

## OER Performance of Malaysian Oil Palm Mills – January 2019

Malaysia's CPO extraction rates (OER) in January 2019 increased by 0.05 percent to 19.88 percent from 19.83 percent in December 2018. The higher in national OER was mainly due to higher quality FFB processed by oil palm mills arising from favourable weather condition. Similarly, OER in January 2019, was higher by 0.87 percent vis-à-vis 19.01 percent recorded in January 2018.

In January 2019, seven (7) states in Malaysia recorded increases in OER performance, ranged from 0.09 percent to 0.59 percent. Terengganu recorded the highest increase in OER

performance, i.e. up by 0.59 percent to 19.43 percent. It was followed by Kelantan, Kedah, Pahang and Johor which were higher by 0.33 percent, 0.26 percent, 0.20 percent and 0.17 percent. In contrary, Negeri Sembilan, Other States (Melaka and Pulau Pinang) and Sabah recorded lower OER as against December 2018, i.e. decreased by 0.09 percent, 0.22 percent and 0.12 percent respectively. While Sarawak recorded the same level of OER performance as in December 2018 at 19.71 percent. (Refer Table 1).

**Table 1**  
**OER Performance By States, January 2019 And December 2018 (%)**

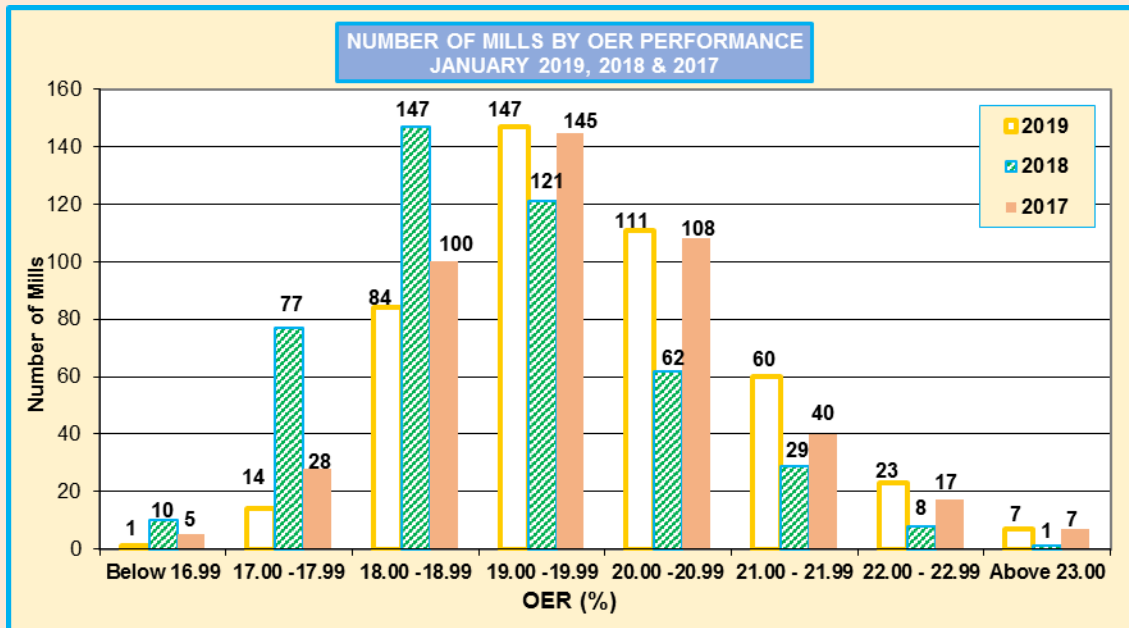
STATES	JANUARY	DECEMBER	DIFF. (Actual)
JOHOR	20.17	20.00	0.17
KEDAH	20.04	19.78	0.26
KELANTAN	19.97	19.64	0.33
N. SEMBILAN	20.07	20.16	-0.09
PAHANG	20.05	19.85	0.20
PERAK	19.26	19.17	0.09
SELANGOR	19.34	19.25	0.09
TERENGGANU	19.43	18.84	0.59
OTHER STATES	19.44	19.66	-0.22
<b>P. MALAYSIA</b>	<b>19.86</b>	<b>19.71</b>	<b>0.15</b>
SABAH	20.02	20.14	-0.12
SARAWAK	19.71	19.71	0.00
<b>SABAH/SARAWAK</b>	<b>19.89</b>	<b>19.96</b>	<b>-0.07</b>
<b>MALAYSIA</b>	<b>19.88</b>	<b>19.83</b>	<b>0.05</b>

The number of mills which recorded increases in OER performance in January 2019 exceeded the number of mills which recorded decreases, with 251 mills (56.2%) against 193 mills (43.2%), while two (2) mills (0.4%) recorded the same level of OER as in December 2018.

During the month, there were seven (7) mills (1.6%) achieved OER above 23.00 percent as compared to one mill (0.2%) in January 2018.

Another 83 mills (18.6%) registered OER between 21.00 percent and 22.99 percent, 111 mills (24.8%) between 20.00 percent and 20.99 percent and 147 mills (32.9%) between 19.00 percent and 19.99 percent. Another 84 mills (18.8%) recorded OER between 18.00 percent and 18.99 percent and the remaining of 15 mills (3.4%) recorded OER below 18.00 percent. (Refer Chart 1).

**Chart 1 : Number Of Mills By OER Performance  
 January 2019, 2018 & 2017**



The highest individual OER in Malaysia in January 2019 recorded at 24.52 percent by a mill in Sarawak, while the lowest OER registered also by a mill in Sarawak at 16.14 percent. Meanwhile, the highest increase in OER as against the previous month's OER, recorded by a mill in Johor, i.e. higher by 1.61 percent, while the highest decline was recorded also by a mill in Johor, which was decreased by 1.78 percent..