 185 bales of which 98,5% was sold. Major traders were Modiano (2 800), Standard Wool SA (2 646), Lempriere SA (1 225), and Tianyu SA (1 133).

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 0,1% to close at R272,68/kg; 18,5 microns moved 0,5% up to close at R260,83/kg; 19 microns gained 0,2% to close at R251,24/kg; 19,5 microns weakened by 1,1% to close at R244,84/kg; 20 microns was 1,4% weaker to close at R243,05/kg; 20,5 microns lost 0,3% to close at R238,71/kg; 21,0 microns lost 1,9% to close at R237,18/kg; 21,5 microns decreased by 1,1% to close at R234,84/kg; 22 microns decreased by 1,0% to close at 235,22/kg and 22,5 microns climbed by 2,5% to close at R234,21/kg.

The next sale is scheduled for 03 September 2018 where approximately ±11 215 bales will be on sale.

*The detailed Seasonal Receipts Declared Report can be viewed at www.capewools.co.za