



UGANDA BUREAU OF STATISTICS

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PRESS RELEASE

PRODUCER PRICE INDICES AND INFLATION MANUFACTURING AND UTILITIES - JULY 2022

1.0 Annual Headline Inflation

The Inflation as measured by the Producer Price Index for Manufactured Goods and Utilities for the 12 months to July 2022 decreased to 19.4 percent compared to 22.8 percent registered for the year ended June 2022. This was mainly attributed to 20.3 percent slow down in the Manufacturing Sector for the year ending July 2022 compared to 24.1 percent registered for the year ended June 2022 as shown in Figure 1.

The main drivers in the Manufacturing sector were the Manufacture of Food products whose Inflation slowed down to 20.8 percent for the year ending July 2022 compared to 26.4 percent registered for the year ended June 2022, Manufacture of Chemicals & Chemical Products slowed down to 69.4 percent for the year ending July 2022 compared to 80.6 percent registered for the year ended June 2022 and Manufacture of Electrical Equipment slowed down to minus 1.8 percent for the year ending July 2022 compared to 3.8 percent registered for the year ended June 2022. Particularly, Manufacture of Vegetable and Animal Oils and Fats inflation decreased to 26.4 percent for the year ending July 2022 compared to 32.5 percent increase registered for the year ended June 2022.

In addition, the Inflation for Utilities increased to 6.0 percent for the year ending July 2022 compared to 4.0 percent registered for the year ended June 2022. This was attributed to 4.8 percent increase in the Inflation of Water Collection, Treatment and Supply registered in July 2022 compared to 0.0 percent registered in June 2022. Electricity Power Generation Inflation increased to 6.3 percent in July 2022, up from 4.9 percent in June 2022.

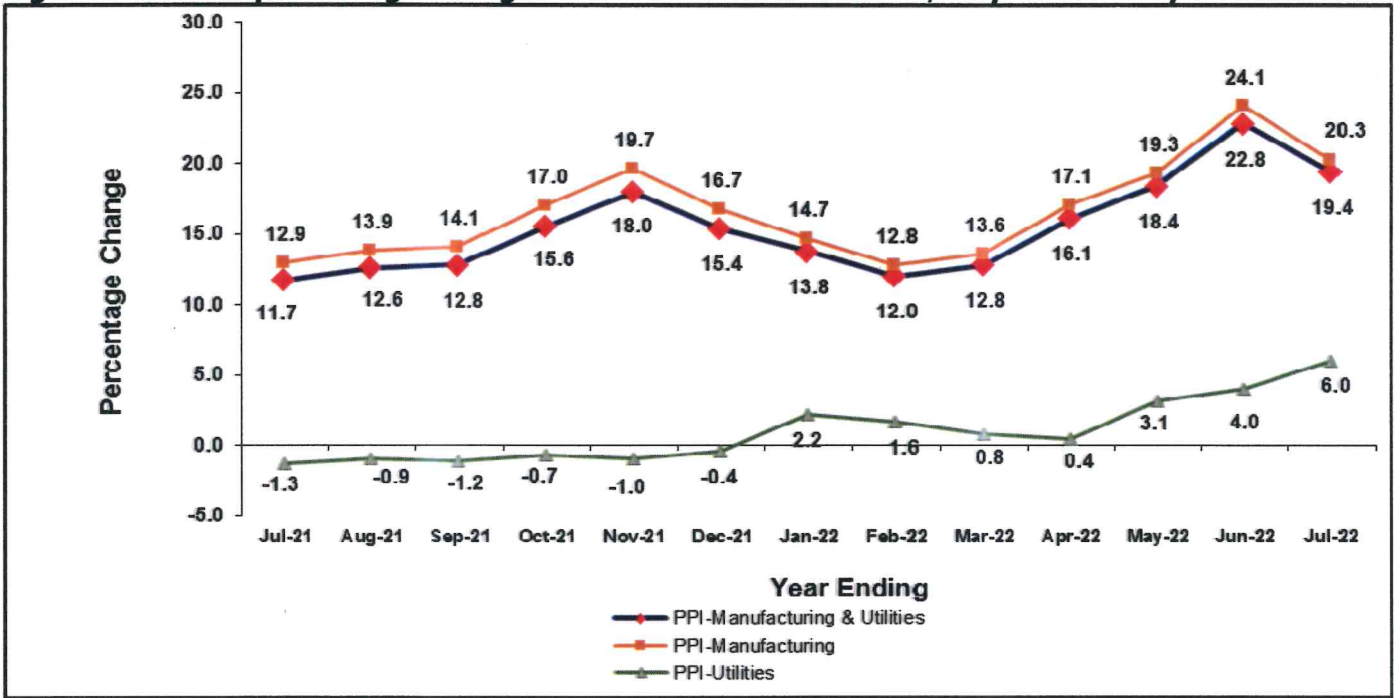
Table 1: Overall PPI-Manufacturing & Utilities and Rates of Inflation (Base: 2009/10)

Month	Overall Index (PPI-M&U)	Inflation
July-2022	242.62	19.4
June-2022	244.28	22.8
May-2022	240.67	18.4
April-2022	238.23	16.1
March-2022	230.22	12.8
February-2022	221.99	12.0
January-2022	218.17	13.8
December-2021	214.64	15.4
November-2021	215.05	18.0
October-2021	212.36	15.6
September-2021	206.74	12.8
August-2021	203.92	12.6
July-2021	203.20	11.7

Aliziki K. Lubega

FOR: EXECUTIVE DIRECTOR

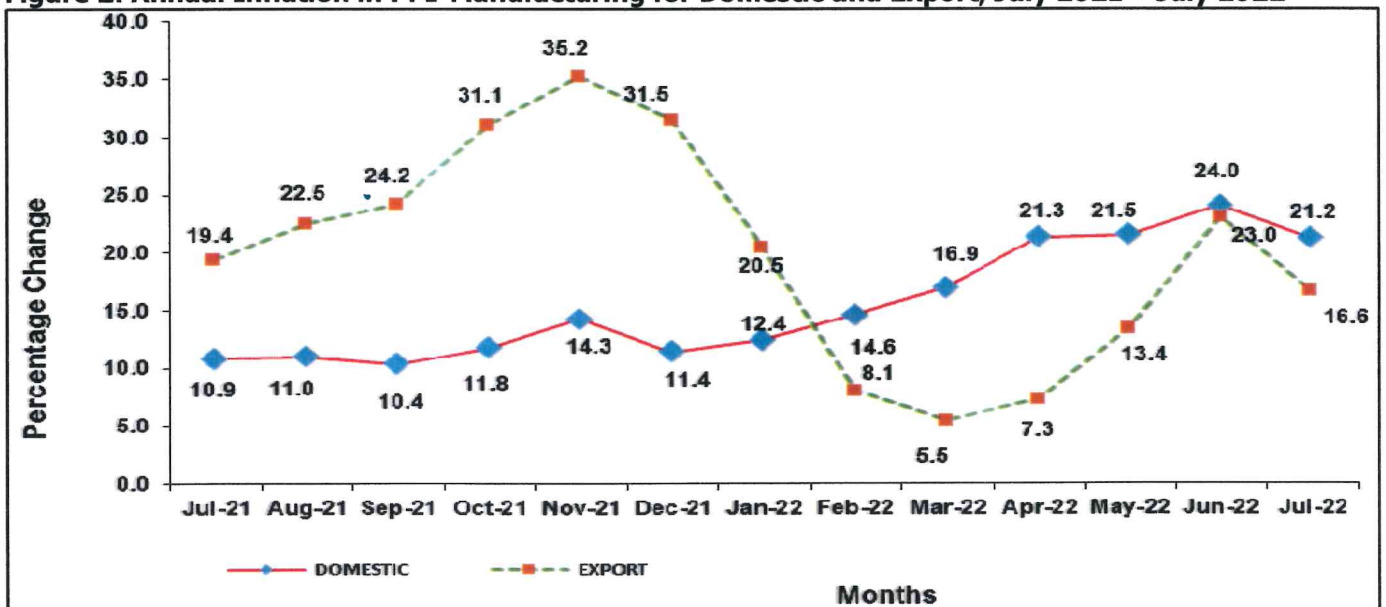
Figure 1: Annual percentage changes in Producer Price Indices, July 2021 – July 2022



The Producer Price Index for Manufactured goods is further disaggregated into goods produced for the local market (Domestic) and for Export. For the Domestic Market, the Inflation as measured by the Producer Price Index for the 12 months to July 2022 decreased to 21.2 percent compared to 24.0 percent registered in June 2022. This was mainly attributed to 25.9 percent increase in Manufacture of Food Products inflation in July 2022 compared to 30.3 percent registered in June 2022, Manufacture of Basic Metals registered 7.9 percent in July 2022 compared to 10.3 percent registered in June 2022 as shown in Figure 2.

In addition, the Inflation for Exported Manufactured Products slowed down to 16.6 percent for the 12 months to July 2022 compared to 23.0 percent registered in June 2022 as shown in Figure 2. The main drivers were Manufacture of Food Products inflation which slowed down to 13.2 percent compared to 20.3 percent registered in June 2022 and Manufacture of Leather & Related Products Inflation that slowed down to 41.9 percent in July 2022 compared to 47.2 percent in June 2022 as shown in Figure 2.

Figure 2: Annual Inflation in PPI-Manufacturing for Domestic and Export, July 2021 – July 2022



2.0 Monthly Inflation

The Monthly Inflation for Manufactured Goods and Utilities dropped by 0.7 percent in July 2022 compared to 1.5 percent rise registered in June 2022. This was attributed to 0.8 percent drop in the commodities under the Manufacturing sector in July 2022 compared to 1.5 percent rise in June 2022. Particularly Inflation of commodities under Manufacture of Food Products dropped by 1.2 percent in July 2022 compared to 2.1 percent rise registered in June 2022.

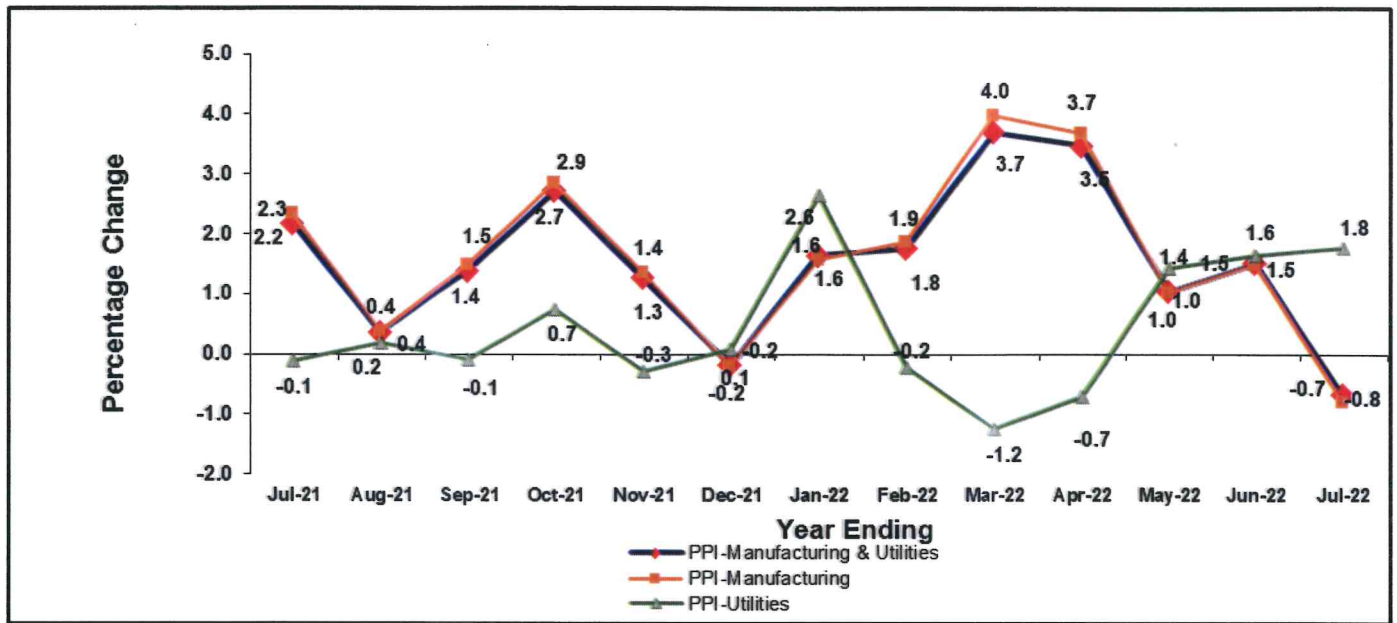
Specifically, Inflation for Processing & Preserving of Fish, Crustaceans and Molluscs dropped by 11.9 percent in July 2022 compared to 4.6 percent drop registered in June 2022, Manufacture of Dairy Products dropped by 1.4 percent in July 2022 compared to 0.8 percent rise registered in June.

Table 2: Monthly and Annual Changes in the Producer Price Indices in July 2022

18 ISIC Divisions	Weight	Monthly % Change July 2022	Annual % Change July 2022/ July 2021
MANUFACTURE OF FOOD PRODUCTS	364.96	-1.2	20.8
MANUFACTURE OF BEVERAGES	77.51	0.5	4.8
MANUFACTURE OF TOBACCO PRODUCTS	25.34	0.7	3.9
MANUFACTURE OF TEXTILES	19.23	0.0	2.3
MANUFACTURE OF WEARING APPAREL	55.24	0.9	3.0
MANUFACTURE OF LEATHER & RELATED PRODUCTS	15.92	1.0	33.6
MANUFACTURE OF WOOD AND PRODUCTS OF WOOD, CORK, EXCEPT FURNITURE	7.32	0.1	0.7
MANUFACTURE OF PAPER & PAPER PRODUCTS	15.86	0.6	4.2
PRINTING AND REPRODUCTION OF RECORDED MEDIA	25.33	0.0	6.6
MANUFACTURE OF CHEMICALS & CHEMICAL PRODUCTS	72.49	-1.2	69.4
MANUFACTURE OF PHARMACEUTICALS, MEDICINAL CHEMICAL & BOTANICAL PRODUCTS	23.74	0.3	3.0
MANUFACTURE OF RUBBER & PLASTIC PRODUCTS	26.45	0.4	5.8
MANUFACTURE OF OTHER NON-METALLIC MINERAL PRODUCTS	137.55	0.0	10.7
MANUFACTURE OF BASIC METALS	14.53	-1.3	7.9
MANUFACTURE OF FABRICATED METAL PRODUCTS, EXCEPT MACHINERY AND EQUIPMENT	10.83	-0.8	2.1
MANUFACTURE OF ELECTRICAL EQUIPMENT	15.24	-0.1	-1.8
MANUFACTURE OF FURNITURE	13.87	-0.5	1.0
UTILITIES	78.60	1.8	6.0
Overall	1,000.00	-0.7	19.4

However, the Inflation for Utilities rose by 1.8 percent in July 2022 compared to 1.6 percent rise registered in June 2022 as shown in Table 2 and Figure 2. This was attributed to Water Collection, Treatment and Supply Inflation that rose by 4.8 percent in July 2022 compared to 0.0 percent registered in June 2022. Electricity Power Generation Inflation rose by 1.2 percent in July 2022 compared to 2.0 percent rise registered in June 2022.

Figure 3: Monthly percentage changes in Producer Price Indices, July 2021 – July 2022



The Monthly Inflation for Exported Manufactured Products dropped by 1.8 percent in July 2022 compared to 0.2 percent rise registered in June 2022. This was mainly attributed to the decrease in Inflation of commodities under Manufacture of Food Products that dropped by 2.2 percent in July 2022 compared to 0.3 percent drop registered in June 2022.

In addition, the Monthly Inflation for goods produced for domestic market dropped by 0.4 percent in July 2022 compared to 2.0 percent rise registered in June 2022. This was mainly attributed to a drop in Inflation of Manufactured Food Products by 0.5 percent in July 2022 compared to 3.9 percent rise registered in June 2022.

Figure 4: Monthly changes in PPI-Manufacturing for Domestic and Export, July 2021 – July 2022

