

OER Performance of Malaysian Oil Palm Mills

October 2020

Malaysia's CPO extraction rates (OER) in October 2020 was higher by 0.22 percent to 20.36 percent from 20.14 percent in September 2020. The higher in national OER was mainly due to higher quality FFB processed by CPO producers arising from favourable weather condition in almost all states. Similarly, OER in October 2020 was marginally higher by 0.01 percent vis-à-vis 20.35 percent recorded in the same month of 2019.

In October 2020, all CPO producing states, except Kedah, Perak, Terengganu and Sabah, recorded increases in OER performance, ranged from 0.01 percent to 0.84 percent. Johor recorded the highest increase in OER performance, i.e. up by 0.84 percent to 20.52 percent. It was followed by Pahang, N. Sembilan and Sarawak which were increased by 0.45 percent, 0.33 percent and 0.32 percent to 20.66 percent, 20.69 percent and 19.81 percent from 20.21 percent, 20.36 percent and 19.49 percent respectively. (Refer Table 1)

Table1.

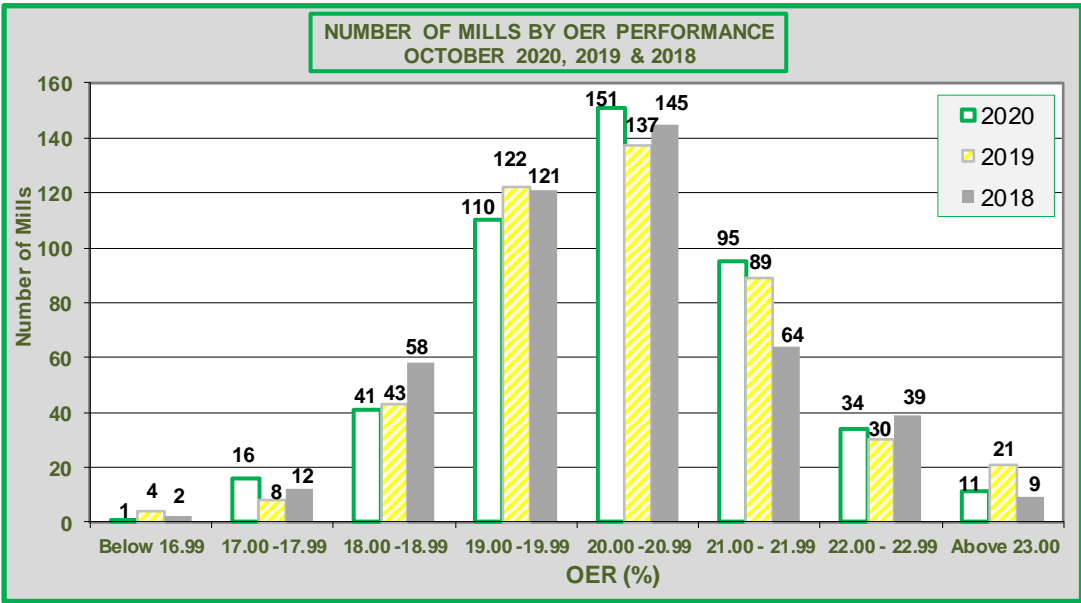
OER PERFORMANCE BY STATES OCTOBER 2020 AND SEPTEMBER 2020 (%)

STATES	OCTOBER	SEPTEMBER	DIFF. (Actual)
JOHOR	20.52	19.68	0.84
KEDAH	20.52	21.20	-0.68
KELANTAN	21.26	21.25	0.01
N. SEMBILAN	20.69	20.36	0.33
PAHANG	20.66	20.21	0.45
PERAK	19.47	19.55	-0.08
SELANGOR	19.99	19.83	0.16
TERENGGANU	20.37	20.79	-0.42
OTHER STATES	20.48	20.41	0.07
P. MALAYSIA	20.40	20.02	0.38
SABAH	20.76	21.07	-0.31
SARAWAK	19.81	19.49	0.32
SABAH/SARAWAK	20.32	20.29	0.03
MALAYSIA	20.36	20.14	0.22

Number of mills which recorded increase in OER performance in October 2020 exceeded the number of mills which recorded decrease, with 261 mills (56.97%) against 187 mills (40.7%), while the other 11 mills recorded the same level of OER as in September 2020.

In the month, there were 11 mills (2.4%) achieved OER above 23.00 percent as compared to 21 mills (4.6%) in October 2019. Another 129 mills (28.1%) registered OER between 21.00 percent and 22.99 percent, 151 mills (32.9%) registered OER between 20.00 percent and 20.99 percent and 110 mills (24.0%) between 19.00 percent and 19.99 percent. Another 41 mills (8.9%) recorded OER between 18.00 percent and 18.99 percent and the remaining of 17 mills (3.7%) recorded OER below 18.00 percent. (Refer Chart 1)

Chart 1.



The highest individual OER in Malaysia in October 2020 recorded at 24.55 percent by a mill in Pahang, while the lowest OER registered by a mill in Sarawak at 17.07 percent. Meanwhile, the highest increase in OER as against the previous month’s OER, recorded by a mill in Sabah, i.e. rose by 2.29 percent, while the highest decline was recorded by a mill in the same state, which was lower by 1.70 percent.