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ZANZIBAR CONSUMER PRICE INDEX (CPI) FOR JUNE, 2017

ANNUAL HEADLINE INFLATION RATE DECREASED TO 5.4 PERCENT

Zanzibar Annual Headline Inflation rate for the year ended June, 2017 decreased to 5.4 percent compared to 7.8 percent recorded in May, 2017. Food and Non-Alcoholic Beverages inflation rate decreased to 4.6 percent in June 2017 from 9.9 percent recorded in May, 2017. The overall Index increased to 104.7 in June, 2017 compared to 99.3 recorded in June, 2016 (**Table 1**).

TABLE 1: CHANGES IN CONSUMER PRICE INDICES FOR JUNE, 2017

(BASEJAN. 2017 = 100)

	(DASEJAN, 2017 = 100)						
		INDICES			May 2017	June 2016	
Description	Weights	Jun-16	Mei-17	Jun-17	to J une 2017 % Change	to J une 2017 % Change	
•			_				
Food and Non-Alcoholic Beverages	43.6	100.9	107.2	105.5	-1.6	4.6	
Alcohol Beverages, Tobacco and							
Narcotics	0.2	96.5	100.0	100.0	0.0	3.7	
Clothing and Footwear	6.9	97.5	99.8	104.1	4.3	6.8	
Housing, Water, Electricity, Gas, and Other Fuels	18.4	97.6	107.6	108.6	1.0	11.4	
Furnishing, Household Equipment and Routine Household Maintenance	5.5	99.4	100.1	101.2	1.1	1.8	
Health	2.1	97.2	104.0	103.5	-0.5	6.5	
Transport	9.6	98.4	102.0	102.6	0.7	4.3	
Communication	4.2	100.1	100.1	100.0	0.0	0.0	
Recreation and Culture	1.3	97.4	98.4	102.3	4.0	5.0	
Education	1.9	96.0	100.0	100.0	0.0	4.1	
Restaurants and Hotels	3.9	103.3	100.0	100.0	0.0	-3.2	
Miscellaneous Goods and Services	2.3	93.7	99.9	100.2	0.3	7.0	
All Items	100.0	99.3	104.8	104.7	-0.1	5.4	

 $\textbf{Source:} \ \, \textbf{Office of Chief Government Statistician, Zanzibar}$

Food and Non-Alcoholic Beverages inflation rate of 4.6 percent in June 2017 driven by Change of price for some product including Thailand Rice by 3.0%, Mbeya Rice (9.5%), Jasmin Rice (4.0%), Basmat Rice (2.9%), Maize Flour (60.9%), Fish items (-7.4%), Green Cooking Bananas (65.1%), Yellow Cooking Bananas (53.6%) and Sugar (17.6%).

ANNUAL FOOD AND NON FOOD INFLATION RATES

Annual Inflation Rate for food decreased to 4.3 percent in June 2017 from 9.7 as recorded in May 2017. The overall index for food increased to 105.5 in June 2017 compared to 101.2 in June 2016 while overall index for non-food increased to 104.1 from 97.7 in June 2016. Annual inflation rate for non-food it remain 6.5 percent in June, 2017. (**Table 2**)

TABLE 2: FOOD AND NON FOOD STATISTICS

			INDICES	May 2017 to June	June 2016 to June	
					2017 %	2017 %
Group	Weights	Jun-16	Mei-17	Jun-17	Change	Change
Food	42.7	101.2	107.3	105.5	-1.7	4.3
Non Food	57.3	97.7	102.9	104.1	1.2	6.5
All Item	100.0	99.3	104.8	104.7	- 0.1	5.4

Source: Office of Chief Government Statistician, Zanzibar

MONTHLY HEADLINE INFLATION RATE DECREASED TO NEGATIVE 0.1 PERCENT IN JUNE, 2017

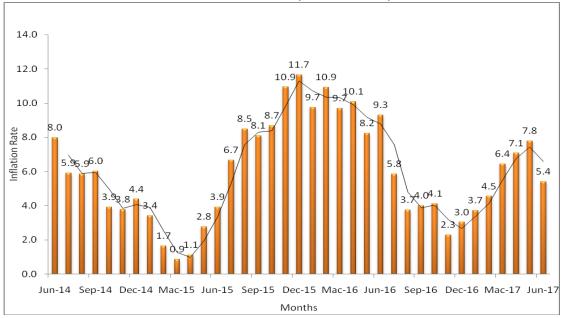
During June, 2017 the monthly headline inflation rate decreased to negative 0.1 percent compared to 1.4 percent recorded in May, 2017. The monthly Food and Non-Alcoholic Beverages inflation rate in June, 2017 decreased to negative 1.6 percent from 3.0 in May, 2017 (Table 1). The Monthly inflation rate was contributed by items such as Fish (-0.3%), Maize flour (-2.5%), Cement (-3.2%), Kerosene (-1.4%) (Table 3)

Table 3: Monthly Average Prices for Selected Items 2016 - 2017

Items	Unit	16-Jun	17-Mei	17-Jun	% Monthly	% Annually
Thailand rice	1 kg	1,283	1,305	1,321	1.2	3.0
Mbeya	1 kg	2,258	2,463	2,474	0.4	9.5
Jasmi	1 kg	1,864	1,907	1,939	1.7	4.0
Basmat	1 kg	3,286	3,382	3,382	0.0	2.9
Flatbread	(93-194)g	363	363	363	0.0	0.1
Maize Flour	1kg	1,282	2,115	2,062	-2.5	60.9
Wheat Flour	1kg	1,297	1,303	1,319	1.2	1.7
Fish	1kg	8,973	8,340	8,313	-0.3	-7.4
Edible cooking Oils (OKI)	2 litre	7,613	7,369	7,369	0.0	-3.2
Green Cooking Bananas	1kg	1,210	1,180	1,999	69.3	65.1
Yellow Cooking Bananas	1kg	3,387	3,135	5,204	66.0	53.6
Sugar	1kg	1,633	1,920	1,920	0.0	17.6
Cement	50 kg	16,097	15,367	14,871	-3.2	-7.6
Kerosene	1 litre	1,235	1,460	1,440	-1.4	16.6
Diesel	1 litre	1,780	1,980	2,025	2.3	13.8
Petrol	1 litre	1,930	2,075	2,110	1.7	9.3

Source: Office of Chief Government Statistician, Zanzibar

Chart 1: Zanzibar Inflation Rate from June, 2014 – June, 2017



Source: Office of Chief Government Statistician, Zanzibar

Explanatory Note

The CPI measures the average percentage changes over time (between two time periods) in the prices of a "basket" of consumer goods and services acquired by households (the market basket) in Zanzibar. The Zanzibar CPI covers prices of 343 products collected in 641 outlets in Unguja and Pemba urban Centers. The goods and services included in the ZCPI basket are classified according to the UN COICOP (Classification of Individual Consumption According by Purpose) with 12 divisions.

The ZCPI weights are based on both monetary and non-momentary expenditures relating to consumption for households in Zanzibar for the 2014/15 Household Budget Survey (HBS). The weight is based on expenditures of both urban and rural households. Both base price and index has reference period of January 2017.

The computation of indices at elementary level based on geometric mean of the price relative while at higher level the Laspeyres formula was to compute the aggregate indices.

For more clarifications please contact:
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