

OER Performance of Malaysian Oil Palm Mills – April 2018

Malaysia's CPO extraction rates (OER) in April 2018 increased by 0.20 percent to 20.21 percent as against 20.01 percent recorded in March 2018. The higher national OER was mainly due to better quality FFB processed arising from favourable weather condition in major palm oil producing states. OER in April 2018 was also recorded higher by 0.49 percent vis-à-vis 19.72 percent achieved in April 2017.

In the same month, all CPO producing states except for Selangor, recorded increases in OER performance, ranged from 0.02 percent to 0.54

percent. Sarawak recorded the highest increase in OER performance, i.e. increased by 0.54 percent to 20.23 percent. It was followed by Terengganu, Perak, Kedah, Other States (Melaka & Pulau Pinang) and Sabah, which were higher by 0.45 percent, 0.36 percent, 0.29 percent, 0.16 percent and 0.11 percent to 20.64 percent, 19.53 percent, 20.09 percent, 19.86 percent and 20.67 percent respectively. Meanwhile, Selangor recorded a decrease in OER performance, i.e. down by 0.08 percent. (Refer Table 1).

Table 1
OER Performance By States, April 2018 And March 2018 (%)

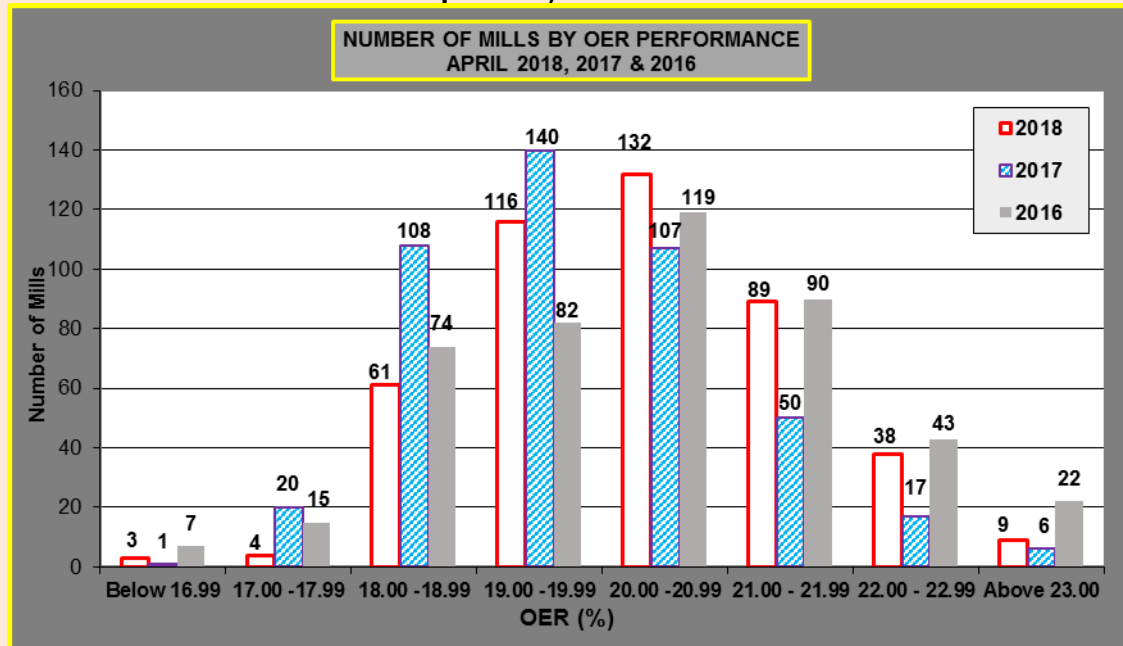
STATES	APRIL	MARCH	DIFF. (Actual)
JOHOR	19.92	19.89	0.03
KEDAH	20.09	19.80	0.29
KELANTAN	21.52	21.43	0.09
N.SEMBILAN	19.78	19.68	0.10
PAHANG	20.22	20.20	0.02
PERAK	19.53	19.17	0.36
SELANGOR	19.48	19.56	-0.08
TERENGGANU	20.64	20.19	0.45
OTHER STATES	19.86	19.70	0.16
P. MALAYSIA	19.98	19.86	0.12
SABAH	20.67	20.56	0.11
SARAWAK	20.23	19.69	0.54
SABAH/SARAWAK	20.48	20.20	0.28
MALAYSIA	20.21	20.01	0.20

The number of mills which recorded increases in OER performance in April 2018 exceeded the number of mills which recorded decreases, with 307 mills (67.9%) against 139 mills (30.8%), while the other six (6) mills (1.3%) recorded the same level of OER as the previous month.

In April 2018, there were nine (9) mills (2.0%) achieved OER above 23.00 percent as compared to 6 mills (1.3%) in April 2017. Another 127 mills (28.1%) registered OER between 21.00 percent

and 22.99 percent, 132 mills (29.2%) registered OER between 20.00 percent and 20.99 percent and 116 mills (25.7%) between 19.00 percent and 19.99 percent. Another 61 mills (13.5%) recorded OER between 18.00 percent and 18.99 percent and the remaining of seven (7) mills (1.5%) recorded OER below 18.00 percent. (Refer Chart 1).

**Chart 1 : Number Of Mills By OER Performance
 April 2018, 2017 & 2016**



The highest individual OER in Malaysia in April 2018 recorded at 24.09 percent by a mill in Pahang, while the lowest OER registered by a mill in Sarawak at 16.46 percent. Meanwhile, the highest increase in OER as compared to the previous month's OER, recorded by a mill in Sarawak, i.e. increased by 2.01 percent, while the highest decline was recorded by a mill in Sabah, which declined by 1.38 percent.