

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

Malaysia's CPO extraction rates (OER) in December 2019 lower by 0.62 percent to 19.71 percent from 20.33 percent in November 2019. The lower in national OER was mainly due to lower quality FFB processed by oil palm mills arising from unfavourable weather condition in CPO producing states. Similarly, OER in December 2019 was lower by 0.12 percent vis-à-vis 19.83 percent recorded in December 2018.

from 0.13 percent to 1.30 percent. Terengganu recorded the highest decrease in OER performance, i.e. down by 1.30 percent to 18.41 percent. It was followed by Kelantan, Other States, Johor and Sabah which were down by 1.09 percent, 1.00 percent, 0.79 percent and 0.70 percent to 19.51 percent, 18.96 percent, 19.60 percent and 20.47 percent. (Refer Table 1).

In December 2019, all CPO producing states recorded decreases in OER performance, ranged

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

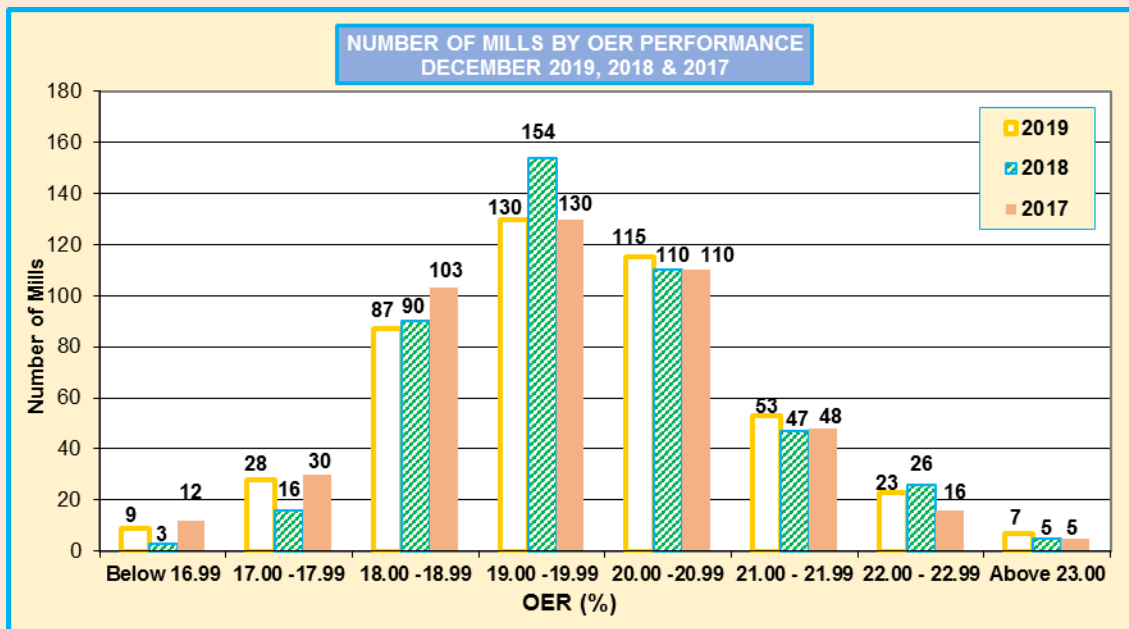
STATES	DECEMBER	NOVEMBER	DIFF. (Actual)
JOHOR	19.60	20.39	-0.79
KEDAH	19.41	19.70	-0.29
KELANTAN	19.51	20.60	-1.09
N. SEMBILAN	20.27	20.62	-0.35
PAHANG	19.52	20.17	-0.65
PERAK	19.20	19.33	-0.13
SELANGOR	19.05	19.66	-0.61
TERENGGANU	18.41	19.71	-1.30
OTHER STATES	18.96	19.96	-1.00
P. MALAYSIA	19.41	20.06	-0.65
SABAH	20.47	21.17	-0.70
SARAWAK	19.45	19.94	-0.49
SABAH/SARAWAK	19.98	20.59	-0.61
<b>MALAYSIA</b>	<b>19.71</b>	<b>20.33</b>	<b>-0.62</b>

The number of mills which recorded decreases in OER performance in December 2019 exceeded the number of mills which recorded increases, with 392 mills (86.7%) against 58 mills (12.8%), while two (2) mills (0.4%) recorded the same level of OER as in November 2019.

In the same month, there were seven (7) mills (1.5%) achieved OER above 23.00 percent as compared to five (5) mills (1.1%) in the same

month of 2018. Another 76 mills (16.8%) registered OER between 21.00 percent and 22.99 percent, 115 mills (25.4%) between 20.00 percent and 20.99 percent and 130 mills (28.8%) between 19.00 percent and 19.99 percent. Another 87 mills (19.2%) recorded OER between 18.00 percent and 18.99 percent and the remaining of 37 mills (8.2%) recorded OER below 18.00 percent. (Refer Chart 1).

Chart 1



The highest individual OER in Malaysia in December 2019 recorded at 23.73 percent by a mill in Sabah, while the lowest OER performance registered by a mill in Sarawak at 14.25 percent. Meanwhile, the highest increase in OER as against the previous month's OER, recorded by a mill in Sabah, i.e. rose by 1.73 percent, while the highest decline was recorded by a mill in Sabah, which was lower by 3.09 percent.