

OER Performance of Malaysian Oil Palm Mills, May 2020

Malaysia's CPO extraction rates (OER) in May 2020 was lower by 0.07 percent to 19.87 percent from 19.94 percent in April 2020. 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 May 2020, was also declined by 0.13 percent vis-à-vis 20.00 percent recorded in May 2019.

During the month, six (6) CPO producing states recorded decreases in OER performance, ranged from 0.08 percent to 0.37 percent. Johor recorded the highest decrease in OER performance, i.e. down by 0.37 percent to 19.49 percent. It was followed by Pahang, Sarawak and Sabah which were lower by 0.20 percent, 0.17 percent and 0.16 percent to 19.31 percent, 19.85 percent and 20.92 percent. Five (5) other states recorded increases as against the performance of the previous month, ranged from 0.04 percent to 0.90 percent. (Refer Table 1)

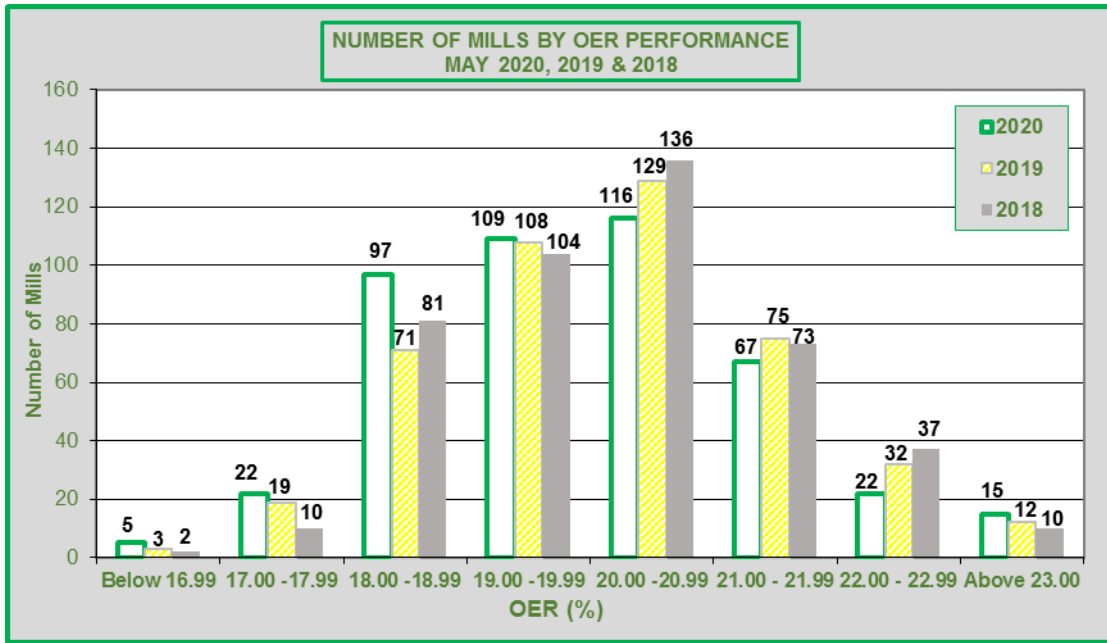
Table 1 : OER Performance By States May 2020 And April 2020 (%)

States	May	April	Diff. (Actual)
Johor	19.49	19.86	-0.37
Kedah	19.85	18.95	0.90
Kelantan	20.36	20.44	-0.08
N.Sembilan	19.09	19.05	0.04
Pahang	19.31	19.51	-0.20
Perak	19.08	18.98	0.10
Selangor	18.86	18.75	0.11
Terengganu	20.05	20.14	-0.09
Other States	19.51	18.79	0.72
P. Malaysia	19.37	19.47	-0.10
Sabah	20.92	21.08	-0.16
Sarawak	19.85	20.02	-0.17
Sabah/Sarawak	20.45	20.60	-0.15
Malaysia	19.87	19.94	-0.07

The number of mills which recorded decreases in OER performance in May 2020 exceeded the number of mills which recorded increases, with 269 mills (59.4%) against 172 mills (38.0%), while the other 12 mills recorded the same level of OER as in April 2020.

In May 2020, there were 15 mills (3.3%) achieved OER above 23.00 percent as compared to 12 mills (2.7%) in May 2019. Another 89 mills (19.6%) registered OER between 21.00 percent and 22.99 percent, 116 mills (25.6%) registered OER between 20.00 percent and 20.99 percent and 109 mills (24.1%) between 19.00 percent and 19.99 percent. Another 97 mills (21.4%) recorded OER between 18.00 percent and 18.99 percent and the remaining of 27 mills (6.0%) recorded OER below 18.00 percent. (Refer Chart 1)

Chart 1.



The highest individual OER in Malaysia in May 2020 was recorded at 24.83 percent by a mill in Pahang, while the lowest OER performance also registered by a mill in Pahang at 11.64 percent. Meanwhile, the highest increase in OER as against the previous month's OER, recorded by a mill in Negeri Sembilan, i.e. higher by 3.42 percent, while the highest decline was recorded by a mill in Pahang, which was dropped by 1.46 percent.