Processing Manual for Virgin Coconut Oil, its Products and By-products for Pacific Island Countries and Territories
Processing Manual for Virgin Coconut Oil, its Products and By-products for Pacific Island Countries and Territories

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SPC-LRD consultant (funded under the EU-FACT project)

Secretariat of the Pacific Community
Noumea, New Caledonia, 2011
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ACKNOWLEDGMENTS

The consultant would like to express her heartfelt gratitude and thanks to the following:

1. Secretariat of the Pacific Community, Land Resources Division through its EU Funded Project on Facilitating Agricultural Commodity Trade (FACT) for providing the funds for the consultancy services in the preparation of the manuscript. Special thanks are accorded to Dr Lex Thomson, Team Leader, EU FACT project for trusting in the capability and giving the opportunity to the consultant to prepare a comprehensive and more focused VCO processing manual.


4. Mr Tevita Kete of the SPC-EU FACT Project for providing inputs on the additional topics that should be included in the manual.

5. Special thanks are accorded to Ms. Emily Nadike, Graphic Artist in the SPC Regional Media Centre, and Ms. Frances Pene, Editor in the SPC Publications Section, for their great work in typesetting and editing this manual.

6. Beloved daughter, architect Rowena D. Bawalan, for the additional drawing of the floor plan and building perspective for a suggested VCO processing facility with space for downstream products processing that can also be utilised for training and demonstration.

7. Engr. Evelyn T. Caro, Agriculturist 1 and Technology Transfer Specialist, Philippine Coconut Authority, for the information provided on coconut shell charcoal and briquette processing.

8. Philippine Coconut Authority for the statistics on the marketing of VCO and other coconut products.

9. Ms Cherry Kaake, Project Assistant for the SPC-EU FACT Project, for her assistance with all the administrative needs of the consultant.

10. Last but not least, to all participants of the training courses on VCO and by-products processing whom the consultant conducted in Fiji, Kiribati, Marshall Islands, Papua New Guinea and Solomon Islands, and whose active participation gave her added insights into life in the Pacific Islands. The interactions with them gave her the impetus for the preparation of this manual.
Virgin coconut oil (VCO) is the purest form of coconut oil. Introduced onto the world market at the end of the 20th century, it is one of the highest value products derived from the fresh coconut. From a much maligned substance in the 1970s and 1980s — the American Soybean Association claimed that coconut oil caused heart disease and atherosclerosis — this high quality version has resurrected the reputation of coconut oil and made a dramatic turn-around in the world market as a functional food that not only nourishes but also heals. Because of its multi-functional uses and the way it can be produced at different production levels, VCO has been generating a lot of interest in coconut-producing countries as well as importing countries. VCO production offers an opportunity to coconut farmers to improve their income with this alternative to low value copra production.

In February 2006, the Food and Agriculture Organization Regional Office for Asia and the Pacific (FAORAP) published the manual *Virgin coconut oil production manual for micro and village scale processing*. This is a ready reference that discusses key aspects of the production of good quality VCO. One of the major concerns with producing VCO on a home, micro and village scale of operation is achieving a product with consistently good quality that will meet international standards and always be fit for human consumption. The FAO manual addresses these concerns and documents the VCO processing technologies developed in the Philippines, as well as the results of programmes initiated by FAORAP in promoting and improving the VCO industry in Thailand. The manual was prepared by Ms Divina D. Bawalan, previously a senior science research specialist with the Philippine Coconut Authority, and Mr Keith R. Chapman, formerly an industrial crops officer at FAO's Asia-Pacific office.

In the course of conducting VCO training courses in Pacific Island countries and territories (PICTs) since 2006, Ms Bawalan discovered that one of the simplest micro/home scale VCO processing technologies, which was developed in the Philippines and documented in the FAO VCO manual, does not actually work well in the Pacific region. This may be due to the differences in coconut variety, coconut harvesting procedures and other factors. Hence, for every training course in a Pacific country, modifications to the natural fermentation process were made, adapting it to the particular conditions of each country.

In 2009, a roundtable meeting was held in Nadi, Fiji, to discuss the state of the art of coconut processing and the market prospects of coconut products in Pacific countries. The meeting was organised by the Secretariat of the Pacific Community (SPC) and the Asian and Pacific Coconut Community (APCC). It highlighted the need for PICTs to focus on the production of high value coconut products. Consequently, SPC’s Land Resources Division (LRD) deemed it necessary to develop this *Processing manual for virgin coconut oil, its products and by-products for Pacific Island countries and territories* which is appropriate for the conditions in the Pacific region. The preparation of this manual meets with LRD’s mandate to improve the food and nutritional security of the Pacific community. Funding for the preparation of the manual was provided under LRD’s EU-funded (European Development Fund 9) project on Facilitating Agricultural Commodity Trade (FACT) in the Pacific Islands.

Aside from presenting VCO processing technologies specifically applicable to the PICTs, the manual covers technology options for the processing of coconut shell, water from matured coconut and coconut milk residue, which are the by-products generated in VCO processing. It also includes the processing of VCO-based downstream products such as herbal soap, aromatherapy oils and herbal ointments using aromatic plants available in PICTs. In essence, this manual is an expanded and more focused version of the *Virgin coconut oil production manual for micro and village scale processing* by Bawalan and Chapman published by FAORAP in 2006. Permission C017/2010 from FAO HQ (Publishing Policy and Support Branch) to use/reproduce some figures, information and sections from the FAO manual to complete the Pacific VCO Manual is gratefully acknowledged.

Similar to the goal of the FAO VCO processing manual, this manual is intended as a primary source of practical knowledge on the proper handling and processing of fresh coconuts to ensure that VCO and its by-products will be produced to meet and possibly exceed international standards. Further, it is envisioned that the manual will lead to a better understanding of coconut oil and its quality parameters so that VCO processors can easily respond to the queries of their buyers. In the preparation of the manual, images from different PICTs which were collected during the conduct of training courses are used to illustrate key points.
## ACRONYMS AND ABBREVIATIONS

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<th>Acronym</th>
<th>Full Form</th>
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<tr>
<td>APCC</td>
<td>Asian and Pacific Coconut Community</td>
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<td>BAFPS</td>
<td>Bureau of Agricultural and Fisheries Product Standard</td>
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<tr>
<td>CFL</td>
<td>Compact fluorescent lamp</td>
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<td>DC/DCN</td>
<td>Desiccated coconut</td>
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<td>DME</td>
<td>Direct micro expelling</td>
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<tr>
<td>EU</td>
<td>European Union</td>
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<tr>
<td>FACT</td>
<td>Facilitating Agricultural Commodity Trade</td>
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<td>FAO</td>
<td>Food and Agriculture Organization (United Nations)</td>
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<td>FAORAP</td>
<td>FAO Regional Office for Asia and the Pacific</td>
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<tr>
<td>FFA</td>
<td>Free fatty acid</td>
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<tr>
<td>FNRI</td>
<td>Food and Nutrition Research Institute</td>
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<td>GLC</td>
<td>Gas liquid chromatography</td>
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<td>GMP</td>
<td>Good manufacturing practice</td>
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<tr>
<td>HACCP</td>
<td>Hazard analysis critical control points</td>
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<tr>
<td>kg</td>
<td>Kilogram</td>
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<td>LRD</td>
<td>Land Resources Division (SPC)</td>
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<td>LTO</td>
<td>License to operate</td>
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<td>MC</td>
<td>Moisture content</td>
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<td>MCFA</td>
<td>Medium chain fatty acid</td>
</tr>
<tr>
<td>NRI</td>
<td>Natural Resources Institute</td>
</tr>
<tr>
<td>PAH</td>
<td>Polycyclic aromatic hydrocarbon</td>
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<tr>
<td>PCA</td>
<td>Philippine Coconut Authority</td>
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<tr>
<td>PDD</td>
<td>Product Development Department</td>
</tr>
<tr>
<td>PICTs</td>
<td>Pacific Island countries and territories</td>
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<tr>
<td>PNS</td>
<td>Philippine National Standard</td>
</tr>
<tr>
<td>psi</td>
<td>Pounds per square inch</td>
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<td>RBD</td>
<td>Refined, bleached and deodorised</td>
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<tr>
<td>RP</td>
<td>Republic of the Philippines</td>
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<tr>
<td>SPC</td>
<td>Secretariat of the Pacific Community</td>
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<td>SSOP</td>
<td>Sanitation standard operating procedures</td>
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<tr>
<td>UK</td>
<td>United Kingdom</td>
</tr>
<tr>
<td>UCAP</td>
<td>United Coconut Association of the Philippines</td>
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<tr>
<td>UHT</td>
<td>Ultra high temperature</td>
</tr>
<tr>
<td>USD</td>
<td>United States dollar</td>
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<tr>
<td>VCO</td>
<td>Virgin coconut oil</td>
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Chapter 1
Coconuts and Pacific Island countries and territories

1.1 Characteristics of Pacific Island countries and territories

The main geographic characteristics of Pacific Island countries and territories (PICTs) are their small land masses, distance from world markets and dispersal over wide areas of ocean or archipelagic formations (Hazelman 1996). Twenty-two countries and territories, comprising some 7500 islands, are spread over 30 million square kilometres (Tevi 1997), of which 98% is ocean. Of the 7500 islands, only 500 are inhabited (Bird 2002) (Figure 1).

The Pacific region is divided into the three sub-regions of Melanesia, Polynesia and Micronesia, based on ethnic, linguistic and cultural differences. Tevi (1997) mentions the following geographical characteristics of the sub-regions:

The Melanesian countries of Papua New Guinea, the Solomon Islands, Vanuatu, Fiji and New Caledonia comprise large, mountainous and mainly volcanic islands. They are endowed with considerable natural resources: fertile soils, large forests, mineral deposits and rich ocean resources. Micronesia and Polynesia are characterised by much smaller island countries. Most are small atolls with poor soil, with elevations usually between one and two metres (Kiribati and Tuvalu); there are some islands of volcanic origin with more fertile lands (Samoa and Tonga). Natural resources are mostly limited to the ocean; the seas of Micronesia and Polynesia are generally rich in living resources, and reported to have significant prospects for exploitable non-living resources (petroleum, natural gas, minerals).

Source: Secretariat of the Pacific Regional Environment Programme (SPREP)

Figure 1. Map of the Pacific region

Source: Secretariat of the Pacific Regional Environment Programme (SPREP)
1.2 The coconut industry in the Pacific region

The most widespread crop in PICTs is the coconut (*Cocos nucifera* linn.) inasmuch as the palm grows even in the infertile soil of the atoll countries. Coconuts have been part of the everyday life of Pacific Islanders for thousands of years. Coconut milk extracted from the grated fresh coconut kernel is an indispensable ingredient in traditional meals. Home-made coconut oil is used for cooking and for hair and skin conditioning. In Rarotonga, Cook Islands, slices of fresh mature coconut kernel are served with fruit after every meal.

The coconut’s uniqueness and vital importance among Pacific crops is evidenced by the long history of usage and the numerous studies that characterise and define the composition of the different components of the tree and its fruit. It has been demonstrated that every part of the coconut tree and its fruit can be used or converted into valuable products. If properly utilised, the coconut has the highest economic value among the various palm trees (Bawalan 2003). This is the reason the coconut is often referred to as the tree of life, or the king of tropical flora or the tree of abundance.

While the coconut industry has lost much of its significance in the economies of PICTs in recent years, coconuts remain one of the major sources of livelihood, especially for people living on the outer islands who have to rely on the resources of their island because of the distance to urban centres and high inter-island transport costs.

With the exception of Papua New Guinea, the majority of PICTs have land areas less than 1000 square kilometres (Table 1). Correspondingly, coconut areas and production in these countries are miniscule compared to the Philippines and Indonesia (Table 2).

### Table 1. Profile of Pacific Island countries and territories

<table>
<thead>
<tr>
<th>Country</th>
<th>2010 Mid-year population estimate</th>
<th>Land area Sq. kilometres</th>
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<tbody>
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<td>American Samoa</td>
<td>65,896</td>
<td>199</td>
</tr>
<tr>
<td>Commonwealth of the Northern Marianas</td>
<td>63,072</td>
<td>457</td>
</tr>
<tr>
<td>Cook Islands</td>
<td>15,708</td>
<td>237</td>
</tr>
<tr>
<td>Federated States of Micrones</td>
<td>111,364</td>
<td>701</td>
</tr>
<tr>
<td>Fiji Islands</td>
<td>847,793</td>
<td>18,273</td>
</tr>
<tr>
<td>French Polynesia</td>
<td>268,767</td>
<td>3,521</td>
</tr>
<tr>
<td>Guam</td>
<td>187,140</td>
<td>541</td>
</tr>
<tr>
<td>Republic of Kiribati</td>
<td>1000,835</td>
<td>811</td>
</tr>
<tr>
<td>Nauru</td>
<td>9,976</td>
<td>21</td>
</tr>
<tr>
<td>New Caledonia</td>
<td>254,525</td>
<td>18,576</td>
</tr>
<tr>
<td>Niue</td>
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<td>259</td>
</tr>
<tr>
<td>Palau</td>
<td>20,518</td>
<td>444</td>
</tr>
<tr>
<td>Papua New Guinea</td>
<td>6,744,955</td>
<td>462,840</td>
</tr>
<tr>
<td>Pitcairn Islands</td>
<td>54</td>
<td>5</td>
</tr>
<tr>
<td>Republic of the Marshall Islands</td>
<td>54,439</td>
<td>181</td>
</tr>
<tr>
<td>Samoa</td>
<td>183,123</td>
<td>2,785</td>
</tr>
<tr>
<td>Solomon Islands</td>
<td>549,574</td>
<td>30,407</td>
</tr>
<tr>
<td>Tokelau</td>
<td>1,165</td>
<td>12</td>
</tr>
<tr>
<td>Tonga</td>
<td>103,365</td>
<td>650</td>
</tr>
<tr>
<td>Tuvalu</td>
<td>11,149</td>
<td>26</td>
</tr>
<tr>
<td>Vanuatu</td>
<td>245,036</td>
<td>12,281</td>
</tr>
<tr>
<td>Wallis and Futuna</td>
<td>13,256</td>
<td>142</td>
</tr>
</tbody>
</table>

Source: Secretariat of the Pacific Community 2010
1.2.1 Coconut harvesting, collection and husking practices in PICTs

Generally speaking, harvesting of nuts in the strictest sense of the word is not practised in any PICTs. In coconut-producing countries in Asia, the nuts are plucked by means of a long pole or by climbing, whereas in PICTs, the mature nuts are allowed to fall to the ground. They are collected only when the coconut farmer or the estate worker wants to cut the raw kernel (also known as green copra) from the nut for subsequent sale or processing into copra.

The Pacific Island style of harvesting consists of walking through the coconut grove, picking up the nuts, putting them in a sack or basket made of coconut leaves (Figure 2) and carting them to a central place for cutting. In some areas in Fiji, horses or cattle-drawn improvised carts (Figure 3) are used to bring the whole nuts to the area where the copra dryer is located and copra cutting is done (Bawalan 2008).
The Pacific style of harvesting, or the natural fall method, while relatively cheap, has two disadvantages:

1. A lot of nuts are left on the ground, as the nut collector usually stays on existing tracks, especially in areas of rough terrain and heavy undergrowth.

2. Frequent collection is required to prevent germination of nuts on the ground and on the tree (the Rennell Island Tall Palms of Solomon Islands have been observed to germinate while still intact on the palm). Germination causes a reduction in the quantity and quality of fresh kernel, dried coconut flesh or copra and the resulting oil. During the rainy season, germination of nuts on the ground is aggravated and heavy losses are incurred.

These harvesting practices restrict the type of coconut food products that can be commercially produced in PICTs, since specific food products require specific levels of maturity of the nuts to obtain the expected high quality.

Most coconuts produced in PICTs are not husked; they are just cut into halves and the fresh kernel is cut out of the shell for drying into copra or for selling to traders who convert it into copra. In PICTs, husking of coconuts is done only for nuts earmarked for the following purposes:

- delivery to processing plants using fresh coconuts as starting material for VCO and coconut cream;
- delivery to markets that sell husked coconuts;
- home use for grating and extracting coconut milk as an ingredient in traditional Pacific dishes and for making coconut oil for cooking and other purposes.

On-farm husking of the nuts earmarked for these purposes is done to reduce the bulk and weight of the nuts when they are transported to specific destinations. Husking is done manually, using a round metal bar with sharpened tip anchored in the ground (Figure 4). Otherwise, the whole nuts are split with an axe (Figure 5) and the coconut kernel is taken out with a knife (Figure 6) or other tool.
Figure 4. Husking tool and husking operation in Fiji

Figure 5. Splitting of whole coconuts with an axe
1.2.2 Coconut processing in the Pacific region

The coconut industry in the Pacific region is primarily based on copra. Smallholders and estate plantation owners derive income from coconuts by selling copra, green or dried. Copra is generally produced by drying the kernel in various types of hot air dryer (Figure 7). In some areas, split whole coconuts are sun-dried. Since copra is a low value product and prices in the world market fluctuate, the income obtained by farmers is marginal. This could be the reason for the coconut industry in PICTs losing much of its economic significance.
Several PICTs, including Fiji, Kiribati, Marshall Islands, Papua New Guinea, Samoa and Vanuatu, have established oil mills to add value to their copra. However, unless the copra-derived coconut oil produced is used domestically, the value-added by the oil milling is negated due to the high cost of exporting the oil.

It should be noted that PICTs will never be able to compete with big coconut producers in Asia on price alone. The distance of PICTs to major coconut product trading centres and their small volume of production severely limit the type of coconut products that can be economically produced for export. Hence, PICTs should focus on high value coconut products that can be produced on micro and village scales of operation and those that can be utilised and marketed domestically and/or easily exported to the nearby markets of Australia and New Zealand.
Marshall Islands and Vanuatu are the leaders among PICTs in the utilisation of coconut oil for fuel, where filtered coconut oil is blended with diesel or kerosene. Fiji and Samoa lead the group in terms of the largest number of coconut-based products. Hoff (2008) reported that in Samoa, copra, coconut oil, canned coconut cream, virgin coconut oil, handicrafts from coconut shell, and furniture and novelty items from coconut wood are being produced. He also mentioned that both mature and young coconuts are sold in many places in Samoa with the greatest concentration of sales at Fugalei Market in Apia. Aside from producing copra, crude coconut oil and VCO, Fiji is now known for the downstream processing of high quality coconut oil and VCO into specialty soaps and skin care products (e.g. lotions, creams and scented body oils). In addition, Pacific Green, a company which has become synonymous with high quality coconut wood furniture, is also based in Fiji.

With the development of a niche market for VCO (Figure 8) and its increasing popularity in developed countries, several Pacific countries — Fiji, Marshall Islands, Papua New Guinea, Samoa, Solomon Islands and Tonga — have now gone into VCO production. This is mostly done by small-scale producers in villages.

![Figure 8. Virgin coconut oil](image)

At present, VCO production in PICTs is still very small in volume. A major concern in producing VCO on a micro- and village-scale is achieving consistently high quality oil that conforms to international standards. This manual provides detailed guidelines, from harvesting to product packaging and storage, on how to achieve this standard.

### 1.3 Socio-economic significance of VCO processing in PICTs

The advent of VCO in the world market offers an opportunity for PICTs to convert their coconuts into high value products. VCO can be produced economically on micro- or village-scale operation and VCO processing is appropriate, given the available coconut supply in PICTs, and well suited to the harvesting practice in PICTs, since the process requires fully mature nuts. Under normal circumstances, coconuts fall naturally from the tree at full maturity.
Among the plant-derived vegetable, seed and nut oils, VCO is considered unique in the sense that it is the only oil with multi-functional uses: It is the only oil which one can eat as a food supplement or functional food, use for cooking, apply to the hair and skin as a moisturiser and conditioner, and use as a major ingredient in skin care products or as carrier oil in aromatherapy and massage oils. Moreover, it can be used in applications in which the copra-derived refined, bleached and deodorised (RBD) oil is traditionally used, e.g. as a substitute for expensive butterfat in filled milk, filled cheese and ice cream or to provide the lubricating action in dressings or the leavening effect in baked items.

The VCO-based products industry (e.g. skin and hair care products) is growing. Under these conditions, VCO will not lack for prospective markets. To expand VCO production, what is needed in PICTs is a concerted effort in technology transfer, access to reliable equipment suppliers, market promotion and a strong trader/exporter base that can aggregate the VCO produced by village producers and export in bulk.

As mentioned previously, VCO is a high value product. Based on export data for the Philippines, the average bulk price of VCO is about five times higher than the average price of copra-derived coconut oil (CNO) in the world market. Records show that the average Philippine export price (2003–2008) of CNO is USD 696 per tonne, while the average export price (2003–2008) for VCO was USD 3231 per tonne. The Philippine export performance for copra-derived coconut oil and VCO can be used as a benchmark for the world market price of these commodities because the Philippines is the biggest producer and supplier of both products.

Philippine Coconut Authority (PCA) statistics show that, as of 2008, VCO produced in the Philippines is exported to 38 countries, with the USA being the biggest importer, accounting for 62.5% of the total volume exported, followed by Canada at 27.3%. The use of VCO as functional food is common in the Philippines and it can now be readily bought from drug stores and supermarkets, packaged in 250 and 500 ml bottles. Since 2005, a big herbal company has been selling VCO with added flavours (banana, jackfruit and corn) to make it more palatable. It should also be noted that one of the first companies that marketed VCO through the Internet since 2000 is Mt Banahaw Health Foods Corporation under the brand name Tropical Traditions. This company (now based in the United States) is also credited with being the one that started the VCO industry in the Philippines. Its VCO production and marketing scheme, in which VCO is produced by coconut farmers at home while quality assurance, aggregation and marketing are handled by the company, can be adapted in PICTs.

As demonstrated in Samoa, organically produced VCO attracts high-end international buyers who are willing to pay a high price for the product. However, the VCO producer should also consider the fact that organic certification is an investment in itself (see Section 3.6.2 for more details). A word of caution — in making price projections for VCO, one should take note of the law of supply and demand, i.e. the more suppliers, the higher the competition and the lower the price. When the Philippines first exported VCO to the USA in 2001, the only exporter at that time received USD 11,006 per tonne (or USD 11.01/kg). When more producers entered the market, the price tapered down to the current levels of USD 3200 per tonne (or USD 3.20/kg).
Chapter 2
Understanding coconut oil
and its quality parameters

2.1 Characteristics of coconut oil

In its purest form, coconut oil is clear (like clean water), with a distinct coconut flavour and aroma and no rancid smell, even without undergoing chemical refining and deodorisation processes. It was only in the late 1990s that the clear version of coconut oil (otherwise known as virgin coconut oil) became known in the market. The coconut oil which has been traditionally produced and traded since the later part of the 19th century is yellow in colour.

The degree of saturation and the length of the carbon chain of the fatty acids in any fat or oil help to determine its properties, corresponding uses and effects on human health. The outstanding characteristic of coconut oil compared to other fats and oils is its high content of medium chain fatty acids (MCFAs) with carbon chain lengths ranging from 8–12 (see Annex 1 for a detailed explanation of fatty acids). Several studies on coconut oil have indicated that MCFAs have antibiotic and other beneficial properties for human health. In the digestive system, the MCFAs in coconut oil are rapidly absorbed, carried by the portal vein to the liver and then oxidised, thereby producing energy very rapidly (Dayrit 2005). This makes coconut oil and its derivatives suitable as diet components for convalescing patients and premature infants. Dietary supplements containing MCFAs and their monoglycerides (e.g. monolaurin) are now marketed in health food stores. About 64% of coconut oil consists of MCFAs, with lauric fatty acid (C\textsubscript{12}) in the largest proportion, ranging from 45–56% depending on the coconut variety. The comparative fatty acid profile of common fats and oils is shown in Table 3.

*Table 3. Comparative fatty acid profile of common fats and oils*

<table>
<thead>
<tr>
<th></th>
<th>Coconut oil</th>
<th>Palm oil</th>
<th>Soybean oil</th>
<th>Corn oil</th>
<th>Butter</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>A. Saturated</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>C4:0</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>3.0</td>
</tr>
<tr>
<td>C6:0 Caproic</td>
<td>0.5</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1.0</td>
</tr>
<tr>
<td>C8:0 Caprylic</td>
<td>7.8</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1.0</td>
</tr>
<tr>
<td>C10:0 Capric</td>
<td>6.7</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>3.0</td>
</tr>
<tr>
<td>C12:0 Lauric</td>
<td>47.5</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>4.0</td>
</tr>
<tr>
<td>C14:0 Myristic</td>
<td>18.1</td>
<td>1.1</td>
<td>-</td>
<td>-</td>
<td>12.0</td>
</tr>
<tr>
<td>C16:0 Palmitic</td>
<td>8.8</td>
<td>44.0</td>
<td>11.0</td>
<td>11.5</td>
<td>29.0</td>
</tr>
<tr>
<td>C18:0 Stearic</td>
<td>2.6</td>
<td>4.5</td>
<td>4.0</td>
<td>2.2</td>
<td>11.0</td>
</tr>
<tr>
<td>C20:0 Arachidic</td>
<td>0.10</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>5.0</td>
</tr>
<tr>
<td><strong>B. Unsaturated</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>C16:1 Palmitoleic</td>
<td>-</td>
<td>0.1</td>
<td>-</td>
<td>-</td>
<td>4.0</td>
</tr>
<tr>
<td>C18:1 Oleic</td>
<td>6.2</td>
<td>39.2</td>
<td>25.0</td>
<td>26.6</td>
<td>25.0</td>
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<tr>
<td>C18:2 Linoleic</td>
<td>1.6</td>
<td>10.1</td>
<td>51.0</td>
<td>58.7</td>
<td>2.0</td>
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<tr>
<td>C18:3 Linolenic</td>
<td>-</td>
<td>0.4</td>
<td>9.0</td>
<td>0.8</td>
<td>-</td>
</tr>
<tr>
<td>Others</td>
<td>-</td>
<td>0.4</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
</tbody>
</table>

| % Saturated | 92.1 | 49.6 | 15.0 | 13.7 | 69.0 |
| % Unsaturated | 7.9  | 50.4 | 85.0 | 86.3 | 31.0 |

Source: Arranza 2001
The most significant physical property of coconut oil is that, unlike most fats, it does not exhibit gradual softening with increasing temperature but passes rather abruptly from a brittle solid to a liquid within a narrow temperature range. Coconut oil is liquid at temperatures of 27°C or higher and is solid at 22°C or lower, when it is similar to the consistency of cocoa butter.

Coconut oil that does not rapidly solidify when placed in the refrigerator is not pure, and presumably has been mixed with other oil or other substances.

2.2 Types of edible coconut oil

At present, there are two types of edible coconut oil available in the commercial market: refined, bleached and deodorised (RBD) coconut oil and virgin coconut oil (VCO).

Refined, bleached and deodorised coconut oil

RBD coconut oil (Figure 9) is derived from copra, the dried coconut kernel that is processed either by sun drying, smoke drying or hot air drying. The crude coconut oil is subjected to chemical refining, bleaching and deodorisation processes to make it fit for human consumption. (Please refer to Annex 2 for a description of the processing of RBD coconut oil.)

RBD coconut oil is yellow in colour, odourless and tasteless, and does not contain any Vitamin E since this is removed during the chemical processes. RBD coconut oil is generally used as a cooking oil in the Philippines.

Virgin coconut oil

The Philippine National Standard for VCO (PNS/BAFPS 22:2007/ ICS 67.200.10) officially defines VCO as:

... an oil obtained from the fresh, mature kernel of the coconut by mechanical or natural means, with or without the use of heat, without undergoing chemical refining, bleaching or deodorizing, and which does not lead to the alteration of the nature of the oil. Virgin coconut oil is an oil which is suitable for consumption without the need for further processing.
VCO is the purest form of coconut oil. It is clear/colourless, contains natural Vitamin E and has not undergone atmospheric and hydrolytic oxidation as attested by its low peroxide value and low free fatty acid content. It has a mild to intense fresh coconut aroma. The intensity of the scent depends on the process used in its production.

RBD and VCO coconut oil have the same physical and chemical characteristics but have different sensory attributes and prices.

2.3 Multifunctional uses of coconut oil

As an edible oil, coconut oil is used for frying and cooking because of its good resistance to rancidity development (Bawalan and Chapman 2006). It is also used as a substitute for expensive butterfat in filled milk, filled cheese (reconstituted milk/cheese) and ice cream to make these products more affordable without altering their palatability. When hydrogenated, coconut oil is used as margarine, shortening and baking fat. Other edible applications are as follows:

- a source of fat in infant formulas and baby foods because it can be easily absorbed and digested;
- a spray oil for crackers, cookies and cereals to enhance flavour, increase shelf-life and impart a glossy appearance;
- an ingredient in confectionary.

The Spectrum of Coconut Products (PCA undated) states that in food preparations and in diet, coconut oil performs the following functions:

- It serves as an important source of energy in the diet.
- It supplies specific nutritional requirements.
- It provides the lubricating action in dressings and the leavening effect in baked items.
- It acts as a carrier and protective agent for fat-soluble vitamins.
- It contributes to palatability and enhances the flavour of food.

The major inedible use of coconut oil is as a raw material for (a) the manufacture of laundry and bath soaps, (b) coconut chemicals for the production of biodegradable detergents, shampoos, shower gels and other cleaning agents, (c) cosmetics and toiletries, (d) foam boosting of non-coconut oil-based soaps, and (e) the production of synthetic resins and plasticisers for plastic (Bawalan and Chapman 2006).

Among vegetable, seed and nut oils, VCO is considered unique in that it is the only oil that is multifunctional. It has more uses than RBD coconut oil; can be utilised in all applications where crude, cochin and RBD coconut oil are traditionally used; and is a much better alternative if it can be made available in large quantities at an affordable price.

The current emerging major uses of VCO are:

- a hair and skin conditioner
- an oil base for various cosmetic and skin care products
- a carrier oil for aromatherapy and massage oils
- a nutraceutical and functional food.

2.4 VCO as a versatile product

VCO is a unique and versatile coconut product for the reasons given below.

a) It has multi-functional uses as discussed above, thereby providing flexibility in marketing.
b) Technologies are available for it to be processed at different scales of operation.

- VCO can be produced at home even without any specialised equipment or it can be produced in large-scale commercial plant operations.

a) Other functional food products can be processed together with it, depending on the type of technology applied, thereby maximising the utilisation of coconut kernel and increasing the economic viability of the operation.

- For the dry process of VCO manufacture, high dietary fibre coconut flour can be produced as a co-product. For the wet process (coconut milk route), low fat desiccated coconut (DCN) or another type of VCO and coconut flour can be produced as co-products.

b) With minimal additional investment, VCO production can easily be integrated with an existing coconut milk or desiccated coconut processing plant.

- Production of VCO can be integrated with an existing DCN plant with just the addition of a high pressure expeller and filter press. It can also be integrated with an existing coconut milk plant with the addition of fermentation equipment (modified natural fermentation process) or the addition of a three phase centrifuge (centrifuge process).

c) Lower quality VCO can still be used for processing other downstream products such as bath soaps and massage oils, thereby preventing any waste.

d) It is one of the highest valued coconut products in the world market.

2.5 Health benefits of VCO

Virgin coconut oil is considered a nutraceutical, i.e. a substance that nourishes and also protects and heals. Studies have suggested the following.

- The medium chain (C₈–C₁₂) fats in coconut oil are similar in structure to the fats in mother’s milk that gives babies immunity from disease and have similar effects (Kabara 2000).

- Coconut oil possesses anti-inflammatory, anti-microbial and antioxidant properties that work together to protect the arteries from atherosclerosis and the heart from cardiovascular disease (Fife 2004).

- It is cholesterol-free, trans-fat free and heart-healthy (Verallo-Rowell 2005).

- It boosts the immune system (Dayrit 2005).

- It protects against heart disease by increasing high density lipoprotein which collects the excess or unused cholesterol in the body for excretion in the liver (Blackburn et al. 1989 cited in Dayrit 2005).

- Monolaurin, which is formed by the body when coconut oil is ingested, provides protection against infectious diseases caused by lipid-coated microorganisms (Kabara 2000). Diseases caused by such pathogens are not ordinarily cured by known antibiotics.

- It is digested easily without the need for bile and goes direct to the liver for conversion into energy (Dayrit 2005).

- It stimulates metabolism, boosts energy and prevents deposition of fats, thereby helping to prevent obesity (Dayrit 2003).

- It improves the nutritional value of food by increasing the absorption of vitamins, minerals and amino acids (Fife 2004).

- It inhibits the action of cancer-forming substances (Lim-Sylangco 1987).

For further information on the health benefits of coconut oil and frequently asked questions about VCO, please refer to Annex 3.
2.6 Quality standards of virgin coconut oil

Quality assurance in the context of any industry should be viewed from two perspectives. One is the need to ensure that the product produced by any processor conforms to a set of domestically and internationally accepted product standards. This is particularly critical in VCO processing, inasmuch as it is now developing into an important source of foreign exchange for coconut-producing countries. The market for VCO, whether local or international, should be protected and sustained by ensuring that only VCO with the highest quality is produced and traded.

From the other perspective, quality assurance needs to be strictly implemented to protect consumers and assure them that the VCO that they are buying is of the highest quality. At present, VCO is bought for use as a food supplement or nutraceutical because of the growing number of its beneficial effects on human health, as attested to by the medical literature. In this case, the quality of the product is of paramount importance since the product is being taken internally without being cooked or heated (which would further sterilise the product).

In addition, VCO is in growing demand as a base oil for hypoallergenic skin care products, which also require good quality. Annex 4 has details of the revised Philippine National Standard for VCO (PNS/BAFPS 22:2007/ICS 67.200.10) and the Asian and Pacific Coconut Community (APCC) standard for VCO.

Standards cover many aspects of VCO: the identity characteristics (fatty acid composition), quality characteristics (colour, odour and taste, free fatty acid and moisture contents, peroxide value), allowable contaminants, hygiene, packaging, labelling and methods of sampling and analysis. Please refer to the Glossary for the definition of free fatty acid, moisture content and peroxide value.

As a general rule, VCO production samples should be regularly analysed in a laboratory to determine its actual quality. However, as a first step in determining the quality of VCO, small scale VCO processors who cannot afford to set-up their own quality control laboratory or to send samples regularly to analytical laboratories should do sensory evaluation by testing the colour, odour and taste of the VCO.

**Colour** is the first characteristic that distinguishes virgin coconut oil from any other type of plant-derived oil (vegetable or oilseed). The colour of VCO also indicates that it has been processed at the right temperature and with strict quality control in handling the fresh coconut. For the coconut oil to be categorised as virgin, its colour should be water-clear. The colour of virgin coconut oil can be visually determined by putting a 250 ml sample in a clear glass bottle and looking at it against a white background.

The **odour** and **taste** of VCO is sweet coconut, no rancid smell, no ‘off’ flavour and no sour taste. A simple test to determine the odour and taste of VCO is done by heating a sample in a water bath to a temperature of about 50°C, putting a teaspoon of warm VCO on the tongue, then inhaling air through the mouth and exhaling through the nose.

In addition, VCO should not cause any itchiness in the throat when ingested, since this is an indication that the free fatty acid content is already higher than the prescribed standard.
Chapter 3
VCO production technologies

VCO production is composed of three basic stages, namely, pre-processing, processing and post processing. The VCO processor either at the plant or at home should adhere strictly to a set of guidelines or good manufacturing practices (GMPs) and quality control procedures (as may be required) in each of these stages to ensure the production of high quality VCO. These are discussed in detail, together with sanitation standard operating procedures in Chapter 4.

3.1 Pre-processing stage

The pre-processing stage covers all necessary steps before the fresh coconut is actually opened for conversion into VCO. These steps include on-farm activities (harvesting, collection and husking of nuts), transport from the farm to the VCO processing site (factory or home), storage, and selection for daily processing.

General farm practices for harvesting, collection and husking of coconuts in PICTs are described in detail in Section 1.2.1. GMPs for harvesting, husking, transport of husked nuts, storage and the required quality control for selection of nuts at the farm, at the processing plant and at the storage area prior to processing are discussed in detail in Chapter 4 Section 4.1.

3.2 Processing stage

The processing stage covers all the necessary steps from the opening of the fresh coconuts to the recovery of VCO. The processing steps that are employed depend on the type of VCO processing technology that is selected.

There are nine existing VCO processing technologies which VCO producers can adopt and/or adapt. VCO production starts with the fresh kernel which is subjected to a series of processing steps specified in a particular technology. The choice of the technology depends on the scale of operation, the degree of mechanisation that is desired, the amount of investment available and, most importantly, the demands of the prospective buyer(s).

VCO processing technologies can be generally categorised into fresh-dry processes and fresh-wet processes.

Fresh-dry is the general term given to VCO processing technologies in which VCO is obtained directly from fresh coconut kernels. All these processes require drying of fresh kernels in comminuted form (grated, shredded, ground, milled) before extracting the VCO. Process technologies under the fresh-dry category can be seen schematically in Figure 10.

![Figure 10. Schematic diagram of VCO process technologies under the fresh-dry process](image-url)
One of the major constraints against upscaling VCO production in PICTs using the fresh-dry process is the lack of an appropriate mechanical dryer for the coconut kernel. The direct micro expelling (DME) dryer design that is currently being used is too labour-intensive but VCO producers in PICTs use it for lack of anything else. Most of the available mechanical coconut dryers that are being used in other coconut-producing countries, including the Philippines, India and Sri Lanka, have high processing capacities (150–800 kg dried kernel/hour) which is well beyond the capacity that can usually be supplied under existing coconut production in PICTs.

**Fresh-wet** is the general term given to VCO processing technologies in which VCO is recovered from coconut milk by various means after it has been extracted from freshly comminuted coconut kernel. VCO processing technologies under the fresh-wet category are shown schematically in Figure 11.

![Figure 11. Schematic diagram of VCO process technologies under the fresh-wet process](image)

### 3.2.1 Fresh-dry VCO processing technologies

As can be seen in Figure 10, the fresh-dry process can be classified into the low pressure oil extraction method, the high pressure expeller method and the fresh-dry centrifuge method. These are described in the following sections.

#### 3.2.1.1 The fresh-dry low pressure oil extraction method

The fresh-dry low pressure oil extraction method is also called intermediate moisture content method by researchers from the Natural Resources Institute (NRI) of the UK, which developed and introduced the technology to the Philippines and several countries in Africa. It works on the principle that oil from seeds or nuts can be extracted using low pressure (about 460 psi) provided that the moisture content of the material is within the range of 10–13%. The traditional process of extracting plant-based oil is through the use of high pressure expellers (above 1600 psi), generally at a feed moisture content of 3–4%.
The low pressure oil extraction method (Figure 12) for coconut oil developed at NRI involves splitting the nut, grating the meat into fine particles, drying it to a moisture content of about 10–12% and extracting the oil using an NRI-developed, manually operated, vertical screw-type press known as a bridge press (Figure 13).

The grated kernel is dried either by solar drying (not sun drying) or by indirect hot air drying. The dried grated meat is placed in bags made of cheese cloth prior to oil extraction in the bridge press. This is to make it easier to remove the residue and to reduce the amount of fine kernel particles that are entrained in the oil, since cheese cloth also acts as filter medium.

The direct micro expelling process developed by Dr Dan Etherington of Australia works on the same principle. However, it differs in the type of manually operated press being used for oil extraction and the manner in which the grated coconut meat is dried prior to oil extraction.
3.2.1.1a The fresh-dry direct micro expelling process

VCO processing technology as practised in PICTs is synonymous with the direct micro expelling (DME) process developed by Dr Dan Etherington of Australia. The DME process and equipment were first introduced in Fiji in 1998 with the setting up of the processing facility in Nadi Village, Cakaudrove Province, Vanua Levu (Bawalan 2008). Small scale VCO production using the DME process is now being done in Fiji, Federated States of Micronesia, Papua New Guinea, Solomon Islands and Samoa.

The DME technology and equipment is supplied by Kokonut Pacific Pty. Ltd. A standard set consists of the robust rack and pinion SAM™ press with its interchangeable stainless steel cylinders and pistons; two electric graters; tools for collection, measurement and cleaning; and the trainer’s manual (www.kokonutpacific.com.au). Part of the system is a DME-designed coconut shell-fired, flat-bed, conduction-type dryer which is constructed on site. This set of equipment can process about 300 nuts each eight-hour day. As mentioned previously, the DME process works on the same principle as the low pressure oil extraction method.

The DME process described below is the standard process with a few modifications to address the need for higher processing capacity and to suit the Pacific context.

Splitting of the coconuts – pre-selected fully mature, husked coconuts without cracks, spongy haustorium (or vara), or germinating root/shoot are split into half cups ready for grating.

Grating – the fresh coconut kernel is comminuted into fine particles and removed from the shell through the use of motorised DME grater (Figure 14) or other types of grater (Figure 15) which are now also used by processors in Fiji.

Figure 14. Motorised DME grater

Figure 15. Other types of coconut grater being used by VCO processors in Fiji
**Drying** – the freshly grated coconut kernel is dried to a moisture content of about 10–11% using a DME-designed coconut shell-fired flat-bed conduction-type dryer (Figure 16). This is done by spreading batches of 12 kg of grated kernel thinly on the surface of the dryer. In the standard DME process, batches of 3–3.5 kgs of grated kernel are dried. The loaded kernel is regularly turned by two people positioned on either side of the dryer.

The moisture content of the dried kernel is usually determined by feel and greatly depends on the skill of the operator doing the drying process and preparing the grated kernel prior to extraction. This is the major reason why batches of VCO produced using the DME process have variable quality. A suggested science-based procedure to indicate if the grated meat is at the right moisture content level is discussed in Annex 5.

Drying is the most critical part in the DME process for the following reasons:

- If the kernel is not turned by highly skilled dryer operators, it may get scorched or burned and produce yellow oil, which can no longer be classed as VCO.
- The right moisture content (10–11%) of grated kernel is needed prior to its transfer to the cylinder for oil extraction. If the moisture content is too low, then no oil will be extracted. If the moisture content is too high, then the oil that comes out of the press is mixed with coconut milk (i.e. it is cloudy). Residual moisture in the oil will shorten its shelf-life.

**Loading into cylinder** – When the grated kernel is dried to the right moisture content (10–11%) and at the right temperature (about 70°C), it is loaded into the DME cylinder through a built-in hopper located on one side of the front end of the dryer (Figure 17). Kokonut Pacific recommends the use of a cylinder that is already hot (by putting it in the sun before being loaded). It should be noted that the feed hopper is absent in the modified DME process.
**Oil extraction** – the DME cylinder with the dried grated kernel and piston on top is then positioned in the DME press and the lever mechanism pushed down to compress the loaded grated kernel in the tube and subsequently release/extract the oil (Figure 18). After the pressing is done, the spent grated coconut kernel is pushed out of the tube.

**Settling** – The oil coming out of the DME press has entrained fine particles of dried kernel. These are removed by allowing the oil to clarify by letting it stand for at least two weeks.

Alternatively, and currently replacing the DME press for a higher VCO production capacity is the fabricated press (Aquarius or Axis Olive oil press) from New Zealand (Figure 19), which is a combination of a manually operated vertical screw and a hydraulic jack type pressing system.
The major advantage of the DME process is that VCO can be produced within four hours from start to finish, thereby guaranteeing a very fresh product. On the other hand, it needs relatively high investment for equipment and a plant building for a small processing capacity of about 300 nuts per eight-hour day. Likewise, without any motorised filtering device, a minimum of two weeks must pass after oil extraction before the clarified VCO can be used or sold. In economic terms, this means working capital is tied-up and the producer needs a building with enough room to store the oil during gravity settling.

VCO produced using the low pressure oil extraction process is less viscous than VCO produced from the high pressure oil expeller process. It can be inferred that not all natural gums in the coconut kernel are extracted with the oil, since oil extraction is done at low pressure. The coconut aroma is also less intense.

3.2.1.2 The fresh-dry high pressure expeller methods

For a VCO processing capacity of 3,000 or more nuts a day, the high pressure expeller method under the fresh-dry process is appropriate. This method requires the use of mechanical dryers and high pressure expellers with water-cooled wormshafts. If the high pressure expeller method for VCO production is adopted in PICTs, it is advisable to use the wet-milling route because this has the highest oil extraction efficiency and not much major equipment is needed.

VCO produced from the high pressure expeller process contains all the natural gums present in the fresh kernel, so it is viscous and feels a little greasy to the skin. It has a moderately intense coconut aroma and is normally used as a base oil in specialty soaps and as an ingredient in hypoallergenic cosmetics and skin care products.

The VCO obtained after extraction has entrained very fine particles of dried kernel (generally referred to as ‘foots’) which are normally removed through the use of a motorised plate and frame filter press. It takes a minimum of two weeks to clarify the oil if gravity settling is used.

Full-protein, medium-fat coconut flakes are obtained as a co-product in the high pressure expeller method. If the preparation of the fresh kernel and subsequent oil extraction is done under very strict sanitary conditions and in accordance with the GMPs of VCO processing (please refer to Chapter 4), the coconut flakes can be further ground to produce coconut flour.

An expeller press for VCO production is designed in such a way that the temperature inside does not rise beyond 90°C. If it does so, the oil produced will have a pale yellow colour that disqualifies it from being labelled ‘virgin’. The press has a screw that moves the ground, dried coconut kernel continuously to the discharge end of the expeller and forces it to enter a very narrow clearance called a choke. In so doing, high pressure is created to compress the material and subsequently release the oil. The extracted oil flows down through slats in a barrel cage surrounding the screw or worm shaft. The defatted material forms into a hardened cake in which the thickness is defined by the adjustments made on the choke.

The high pressure expeller method of VCO production can be subdivided according to how the fresh coconut kernel is prepared before drying:

- the wet milling route (grinding), described in detail below
- the desiccated coconut route (shelling, paring, washing, grinding, blanching)
- the grated nut route (grating)

After drying, the same extraction process is followed, using the same operating conditions as well as the same post-processing of the oil (Figure 20).
3.2.1.2a The fresh-dry high pressure expeller method, wet milling route

This technology involves the following process steps:

**Shelling** – involves the removal of the brown shell from the husked nut in order to free the fresh kernel. This is done either by the use of a manual shelling tool or a shelling machine (Figure 21). The fresh kernel can also be separated from the shell, much like the way green copra is usually cut in PICTs.

![Figure 20. The fresh-dry high pressure expelling process](image)

Source: Hagenmaier (1980)
**Cutting** – Cut the shelled fresh kernel either manually with a knife or a manufactured cutter to remove coconut water and reduce to a size appropriate for feeding into the grinder. This step is no longer necessary if the fresh kernel is removed from the shell like green copra.

**Grinding or wet milling** – Granulate the fresh kernel to about 3 mm particle size using a grinder or knife mill.

**Drying** – The ground or milled fresh coconut kernel is dried to a moisture content of 3–4% at temperatures of 70–75°C using an indirect, hot air dryer (e.g. tray type or conveyor). See Annex 6 for details of the different types of dryers.

**Oil extraction** – The dried kernel is fed to the high pressure expeller with a built-in cooling system immediately after drying. Extracting the oil while the feed material is still hot allows the oil to flow freely, thereby increasing product yield.

**Settling of the oil** – The oil is allowed to settle by gravity for a minimum of seven days, preferably in a tank with a conical bottom, to give sufficient time for the entrained foots to settle at the bottom. Commercial oil milling plants have built-in settling tanks fitted with a moveable screen and mechanical scrapers to continuously remove the foots before the oil is passed through the motorised plate and frame filter press. However, the processing capacity of this type of equipment is generally too big for application in a village scale operation.

Typically, oil extracted by a well-designed high pressure expeller already has very low moisture content, so there is no need to subject the oil to an oil drying step. However, it entrains a higher percentage of foots — about 10–5% of the weight of the oil expelled.

**Filtration of the oil** – After settling, filtration of the oil is done using motorised filtering devices to remove the remaining entrained foots which were not removed during settling. Refer to Annex 6 for information on filtration equipment.

The standard equipment used for filtration in commercial oil milling plants is the motorised plate and frame filter press to ensure that all foots are removed. When filtration is done using gravity filters, there may still be foots settling at the bottom of the container after a long period. In these cases, decant and transfer the oil to another container and let stand for another seven days.

Given a properly designed expeller and the correct operating conditions, the highest oil extraction efficiency is obtained from the high pressure expeller method, especially if the fresh coconut kernel is milled and dried without removing the testa, or brown skin of the kernel (Bawalan and Chapman 2006). Most VCO processors remove the testa because there is a general belief that it causes discoloration of the oil. However, this is not the case, as proven by various production trial runs conducted by the author at the PCA Davao Research Center since 1990. As long as the fresh kernel is properly handled and processed under the right operating conditions, the oil is water-clear, even when the testa is not removed. It should be noted that testa should be removed if coconut flour is intended to be produced as a coproduct with VCO.

### 3.2.1.2b The fresh-dry high pressure expeller method, DCN route

Processing of the fresh coconuts prior to oil extraction under the DCN route has the following steps.

**Shelling** – This is the same step as described in the wet milling route. However, the manner in which green copra is taken from the shell is not applicable here.

**Paring** – This involves the removal of the brown testa covering the white meat. It is done either manually using a double-bladed knife or by using a paring machine (Figure 22). The process is like peeling potatoes. The paring knife is calibrated so that little or no white meat is shaved off. The use of paring machines still requires follow-up manual paring because not all the brown skin is removed.
Cutting – The order in which this step is done depends on the method of paring. If the paring is done manually, then cutting is done after paring (i.e. manual paring of shelled nuts is done while the coconut water is still inside the intact nut). If paring is done using a machine, then cutting and removal of coconut water is done after shelling.

Washing – The white coconut kernel is thoroughly washed in washing tanks fitted with several spray nozzles using fresh water chlorinated to about 3 ppm active chlorine (3 mg/l) (Figure 23).

Grinding – The white coconut kernel is ground between a stationary and a rotating disk with a distinct configuration of sharp edges in a grinding machine. This is fitted with attachments that can produce a desired particle size and feeding screws that ensure a fairly even particle size.

Drying – The ground white coconut kernel is dried to a moisture content of 2.5–3% using a conveyor type hot air dryer where the ground material is subjected to three diminishing temperature levels (100°C, 85°C, 65°C) as it passes through the dryer from beginning to end. Air heating is done either by steam or through a heat exchanger attached to a coconut shell-fired or gas-fired burner.

Oil extraction, settling and filtration are exactly the same as described in the wet milling route. The desiccated coconut (DCN) process is particularly useful to producers as DCN that does not pass the stringent quality standard for colour or microbial content can still be converted into high value virgin coconut oil and coconut flour (if the DCN fails the standard for colour) or an aflatoxin-free high grade animal feed (if the DCN fails the standard for microbial content).

3.2.1.2c The fresh-dry high pressure expeller method, grated nut route

Processing of fresh coconuts prior to oil extraction under the grated nut route has the following steps:

Splitting and grating – This is exactly the same as described in the DME process.

Drying – This is exactly the same as described in the wet milling route.

Oil extraction, settling and filtration are exactly the same as described in the wet milling route.
3.2.1.3 The Fresh-dry centrifuge method

This is the newest VCO processing technology being promoted by the Integrated Food Processing Machinery Pte Ltd of Singapore. The novel idea in this process is the use of a micro-pulveriser to convert dried, finely ground coconut kernel into a paste-like consistency. The high oil content of the dried kernel is the reason it is turned into a paste when micro-pulverised. The coconut paste is then passed through a two-phase (solid-liquid) centrifuge to recover the VCO. The resulting residue (slurry) is a by-product of the process and can be reconstituted with hot water into a healthy, high-fibre, low-fat coconut milk.

The process involves the preparation of kernels much like the process involved in desiccated coconut production (refer to Section 3.2.1.2b), then micro-pulverisation and centrifugation (Figure 24).

Micro-pulverised DCN is another high-value coconut product in itself. It is called creamed coconut in the world market and is used for making coconut-based confectionaries and candies.

The VCO produced by the fresh-dry centrifuge process is ready to use immediately after recovery from the centrifuge. It has a very intense, fresh coconut aroma, is viscous and feels greasy on the skin. It is suitable for use as a functional food.

Among the VCO processing technologies, the fresh-dry centrifuge process has the highest energy input. Micro-pulverisation of the dried material with high oil content (about 67%) is a difficult process and requires high electric power input. Based on the author’s experience, grinding coconut flakes with an oil content of just 8–12% to convert into coconut flour at 100 mesh particle size requires special process conditions and a 7.5 HP motor. In micro-pulverisation, the particle size of ground dried kernel is reduced to 5–10 microns.

Figure 24. The fresh-dry centrifuge process
3.2.2 Fresh-wet VCO processing technologies

Coconut milk is an emulsion of oil in water bonded by protein. To separate the oil from the water, the protein bond has to be broken, either by heating or by the use of natural enzymes or a high centrifugal force. This is the basis for the development of VCO processing technologies under the fresh-wet process.

Fresh-wet is the general term given to VCO processing technologies in which VCO is recovered from coconut milk, the milky fluid obtained when freshly comminuted coconut kernel is pressed, either by manual or mechanical means with or without the addition of water. The yield and quality of coconut milk obtained from a batch of fresh coconuts depends on the coconut variety, the maturity of the nut, the particle size of the kernel, the kernel temperature prior to extraction, the ratio of water to comminuted kernel (if water is added) and the extraction pressure. Generally, moisture content ranges from 47–56% while oil/fat is 27–40% (Banzon, Gonzales and Leon 1990).

In a micro or village scale operation, the coconuts are split, the kernels are grated and the milk is extracted either manually or using a manually operated milk press (hydraulic or vertical screw-type) or a motorised hydraulic or horizontal screw-type milk extractor. The type of coconut milk extraction method depends on the scale of operation. Likewise, the number of milk extractions done and the type of hydrating liquid to be used (tap or purified water or coconut water) depends on the preference of the processor and the type of equipment used for milk extraction.

After the milk has been extracted, a solid residue is left, amounting to 25–50% of the weight of the fresh coconut kernel on a wet basis, depending on the extraction process. Please refer to Section 6.3.1 for options on how to utilise this residue.

VCO produced from the fresh-wet process is very light in texture, much like mineral oil, and is easily absorbed by the skin. This is actually the major advantage of VCO produced from the fresh-wet process over VCO produced from the fresh-dry process. The natural gums in fresh coconut kernel go with the coconut milk when it is extracted. However, these gums are automatically removed when VCO is recovered from coconut milk by other methods.

VCO produced by the fresh-wet process can be clarified by a very simple filtration process because the particles of coagulated protein or curd are relatively large and floating on the surface of the oil.

There are three methods for the production of VCO under the fresh-wet process (Figure 11), the modified kitchen method, the modified natural fermentation method and the fresh-wet centrifuge method. These are described in the next sections.

3.2.2.1 The modified kitchen method

This VCO processing technology is generally referred to as the modified kitchen method as it is very similar to the traditional way of making coconut oil at home, a common practice in PICTs. The basic difference is in controlling the heat to prevent the coconut oil from turning yellow. The process (Figure 25) involves gradually heating the coconut milk mixture (first and second extract) until all the water has been evaporated to produce the virgin coconut oil and proteinaceous residue (called sinusinu in Fijian).

After grating the fresh kernels, the milk is extracted by either the manual method or by using a hydraulic jack and manually operated milk press.

- **Manual method.** Mash the grated kernel thoroughly to facilitate the flow of the milk. Then place it in a clean cheesecloth bag and squeeze tightly (Figure 26) to extract the milk.

  **Second milk extraction** – A second milk extraction is recommended only if manual extraction is used. It is an optional step and is done to increase the amount of coconut milk recovered from the grated kernel. Add hot water to the coconut milk residue obtained after the first milk extraction in a 2:1 ratio, i.e. for every two cups of residue, add one cup of hot water. Mix thoroughly. Place it in a cheesecloth bag and squeeze tightly.
VCO production technologies

Grating and milk extraction

Decanting

Slow heating

Filtering

Oil drying

Coconut skim milk

Coagulated protein sinunnu

VCO

Figure 25. The modified kitchen method

Figure 26. Hand squeezing of coconut milk using a cheese cloth
• Hydraulic jack method. Place the grated kernel in a white net bag (Figure 27), position the bag at the centre of a manually operated hydraulic jack type press and extract the coconut milk in accordance with the jack’s operating procedure.

The coconut milk is subjected to the steps described below to recover the VCO.

**Settling of the coconut milk** – This process step is actually optional. The coconut milk can be heated immediately without settling. However, it is preferable to allow the coconut milk to stand for at least two hours for the following reasons:

- Settling for at least two hours separates the coconut milk into cream (oily phase) and skim milk (watery phase) (Figure 28). The heating time to recover the VCO will be considerably reduced by just heating the coconut cream and discarding the skim milk, as this step will considerably reduce the amount of water in the coconut milk.

- Coconut skim milk can be used as a nutritious beverage if settling is done in the refrigerator or ice box for a maximum of two hours. (Refer to Section 6.4 for the nutritional value and more information on coconut skim milk.) Settling beyond two hours, even in the refrigerator, will make the skim milk sour and unsuitable for human consumption.
Separation of coconut cream and coconut skim milk – Separate the cream (oily phase) from the skim milk (watery phase) by scooping the cream from the top.

Heating the coconut cream – Place the coconut cream in a wok and heat it to coagulate the protein, evaporate the residual water and release the oil. For the first hour of heating, the temperature can be allowed to reach 90°C (stove setting between medium and high). For the rest of the time, when the protein starts to coagulate, the temperature should not exceed 80°C (stove setting at medium). Reduce the stove setting to low when the oil starts to separate from the coagulated protein (Figure 29). Stir the coconut cream during this heating process to disperse the heat constantly.

Remove the oil from the wok by scooping it out as soon as enough has separated from the coagulated protein. Do not allow the sinusinu to turn brown as this will cause the oil to turn yellow.

Separation of oil and sinusinu – Separate the oil from the sinusinu by pouring the mixture through a stainless steel strainer with fine mesh or a muslin cloth placed over a stainless steel pot (Figure 30). Set aside the sinusinu for use as a topping for rice cakes or as an extender to meat-based food recipes, making the meal cheaper without reducing its nutritional value (e.g. mix it with minced beef or pork for meat balls). Note: the sinusinu should only be used for food if it is obtained from coconut milk which is directly heated after extraction or when settling time to separate the cream with coconut skim milk prior to heating does not exceed three hours. If the settling time exceeds three hours, the sinusinu tastes sour and is no longer palatable.

Filtration of oil – filtration of the VCO is done to clarify it. Filter the oil which was scooped up from the wok during the heating process and the oil that separated when the oil-sinusinu mixture was strained. One way of filtering is to put a sterilised cotton swab (like those used in hospitals) in the hole of a big funnel (Figure 31), pour the oil over it and allow the oil to trickle through. Absorbed oil in sterilised cotton balls can be recovered by squeezing and mixing with second grade VCO for further processing. (The use of tissue paper is not recommended because of the possible presence of chemicals, e.g. bleaching agents.) For bigger scales of operation, a manufactured pressure filter with a filter cloth is recommended to increase the filtration rate.

Filtration is quite simple because the coagulated protein particles are just adhering or floating on the surface of the oil.
Oil drying is the removal of moisture that might still be entrained in the oil after extraction. Please refer to Section 3.3 (post-processing stage) for oil drying techniques.

It should be noted that there is no clear indication when the heating step in the modified kitchen method should be stopped or when the residual moisture content is removed. Hence, an oil drying step is necessary to ensure that the residual moisture content is reduced to the lowest level possible (0.1% or below) in order to prolong the shelf-life of the oil.

**3.2.2.2 The fresh-wet modified natural fermentation method**

This technology was introduced by the author in several countries in the Pacific through a series of training courses that began in 2006 and were funded by the APCC and SPC – EU FACT Project (Figure 32). It is now the most common VCO processing technology being used by homescale VCO producers in Fiji.

Figure 31. Simple filtration of VCO

Figure 32. Participants at the training courses on VCO processing and related matters held at SPC’s Community Education Training Centre, Narere, Fiji. The author, Dr Lex Thomson and Mr Tevita Kete of SPC-EU FACT Project can be seen in the picture on the right.
If properly diluted coconut milk is allowed to stand under favourable conditions for several hours, the oil naturally separates from the water and protein that binds them together as coconut milk emulsion. This process is termed fermentation, although no fermenting substance is actually added. It is believed that natural enzymes in coconut may be acting as the fermentation medium. In the traditional natural fermentation method, settling and subsequent fermentation of coconut milk lasts for 36–48 hours. However, laboratory analysis of coconut oil produced using this process shows that the free fatty acid (FFA) content ranges from 0.33–0.38%. This already exceeds the prescribed standard of a maximum of 0.1% FFA. Likewise, in certain cases, the coconut oil produced is already pale yellow in colour. Hence, the process in which the settling period/fermentation time is controlled up to a maximum of 16 hours is termed the ‘modified natural fermentation process’ (Figure 33).

Figure 33. The modified natural fermentation method

This technology requires very little investment, modest labour and low energy inputs. VCO can be easily produced at home with this method, using a manual coconut grater and kitchen utensils.

The heart of the method is the preparation of coconut milk and the right temperature that will promote overnight separation of the milk into different layers of gum, water, proteinaceous curd and oil.

The modified natural fermentation process is very sensitive to the maturity and the freshness of the coconuts. Fully mature coconuts should be processed within three days from the time of harvesting to ensure that the oil separates naturally from the coconut milk after 16 hours. Immature nuts contain a higher percentage of protein, which makes the protein bond in coconut milk more difficult to break to release the oil. Likewise, the longer the coconuts are stored, the higher the risk of spoilage and contamination.

**Splitting and grating** – This is the same process as described in the modified kitchen method.

An alternative to splitting and grating is to manually remove the shell and feed the kernel into a Thai coconut shredding machine (Figure 34) or a Malaysian grinding machine.

**Milk extraction** – After grating or shredding the fresh kernels, the milk is extracted by either the manual method or by using a hydraulic jack and manually operated milk press or by a motorised screw milk press (for larger scale of operation).
• Manual method. The grated kernel is thoroughly mashed to facilitate the flow of the milk. Place the mashed grated coconut kernel in a clean cheesecloth bag and squeeze tightly (Figure 26) to extract the milk.

Figure 34. Thai coconut shredding machine

• Hydraulic jack method. Place the grated kernel in a white net bag (Figure 27), position the bag at the centre of a manually operated hydraulic jack type press and extract the coconut milk in accordance with the jack’s operating procedure.

• Motorised screw type milk press. Feed the grated or shredded fresh coconut kernel evenly into the feed hopper of the machine.

Second milk extraction – A second milk extraction is recommended only if manual extraction is used. It is an optional step and is done to increase the amount of coconut milk recovered from the grated kernel. Add hot water to the coconut milk residue obtained after the first milk extraction in a 2:1 ratio, i.e. for every two cups of residue, add one cup of hot water. Mix thoroughly. Place the mixture in a cheesecloth bag and squeeze tightly. Add this milk extraction to the first and stir for about ten minutes.

Dilution of coconut milk – Dilution of coconut milk with potable water (or coconut water as described below) is necessary to facilitate the removal of natural gums which interfere with the natural separation of VCO. These gums, which are inherent in the fresh kernel, go with the coconut milk when it is extracted. Add water, following the recommendations below and stir for about 15 minutes.

• The dilution ratio for coconut milk:water is 1:1 that is, for every cup of coconut milk, add one cup of water. (In Kiribati more water is needed because coconuts there have more gum; the dilution ratio should be one cup milk:two cups of water.)

• For plucked or newly fallen coconuts, water at a temperature between 27° and 30°C) can be used. If using coconuts from the market (and therefore not knowing how long ago they fell or were picked) the diluting water should be heated to a temperature of about 50°–60°C.
Coconut water can be used as a substitute for water but filtration must be followed immediately by storage in a refrigerator. Using sterilised (boiled) coconut water delays the natural separation of VCO from the other components of coconut milk, such that complete separation of the oil is achieved only after 40 hours of settling. This was found out during the training course in Fiji in October 2009.

**Settling/fermentation** – allow the coconut milk mixture to stand for 12–16 hours in a place where the temperature can be maintained at 35°–40°C to produce premium grade VCO (Figure 35).

For home scale production of VCO (50 nuts per batch), the following methods can be used to achieve the temperature that will promote efficient fermentation.

a. In places where there is no electric power or where electricity is available for only a few hours at night, pour boiling water into a metal pot, put the lid on it and place it next to the container of coconut milk in a kitchen cabinet or, if available, a styrofoam box (normally used for transporting fish with ice) because of its insulating property.

b. In places where electricity is available, use a tall carton and hang a 20 watt incandescent bulb (not CFL) over the container of coconut milk.

For VCO production from more than 50 nuts per batch, the use of a fermentation cabinet is recommended (Annex 6).

![Figure 35. Gravity settling of coconut milk to separate cream and skim milk](image)

When proper operating conditions and sanitary precautions are strictly followed, five distinct layers can be seen in the fermenting container after 16 hours (Figure 36). The bottom layer is gummy material. The next layer up is the watery portion which is actually fermented skim milk. The skim milk recovered here is not fit for human consumption and must be properly discarded. Above the layer of skim milk is a solid layer composed of spent fermented curd and above this is the separated oil for recovery as VCO. At the top is another layer of fermented curd. The fermented curd, especially the topmost layer, contains a lot of oil. Premium grade VCO is harvested when the colour of this curd is light cream. It should not be allowed to turn brown prior to recovery.
Oil recovery – Remove the top layer of fermented curd and scoop out the separated oil (Figure 37). Take care not to disrupt the layers of oil, fermented curd and fermented skim milk. Collect the fermented curd in a container and set it aside.

Filtration of oil – Filtration of the VCO is done to clarify it.

One way of filtering is to put a sterilised cotton swab (like those used in hospitals) in the hole of a big funnel or an improvised funnel (Figure 31), pour the oil over it and allow the oil to trickle through. Absorbed oil in sterilised cotton balls can be recovered by squeezing and mixing with second grade VCO for further processing. (The use of tissue paper is not recommended because of the possible presence of chemicals, e.g. bleaching agents.) For bigger scales of operation, a manufactured pressure filter with a filter cloth is recommended to increase the filtration rate.

Figure 37. Manual recovery of VCO
Recovery of second grade VCO – The fermented curd that is collected in a separate container during the recovery of premium grade VCO is allowed to stand/ferment for a further 24 hours to recover second grade VCO (Figure 38).

![Figure 38. Recovery of second grade VCO](image)

The recovered second grade VCO is filtered separately from the premium grade. Please refer to Section 7.5 for ways of utilising second grade VCO.

In the Philippines, 6.5 litres of premium grade VCO and about 1 litre of second grade VCO are recovered per 80 husked coconuts.

Ageing – VCO obtained from the modified natural fermentation process develops a sour smell if operating conditions and fermentation time are not controlled properly. Ageing of VCO is an additional process done in the Philippines to ensure the removal of any faint sour smell. Please refer to Section 3.3.2 for the procedure on ageing.

### 3.2.2.3 The fresh-wet centrifuge method

There are different versions of the centrifuge method under the fresh-wet process. Process steps, supporting equipment and investment costs vary, depending on the type of centrifuge being used, i.e. the two-phase (liquid-liquid) or three-phase (liquid-liquid-solid) type.

#### 3.2.2.3a The two phase (liquid-liquid) centrifuge process

There are variations of the two-phase (liquid-liquid) centrifuge method depending on how the VCO is recovered from the cream after the separation of the skim milk using the centrifuge. Some of the reported processes are the following:

- **Process 1:** The cream is subjected to vacuum evaporation to remove water and coagulate the protein. The oil is then passed through a pressure filter to get clarified VCO and then vacuum-dried.

- **Process 2:** The cream is frozen, then heated in a double boiler and filtered to remove the coagulated protein. The oil is passed through the centrifuge to remove the remaining water and then vacuum-dried.

- **Process 3:** The cream is heated at a controlled temperature to coagulate the protein and remove the water. Then the mixture is passed through a pressure filter. The oil is then vacuum-dried.

Figure 39 shows the steps of the two-phase centrifuge.
Preparation of the coconut kernel prior to milk extraction is the same as the process used in the fresh-dry high pressure expeller method, DCN route, i.e. shelling, paring, cutting, washing and grinding. Please refer to Section 3.2.1.2b for details.

**Extraction of coconut milk** – Coconut milk is extracted from the freshly comminuted (pared) kernel by means of a motorised screw-type coconut milk press.

**Filtration of coconut milk** – Stainless steel strainers with fine mesh are used to remove all adhering solid particles. If not removed, these particles will cause clogging in the centrifuge.

**Separation of cream from the skim milk** (Figure 40) – The coconut milk is passed through the liquid-liquid centrifuge to separate the coconut cream (oily phase) from the skim milk (watery phase).

**Heating** – The cream is heated using controlled temperature to coagulate the protein

**Filtration** – The oil is passed through pressure filter to separate the coagulated protein

**Oil drying** – The VCO produced is dried under vacuum to remove the residual moisture that is entrained in the oil.

In terms of oil recovery, this process has the lowest among the VCO processing technologies because, aside from the oil retained in the residue when the coconut milk is extracted, some losses are also incurred when the coconut cream is separated from the skim milk in the centrifuge.
3.2.2.3b The three-phase centrifuge

The three-phase (liquid-liquid-solid) centrifuge process (Figure 41) is much simpler than the two-phase centrifuge process. Filtered coconut milk is passed through a three-phase centrifuge system (Figure 42) where the oil is separated from the other components of coconut milk by means of a centrifugal force of 10,000 rpm.

The coconut milk is fed to the centrifuge with hot water. When the oil coming out of the centrifuge is still cloudy, it is fed in, again with hot water, for a second pass. The oil is then passed through a micro filter to remove the fine, solid particles, and dried, using a vacuum dryer, to recover the VCO.

Preparation of the coconut kernel prior to milk extraction is the same as the process used in the fresh-dry high pressure expeller method, DCN route, i.e. shelling, paring, cutting, washing and grinding. Please refer to Section 3.2.1.2b for details. Extraction and filtration of coconut milk is the same as described in the two-phase (liquid-liquid) centrifuge method.

Scales of operation for the three-phase (liquid-liquid-solid) centrifuge process are relatively large because of the high investment cost. The smallest three-phase centrifuge being used in the industry has a process capacity of 800 litres per hour (equivalent to about 3500 nuts/hour). The viability of VCO production using the centrifuge process can be improved if the coconut milk residue is processed further to make coconut flour and another type of premium grade VCO.
3.2.3 The Bawalan-Masa Process for VCO production

The Bawalan-Masa Process can be considered a hybrid of the fresh-dry and the fresh-wet processes of VCO production. The starting material for VCO extraction is the coconut milk residue, a by-product of the fresh-wet VCO process. However, the manner in which VCO is extracted from the coconut milk residue differs from the traditional processes. The Bawalan-Masa Process utilizes a three-phase centrifuge method, which involves:

1. **Comminuted kernel**
2. **Milk extraction**
3. **Three-phase centrifuge separation**
4. **Vacuum drying**
5. **Premium grade VCO**

The process begins with the comminuted kernel, which is followed by milk extraction. The milk residue is then subjected to three-phase centrifuge separation, which results in VCO, protein slurry, and diluted skim milk. Finally, the VCO is vacuum dried to produce premium grade VCO.

Figure 41. The fresh-wet three-phase centrifuge method

Figure 42. The three-phase centrifuge

Source: Masa (2008)
milk residue is similar to the fresh-dry VCO process. This VCO processing technology can be used in tandem with the fresh-wet centrifuge method and in the processing of coconut milk, coconut cream and coconut cream powder to maximise the utilisation of coconuts and improve profitability.

Coconut milk residue represents approximately 25–50% of the weight of freshly grated kernel on a wet basis, depending on the coconut milk extraction process that is used (Bawalan and Chapman 2006). It still retains about 35–40% of the original oil content of the fresh coconut kernel. VCO and high-fibre, low-fat coconut flour can be produced by further processing the coconut milk residue using the Bawalan-Masa Process. For every tonne of wet coconut milk residue, 170 kg of VCO and 263 kg of coconut flour can be recovered.

VCO produced from the Bawalan-Masa process is very light in texture, much like water, easily absorbed by the skin and has a very mild coconut scent. For these reasons, this type of VCO is preferred by manufacturers of aromatherapy oils and operators of spas.

The utilisation of coconuts can be maximised by combining the centrifuge process of VCO production with the Bawalan-Masa process to produce two types of high quality VCO and coconut flour.

The production process (Figure 43) was developed by the author while working as Senior Science Research Specialist, Product Development Department (PDD), Philippine Coconut Authority (PCA), together with Ms Dina B. Masa, Manager, PDD – PCA.

The process involves blanching the residue, drying it at a specific moisture content level and subsequently defatting the dried residue under controlled conditions using specially designed equipment to produce VCO and low-fat, high-fibre coconut flakes. The flakes are further ground to produce coconut residue flour. The technology was adopted for commercialisation in 2002 by Sirawan Foods Corporation, a coconut milk manufacturer, through a technology transfer agreement with PCA. The technology has an approved patent from the Philippine Intellectual Property Office in the name of the PCA.
A more detailed process description of the Bawalan-Masa process is presented in Annex 11 and discussed in conjunction with the utilisation of by-products in Chapter 6.

### 3.3 Post-processing stage

The post-processing stage covers the additional steps that have to be taken to ensure that the VCO will be of the highest quality, will have a long shelf-life and a fresh coconut scent/aroma. The steps that need to be taken depend on the technology used to produce the VCO.

#### 3.3.1 Oil drying

The presence of water in VCO will cause it to go rancid and shorten its shelf-life. Hence, entrained moisture in the oil should be reduced to as low a level as possible (not more than 0.1%).

Oil drying as a post processing step is recommended for the VCO produced by the following processes:

- the direct micro expelling (DME) method
- the modified kitchen method
- the modified natural fermentation method
- the fresh-wet centrifuge process.

Based on experience, the moisture content of VCO produced by the high pressure expeller process is already at a level of 0.1% or less after oil extraction. However, residual moisture content is particularly critical in the VCO produced by the fresh-wet process since the oil is being recovered from coconut milk, which has high moisture content. On the other hand, while the DME process is also categorised under the fresh-dry process, oil extraction is done when the moisture content of the kernel is still relatively high. Likewise, the subjective way of determining the final moisture content of dried kernel prior to oil extraction under the DME process causes the oil to have variable quality. This can be corrected by an additional oil drying step.


- Place the extracted oil in a double boiler (Figure 44) and simmer for about fifteen minutes or until the oil has turned water-clear.
- Incubate or air heat the open oil-filled container at 50°C for 12 hours or until the oil has turned water-clear.
- Vacuum drying.

An improvised double boiler can be made by placing a stainless steel mixing bowl inside a pot half full of water. The oil is placed in the mixing bowl. Ensure that the bottom of the mixing bowl is touching the water inside the pot. In this way, heating of the oil is regulated. Once the water in the pot starts to boil, reduce the flame to the lowest possible setting such that the temperature of the hot water will just be maintained. NEVER HEAT oil directly in a pot or pan as this will cause it to turn yellow.

Figure 44. Improvised double boiler
Incubation or air heating of the oil at 50°C can be done in a specially designed cabinet fitted with an air heater and thermostat control.

Vacuum drying is the most effective way of drying oil without the risk of it turning yellow. A vacuum dryer is a standard feature in a VCO plant using the fresh-wet centrifuge process in a medium scale operation, but is not viable for an individual micro-scale processor because the investment cost is high. If, however, there is a vacuum dryer in a central location to which processors could bring their raw VCO to dry under a user-pays scheme, it could be viable.

### 3.3.2 Ageing

VCO obtained by the modified natural fermentation process normally develops a sour smell if operating conditions and fermentation time are not controlled properly. Ageing of VCO is an additional process done in the Philippines to ensure the removal of any faint sour smell.

Ageing is done by placing VCO in stainless steel pots, covering the pots with coarse cheese cloth and storing them for a week in a warm room (50°C) or in a cabinet specially designed for the purpose. In this way, the aromatic compounds responsible for the sour smell are volatilised and removed. Likewise, whatever residual moisture the oil contains settles at the bottom of the container. Hence, ageing and drying are done simultaneously.

After ageing, transfer the VCO to another container by scooping it up. Leave about two centimetres of oil in the bottom of the pot because any residual moisture in the oil will be in this bottom layer. This oil that is left can be dried using an appropriate oil-drying technique as described above and sold as cooking oil (after accumulating enough volume) or mixed with second grade VCO for further processing into downstream products (see Chapter 7).

### 3.3.3 Fine filtration of VCO

Based on experience, very fine particles of dried kernel (foots) entrained in the VCO produced using the low pressure oil extraction method /DME process and the high pressure expeller method are not totally removed even after gravity settling for two weeks. This is manifested in unsightly residue that settles at the bottom of VCO bottles in retail stores and it puts prospective buyers off. This problem can be solved through fine filtration using motorised pressure filters before packaging. However, pressure filters are relatively expensive and not economically viable for small scale operations using the DME process.

One way of solving this problem is for government or a development project to set up filtration centres that will service small-scale VCO producers using the DME process. Such facilities can be operated on a user-pays scheme, i.e. a fee is charged for each litre of VCO filtered in order to cover operating and maintenance expenses.

### 3.4 Packaging and storage

The most appropriate packaging for VCO is glass bottles in tropical climates and widemouthed glass jars in temperate climates. This is especially important if the VCO is to be sold in stores where it might stay on the shelves for long periods.

However, bottles made of PET (a thermoplastic resin) have evolved as the preferred packaging material because glass is quite heavy to transport and there is the risk of breakage. Plastic bottles similar to those used for mineral water can also be used, provided the VCO is consumed within a month.

For domestic sales, VCO is normally packaged in white 20 litre food-grade plastic containers if it is to be sold in bulk, or in 500 ml or 250 ml PET bottles (Figure 45) if it is to be sold in retail stores. For export in bulk, it is packed in 200 litre food-grade plastic drums.

Packed VCO should be stored in an enclosed area with screened windows, protected from rain, direct sunlight and materials with strong odours.
Figure 45. Packaged VCO in PET bottles
### 3.5 Comparative analysis of different processes for producing VCO

**Table 4. Comparative analysis of different processes for producing VCO**

<table>
<thead>
<tr>
<th>Type of Process</th>
<th>Quality of Oil and Recovery</th>
<th>Advantages and Limitations</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Fresh-dry processes</strong></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
| High pressure expeller method wet milling route | FFA - 0.05–0.08%  
MC - 0.07–0.1%  
Colour - water-clear  
Oil recovery - 60 kg per 100 kg of dried milled kernel; 31 kg per 100 kg of fresh milled coconut kernel with testa (based on 50% initial MC of fresh kernel)  
**Highest extraction efficiency** | Produces full-protein, medium-fat coconut flakes with testa as a co-product which can be further processed into coconut flour or sold as an aflatoxin-free animal feed ingredient.  
Long shelf-life of oil – 1 year and above.  
Uses mechanical type of equipment to produce the oil.  
Applicable in a village scale plant operation (5,000+ nuts/day). |
| High pressure expeller method Desiccated coconut route | FFA - 0.05–0.08%  
MC - 0.0–0.1%  
Colour - water-clear  
Oil recovery - 58 kg per 100 kg of desiccated coconut; 30 kg/100 kg of fresh pared, ground kernel (based on 50% initial MC of fresh kernel) | Produces full-protein, medium-fat coconut flour without testa as a co-product.  
Long shelf-life of oil – 1 year and above.  
Uses mechanical type of equipment to produce the oil.  
More appropriate to be used in tandem with an existing DCN processing plant. |
| High pressure expeller method Grated nut route | FFA - 0.05–0.08%  
MC - 0.07–0.1%  
Colour - water-white  
Oil recovery - 30 kg per 100 kg of fresh grated kernel (based on 50% initial MC of kernel) | Produces full-protein, medium-fat coconut flour without testa as a coproduct.  
Long shelf-life of oil – 1 year and above.  
Uses mechanical type of equipment to produce the oil.  
Applicable in a village scale plant operation (5,000+ nuts/day). |
| Low pressure extraction method | FFA - 0.1–0.2%  
MC - 0.17% and below  
Colour - water-clear  
Oil recovery - 25 kg per 100 kg of fresh grated coconut kernel (based on 50% initial MC of kernel) | Uses manually operated equipment to produce the oil.  
Produces a semi-dry coconut residue that has to be further dried or processed to have market value.  
Shelf-life of oil can be very short if milled or grated coconut kernel is not properly prepared prior to oil extraction.  
Oil drying is recommended to ensure long shelf-life. |
### Centrifuge method

**MC of dried kernel prior to micro-pulverisation at 5%**

- **FFA - 0.05–0.08%**
- **MC - 0.1% and below**
- **Colour – water-clear**

Oil recovery - 60 kg per 100 kg of dried ground kernel without testa; 31 kg per 100 kg of fresh pared kernel (based on 50% MC of fresh kernel)

**Second highest oil extraction efficiency.**

- **Produces low-fat, high-fibre coconut milk as a co-product.**
- **Long shelf-life of oil – 1 year and above.**
- **Can also be used in tandem with DCN processing.**
- **High investment cost since it uses highly specialised equipment and is energy intensive.**
- **Very intense, fresh coconut aroma.**

### Fresh-wet processes

#### Modified kitchen method

- **FFA - 0.1%**
- **MC - 0.14% and below if heating is done long enough to remove water in the coconut milk**
- **Colour - water-clear to pale yellow depending on the heating process**

Oil recovery - 16.5 kg per 100 kg of fresh grated coconut kernel (based on 50% initial MC of kernel)

- **Very low investment cost.**
- **Can be produced on a home scale operation using ordinary kitchen utensils.**
- **Prolongs shelf life.**
- **Hardest to control in getting the correct colour and low MC.**
- **Produces a by-product (proteinaceous residue) which does not have commercial value at present.**

#### Modified natural fermentation method

- **FFA - 0.1%**
- **MC - 0.12% and below**
- **Colour - water-clear**

Oil recovery - 34 litres per 100 litres of coconut milk (about 19 kg oil per 100 kg of fresh grated kernel) (Based on 50% initial MC of kernel)

- **Very low investment cost. Lowest labour and energy input.**
- **Can be produced quickly on a home scale operation using ordinary kitchen utensils or on small/medium scale operation using semi-mechanised equipment.**
- **Disposal of fermented skim milk could be a big problem if done on a medium scale plant operation.**
- **Oil produced has a faint sour smell which can be removed by ageing.**
- **Produces premium and class B grades of VCO.**
- **Uses a lot of potable water.**
| **Fresh-wet centrifuge method**  
| (2-phase centrifuge) | **FFA** - 0.04–0.08%  
|                    | **MC** - 0.1% and below  
|                    | **Colour** - water-clear  
|                    | Oil recovery - about 28 litres oil per 100 litres of coconut milk (about 17 kg oil per 100 kg fresh grated kernel)  
|                    | (Based on 50% initial MC of kernel)  
|                    | Reported oil recovery rate was computed from the information provided by a VCO producer using a 2-phase centrifuge. Oil recovery rate using a 3-phase centrifuge may be different.  
| Produces the best quality coconut oil with best sensory attributes if done in a two stage centrifuge process.  
| Can only be applied in a medium scale operation as investment cost is very high.  
| Optimisation of the process is still required to improve oil recovery rate.  
| Current oil recovery rates are much lower than the modified fermentation process. Lowest extraction efficiency.  
| Further processing of the coconut skim milk into health beverage and the sapal generated into coconut flour can improve profitability. | **Bawalan-Masa process**  
| (VCO from coconut milk residue) | **FFA** - 0.05–0.08%  
|                    | **MC** - 0.07–0.12%  
|                    | **Colour** - water-clear  
|                    | Oil recovery - 17 kg per 100 kg of wet residue  
|                    | Coconut flour - 26.3 kg per 100 kg of wet residue  
| Further recovery of high value oil from residue makes coconut milk/VCO processing more profitable.  
| Long shelf-life of oil – 1 year and above.  
| Produces low fat high fibre coconut flour as a by-product.  
| Requires mechanical type of equipment to produce the oil.  
| Production process has to be attached or integrated to an existing coconut milk processing plant or a high capacity VCO plant.  
| Maximises the income from coconut kernel when used in tandem with coconut milk processing or the fresh-wet centrifuge process of VCO production. |  

Source: Updated and revised table from Bawalan (2002)
3.6 Issues in VCO processing

3.6.1 Misconceptions in VCO processing and labelling

a) Process temperature

One of the biggest misconceptions in VCO processing is that the use of heat will make coconut oil lose the attributes of being ‘virgin’ oil. A lot of people think, and a lot of VCO producers claim, that coconut oil should be processed without any heat to retain its virgin quality. These producers claim that VCO processed without heat is the best quality and is priced higher, regardless of its quality and sensory characteristics. Admittedly, VCO processed without heat has a relatively higher Vitamin E content than VCO processed with heat but, in terms of value, the Vitamin E content of coconut oil is not high enough (36 mg/kg) for it to be considered a deciding factor in the grading of VCO. Vitamin E is also lost when the oil is exposed to sunlight.

It should be emphasised that the main reason virgin coconut oil is bought at a much higher price than any other edible oil is the high percentage of medium chain fatty acids (MCFAs) it contains, particularly lauric acid. Studies have suggested that they have anti-microbial properties, promote weight loss, boost the immune system and have other health benefits. Information on the stability of different nutrients to temperature, light, acid and other factors tells us that essential fatty acids are not affected by temperature as long as the smoke point of the oil is not reached. It is the vitamins that are susceptible to increases in temperature.

To sum up, VCO extraction at a high temperature, as long as it does not discolour the oil, is permissible and does not diminish the health benefits that can be obtained from it. It should be noted that the VCO standard stipulates that VCO should be colourless. This in itself is a self-checking mechanism on how high the processing temperature can be because having too high a temperature discours the oil.

In addition, internet research revealed the following basic criteria for any vegetable or seed or nut oil to be entitled to the label ‘virgin’. The processing temperature is not a requirement in these criteria:

- The oil is not refined or no other processing is done on the oil after extraction other than filtration.
- The oil is fit for human consumption after extraction and filtration.
- The oil retains the aroma of the seed or nut from which the oil is extracted, i.e. if it is olive oil, it should have the aroma of olives; if coconut oil, it should retain the natural aroma of coconut, etc.

Therefore, coconut oil that has been extracted by means of drying the fresh kernel under sanitary conditions and immediately extracting the oil using an expeller can qualify for the label ‘virgin’. Likewise, existing quality standards for VCO do not stipulate any upper processing temperature (see Annex 4).

b) Testa or brown skin of coconut kernel

Another misconception in VCO processing is that if the brown skin, or testa, of the coconut kernel is not removed, it will discolour the VCO. Hence, most VCO producers make it a point to remove the testa prior to extraction of the oil. This practice increases the VCO production cost in terms of additional labour for removing the testa and there are also raw material losses, as the removed brown skin (plus some closely attached white meat) comprises about 13% to 15% of the total weight of the fresh coconut kernel. Removing the testa strips the VCO of linoleic acid, an essential fatty acid required by the body at a maximum level of 3.5% of total fat intake.

From 1991–1996, the author did countless coconut oil production trials from fresh coconut where the brown skin was included. The resulting coconut oil was still water-clear. Moreover, in the research studies under the RP-UK Aflatoxin Reduction in Copra Project, where the author worked as counterpart engineer, it was found that any colour in the coconut oil after extraction is normally caused by microbial action on improperly handled fresh kernel or copra and a very high processing temperature.
c) ‘Extra virgin’ and ‘cold pressed’ label for VCO

A number of VCO producers in different coconut-producing countries, including Fiji, that are selling on the retail market are placing ‘extra virgin’ and ‘cold pressed’ on their label without actually understanding what that label means. There is even pale yellow coconut oil being sold with the label ‘extra virgin VCO’.

To gain a full understanding of the terminologies involved, a literature and internet research survey was conducted which revealed that the term ‘extra virgin’ is exclusive to olive oil. However, the term ‘virgin’ can be applied to olive oil as well as other types of oil, provided that the criteria listed in Section 3.6.1a) are satisfied. The main reason for the ‘extra virgin’ label being exclusive to olive oil is that, when fresh olives are pressed, what comes out can be called ‘olive oil juice’. This is essentially a mixture of olive oil and water from which, after settling or centrifugal separation, the olive oil can be recovered. On the other hand, when fresh coconut kernel is pressed, what comes out is coconut milk which is an emulsion of oil and water, with globules of oil surrounded by membranes made of phospholipids (fatty acid emulsifiers) and proteins. To recover the coconut oil, the membranes and bonds have to be broken, either by heating, or by natural or biological fermentation, or by centrifugal action, or some other means.

Information on internet websites gave conflicting information as to what constitutes ‘cold pressed’ oil. A lot of websites mentioned that the term ‘cold pressed’ does not have any legal definition in the United Kingdom and the USA. It is a marketing strategy. For oil to be efficiently extracted from its plant-based source (seeds, nuts, etc.), it has to be heated to a certain extent to allow the oil to flow freely. Likewise, oil can be extracted by pressing only from seeds or nuts or any other plant source with oil content above 30%. It was also mentioned that most plant-based oils cannot be produced in big/commercial quantities if only cold pressing is used. In most websites, the term ‘cold pressed’ is associated with olives for reasons stated above. On the other hand, some websites mention that the term ‘cold pressed’ is associated with oil that has been extracted/processed at a temperature below 50°C. Therefore, under this condition, coconut oil that is produced by drying the fresh comminuted kernel and subsequently extracting the oil using high pressure expellers, does not qualify for the label ‘cold pressed’ since temperatures higher than 50°C are generated inside the expellers, but it does qualify to be labelled ‘virgin’. However, it was also noted that some manufacturers are placing the term ‘cold pressed’ on their labels although their process is done at temperatures higher than 50°C. Only VCO produced using the modified natural fermentation process and the fresh-wet centrifuge process with vacuum evaporation is entitled to the labels ‘virgin’ and ‘cold pressed’.

Based on the author’s experience, the only major difference that can be discerned between ‘cold pressed’ VCO and expeller-pressed or heat-processed VCO is that the ‘cold pressed’ or low temperature-processed VCO does not leave an oily after-taste in the mouth when ingested. Likewise, VCO processed at low temperatures also solidifies much faster and liquefies much more slowly than the expeller-pressed VCO. Customer preferences will determine which type of VCO is preferred for particular end use(s).

### 3.6.2 Organic certification

Consumers’ preferences when it comes to agricultural products, especially products from developed countries, have dramatically changed in recent years with the growing awareness and concern for health and environmental issues. Organic farming and labelling of food as organic is a steadily growing sector of agriculture.

Organic agriculture as defined by the International Federation of Agriculture Movement and cited by Idroes, Muhartoyo and Arancon (2007) includes all agricultural systems that promote the environmentally, socially and economically sound production of food and fibres. These systems take local soil fertility as the key to successful production. Organic agriculture dramatically reduces external inputs by refraining from the use of chemo-synthetic fertilisers, pesticides and pharmaceuticals. Instead, it works with the laws of nature to increase both agricultural yield and pest resistance.
Organic agriculture is a holistic production management system which promotes and enhances agro ecosystem health, including biodiversity, biological cycles and soil biological activity. It emphasizes the use of management practices in preference to the use of off-farm inputs, taking into account that regional conditions require locally adapted systems. This is accomplished by using where possible agronomic, biological and mechanical methods, as opposed to using synthetic materials to fulfill any specific function within the system.

At present, there are two niche markets to which VCO is generally being supplied. These are:

- the nutraceutical market, i.e. VCO as a functional food is sold in stores specifically catering to the demand for products intended for wellness and health;
- cosmetics and skin care products markets, where VCO is used as a base oil in the manufacture of hypoallergenic cosmetics and skin care products.

Major institutional buyers for both markets normally prefer organically certified VCO as an assurance that the product does not have any trace of synthetic pesticides, chemical fertilisers and other likely harmful residues that might have an effect on their intermediate buyers and consumers.

On a general note, it can often be said that the majority of coconut plantations and wild stands in PICTs are organic by default, inasmuch as they are not actually being tended. The growth of coconut trees and their fruit-bearing capacities are left to the care of Mother Nature. However, the norm in international trade is that one cannot claim a product is organically produced unless it has been certified as organic by an internationally recognised and authorised body.

The Organic Certification Center of the Philippines mentions the following:

Certification is the procedure by which an independent third party gives written assurance that a clearly identified production or processing system is methodically assessed and conforms to specified requirements/standards.

Certification of organic agriculture combines certification of products and quality systems, but it is primarily certification of a production system or method. All operation in the product chain, including farmers, processors and distributors, must be certified as acting in conformity with the standards and regulations of the certification program.

Certification is one way of ensuring that products claimed to be organic are actually produced according to organic farming principles. It is a way of protecting consumers, producers, and traders against the use of misleading or deceptive labels. It is also a marketing instrument enabling producers to access markets for organic products and obtains premium prices. It also creates transparency as information in certified producing organizations and their products are made public.

(http://www.occpphils.org/certification.htm)

Before deciding to undertake or apply for an organic certification, a VCO producer should be aware of the following information which was collated from Idroes et al. (2007).

1. A company or an individual who is interested in obtaining an organic certificate from an authorised certifying body has to satisfy certain requirements and procedures. The procedures are set by the certifying body in compliance with a particular standard such as the National Organic Program of the United States Department of Agriculture, the Organic Production Method of the European Union and the Organic Certification Program of Japan Agriculture Standard. There is also the National Association for Sustainable Agriculture of Australia.

Each of these standards has its own requirements and procedures. Consequently, interested companies have to decide which standard they want to comply with. In essence, the choice depends on which market or countries the VCO producer intends to supply. There is no single certifying body which is accepted or recognised worldwide.
2. The transition to organic agriculture takes at least three years, during which period the products cannot be sold as organic. However, the transition period can be reduced to six months by implementing a retroactive system, provided certain conditions and procedures are complied with.

3. The following criteria should be considered in selecting coconut farms:
   - the location must be free from contamination by forbidden chemicals, inorganic fertilisers and pesticides (verified through the site visit and interview with the farmer and/or owner);
   - the location must be safe from possible contamination from adjacent nearby farms (verified by inspecting the topographic position of the coconut farm and adjacent nearby farms);
   - the coconut farm is not intensely intercropped and is, ideally, far from villages;
   - the coconut farm should be close to the processing site.

4. The applicant for an organic certification has to pay the registration fee of USD 3500 to an internationally accredited certifying body. In addition, the applicant has to shoulder the expenses of the inspector from the certifying body. Expenses include air fare, accommodation, transport and daily subsistence allowance during the inspection.

5. If the application is approved, the organic certificate given is valid for one year and is subject to renewal the following year.
Chapter 4
Good manufacturing practices and sanitation standard operating procedures

As the world population continues to grow, the global market for food products is expanding, together with an increased emphasis on food safety. Consumers have become more discerning in the type of foods they buy and how these foods affect their health and well-being.

Food safety is generally defined as the assurance that the food will not cause any harm to the consumer when it is prepared and/or eaten according to its intended use (Alba 2006). To achieve food safety, a management system has been developed which focuses on preventing problems before they occur, rather than trying to detect failures through end product testing. It also places more responsibility for ensuring food safety on food manufacturers, who have to develop control and traceability of their products from ‘farm to plate’. The system requires the identification of specific hazards throughout the entire process of food production, concentrates on the points in the process that are critical to the safety of the product, and highlights measures for their control. This food safety management system is referred to as HACCP or hazard analysis critical control points.

VCO is considered a functional food and is increasingly consumed and/or processed into nutraceutical products. It is not only used as a food ingredient but also as a food supplement that people take for its health benefits. As such, it has to be carefully processed with food safety considerations at the forefront.

While it is not generally required for a VCO plant to be HACCP compliant when it is just starting its operation, strict adherence to the prerequisite programmes of HACCP by processors is strongly recommended. These prerequisite programmes are described below.

- **Good manufacturing practices (GMPs)** – This is a set of guidelines and procedures that have to be followed to ensure that the food products manufactured in a particular plant are free from the presence of dirt, contaminants and pathogenic microorganisms such that it will be safe for human consumption (Bawalan and Chapman 2006). These are regulations and procedures that guide food manufacturers in the development and proper implementation of food safety programmes (Kindipan et al. 2006). Adherence to GMP ensures the prevention of food adulteration and contamination due to unsanitary conditions.

- **Sanitation standard operating procedures (SSOPs)** – This is a set of activities related to the sanitary handling of raw materials, food products, work areas and equipment (Kindipan et al. 2006). It ascertains that conditions prescribed by GMP are met by plant facilities and operations. It ensures the effectiveness of maintenance, corrective actions and record-keeping activities.

GMPs in VCO production cover the adherence to a specific set of guidelines for each of the following stages:

- pre-processing stage – all the steps before the coconuts are opened for conversion into VCO: harvesting, collection, husking, transport, storage;
- processing stage – the actual steps in the processing of fresh coconut into VCO, from opening the nuts to recovering the VCO, varying according to the technology;
- post-processing stage – additional steps to further improve the quality of VCO: fine filtration, oil drying (if required) and ageing (if required);
- packaging and storage of the product.

SSOPs for VCO processing cover the following aspects:

- sanitation in the processing area;
- sanitation in the processing equipment;
- personal hygiene.
4.1 Pre-processing stage

4.1.1 GMPs for selection/harvesting

The fresh coconut kernel, as the raw material for processing VCO, requires special handling and control to ensure the production of high quality VCO. Fresh coconut kernel is a low acid substance with high moisture and nutrient contents. This makes it susceptible to microbial attack and contamination. While still on the tree or as a whole harvested mature nut (with or without husk) and as long as there are no cracks and the ‘soft eye’ of the nut is not damaged, the coconut kernel is edible and sterile, uncontaminated by any microorganism. However, once the nut is opened or the shell is cracked (in the case of husked nuts), the kernel is then susceptible to attack and deterioration by airborne microorganisms. When this happens, the nut is no longer suitable for food processing.

Coconuts in PICTs are allowed to fall naturally at maturity and are collected off the ground. Since coconuts do not fall naturally from the tree unless they are mature or over-mature, on-farm selection of coconuts for VCO processing consists of segregating the good mature nuts (Figure 46) from the over-mature nuts with signs of germination or growth (Figure 47). The prevalence of germinating nuts is quite common in PICTs, since fallen coconuts are not collected daily.

Figure 46. Good, mature coconuts

Figure 47. Overmature coconuts with germination growth
Selection of the nuts for VCO processing starts at the farm when the nuts are collected. For VCO production, only sound, fully mature nuts (12–13 months old) should be selected as these have the highest oil content and the lowest moisture content. Nuts with cracks, or a damaged soft eye or germination growth exceeding 1 cm must be discarded. Under conditions in PICTs where nuts are not being picked from the tree but are picked up from the ground after they have fallen, it is difficult to get a batch of ungerminated nuts. One compromise is that if germinated nuts cannot be avoided, only nuts with a maximum germination growth of one centimetre should be accepted for VCO production.

Generally speaking, the maturity of whole unhusked coconuts can be determined by the indicators described below.

- Colour of the husk – mature nuts at 12–13 months old are light brown or yellowish brown; those at 10–11 months are green with a tinge of yellow. Immature nuts less than ten months old are generally green except for those varieties that have golden nuts (e.g. Sri Lankan golden king, Malaysian red dwarf).
- Colour of the shell – another indication of the maturity of the nut is the colour and the hardness of the shell. Mature coconuts have a hard, brown shell.
- The sound that the nut makes when it is shaken – immature nuts do not make a noise when shaken because the cavity is completely full of water. Mature nuts make a sloshing sound when shaken (Ranasinghe, Cataoan and Patterson 1980).

Over-mature nuts (above 13 months old), especially those which have already germinated, impart an off-flavour and oily taste to coconut products so they should be discarded. Likewise, the oil content of the kernel starts to decline once the haustorium (creamy, spongy tissue that fills a germinating nut) is formed. Aside from oil yield, the oil quality also deteriorates as the haustorium grows bigger.

4.1.2 GMPs for husking

Guidelines for husking coconuts

- If possible, do the husking early in the morning or in a shady area so the husked nuts are not exposed to direct sunlight.
- Cover the pile of husked nuts as a protection from direct sunlight. Exposure of husked nuts to direct sunlight for more than an hour will cause the shell to crack.
- If the coconuts are not to be processed within two days from the time of husking, keep the eye of the nut adequately covered by leaving a portion of the husk attached to it during husking (Figure 48).

After husking and before transport to a VCO processing plant, the nuts should be inspected.
4.1.3 GMPs for the transport of husked nuts to the VCO processing plant

Cover the coconuts if they are in an open vehicle, especially on hot, sunny days and if the transport time is more than an hour. Proper care must also be taken during loading and unloading of the nuts so that they are not exposed to sunlight or broken.

Ideally, husked fresh coconuts should be processed within seven days from the time of harvest. Accordingly, VCO processing facilities should be set up within the coconut producing areas to ensure the freshness of the raw material (Bawalan and Chapman 2006). This also lowers the transport cost.

4.1.4 GMPs for the inspection of nuts at the VCO plant

The nuts are inspected yet again on delivery to the plant. Husked nuts with a cracked shell, or a damaged soft eye, or germination growth exceeding one centimetre in length should be rejected.

For small deliveries, it is a common practice in Fiji to put husked nuts in plastic sacks. In this case, the husked nuts should be removed from the sack and inspected individually on arrival at the plant.

4.1.5 GMPs for the storage of nuts

- Husked nuts should be kept in clean storage areas with cement floors, good ventilation and adequate rain/sun cover.
- Storage bins should be designed and partitioned so that the principle of first in, first out can be easily implemented.
- The husked nuts should not be placed directly on a cement floor but on an elevated platform (pallet) with slats which is at least six inches above the floor. In this way, coconut water can flow away from the pile if coconut shell breakages occur.
- The stockpile of husked coconuts should be inspected daily to remove nuts with cracked shells and soft eyes.
- The height of a storage pile of coconuts should not exceed 1.8 metres.

(Bawalan and Chapman 2006)

In addition, NEVER store coconuts in plastic sacks. Since there is no air circulating inside the sacks, moisture emanating from the fresh nuts is trapped inside and will cause deterioration of the nuts. The situation is aggravated if there are nuts with a cracked shell or a deteriorating eye in the sack.

Another quality control and inspection needs to be done when the nuts are taken out of storage for processing to ensure that only good quality nuts enter the processing area.

4.2 GMPs for the processing stage

4.2.1 GMPs for handling coconut water

GMPs on the proper handling of coconut water are important because it spoils and ferments very fast once the nut is split.

**Guidelines for handling coconut water**

- Split the coconuts above the ground and put a receptacle underneath for the coconut water (Figure 49).
- Do not split the coconuts at too high a level above the coconut water receptacle because there will be a tendency for the water to splash on the floor.
- If the coconut water is not to be used in VCO processing or is not be further processed, remove it at intervals from the splitting area and dispose of it in dedicated septic tanks to prevent the generation of a foul odour in the process area. Do not dispose of large quantities of coconut water directly into drains or a sewage system, or into a creek, a river or the sea without proper treatment. Coconut water is considered a major pollutant because of its high biochemical
Good manufacturing practices and sanitation standard operating procedures

oxygen demand (BOD5) or biological oxygen demand. This amounts to 14,000–15,000 mg/litre (Sison 1976).

- Immediately wash the floor with water if coconut water gets spilled on it. Spilled coconut water on the floor if not immediately cleaned will attract flies and become a source of contamination (Bawalan and Chapman 2006). It will also destroy the cement surface of the floor (if there are no tiles) since fermented coconut water becomes very acidic.

**Selection of coconut kernels for processing**

Quality control on the fresh coconut kernel should be done after splitting the nuts to ensure that only fresh, unspoiled coconut flesh is further processed (Figure 50). The kernel should be firm in texture and white/opaque in colour. Coconut kernel with a soft texture, slimy surface or discolouration should be segregated and discarded. Likewise, kernel from nuts with big haustorium or germination growth is soft and thin and has a rancid smell. Hence, it must be discarded as it will destroy the quality of the whole batch.

As a general rule, coconuts for food products should be processed within four hours from the time the shell is broken or the nut is split.

Figure 49. The correct way to split coconuts

Figure 50. Left, good coconut kernel for processing. Middle, discoloured kernel for rejection. Right, kernel with haustorium.
There are three options for utilising split coconuts that fail the quality control for VCO processing. These are:

- convert them into copra by sundrying;
- use them as animal feed, e.g. for chickens and pigs;
- process them for second grade VCO using the modified natural fermentation process and use the resulting coconut oil for making soap and other downstream products (see Chapter 7).

### 4.2.2 GMPs for removal of the coconut kernel and particle size reduction

Whatever method is used to remove the coconut kernel from the shell and reduce the particle size of the flesh, all parts of the processing equipment that come into contact with the coconut kernel should preferably be made of food-grade stainless steel, which is preferable, or plastic containers.

This step needs to be done in as short a time as possible to prevent bacterial contamination.

**Guidelines for manual grating of coconuts**

- Before starting to grate, wash the grater blade thoroughly with soap and water. Use hot water for the last rinse.
- Manual grating should not be done while one is sitting on the ground/floor, but if there is no alternative, sit a clean cement floor.
- Use a clean container (stainless steel or white plastic basin) as a receptacle for the grated coconut kernel.
- Do not place any split coconuts on the ground.

**Guidelines for motorised grating**

- Ensure that the blades and housing of the grater are thoroughly cleaned with soap and water before starting the operation. Make certain that no soap residue is left on the surface by thoroughly rinsing with water. Use hot/boiling water for the last rinse to sanitise.
- Avoid touching the grated kernel with bare hands. Use a stainless steel ladle when removing the grated flesh that adheres to the surface of the grater housing.
- Make certain that only highly skilled operators do motorised grating. The rotating metal blades of the grater may cause injury if the grater is handled by unskilled or untrained workers.
- Clean the grater blades and housing immediately after each use. Use a pressurised water hose if necessary to dislodge fine coconut kernel particles. Make certain that there is not a speck of coconut left adhering to the grater head.

### 4.2.3 GMPs for fresh-dry process

#### 4.2.3.1 GMPs for drying of freshly comminuted kernel

Drying of the freshly comminuted kernel is the most critical step in the fresh-dry process. Delay in drying or the use of improper drying techniques produces second grade VCO.

**Guidelines for drying — all methods**

- Dry the coconut kernel within four hours of splitting the nut. Beyond four hours, the nut will yield yellow or pink oil due to microbial attack. The risk is much higher in kernels of small particle size (as in this case) because more surface area of the kernel is exposed.
- Dry the comminuted kernel at the appropriate temperature (70–75°C) to prevent it from being burned or scorched. High temperature and improper drying techniques result in unacceptable pale yellow coconut oil with a burnt odour. If the drying temperature is too low, bacterial contamination may occur which also results in unacceptable yellow-coloured oil (Bawalan and Chapman 2006).
- Do not overload the dryer. Just load the amount of grated/shredded/milled coconut kernel according to the specified processing capacity. Overloading the dryer can cause deterioration of the kernel that is not reached by heat and may also result in yellow-coloured oil.
- Dry the comminuted kernel to the right moisture content as specified in the type of VCO fresh-dry processing technology that is used (e.g. 10–12% for the low pressure method, 3–4% for the high pressure expeller and fresh-dry centrifuge process).
Guidelines for the flat-bed conduction type dryer or DME dryer

- Regulate the dryer temperature by regulating the amount of coconut shell fed into the burner for a specific period of time, i.e. feeding a constant number of shells per unit of time, e.g. 25 half shells every ten minutes. The exact number of half shells should be determined by doing actual drying trials.
- Do not load wet comminuted kernel onto the surface of the hottest portion of the dryer. Place it first on the cooler portion and reduce the moisture content before it is moved to the hotter portion. This is because any material with high moisture content tends to stick when placed on a very hot surface.
- Do not allow the kernel to stay long on the dryer surface. Constant moving and fast turning of the grated kernel is required to prevent it from getting scorched. If this happens, the resulting oil will be pale yellow and have a burnt odour.

Guidelines for drying in a forced draught (with fan) tray-type dryer (Figure 51)

- Spread the freshly comminuted coconut kernel thinly in each of the loading trays. The thickness of the layer of kernel in each loading tray should not exceed one centimetre.
- Set the thermostat control of the dryer at 75°C for the first hour of drying. Then reduce the temperature setting to 70°C and maintain this temperature until the kernel has reached the desired moisture content.
- Regularly change the position of the trays inside the dryer. Likewise, regularly mix the loaded kernel in the trays to assist with a more uniform drying regime.

It should also be noted that, under conditions of low humidity and hot midday temperatures, solar drying of the grated kernel can be done. A well designed solar dryer normally generates a drying temperature of about 70°C, which is suitable for drying grated/shredded coconut kernel intended for VCO production (Bawalan and Chapman 2006). Solar, not sun, drying is done to prevent the grated kernel from being contaminated with dust and insects.

![Electrically heated forced draught tray-type dryer at the Food Processing Centre, Kiribati](image)
4.2.3.2 GMPs for low pressure oil extraction/DME

All containers, receptacles and utensils used during extraction of coconut oil should be made of stainless steel. If stainless steel is not available, food-grade plastic white containers may be used.

- All parts of the equipment that come into contact with the dried kernel and VCO should be made of stainless steel. The quality standard for VCO stipulates certain limits for metal contaminants including iron, lead and copper.
- Thoroughly dry all containers and equipment parts that come into contact with the dried kernel and VCO prior to starting operations.
- Clean all equipment at the end of each production shift. Remove all adhering particles of coconut kernel from the equipment. Rinse with hot water and allow to dry for the next operation.
- Always watch the colour of the oil that is extracted. If it is cloudy (i.e. there is some opaque white colour in it) do the gravity settling to remove fine particles in a room or specially designed cabinet heated at 50°C. This will prevent the oil from turning rancid during the two-week gravity settling period as the oil will be dried as well.

4.2.3.3 GMPs for high pressure oil extraction (from Bawalan and Chapman 2006)

The critical factors in the high pressure extraction of VCO are the moisture content of the feed material and the processing temperature in the expeller. Optimum recovery of oil is obtained if the granulated fresh kernel is dried to a moisture content of 3–4%. The temperature in the expeller should not be allowed to exceed 90°C in order to prevent the oil from turning yellow. A high pressure expeller with a water-cooled worm shaft is required to ensure that the temperature inside the expeller remains within acceptable levels.

The oil extraction efficiency of high pressure expellers is determined by the following factors:

- moisture content of the feed material
- temperature of the feed material
- choke clearance
- particle size.

Guidelines for high pressure oil extraction to ensure optimum recovery and the production of high quality VCO:

- The dried granulated/milled coconut kernel should have a moisture content of 3–4% when fed into the expeller.
- Extract the oil immediately after drying. It is better to process the dried kernel while it is still warm to help ensure that the oil flows easily during the extraction process. The Anderson expeller, which is generally used in the coconut oil milling industry in the Philippines, has a built-in conditioner-cooker to adjust the moisture content and temperature of the milled copra.
- Adjust the choke clearance to a setting which will yield optimum oil recovery. The thickness of the pressed cake coming out of the expeller gives an indication of the oil extraction efficiency in the expeller, i.e. experienced operators know whether the oil extraction rate is at the optimum level by looking at the thickness of the pressed cake. Corresponding adjustments in the choke clearance are normally made if the thickness of the pressed cake is greater than 1 mm. (Please refer to the glossary of terms for the meaning of choke.)
- Dried coconut kernel to be fed into the expeller should be in granulated or milled form with a particle thickness of 3 mm. Very thin particles as in grated or sliced or shredded coconut kernel tend to slide out of the choke, thereby reducing the yield of oil.
- High pressure extraction causes the temperature in the expeller to rise, so a cooling system is required. Use an expeller with a built-in cooling system in the worm shaft to ensure that
the temperature does not rise above a level that will cause the coconut oil to turn yellow. For expellers without a cooling system, one way of reducing the temperature inside the expeller is to adjust the choke to a wider clearance and to use feed material with slightly higher moisture content. However, this method sacrifices the oil extraction efficiency and in turn reduces the profitability of VCO production.

- Ensure that all materials, containers and utensils used during oil extraction are thoroughly dried.

**4.2.3.4 GMPs for settling and filtration of newly extracted VCO**

VCO extracted using a low pressure press (e.g. bridge press, DME press, New Zealand press) or a high pressure expeller contains very fine particles of dried kernel called foots which are entrained and then suspended in the oil. For the low pressure oil extraction process, the general practice is to filter the newly extracted oil with cheese cloth to remove larger particles of entrained kernel. The oil is then allowed to undergo gravity settling for a minimum of two weeks to clarify the oil. VCO extracted using a high pressure expeller is allowed either to undergo gravity settling or is passed through a motorised plate and frame filter press.

The use of a motorised plate and frame filter press or any type of pressure filter is preferable to gravity settling. Based on experience, foots are not completely removed, even after two weeks of gravity settling, and form a residue that settles at the bottom of VCO or VCO-based body oil after packaging and standing for a long time. The presence of residue at the bottom of a VCO bottle puts buyers off. If a VCO operation using the fresh-dry process is too small to warrant procurement of a motorised pressure filter, then gravity settling using containers with a conical bottom is recommended. An improvised settling container that satisfies this requirement is the 20 litre plastic water container used in water dispensers. Remove the bottom and position it upside down in a manufactured stand. Place it in a room in which the temperature is maintained at about 50°C. In this way, whatever residual moisture there is in the oil will also be removed during the process of settling. The theory is that, at relatively high temperatures, oil molecules will move upwards more rapidly and the settling process will be hastened.

The designated gravity settling room can be heated using a heater similar to those used for chicken brooders in poultry farms. It can also be heated using charcoal briquettes as fuel (see Annex 8.3). Ensure that the heater is placed at a distance from the coconut oil containers when using charcoal briquettes as fuel to heat the room.

As an additional guideline, always ensure that the container to be used for settling VCO or any filtering device is totally dry and free from dirt or any extraneous matter before putting in the oil.

**4.2.4 GMPs for fresh-wet processes**

**4.2.4.1 GMPs for coconut milk extraction**

Coconut milk is categorised as a low acid food. It contains proteins and other nutrients in which microorganisms from the air and other sources can thrive. In addition, coconut milk has a high moisture content which allows microorganisms to multiply very fast. Correct handling of coconut milk is therefore critical in the fresh-wet VCO process, since there is a very high risk of spoilage if it is not processed under strict conditions.

- All containers, receptacles and utensils used during the extraction of coconut milk should be made of food-grade stainless steel. If stainless steel is not available, food-grade plastic white containers should be used.

- Ensure that all materials, utensils and equipment are thoroughly cleaned and rinsed with hot water. They should be free from any soapy residue (Bawalan and Chapman 2006).

- Water used for dilution for a second milk extraction should be of high quality, free from microbial contamination and of low mineral content (Bawalan and Chapman 2006). Coconut water
can also be used for dilution purposes but specific handling procedures need to be followed, especially during hot weather (i.e. filtration and immediate storage in a refrigerator or ice box while waiting for the grating and first milk extraction to be finished). Otherwise, the coconut water will start to ferment, which will make it unsuitable for dilution purposes.

- Thoroughly wash your hands with soap and water before doing any preparation work.

In addition to the above general guidelines, the following should be observed if coconut milk is extracted manually.

- Remove rings from fingers when directly handling and mashing grated coconut kernel for milk extraction.
- Do coconut milk extraction on top of a table. Any plastic containers used as receptacles should be food-grade and white (Figure 52).
- Ensure that the cloth is clean and sanitised.
- Do not use bark, such as bark of the beach hibiscus, known in Fiji as vau, for straining and extracting coconut milk. It imparts a pink colour to the VCO produced (Figure 53).

For processing VCO via the coconut milk route at a capacity higher than home scale production, manually operated coconut milk presses (hydraulic or vertical screw type) or motorised hydraulic presses are generally used in coconut-producing countries like the Philippines and Thailand. In these types of milk presses, grated coconut kernel is normally placed in bags to make it easier to remove the residue after milk extraction.

In addition to the above general guidelines, the practices listed below need to be observed if the coconut milk is to be extracted using a manually operated and motorised hydraulic press.

- All parts of equipment which come into contact with coconut kernel and coconut milk should be made of stainless steel.
• Equipment should be rinsed with hot water before use and cleaned every four hours during operation in order to prevent contamination. All equipment is to be thoroughly cleaned at the end of the day’s shift.

• Never leave the equipment with adhering grated coconut kernel and film of coconut milk on the surface after use because it will develop a bad odour and attract flies and other insects.

• Bags for holding the grated coconut kernel should be made either of white plastic nets with fine mesh or sanitised cheesecloth or canvas cloth (Figure 54).

• The person who does the bagging should observe proper personal hygiene (e.g. not report for work if ill, remove rings from the fingers, wear gloves, etc.) before starting work.

### 4.2.4.2 GMPs for recovery of VCO from fresh-wet processes

#### 4.2.4.2a GMPs for recovery of VCO by the modified kitchen method

Aside from proper handling of coconut milk, heating of the coconut milk or cream is the major critical step in the modified kitchen method, as this will determine whether the recovered oil is water-clear or yellow, which will preclude it from being classified as virgin.

![Image of grated coconut kernel extraction](image_url)

**Figure 54. White plastic net bag for grated coconut kernel for extraction in a manually operated milk press**

*Source: PCA Product Development Department*

The following control measures should be observed at all times to ensure that only water-clear VCO is recovered:

• Heating should be done with proper temperature control. For the first hour of heating, the temperature can be allowed to reach 90°C (a stove setting between medium and high). Subsequently, and once the proteins have started to coagulate, the temperature should not exceed 80°C (a medium stove setting). Reduce the stove setting to low when the oil starts to separate from the coagulated protein. Constant stirring is needed during heating of the coconut cream.

• Do not allow the proteinaceous residue to turn brown as this will give yellow-coloured coconut oil. Once the oil separates out from the *sinusinu* (Figure 55), take the oil out. Then toast the *sinusinu* to recover the residual oil which is entrained in it. Note that this type of oil will be yellow and suitable only for skin care products.
• Dry the recovered oil using one of the techniques discussed in Section 3.3.1 to prolong its shelf-life.

Figure 55. Separation of coconut oil from the coagulated protein (sinusinu) during heating

4.2.4.2b GMPs for recovery of VCO using the modified natural fermentation process

Settling and fermentation are the critical steps in this process, and they require proper control of operating conditions and observance of strict sanitary measures (Bawalan and Chapman 2006). There are cases in which no oil separates, even after 24 hours settling. There are also cases when the coconut milk mixture that is left to settle for 12–16 hours generates big bubbles and no oil separates. To ensure that good quality VCO is produced, the measures below should be taken.

• Place the diluted coconut milk in food-grade transparent white plastic containers and allow it to settle for 12–16 hours, preferably at a temperature of 35°–40°C. Fermentation does occur at temperatures below 35°C but the oil recovery for premium grade VCO is lower. Fermentation continues up to 36 hours if allowed. However, fermentation time is set at 16 hours to get premium grade VCO. The longer the fermentation time, the more intense the sour smell in the coconut oil and the higher the risk of free fatty acids increasing to levels above those permitted in the VCO standard.

• Relative humidity within the area should be maintained below 75%.

• Loosely cover the container of coconut milk to allow the release of carbon dioxide which is generated during fermentation.

• Strict sanitary measures have to be observed at all times. The major cause of the bubbling over problem mentioned above is contamination, either through soap residue on the fermenting container or invasion of different types of microorganism. (Note: If this problem occurs, immediately put the mixture in the evaporating pan and follow the modified kitchen method so that oil can still be recovered, instead of wasting the whole batch. Also note that the coconut oil that is recovered is second grade VCO and should only be used for making herbal soap and skin care products.)
Remember that, in PICTs, the freshness of the coconut cannot be accurately ascertained because coconuts are not actually harvested but picked up off the ground. It was ascertained during the training courses in Marshall Islands and Papua New Guinea that VCO does not separate naturally from coconut milk obtained from fallen coconuts if the water used to dilute the coconut milk is at room temperature. The problem can be corrected if hot water (about 60°C) is used to dilute the coconut milk prior to settling. This was successfully done in training courses in Solomon Islands and Fiji.

Hence, the general rule for PICTs is to use hot water for dilution of coconut milk if the coconuts are known to be not newly fallen or just bought from the market.

- Dispose of the fermented skim milk (watery phase) and gummy portions properly in a designated septic tank. Do not put it directly into the sewage system.

Fermentation of the curd can be allowed to continue for another 24 hours after recovering the premium grade VCO. The curd still contains a lot of oil, especially the top layer, and can be used to recover second grade VCO.

The following guidelines should be followed for recovering the oil produced in the modified natural fermentation process.

- Use a stainless steel strainer and soup ladle for taking the VCO out of the fermenting container.
- Great care needs to be taken not to touch the water layer with the ladle whilst removing the VCO.
- Ensure that all containers and utensils used in recovering and holding the VCO are clean and thoroughly dried.

**4.2.4.3 GMPs for filtration of VCO produced from the fresh-wet processes**

The suspended particles (coagulated protein in the modified kitchen process and fermented curd in the modified natural fermentation process) are floating on the surface of the oil. They can be removed by a simple filtration method (Figure 56) using fine strainer, cheese cloth or course filter paper (Figure 57) or any material that will allow only the passage of liquid. This method does not leave any unsightly residue at the bottom of the bottle after it is packed and left on the shelf for some time.

**Guidelines**

- Always ensure that the container to be used to hold the oil or any filtering medium is totally dry and clean, free from any dirt or extraneous matter.
- If cheese cloth is used as the filtering medium, it should be free from any soapy residue, thoroughly dried and ironed (for sanitation) before using.
4.3 Good manufacturing practices for the postprocessing stage

4.3.1 GMPs for oil drying

- NEVER heat oil directly in a pot or pan as this will cause it to turn yellow.
- In using an improvised double boiler for oil drying, ensure that the bottom of the mixing bowl holding the oil is touching the water in the pot.
- Ensure that all process containers and utensils are thoroughly cleaned and dried.
- Ensure that the specially designed cabinet where incubation or air heating of VCO is done is clean at all times and free from insects.

4.3.2 GMPs for ageing of VCO produced from the modified fermentation process

- Ensure that all process containers and utensils are thoroughly cleaned and dried.
• Ensure that the cheese cloth used to cover the VCO container is sanitised and dry.
• When transferring VCO to packaging containers after ageing, always leave behind about 2 cm of oil at the bottom. Any residual moisture in the oil settles in this bottom layer after aging.

4.4 GMPs for packaging and storage of VCO

Guidelines for packaging

• In selecting plastic bottles for packaging, always ensure that they are food-grade and do not impart any flavour to the oil.
• Always ensure that the container (glass or plastic) is thoroughly clean and dry before filling it with VCO.
• If packaging VCO in glass bottles with metal caps that automatically seal with a vacuum, fill the bottle up to the top. Moisture in trapped air in the empty space may condense and cause the oil to become rancid.
• Cover the container immediately after filling (Figure 58).

Guidelines for storage

• Store packaged VCO in an enclosed area with screened windows, protected from rain and away from direct sunlight and materials with a strong odour.
• Keep the room temperature at 27°C or above, preferably with a dehumidifier.

4.5 Sanitation standard operating procedures (SSOPs)

Sanitation standard operating procedures (SSOP) are activities related to the sanitary handling of raw materials, food products, work areas and equipment (Kindipan et al. 2006). They ascertain that conditions prescribed by GMPs are met by plant facilities and operations. They ensure the effectiveness of maintenance, corrective actions and record keeping activities.
Cleanliness and sanitation of plant and premises include both maintenance of clean and well sanitised surfaces of all equipment coming into contact with food, good housekeeping in and about the plant, and correct disposal of waste (Frazier and Westhoff 1988).

4.5.1 Sanitation in the processing area

Cleaning and disinfecting processing areas should not be neglected; they can substantially reduce the risk of VCO not meeting consumer and government standards. Translated into business terms, strict adherence to sanitary procedures will mean zero or fewer rejections and complaints and zero involvement in outbreaks of food poisoning.

Guidelines for cleanliness and sanitation

- Frequent and continuous cleaning must be done at the various process section areas (e.g. regular removal of waste and by-products) as well as cleaning at the end of every eight hour period and/or at the end of every production shift. The purpose of continuous cleaning is to keep waste from accumulating during the operating day, which not only improves sanitation, but also reduces the time needed for end-of-shift cleaning.

- Every weekend (or once a week), every process area should be scrubbed with soap and water and rinsed. An anti-bacterial agent must be applied.

- Ceilings and roof spaces should be regularly monitored and appropriate measures taken to keep them free of insects, geckos and rodents.

- The grating and milk extraction areas (in the case of the fresh-wet VCO process) or the shelling, washing and kernel grinding area (in the case of the fresh-dry VCO process) should be regularly cleaned every eight hours to prevent microorganisms from building up. The cleaning can be done by washing off all coconut flesh using a high pressure hose. It should be noted that immediate flushing with water is required whenever coconut water is spilled in the floor.

- An exhaust fan should be installed in the fermentation room of the VCO facility using the modified natural fermentation method. The exhaust fan should be run for at least half an hour at the end of every fermentation cycle to remove stale air, laden with carbon dioxide, from the room. Likewise, the fermentation room should be airy, allowing fresh air to circulate.

- Packaging areas should be equipped with a white formica-topped table and should be cleaned after every use. Any spillage of oil in the floor must be immediately cleaned with soap and water to prevent accidents.

Guidelines for handling the by-products

- Coconut shells should be regularly removed from the grating area. Please refer to Section 6.1 for the options for processing coconut shells.

- If coconut water is not to be further processed, regularly dispose of it in an assigned disposal area or septic tank after proper treatment to prevent the generation of a foul odour in the process area. It should be noted that coconut water starts to ferment within four hours of splitting the nuts.

Flush the area with water if coconut water gets spilled on the floor. Spilled coconut water on the floor, if not immediately cleaned, attracts flies and becomes a source of contamination. It will also destroy the surface of a cement floor since fermented coconut water is very acidic.

- In the case of a plant producing VCO from coconut milk, the coconut milk residue generated after milk extraction should be regularly transferred to the drying area or the area where it will be further processed. Please note that wet coconut milk residue, if left unattended for more than four hours, will deteriorate and cause a foul odour and microbial contamination.
4.5.2 Sanitation in processing equipment

Food-grade stainless steel is the recommended material of construction for all parts of VCO processing equipment that come in contact with coconut kernel or milk.

Bawalan and Chapman (2006) list the following sanitation guidelines that should be followed for equipment.

- All equipment where fresh coconut kernel is being handled /processed should be cleaned after every four hours of use. It must all be cleaned at the end of each production cycle. Cleaned equipment should be free of grease and adhering product particles, detergent residue, brush bristles, etc.

- Use hot or boiling water for the final rinse of the equipment.

- Special attention should be given to the internal parts of coconut milk presses to ensure that no coconut kernel particles are left adhering to the surface of the equipment filter or perforated cage or loading cylinders at the end of production day. They should be flushed out with pressurised water.

- The blades of coconut graters, including the housing, must be thoroughly cleaned with water every four hours of operation and with soap and water at the end of the production day. Use hot or boiling water for the final rinse to prevent bacterial contamination.

- The intake, internal and discharge points of the grinder or shredder need to be cleaned with cold water and rinsed with hot water every four hours. They should be thoroughly cleaned and free from any adhering particles of coconut kernel at the end of production day.

- In the case of the VCO plants using the low pressure oil extraction method and the high pressure expeller process, dryers should be cleaned every eight hours. This includes complete removal of coconut particles, specifically the yellow/scorched particles adhering to the dryer surface which holds the coconut kernel (e.g. tray for tray type dryer, apron for conveyor type dryer, metal surface for DME dryer). It should be noted that dried coconut particles should not be left in the area for more than 24 hours.

- All tools and equipment accessories should also be thoroughly cleaned before and after use.

4.5.3 Personal hygiene (from Bawalan and Chapman 2006)

A major source of contamination is through the people who are actually involved in the processing of VCO. Hence, in maintaining sanitation, personal hygiene has to be given equal consideration to other HACCP aspects, such as building layout and processing equipment. A washing area should be placed near the entry point so that workers can wash their hands with soap and water, prior to dipping them in an antiseptic solution.

Only healthy personnel should be working in the processing areas. This means that the person is free from the following disorders:

- respiratory tract infections such as the common cold, sore throat, pneumonia and tuberculosis;
- intestinal disorders such as diarrhoea, dysentery, typhoid fever and hepatitis B and C;
- skin disorders such as sores, abrasions and lesions, infected ears, boils, scabies and severe rashes.

Plant personnel who are ill, or suspected of being ill, from any of these diseases should stay well away from the processing area and other personnel until they are completely cured.
Proper work clothes must be worn in the processing area (Figure 59). These comprise hair cover, facial masks as may be necessary, uniform, apron and boots or other appropriate footwear. Work attire is preferably white so that dirt can be easily seen. Street clothes and shoes should never be worn inside the processing area. Occasional visitors or inspectors to the production area are also required to put on sanitary attire before entering.

Hair cover (Figure 60) This is necessary to prevent hair from falling into the VCO product. Any packaged food product seen with strands of hair in it is a big turn off to customers. Wearing a clean hair cover also prevents microbial contamination of hands if they touch the hair.

Facial mask (Figure 60) This is worn while handling coconut milk, recovering the oil separated from the fermentation process and during packaging. Masks must cover the nose and mouth. They prevent microorganisms expelled from the mouth and nose from contaminating the air and they also prevent the worker from touching the nose and mouth. They also minimise talking during work, thereby increasing productivity.

Apron and uniform The wearing of an apron and uniform has a positive psychological effect on plant personnel and makes them conscious of maintaining cleanliness at all times in the processing area. Aprons and uniforms should preferably be white or light coloured so that dirt can easily be seen and indicates the need for washing.
High standards of personal hygiene include having clean hands at all times. This is the reason a wash area is provided near the entrance of processing plants. The hands should be washed with soap and water:

- before starting work
- after touching or scratching the head, hair, mouth, nose, ears, or any uncovered part of the body
- after using the toilet
- after a break, smoking, eating or drinking
- after touching dirty dishes, equipment and utensils
- after coughing, sneezing or blowing one's nose
- after chewing gum or using toothpicks
- after touching trash, floors, soiled objects etc.
- after using cleaners or chemicals
- after cleaning, taking out the trash or putting away supplies.

### 4.5.4 Record keeping and production data

A daily record of production and other data should be kept and maintained in the VCO plant. This is necessary for computing production costs as well as determining if production efficiency and productivity are improving. Likewise, each batch of product needs to be given a coded identification number to make it easier for management to trace the possible causes if there are some customer complaints about a particular batch that has been delivered. A sample production data sheet and other relevant forms are shown in Annex 7.
Chapter 5
General requirements for setting up VCO processing plants

As mentioned before, VCO is increasingly being considered as a functional food product. Hence, all the requirements for setting up a food processing facility have to be applied to VCO processing plants. The plant should be designed in such a way that the entire location, construction, operation and maintenance are in accordance with sanitary design principles. In the Philippines, VCO processing plants are required to get a license to operate (LTO) from the Food and Drug Administration. An LTO is issued only if plant buildings and facilities comply with the requirements for a food processing plant as stipulated in the Presidential Decree No. 856, otherwise known as the Sanitation Code of the Philippines.

5.1 Site requirement

Bawalan and Chapman (2006) list the following criteria in choosing the site for setting up a VCO processing facility.

- Availability of abundant potable water supply. This is particularly critical in VCO plants employing the modified kitchen and natural fermentation methods.
- Abundant raw material supply base that is near enough so that fresh coconuts can be delivered to the plant within one day after husking.
- Processing plant to be located well away from materials or facilities that have associated strong and foul odours (e.g. piggery or poultry, chemical plants)
- Availability of electric power. For the high pressure expeller process, a three-phase electrical line is required.
- A good drainage system around the site.

In addition, the site should be high enough to be safe from flooding during heavy rains. For PICTs, the land area or plant premises should be big enough to allow the setting up of rain water collection tanks and the construction of dedicated septic tanks for coconut water disposal. It should also be big enough to allow delivery vehicles to enter and manoeuvre within the area.

5.2 Plant building design and features

In compliance with the Sanitation Code for a food processing facility, the plant building should have the following features and specifications.

- It must be designed to permit easy cleaning.
- The construction materials should not transmit undesirable substances (e.g. asbestos).
- The walls should be made from water-proof, non-absorbent, washable material such as concrete; preferably painted white; smooth without crevices, holes or cracks; and easy to clean and disinfect.
- The ceilings should be designed to prevent dirt accumulation, and to minimise condensation, mould development and flaking.
- The floor must be made from non-absorbent and moisture-proof material, be easy to clean, have appropriate drains, and be free of joints and cracks where dirt can accumulate.
- The provision of natural lighting and ventilation through screened windows needs to be incorporated in the building design whenever appropriate; ceiling lights should have shatterproof covers to prevent contamination in case of breakage.
• The design must incorporate provision for the installation of devices (ventilators, exhaust fans, etc.) that will help control odours and humidity.

• Exit and entry points need to be pest-proof, preventing rodents from gaining access to the building.

In designing the floor plan and machinery lay-out for the building, Bawalan and Chapman (2006) mention the following features that ought to be considered.

• Process flow should be done in such a way as not to cause contamination, i.e. a continuous linear flow of processing steps instead of having the personnel going to and fro between different production areas. This is to minimise cross-contamination of materials being processed.

• Processing steps that are critical in the operation and highly susceptible to microbial contamination must be done in an enclosed area where strict sanitation can be implemented and only authorised personnel can enter (e.g. drying of fresh kernel if the intention is to produce coconut flour with VCO from the high pressure expeller method).

• Plant and equipment lay-out must be designed to facilitate easy access for cleaning the specific areas and decontamination of assigned personnel.

• Entrance to the processing area should be separate from the entrance to the general access area where non-plant personnel and outsiders enter, e.g. office and display room, pantry.

• A washing area must be provided near the entrance to the processing area so that production personnel can wash their hands whenever necessary.

A suggested floor plan and building perspective to minimise risk of contamination in a village scale VCO plant using the fresh-wet process and the fresh-dry process are shown in Figures 61 and 62. The main entrance to the processing plant needs to be opened only once a day to receive the nuts to be processed that day. Processing personnel should enter only through the personnel entrance near the changing room and wash room.
A suggested floor plan and building perspective for a pilot VCO processing facility with space provision for downstream products and which is also intended for demonstration and training is shown in Figure 63.
6.1 Coconut shells

Coconut shell is one of the primary by-products of VCO processing since it is typically husked coconut that is brought to the plant. Coconut shell or endocarp (Figure 64) is the thin, hard, dark brown, layer between the coconut husk (mesocarp) and the kernel of the mature coconut. It is soft and dark cream in colour when the nut has not reached maturity. The chemical composition of coconut shell is given in Table 5.

Generally speaking, coconut shell is not processed in PICTs. In Fiji, most coconut husks with the attached coconut shell are allowed to rot after the green copra has been cut out. To a limited extent, shells are used as fuel for drying copra and in the DME flat-bed conduction dryers. Hoff (2008) reported that coconut shell handicrafts are made in Samoa for tourists. The most widely known use of coconut shells in Fiji is their use as a cup for drinking kava during social and cultural gatherings.

![Figure 64. Coconut shells](image)

Table 5. Chemical composition of coconut shell

<table>
<thead>
<tr>
<th>Constituent</th>
<th>Philippines$^a$</th>
<th>Sri Lanka$^b$</th>
<th>Philippines$^a$</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ash</td>
<td>0.23</td>
<td>0.61</td>
<td>0.55</td>
</tr>
<tr>
<td>Lignin</td>
<td>33.30</td>
<td>36.51</td>
<td>27.26</td>
</tr>
<tr>
<td>Cellulose (crude)</td>
<td>44.98</td>
<td>53.06</td>
<td>33.52</td>
</tr>
<tr>
<td>Pentosan cellulose</td>
<td>17.67</td>
<td>20.54</td>
<td>5.26</td>
</tr>
<tr>
<td>True cellulose</td>
<td>27.31</td>
<td>32.52</td>
<td>28.26</td>
</tr>
<tr>
<td>Methoxyl</td>
<td>5.39</td>
<td>-</td>
<td>5.84</td>
</tr>
</tbody>
</table>

Source: Carbonell (1979)
The usefulness of coconut shell is clearly illustrated by the description of Dr W.R.N. Nathanael, former director of the Coconut Research Institute in Ceylon (now Sri Lanka) cited in Guarte (1993):

In the hands of the beggar, a coconut shell serves as his begging bowl; in the hands of the artist, it turns into a thing of beauty; it provides the humble housewife with a brightly burning fire to cook her simple fare; it lets the chemist unlock its secrets and yields a dozen new things. Such is the coconut shell, versatile part of the world’s most versatile tree – the coconut palm.

There are four ways in which coconut-producing countries in Asia are using large quantities of coconut shell. These are:

a. as a fuel in copra drying and direct combustion burners/furnace for process heating applications;
b. conversion into coconut shell charcoal for various heating applications or further conversion into activated carbon;
c. processing into coconut shell fashion accessories and novelty items;
d. processing into coconut shell flour.

The next sections have more information about each of these uses.

6.1.1 Fuel for heating applications by direct burning

Coconut shell is an agricultural residue that has a very high heating value—5,500 kcal/kg (Paddon and Harker 1979). As such, it is considered a good solid fuel for heating applications. In the villages of coconut-producing countries in Asia, coconut shell is used for cooking. In Sri Lanka and Malaysia, coconut shell is the major fuel used for drying copra in the so-called Ceylon kilns where the half-cup shells are bonded together in interlocking positions and arranged like a snake in an enclosed area underneath the copra loading bed (Figure 65). In the Philippines, coconut shell is used as fuel in biomass fired boilers for steam generation in desiccated coconut processing plants. In Sri Lanka and the Philippines, a major portion of coconut shells is converted into charcoal.
In PICTs where VCO is produced using the DME process, coconut shell is generally used as a fuel in DME flat-bed type conduction dryers to dry grated coconut kernel prior to oil extraction. In Fiji, coconut husks with attached coconut shells are used as fuel for copra drying in estate plantations or on farms if copra cutting is done near the dryer. Otherwise, they are allowed to rot on the ground, often providing a habitat for dengue-carrying mosquitoes. It should be noted that in Fiji, the general practice is that farmers sell the green copra and traders do the copra drying. In this case, firewood is generally used as fuel. At the Cocoa and Coconut Research Institute in Papua New Guinea, coconut shell is used as fuel in big copra dryers.

At Wainiyaku Estate Plantation in Taveuni, Fiji, dried coconut husks with attached shell are used as fuel in a biomass-fired boiler to generate steam, which is piped to a steam turbine to produce electricity to supply the power needs of the estate, including the operation of machines for coconut oil production. The heat given out when the exhaust steam from the turbine condenses heats the air that is blown through the condenser. This heated air is then directed to blow through an enclosed bed of green copra for drying.

6.1.2 Conversion to coconut shell charcoal

Coconut shell is converted to charcoal to increase its calorific value and for use as a smokeless, clean fuel for cooking in urban areas and for industrial heating applications. Coconut shell charcoal (Figure 66) is generally defined as the product of carbonisation of coconut shell from mature nuts in a limited or controlled amount of air. It contains the highest percentage of fixed carbon of all ligneous charcoal. High grade coconut shell charcoal is uniformly black in colour and snaps with a clean shiny fracture. It is free from dust and ash and produces a metallic sound when dropped on hard ground.

Shell charcoal has higher calorific value than wood charcoal. The calorific values of coconut shell charcoal as measured and reported by different researchers are shown in Table 6. Comparative data on the calorific value and composition of coconut shell, coconut husk and ipil-ipil (Leucaena wood) charcoals are shown in Table 7.
Table 7. Comparative composition and calorific value of different types of charcoal

<table>
<thead>
<tr>
<th>Product</th>
<th>Coconut shell charcoal</th>
<th>Coconut husk charcoal</th>
<th>Ipil-ipil (wood) charcoal</th>
</tr>
</thead>
<tbody>
<tr>
<td>Calorific value, MJ/kg</td>
<td>27.0 – 31.8</td>
<td>25.0 – 27.0</td>
<td>25.5 – 28.5</td>
</tr>
<tr>
<td>Fixed carbon, %</td>
<td>80.5 – 88.5</td>
<td>75.5 – 80.0</td>
<td>79.5 – 85.0</td>
</tr>
<tr>
<td>Volatile matter, %</td>
<td>11.5 – 14.8</td>
<td>8.0 – 10.0</td>
<td>10.5 – 17.5</td>
</tr>
<tr>
<td>Ash content, %</td>
<td>3.0 – 4.7</td>
<td>7.0 – 12.0</td>
<td>3.0 – 7.0</td>
</tr>
<tr>
<td>Moisture content, %</td>
<td>2.0 – 3.5</td>
<td>3.0 – 5.5</td>
<td>4.0 – 10.0</td>
</tr>
</tbody>
</table>

Source: Hauser (1995)

Table 6. Calorific values of coconut shell charcoal (as reported by different authors/researchers)

<table>
<thead>
<tr>
<th>Author</th>
<th>Calorific value, kcal/kg</th>
</tr>
</thead>
<tbody>
<tr>
<td>Lozada (1978;1980)</td>
<td>6540</td>
</tr>
<tr>
<td>Cruz (1978)</td>
<td>6654</td>
</tr>
<tr>
<td>Tamolang (1978)</td>
<td>6784</td>
</tr>
<tr>
<td>Grimwood (1975)</td>
<td>7500 to 7600</td>
</tr>
<tr>
<td>Paddon and Harker(1979)</td>
<td>7204</td>
</tr>
<tr>
<td>Breag and Harker(1979)</td>
<td>7108 to 7339</td>
</tr>
</tbody>
</table>

Source: Guarte (1993)

In coconut-producing countries in Asia, coconut shell charcoal is traditionally used as a fuel for household cooking, for barbecue grills in restaurants and for irons (to iron clothes) in areas where there is no electricity. It is a clean-burning fuel with high heating value. Granulated coconut shell charcoal is used as a deodoriser for refrigerators, bedroom closets and kitchen cabinets. However, the processing technologies and uses of coconut shell charcoal are not generally known in PICTs. There is a need for information dissemination and training to introduce these technologies for wider adoption in the Pacific region.

Processing of coconut shell into charcoal in the Philippines is generally done on-farm and is a corollary activity to copra-making. It is done either through the pit method or by using second-hand 200 litre metal drums or manufactured metal kilns. Hence, coconut shell charcoal-making can be easily done in PICTs. For more detailed information on coconut shell charcoal characteristics, uses, processing and quality standards, please refer to Annex 8.

Activated carbon

In the Philippines, coconut shell charcoal is processed to produce activated carbon, which brings in a lot of foreign exchange because it is one of the most highly valued coconut products in the world market.

Activated carbon from coconut shell charcoal has certain natural outstanding properties and some specific purposes. It is superior to other amorphous carbon. It has more resistance to abrasion, higher capability for adsorption and less ash (Hauser 1995). It is specifically superior for gas adsorption because of its small micropore structure. Activated carbon is used in large quantities in sugar, waste-water treatment, mining and mineral processing, oils and fats, food and beverages, pharmaceuticals, and electroplating industries. It is also currently used for reducing polycyclic aromatic hydrocarbons (PAHs) levels in crude coconut oil, which is a result of making copra in direct type dryers where combustion gases from burning coconut husks and wood are allowed contact with the coconut kernel to take out the moisture, or when atmospheric air contaminated with PAH gets into contact with the kernel. Owing to the fact that activated carbon is the best all-around adsorbent for toxic gases, it is almost universally used in most gas masks and for removing and abating industrial stench (Guarte 1993).
In the process of making coconut shell charcoal and granulated shell charcoal for activated carbon processing, considerable amounts of very small charcoal pieces (fines) are generated, which charcoal producers and granulators dismiss as waste. These charcoal fines may amount to 15–20% of the total charcoal yield per batch. Charcoal fines cannot be burned by the usual simple charcoal burning method or converted into activated carbon. There are two uses for them:

- They can be converted into charcoal briquettes, also called patent fuel, which is a compacted mass of fuel material made from a mixture of charcoal fines and a binder and moulded under pressure (FPRDI 1992). While Filipinos generally prefer shell charcoal for grilling and barbecues, charcoal briquettes are already used as household fuel in Europe, America and some countries in Asia, where big hotels and restaurants use them for grilling and roasting. A major portion of charcoal briquettes produced in the Philippines is exported to Japan and South Korea.

  When properly processed, a charcoal briquette has a slow burning rate and delivers intense heat per unit volume (Caro 1999). It also burns with very little smoke. As such, it is a cheaper alternative to electric bulbs or LPG when used as a heating medium for eggs and newly-hatched chicks in poultry farms. Most poultry farms in the southern Philippines use charcoal briquettes in their chicken brooders.

  The procedure for making charcoal briquettes is given in Annex 8.

- Charcoal fines can also be blended into the soil as biochar to provide very long-term and sustainable improvements in soil fertility and carbon sequestration.

### 6.1.3 Processing coconut shell into fashion accessories and novelty items

Using coconut shell to make novelty items like bags, necklaces and other fashion accessories (Figure 67) is currently practised in the Philippines and Thailand. In both countries, these coconut shell handicrafts are made on a cottage level. The technology used there can be easily adapted in PICTs, especially in countries where there is a well-developed tourist industry.

![Figure 67. Fashion accessories made from coconut shell](image)
Already, coconut shell handicrafts are made in Samoa to a limited extent. The equipment consists of simple motorised punching/cutting and grinding machines. A set comprising two puncher/cutters (Figure 68), one grinder and one finishing machine costs about USD 1300 (FOB price ex Cebu City, Philippines). In Fiji, potential products are coconut shell buttons (Figure 69) for *bula* shirts, novelty items, such as bags and cellphone holders, and fashion accessories, such as belts and necklaces, that can be sold in souvenir shops.

![Figure 68. A punching/cutting machine for coconut shell handicrafts](image1)

![Figure 69. Buttons and souvenirs made of coconut shell](image2)
6.1.4 Processing coconut shell into coconut shell flour

Coconut shell flour is a high value product which has a special niche in the world market. Coconut shell is cleaned, ground and pulverised into very fine particles of 100, 300 and 600 mesh grades. In one processing run, all mesh grades are produced at the same time and separated using vibrating fine screens and cyclone separators. Coconut shell flour is used extensively as a compound filler for synthetic resin glues and as a filler and extender for phenolic moulding powders. This unique filler is also used successfully with specialised surface finishes, liquid products (as an absorber), mastic adhesives, resin casting, mild abrasive products, hand cleaners, polyester type laminates, and bituminous products (Guarte 1993). The most common application of coconut shell flour is in the production of mosquito repellent coils.

6.1.5 Investment costs

Among the various technologies for coconut shell, the production of coconut shell flour and the downstream processing of coconut shell charcoal into activated carbon require high initial investment and start-up costs. However, both products are amongst the most highly valued coconut products. The current (2010) export price for activated carbon is USD 1200–1700 per metric tonne (depending on the country of supply).

Since PICTs will start processing coconut shell at almost zero level, it should initially consider expanding its utilisation for fuel (either as is or as charcoal) for heating applications and the making of specialty coconut shell handicrafts where investment requirements are relatively low. For instance, coconut shell charcoal can be easily produced in used petroleum drums which currently cost FJD 14.00 per piece. Later, after doing a feasibility study, Fiji can consider the processing of a high value product such as coconut shell flour.

6.2 Coconut water

Coconut water from mature nuts is another by-product generated during VCO processing. Coconut water is the liquid endosperm inside the coconut fruit. In Fiji, it comprises about 12% of the weight of the whole nut or 22% of the weight of the husked nut. The changes in the composition of coconut water at different stages of maturity are shown in Table 8. Coconut water spoils/ferments very fast once the nut is opened so it is essential for VCO processors to know whether it will be set aside for further processing or whether it will be discarded as a waste product.

Table 8. Composition of coconut water at different growth stages

<table>
<thead>
<tr>
<th></th>
<th>Without kernel</th>
<th>With soft kernel (0–4 mm)</th>
<th>With semi-hard kernel (2–6 mm)</th>
<th>With hard kernel (10–12 mm)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ph</td>
<td>4.8</td>
<td>4.9</td>
<td>4.9</td>
<td>5.3</td>
</tr>
<tr>
<td>NaCl, per cent</td>
<td>0.280</td>
<td>0.252</td>
<td>0.268</td>
<td>0.383</td>
</tr>
<tr>
<td>Reducing sugar, per cent</td>
<td>3.95</td>
<td>5.25</td>
<td>5.26</td>
<td>5.24</td>
</tr>
<tr>
<td>Sucrose, per cent</td>
<td>0.148</td>
<td>0.329</td>
<td>0.484</td>
<td>0.160</td>
</tr>
<tr>
<td>Vitamin C mg/ml water</td>
<td>2.5</td>
<td>3.71</td>
<td>3.44</td>
<td>2.24</td>
</tr>
<tr>
<td>Volume water, ml</td>
<td>295</td>
<td>230</td>
<td>235</td>
<td>210</td>
</tr>
</tbody>
</table>

Source: Carbonell (1979)
There are two commercial products that can be made from coconut water, namely, coconut water beverage and coconut water vinegar. The Philippines is the biggest exporter of coconut water beverage, with Taiwan, the United Kingdom, Canada and Japan as its major markets.

The average export volume for the period 1997–2006 was 827,464 litres with an average value of USD 642,250 or an average price of USD 0.78/litre. The Philippines also exports coconut vinegar at an average price of USD 0.75/litre.

Under the present condition of the coconut industry in PICTs, the most appropriate utilisation of coconut water is to convert it into vinegar rather than the beverage for the following reasons:

a. All types of vinegar sold in most PICTs are imported and relatively expensive.

b. Processing of coconut water vinegar can be done even on a micro scale operation and requires minimal investment. For PICTs where coconut toddy is collected, the recommended process is to use three-day old toddy as a starter, since this is a much simpler and shorter process than the addition of ‘mother vinegar’, which has to be prepared initially from a microbial culture.

c. Processing of coconut water into a beverage can be done only in a plant operation and requires a much higher investment because special pasteurisation and packaging equipment are needed. The ordinary pasteurisation method (60°C for 20–30 minutes) to kill pathogens cannot be used because the coconut water flavour is destroyed by heat. The beverage is made using either the steam-heated UHT (ultra high temperature) or HTST (high temperature short time) system of pasteurisation. In the Philippines, this system is normally integrated with the processing of coconut milk/cream, as it uses the same equipment such as steam boilers, the UHT packaging system in the case of tetrapak packaging, or the canning equipment and retort in the case of the canned product. Even with careful processing, however, the taste of the beverage is altered, and people who are familiar with the taste of natural coconut water do not enjoy the taste of the processed beverage. Hence, it is unlikely that a local market for the processed beverage can be developed in PICTs as tourists would much prefer to drink natural coconut water than the processed product. In the Philippines, it is exported to countries that do not grow coconuts.

Processing of coconut water into vinegar could be a viable option for PICTs where coconut toddy is harvested, such as Cook Islands, Kiribati, Marshall Islands, Solomon Islands and Tuvalu. In this way, the simple process of using three-day old toddy as a starter can be adopted instead of using starter culture that requires preparation by a microbiologist. Initially, these countries can develop a domestic market for coconut water vinegar and then export to neighbouring markets such as Australia and New Zealand. It should be noted that there is now an emerging market for naturally processed products like coconut water vinegar.

Another possible use of coconut water is to make coconut sauce, which can be easily made in a kitchen. Coconut sauce can be used as a substitute for soy sauce in household cooking.

Please refer to Annex 9.1 for the process technology and quality specifications for coconut water vinegar and to Annex 9.2 for the recipe for making homemade coconut sauce.

6.3 Coconut milk residue

Coconut milk residue is the solid material left behind when coconut milk is extracted from grated or shredded coconut kernel. It is generated as a by-product of wet processing production (coconut milk route) of VCO. This residue represents approximately 25–50% of the weight of the grated kernel on a wet basis, depending on the coconut milk extraction process that is used. In most Pacific households, the coconut milk residue left after the milk has been extracted is used as animal feed or discarded as waste. The residue has a bland taste, since most of the protein and fat is extracted with the coconut milk.
Studies done at the Philippine Food and Nutrition Research Institute (FNRI) reveal that coconut residue has a much higher dietary fibre content (32%) than oatmeal (8%) and flax seed (23%), which are being promoted by American food companies as healthy foods. Based on FNRI analysis, dried coconut milk residue has the following percentage composition: 51% carbohydrates, 32% dietary fibre, 38% fat, 5% protein, 4% moisture and 2% ash.

Coconut milk residue can be used either dried or wet, depending on the application. The different options for using it are schematically shown in Figure 70.

![Figure 70. Options for utilisation of coconut milk residue](image)

### 6.3.1. Utilisation of coconut milk residue for food and nutrition

Wet coconut milk residue can be used as an extender in meat or fish dishes for family meals, i.e. it can be mixed with meat or fish to make burgers or spring rolls and other fried food items, adding to the nutritional value of the meal, as well as being economical. Coconut milk residue is a healthy food, rich in dietary fibre and healthy fats, mainly medium-chain length saturated fatty acids. Studies done at FNRI indicate that dietary fibre from coconut residue is good for lowering cholesterol and for people who are suffering from type II diabetes (mature onset). Likewise, coconut milk residue also contains coconut dietary fat, which studies suggest has antimicrobial properties and can boost the immune system, aside from providing food energy.

Dried coconut milk residue, when processed under strict sanitary conditions, can be used as a substitute for desiccated coconut in baked food products such as breads and cookies. Because of its bland taste, it does not detract from other flavours that may be added to cookies to enhance their taste. It can also be used in making fibre-enriched foods and in the formulation of functional foods because of its high dietary fibre content.
Various recipes developed by the Philippine Coconut Authority on the processing and utilisation of wet and dry coconut milk residue for food products are presented in Annex 10. These food products can be made using ordinary kitchen equipment and tools.

6.3.2. Production of VCO and coconut flour through the application of the Bawalan-Masa process

Coconut flour (Figure 71) is another coconut-based product for which the demand is increasing. Coconut flour was found to have high dietary fibre, much higher than oatmeal and flax seed, and is being promoted as a heart-healthy product in the USA. The colour of the coconut flour varies, depending on the processing routes. If the coconut flakes failed the standard microbial count for food products, then it can still be sold as an aflatoxin-free animal feed component.

Based on analyses done at the PCA laboratory, and depending on the milk extraction process used, coconut milk residue still contains 36–42% oil on a dry weight basis. It should be noted that coconut kernel contains 67–69% oil on a dry basis. This is actually the reason VCO recovery from the fresh-wet process is lower than from the fresh-dry process (i.e. part of the oil originally contained in the fresh kernel is retained in the coconut milk residue). Hence, to improve profitability of operation in a VCO facility using the fresh-wet process, the coconut milk residue should be utilised.

In large scale VCO production using the coconut milk route, where relatively large volumes of coconut residue are generated, the Bawalan-Masa Process to produce coconut flour and VCO is appropriate. This technology enhances its economic viability; for every ton of wet coconut milk residue, 170 kg of VCO and 263 kg of coconut flour can be recovered. The VCO produced from coconut milk residue is generally preferred for application in aromatherapy products because it is easily and rapidly absorbed through the skin and has a very mild coconut scent. Please refer to Annex 11 for details of the Bawalan-Masa Process.

It should be noted that coconut milk residue from coconut milk processing plants is a food-grade raw material and should not be used for low value purposes such as an animal feed ingredient.

6.3.3. Drying for further oil extraction

Coconut milk residue still contains 36–42% oil on a dry basis. Coconut kernel contains 67–69% oil on a dry basis. Hence, there is still a considerable amount of oil that can be recovered when it is passed through a high pressure expeller.
Drying coconut milk residue for mixing with copra for further oil extraction is not as critical as drying it for VCO and coconut flour production. Drying can be done either by sun-drying or lightly toasting it in a pan or using a coconut husk-fired, indirect natural draught dryer (Figure 72), similar to the copra dryer currently being used in Fiji with minor modification or a coconut shell-fired DME flat-bed dryer (Figure 16).

To determine the approximate amount of oil that can be recovered from coconut milk residue mixed with copra, a rough material balance computation was made, based on the situation in Fiji. The Coconut Industry Development Authority estimates that about 35% of the total coconut production in Fiji or about 45 million nuts per year are used in households for the extraction of coconut milk for use in food preparations and for making traditional village coconut oil (Bawalan 2008). Based on the average weight and composition of Fijian coconuts, an equivalent amount of about 6,561 tonnes of wet coconut milk residue is generated. If this residue is dried and mixed with milled copra for pressing, it will yield an additional 1115 tonnes of coconut oil, which is equivalent to USD 1.3 million at USD 1200/tonne (a typical price in 2010).

This is a new concept for PICTs. It will need negotiation with oil millers to make the concept work. In the Philippines, there are already buyers of wet coconut milk residue who take the residue from VCO producers immediately after coconut milk extraction. These buyers also dry the residue.

6.3.4. Composting to produce organic fertiliser

Wet coconut milk residue can be mixed with other agricultural farm wastes and animal manure, with or without the addition of useful inoculums (micro-organisms), to produce organic fertiliser. These useful micro-organisms can be nitrogen-fixing, phosphate-solubilising and cellulose-degrading types. They enhance the production and availability of plant nutrients from natural sources through accelerated microbial processes. Hence, conversion to organic fertiliser is much faster with added inoculum. Composting can be done in a compost pit or on a plastic sheet laid out on the ground and covered by another plastic sheet for moisture retention.

6.3.5 Quality control and handling of wet coconut milk residue

The still relatively high moisture content (about 42%), as well as the residual protein and other micronutrients of wet coconut milk residue, makes it highly susceptible to microbial contamination and attack, much like the fresh coconut kernel. Hence, immediate processing or drying of wet coconut milk
residue within four hours of opening the nut is essential. In addition, since it is already in the form of small particles, special care should be taken to prevent contamination by any foreign matter while it is being handled. Small particles of metal are to be avoided at all cost since they will destroy the oil expeller if it is mixed with milled copra for further oil extraction. Once dried, it should be processed immediately for the production of VCO and coconut flour, or else packed in polyethylene bags for delivery to the oil mill.

6.4 Coconut skim milk

Coconut skim milk is the watery phase that separates out from the coconut cream when coconut milk is allowed to stand for two hours or when it is passed through a two-phase (liquid-liquid) centrifuge. In the two-stage centrifuge process of VCO production, coconut skim milk is generated as a by-product since it is only the separated cream that is processed into VCO. Coconut skim milk is a low fat substance that has a sweetish flavour characteristic of young coconuts. It can be pasteurised, frozen or packed in cans or tetrabrik, or passed through a spray dryer to produce coconut skim milk powder.

| Table 9. Comparative nutritional values of coconut skim milk, coconut milk, soybean milk, cow's milk and human milk |
|-----------------------------------|-------------------------------------------------|-----------|---------|---------|----------|
| Moisture, %                       | Coconut skim milk | Coconut milk | Soybean milk | Cow's milk | Human milk |
| Food energy, calories             | 27                | 318         | 33          | 65        | 77        |
| Protein, g                        | 1.6               | 5.5         | 3.4         | 3.5       | 1.1       |
| Fat, g                            | 0.4               | 34.8        | 1.5         | 3.5       | 4.0       |
| Carbohydrate, g                   | 4.5               | 1.9         | 2.2         | 4.9       | 9.5       |
| Calcium, mg                       | 26                | 15          | 21          | 118       | 33.0      |
| Phosphorus, mg                    | 36.0              | 100         | 48          | 93        | 140       |
| Iron, mg                          | 0.7               | 1.6         | 0.8         | trace     | 0.1       |
| Potassium, mg                     |                   | 324         |             |           |           |
| Vitamin A, I.U.                   | -                 | -           | 40          | 140       | 240       |
| Thiamine, mg                      | 0.01              | 0.02        | 0.08        | 0.03      | 0.01      |
| Riboflavin, mg                    | 0.01              | 0.01        | 0.03        | 0.17      | 0.04      |
| Niacin, mg                        | 0.4               | 0.3         | 0.2         | 0.1       | 0.2       |
| Ascorbic Acid, mg                 | 2.0               | trace       | 0.0         | 1.0       | 5.0       |

Source: Banzon et al. (1990)

Coconut skim milk can be used as an ingredient for ice-cream and as a non-fat nutritious beverage (with or without additional flavour such as chocolate or strawberry) that is suitable for people who cannot take dairy milk because of lactose intolerance. This is actually the niche market that can be filled by coconut skim milk.

The nutritional composition and values of coconut skim milk compared to coconut, soybean, cow and human milk on a per 100 gram basis are shown in Table 9.

It should be noted that coconut skim milk is a highly perishable food item. Hence, it should be processed immediately (blast freeze or pasteurise and pack or spray dry) if produced in commercial quantities through the two-stage centrifuge process, or consumed immediately if produced at home through the modified kitchen method.

A VCO manufacturer in the Philippines who uses the centrifuge process is currently producing and selling frozen coconut skim milk as a non-flavoured beverage and coconut skim milk-based ice-creams and popsicles.