OER Performance of Malaysian Oil Palm Mills November 2020

Malaysia's CPO extraction rates (OER) in November 2020 was lower by 0.27 percent to 20.09 percent from 20.36 percent in October 2020. The lower in national OER was mainly due to lower quality FFB processed by CPO producers arising from unfavourable weather condition in almost all CPO producing states. Likewise, OER in November 2020 was lower by 0.24 percent vis-à-vis 20.33 percent recorded in November of previous year.

In November 2020, all CPO producing states recorded decreases in OER performance, ranged from 0.02 percent to 0.69 percent. Terengganu recorded the highest decrease in OER performance, i.e. lower by 0.69 percent to 19.70 percent. It was followed by Selangor, Other States, Kedah and Perak which were down by 0.63 percent, 0.57 percent, 0.53 percent and 0.50 percent to 19.36 percent, 19.91 percent, 19.99 percent and 18.97 percent. Though recorded decreases, Sabah and Sarawak were the states that registered the lowest drop in OER, i.e. dropped by 0.02 percent and 0.08 percent respectively from October 2020 performance. (Refer Table 1)

Table1.

OER PERFORMANCE BY STATES

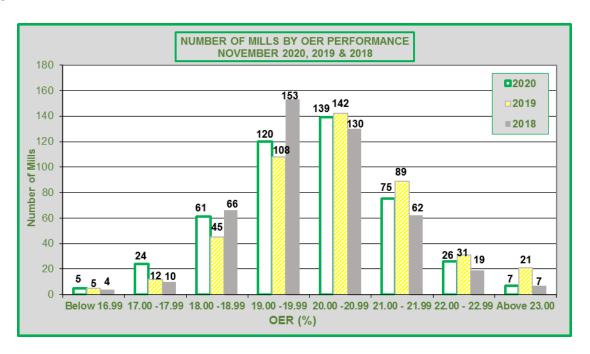
NOVEMBER 2020 AND OCTOBER 2020 (%)

STATES	NOVEMBER	OCTOBER	DIFF. (Actual)
JOHOR	20.06	20.52	-0.46
KEDAH	19.99	20.52	-0.53
KELANTAN	20.98	21.26	-0.28
N.SEMBILAN	20.39	20.69	-0.30
PAHANG	20.27	20.67	-0.40
PERAK	18.97	19.47	-0.50
SELANGOR	19.36	19.99	-0.63
TERENGGANU	19.70	20.39	-0.69
OTHER STATES	19.91	20.48	-0.57
P. MALAYSIA	19.95	20.40	-0.45
SABAH	20.74	20.76	-0.02
SARAWAK	19.72	19.80	-0.08
SABAH/SARAWAK	20.25	20.31	-0.06
MALAYSIA	20.09	20.36	-0.27

Number of mills which recorded decrease in OER performance in November 2020 exceeded the number of mills which recorded increase, with 334 mills (73.1%) against 119 mills (26.0%), while the other three (3) mills recorded the same level of OER as in October 2020.

In the same month, there were seven (7) mills (1.5%) achieved OER above 23.00 percent as compared to 21 mills (4.6%) in November 2019. Another 101 mills (22.1%) registered OER between 21.00 percent and 22.99 percent, 139 mills (30.4%) registered OER between 20.00 percent and 20.99 percent and 120 mills (26.3%) between 19.00 percent and 19.99 percent. Another 61 mills (13.3%) recorded OER between 18.00 percent and 18.99 percent and the remaining of 29 mills (6.3%) recorded OER below 18.00 percent. (Refer Chart 1)

Chart 1.



The highest individual OER in Malaysia in November 2020 recorded at 26.33 percent by a mill in Pahang, while the lowest OER registered by a mill in Perak at 16.09 percent. Meanwhile, the highest increase in OER as against the previous month's OER, recorded by a mill in Sarawak, i.e. higher by 3.02 percent, while the highest decline was recorded by a mill in Pahang, which was down by 2.09 percent.