

B2007 SALE REPORT

SALE DATE 15 JUNE 2007 BY AUCTION AT NARRANDERA
34000 KGS OFFERED – 100% CLEARANCE

MANAGER'S COMMENT

Once again the quality of mohair on offer and the level of preparation of the sale was praised highly by all participating buyers. However prices didn't meet pre-sale expectations due to a combination of factors including uncertainty in the South African Cape due to exchange rate fluctuations, and the high A\$ of approx US\$0.83. This had a negative effect on prices able to be paid on the day.

Although prices were down the sale average of \$11.65 per kg across all lines sold is still a reasonable achievement and producers can be assured that both the auctioneer and AMMO Ltd did everything they could to push prices to their upper limits.

The Top kid price was 2435 cents/kg for a line of B length Super Fine Kid Mohair and the B length Fine Kid made 2350 cents/kg. The trend continued for micron to be the priority when determining price as illustrated by the 2170 cents per kg for a second style line of Kid Mohair which tested at 23.3 micron. B length lines (10-12cms for kid and 11 – 13 cms for other lines) again were keenly sought after.

It is encouraging in these difficult times to be able to offer 34000 Kgs, so soon after our previous (April 2007) sale. Hopefully we may soon see a positive and prolonged change in the weather pattern which may bring about increased production of mohair in the longer term as producers build up their herds once again. Although this is an acceptable quantity in light of the severity of the drought, supply both nationally and internationally still remains a major concern.

For this sale the bulk of the fibre on offer was generally of a better average staple length than the previous sale, and there was also less "C" length fibre than the previous sale.

Of particular interest was the number of sub-23 micron lots on offer; these lots ranged from a very fine 21.4 to 22.5 microns. This may be as a result of breeding for fineness or a combination of fine bloodlines and the continuing environmental and nutritional effect of the drought.

VM content for the main lines was generally similar to those of the previous sale or slightly less.

Combing yields for the main lines were generally good to very good, ranging from, 72.9% to 89.8%, with the majority of types testing between 77.9% and 84%. It appears growing conditions in at least some regions may have already turned around, which may explain the improvement in yields.

AMMO Ltd - B2007 Sale Prices

DESC	Price	NETT KGS	MEAN Diameter	CVD	YIELD	TOTAL Veg.Fault	BALES
BSFKID	2435	216	22.5	28.4	80.0	0.4	1
AFKID	2290	1004	23.7	29.1	81.4	0.7	5
BFKID	2350	770	22.3	30.0	83.3	0.6	4
AKID	2050	215	26.6	27.4	81.0	0.6	1
BKID	1950	625	26.7	28.1	72.9	0.4	3
ASKID	1900	208	27.8	27.0	80.8	0.6	1
BSKID	1775	765	27.6	28.6	76.6	0.5	4
FKID2	2360	181	21.4	30.4	81.7	1.0	1
KID2	2170	157	23.3	28.8	80.0	1.1	1
CFKID	1560	227	22.0	28.6	82.0	1.0	1
CKID	1259	151	25.0	26.8	78.8	0.4	1
KIDV	1285	361	22.7	30.0	75.7	4.0	2
AYG	1440	937	30.0	27.6	82.5	0.4	5
BYG	1480	2001	29.4	30.2	80.3	0.6	10
BFYG	1450	159	30.2	24.8	89.8	0.5	1
YG2	1480	340	27.8	29.9	80.8	0.7	2
YGK	1445	201	30.4	32.6	80.9	0.7	1
CYG	1120	1278	28.7	30.0	78.5	0.7	7
YGV	1340	183	28.3	30.4	77.9	2.5	1
YGV	980	297	28.1	28.5	75.4	5.3	2
AFFH	1095	1143	32.4	30.9	81.9	0.6	6
BFFH	1053	4150	32.7	31.9	81.6	0.5	21
AFH	1005	588	35.8	31.8	83.2	0.5	3
BFH*	1030	2142	34.3	33.5	82.1	0.4	11
FH2	1110	188	28.2	30.9	80.6	0.6	1
FHK*	975	2364	32.9	35.0	84.9	1.0	12
CFFH	970	847	31.6	31.6	80.3	0.5	4
CFH	910	914	32.4	32.7	81.5	0.5	5
FHKK	650	180	31.4	40.8	85.8	0.8	1
FHV	900	416	32.9	34.3	78.8	2.8	2
FHV	815	888	31.7	32.5	78.1	4.5	5
HAIR	950	1310	35.6	32.9	80.7	0.5	7
HK	900	806	34.4	36.0	80.8	0.7	4
KKK	500	74	N/T				Part
FSCOT	1460	168	25.4	28.7	72.9	0.7	1
SCOT	1320	1077	30.5	33.1	80.3	0.8	6
SCOT	980	529	34.5	32.8	83.3	1.4	3
HCOT	730	300	32.8	38.1	84.1	0.6	2
FLSTN	1070	417	25.1	34.3	78.8	1.4	2
LSTN*	930	2789	31.0	35.5	80.3	1.3	15
LSTN	890	416	34.6	34.7	81.1	1.8	2
HSTN	550	1171	31	37.7	66.4	2.0	6
LOCKS	290	502	N/T				3
STNV	425	419	32.0	38.4	74.8	5.6	2