

Puntland State of Somalia

Ministry of Planning Economic Development
and International Cooperation

Puntland Statistics Department



MoPEDIC



CONSUMER PRICE INDEX

AUGUST 2021

Consumer Price Index: All Groups CPI, August 2021.

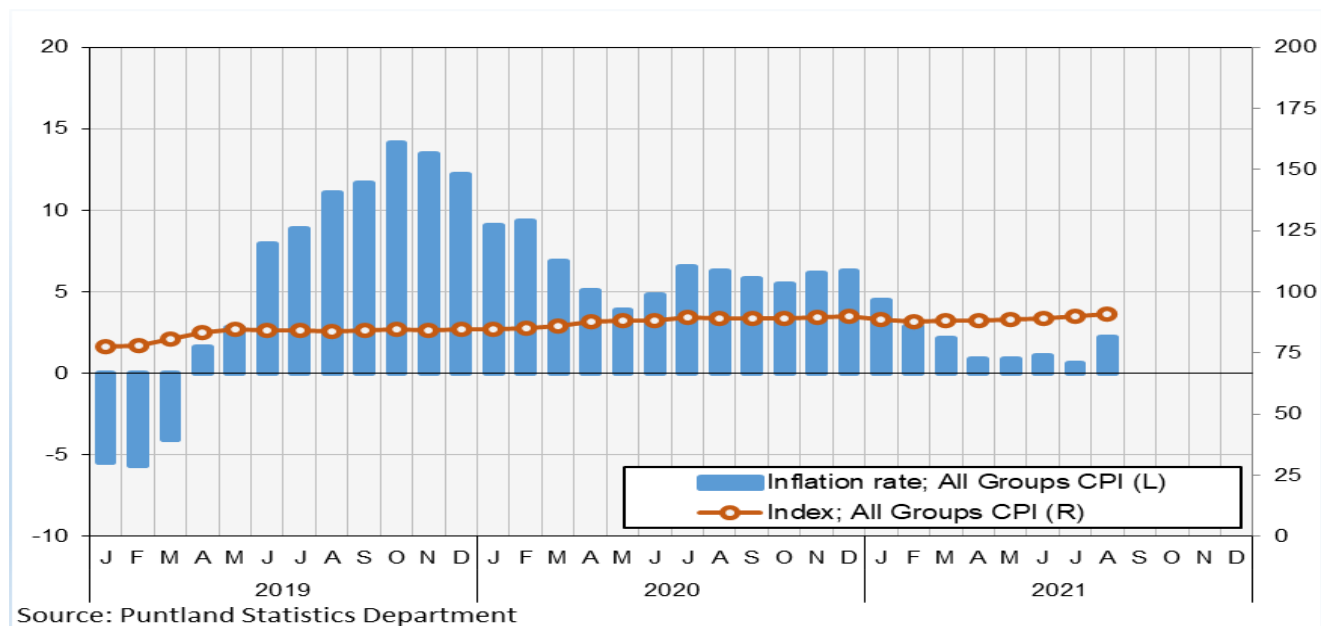
Puntland basket of consumer goods and services sample contains 12 categories based on the standard classification of individual consumption by purpose. These 12 categories consist of 387 individual items of goods and services and the price per item is collected from the markets of all the major cities in Puntland on weekly basis.

The All-Groups CPI increased from 90.19 to 90.88 in the month of August 2021. The monthly change of August was an increase of 0.75 percent compared to an increase of 1.02 percent in the previous month of July 2021.

The most significant monthly price increases were Education (6.19%), Restaurant & Hotels (1.10%), Food and Beverages (1.07%), Transport (1.02%), Furnishing, Households and Maintenance (0.94%), and Recreation & Culture (0.61%).

These positive movements leading to price development at the All-Groups CPI level.

Figure 1: All Groups CPI - Combination inflation rate and index graph.



The annual change (or inflation rate), over the twelve months to the month of August 2021, was an increase of 2.18 percent. This change is compared to an increase of 0.61 percent over the twelve months to the month of July 2021.

The most significant price increases were Restaurant & Hotels (12.15%), Clothing (8.74%), Furnishing, Households and Maintenance (7.46%), Education (6.19%), Transport (5.77%), and Health (5.34%). However, there were a price decreases of the Recreation & Culture (-5.01%), and Housing, Water, Electricity, Gas, and other fuels (-0.62%) in general, there has been a well-grounded positive price development.

Table 1: Inflation rate according to CPI – August 2021 (2015 = 100)

Consumer Price Index, July 2020	
Index (current month) = August 2021	90.88
Index (previous month) = July 2021	90.19
Index (previous year, same month) = August 2020	88.94
Monthly % change = July 2020 / August 2021	0.75
Annual % change (inflation rate) = August 2020 / August 2021	2.18

Consumer Price Index: Selected Groups in August 2021.

Food and Beverages and **Housing, Water, Electricity, Gas and Other Fuels** are currently the most significant items in the consumer basket in terms of household expenditure and therefore have the largest weighted influence on the **All-Groups CPI**.

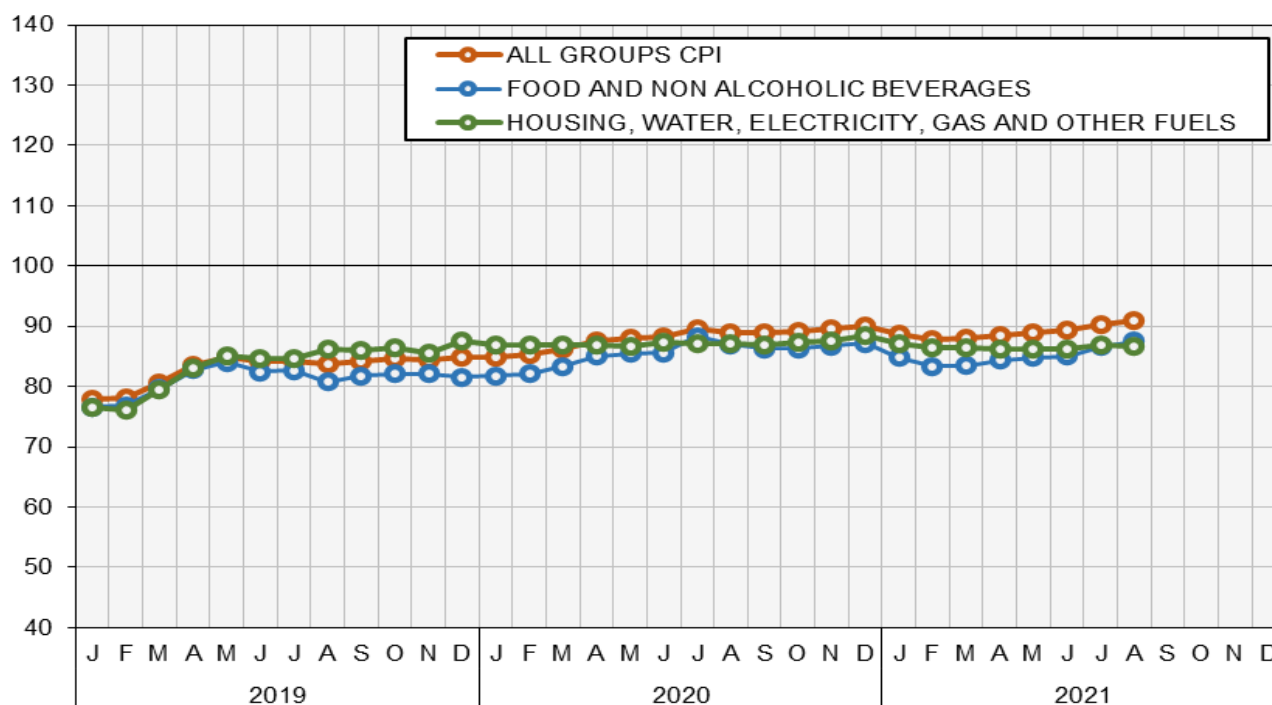
Food and Beverages experienced a monthly increase of 1.07 percent in August 2021. Compared to an increase of 1.80 percentage recorded in July 2021. Year on year inflation increased 0.62 percent in August 2021. This change is compared to a year-on-year inflation of 1.97 percent decrease experienced in July 2021.

Table 2: Monthly Price percentage changes for some selected food Items

Item name	May	July	August
Food and Beverages	0.59	0.26	1.07
Food	0.62	0.20	1.11
Breads, Rice, Flour, and Cereals	0.15	-0.12	0.49
Sugar	0.00	0.00	0.70
Meat (Non-Durable)	0.12	0.89	0.87
Fish (Non-Durable)	0.00	0.00	10.06
Milk Cheese and Eggs (Non-Durable)	1.13	-0.51	0.26
Oils and Fats (Non-Durable)	-0.56	4.47	3.56
Fruit (Non-Durable)	-0.06	0.04	-1.28
Vegetables (Non-Durable)	2.60	-0.82	0.17

Housing, Water, Electricity, Gas and Other Fuels experienced a monthly decrease of 0.26 percent in August 2021, compared to an increase 0.70 percentage recorded in July 2021. Year on year inflation decreased to 0.62 percent in August 2021, this change is compared to a year-on-year inflation fallen of 0.33 percent experienced in July 2021.

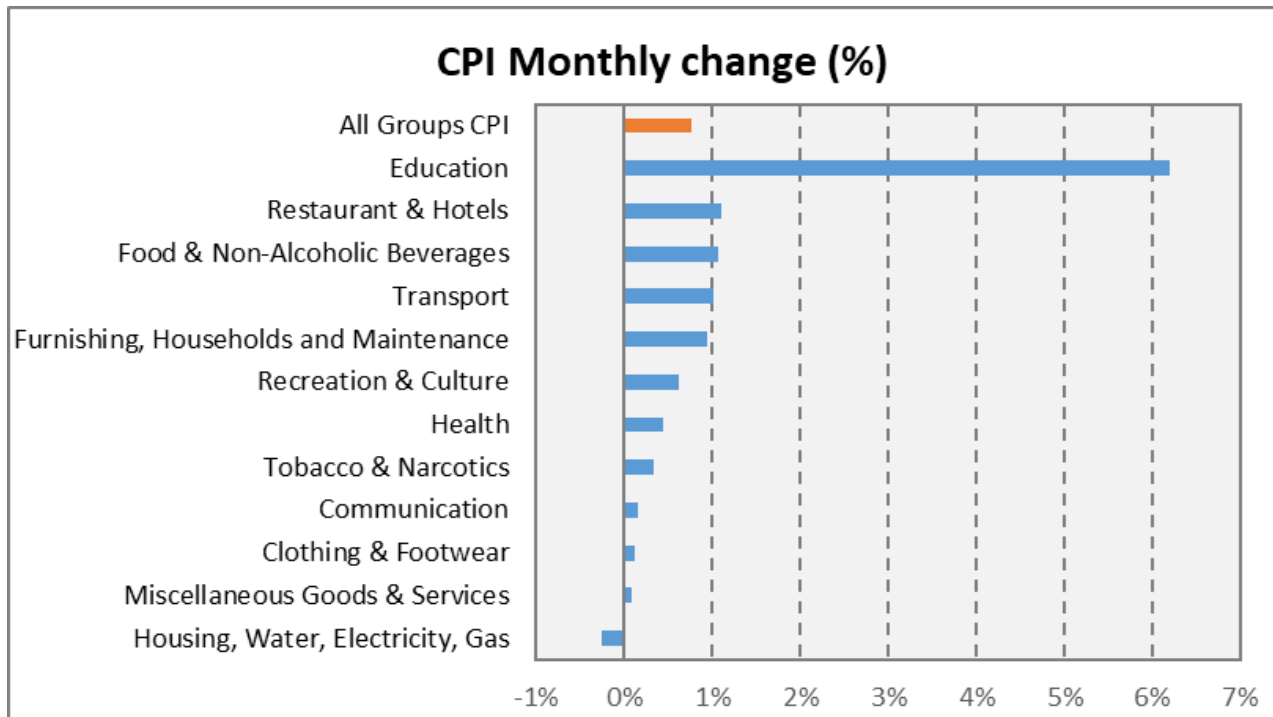
Figure 2: All Groups CPI comparison with selected groups.



Source: Puntland Statistics Department

Consumer Price Index: Major Movements by COICOP Group – Monthly Change

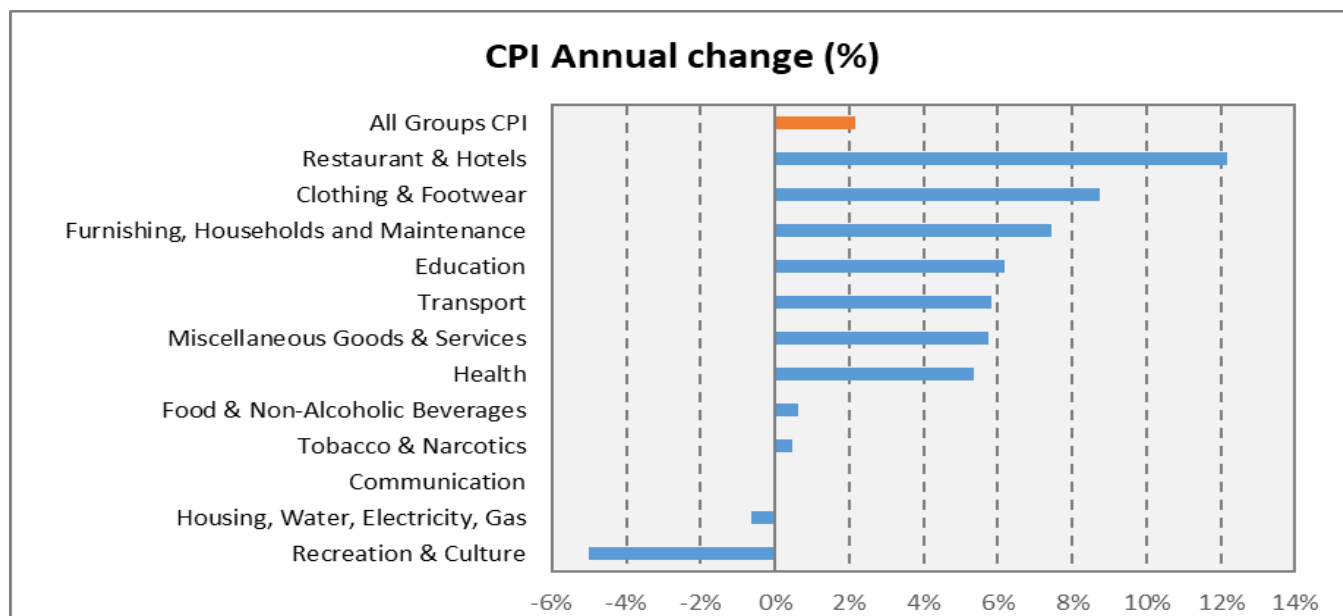
Figure 3: CPI indices, monthly inflation rate by COICOP groups; August 2021.



Major contributors. (Positive)

- **Education** prices increased by (6.19%) in August 2021 compared to (0.00%) recorded in July 2021; this is due to an increase of Secondary education (10.06%), and Primary education (2.66%).
 - **Restaurant and Hotels** prices increased by (1.10%) in August 2021 compared to (1.00%) price increase recorded in July 2021. This increase was mainly attributed to catering services (1.22%).
 - **Food and Beverages** prices increased by (1.07%) for the month of August 2021 compared to (1.80%) increase recorded July 2021 this is due to an increase of Food (1.11%).
 - **Transport** prices increased by (1.02%) in August 2021 compared to (0.40%) price increase recorded in July 2021. This increase was mainly attributed to Operation of personal transport equipment (9.59%).
 - **Furnishing, Households and Maintenance** prices increased by (0.94%) in August 2021 compared to (0.66%) price increase recorded in July 2021. This increase was mainly attributed to goods and services for routine household maintenance (1.62%).
- Recreation and Culture** prices increased by (0.61%) in August 2021 compared to (0.31%) price increase recorded in July 2021. This increase was mainly attributed to Recreation and culture Services (4.55%).

Consumer Price Index: Major Movements by COICOP Group – Annual Change.



Major contributors (positive).

- **Restaurant and Hotels** category showed an annual price development of (12.15%) for the year ending of August 2021 compared (9.52%) increase recorded for the year ending July 2021. This was mainly due to increase of catering services (13.59%).
- **Clothing and Footwear** showed an annual price development of (8.74%) for the year ending of August 2021 compared to (3.33%) recorded for the year ending July 2021. This was mainly due to increase of Clothing (9.03%) and footwear (7.40%).
- **Furnishings, household equipment and routine maintenance of the house** showed an annual price development of (7.46%) for the year ending of August 2021 compared to (5.60%) increase recorded for the year ending July 2021. This is due to increase of goods and services for routine household maintenance (16.22%).
- **Education** showed an annual price development of (6.19%) for the year ending of August 2021 compared to (-0.09%) decrease recorded for the year ending July 2021. This was mainly due to increase of Secondary education (10.06%).
- **Transport** sector showed an annual price development of (5.77%) for the year ending of August 2021 compared (9.92%) increase recorded for the year ending July 2021. This was mainly due to increase of operation of personal transport equipment (20.93%).
- **Health** sector prices increased to (5.34%) for the year ending August 2021 compared to an increase of (8.15%) recorded for the year ending July 2021. This was mainly due to rise of prices of medical products, appliances, and equipment (6.67%) and Out-patient services (4.84%).

Major contributors (Negative).

- **Recreation & Culture** sector showed an annual price shrink of (-5.01%) for the year ending of August 2021 compared (-2.51%) decrease recorded for the year ending July 2021. This was mainly due to decrease of Other recreational items and equipment (-5.01%).
- **Housing, Water, Electricity, Gas, and other fuels** sector showed an annual price decrease of (-0.62%) for the year ending of August 2021 compared (-0.33%) decrease recorded for the year ending July 2021. This was mainly due to decrease of electricity, gas, and other fuels (-5.91%).

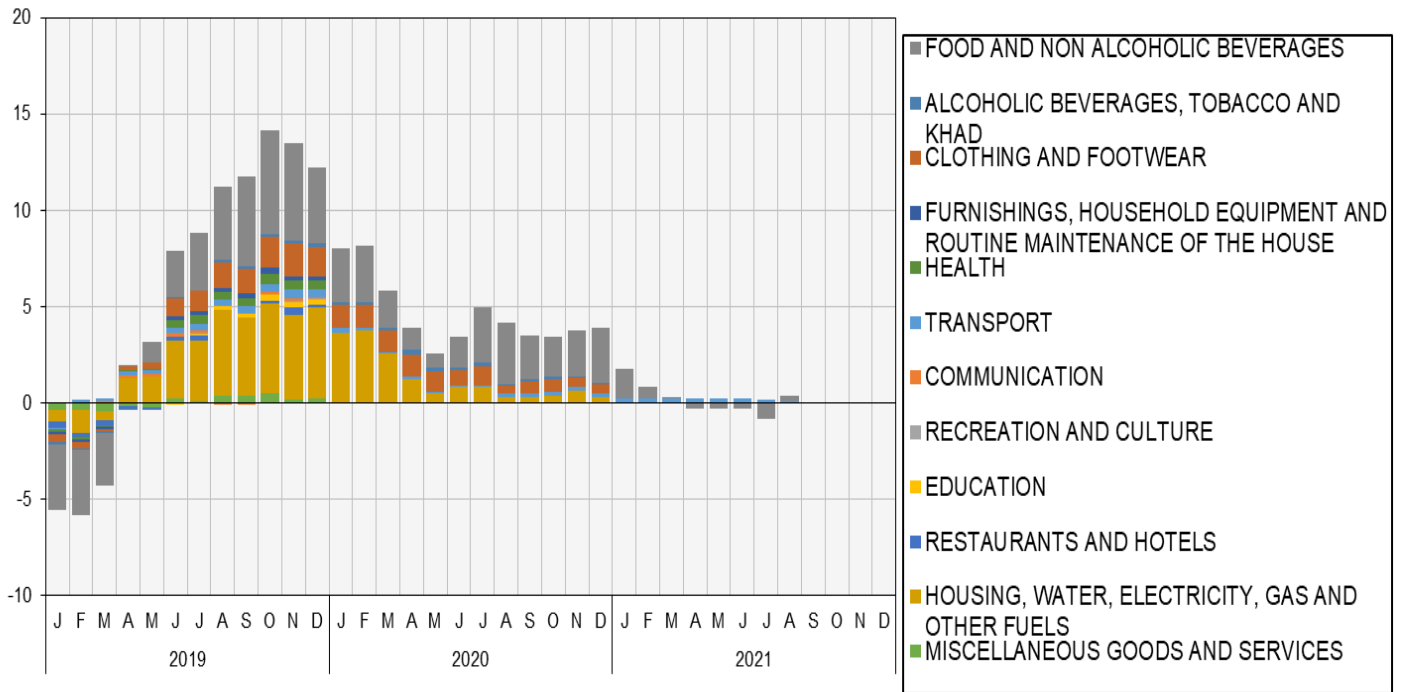
Consumer Price Index: Summary Table and Inflation Contribution by COICOP Group
Summary Table. Key Figures.

Table 3: Key Figures, August 2021 by main COICOP groups (Index = 100 at 2015)

COICOP Classification Group	Aug-20	Jul-21	Aug-21	Jul-21 to Aug-21 (monthly)	Aug-20 to Aug-21 (annual)
	Index	Index	Index	% change	% change
All Groups CPI	88.94	90.19	90.88	0.75	2.18
Food & Non-Alcoholic Beverages	87.00	86.62	87.54	1.07	0.62
Tobacco & Khad	98.94	99.08	99.41	0.34	0.48
Clothing & Footwear	90.22	97.99	98.11	0.13	8.74
Housing, Water, Electricity, Gas	87.21	86.90	86.68	-0.26	-0.62
Furnishing, Households and Maintenance	87.54	93.19	94.06	0.94	7.46
Health	91.10	95.55	95.96	0.43	5.34
Transport	97.73	102.40	103.44	1.02	5.84
Communication	87.72	87.63	87.76	0.15	0.04
Recreation & Culture	106.52	100.57	101.19	0.61	-5.01
Education	90.61	90.61	96.22	6.19	6.19
Restaurant & Hotels	86.30	95.73	96.78	1.10	12.15
Miscellaneous Goods & Services	121.83	128.74	128.85	0.09	5.77

Annual Inflation. Contribution by COICOP Group.

Figure 5: Point contribution (weighted %) by COICOP Group to the All-Groups CPI; August 2021.



Source: Puntland Statistics Department

Figure 5 provides an additional analysis of the All-Groups CPI inflation result. The All-Groups movement is broken up into a cross section of COICOP Groups displaying their respective impact (contribution) to the All