

OER Performance of Malaysian Oil Palm Mills – August 2017

Malaysia's CPO extraction rates (OER) in August 2017 was marginally higher by 0.03 percent to 19.74 percent as against 19.71 percent recorded in July 2017. However, OER in August 2017 was lower compared to the corresponding month in 2016, i.e. decreased by 0.83 percent from 20.57 percent.

In August 2017, five (5) CPO producing states in Malaysia recorded increases in OER performance as compared to July 2017, ranged from 0.18 percent to 0.79 percent. Kelantan recorded the highest increases in OER performance, which is

up by 0.79 percent to 20.45 percent. It was followed by Terengganu, Sabah, Kedah, and Selangor, i.e. higher by 0.50 percent, 0.47 percent, 0.33 percent and 0.18 percent to 19.85 percent, 21.19 percent, 20.39 percent and 19.04 percent respectively. Meanwhile, six (6) CPO producing states recorded decreases in OER, ranged from 0.07 percent to 0.22 percent. Other states, which are comprised of Malacca and Penang, recorded the highest decrease in OER performance, lower by 0.22 percent to register at 19.52 percent. (Refer Table 1)

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

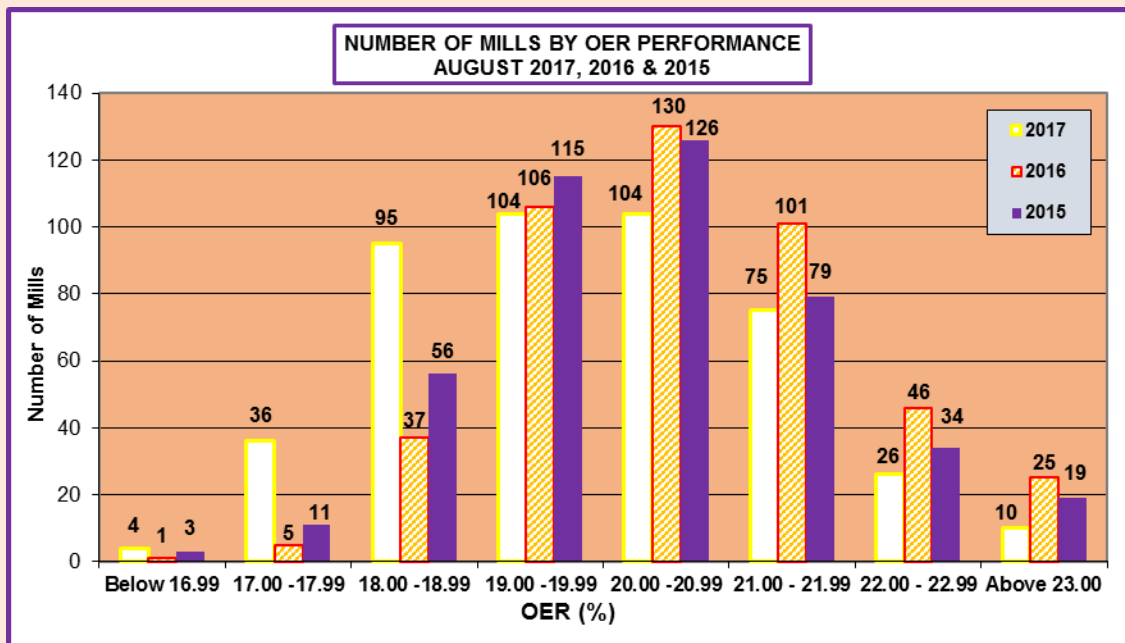
STATES	AUGUST	JULY	DIFF. (Actual)
JOHORE	18.92	19.07	-0.15
KEDAH	20.39	20.06	0.33
KELANTAN	20.45	19.66	0.79
N.SEMBILAN	18.76	18.96	-0.20
PAHANG	19.02	19.22	-0.20
PERAK	18.95	19.10	-0.15
SELANGOR	19.04	18.86	0.18
TERENGGANU	19.85	19.35	0.50
OTHER STATES	19.52	19.74	-0.22
P. MALAYSIA	19.10	19.17	-0.07
SABAH	21.19	20.72	0.47
SARAWAK	19.90	19.97	-0.07
SABAH/SARAWAK	20.56	20.37	0.19
MALAYSIA	19.74	19.71	0.03

The number of mills which recorded increases in OER performance in August 2017 exceeded the number of mills which recorded decreases, with 234 mills (51.5%) against 211 mills (46.5%), while the other eight (8) mills recorded the same level of OER as the previous month.

Within the month, there were 10 mills (2.2%) achieved OER above 23.00 percent as compared to 25 mills (5.5%) in the same month of the

previous year. Another 101 mills (22.2%) registered OER between 21.00 percent and 22.99 percent, 104 mills (22.9%) registered OER between 20.00 percent and 20.99 percent and another 104 mills (22.9%) between 19.00 percent and 19.99 percent. In addition, 95 mills (20.9%) recorded OER between 18.00 percent and 18.99 percent and the remaining of 40 mills (8.8%) recorded OER under 18.00 percent. (Refer Chart 1).

Chart 1.



The highest individual OER in Malaysia in August 2017 recorded at 23.59 percent by a mill in Sabah, while the lowest OER registered by a mill in Perak at 15.65 percent. Meanwhile, the highest increase in OER as against the previous month's

OER, recorded by a mill in Pahang, i.e. increased by 2.90 percent, while the highest decline was recorded by a mill in Sarawak, which was down by 1.89 percent.