

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

Malaysia's CPO extraction rates (OER) in September 2019 higher by 0.27 percent to 20.88 percent from 20.61 percent in August 2019. The higher in national OER was mainly due to higher quality FFB processed by CPO producers arising from favourable weather condition in almost all CPO producing states. OER in September 2019 was also higher by 0.82 percent vis-à-vis 20.06 percent recorded in the same month of 2018.

In September 2019, seven (7) states recorded increases in OER performance, ranged from 0.01 percent to 0.57 percent. Sarawak recorded the highest increase in OER performance, i.e. up by

0.57 percent to 20.80 percent. It was followed by Selangor, Johor, Perak and Sabah which were higher by 0.33 percent, 0.20 percent, 0.19 percent and 0.18 percent to 20.23 percent, 20.84 percent, 19.86 percent and 21.97 percent. Pahang, Kelantan, Other states and Kedah, which were registered 20.30 percent, 21.30 percent, 20.36 percent and 20.30 percent of OER respectively, were the states that recorded decreases in OER performance in September 2019. (Refer Table 1).

**Table 1**  
**OER Performance By States, August 2019 And September 2019 (%)**

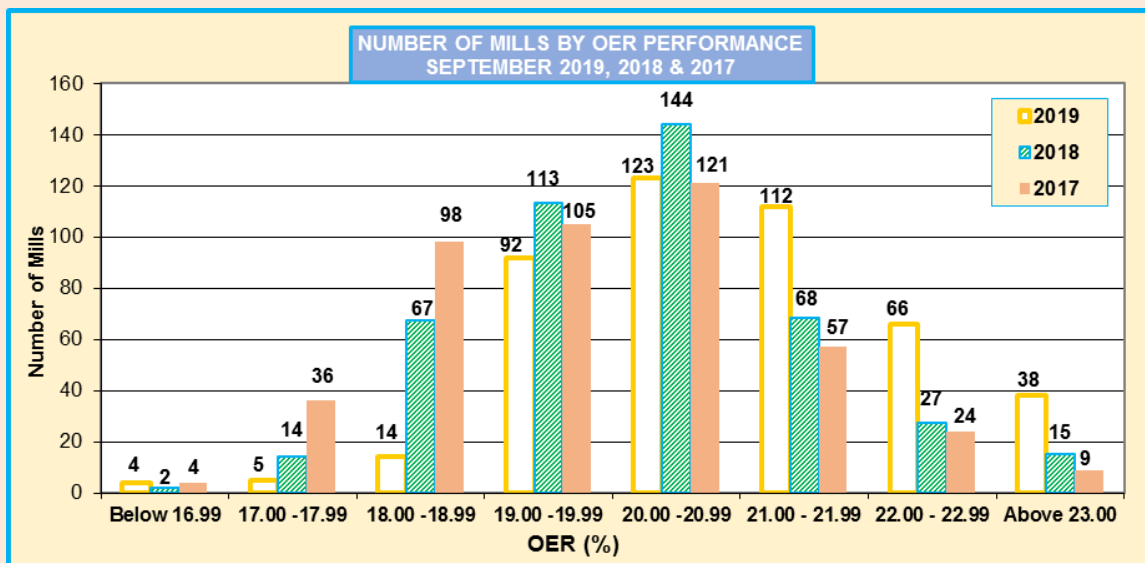
States	September	August	Diff. (Actual)
Johor	20.84	20.64	0.20
Kedah	20.30	20.48	-0.18
Kelantan	21.30	21.33	-0.03
N. Sembilan	20.45	20.39	0.06
Pahang	20.30	20.31	-0.01
Perak	19.86	19.67	0.19
Selangor	20.23	19.90	0.33
Terengganu	20.84	20.83	0.01
Other States	20.36	20.41	-0.05
P. Malaysia	20.45	20.33	0.12
Sabah	21.97	21.79	0.18
Sarawak	20.80	20.23	0.57
Sabah/Sarawak	21.35	20.94	0.41
<b>Malaysia</b>	<b>20.88</b>	<b>20.61</b>	<b>0.27</b>

The number of mills which recorded increases in OER performance in September 2019 exceeded the number of mills which recorded decreases, with 312 mills (68.7%) against 131 mills (28.9%), while eight (8) mills (1.8%) recorded the same level of OER as in August 2019.

In the same month, there were 38 mills (8.4%) achieved OER above 23.00 percent as compared

to 15 mills (3.3%) in September 2018. Another 178 mills (39.2%) registered OER between 21.00 percent and 22.99 percent and 22.99 percent, 123 mills (27.1%) between 20.00 percent and 20.99 percent and 92 mills (20.3%) between 19.00 percent and 19.99 percent. Another 14 mills (3.1%) recorded OER between 18.00 percent and 18.99 percent and the remaining of nine (9) mills (2.0%) recorded OER below 18.00 percent. (Refer Chart 1).

Chart 1



The highest individual OER in Malaysia in September 2019 recorded at 25.90 percent by a mill in Sabah, while the lowest OER registered by a mill in Pahang at 6.27 percent. Meanwhile, the highest increase in OER as against the previous month's OER, recorded by a mill in Johor, i.e. up by 9.79 percent, while the highest decline was recorded by a mill in Pahang, which was down by 13.97 percent.