

Soyabean Outlook – July 2021

World scenario

World soyabean production in 2019-20 is estimated as 333.67 million tonnes from a total area of 120.50 million hectares. Brazil ranks first in soyabean production with 114.27 million tonnes followed by United States of America (96.79 million tonnes), Argentina (55.26 million tonnes), China (15.73 million tonnes) and India (13.27 million tonnes) accounting for 34.25, 29.01, 16.56, 4.00 and 3.98 percent of world production. India ranks fourth in area with 11.34 million hectares (28.02 million acres) accounting for 9.41% of the world area and fifth in production with 11.22 million tonnes in 2019-20.

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, Soybean 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	47.70	64.30	51.30	46.10
Production	363.20	338.50	361.30	383.00
Imports	151.70	170.00	171.80	174.30
Total Availability	410.90	402.80	412.50	429.10
Crush	302.60	307.20	321.90	332.50
Total Consumption	346.60	351.60	366.40	378.50
Exports	151.70	170.00	171.80	174.30
Ending Stocks	64.30	51.30	46.10	50.60

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	13.70	14.30
Imports	0.10	0.20	-	0.10
Total Availability	13.90	12.00	14.30	14.80
Crush	12.10	10.20	12.30	12.60
Total Consumption	13.20	11.40	13.70	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	2019-20			2020-21		
	Area (lakh ha)	Area (lakh acres)	% to total area	Area (lakh ha)	Area (lakh acres)	% to total area
Madhya Pradesh	55.16	136.30	48.64	58.54	144.66	48.30
Maharashtra	39.59	97.83	34.91	43.21	106.77	35.65
Rajasthan	10.60	26.19	9.35	11.00	27.18	9.08
Karnataka	3.30	8.15	2.91	3.32	8.20	2.74
Telangana	1.72	4.25	1.52	1.60	3.95	1.32
Others	3.03	7.49	2.67	3.54	8.75	2.92
All India	113.40	280.22	100.00	121.21	299.52	100.00

Source: www.agricoop.com

In India, as on 18th September 2020 area under soyabean during 2020-21 was 121.21 lakh hectares as against 113.40 lakh hectares during 2019-20. Among the states, Madhya Pradesh stood first with 58.54 lakh ha followed by Maharashtra (43.21 lakh ha), Rajasthan (11.00 lakh ha), Karnataka (3.32 lakh ha) and Telangana (1.60 lakh ha).

Soyabean prices in India

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

State	Prices June, 2021	Prices May, 2021	Prices June, 2020	% Change (Over Previous Month)	% Change (Over Previous Year)
Chhattisgarh	6784.54	7063.68	3473.71	-3.95	95.31
Gujarat	7337.2	7119.2	3743.01	3.06	96.02
Karnataka	6394.05	6732.91	3580.1	-5.03	78.6
Madhya Pradesh	6702.29	6883.38	3618.22	-2.63	85.24
Maharashtra	6943.24	7033.5	3596.63	-1.28	93.05
Rajasthan	6771.06	6845.81	3707.68	-1.09	82.62
Tamil Nadu	6039.57	5313.41		13.67	—
Telangana			3510.03	—	—
Uttar Pradesh	5652.1	5282.76	5183.2	6.99	9.05
Average	6578.01	6534.33	3801.57		

Source: https://agmarknet.gov.in/PriceTrends/SA_Pri_MonthRep.aspx

India had imported 7,483,380 metric tonnes of edible oils during Nov'20 – Mar'21 to meet the supply gap, up compared to 6,912,366 metric tonnes during the same period last year.

Telangana scenario

In Telangana, as on 7th July 2021 area under soyabean was 2,61,862 acres as against 3,60,328 acres during 2020-21. Among the districts, Adilabad stood first with 66,096 acres followed by Kamareddy (62,495 acres), Nizamabad (49,800 acres), Nirmal (42,103 acres), and Sangareddy (37,796 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
Adilabad	26527.59	65551	18.19	26748.14	66096	25.24
Kamareddy	30308.98	74895	20.79	25290.87	62495	23.87
Nizamabad	31768.68	78502	21.79	20153.38	49800	19.02
Nirmal	33219.08	82086	22.78	17038.51	42103	16.08
Sangareddy	21060.28	52041	14.44	15295.52	37796	14.43
Others	2935.19	7253	2.01	1445.54	3572	1.36
Telangana State	145819.79	360328	100.00	105971.96	261862	100.00

Source: www.agritelangana.gov.in

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

Date	Arrivals (Quintals)	Minimum Price (Rs/quintal)	Maximum Price (Rs/quintal)	Modal Price (Rs/quintal)
2	2	5,900	5,900	5,900
3	1	5,800	5,800	5,800
5	1	5,300	5,300	5,300
16	4	4,848	5,500	5,300
23	4	3,400	6,200	3,400
28	2	4,076	4,076	4,076
29	2	6,100	6,100	6,100
30	4	4,400	4,400	4,400

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

The global 2021-22 soybean production estimate kept higher at 386 million tonnes against 363.18 million tonnes in the previous year and ending stocks are estimated at 91.09 MMT for 2021-22 against 87.99 MMT in 2020-21.

Total crop size in India may stand higher by 7,50,000 tonnes to 11.2 million tonnes against 10.45 million tonnes in this season. Higher soybean prices in this season will encourage farmers in India to cover higher soybean area.

Weak domestic and international market sentiments may put more pressure in oilseeds segments in coming weeks.

India's May 2021 soymeal exports increased by 12% to 52,434 metric tonnes compared to 46,614 metric tonnes in the same period last year. The soybean plant average delivery price at Nagpur is quoted 2% up at Rs. 7,258 /qtl as compared to last week price at Rs. 7,116/qtl.

Under these circumstances, Agricultural Market Intelligence Centre, PJTSAU expects that Soybean may trade in price range between **Rs. 5500 – 6000** per quintal in the month of July 2021.