

OER Performance of Malaysian Oil Palm Mills – May 2017

Malaysia's CPO extraction rates (OER) in May 2017 higher by 0.10 percent to 19.82 percent as against 19.72 percent recorded in April 2017. The increase in national OER was mainly due to better quality FFB received and processed by oil palm mills arising from favourable weather condition in major palm oil producing states. OER in May 2017 was also higher compared to the corresponding month in 2016, i.e. up by 0.12 percent from 19.70 percent.

In May 2017, six (6) CPO producing states in Malaysia recorded increases in OER performance, ranged from 0.09 percent to 0.51 percent. Kedah

recorded the highest increase in OER performance, i.e. increased by 0.51 percent to 19.87 percent. It was followed by Terengganu, Sabah and Kelantan, which were higher by 0.39 percent, 0.35 percent and 0.26 percent to 19.80 percent, 20.59 percent and 20.16 percent respectively. Five (5) other states namely Johore, Negeri Sembilan, Perak, Selangor and Sarawak recorded decreases in OER performance as against April 2017. (Refer Table 1).

Table1.
OER PERFORMANCE BY STATES
MAY 2017 AND APRIL 2017 (%)

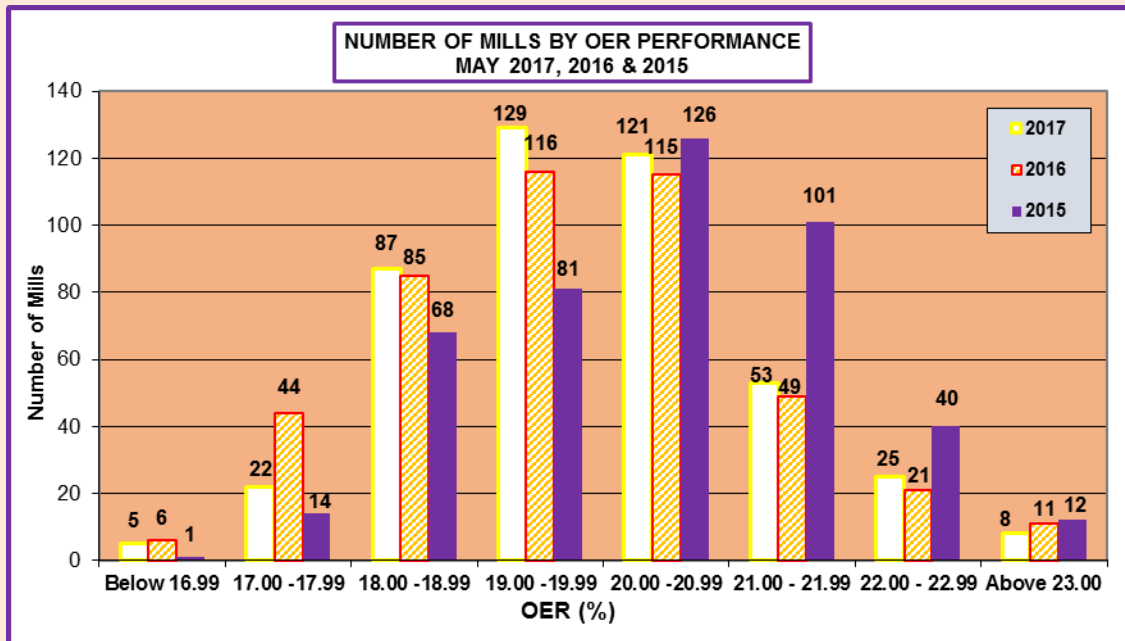
STATES	MAY	APRIL	DIFF. (Actual)
JOHORE	19.39	19.51	-0.12
KEDAH	19.87	19.36	0.51
KELANTAN	20.16	19.90	0.26
N.SEMBILAN	19.08	19.19	-0.11
PAHANG	19.36	19.27	0.09
PERAK	18.85	18.89	-0.04
SELANGOR	18.60	18.78	-0.18
TERENGGANU	19.80	19.41	0.39
OTHER STATES	19.61	19.44	0.17
P. MALAYSIA	19.26	19.24	0.02
SABAH	20.59	20.24	0.35
SARAWAK	20.32	20.38	-0.06
SABAH/SARAWAK	20.47	20.30	0.17
MALAYSIA	19.82	19.72	0.10

The number of mills which recorded increases in OER performance in May 2017 exceeded the number of mills which recorded decreases, with 258 mills (57.3%) against 186 mills (41.3%), while the other six (6) mills recorded the same level of OER as the previous month.

In the same month, there were eight (8) mills (1.8%) achieved OER above 23.00 percent as compared to 11 mills (2.5%) in the same month

of 2016. Another 78 mills (17.3%) registered OER between 21.00 percent and 22.99 percent, 121 mills (26.9%) registered OER between 20.00 percent and 20.99 percent and 129 mills (28.7%) between 19.00 percent and 19.99 percent. Another 87 mills (19.3%) 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 2017 recorded at 24.13 percent by a mill in Pahang, while the lowest OER also registered by a mill in Pahang at 15.18 percent. Meanwhile, the highest increase in OER as against the previous

month's OER, recorded by a mill in Sabah, i.e. increased by 2.62 percent, while the highest decline was also recorded by a mill in Sabah, which down by 2.38 percent.