

Soyabean Outlook – September 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 4th advance estimates of 2021-22, soyabean production in India is at 13 million tonnes compared to previous year 12.61 million tonnes.

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

	2019-20	2020-21 (Estimated)	2021-22 (Forecasted)	2022-23 (Projected)
Opening Stocks	68.50	54.30	54.80	43.10
Production	340.90	368.80	350.60	389.80
Imports	169.40	160.10	154.20	166.00
Total Availability	409.30	423.10	405.30	432.90
Crush	310.90	324.80	321.00	332.70
Total Consumption	355.00	368.30	362.20	376.50
Exports	169.40	160.10	154.20	166.00
Ending Stocks	54.30	54.80	43.10	56.50

Source: International Grains Council

Indian scenario

Table 2: Indian Soyabean Supply and Demand (in million tonnes)

	2019-20	2020-21 (Estimated)	2021-22 (Forecasted)	2022-23 (Projected)
Opening Stocks	0.60	0.50	0.50	0.40
Production	11.20	12.60	13.80	13.60
Imports	0.20	0.10	0.10	0.10
Total Availability	12.00	13.30	14.40	14.10
Crush	10.20	11.60	12.40	12.10
Total Consumption	11.40	12.70	13.90	13.50
Exports	0.10	-	0.10	0.10
Ending Stocks	0.50	0.50	0.40	0.50

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
Madhya Pradesh	55.14	136.25	45.71	50.18	124.00	41.69
Maharashtra	45.94	113.52	38.08	48.70	120.34	40.46
Rajasthan	10.63	26.27	8.81	11.51	28.44	9.56
Karnataka	3.83	9.46	3.17	4.36	10.77	3.62
Gujarat	2.24	5.54	1.86	2.22	5.49	1.84
Telangana	1.41	3.48	1.17	1.74	4.30	1.45
Others	1.45	3.58	1.20	1.66	4.10	1.38
All India	120.64	298.11	100.00	120.37	297.44	100.00

Source: www.agricoop.com

In India, as on 2nd September 2022 area under soyabean during 2022-23 was 120.37 lakh hectares as against 120.64 lakh hectares during 2021-22. Among the states, Madhya Pradesh stood first with 50.18 lakh ha followed by Maharashtra (48.70 lakh ha), Rajasthan (11.51 lakh ha), Karnataka (4.36 lakh ha), Gujarat (2.22 lakh ha) and Telangana (1.74 lakh ha).

Soyabean prices in India

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

State	Prices August, 2022	Prices July, 2022	Prices August, 2021	% Change(Over Previous Month)	% Change(Over Previous Year)
Chhattisgarh	5769.05	5719.74	8483.88	0.86	-32
Gujarat	5842.87	5875.38	8882.09	-0.55	-34.22
Karnataka	6032.02	6131.98	8287.07	-1.63	-27.21
Madhya Pradesh	5716.37	5806.36	8554.26	-1.55	-33.18
Maharashtra	5921.96	6004.72	8956.87	-1.38	-33.88
Rajasthan	5835.48	5944.2	8701.62	-1.83	-32.94
Telangana	6113.93	6269		-2.47	—
Uttar Pradesh	5260.96	6229.71	6453.44	-15.55	-18.48
Average	5811.58	5997.64	8331.32		

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

Telangana scenario

In Telangana, as on 7th September 2022 area under soyabean was 4,29,286 acres as against 3,48,829 acres during 2021-22. Among the districts, Nirmal stood first with 1,12,057 acres followed by Adilabad (89,170 acres), Sangareddy (78,046 acres), Kamareddy (76,051 acres) and Nizamabad (58,911 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
Nirmal	35638.29	88064	25.25	45347.93	112057	26.10
Adilabad	28366.89	70096	20.09	36085.87	89170	20.77
Sangareddy	19604.22	48443	13.89	31584.14	78046	18.18
Kamareddy	28330.87	70007	20.07	30776.80	76051	17.72
Nizamabad	25860.67	63903	18.32	23840.47	58911	13.72
Others	3365.37	8316	2.38	6090.93	15051	3.51
Total	141166.31	348829	100.00	173726.15	429286	100.00

Source: www.agritelangana.gov.in

Table 6: Prices and Arrivals of soyabean at Nizamabad Market in the Month of August, 2022

Date	Arrivals (Quintals)	Minimum Price (Rs/quintal)	Maximum Price (Rs/quintal)	Modal Price (Rs/quintal)
4	28	5,920	5,920	5,920
16	2	4,811	4,811	4,811
19	6	5,320	5,320	5,320
22	8	5,250	5,409	5,409
23	3	5,109	5,109	5,109
24	3	4,600	4,600	4,600
25	8	4,530	5,030	4,650

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

Soyabean Price Outlook

The weekly average prices of Soybean Indore plant prices extended previous week loss and went down by 4% to INR 5,957/q as compared to INR 6,234/q previous week amid weak demand from crushers and high ending stock.

The weekly average prices of Indore soymeal too corrected and went down by 5.3% to INR 47,416/MT as compared to last week at INR 50,083/MT amid weak soymeal export demand and squeeze in crush margin.

There is a weak domestic demand from poultry industry amid higher prices as compared to competing meals. Additionally, Indian soymeal export demand is also weak in global market due to higher prices as compared to FOB Argentina SBM.

Total oil meal exports in April- July'22 went up by 35% to 12.48 lakh tonnes as against 9.27 lakh tonnes previous year same period.

However, Soymeal exports went down by 37% to 0.92 lakh tonnes in April-July'22 as compared to 1.46 lakh tonnes previous year same period. Soymeal exports went down due to over-priced Indian soymeal in the global markets.

Under these circumstances, Agricultural Market Intelligence Centre, PJTSAU expects that Soybean may trade in price range between **Rs. 5400 – 5700** per quintal in the month of September 2022.