

## Soyabean Outlook – August 2021

### World scenario

The world is projected to produce 385.2 million metric tons of soybeans, down 300K metric tons from last month. Brazil is projected to be the largest producer of soybeans in the world followed by the United States & Argentina. Brazil is projected to retain its position as the largest soybean producer over the next decade. In the 2020/21 season, Brazil produced a record of 4,994 million bushels of soybeans, up 8.9% from last season's record crop of 4,587 million bushels, according to data from the National Supply Company (Conab). The area harvested this season is also at a record of 95.16 million acres, up 4.2% from last season. The United States is projected to produce 119.9 million metric tons of soybeans. India ranks fifth in area with 11.2 million metric tonnes in 2020-21.

The major soyabean growing states are Madhya Pradesh, Maharashtra, Rajasthan, Karnataka, and Telangana. According to the second advance estimates 2020-21 of Ministry of Agriculture, Soyabean production is estimated at 137.11 lakh tonnes as compared to 112.26 lakh tonnes in 2019-20.

**Table 1: Global Soyabean Supply and Demand (in million tonnes)**

	2018-19	2019-20 (Estimated)	2020-21 (Forecasted)	2021-22 (Projected)
Opening Stocks	47.80	64.30	50.70	47.40
Production	363.20	338.50	362.60	383.40
Imports	151.70	169.90	171.90	174.30
Total Availability	410.90	402.90	413.30	430.90
Crush	302.60	307.80	321.60	332.80
Total Consumption	346.60	352.20	365.80	378.30
Exports	151.70	169.90	171.90	174.30
Ending Stocks	64.30	50.70	47.40	52.60

Source: International Grains Council

### Indian scenario

**Table 2: Indian Soyabean Supply and Demand (in million tonnes)**

	2018-19	2019-20 (Estimated)	2020-21 (Forecasted)	2021-22 (Projected)
Opening Stocks	0.60	0.60	0.50	0.50
Production	13.30	11.20	13.40	14.30
Imports	0.10	0.20	-	0.10
Total Availability	13.90	12.00	14.00	14.80
Crush	12.10	10.20	12.20	12.60
Total Consumption	13.20	11.40	13.40	14.10
Exports	0.20	0.10	0.20	0.20
Ending Stocks	0.60	0.50	0.50	0.50

Source: International Grains Council

**Table 3: State wise area under soyabean in India**

State	2020-21			2021-22		
	Area (lakh ha)	Area (lakh acres)	% to total area	Area (lakh ha)	Area (lakh acres)	% to total area
Madhya Pradesh	57.81	142.85	48.96	51.67	127.68	44.88
Maharashtra	41.80	103.29	35.40	44.48	109.91	38.63
Rajasthan	10.33	25.53	8.75	10.03	24.78	8.71
Karnataka	3.21	7.93	2.72	3.78	9.34	3.28
Gujarat	1.47	3.63	1.25	2.19	5.41	1.90
Telangana	1.59	3.93	1.35	1.39	3.43	1.21
Others	1.86	4.60	1.58	1.60	3.95	1.39
All India	118.07	291.76	100.00	115.14	284.52	100.00

Source: [www.agricoop.gov.in](http://www.agricoop.gov.in)

In India, as on 6<sup>th</sup> August 2021 area under soyabean during 2021-22 was 115.14 lakh hectares as against 118.07 lakh hectares during 2020-21. Among the states, Madhya Pradesh stood first with 51.67 lakh ha followed by Maharashtra (44.48 lakh ha), Rajasthan (10.03 lakh ha), Karnataka (3.78 lakh ha), Gujarat (2.19 lakh ha) and Telangana (1.39 lakh ha).

**Soyabean prices in India**

**Table 4: State wise Wholesale Prices Monthly Analysis for Soyabean July, 2021**

State	Prices July, 2021	Prices June, 2021	Prices July, 2020	% Change (Over Previous Month)	% Change (Over Previous Year)
Gujarat	7809.29	7281.8	3584.01	7.24	117.89
Karnataka	7202.46	6483.29	3586.07	11.09	100.85
Madhya Pradesh	7551.37	6736.89	3514.26	12.09	114.88
Maharashtra	7908.52	6944.17	3516.05	13.89	124.93
Rajasthan	7985.51	6764.48	3576.95	18.05	123.25
Tamil Nadu	4670	6039.57		-22.68	—
Telangana	7569.7			—	—
Uttar Pradesh	6100.49	5757.77	5115.34	5.95	19.26
Average	7097.24	6597.11	3758.72		

Source: [https://agmarknet.gov.in/PriceTrends/SA\\_Pri\\_MonthRep.aspx](https://agmarknet.gov.in/PriceTrends/SA_Pri_MonthRep.aspx)

India's June 2021 soymeal exports declined by 54% to 25,918 metric tonnes compared to 56,938 metric tonnes in the same period last year. Further, the soymeal shipments too declined by 9% to 118,057 metric tonnes in aggregate, during the months (April-June.) of financial year 2020-21 compared to 129,192 metric tonnes during the corresponding period last year.

**Telangana scenario**

In Telangana, as on 4<sup>th</sup> August 2021 area under soyabean was 3,45,328 acres as against 3,94,177 acres during 2021-22. Among the districts, Nirmal stood first with 88,064 acres followed by Adilabad (70,096 acres), Kamareddy (70,007 acres), Nizamabad (60,677 acres), and Sangareddy (48,443 acres).

**Table 5: District wise area under soyabean in Telangana State**

District	2020-21			2021-22		
	Area (ha)	Area (acres)	% to total area	Area (ha)	Area (acres)	% to total area
<b>Nirmal</b>	34843.89	86101	21.84	35638.29	88064	25.50
<b>Adilabad</b>	32548.92	80430	20.40	28366.89	70096	20.30
<b>Kamareddy</b>	31332.02	77423	19.64	28330.87	70007	20.27
<b>Nizamabad</b>	32870.64	81225	20.61	24555.15	60677	17.57
<b>Sangareddy</b>	24281.18	60000	15.22	19604.22	48443	14.03
<b>Others</b>	3641.37	8998	2.28	3254.08	8041	2.33
<b>Total</b>	159518.02	394177	100.00	139749.50	345328	100.00

Source: [www.agritelangana.gov.in](http://www.agritelangana.gov.in)

**Table 6: Prices and Arrivals of soyabean at Nizamabad Market in the Month of July, 2021**

Date	Arrivals (Quintals)	Minimum Price (Rs/quintal)	Maximum Price (Rs/quintal)	Modal Price (Rs/quintal)
12	3	6,200	6,200	6,200
13	1	6,066	6,066	6,066
19	3	3,200	6,000	6,000
20	1	5,000	5,000	5,000

Source: <http://tsmarketing.in/>

Soybean remains elevated amid tight supply at various trading centers. Crushers and traders showed buying interest at current levels additionally other oilseed complex also supported soybean price, erratic monsoon amid shortage of certified seed and cues from international market also supported rally in the market.

The soybean plant average delivery price at Indore is quoted 5.0% up at Rs. 8,069 /qtl as compare to last week of July 2021 price at Rs. 7,683 /qtl.

The domestic weekly average soy meal price at Indore was 7.2% up to Rs 69,000 /MT compared to the weekly average of Rs 64,000 /MT previous week.

Domestic soybean prices are likely to feature firm tone amid bullish domestic and international factors. More than 11% jump in soybean import in June'21 by China supported the price globally. Additionally monsoon progress may also impact prices in near term.

Under these circumstances, Agricultural Market Intelligence Centre, PJTSAU expect that Soybean is likely to trade in price range between **Rs. 5500 – 6000** per quintal in the month of August 2021.