

OER Performance of Malaysian Oil Palm Mills July 2020

Malaysia's CPO extraction rates (OER) in July 2020 was higher by 0.13 percent to 19.60 percent from 19.47 percent in June 2020. The higher in national OER was mainly due to higher quality FFB processed by oil palm producers arising from favourable weather condition in almost all CPO producing states. Vice versa, OER in July 2020 declined by 0.51 percent vis-à-vis 20.11 percent recorded in July 2019.

All CPO producing states recorded increases in OER performance in July 2020, ranged from 0.07 percent to 0.73 percent. Kedah recorded the highest increase in OER performance, i.e. up by 0.73 percent to 21.27 percent. It was followed by Negeri Sembilan, Selangor, Perak and Terengganu which were higher by 0.60 percent, 0.28 percent, 0.24 percent and 0.20 percent to 19.54 percent, 19.23 percent, 19.12 percent and 19.97 percent. (Refer Table 1)

Table1.

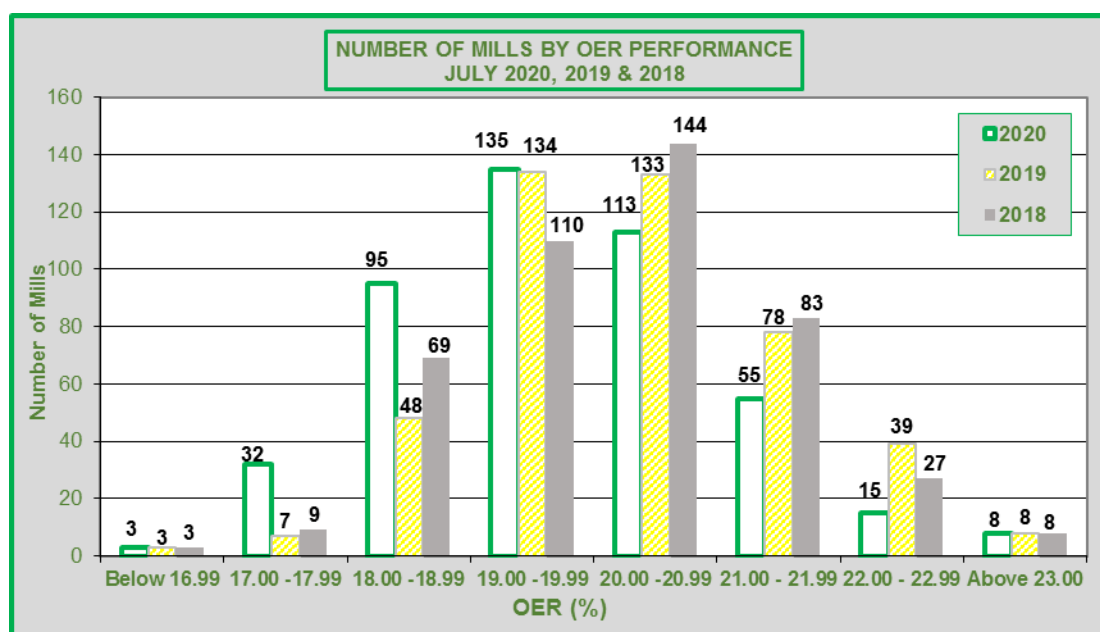
OER PERFORMANCE BY STATES JULY 2020 AND JUNE 2020 (%)

STATES	JULY	JUNE	DIFF. (Actual)
JOHOR	19.36	19.27	0.09
KEDAH	21.27	20.54	0.73
KELANTAN	20.64	20.41	0.23
N.SEMBILAN	19.54	18.94	0.60
PAHANG	19.50	19.43	0.07
PERAK	19.12	18.88	0.24
SELANGOR	19.23	18.95	0.28
TERENGGANU	19.97	19.77	0.20
OTHER STATES	20.22	20.07	0.15
P. MALAYSIA	19.48	19.32	0.16
SABAH	20.42	20.25	0.17
SARAWAK	19.13	18.98	0.15
SABAH/SARAWAK	19.75	19.67	0.08
MALAYSIA	19.60	19.47	0.13

Number of mills which recorded increase in OER performance in July 2020 exceeded the number of mills which recorded decrease, with 278 mills (61.0%) against 169 mills (37.1%), while the other nine (9) mills recorded the same level of OER as in June 2020.

In the same month, there were eight (8) mills (1.8%) achieved OER above 23.00 percent, same number of mills which recorded in July 2019. Another 70 mills (15.4%) registered OER between 21.00 percent and 22.99 percent, 113 mills (24.8%) registered OER between 20.00 percent and 20.99 percent and 135 mills (29.6%) between 19.00 percent and 19.99 percent. Another 95 mills (20.8%) recorded OER between 18.00 percent and 18.99 percent and the remaining of 35 mills (7.7%) recorded OER below 18.00 percent. (Refer Chart 1)

Chart 1.



The highest individual OER in Malaysia in July 2020 recorded at 24.42 percent by a mill in Pahang, while the lowest OER registered by a mill in Sarawak at 16.16 percent. Meanwhile, the highest increase in OER as against the previous month's OER, recorded by a mill in Negeri Sembilan, i.e. up by 4.60 percent, while the highest decline was recorded by a mill in Sabah, which was down by 1.29 percent.