

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

Malaysia's CPO extraction rates (OER) in April 2019 lower by 0.20 percent to 20.07 percent from 20.27 percent in March 2019. The lower in national OER was mainly due to lower quality FFB processed by oil palm millers arising from unfavourable weather condition. Likewise, OER in April 2019, was also declined by 0.15 percent vis-à-vis 20.22 percent recorded in April 2018.

During the month, all states in Malaysia, except for Sarawak, recorded decreases in OER performance, ranged from 0.04 percent to 0.44 percent. Kelantan recorded the highest decrease

in OER performance, i.e. down by 0.44 percent to 20.55 percent. It was followed by Johor, Selangor, Perak and Pahang which were lower by 0.43 percent, 0.42 percent, 0.38 percent and 0.33 percent to 19.90 percent, 18.89 percent, 19.11 percent and 19.48 percent. With a record of 0.19 percent increase in OER performance, Sarawak is the only state showed a positive performance as compared to others at 20.34 percent in April 2019. (Refer Table 1).

**Table 1**  
**OER Performance By States, April 2019 And March 2019 (%)**

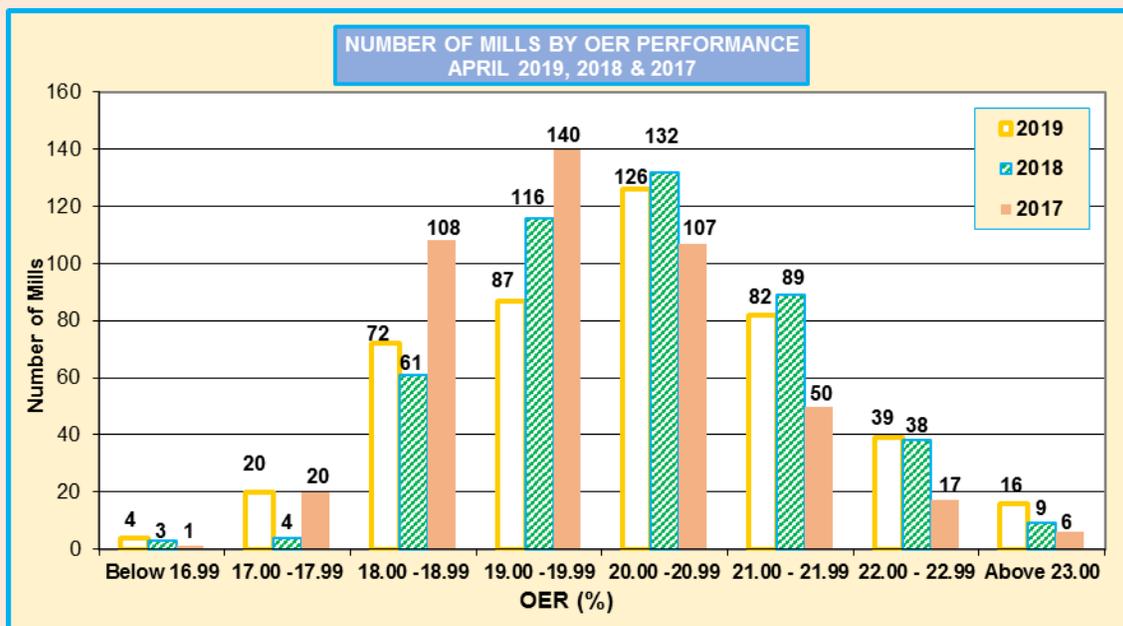
States	April	March	Diff. (Actual)
Johor	19.90	20.33	-0.43
Kedah	19.39	19.69	-0.30
Kelantan	20.55	20.99	-0.44
N. Sembilan	19.17	19.39	-0.22
Pahang	19.48	19.81	-0.33
Perak	19.11	19.49	-0.38
Selangor	18.89	19.31	-0.42
Terengganu	20.53	20.80	-0.27
Other States	19.03	19.07	-0.04
P. Malaysia	19.54	19.90	-0.36
Sabah	21.14	21.18	-0.04
Sarawak	20.34	20.15	0.19
Sabah/Sarawak	20.79	20.76	0.03
Malaysia	20.07	20.27	-0.20

The number of mills which recorded decreases in OER performance in April 2019 exceeded the number of mills which recorded increases, with 278 mills (62.3%) against 165 mills (37.0%), while three (3) mills (0.7%) recorded the same level of OER as in March 2019.

In April 2019, there were 16 mills (3.6%) achieved OER above 23.00 percent as compared

to nine (9) mills (2.0%) in April 2018. Another 121 mills (27.1%) registered OER between 21.00 percent and 22.99 percent, 126 mills (28.3%) between 20.00 percent and 20.99 percent and 87 mills (19.5%) between 19.00 percent and 19.99 percent. Another 72 mills (16.1%) recorded OER between 18.00 percent and 18.99 percent and the remaining of 24 mills (5.4%) recorded OER below 18.00 percent. (Refer Chart 1)

Chart 1



The highest individual OER in Malaysia in April 2019 recorded at 24.52 percent by a mill in Sabah, while the lowest OER registered by a mill in Pahang at 12.12 percent. Meanwhile, the highest increase in OER as against the previous month's OER, recorded by a mill in Pahang, i.e. higher by 1.48 percent, while the highest decline was also recorded by a mill in Pahang, which was dropped by 6.27 percent.