OER Performance of Malaysian Oil Palm Mills – July 2017

Malaysia's CPO extraction rates (OER) in July 2017 recorded at the same level as the previous month's performance, i.e. at 19.71 percent. However, OER in July 2017 was lower compared to the corresponding month in 2016, i.e. decreased by 0.42 percent from 20.13 percent.

In July 2017, seven (7) CPO producing states in Malaysia recorded decreases in OER performance as compared to June 2017, ranged from 0.02 percent to 0.23 percent. Kedah recorded the highest decreases in OER performance, which is declined by 0.23 percent to 20.06 percent. It was

followed by Johor, Pahang, Kelantan, and Negeri Sembilan, i.e. down by 0.17 percent, 0.12 percent, 0.09 percent and 0.03 percent to 19.07 percent, 19.22 percent, 19.85 percent and 18.96 percent respectively. Four (4) states, namely Selangor, Other States (Melaka & Penang), Sabah and Sarawak were recorded increases of 0.06 percent, 0.17 percent, 0.30 percent and 0.07 percent respectively as compared to OER performance in June 2017. (Refer Table 1)

Table1.
OER PERFORMANCE BY STATES
JULY 2017 AND JUNE 2017 (%)

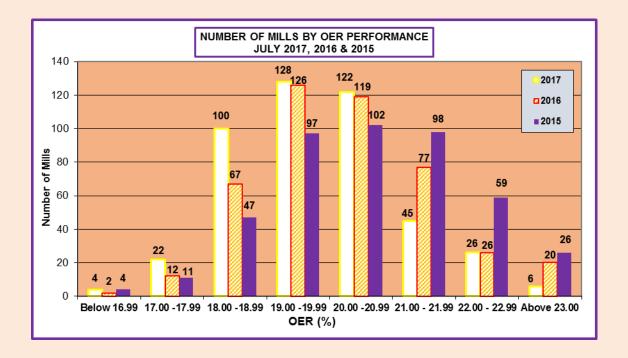
STATES	JULY	JUNE	DIFF. (Actual)
JOHORE	19.07	19.24	-0.17
KEDAH	20.06	20.29	-0.23
KELANTAN	19.85	19.94	-0.09
N.SEMBILAN	18.96	18.99	-0.03
PAHANG	19.22	19.34	-0.12
PERAK	19.10	19.12	-0.02
SELANGOR	18.86	18.80	0.06
TERENGGANU	19.35	19.37	-0.02
OTHER STATES	19.74	19.57	0.17
P. MALAYSIA	19.18	19.26	-0.08
SABAH	20.72	20.42	0.30
SARAWAK	19.96	19.89	0.07
SABAH/SARAWAK	20.37	20.19	0.18
MALAYSIA	19.71	19.71	0.00

The number of mills which recorded increases in OER performance in July 2017 exceeded the number of mills which recorded decreases, with 228 mills (50.3%) against 212 mills (46.8%), while the other eleven mills recorded the same level of OER as the previous month.

During the month, there were 6 mills (1.3%) achieved OER above 23.00 percent as compared to 20 mills (4.5%) in the same month of 2016.

Another 71 mills (15.7%) registered OER between 21.00 percent and 22.99 percent, 122 mills (26.9%) registered OER between 20.00 percent and 20.99 percent and 128 mills (28.3%) between 19.00 percent and 19.99 percent. Another 100 mills (22.1%) recorded OER between 18.00 percent and 18.99 percent and the remaining of 26 mills (5.7%) recorded OER below 18.00 percent. (Refer Chart 1).

Chart 1.



The highest individual OER in Malaysia in July 2017 recorded at 24.02 percent by a mill in Pahang, while the lowest OER also registered by a mill in Pahang at 14.88 percent. Meanwhile, the highest increase in OER as against the previous

month's OER, recorded by a mill in Sarawak, i.e. increased by 6.25 percent, while the highest decline was recorded by a mill in Pahang, which lower by 6.79 percent.