

OER Performance of Malaysian Oil Palm Mills – October 2017

Malaysia's CPO extraction rates (OER) in October 2017 was higher by 0.29 percent to 19.99 percent as against 19.70 percent recorded in September 2017. The higher national OER was mainly due to better quality FFB received and processed by oil palm mills. In contrast, OER in October 2017 was recorded lower as compared to the corresponding month in 2016, i.e. down by 0.65 percent from 20.64 percent.

A total of nine (9) CPO producing states in Malaysia recorded increases in OER performance in October 2017, ranged from 0.23 percent to

0.56 percent. Perak and Other States (Penang and Malacca), was recorded the highest increases in OER performance, which was up by 0.56 percent to 19.43 percent and 19.49 percent respectively. It was followed by Kedah, Johor, Negeri Sembilan and Pahang, which were increased by 0.50 percent, 0.45 percent, 0.42 percent, and 0.40 percent respectively. On the other hand, Terengganu and Sabah recorded decreases in OER performance as compared to the previous month's performance. (Refer Table 1).

Table1.
OER PERFORMANCE BY STATES
OCTOBER AND SEPTEMBER 2017 (%)

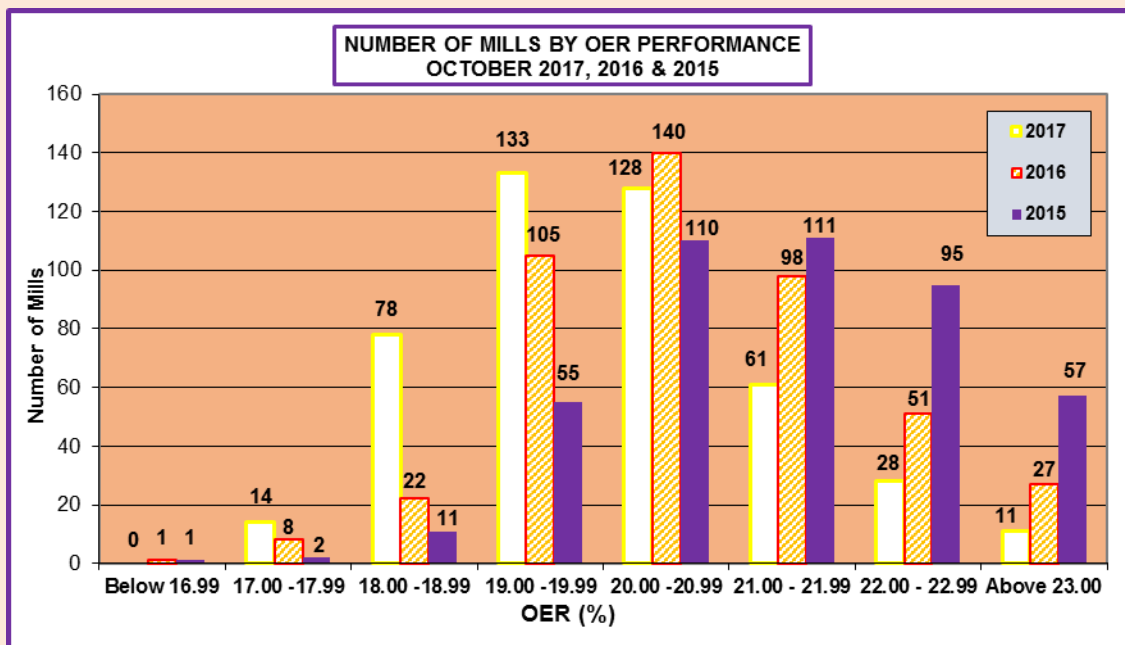
STATES	OCTOBER	SEPTEMBER	DIFF. (Actual)
JOHORE	19.35	18.90	0.45
KEDAH	20.16	19.66	0.50
KELANTAN	20.34	20.11	0.23
N.SEMBILAN	19.25	18.83	0.42
PAHANG	19.65	19.25	0.40
PERAK	19.43	18.87	0.56
SELANGOR	19.28	19.01	0.27
TERENGGANU	19.62	19.89	-0.27
OTHER STATES	19.49	18.93	0.56
P. MALAYSIA	19.51	19.10	0.41
SABAH	21.03	21.06	-0.03
SARAWAK	20.04	19.81	0.23
SABAH/SARAWAK	20.57	20.45	0.12
MALAYSIA	19.99	19.70	0.29

The number of mills which recorded increases in OER performance in October 2017 exceeded the number of mills which recorded decreases, with 306 mills (67.4%) against 142 mills (31.3%), while the other six (6) mills recorded the same level of OER as the previous month.

In October 2017, there were 11 mills (2.4%) achieved OER above 23.00 percent as compared to 27 mills (6.0%) in the same month of 2016.

Another 89 mills (19.6%) registered OER between 21.00 percent and 22.99 percent, 128 mills (28.3%) registered OER between 20.00 percent and 20.99 percent and 133 mills (29.4%) between 19.00 percent and 19.99 percent. Another 78 mills (17.2%) recorded OER between 18.00 percent and 18.99 percent and the remaining of 14 mills (3.1%) recorded OER below 18.00 percent. (Refer Chart 1).

Chart 1.



The highest individual OER in Malaysia in October 2017 recorded at 24.02 percent by a mill in Pahang, while the lowest OER registered by a mill in Sarawak at 17.05 percent. Meanwhile, the highest increase in OER as against the previous

month's OER, recorded by a mill in Perak, i.e. higher by 2.00 percent, while the highest decline was recorded by a mill in Sabah, which lower by 1.36 percent.