

OER Performance of Malaysian Oil Palm Mills – August 2018

Malaysia's CPO extraction rates (OER) in August 2018 increased by 0.36 percent to 20.31 percent from 19.95 percent in July 2018. The higher in national OER was mainly due to higher quality FFB received and processed by CPO producing states arising from favourable weather condition. Simultaneously, OER in August 2018 was also recorded higher by 0.57 percent vis-à-vis 19.74 percent in August 2017.

In August 2018, all 11 CPO producing states in Malaysia recorded increases in OER performance,

ranged from 0.13 percent to 0.77 percent. Selangor recorded the highest increase in OER performance, i.e. rose by 0.77 percent to 19.89 percent. It was followed by Johor, Terengganu and Sarawak which were up by 0.63 percent, 0.50 percent and 0.41 percent to 20.01 percent, 21.04 percent and 20.09 percent respectively. While the lowest increase in OER performance recorded by Sabah, i.e. higher by 0.13 percent to 21.08 percent from 20.95 percent in July 2018. (Refer Table 1)

Table 1
OER Performance By States, August 2018 And July 2018 (%)

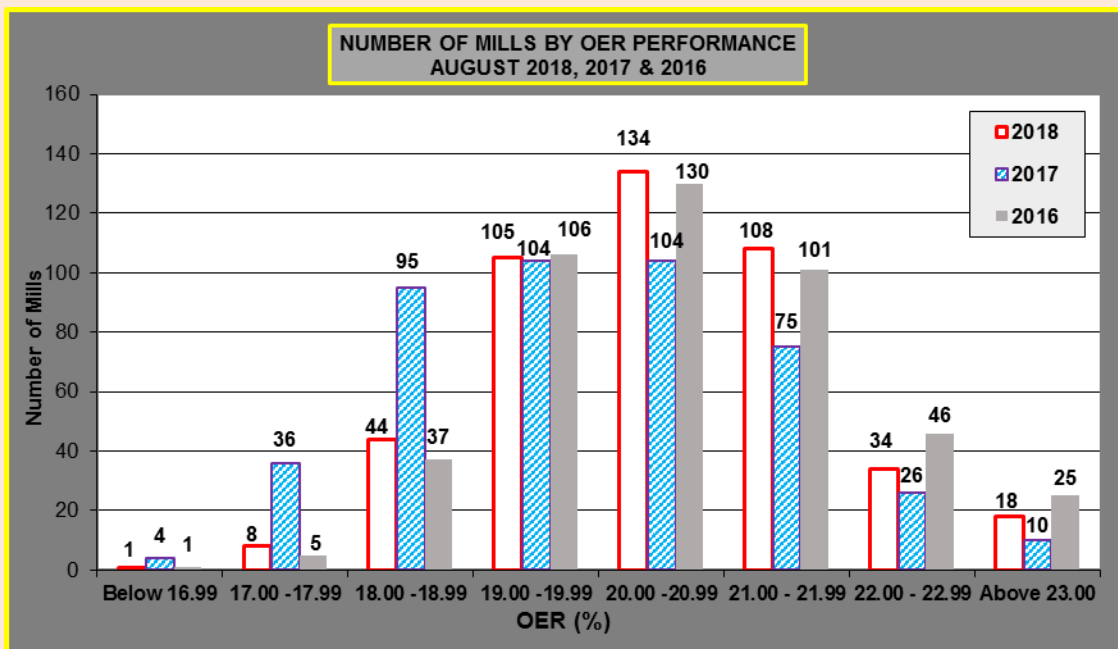
STATES	AUGUST	JULY	DIFF. (Actual)
JOHOR	20.01	19.38	0.63
KEDAH	20.66	20.45	0.21
KELANTAN	21.63	21.30	0.33
N.SEMBILAN	19.90	19.60	0.30
PAHANG	20.42	20.09	0.33
PERAK	19.53	19.27	0.26
SELANGOR	19.89	19.12	0.77
TERENGGANU	21.04	20.54	0.50
OTHER STATES	19.89	19.69	0.20
P. MALAYSIA	20.10	19.65	0.45
SABAH	21.08	20.95	0.13
SARAWAK	20.09	19.68	0.41
SABAH/SARAWAK	20.55	20.30	0.25
MALAYSIA	20.31	19.95	0.36

The number of mills which recorded increases in OER performance in August 2018 exceeded the number of mills which recorded decreases, with 340 mills (75.2%) against 108 mills (23.9%), while the other four (4) mills (0.9%) recorded the same level of OER as in July 2018.

Within the month, there were 18 mills (4.0%) achieved OER above 23.00 percent as compared to 10 mills (2.2%) in August 2017. Another 142

mills (31.4%) registered OER between 21.00 percent and 22.99 percent, 134 mills (29.6%) registered OER between 20.00 percent and 20.99 percent and 105 mills (23.2%) between 19.00 percent and 19.99 percent. Another 44 mills (9.7%) recorded OER between 18.00 percent and 18.99 percent and the remaining of nine (9) mills (2.0%) recorded OER below 18.00 percent. (Refer Chart 1).

**Chart 1 : Number Of Mills By OER Performance
 August 2018, 2017 & 2016**



The highest individual OER in Malaysia in August 2018 recorded at 25.05 percent by a mill in Pahang, while the lowest OER registered by a mill in Johor at 16.89 percent. Meanwhile, the highest increase in OER as against the previous month's OER, recorded by a mill in Sarawak, i.e. higher by 1.76 percent, while the highest decline was recorded by a mill in Pahang, which drop by 1.18 percent.