

OER Performance of Malaysian Oil Palm Mills – November 2019

Malaysia's CPO extraction rates (OER) in November 2019 marginally lower by 0.02 percent to 20.33 percent from 20.35 percent in October 2019. The lower in national OER was mainly due to lower quality FFB processed by CPO producers arising from unfavourable weather condition in almost all CPO producing states. However, OER in November 2019 was higher by 0.36 percent vis-à-vis 19.97 percent recorded in November of last year.

In November 2019, five (5) states recorded decreases in OER performance, ranged from 0.07

percent to 0.97 percent. Terengganu recorded the highest decrease in OER performance, i.e. drop by 0.97 percent to 19.71 percent. It was followed by Kelantan and Sarawak, which both states were down by 0.31 percent, Selangor (-0.17 percent) and Kedah (-0.07 percent). The remaining of six (6) states recorded higher OER performance as compared to October 2019, which Negeri Sembilan recorded the highest increase, up by 0.76 percent. (Refer Table 1).

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Table 1
OER Performance By States, November 2019 And October 2019 (%)

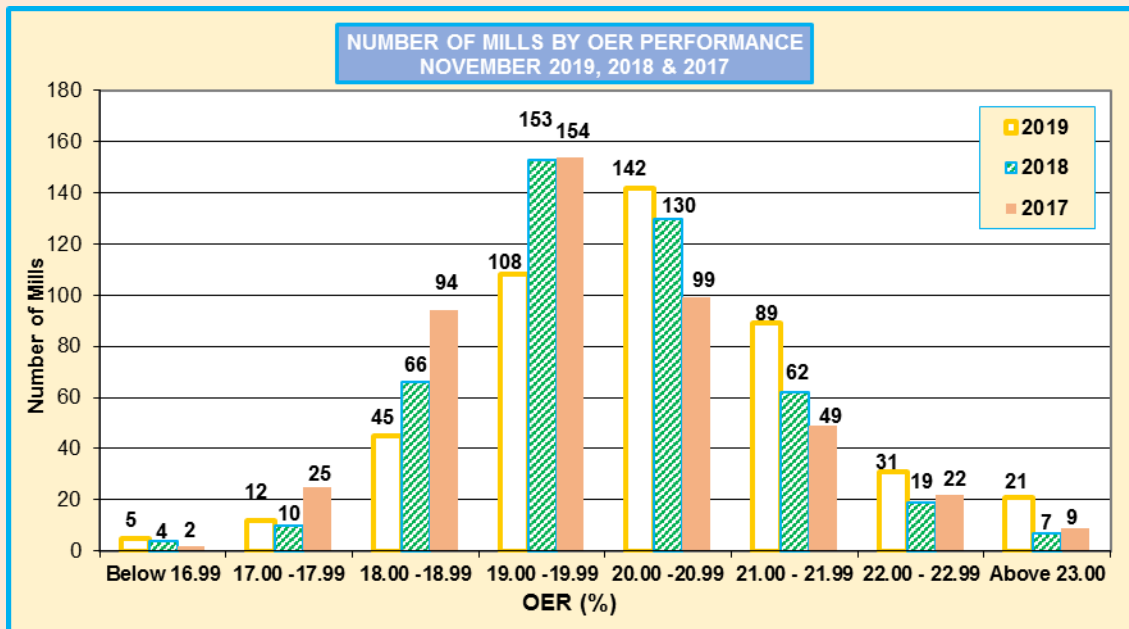
STATES	NOVEMBER	OCTOBER	DIFF. (Actual)
JOHOR	20.39	20.18	0.21
KEDAH	19.70	19.77	-0.07
KELANTAN	20.60	20.91	-0.31
N. SEMBILAN	20.62	19.86	0.76
PAHANG	20.17	20.11	0.06
PERAK	19.33	19.21	0.12
SELANGOR	19.66	19.83	-0.17
TERENGGANU	19.71	20.68	-0.97
OTHER STATES	19.96	19.68	0.28
P. MALAYSIA	20.06	20.00	0.06
SABAH	21.17	21.15	0.02
SARAWAK	19.94	20.25	-0.31
SABAH/SARAWAK	20.59	20.71	-0.12
MALAYSIA	20.33	20.35	-0.02

The number of mills which recorded decreases in OER performance in November 2019 exceeded the number of mills which recorded increases, with 233 mills (51.4%) against 213 mills (47.0%), while seven (7) mills (1.5%) recorded the same level of OER as in October 2019.

In the same month, there were 21 mills (4.6%) achieved OER above 23.00 percent as compared to seven (7) mills (1.6%) in November 2018.

Another 120 mills (26.5%) registered OER between 21.00 percent and 22.99 percent, 142 mills (31.3%) between 20.00 percent and 20.99 percent and 108 mills (23.8%) between 19.00 percent and 19.99 percent. Another 45 mills (9.9%) recorded OER between 18.00 percent and 18.99 percent and the remaining of 17 mills (3.8%) recorded OER below 18.00 percent. (Refer Chart 1).

Chart 1



The highest individual OER in Malaysia in November 2019 recorded at 24.49 percent by a mill in Sarawak, while the lowest OER also registered by a mill in Sarawak at 13.65 percent. Meanwhile, the highest increase in OER as against the previous month's OER, recorded by a mill in Sabah, i.e. higher by 2.28 percent, while the highest decline was recorded by a mill in Sarawak, which was down by 3.60 percent.