

Soyabean Outlook – October 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 first advance estimates 2021-22 of Ministry of Agriculture, Soyabean production is estimated at 127.20 lakh tonnes as compared to 128.97 lakh tonnes in 2020-21.

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	52.80
Production	363.30	340.10	362.30	379.80
Imports	151.70	169.90	166.10	171.10
Total Availability	410.90	403.40	414.30	432.60
Crush	304.30	307.50	318.80	331.20
Total Consumption	347.60	351.30	361.50	375.70
Exports	151.70	169.90	166.10	171.10
Ending Stocks	63.30	52.10	52.80	56.90

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	12.90	13.30
Imports	0.10	0.20	-	0.10
Total Availability	13.90	12.00	13.50	13.80
Crush	12.10	10.20	11.80	11.80
Total Consumption	13.20	11.40	12.90	13.10
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	58.54	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.gov.in

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 September, 2021

State	Prices September, 2021	Prices August, 2021	Prices September, 2020	% Change (Over Previous Month)	% Change (Over Previous Year)
Chhattisgarh	7525.05	8483.88	3433.2	-11.3	119.18
Gujarat	7596.01	8882.09	3810.35	-14.48	99.35
Karnataka	6477.33	8287.07	3539.52	-21.84	83
Madhya Pradesh	6300.56	8554.26	3510.35	-26.35	79.49
Maharashtra	6585.53	8956.87	3654.57	-26.48	80.2
Rajasthan	8215.37	8701.62	3527.06	-5.59	132.92
Telangana	5546.79		3165.1	—	75.25
Uttar Pradesh	6997.20	6453.44	4097.39	8.43	70.77
Average	6860.43	8331.32	3699.28		

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 September, 2021

Date	Arrivals (Quintals)	Minimum Price (Rs/quintal)	Maximum Price (Rs/quintal)	Modal Price (Rs/quintal)
11	24	7,051	7,111	7,111
13	885	6,800	8,373	7,327
14	73	7,387	8,454	7,887
15	283	6,817	8,352	7,877
16	1,136	6,028	8,266	7,300
17	2,536	6,363	7,811	7,327
18	3,686	6,127	7,700	7,227
21	6,718	4,210	7,620	6,262
22	5,180	4,444	6,701	5,930
23	1,585	4,505	6,870	6,328
24	788	4,359	6,859	6,258
25	1,563	4,240	6,819	6,260
29	5,612	4,111	7,000	6,070

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

According to USDA, the global 2021-22 soyabean production estimate increased to 384.42 million tonnes compared to 383.63 million tonnes.

US 2021-22 soyabean estimates is at 119.03 million tonnes compared to previous month 118.08 million tonnes. For both Brazil and Argentina soyabean estimate kept unchanged at 144 and 52 million tonnes from previous month respectively.

According to Solvent extractor association of India, India's Aug'2021 soymeal exports declined by 81% to 10,975 metric tonnes compared to 58,190 metric tonnes in the same period last year. Further, the soymeal shipments too declined by 38% to 155,757 metric tonnes in aggregate, during the months (April-August) of financial year 2020-21 compared to 249,339 metric tonnes during the corresponding period of last year.

The international soybean prices are expected to feature range bound movement with weak bias on improved weather condition, good crop condition and Ida hurricane in US. However, it may get underpinned from strong Chinese soybean demand in near term.

The average weekly soybean plant delivery prices at Indore cash market decreased by 17.44% to Rs. 7,279 a quintal compared to Rs. 8,817 a quintal a week ago.

Under these circumstances, Agricultural Market Intelligence Centre, PJTSAU expect that Soybean is likely to trade in price range between Rs. 5500 – 6000 per quintal in the month of October 2021.