

## Soyabean Outlook – August 2019

### World scenario

As per recent World Agricultural Supply and Demand Estimates report, Soybean meal production of India is estimated at 7.6 million tons for 2019-20 compared to previous year record (6.16 million tons).

India may export 1.85 million tons soymeal in 2019-20 same as in previous year. Domestic consumption of the country may stand at 5.75 million tons higher from 5.60 million tons in 2018-19.

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

	2017/18 (Estimated)	2018/19 (Forecasted)	2019/20 (Projected)
<b>Opening Stocks</b>	47.80	44.00	53.90
<b>Production</b>	340.90	362.70	357.80
<b>Imports</b>	152.30	151.50	152.20
<b>Total Availability</b>	388.80	406.70	411.70
<b>Food</b>	19.10	19.30	20.30
<b>Feed</b>	14.50	13.20	13.80
<b>Crush</b>	302.00	309.40	314.30
<b>Total Consumption</b>	344.80	351.60	358.60
<b>Exports</b>	152.30	151.50	152.20
<b>Ending Stocks</b>	44.00	53.90	52.90

Source: <https://igc.int/en/default.aspx>

### Indian scenario

According to the 3<sup>rd</sup> Advance Estimates, Soyabean production was estimated at 137.43 lakh tonnes in 2018-19.

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

	2017/18 (Estimated)	2018/19 (Forecasted)	2019/20 (Projected)
<b>Opening Stocks</b>	0.6	0.1	0.2
<b>Production</b>	10.9	13.7	13.0
<b>Imports</b>	-	-	-
<b>Total Availability</b>	11.6	13.8	13.2
<b>Food</b>	0.6	0.5	0.5
<b>Feed</b>	0.8	0.8	0.8
<b>Crush</b>	9.9	12.1	11.6
<b>Total Consumption</b>	11.3	13.4	12.9
<b>Exports</b>	0.2	0.2	0.2
<b>Ending Stocks</b>	0.1	0.2	0.1

Source: <https://igc.int/en/default.aspx>

Table 3: State wise area under soybean in India

State	2018-19		2019-20	
	Area (lakh ha)	% to total area	Area (lakh ha)	% to total area
Madhya Pradesh	53.18	48.57	54.77	51.05
Maharashtra	37.48	34.23	35.02	32.64
Rajasthan	10.34	9.44	10.44	9.73
Karnataka	3.18	2.90	2.69	2.51
Telangana	1.76	1.61	1.67	1.56
Others	3.56	3.25	2.69	2.51
All India	109.5	100.00	107.28	100.00

Source: www.agricoop.com

**Soybean prices in India**

India's soymeal exports volume is at 18,185 tonnes in June 2019 as against 53,272 tonnes in previous month. Overall soymeal shipments in financial year (2018-19) stood at 1,358,083 tonnes higher from 1,187,818 tonnes in FY 2017-18.

Table 4: Soybean prices in major markets of India (Rs/q)

Centre	Prices (Rs/Qtl)				Change
	26-Jul-19		19-Jul-19		
	Low	High	Low	High	
Indore –Plant	3640	3660	3620	3650	10
Indore–Mandi	3450	3550	3500	3600	-50
Nagpur-Plant	3720	3750	3720	3750	Unchanged
Nagpur – Mandi	3310	3585	3310	3635	-50
Latur – Mandi	NA	NA	3550	3730	-
Akola – Mandi	3150	3560	3300	3600	-40
Kota-Plant	3570	3650	3600	3650	Unchanged
Kota – Mandi	3450	3600	3540	3570	30
Bundi-Plant	3500	3570	3570	3640	-70
Bundi-Mandi	3440	3530	3480	3600	-70
Baran-Plant	3450	3470	3560	3600	-130
Baran-Mandi	3400	3425	3520	3550	-125

Source: www.agriwatch.com

**Telangana scenario**

As on 7<sup>th</sup> August 2019 area under soyabean during 2019-20 was 1,66,470 hectares as against 1,78,117 hectares during 2018-19. Among the districts, Kamareddy stood first with 45,101 ha followed by Nirmal (35,409) Adilabad (32,028 ha), Nizamabad (30,250 ha) and Sangareddy (17,174 ha).

**Table 5: District wise area under soybean in Telangana State**

District	2018-19		2019-20	
	Area (ha)	% to total area	Area (ha)	% to total area
<b>Kamareddy</b>	45209	25.38	45101	27.09
<b>Nirmal</b>	40344	22.65	35409	21.27
<b>Adilabad</b>	30120	16.91	32028	19.24
<b>Nizamabad</b>	40728	22.87	30250	18.17
<b>Sangareddy</b>	12487	7.01	17174	10.32
<b>Others</b>	9229	5.18	6508	3.91
<b>Total</b>	178117	100.00	166470	100.00

Source: www.agritelangana.gov.in

**Soybean Prices in Telangana**

As per recent forecast of National Collateral Management Services Limited, India may produce oilseeds in the range of 28 to 29.5 million metric tonnes (both Kharif and Rabi season) in 2019-20 in expectation of below normal monsoon. The domestic soybean prices are likely to trade in steady to firm tone in coming days.

**Table 6: Prices and Arrivals of Soyabean at Nizamabad Market in the Month of July 2019**

Date	Arrivals (Qtl)	Minimum Price (Rs/q )	Maximum Price (Rs/q )	Modal Price (Rs/q )
1	1	3,309	3,309	3,309
3	3	3,149	3,149	3,149
5	1	3,309	3,309	3,309
8	2	3,102	3,102	3,102
10	1	1,502	1,502	1,502
11	1	2,305	2,305	2,305
22	1	3,032	3,032	3,032
23	1	3,052	3,052	3,052
24	3	3,132	3,132	3,132

Source: www.tsmarketing.in

Under these circumstances, Agricultural Market Intelligence Centre, PJTSAU expect that Soybean is likely to trade in price range between Rs. 3000 – 3300 per quintal in the month of August 2019.