



# UGANDA BUREAU OF STATISTICS

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## PRESS RELEASE

### PRODUCER PRICE INDICES AND INFLATION MANUFACTURING AND UTILITIES - SEPTEMBER 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 September 2022 was registered at 18.9 percent compared to 19.6 percent registered for the year ended August 2022. This was mainly attributed to 19.8 percent slow down in the manufacturing sector for the year ending September 2022 compared to the 20.4 percent increase registered for the year ended August 2022 as shown in Figure 1.

The main drivers in the manufacturing sector were the manufacture of chemicals and chemical products whose inflation slowed down to 61.9 percent for the year ending September 2022 compared to 69.6 percent registered for the year ended August 2022. Particularly, manufacture of soap, detergents, cleaning and polishing preparations inflation was registered at 69.9 percent for the year ending September 2022 compared to 78.9 percent registered for the year ended August 2022.

Manufacture of food products inflation registered at 20.4 percent for the year ending September 2022 compared to 20.9 percent registered for the year ended August 2022 and manufacture of leather and related products registered at 25.4 percent for the year ending September 2022 compared to 34.5 percent registered for the year ended August 2022.

In addition, the inflation for utilities was registered at 4.6 percent for the year ending September 2022 compared to 6.4 percent registered for the year ended August 2022. This was attributed to 4.6 percent slow down in the inflation of electricity power generation registered in September 2022 compared to 6.8 percent registered in August 2022.

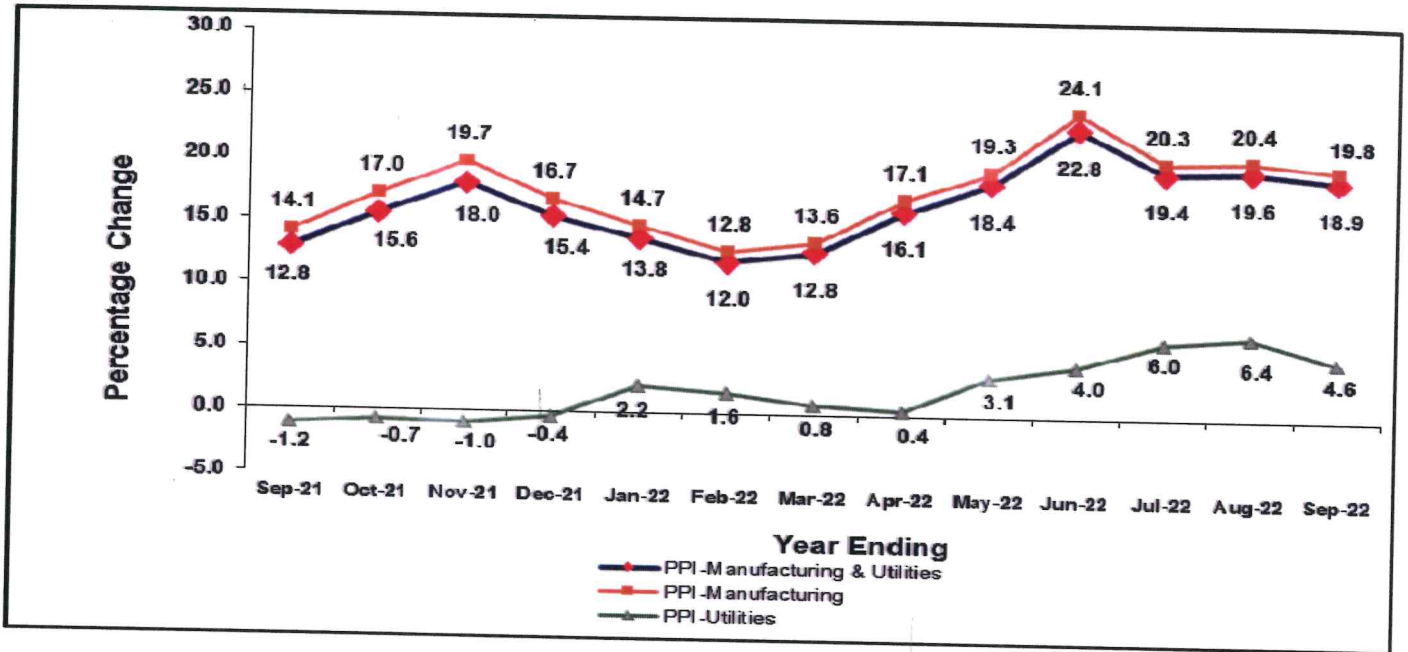
**Table 1: Overall PPI-Manufacturing & Utilities and Rates of Inflation (Base: 2009/10)**

Month	Overall Index (PPI-M&U)	Inflation
September-2022	245.82	18.9
August-2022	243.85	19.6
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

Aliziki K. Lubega

**FOR: EXECUTIVE DIRECTOR**

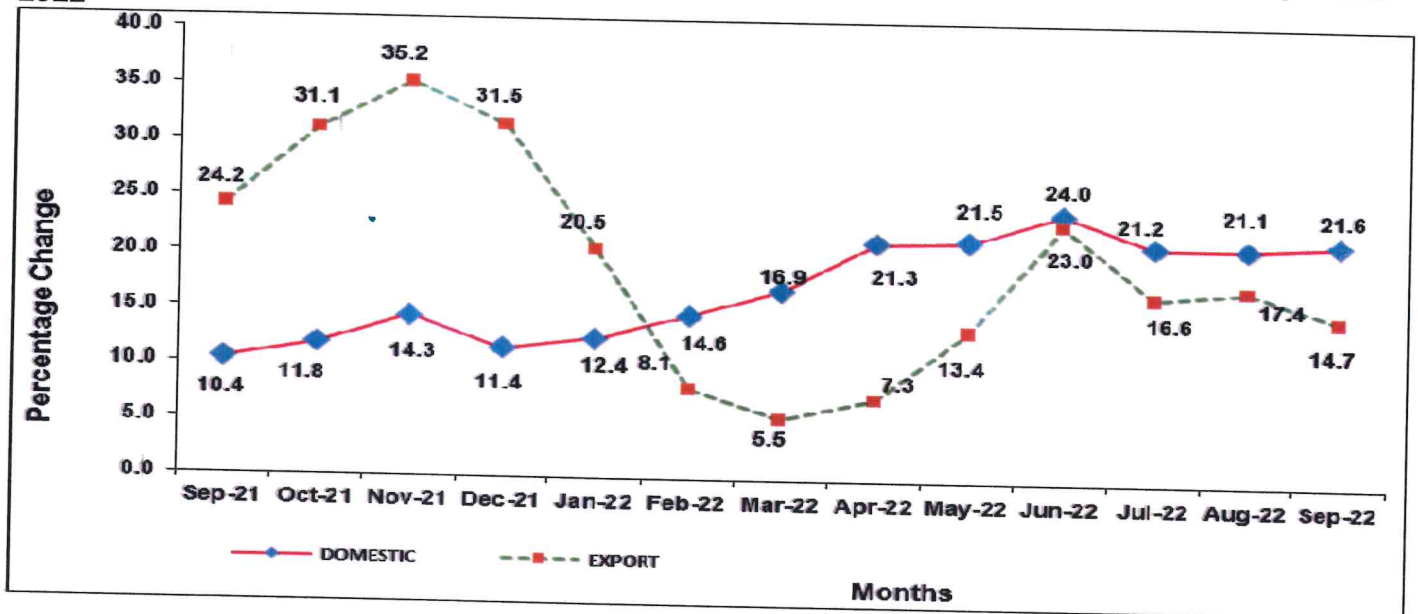
**Figure 1: Annual percentage changes in Producer Price Indices, September 2021 – September 2022**



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 September 2022 increased to 21.6 percent compared to 21.1 percent registered in August 2022. This was mainly attributed to 27.0 percent increase in manufacture of food products in September 2022 compared to 25.6 percent registered in August 2022, manufacture of wearing apparel inflation increased to 5.1 percent in September 2022 compared to 3.0 percent registered in August 2022 as shown in Figure 2.

In addition, the inflation for exported manufactured products slowed down to 14.7 percent for the 12 months to September 2022 compared to 17.4 percent registered in August 2022 as shown in Figure 2. The main drivers were manufacture of chemicals and chemical products inflation which slowed down to 62.1 percent compared to 111.2 percent registered in August 2022 and manufacture of leather and related products inflation that slowed down to 29.5 percent in September 2022 compared to 42.9 percent in August 2022 as shown in Figure 2.

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



## 2.0 Monthly Inflation

The monthly inflation for manufactured goods and utilities rose by 0.8 percent in September 2022 compared to 0.5 percent rise registered in August 2022 . This was attributed to a 0.9 percent rise in the commodities under the manufacturing sector in September 2022 compared to 0.5 percent rise in August 2022.

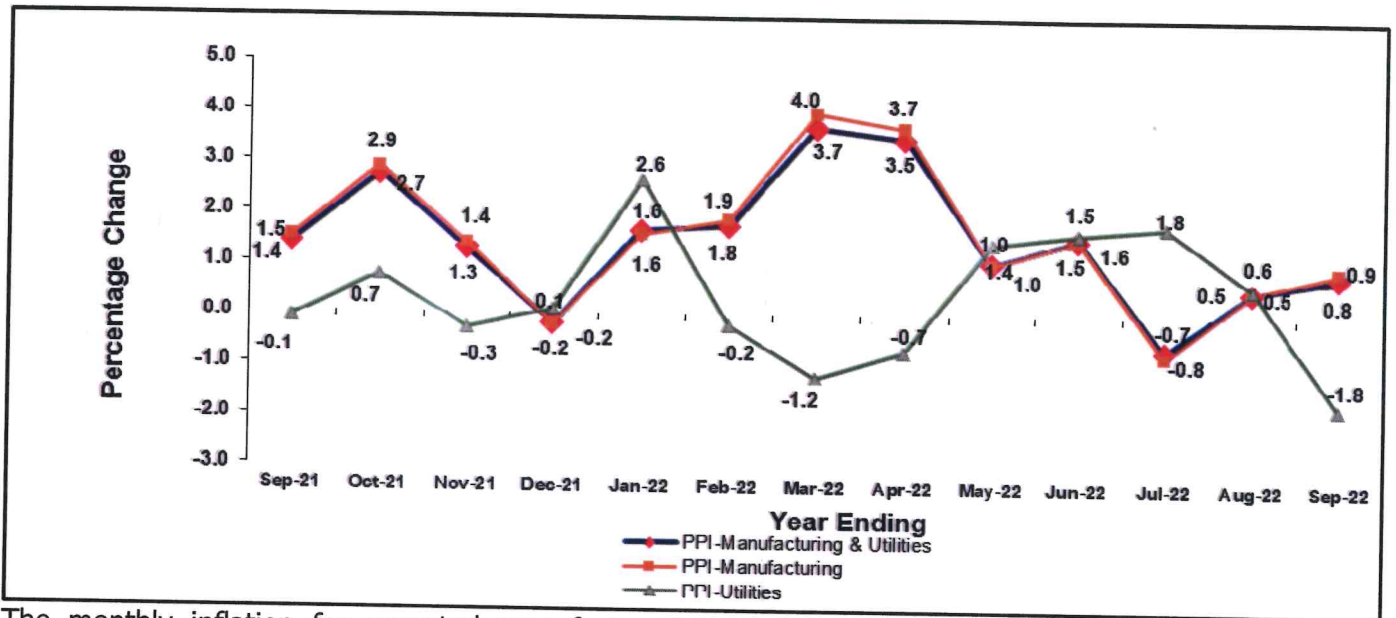
Inflation for commodities under manufacture of food products rose by 1.4 percent in September 2022 compared to 0.7 percent rise registered in August 2022. Specifically, inflation for manufacture of sugar rose by 21.5 percent in September 2022 compared to 0.6 percent rise registered in August 2022, coffee processing rose by 2.5 percent in September 2022 compared to 0.7 percent rise registered in August 2022.

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

18 ISIC Divisions	Weight	Monthly % Change September 2022	Annual % Change September 2022/ September 2021
MANUFACTURE OF FOOD PRODUCTS	364.96	0.9	19.8
MANUFACTURE OF BEVERAGES	77.51	1.4	20.4
MANUFACTURE OF TOBACCO PRODUCTS	25.34	0.3	3.6
MANUFACTURE OF TEXTILES	19.23	-0.1	5.0
MANUFACTURE OF WEARING APPAREL	55.24	0.0	0.0
MANUFACTURE OF LEATHER & RELATED PRODUCTS	15.92	2.7	5.1
MANUFACTURE OF WOOD AND PRODUCTS OF WOOD, CORK, EXCEPT FURNITURE	7.32	0.1	25.4
MANUFACTURE OF PAPER & PAPER PRODUCTS	15.86	0.0	0.8
PRINTING AND REPRODUCTION OF RECORDED MEDIA	25.33	0.7	6.4
MANUFACTURE OF CHEMICALS & CHEMICAL PRODUCTS	72.49	0.0	3.9
MANUFACTURE OF PHARMACEUTICALS, MEDICINAL CHEMICAL & BOTANICAL PRODUCTS	23.74	-2.0	61.9
MANUFACTURE OF RUBBER & PLASTIC PRODUCTS	26.45	0.2	4.5
MANUFACTURE OF OTHER NON-METALLIC MINERAL PRODUCTS	137.55	0.0	5.6
MANUFACTURE OF BASIC METALS	14.53	0.0	10.3
MANUFACTURE OF FABRICATED METAL PRODUCTS, EXCEPT MACHINERY AND EQUIPMENT	10.83	4.8	13.4
MANUFACTURE OF ELECTRICAL EQUIPMENT	15.24	-2.1	5.4
MANUFACTURE OF FURNITURE	13.87	-0.1	-3.8
UTILITIES	78.60	-1.8	4.6
<b>Overall</b>	<b>1,000.00</b>	<b>0.8</b>	<b>18.9</b>

However, the inflation for utilities decreased by 1.8 percent in September 2022 compared to 0.6 percent rise registered in August 2022 as shown in Table 2 and Figure 2. This was attributed to electricity power generation inflation that decreased by 2.2 percent in September 2022 compared to 0.7 percent rise registered in August 2022. water collection, treatment and supply remained stable at 0.0 percent in September 2022, same rate registered in August 2022.

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



The monthly inflation for exported manufactured products rose by 1.6 percent in September 2022 compared to 1.4 percent rise registered in August 2022. This was mainly attributed to the rise in inflation of commodities under manufacture of food products by 2.3 percent in September 2022 compared to 1.5 percent rise registered in August 2022.

In addition, the monthly inflation for goods produced for domestic market rose by 0.7 percent in September 2022 compared to 0.1 percent rise registered in August 2022. This was mainly attributed to a rise in inflation of manufactured food products by 0.9 percent in September 2022 compared to 0.2 percent rise registered in August 2022.

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

