

OER Performance of Malaysian Oil Palm Mills – June 2017

Malaysia's CPO extraction rates (OER) in June 2017 lower by 0.11 percent to 19.71 percent as against 19.82 percent recorded in May 2017. The decrease in national OER was mainly due to lower quality FFB received and processed by oil palm mills. However, OER in June 2017 was higher compared to the corresponding month in 2016, i.e. increased by 0.07 percent from 19.64 percent.

During the month, eight (8) CPO producing states in Malaysia recorded decreases in OER performance, ranged from 0.02 percent to 0.43

percent. Terengganu and Sarawak recorded the highest decreases in OER performance, i.e. both down by 0.43 percent to 19.37 percent and 19.89 percent. It was followed by Kelantan, Sabah and Johore, which were lower by 0.22 percent, 0.17 percent and 0.15 percent to 19.94 percent, 20.42 percent and 19.24 percent respectively. Three (3) states, namely Kedah, Perak and Selangor recorded increases in OER performance, i.e. higher by 0.42 percent, 0.27 percent and 0.20 percent respectively. (Refer Table 1)

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

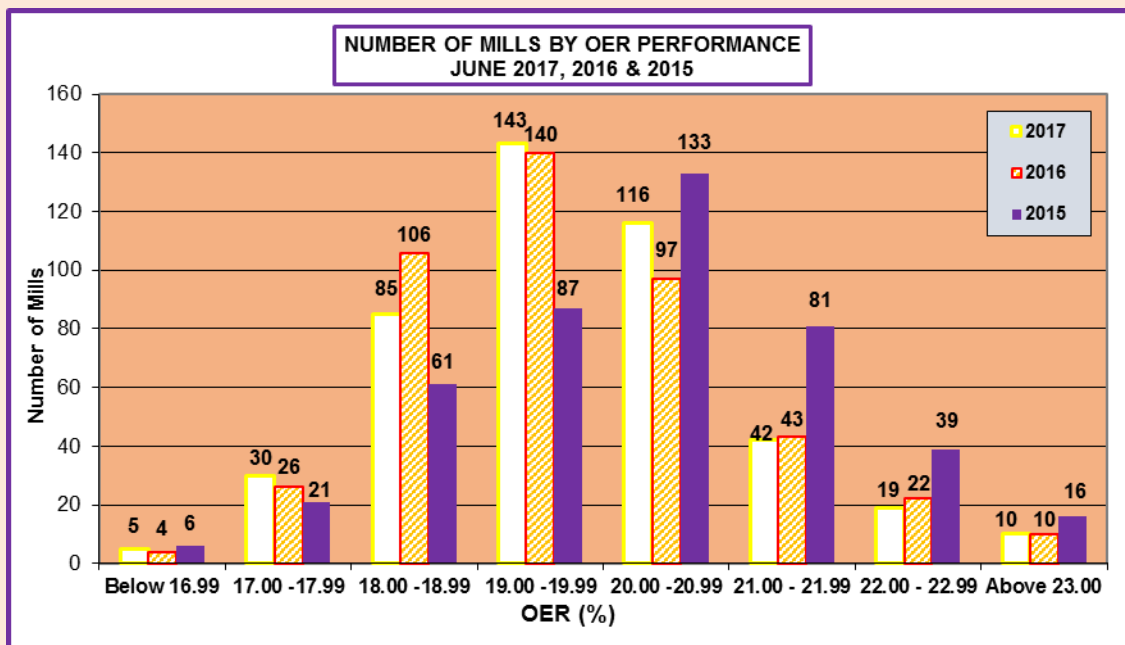
STATES	JUNE	MAY	DIFF. (Actual)
JOHORE	19.24	19.39	-0.15
KEDAH	20.29	19.87	0.42
KELANTAN	19.94	20.16	-0.22
N.SEMBILAN	18.99	19.08	-0.09
PAHANG	19.34	19.36	-0.02
PERAK	19.12	18.85	0.27
SELANGOR	18.80	18.60	0.20
TERENGGANU	19.37	19.80	-0.43
OTHER STATES	19.57	19.61	-0.04
P. MALAYSIA	19.26	19.26	0.00
SABAH	20.42	20.59	-0.17
SARAWAK	19.89	20.32	-0.43
SABAH/SARAWAK	20.19	20.47	-0.28
MALAYSIA	19.71	19.82	-0.11

The number of mills which recorded decreases in OER performance in June 2017 exceeded the number of mills which recorded increases, with 266 mills (59.1%) against 175 mills (38.9%), while the other eight (8) mills recorded the same level of OER as the previous month.

In June 2017, there were 10 mills (2.2%) achieved OER above 23.00 percent, same as June 2016 which also recorded 10 mills (2.2%).

Another 61 mills (13.6%) registered OER between 21.00 percent and 22.99 percent, 116 mills (25.8%) registered OER between 20.00 percent and 20.99 percent and 143 mills (31.8%) between 19.00 percent and 19.99 percent. Another 85 mills (18.9%) recorded OER between 18.00 percent and 18.99 percent and the remaining of 35 mills (7.8%) recorded OER below 18.00 percent. (Refer Chart 1).

Chart 1.



The highest individual OER in Malaysia in June 2017 recorded at 24.75 percent by a mill in Pahang, while the lowest OER registered by a mill in Sarawak at 13.36 percent. Meanwhile, the highest increase in OER as against the previous

month's OER, recorded by a mill in Pahang, i.e. increased by 6.49 percent, while the highest decline was recorded by a mill in Sabah, which down by 1.63 percent.