

Soyabean Outlook – November 2020

World scenario

World soyabean production in 2018-19 is estimated as 348.71 million tonnes from a total area of 124.92 million hectares. United States of America ranks first in soyabean production with 123.66 million tonnes followed by Brazil (117.88 million tonnes), Argentina (37.78million tonnes), China (14.19million tonnes) and India (13.78 million tonnes) accounting for 35, 33, 10, 4 and 4 percent of world production respectively. India ranks fourth in area with 11.40 million hectares (28.16 million acres) accounting for 9.12% of the world area and fifth in production with 13.78 million tonnes.

The major soyabean growing states are Madhya Pradesh, Maharashtra, Rajasthan, Karnataka, and Telangana. According to the first advance estimates 2020-21 of Ministry of Agriculture, Soybean production is estimated at 135.83 lakh tonnes as compared to 112.15 lakh tonnes in 2019-20.

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

	2018/19 (Estimated)	2019/20 (Forecasted)	2020/21 (Projected)
Opening Stocks	47.60	62.10	46.90
Production	363.00	338.30	372.50
Imports	151.60	164.20	165.30
Total Availability	410.50	400.40	419.40
Food	19.30	20.50	21.20
Feed	14.30	13.10	15.10
Crush	305.10	310.90	323.40
Total Consumption	348.40	353.50	369.40
Exports	151.60	164.20	165.30
Ending Stocks	62.10	46.90	50.00

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

Indian scenario

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

	2018/19 (Estimated)	2019/20 (Forecasted)	2020/21 (Projected)
Opening Stocks	0.50	0.50	0.40
Production	13.30	11.20	13.00
Imports	-	0.10	-
Total Availability	13.80	11.90	13.50
Food	0.40	0.50	0.50
Feed	0.70	0.80	0.80
Crush	12.00	10.20	11.60
Total Consumption	13.10	11.40	12.90
Exports	0.20	0.10	0.20
Ending Stocks	0.50	0.40	0.40

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

Table 3: State wise area under soyabean in India

State	2019-20			2020-21		
	Area (lakh ha)	Area (lakh acres)	% to total area	Area (lakh ha)	Area (lakh acres)	% to total area
Madhya Pradesh	55.16	136.30	48.64	58.54	144.66	48.30
Maharashtra	39.59	97.83	34.91	43.21	106.77	35.65
Rajasthan	10.60	26.19	9.35	11.00	27.18	9.08
Karnataka	3.30	8.15	2.91	3.32	8.20	2.74
Telangana	1.72	4.25	1.52	1.60	3.95	1.32
Others	3.03	7.49	2.67	3.54	8.75	2.92
All India	113.40	280.22	100.00	121.21	299.52	100.00

Source: www.agricoop.gov.in (as on 18th September 2020)

In India, as on 18th September 2020 area under soyabean during 2020-21 was 121.21 lakh hectares as against 113.40 lakh hectares during 2019-20. Among the states, Madhya Pradesh stood first with 58.54 lakh ha followed by Maharashtra (43.21 lakh ha), Rajasthan (11.00 lakh ha), Karnataka (3.32 lakh ha) and Telangana (1.60 lakh ha).

Soyabean prices in India

Table 4: State wise Wholesale Prices Monthly Analysis for Soyabean October, 2020

State	Prices October, 2020	Prices September, 2020	Prices October, 2019	% Change (Over Previous Month)	% Change (Over Previous Year)
Chhattisgarh	3351.96	3433.2	3234.13	-2.37	3.64
Gujarat	3964.26	3810.35	3564.51	4.04	11.21
Karnataka	3441.88	3536.8	3106.37	-2.68	10.8
Madhya Pradesh	3721.08	3510.35	3306.65	6	12.53
Maharashtra	3603.74	3654.57	3356.32	-1.39	7.37
Rajasthan	3810.08	3527.06	3449.81	8.02	10.44
Tamil Nadu	4400	4555.97		-3.42	—
Telangana		3165.1	3315.24	—	—
Uttar Pradesh	3531.47	4097.39	4134.96	-13.81	-14.59
Average	3728.06	3698.98	3433.5		

Source: https://agmarknet.gov.in/PriceTrends/SA_Pri_MonthRep.aspx

The domestic oilseeds continued upward movement in tandem with oil meals backed by strong buying support in the market. Soybean price posted gains on good demand from millers with the start in the new crushing season and fresh edible oil demand ahead of festivities and onset of winter. Soybean gained by 4% and soymeal moved up by 2.4% compared to the previous week.

Telangana scenario

In Telangana, as on 30th September 2020 area under soyabean was 3,98,971 acres as against 4,26,831 acres during 2019-20. Among the districts, Kamareddy stood first with 84,975 acres followed by Adilabad (78,319 acres), Nirmal (77,117 acres), Nizamabad (74,805 acres) and Sangareddy (72,505 acres).

Table 5: District wise area under soyabean in Telangana State

District	2019-20			2020-21		
	Area (ha)	Area (acres)	% to total area	Area (ha)	Area (acres)	% to total area
Kamareddy	24306.27	60062	14.07	34388.22	84975	21.30
Adilabad	37576.74	92854	21.75	31694.62	78319	19.63
Nirmal	43855.45	108369	25.39	31208.19	77117	19.33
Nizamabad	27122.88	67022	15.70	30272.56	74805	18.75
Sangareddy	23753.06	58695	13.75	29341.78	72505	18.17
Others	16118.25	39829	9.33	4552.72	11250	2.82
Telangana State	172732.64	426831	100.00	161458.08	398971	100.00

Source: www.agritelangana.gov.in

Table 6: Prices and Arrivals of soyabean at Nizamabad Market in the Month of October 2020

Date	Arrivals (Quintals)	Minimum Price (Rs/quintal)	Maximum Price (Rs/quintal)	Modal Price (Rs/quintal)
6	2,568	2,608	3,747	3,688
7	2,276	2,890	3,758	3,727
8	1,420	2,119	3,819	3,762
9	2,362	2,690	3,819	3,750
10	929	2,790	3,849	3,790
12	1,020	2,990	3,950	3,390
13	959	2,708	3,858	3,641
14	694	2,208	3,908	3,688
15	670	2,458	3,960	3,590
19	1,861	2,560	3,985	3,660
20	826	2,460	4,032	3,358
22	1,208	2,471	4,175	3,690
23	770	2,708	4,175	3,490
27	388	2,958	4,202	3,690
28	278	3,090	4,075	3,638
29	458	2,727	4,212	3,738
30	145	3,208	4,063	3,590

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

China's domestic soybean production is estimated as 18.81 million tonnes in 2020, up 3.9% from the previous year. Strong Chinese demand will continue to lend support to the international soy prices during the season.

Vietnam, Indonesia, Philippines, Thailand, S. Korea and Japan combined together are forecast to import 19.75 million tonnes of soya meal in 2020-21 mainly from Argentina, Brazil and US.

India's soya oil imports in September 2020 were up by 28% at 3,16,323 metric tonnes compared to 2,47,665 metric tonnes in September 2019. At the same time India's edible oil imports fell by 12% to 11,95,0501 metric tonnes compared to 13,58,1481 metric tonnes.

India's September 2020 soya meal exports improved by 94% to 68,576 metric tonnes compared to 35,268 metric tonnes in the same period last year.

Soybean plant delivery prices have improved in Indore cash market to Rs. 4,100 – 4,350 a quintal compared Rs. 3,900 – 4,200 in the previous week. Indore soya meal was quoted higher between Rs. 31,300– 33,000/MT during the week compared to Rs. 30,500– 32,000/MT during the corresponding period last year.

Under these circumstances, Agricultural Market Intelligence Centre, PJTSAU expect that Soybean is likely to trade in price range between **Rs. 3400 – 3600** per quintal in the month of November 2020.