

Soyabean Outlook – September 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 third advance estimates 2020-21 of Ministry of Agriculture, Soybean production is estimated at 134.14 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	63.30	52.10	49.50
Production	363.20	339.80	362.60	382.00
Imports	151.70	169.90	167.90	172.40
Total Availability	410.80	403.10	414.60	431.50
Crush	304.10	307.20	322.10	333.20
Total Consumption	347.50	351.00	365.20	377.70
Exports	151.70	169.90	167.90	172.40
Ending Stocks	63.30	52.10	49.50	53.80

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	13.40	14.00
Imports	0.10	0.20	-	0.10
Total Availability	13.90	12.00	14.00	14.50
Crush	12.10	10.20	12.20	12.40
Total Consumption	13.20	11.40	13.40	13.80
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	58.49	144.53	48.50	55.84	137.98	45.93
Maharashtra	42.70	105.51	35.41	45.94	113.52	37.79
Rajasthan	11.00	27.18	9.12	10.62	26.24	8.73
Karnataka	3.32	8.20	2.75	3.82	9.44	3.14
Gujarat	1.49	3.68	1.24	2.24	5.54	1.84
Telangana	1.59	3.93	1.32	1.41	3.48	1.16
Others	2.01	4.97	1.67	1.71	4.23	1.41
All India	120.60	298.01	100.00	121.58	300.43	100.00

Source: www.agricoop.gov.in

In India, as on 3rd September 2021 area under soyabean during 2021-22 was 121.58 lakh hectares as against 120.60 lakh hectares during 2020-21. Among the states, Madhya Pradesh stood first with 55.84 lakh ha followed by Maharashtra (45.94 lakh ha), Rajasthan (10.62 lakh ha), Karnataka (3.82 lakh ha), Gujarat (2.24 lakh ha) and Telangana (1.41 lakh ha).

Soyabean prices in India

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

State	Prices August, 2021	Prices July, 2021	Prices August, 2020	% Change (Over Previous Month)	% Change (Over Previous Year)
Chhattisgarh	8489.11	7355.5	3203.88	15.41	164.96
Gujarat	8884.02	7912.96	3752.62	12.27	136.74
Karnataka	7732	7172.63	3557.59	7.8	117.34
Madhya Pradesh	8546.61	7680.93	3567.39	11.27	139.58
Maharashtra	8988.41	8006.09	3576.67	12.27	151.31
Rajasthan	8703.95	8064.58	3593.5	7.93	142.21
Telangana		7569.7	3451.98	—	—
Uttar Pradesh	6441.58	6090.79	5108.98	5.76	26.08
Average	8255.1	7169.24	3726.58		

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

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 of last year.

Telangana scenario

In Telangana, as on 8th September 2021 area under soyabean was reported 3,48,833 acres as against 3,94,852 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 (63,903 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
Nirmal	30877.97	76301	19.32	35638.29	88064	25.25
Adilabad	31577.67	78030	19.76	28366.89	70096	20.09
Kamareddy	33745.98	83388	21.12	28330.87	70007	20.07
Nizamabad	30079.93	74329	18.82	25860.67	63903	18.32
Sangareddy	29109.08	71930	18.22	19604.22	48443	13.89
Others	4400.56	10874	2.75	3366.99	8320	2.39
Total	159791.18	394852	100.00	141167.92	348833	100.00

Source: www.agritelangana.gov.in

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

Date	Arrivals (Quintals)	Minimum Price (Rs/quintal)	Maximum Price (Rs/quintal)	Modal Price (Rs/quintal)
4	8	4,022	7,012	6,502
7	1	5,679	5,679	5,679
9	1	6,871	6,871	6,871
10	1	5,236	5,236	5,236
11	1	5,859	5,859	5,859
16	1	4,659	4,659	4,659
25	2	4,482	4,482	4,482

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

Soybean prices increased more than 5% from last week amid tight inventory at various trading centers, lower acreage and global factors. More than 60% crushing mills have been shut because of this tight inventory. Market remained volatile amid soymeal import. However, the government may consider imposing stock limits on oilseed or cut import duty on edible oils and oilseeds to cool prices in the domestic market which may drag prices lower.

Domestic weekly average soymeal prices at Indore quoted 0.4% up to Rs.85500 /MT compared to the weekly average of Rs.85166 /MT previous week. Soymeal prices continued to correct amid 1.2 MMT soymeal import decision by the government. Soybean Indore plant average delivery price at Indore is quoted 5% up at Rs.9932 /q as compared to last week price at Rs.8942 /q.

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 September 2021.