

OER Performance of Malaysian Oil Palm Mills – June 2019

Malaysia's CPO extraction rates (OER) in June 2019 higher by 0.03 percent to 20.03 percent from 20.00 percent in May 2019. The higher in national OER was mainly due to higher quality FFB processed by oil palm mills arising from favourable weather condition in major CPO producing states. In contrary, OER in June 2019 was declined by 0.04 percent vis-à-vis 20.07 percent recorded in June 2018.

In June 2019, only four (4) states recorded increases in OER performance, ranged from 0.04 percent to 0.96 percent. Pahang recorded the

highest increase in OER performance, i.e. up by 0.96 percent to 20.60 percent. It was followed by Kedah, Perak and Kelantan which were higher by 0.68 percent, 0.37 percent and 0.04 percent to 20.50 percent, 19.20 percent and 20.78 percent. Seven (7) other states recorded decreases in OER performance ranged from 0.03 percent to 0.51 percent. Sarawak registered the highest decrease, followed by Other States (Melaka and P. Pinang) Terengganu, Sabah, Negeri Sembilan, Johor and Selangor. (Refer Table 1).

Table 1
OER Performance By States, June 2019 And May 2019 (%)

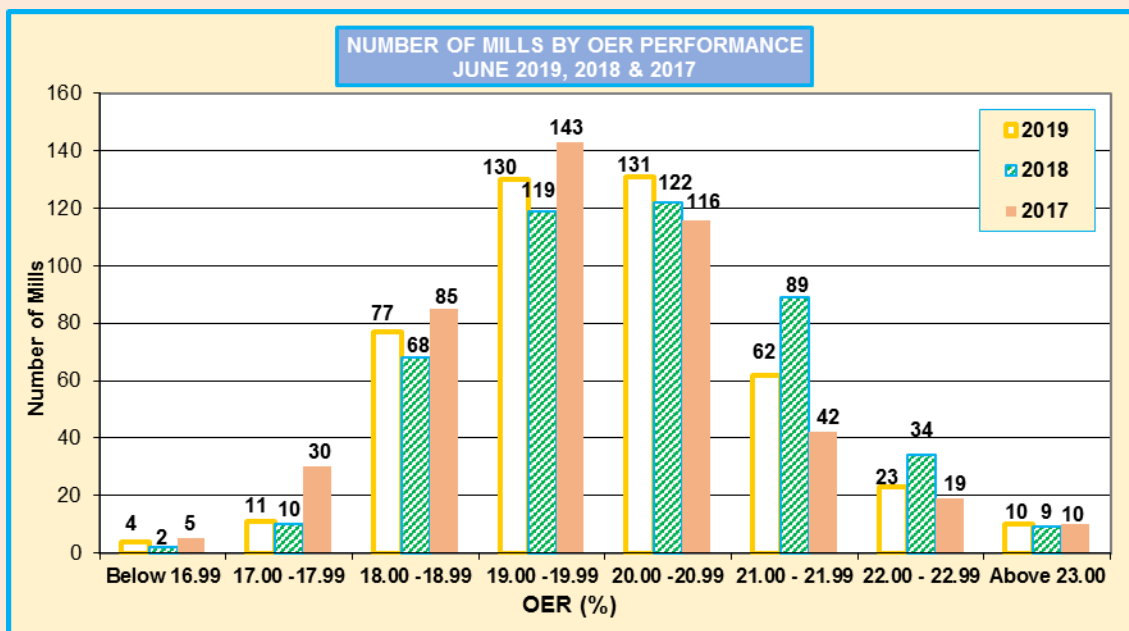
STATES	JUNE	MAY	DIFF. (Actual)
JOHOR	19.92	19.96	-0.04
KEDAH	20.50	19.82	0.68
KELANTAN	20.78	20.74	0.04
N. SEMBILAN	19.73	19.81	-0.08
PAHANG	20.60	19.64	0.96
PERAK	19.20	18.83	0.37
SELANGOR	18.87	18.90	-0.03
TERENGGANU	20.22	20.47	-0.25
OTHER STATES	19.62	19.92	-0.30
P. MALAYSIA	19.98	19.65	0.33
SABAH	20.56	20.78	-0.22
SARAWAK	19.55	20.06	-0.51
SABAH/SARAWAK	20.08	20.46	-0.38
MALAYSIA	20.03	20.00	0.03

The number of mills which recorded decreases in OER performance in June 2019 exceeded the number of mills which recorded increases, with 284 mills (63.4%) against 160 mills (35.7%), while four (4) mills (0.9%) recorded the same level of OER as in May 2019.

In the month, there were 10 mills (2.2%) achieved OER above 23.00 percent as compared to nine (9) mills (2.0%) in June 2018. Another 85

mills (19.0%) registered OER between 21.00 percent and 22.99 percent, 131 mills (29.2%) between 20.00 percent and 20.99 percent and 130 mills (29.0%) between 19.00 percent and 19.99 percent. Another 77 mills (17.2%) recorded OER between 18.00 percent and 18.99 percent and the remaining of 15 mills (3.3%) recorded OER below 18.00 percent. (Refer Chart 1).

Chart 1



The highest individual OER in Malaysia in June 2019 recorded at 24.28 percent by a mill in Johor, while the lowest OER performance registered by a mill in Sabah at 10.83 percent. Meanwhile, the highest increase in OER as against the previous month's OER, recorded by a mill in Perak, i.e. up by 1.59 percent, while the highest decline was recorded by a mill in Sabah, which was down by 2.79 percent.