

Soyabean Outlook – June 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	51.80	46.80
Production	362.90	338.30	361.70	382.90
Imports	151.70	169.80	171.20	173.40
Total Availability	410.60	402.60	413.50	429.80
Total Consumption	346.40	350.80	366.60	379.30
Exports	151.70	169.80	171.20	173.40
Ending Stocks	63.10	50.90	45.10	

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	0.40
Production	13.30	11.20	13.70	14.30
Imports	0.10	0.10	-	0.10
Total Availability	13.90	11.90	14.20	14.70
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	0.40	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.gov.in

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 May, 2021

State	Prices May, 2021	Prices April, 2021	Prices May, 2020	% Change (Over Previous Month)	% Change (Over Previous Year)
Chhattisgarh	7084.75	4272.43	3511.69	65.82	101.75
Gujarat	7018.58	6533.78	3828.88	7.42	83.31
Karnataka	6686.17	6301.91	3577.97	6.1	86.87
Madhya Pradesh	6888.35	6202.24	3652.65	11.06	88.58
Maharashtra	7049.93	6598.17	3653.73	6.85	92.95
Rajasthan	6797.20	6499.85	3629.98	4.57	87.25
Telangana		6400.00		—	—
Uttar Pradesh	5277.06	4675.1	5218.7	12.88	1.12
Average	6531.46	5923.62	3867.66		

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

India's Apr 2021 soya meal exports increased by 53% to 39,705 metric tonnes compared to 25,940 metric tonnes in the same period last year.

Telangana scenario

In Telangana, as on 30th September 2020 area under soyabean was 3,98,971 acres as against 4,26,831 acres during 2019-20. Among the districts, Kamareddy stood first with 84,975 acres followed by Adilabad (78,319 acres), Nirmal (77,117 acres), Nizamabad (74,805 acres) and Sangareddy (72,505 acres).

Table 5: District wise area under soyabean in Telangana State

District	2019-20			2020-21		
	Area (ha)	Area (acres)	% to total area	Area (ha)	Area (acres)	% to total area
Kamareddy	24306.27	60062	14.07	34388.22	84975	21.30
Adilabad	37576.74	92854	21.75	31694.62	78319	19.63
Nirmal	43855.45	108369	25.39	31208.19	77117	19.33
Nizamabad	27122.88	67022	15.70	30272.56	74805	18.75
Sangareddy	23753.06	58695	13.75	29341.78	72505	18.17
Others	16118.25	39829	9.33	4552.72	11250	2.82
Telangana State	172732.64	426831	100.00	161458.08	398971	100.00

Source: www.agritelangana.gov.in

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

Date	Arrivals (Quintals)	Minimum Price (Rs/quintal)	Maximum Price (Rs/quintal)	Modal Price (Rs/quintal)
4	2	4,500	4,500	4,500
17	2	5,250	5,250	5,250
27	3	5,650	4,848	4,848

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

As per USDA report, Soybean production in the world is likely to increase by 6% to 386 million tonnes in 2021-22 in expectation of higher crop size in US and India.

Higher soybean prices in this season will encourage farmers in India to cover higher soybean area. India's soymeal exports to remain strong by 90-100% year-on-year for coming months, after fall in the soybean crushing in Argentina and Brazil as their stocks dried up.

India's soya meal shipments improved by 126% to 15.64 lakh metric tonnes, during the last ten months (Apr.- Mar) of financial year 2020-21 compared to 6.92 lakh metric tonnes during the corresponding period of last year.

The average weekly soybean plant delivery prices at Nagpur cash market quoted at Rs.7,200 a quintal (Rs 7,300 – 7,700/Qtl).

Under these circumstances, Agricultural Market Intelligence Centre, PJTSAU expects that Soybean is likely to trade in price range between **Rs. 4200 – 4500** per quintal in the month of June 2021.