

Soyabean Outlook – June 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	52.60	53.70
Production	363.80	341.00	368.50	349.80
Imports	151.70	169.30	160.20	158.50
Total Availability	414.80	406.80	421.10	403.50
Crush	305.30	309.70	323.90	319.00
Total Consumption	349.10	354.10	367.40	361.50
Exports	151.70	169.30	160.20	158.50
Ending Stocks	65.80	52.60	53.70	42.00

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	12.60	13.10
Imports	0.10	0.20	0.10	0.10
Total Availability	13.90	12.00	13.20	13.60
Crush	12.10	10.20	11.70	11.80
Total Consumption	13.20	11.40	12.70	13.10
Exports	0.20	0.10	0.10	0.10
Ending Stocks	0.60	0.50	0.40	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.com

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 May, 2022

State	Prices May, 2022	Prices April, 2022	Prices May, 2021	% Change(Over Previous Month)	% Change(Over Previous Year)
Chhattisgarh	6403.53	6918.04	7063.68	-7.44	-9.35
Gujarat	6498.4	7360.34	7119.2	-11.71	-8.72
Karnataka	6636.06	7111.19	6873.74	-6.68	-3.46
Madhya Pradesh	6609.37	7104.31	6883.38	-6.97	-3.98
Maharashtra	6669.66	7068.16	7037.04	-5.64	-5.22
Nagaland	5647.37	5647.37		0	—
Rajasthan	6904.83	7413.11	6845.81	-6.86	0.86
Telangana	6778.59	7238.08		-6.35	—
Uttar Pradesh	6372.73	5887.51	5282.76	8.24	20.63
Uttarakhand	6638.78			—	—
Average	6515.93	7112.64	6552.38		

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 May, 2022

Date	Arrivals (Quintals)	Minimum Price (Rs/quintal)	Maximum Price (Rs/quintal)	Modal Price (Rs/quintal)
6	50	3,318	6,444	5,318
9	15	5,786	6,628	6,458
11	3	6,409	6,409	6,409
13	2	4,830	4,830	4,830
14	5	6,100	6,100	6,100
23	6	6,108	618	6,108
26	16	5,608	6,128	6,128

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

Soyabean Price Outlook

Soybean Indore plant prices continued to trade with weak sentiment on Soymeal import decision by Government. Indore plant weekly average prices eased by 0.21% to Rs. 7,176/qtl. as compared to Rs. 7,191/qtl. Domestic crushing is likely to remain sluggish on squeeze in crush margin due to correction in Soymeal prices. Indore Soybean is likely to trade in range bound prices with weak bias.

India's soyabean import increased by 64% in the Oct 2021-Feb 2022 to 1.40 lakh tonnes compared to 0.85 lakh tonnes during same period last year and remains well above from the five year's average. Imports were higher in first two months of current season on less availability in the country.

The weekly average prices of Indore soymeal too went down by 0.6% to INR 52,500/MT as compared to last week at INR 52,833/MT tracking Soymeal import decision by government.

Soyabean exports were higher by 51% in Oct 21-Feb'22 to 39,265 tonnes compared to previous year same period at 26,030 tonnes. Export demand improved in Feb'22 on good demand by Turkey, US and Canada as these countries bought Non- GM Soyabean.

The government has fixed the MSP of Soybean at Rs. 4300 per quintal for the year 2022-23 increasing by Rs. 350 from Rs. 3950 in 2021-22.

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 June 2022.