



Republic of Ghana

# Newsletter Producer Price Index (PPI) June 2021



July 21, 2021

## Producer Price Inflation Rate in June 2021 is 10.1%

### The Producer Price Index

The Producer Price Index (PPI) measures the average change over time in the prices received by domestic producers for the production of their goods and services. The PPI for Ghana reports the producer price indices with reference to September 2006, the base period. This release shows the annual (year-on-year) and monthly producer inflation rates for all industry and three major sub-sectors of industry (Mining and Quarrying, Manufacturing and Utilities) for the last twelve months. The figures for June 2021 are provisional and are subject to revision when additional data become available. All other indicators are final.

### June 2021 Producer Inflation

The Producer Price Inflation rate for June 2021 was 10.1 percent. This rate indicates that between June 2020 and June 2021 (year-on-year), the PPI increased by 10.1 percent. This rate represents a 1.7 percentage point decrease in producer inflation relative to the rate recorded in May 2021 (11.8%). The month-on-month change in producer price index between May 2021 and June 2021 was 1.1 percent. (Table 1)

**Table1: PPI for April, May & June 2021**

Month	Index level	Change rate (%)	
	Sept 2006=100	Monthly	Yearly
April, 2021	746.8	-0.3	10.9
May rev. 2021	761.8	2.0	11.8
<b>June, 2021</b>	<b>p769.7</b>	<b>p1.1</b>	<b>p10.1</b>

p = Provisional

The producer price inflation in the Mining and Quarrying sub-sector decreased by 3.2 percentage points over the May 2021 rate of 12.7 percent to record 9.5 percent in June 2021. The producer inflation for the Manufacturing sub-sector, which constitutes more than two-thirds of the total industry, decreased by 1.8 percentage points to record 12.8 percent. The utility sub-sector recorded no inflation rate for June 2021.

**Table 2: PPI and Inflation by Sector, June 2021 (September 2006= 100)**

Sector	Index level	Change rate (%)	
	Sept 2006=100	Monthly	Yearly
Mining & Quarrying	2,059.0	-1.1	9.5
Manufacturing	594.0	1.8	12.8
Utilities	899.4	0.0	0.1
<b>ALL INDUSTRY</b>	<b>769.7</b>	<b>1.1</b>	<b>10.1</b>

The data in this table are provisional.

### Trends

In June 2020, the producer price inflation rate for all industry was 9.5 percent. The rate decreased to 9.0 percent in August 2020. It increased to 9.7 percent in September 2020 but declined consistently to record 7.0 percent in December 2020. In March 2021, the rate increased to 13.0 percent. However,

in April 2021, it declined to 10.9 percent. In May 2021, the rate rose to 11.8 percent but decreased to 10.1 percent in June 2021.

## Manufacturing Sector

In June 2021, five out of the sixteen major groups in the manufacturing sub-sector recorded inflation rates higher than the sector average of 12.8 percent. Manufacture of motor vehicles, trailers, and semi-trailers recorded the highest inflation rate of 28.4 percent, while the Manufacture of electrical machinery and apparatus n.e.c. recorded the least inflation rate of 0.0 percent (Fig. 2).

## Petroleum Price Index

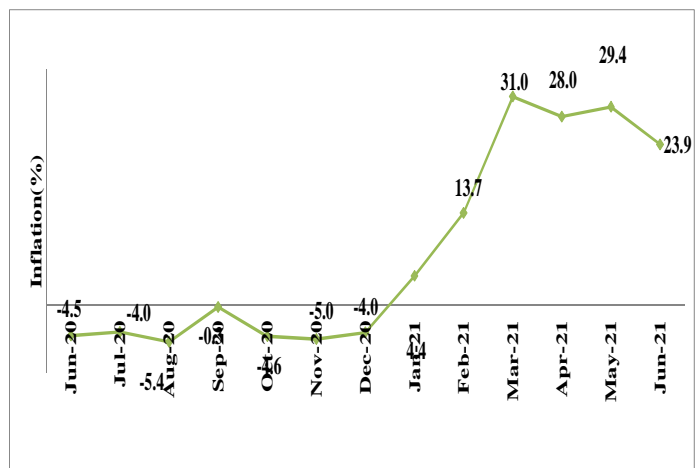
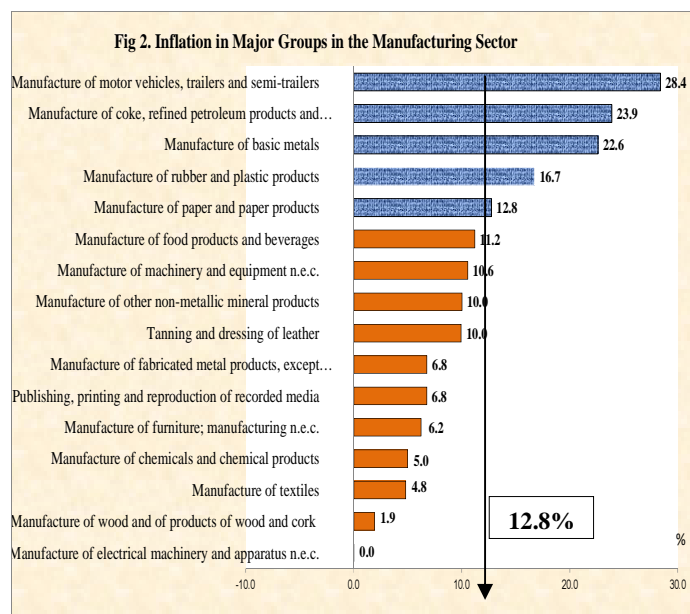
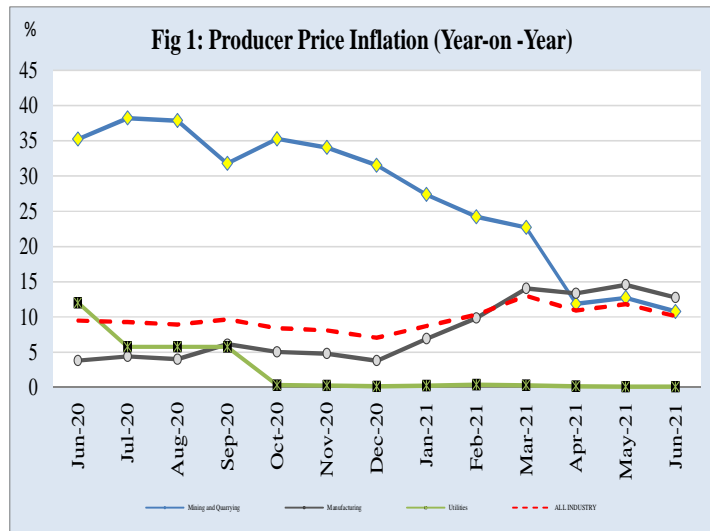
The producer inflation rate in the petroleum sub-sector was -4.5 percent in June 2020. The rate fluctuated between July 2020 (-4.0%) and November 2020 (-5.0%). Subsequently, the rate increased continuously to pick at 31.0 percent in March 2021 but declined to 23.9 percent in June 2021. (Fig 3).

## Highlights

The year-on-year producer inflation for all industry was 10.1 percent in June 2021; the monthly change rate was 1.1 percent.

The Manufacturing sub-sector recorded the highest year-on-year producer price inflation rate of 12.8 percent, followed by the Mining and Quarrying sub-sector with 9.5 percent. The Utility sub-sector recorded the lowest year-on-year producer inflation rate of 0.1 percent.

The manufacturing sub-sector recorded the highest monthly inflation rate of 1.8 percent, followed by the utility sub-sector with no change in inflation (0%), with the mining and quarrying the sub-sector (-1.1%).



Copies of the Newsletter may be obtained from the information desk of Ghana Statistical Service or the GSS website at [statsghana.gov.gh](http://statsghana.gov.gh). For details of the PPI and for further explanation, please contact the Business & Industrial Statistics Section of the GSS or call 0302-682640. You may also contact us at the following address: Ghana Statistical Service, P. O. Box GP1098, Accra, Ghana.