#### PRESS RELEASE

# GHANA, JULY 2025 PRODUCER PRICE INDEX AND INFLATION

Presented by

Dr. Alhassan Iddrisu Government Statistician

**20th August 2025** 



### In this release, we present:

- 1. Introduction
- 2. Main Points
- 3. Price Drivers
- 4. Conclusion
- 5. Recommendation
- 6. Publications



### Introduction (1)

- 1. The Producer Price Index (PPI) measures the average change in the selling prices of goods and services as received by domestic producers over time.
- 2. PPI computation is based on a fixed basket of products using data on prices of **2,639 items** in the basket received by **603 domestic producers** each month, with March 2020 to February 2021 = 100 as the base year.
- 3. The Prices collected are known as *factory gate prices*, which are the prices firms receive for selling products or offering services.

### Introduction (2)

- 4. These prices exclude sales and excise taxes, government subsidies, and other costs incurred by other intermediaries and consumers.
- 5. Producer price inflation is the rate at which the price received by domestic producers for their goods and services rises or falls. It is measured as the percentage change in the PPI between two periods.
- 6. The producer price inflation is presented on both a month-on-month basis and a year-on-year basis.

### Main Points: PPI and Inflation for July 2025(1/2)

- 1. The Producer Price Index (PPI) for July 2025 was 262.5, up from 258.2 in June 2025 and 253.0 in July 2024.
- 2. Therefore, Year-on-Year (Y-o-Y) producer price inflation for all goods and services was 3.8% in July 2025.
- 3. This means that on average, the ex-factory price of goods and services increased by 3.8% between July 2024 and July 2025. The Y-o-Y producer price inflation is:
  - 2.0 ppt lower than the June 2025 producer inflation rate;
  - 25.3 ppts lower than the July 2024 producer inflation rate
  - the lowest inflation since November 2023; and
  - the sixth consecutive month we recorded a decline
- 4. On a month-on-month (M-on-M) basis, the rate between June and July 2025 is 1.6%. Thus, on average, prices received by producers for their goods and services increased by 1,6% in July, relative to June 2025.

Month	PPI	Inflation		
		Monthly	Yearly	
July-2024	253.0	3.7%	29.1%	
Aug-2024	259.9	2.7%	33.2%	
Sept-2024	261.7	0.7%	30.5%	
Oct-2024	269.6	3.0%	33.0%	
Nov-2024	264.7	-1.8%	27.0%	
Dec-2024	261.1	-1.4%	26.1%	
Jan-2025	270.6	3.6%	28.5%	
Feb-2025	274.5	1.5%	27.6%	
Mar-2025	276.1	0.6%	24.4%	
Apr-2025	273.9	-0.8%	18.6%	
May-2025	262.2	-4.3%	10.1%	
Jun-2025	258.5	-1.4%	5.8%	
July-2025	262.5	1.6%	3.8%	



### Main Points: Year-on-Year Inflation for July 2025

		_	June-25		July-25		Change in Inflation
No	Sectors	Weights	Inflation	Contribution	Inflation	Contribution	between June & July
		=	%	ppt	%	ppt	ppt
	All Activity PPI	100.0	5.8	5.8	3.8	3.8	-2.0
1	Mining and quarrying	43.7	6.5	2.8	4.6	2.0	-1.9
2	Manufacturing	35.0	7.2	2.5	3.6	1.3	-3.6
3	Electricity and gas	4.3	5.1	0.2	6.7	0.3	1.6
4	Water supply; sewerage, waste management	2.3	3.6	0.1	4.1	0.1	0.5
5	Construction	0.9	6.0	0.1	5.3	0.0	-0.7
6	Transportation and storage	2.4	-7.0	-0.2	-8.1	-0.2	-1.1
7	Accommodation and food service activities	0.4	-2.7	0.0	-2.7	0.0	0.0
8	Information and communication	11.1	2.6	0.3	2.6	0.3	0.0

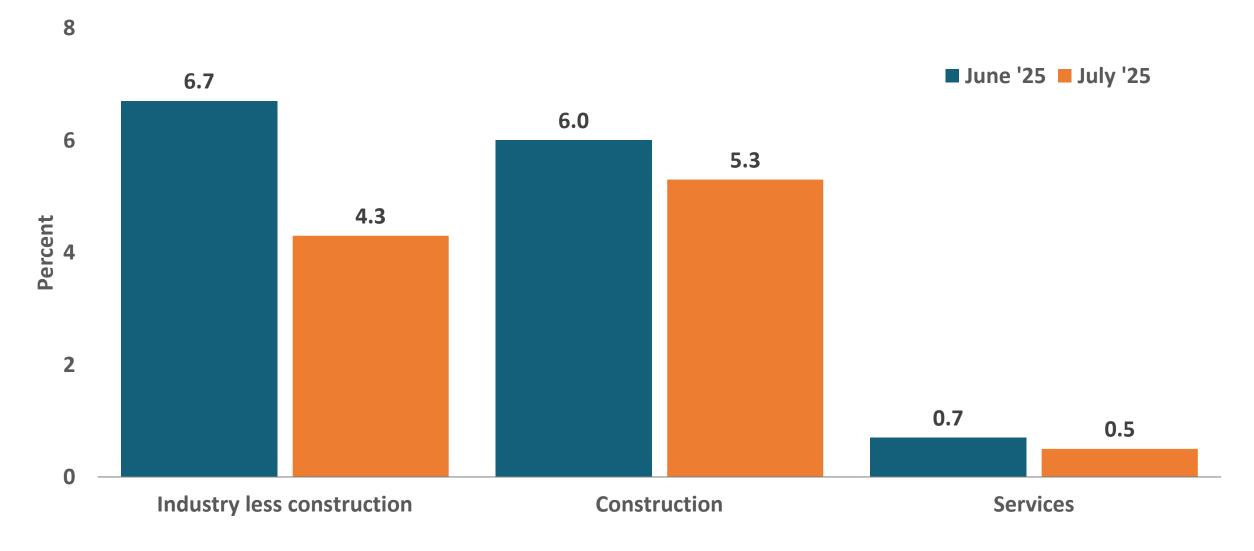


### Main Points: Month-on-Month Inflation for July 2025

	Sectors	Weights	June-25		July-25		Change in Inflation
No			Inflation	Contribution	Inflation	Contribution	between
			%	ppt	%	ppt	June & July
	All Activity PPI	100	-1.6	-1.6	1.6	1.6	3.2
1	Mining and quarrying	43.7	-2.0	-0.9	2.2	1.0	4.2
2	Manufacturing	35.0	-1.4	-0.5	1.5	0.5	2.9
3	Electricity and gas	4.3	-3.4	-0.1	2.2	0.1	5.6
4	Water supply; sewerage, waste management	2.3	-0.1	0.0	0.5	0.0	0.6
5	Construction	0.9	-0.4	0.0	0.3	0.0	0.7
6	Transportation and storage	2.4	0.7	0.0	1.1	0.0	0.4
7	Accommodation and food service activities	0.4	-6.6	0.0	1.5	0.0	8.1
8	Information and communication	11.1	-0.2	0.0	0.0	0.0	0.2

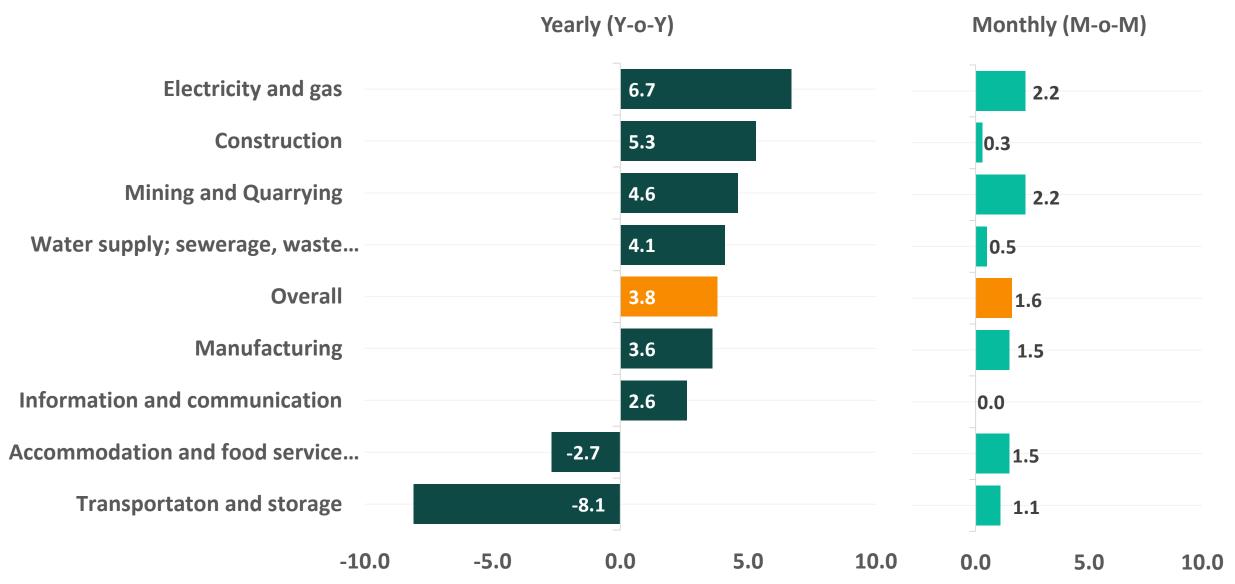


### Year-on-Year Producer Inflation by Sectors (%)



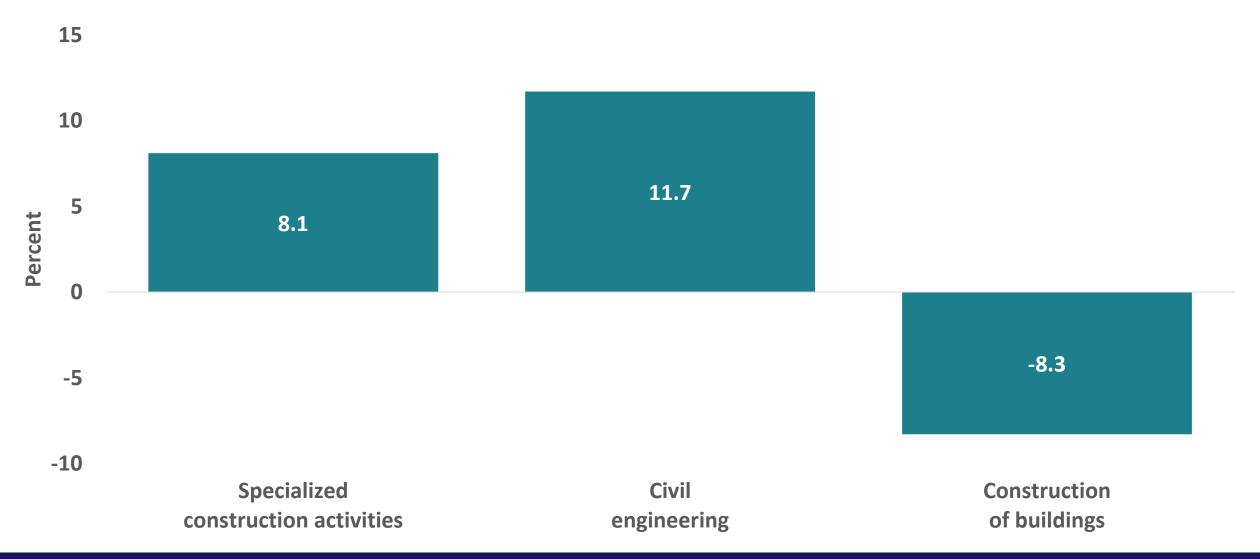


### July 2025 Producer Inflation by Sub-Sectors (%)

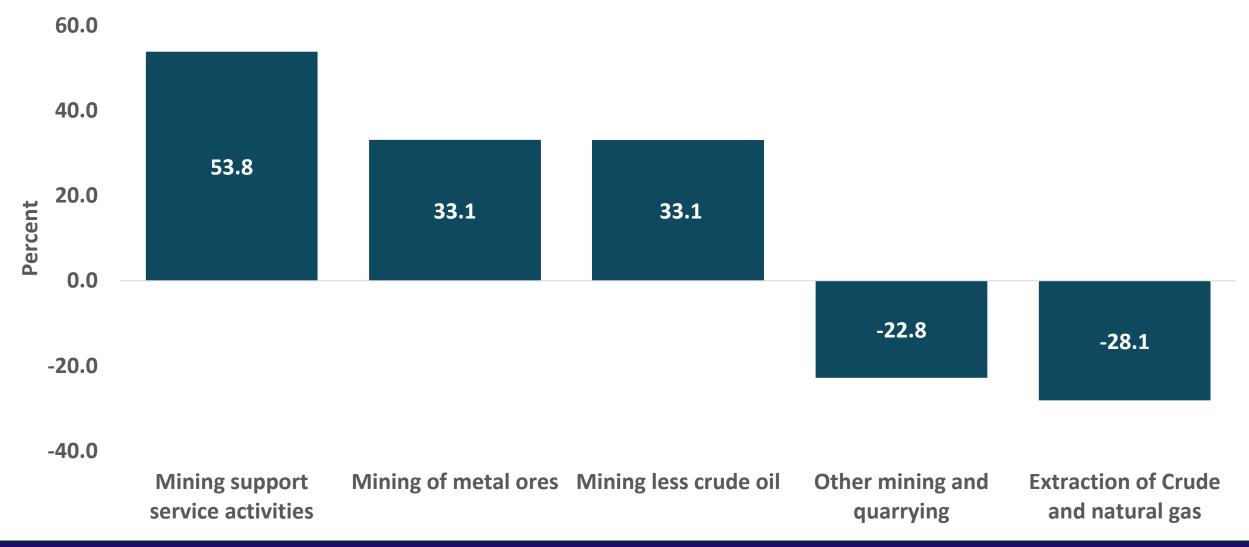




### July 2025 Producer Inflation of Sub-groups within the Construction Sub-Sector

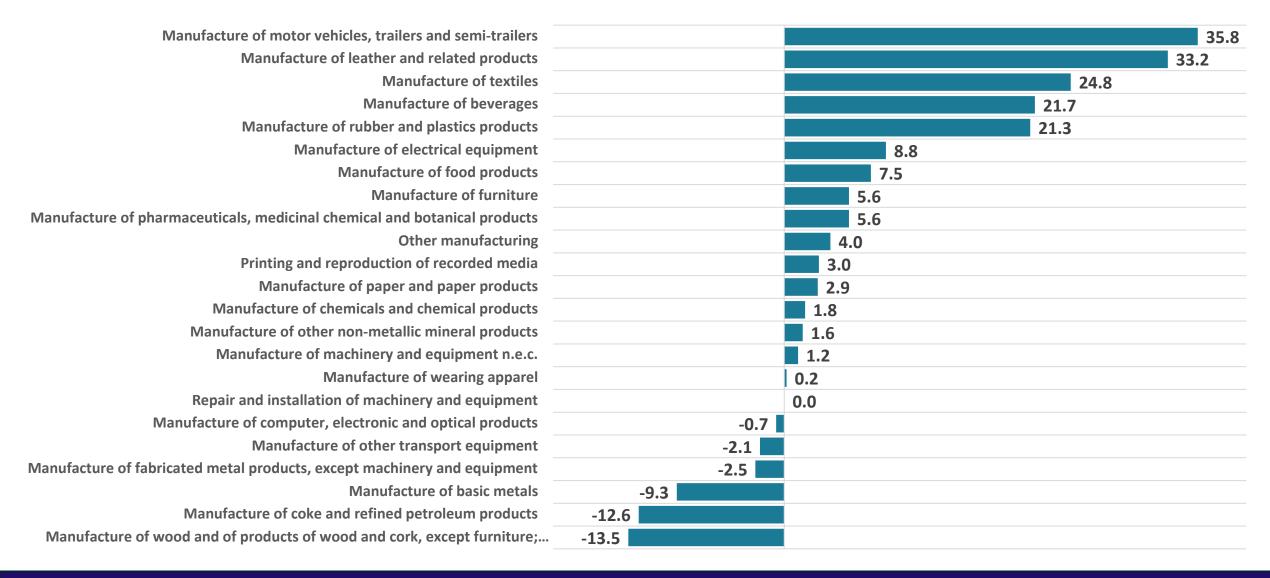


## July 2025 Inflation of Sub-groups within the Mining and Quarrying Sub-Sector



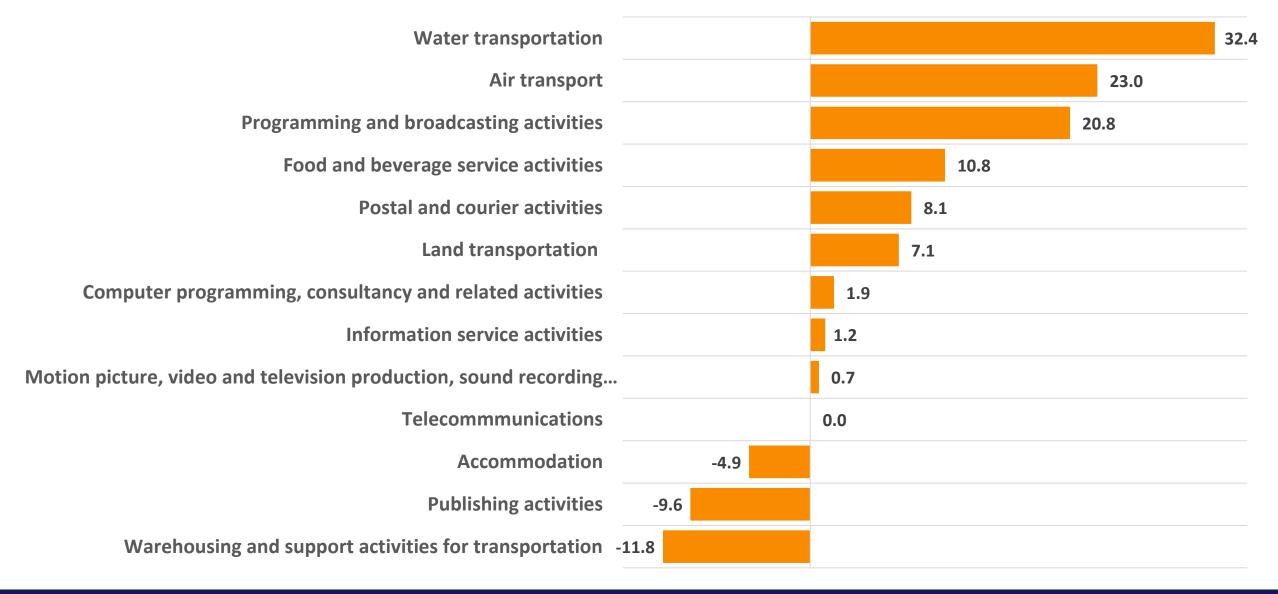


### July 2025 Producer Inflation of Sub-groups in the Manufacturing sub-sector



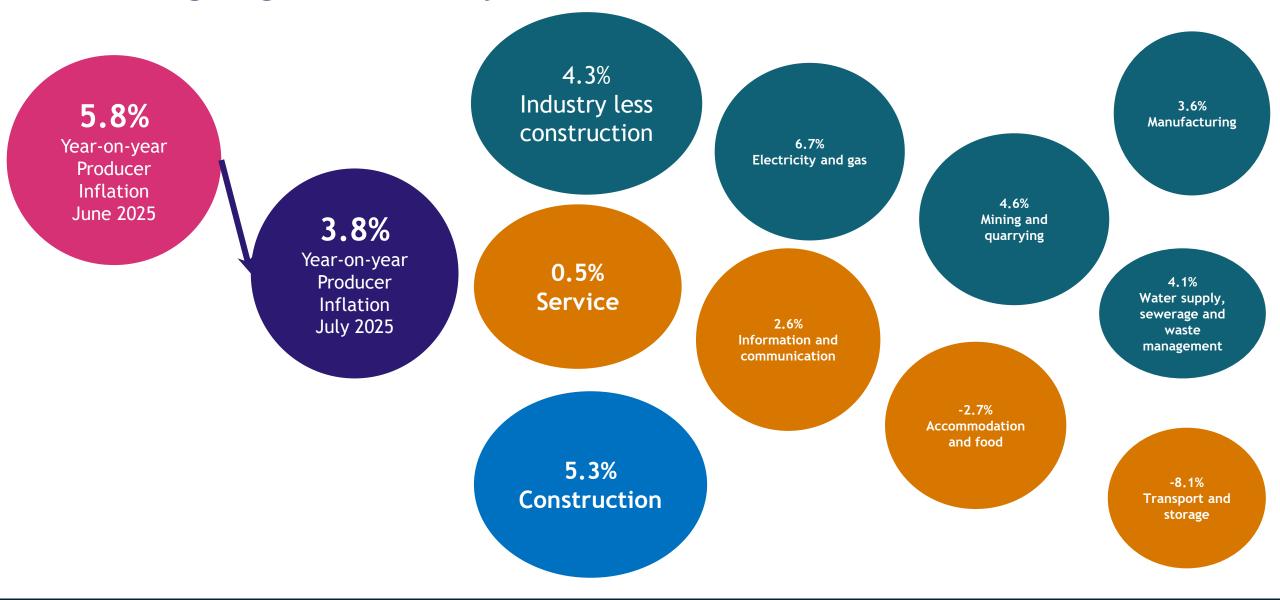


### Producer Inflation in the Services Sector for July 2025



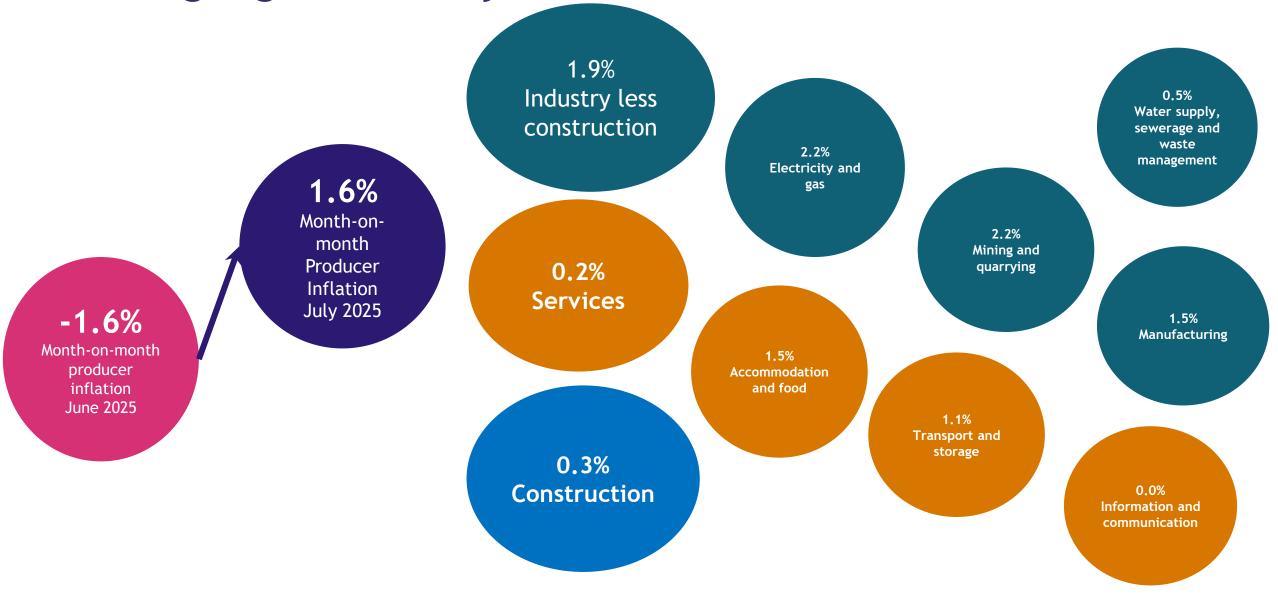


### Highlights for July 2025 Y-on-Y Producer Inflation





### Highlights for July 2025 M-on-M Producer Inflation





### Conclusion (1)

- 1. In July 2025, Ghana's Producer Price Inflation is 3.8%, down from 5.8% in June, representing a 2.0 percentage points fall, the 6th consecutive month we have seen a decline, and the lowest producer inflation rate recorded since November 2023.
- 2. The data also show a producer price inflation of 1.6% between June and July 2025, on average, prices received by producers for their goods and services rose by 1.6% in July compared to June 2025.
- 3. Mining and Quarrying, Ghana's largest sector with a weight of 43.7%, saw inflation fall by 1.9 percentage points from 6.5% in June to 4.6% in July.

### Conclusion (2)

- 4. Similarly, Manufacturing, which makes up 35% of the PPI, eased from 7.2% to 3.6%, shedding off 3.6 ppts.
- 5. Manufacturing, mining and quarrying sub-sectors alone with the biggest share accounted for the fall in producer inflation.
- 6. Prices are falling in some sectors. Transport costs dropped further from -7.0% in June to -8.1% July, while hotel and restaurant prices remained the same with no inflation change (2.6%).
- 7. If these savings reach consumers, we could see real relief.

#### Recommendation

1. For **businesses**, rethink pricing and renegotiate smartly. Falling costs bring opportunity, but tighter margins too. Stay ahead by innovating, not just adjusting prices.

2. For **government**, lock in stability, boost production, and support key sectors like mining and manufacturing with smart incentives to drive demand, protect jobs, and keep the momentum strong.

3. For households and consumers watch prices closely. If producer costs are falling, retail prices should too, all else remaining constant. Buy smart, question markups, and support brands that pass savings on.



### **Publications**

 PowerPoint Presentation on July 2025 Producer Price Index and Inflation

2. July 2025 PPI and Inflation Newsletter

3. Detailed PPI data on the Statsbank

4. Infographics for July 2025 PPI and Producer Inflation

#### THANK YOU

### End of Press Release for July 2025 Producer Price Index

For enquiries, please contact:
Anthony Krakah (PhD)
(Head, Business Statistics Unit, GSS)
anthony.krakah@statsghana.gov.gh





PRESS RELEASE



# Producer Price Index and Inflation

**July 2025**