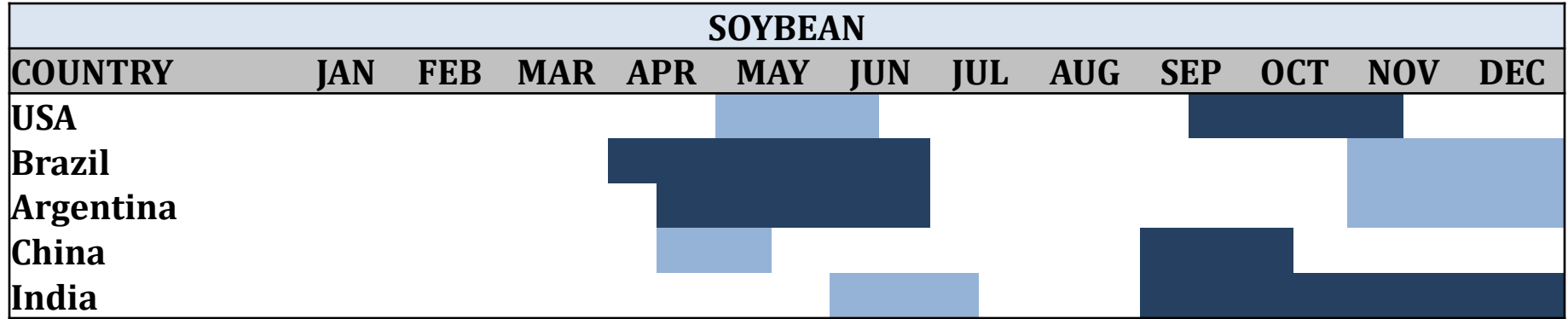


Soybean

Monday, July 14, 2014

- ❖ Soybean is the single largest grown oilseed in the world followed by Rapeseed, Cotton seed and Peanut
- ❖ The processed soybean is the largest source of protein feed and second largest source of vegetable oil in the world
- ❖ The major portion of the global and domestic crop is solvent-extracted with hexane to yield soy oil and obtain Soy meal, which is widely used in the animal feed industry
- ❖ A very small proportion of the crop is consumed directly by humans, soybean products appear in a large variety of processed foods
- ❖ Soybeans are crushed to get 18% Soy oil and 82% Soy meal



SOWING  HARVESTING 

- ❖ Soybean production is region specific because these are grown in different agro-climatic conditions
- ❖ Soybean sowing and harvesting season starts off with China followed by U.S, India, Brazil and Argentina
- ❖ In US sowing starts in first week of May and continues till first week of July which would be major factor weighing on the global prices

Sugar Supply and Demand: Global

Years	Total Supply (Million Tonnes)			Total Demand (Million Tonnes)		
	Beg. stocks	Imports	Production	Exports	Consumption	Ending Stocks
2007-08	63.69	78.34	219.55	78.32	229.75	53.52
2008-09	53.52	77.39	211.60	77.21	221.21	44.10
2009-10	44.10	86.84	260.40	91.44	237.70	62.20
2010-11	62.20	88.82	263.92	91.70	251.45	71.80
2011-12	71.80	93.43	239.15	92.27	256.96	55.15
2012-13	53.59	95.56	267.85	100.64	259.31	57.04
2013-14*	57.04	106.68	283.78	110.64	269.88	66.98
2014-15*	66.98	108.32	299.82	112.32	280.58	82.22

- ❖ USA, Brazil, Argentina, China and India are the largest soybean producing countries in the world
- ❖ USA is the leading producer of Soybeans in the world producing about 84-90 million MT annually
- ❖ Brazil and Argentina are other large producers of Soybeans
- ❖ China is the largest importer and crusher of Soybeans in the world
- ❖ China imports nearly 60% of the global production and is a major factor in determining global Soybean prices

Soybean Supply and Demand: India

Years	Total Supply (Million Tonnes)			Total Demand (Million Tonnes)		
	Beg. stocks	Imports	Production	Exports	Consumption	Ending Stocks
2007-08	0.22	NIL	9.47	0.01	9.53	0.15
2008-09	0.15		9.10	0.06	8.53	0.66
2009-10	0.66		9.70	0.00	8.77	1.57
2010-11	1.57		9.80	0.02	10.85	0.51
2011-12	0.51		11.00	0.04	11.15	0.32
2012-13	0.31		11.50	0.10	11.20	0.51
2013-14*	0.51		11.00	0.10	11.05	0.36
2014-15*	0.36		12.00	0.15	11.75	0.46

Source: USDA (* Estimates), (Unit – Million Tonnes)

- ❖ Soybean is the largest oilseed crop in India
- ❖ Madhya Pradesh, Maharashtra and Rajasthan are the largest Soybean producing states
- ❖ India produces nearly 11.00 to 12.00 million tonnes of Soybean annually

- ❖ Weather at all the producing centres, domestic and international. The pod bearing period, being the most crucial
- ❖ Government policies such as Minimum Support Price (MSP) fixed for the crop, import duty & export of its derivatives and stock limits
- ❖ The area planted, determined by the price of soybean against that of competitive crops used for animal feed, viz., maize, jowar, bajra
- ❖ Demand for Soybean from Oil extractors
- ❖ The crush margin between meal, oil and seed
- ❖ The supply-demand and price scenario of competitive oils, viz. palm oil
- ❖ Global inventory level

CBOT-ICE: Trading Unit- cents/bushel

NCDEX: Trading Unit- Rs./Quintal

Spot Markets: Indore(Madhya Pradesh), Kota (Rajasthan), Akola (Maharashtra)

Thank you

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