

OER Performance of Malaysian Oil Palm Mills – November 2017

Malaysia's CPO extraction rates (OER) in November 2017 was lower by 0.29 percent to 19.70 percent as against 19.99 percent recorded in October 2017. The lower national OER was mainly due to lower quality FFB processed and unfavourable weather condition in major palm oil producing states. OER in October 2017 was also recorded lower as compared to the corresponding month in previous year, i.e. down by 0.36 percent from 20.06 percent.

During the month, all eleven CPO producing states in Malaysia (including Other States which constituted Melaka and Pulau Pinang) recorded decreases in OER performance, ranged from 0.07

percent to 0.78 percent. Kedah was recorded as the highest decrease in OER performance, which was lower by 0.78 percent to 19.38 percent. It was followed by Negeri Sembilan, Perak, Other States, Johor, Selangor, Pahang, Sabah, Terengganu and Kelantan, which were declined by 0.56 percent, 0.53 percent, 0.40 percent, 0.33 percent, 0.32 percent, 0.30 percent, 0.29 percent, 0.17 percent and 0.10 percent respectively. Meanwhile Sarawak recorded as the lowest decrease in OER performance, i.e. down by 0.07 percent. (Refer Table 1)

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

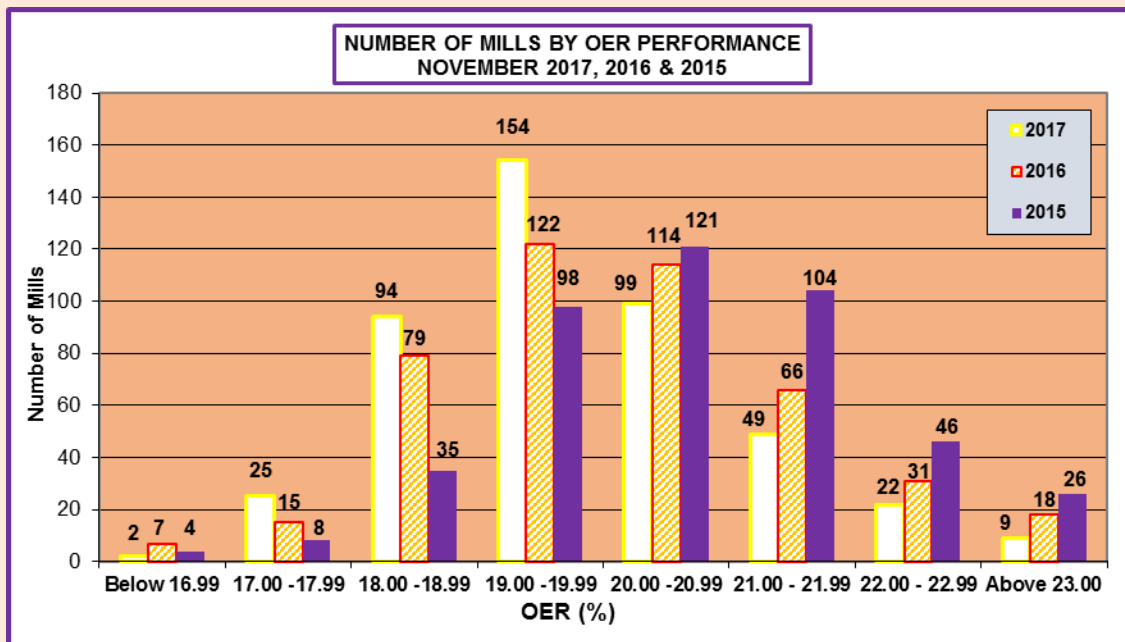
STATES	NOVEMBER	OCTOBER	DIFF. (Actual)
JOHORE	19.02	19.35	-0.33
KEDAH	19.38	20.16	-0.78
KELANTAN	20.24	20.34	-0.10
N.SEMBILAN	18.69	19.25	-0.56
PAHANG	19.35	19.65	-0.30
PERAK	18.90	19.43	-0.53
SELANGOR	18.96	19.28	-0.32
TERENGGANU	19.45	19.62	-0.17
OTHER STATES	19.09	19.49	-0.40
P. MALAYSIA	19.14	19.51	-0.37
SABAH	20.74	21.03	-0.29
SARAWAK	19.96	20.04	-0.08
SABAH/SARAWAK	20.40	20.57	-0.17
MALAYSIA	19.70	19.99	-0.29

The number of mills which recorded decreases in OER performance in November 2017 exceeded the number of mills which recorded increases, with 346 mills (76.2%) against 106 mills (23.3%), while the other two (2) mills recorded the same level of OER as the previous month.

Within the month, there were nine (9) mills (2.0%) achieved OER above 23.00 percent as compared to 18 mills (4.0%) in the same month

of previous year. Another 71 mills (15.6%) registered OER between 21.00 percent and 22.99 percent, 99 mills (21.8%) registered OER between 20.00 percent and 20.99 percent and 154 mills (33.9%) between 19.00 percent and 19.99 percent. Another 94 mills (20.7%) recorded OER between 18.00 percent and 18.99 percent and the remaining of 27 mills (5.9%) recorded OER below 18.00 percent. (Refer Chart 1).

Chart 1.



Both highest and lowest individual OER in Malaysia in November 2017 was recorded by mills in Sarawak. The highest OER was recorded at 24.15 percent, while the lowest at 15.95 percent. Meanwhile, the highest increase in OER

as against the previous month's OER, recorded by a mill in Terengganu, i.e. up by 1.99 percent, while the highest decline was recorded by a mill in Negeri Sembilan, which down by 2.27 percent.