

9th June 2015

The Commissioners
Commerce Commission
44 The Terrace
PO Box 2351
Wellington 6140

Proposed CWH/NZWSI Wool Scouring Merger

Dear Commissioners

procurement, wool handling and wool
exporting business.

firmly believes that Cavalier Wool Holdings and New Zealand Wool Services merging their scouring operations is the right thing to do for the New Zealand wool industry. Greasy wool scouring in Australia has all but disappeared and this move in New Zealand makes logical commercial sense through retaining and "rightsizing" onshore capacity with falling sheep numbers.

also wishes to ensure, that through this merger, due to lack of competition, there is no deliberate attempt to exploit and increase scouring costs, and in fact considers the merger to bring increased efficiency with larger volume of wool being scoured through two scours and ultimately reduced scouring costs.

Yours sincerely