

OER Performance of Malaysian Oil Palm Mills August 2020

Malaysia's CPO extraction rates (OER) in August 2020 was higher by 0.53 percent to 20.12 percent from 19.59 percent in July 2020. The higher in national OER was mainly due to higher quality FFB received and processed by oil palm mills arising from favourable weather condition in almost all CPO producing states. In contrast, OER in August 2020 lower by 0.49 percent vis-à-vis 20.61 percent recorded in the same month of 2019.

In August 2020, all CPO producing states recorded increases in OER performance, ranged from 0.16 percent to 0.70 percent. Selangor recorded the highest increase in OER performance, i.e. increased by 0.70 percent to 19.80 percent. It was followed by Sarawak, Perak, Sabah and Terengganu which were higher by 0.69 percent, 0.64 percent, 0.55 percent and 0.47 percent to 19.82 percent, 19.76 percent, 20.97 percent and 20.44 percent. (Refer Table 1)

Table1.

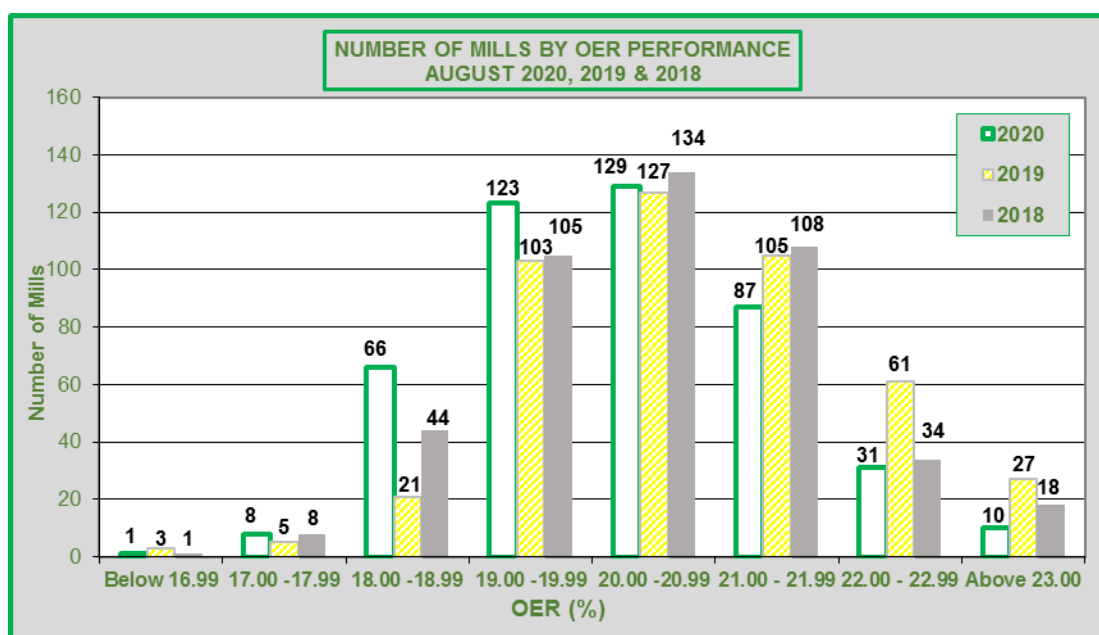
OER PERFORMANCE BY STATES AUGUST 2020 AND JULY 2020 (%)

STATES	AUGUST	JULY	DIFF. (Actual)
JOHOR	19.68	19.36	0.32
KEDAH	21.43	21.27	0.16
KELANTAN	21.10	20.64	0.46
N.SEMBILAN	19.94	19.54	0.40
PAHANG	19.96	19.50	0.46
PERAK	19.76	19.12	0.64
SELANGOR	19.80	19.10	0.70
TERENGGANU	20.44	19.97	0.47
OTHER STATES	20.46	20.22	0.24
P. MALAYSIA	19.93	19.48	0.45
SABAH	20.97	20.42	0.55
SARAWAK	19.82	19.13	0.69
SABAH/SARAWAK	20.36	19.75	0.61
MALAYSIA	20.12	19.59	0.53

Number of mills which recorded increase in OER performance in August 2020 exceeded the number of mills which recorded decrease, with 404 mills (88.8%) against 50 mills (11.0%), while the other one (1) mill recorded the same level of OER as in July 2020.

In the same month, there were 10 mills (2.2%) achieved OER above 23.00 percent as compared to 27 mills (6.0%) in August 2019. Another 118 mills (25.9%) registered OER between 21.00 percent and 22.99 percent, 129 mills (28.4%) registered OER between 20.00 percent and 20.99 percent and 123 mills (27.0%) between 19.00 percent and 19.99 percent. Another 66 mills (14.5%) 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 August 2020 recorded at 24.53 percent by a mill in Pahang, while the lowest OER registered by a mill in Melaka at 16.86 percent. Meanwhile, the highest increase in OER as against the previous month's OER, recorded by a mill in Sabah, i.e. up by 2.27 percent, while the highest decline was recorded by a mill in Johor, which was down by 1.23 percent.