



PRODUCER PRICE INDEX (PPI)

Producer Price Index (PPI) December 2021

NATIONAL INSTITUTE OF STATISTICS OF RWANDA (NISR)

1. Summary

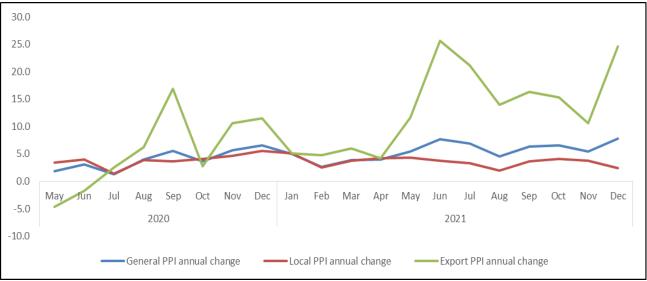
This is the monthly publication of the Producer Price Index (PPI) for the month of December 2021.

- General Producer Price Index increased by 7.8 percent on annual basis
- Local Producer Price Index increased by 2.4 percent on annual basis
- Export Producer Price Index increased by 24.6 percent on annual basis
- ➢ General Producer Price Index increased by 2.7 percent on monthly basis
- ▶ Local Producer Price Index decreased by 0.2 percent on monthly basis
- > Export Producer Price Index increased by 10.6 percent on monthly basis

Table1. PPI monthly and annual changes for All Rwanda, local products and exports (in percentages)

Table 1: Producer Price Index, General, Local and Exports													
Percentage change on the same period 12 months and or one month earlier:													
	2020	020 2021											
	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
General PPI annual change	6.5	5.0	2.6	3.9	3.9	5.4	7.7	6.9	4.5	6.4	6.5	5.4	7.8
Local PPI annual change	5.5	5.1	2.5	3.8	4.2	4.3	3.7	3.3	1.9	3.6	4.1	3.7	2.4
Export PPI annual change	11.5	5.0	4.8	6.0	4.2	11.6	25.6	21.1	14.0	16.3	15.3	10.6	24.6
General PPI monthly change	0.5	0.5	0.4	0.8	-0.1	0.3	2.4	0.3	-1.6	0.9	0.3	0.6	2.7
Local PPI monthly change	1.1	0.7	0.4	0.7	0.1	0.1	0.1	0.2	-1.2	0.6	0.8	0.2	-0.2
Export PPI monthly change	-1.8	-0.5	0.4	1.2	-0.6	1.1	10.5	0.8	-2.8	1.6	-1.0	1.9	10.6
Source: NISR													

Figure1: Annual PPI for All Rwanda, local products and exports



Source: NISR.

1. Introduction

The Producer Price Index (PPI) measures the average change over time in prices received by domestic producers for the production of their goods and services. The Producer Price Index for Rwanda is published on monthly basis.

It presents price changes for all combined products, products for local sales and that for exports. It covers a sample of 114 establishments and 402 products spread countrywide, both in Kigali City and in rural areas.

The Producer Price Index survey is conducted jointly with the National Bank of Rwanda. It now covers mining, manufacturing and energy.

2. General Producer Price Index

Table below presents the percentage changes on monthly and annual basis.

Table	2: Produ	cer Price Index, General Index summary	Percentage change in Dec. 2021					
Level	Index ID	ISIC rev. 4 Description	Weights on Nov. 2021 on Dec. 2020					
1	R	Rwanda	1000	2.7	7.8			
2	RB	Mining and quarrying	96	4.2	19.7			
2	RC	Manufacturing	714	4.0	11.2			
2	RD	Electricity, gas, steam and air conditioning supply	58	0.0	0.0			
2	RE	Water supply; sewerage, waste management and remediation activities	129	0.0	0.0			
2	RJ	Information and communication	3	0.0	0.0			
Source	e:NISR							

In December 2021, General PPI increased by 7.8 percent when compared to the same month of 2020. This is due to an increase of 11.2 percent in prices of manufacturing activities and an increase of 19.7 percent in prices of 'mining and quarrying'.

Monthly general PPI increased by 2.7 percent. This is due to an increase of 4 percent in prices of manufacturing activities and an increase of 4.2 percent in prices of 'mining and quarrying'.

3. Local Producer Price Index

The table below presents the percentage changes on monthly and annual basis.

Table	3: Produc	er Price Index, Local Index summary	Percentage change in Dec. 2021					
Level	Index ID	ISIC rev. 4 Description	Weights on Nov.	2021	on Dec. 2020			
1	R	Rwanda	1000	-0.2	2.4			
2	RC	Manufacturing	749	-0.4	4.5			
2	RD	Electricity, gas, steam and air conditioning supply	76	0.0	0.0			
2	RE	Water supply; sewerage, waste management and remediation activities	171	0.0	0.0			
2	RJ	Information and communication	4	0.0	0.0			
Source	e:NISR		•					

Local PPI increased by 2.4 percent in December 2021 compared to the same month of 2020. This is due to an increase of 4.5 percent in prices of manufacturing activities.

Monthly local PPI decrease by 0.2 percent. This is due to a decrease of 0.4 percent in prices of manufacturing activities.

4. Export Producer Price Index

Table	4: Producer	Price Index, Exports Index summary		Percentage cha	nge in Dec.2021
Level	Index ID	ISIC rev. 4 Description	Weights	on Nov.2021	on Dec.2020
1	R	Exports	1000	10.6	24.6
4	RB0729	Mining of other non-ferrous metal ores	393	4.2	19.7
6	RC107980	Manufacture of coffee products	268	24.3	39.9
6	RC107990	Manufacture of tea products	328	7.5	20.0
4	RC2029	Manufacture of other chemical products n.e.c.	10	-0.1	2.1
Source	e:NISR				

The table below presents the percentage changes on monthly and annual basis.

Export PPI increased by 24.6 percent in December 2021 compared to the same month of 2020. This is mainly due to an increase of 39.9 percent in prices of coffee products, an increase of 20 percent in prices of tea products and an increase of 19.7 percent in prices of 'mining and quarrying'.

The monthly export PPI increased by 10.6 percent. This is mainly due to an increase of 24.3 percent in prices of coffee products, an increase of 7.5 percent in prices of tea products and an increase of 4.2 percent in prices of mining & quarrying.

Technical note on PPI

The Producer Price Index (PPI) measures the average change over time in the prices received by domestic producers of goods and services which are output of production or enter in the production process.

NISR publishes PPI data for Mining, Manufacturing and Energy, and it is published monthly, about 4 weeks following the month under review.

The establishments are classified according to ISIC rev. 4; and the classification is determined by their main output.

The weights used in the PPI for Rwanda refer to the value of output (turnover without taxes) of establishments as reported in the 2011 Manpower survey collecting data for the year 2010, which constitutes the reference base period for the PPI calculation (December 2010).

The point of pricing is the establishment. The price is the selling price received by the producer for the selected product as it leaves the factory gate. In general, prices are collected each month from the selected establishment by considering the mid-point of each month of the month under review.

The formula used in the PPI calculation is the geometric modified Laspeyres

Annex 1: Producer Price Index, General	Index (D	ec 2010	=100)	Percentage char	nge in Dec. 2021	Contributi	ons ¹ :
Level Categoiries	Dec-20	Nov-21	Dec-21	on Nov. 2021	on Dec. 2020	1 month 1	2 month
1 General Index	146.0	153.2	157.4	2.7	7.8	2.7	7.
2 Mining and quarrying	118.7	136.4	142.1	4.2	19.7	0.3	1.
4 Mining of metal ores	118.7	136.4	142.1	4.2	19.7	0.3	1.
2 Manufacturing	134.4	143.8	149.5	4.0	11.2	2.4	6.
4 Manufacture of food products	140.2	152.6	161.5	5.8	15.2	2.3	5.
4 Manufacture of beverages	127.7	128.3	128.3	0.0	0.4	0.0	0.
4 Manufacture of textiles	92.8	92.8	95.7	3.1	3.1	0.0	0.
4 Printing and reproduction of recorded media	101.0	106.2	106.2	0.0	5.1	0.0	0.
4 Manufacture of chemicals and chemical products	135.4	157.0	157.0	0.0	15.9	0.0	0
4 Manufacture of rubber and plastics products	174.1	207.1	207.1	0.0	19.0	0.0	0.
4 Manufacture of other non-metallic mineral products	112.3	114.9	114.9	0.0	2.3	0.0	0
4 Manufacture of fabricated metal products, except machinery and equipment	ent 144.9	144.9	144.9	0.0	0.0	0.0	0
4 Manufacture of furniture	115.4	122.5	124.1	1.4	7.6	0.0	0
2 Electricity, gas, steam and air conditioning supply	179.5	179.5	179.5	0.0	0.0	0.0	0
4 Electricity, gas, steam and air conditioning supply	179.5	179.5	179.5	0.0	0.0	0.0	0
2 Water supply; sewerage, waste management and remediation activities	190.6	190.6	190.6	0.0	0.0	0.0	0
4 Water collection, treatment and supply	190.6	190.6	190.6	0.0	0.0	0.0	0
2 Information and communication	197.8	197.8	197.8	0.0	0.0	0.0	0
4 Publishing activities	197.8	197.8	197.8	0.0	0.0	0.0	0

(1) "Contributions" take into account both the growth rate and the relative weight of each category to explain the percentage change observed

Annex 2: Producer Price Index, Local		Index (D	ec 2010	=100)	Percentage change in	Dec. 2021	Contribut	ions ¹ :
Level Categoiries	Weights	Dec-20	Nov-21	Dec-21	on Nov. 2021 on Dec	e. 2020	1 month 1	2 months
1 General Index	1000	149.5	153.4	153.0	-0.2	2.4	-0.2	2.4
2 Manufacturing	749	131.3	137.8	137.2	-0.4	4.5	-0.2	2.4
4 Manufacture of food products	305	140.0	149.3	148.1	-0.9	5.7	-0.4	1.3
4 Manufacture of beverages	231	127.7	128.3	128.3	0.0	0.4	0.0	0.1
4 Manufacture of textiles	6	92.8	92.8	92.8	3.1	3.1	0.0	0.0
4 Printing and reproduction of recorded media	25	101.0	106.2	106.2	0.0	5.1	0.0	0.1
4 Manufacture of chemicals and chemical products	35	135.4	158.6	158.6	0.0	17.2	0.0	0.4
4 Manufacture of rubber and plastics products	15	93.7	117.8	117.8	0.0	25.7	0.0	0.3
4 Manufacture of other non-metallic mineral products	42	112.3	114.9	114.9	0.0	2.3	0.0	0.1
4 Manufacture of fabricated metal products, except machinery and equipment	39	144.9	144.9	144.9	0.0	0.0	0.0	0.0
4 Manufacture of furniture	11	115.4	122.5	122.5	1.4	7.6	0.0	0.1
2 Electricity, gas, steam and air conditioning supply	76	179.5	179.5	179.5	0.0	0.0	0.0	0.0
4 Electricity, gas, steam and air conditioning supply	76	179.5	179.5	179.5	0.0	0.0	0.0	0.0
2 Water supply; sewerage, waste management and remediation activities	171	190.6	190.6	190.6	0.0	0.0	0.0	0.0
4 Water collection, treatment and supply	171	190.6	190.6	190.6	0.0	0.0	0.0	0.0
2 Information and communication	4	197.8	197.8	197.8	0.0	0.0	0.0	0.0
4 Publishing activities	4	197.8	197.8	197.8	0.0	0.0	0.0	0.0
Source: NISR (1) "Contributions" take into account both the growth rate and the relative w	eight of e	ach cate	gory to e	xplain	the percentage chang	e observed	ł	

Annex 3: Producer Price Index, General		Index (D	ec 2010=1	.00)	Percentage change in Dec. 2021 Contributions ¹ :					
Level Categoiries	Weights	Dec-20	Nov-21	Dec-21	on Nov. 2021 on I	Dec. 2020	1 month	12 months		
1 General Index	1000	133.1	149.9	165.8	10.6	24.6	10.6	24.6		
6 Mining of other non-ferrous metal ores	393	118.7	136.4	142.1	4.2	19.7	1.6	7.6		
8 Manufacture of coffee products	268	120.6	135.7	168.7	24.3	39.9	6.5	10.5		
8 Manufacture of tea products	328	153.7	171.6	184.4	7.5	20.0	2.5	6.4		
6 Manufacture of other chemical products n.e.c.	10	136.3	139.4	139.2	-0.1	2.1	0.0	0.0		
Source: NISR										
(1) "Contributions" take into account both the grow	vth rate a	nd the rel	ative weig	ht of each	category to explain	n the percente	age change	observed		

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