

Soyabean Outlook – July 2022

World scenario

World soyabean production in 2020-21 is estimated as 353.47 million tonnes from a total area of 136.82 million hectares. Brazil ranks first in soyabean production with 121.80 million tonnes followed by United States of America (112.55 million tonnes), Argentina (48.80 million tonnes), China (19.60 million tonnes) and India (11.23 million tonnes) accounting for 34, 32, 14, 6 and 3 percent of world production. India ranks fourth in area with 12.12 million hectares (29.94 million acres) accounting for 8.86% of the world area and fifth in production with 11.23 million tonnes in 2020-21.

The major soyabean growing states are Madhya Pradesh, Maharashtra, Rajasthan, Karnataka, and Telangana. As per 3rd advance estimates of 2021-22, soyabean production in India is at 13.82 million tonnes compared to previous year 12.61 million tonnes.

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

	2018-19	2019-20 (Estimated)	2020-21 (Forecasted)	2021-22 (Projected)
Opening Stocks	51.00	65.80	53.20	55.20
Production	363.80	341.00	368.50	348.60
Imports	151.70	169.40	160.20	154.30
Total Availability	414.80	406.80	421.70	403.80
Crush	305.30	309.10	323.20	317.30
Total Consumption	349.10	353.50	366.50	358.40
Exports	151.70	169.40	160.20	154.30
Ending Stocks	65.80	53.20	55.20	45.40

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	12.60	13.10
Imports	0.10	0.20	0.10	0.10
Total Availability	13.90	12.00	13.20	13.70
Crush	12.10	10.20	11.70	11.90
Total Consumption	13.20	11.40	12.70	13.20
Exports	0.20	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	2021-22			2022-23		
	Area (lakh ha)	Area (lakh acres)	% to total area	Area (lakh ha)	Area (lakh acres)	% to total area
Maharashtra	34.78	85.94	50.01	32.17	79.49	59.10
Madhya Pradesh	24.21	59.82	34.81	10.70	26.44	19.66
Rajasthan	4.11	10.16	5.91	5.67	14.01	10.42
Karnataka	3.42	8.45	4.92	3.39	8.38	6.23
Telangana	1.06	2.62	1.52	1.22	3.01	2.24
Others	1.96	4.84	2.82	1.28	3.16	2.35
All India	69.54	171.84	100.00	54.43	134.50	100.00

Source: www.agricoop.com

In India, as on 8th July 2022 area under soyabean during 2022-23 was 54.43 lakh hectares as against 69.54 lakh hectares during 2021-22. Among the states, Maharashtra stood first with 32.17 lakh ha followed by Madhya Pradesh (10.70 lakh ha), Rajasthan (5.67 lakh ha), Karnataka (3.39 lakh ha) and Telangana (1.22 lakh ha).

Soyabean prices in India

Table 4: State wise Wholesale Prices Monthly Analysis for Soyabean June, 2022

State	Prices June, 2022	Prices May, 2022	Prices June, 2021	% Change(Over Previous Month)	% Change(Over Previous Year)
Chhattisgarh	6033.58	6363.31	6768.91	-5.18	-10.86
Gujarat	6166.54	6473.77	7281.8	-4.75	-15.32
Karnataka	6219.31	6587.35	6637.22	-5.59	-6.3
Madhya Pradesh	6348.36	6580.13	6736.89	-3.52	-5.77
Maharashtra	6329.23	6635.98	6944.17	-4.62	-8.86
Rajasthan	6307.45	6868.54	6764.48	-8.17	-6.76
Tamil Nadu			6039.57	—	—
Telangana	6700.73	6774.69		-1.09	—
Uttar Pradesh	6426.21	6380.55	5757.77	0.72	11.61
Uttarakhand	5800.34	6638.78		-12.63	—
Average	6259.08	6495.05	6616.35		

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

Telangana scenario

In Telangana, as on 6th July 2022 area sown under soyabean was 3,00,540 acres as against 2,61,846 acres during 2021-22. Among the districts, Adilabad stood first with 87,218 acres followed by Nirmal (69,671 acres), Nizamabad (49,083 acres), Sangareddy (46,558 acres) and Kamareddy (45,774 acres),

Table 5: District wise area under soyabean in Telangana State

District	2021-22			2022-23		
	Area (ha)	Area (acres)	% to total area	Area (ha)	Area (acres)	% to total area
Adilabad	26748.14	66096	25.24	35295.93	87218	29.02
Nirmal	17038.51	42103	16.08	28194.90	69671	23.18
Nizamabad	20149.33	49790	19.01	19863.22	49083	16.33
Sangareddy	15295.52	37796	14.43	18841.38	46558	15.49
Kamareddy	25290.87	62495	23.87	18524.11	45774	15.23
Others	1443.11	3566	1.36	904.88	2236	0.74
Total	105965.48	261846	100.00	121624.41	300540	100.00

Source: www.agritelangana.gov.in

Table 6: Prices and Arrivals of Soyabean at Nizamabad Market in the Month of June, 2022

Date	Arrivals (Quintals)	Minimum Price (Rs/quintal)	Maximum Price (Rs/quintal)	Modal Price (Rs/quintal)
1	3	5,908	5,908	5,908
2	48	5,608	5,908	5,758
6	3	4,000	4,000	4,000
8	30	5,832	6,175	6,155
9	6	5,850	5,850	5,850
10	6	6,029	6,029	6,029
17	6	5,528	5,528	5,528
20	5	4,008	5,920	5,920
21	25	5,628	5,850	5,850
23	3	5,850	5,850	5,850
24	6	4,222	5,558	5,558
25	6	5,758	5,758	5,758
27	20	4,000	5,900	4,950
28	13	4,400	5,856	5,820

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

Soyabean Price Outlook

USDA June 2022 report has estimated India's 2022-23 Soybean production estimate at 11.50 MMT as compared to 11.90 MMT previous year. Brazil is at 149 MMT Vs 126 MMT in 2021-22. China's 2022-23 Soy crush is estimated at 95 MMT Vs 89 MMT in 2021-22. And China's Soy imports are estimated at 99 MMT in 2022-23 Vs 92 MMT in 2021-22.

According to Solvent Extractor Association of India, oil meal export in the month of May'22 went up by 12% to 5,55,453 tonnes compared to 2,28,319 tonnes in May'21. And reported 11% up in exports during April-May'22 at 5,89,425 tonnes compared to 5,32,024 tonnes in the same period last year.

Soymeal export is at lowest level as India is out priced in the international market. Current price of Soybean meal FOB Kandla is at \$720/MT while Soybean meal Argentina CIF Rotterdam is quoted at \$532 and Brazil at \$525.

The weekly average prices of Soybean Indore plant extended previous week loss and went down by 4.39% to INR. 6,447/qtl during the week under review. Prices were in the range of INR. 6,200-6,650/qtl during the period. In the coming week soybean prices are likely to remain weak amid corrections in CBOT Soybean and Soymeal import.

The weekly average prices of Indore soymeal too extended previous week's loss and went down by 3% to INR 48,916/MT as compared to last week at INR 50,416/MT tracking Soymeal import and weakness in global markets.

Under these circumstances, Agricultural Market Intelligence Centre, PJTSAU expects that Soybean may trade in price range between **Rs. 5800 – 6500** per quintal in the month of July 2022.