

Soyabean Outlook – November 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 first advance estimates 2021-22 of Ministry of Agriculture, Soybean production is estimated at 127.20 lakh tonnes as compared to 128.97 lakh tonnes in 2020-21.

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	63.30	52.10	56.60
Production	363.20	340.10	366.00	379.50
Imports	151.70	169.90	161.80	169.60
Total Availability	410.80	403.40	418.10	436.20
Crush	304.20	307.50	318.70	332.20
Total Consumption	347.50	351.30	361.50	376.40
Exports	151.70	169.90	161.80	169.60
Ending Stocks	63.30	52.10	56.60	59.80

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	12.90	12.20
Imports	0.10	0.20	-	0.10
Total Availability	13.90	12.00	13.40	12.80
Crush	12.10	10.20	11.80	11.00
Total Consumption	13.20	11.40	12.90	12.30
Exports	0.20	0.10	0.10	0.10
Ending Stocks	0.60	0.50	0.50	0.40

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	58.54	144.66	48.30	55.84	137.98	45.86
Maharashtra	43.21	106.77	35.65	46.01	113.69	37.79
Rajasthan	11.00	27.18	9.08	10.62	26.24	8.72
Karnataka	3.32	8.20	2.74	3.82	9.44	3.14
Gujarat	1.49	3.68	1.23	2.24	5.54	1.84
Telangana	1.60	3.95	1.32	1.51	3.74	1.24
Others	2.04	5.04	1.68	1.72	4.25	1.41
All India	121.20	299.49	100.00	121.76	300.88	100.00

Source: www.agricoop.gov.in

In India, as on 17th September 2021 area under soyabean during 2021-22 was 121.76 lakh hectares as against 121.20 lakh hectares during 2020-21. Among the states, Madhya Pradesh stood first with 55.84 lakh ha followed by Maharashtra (46.01 lakh ha), Rajasthan (10.62 lakh ha), Karnataka (3.82 lakh ha), Gujarat (2.24 lakh ha) and Telangana (1.51 lakh ha).

Soyabean prices in India

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

State	Prices October, 2021	Prices September, 2021	Prices October, 2020	% Change (Over Previous Month)	% Change (Over Previous Year)
Chhattisgarh	4629.87	7227.46	3411.99	-35.94	35.69
Gujarat	4831.78	7226.55	3964.5	-33.14	21.88
Karnataka	4875.31	6340.82	3492.49	-23.11	39.59
Madhya Pradesh	4821.02	5851.18	3732.17	-17.61	29.17
Maharashtra	4772.35	6475	3628.55	-26.3	31.52
Rajasthan	5055.35	7606.36	3836.49	-33.54	31.77
Tamil Nadu	6500	6500	4400	0	47.73
Telangana	5167.29	5607.04	3321.93	-7.84	55.55
Uttar Pradesh	5684.44	7021.64	3544.09	-19.04	60.39
Average	5148.6	6650.67	3703.58		

Source: <https://agmarknet.gov.in/>

Telangana scenario

In Telangana, as on 29th September 2021 area under soyabean was 3,74,487 acres as against 3,98,745 acres during 2021-22. Among the districts, Adilabad stood first with 1,01,588 acres followed by Nirmal (82,006 acres), Kamareddy (69,191 acres), Nizamabad (58,272 acres), and Sangareddy (56,116 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	31648.08	78204	19.61	41111.27	101588	27.13
Nirmal	31200.50	77098	19.34	33186.70	82006	21.90
Kamareddy	34353.41	84889	21.29	28000.65	69191	18.48
Nizamabad	30272.56	74805	18.76	23581.88	58272	15.56
Sangareddy	29342.59	72507	18.18	22709.37	56116	14.98
Others	4549.48	11242	2.82	2959.88	7314	1.95
Total	161366.63	398745	100.00	151549.75	374487	100.00

Source: www.agritelangana.gov.in

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

Date	Arrivals (Quintals)	Minimum Price (Rs/quintal)	Maximum Price (Rs/quintal)	Modal Price (Rs/quintal)
1	4,915	3,500	6,500	5,627
4	10,863	3,958	6,100	5,568
5	11,446	3,959	6,401	5,655
7	8,339	4,009	5,885	5,575
8	6,328	3,960	6,010	5,670
12	6,156	4,055	5,600	5,227
13	3,035	4,028	5,710	5,370
18	1,738	4,107	5,170	5,075
20	1,916	4,028	5,156	5,072
21	748	4,011	5,202	5,150
22	688	4,000	5,202	5,152
25	749	3,951	5,010	4,802
26	486	3,951	4,859	4,794
27	325	4,011	5,021	4,854
28	423	4,040	5,185	5,050
29	211	4,520	5,212	4,899

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

In the October'21 report, the USDA has raised US 2021-22 soybean estimates at 121.05 million tonnes compared to previous month 119.03 million tonnes. It has kept the Brazil's 2021-22 soybean production unchanged to 144 million tonnes compared to previous month. According to market sources, China's soybean demand is expected to subdue in the fourth quarter of 2021 amid widespread power outages faced by local crushing plants.

According to Solvent Extractor Association of India, India's September 2021 soymeal exports declined by 91% to 5,831 metric tonnes compared to 68,576 metric tonnes in the same period last year.

The average weekly Indore soybean plant delivery prices at Indore cash market decreased by 1.30% to Rs. 5,400 a quintal compared to Rs. 5,471 a quintal a week ago. The domestic weekly average soymeal prices at Indore was 9.3% down to Rs 41,928 /MT and was quoted between Rs 40,500 – 44,000/MT compared to the weekly average of Rs 45,833 /MT and was traded between the price ranges of Rs 44,000 – 49,000/MT previous week. The weekly average domestic soybean prices traded lower on new crop arrival and weak global cues.

Under these circumstances, Agricultural Market Intelligence Centre, PJTSAU expect that Soybean is likely to trade in price range between **Rs. 5000 – 5500** per quintal in the month of November 2021.