

Office of the Chief Government Statistician



No.35

Email: zanstat@ocgs.go.tz

Website: <http://www.ocgs.go.tz>

Zanzibar Official Statistics Provider

P.O.Box 2321, Zanzibar

Telephone: 024-223186

Fax: 024-2231742

PRODUCER PRICE INDEX - MANUFACTURING AND MINING SEPTEMBER QUARTER, 2023

September, 2023

HIGHLIGHTS

The Producer Price for Manufacturing and Mining increased by 0.9 percent for the quarter ending September 2023 compared to the previous quarter ended June 2023. The movement of Mining and Quarrying in this quarter increased by 0.2 percent compared to the previous quarter; it means that the price of the mining and quarrying sector is increased by that value. The movement of manufacturing also increased by 0.9 percent from 162.7 recorded in June 2023 to 164.2 recorded in September 2023.

The year on year rate of change (annual percentage change) for the Third quarter of 2023 as measured by the all items Producer Price Index, the average PPI increased by 1.8 percent, this means that prices as measured by the all items PPI increased by that value between the third quarter of 2022 and its corresponding quarter of 2023.

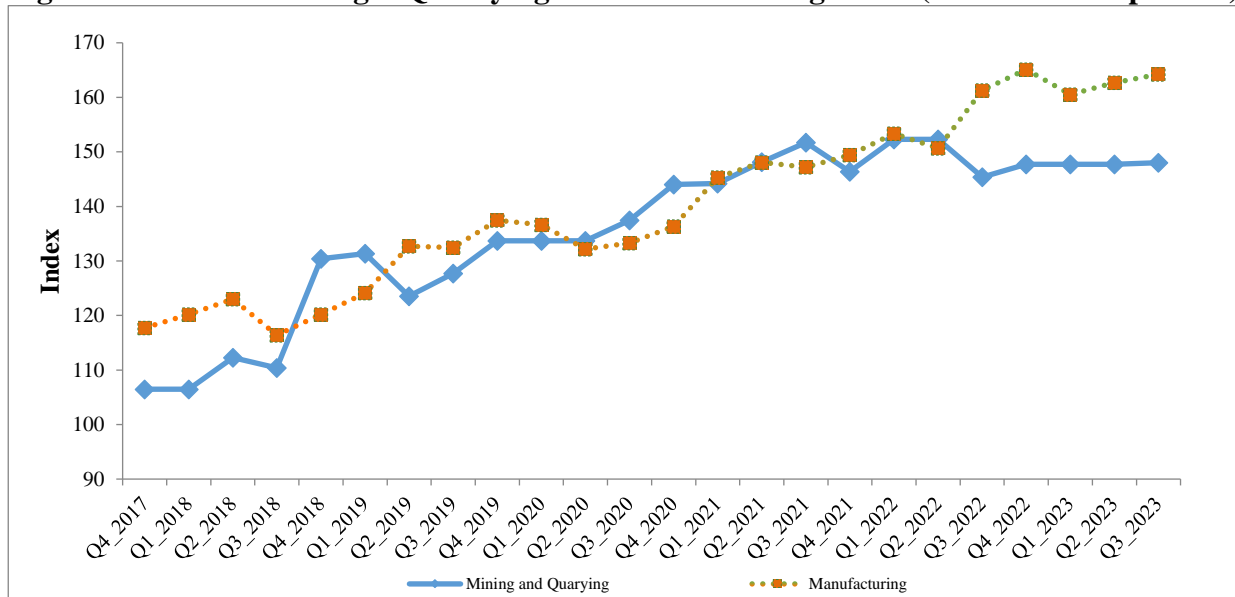
The movement of Mining and Quarrying increased from 145.4 recorded in September 2022 to 148.0 recorded to the corresponding quarter in the year 2023 marking an increase by 1.8 percent, meaning that the Mining and Quarrying Products rate of change increased by that value. The total annual Index of Manufacturing in September 2023 increased from 161.3 recorded in September 2022 to 164.2 recorded in September 2023, this resulted to a percentage change of 1.8 percent whilst there is no change in Manufacture of beverages, Manufacture of Leather and related product and Printing & reproduction of recorded media from the third quarter of 2022 to corresponding quarter of 2023. (See Table1).

Table 1: Changes in Producer Price Indices for September, 2023

DESCRIPTION	Weight (2012, CIP)	Q3 2022	Q2 2023	Q3 2023	% Change from June-23 quarter (q-to-q)	% Change from Sept-22 (y-to-y)
TOTAL PPI	100.0	160.7	162.1	163.6	0.9	1.8
MINING AND QUARRYING	3.7	145.4	147.7	148.0	0.2	1.8
Other Mining and quarrying	3.7	145.4	147.7	148.0	0.2	1.8
MANUFACTURING	96.3	161.3	162.7	164.2	0.9	1.8
Manufacture of food products	48.3	175.4	181.5	180.8	-0.4	3.1
Manufacture of beverages	11.0	96.7	96.7	96.7	0.0	0.0
Manufacture of wearing apparel	3.1	117.1	114.9	114.9	0.0	-1.8
Manufacture of Leather and related product	0.8	288.9	288.9	288.9	0.0	0.0
Printing and reproduction of recorded media	3.2	109.4	109.4	109.4	0.0	0.0
Manufacture of chemical and chemical product	5.2	152.5	154.8	154.8	0.0	1.5
Manufacture of rubber and plastics products	0.6	114.9	113.9	113.9	0.0	-0.8
Manufacture of other non-metallic mineral products	15.9	170.7	159.3	171.1	7.4	0.3
Manufacture of furniture	8.2	181.0	182.7	181.7	-0.5	0.4

Source: Office of the Chief Government Statistician

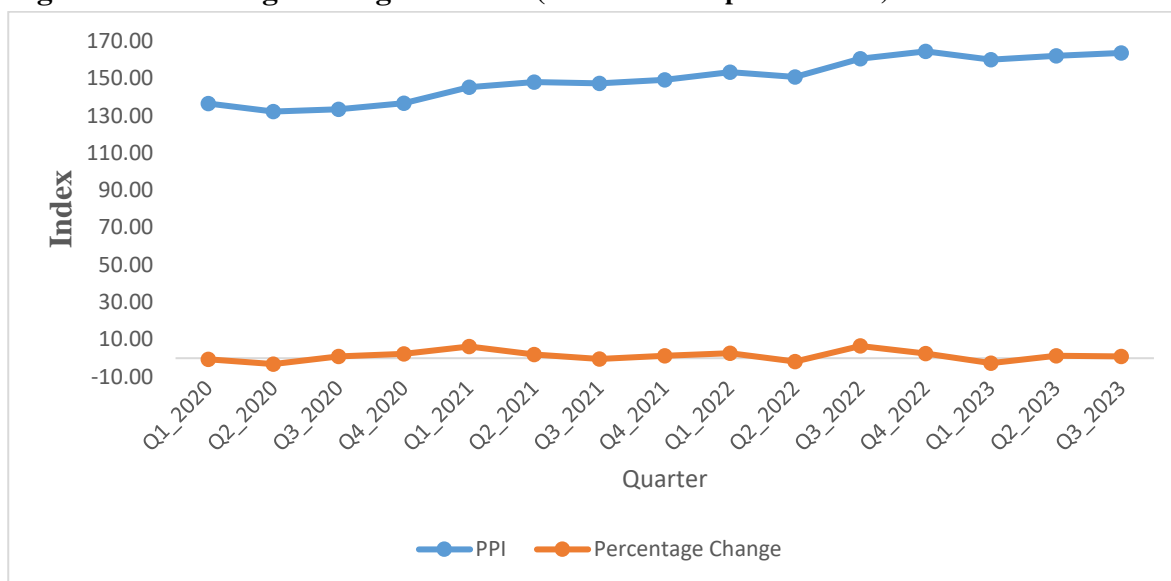
Figure 1: Trend of Mining & Quarrying and Manufacturing Index (Dec 2017 to Sept 2023)



Source: Office of the Chief Government Statistician

The overall Index in Mining & Quarrying and Manufacturing presented shows that the prices of goods in ex-factory or ex-mining have been change irregularly from December 2017 to September 2023.

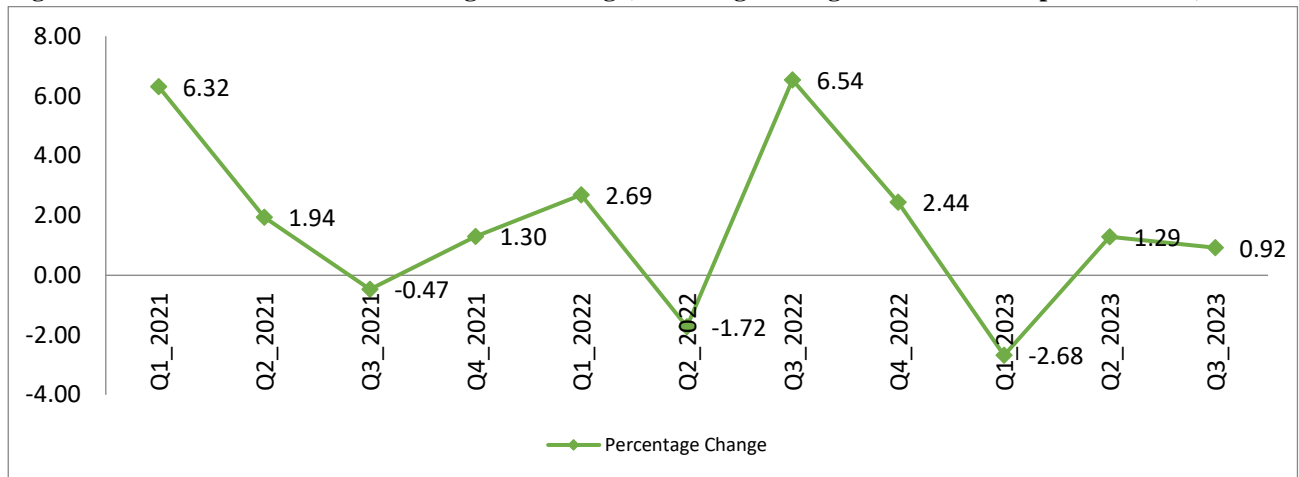
Figure 2: Percentage Change in Index (March 2020- September 2023)



Source: Office of the Chief Government Statistician

The PPI increased by 1.8 percent from September 2022 and its corresponding quarter of 2023, while the index of Manufacturing is also increased by that value from September 2022 to the corresponding quarter of the year 2023. In addition, the percentage change also increased 0.9 in September 2023.

Figure 3: Trend of PPI in Manufacturing and Mining (Percentage Change March 2021- September 2023)



Source: Office of the Chief Government Statistician

Figure 3 shows the average Monthly percentage change in PPI in Manufacturing and Mining from March 2021 to September 2023. It shows that in September 2023 PPI were growing at 0.92%. This means that in PPI had declined strongly compared to the previous quarter. This was attributed to the price in the Manufacturing sectors and there is a small change in price of Mining & Quarrying Sectors for the quarter ending September 2023 about 0.2 percent compared to the previous quarter.

Table 2: Quarterly Producer Price Indices by Division

(Base, Q2_2013 = 100.0)

ISIC	A	B	8	C	10	11	14	15	18	20	22	23	31
	TOTAL PPI	MINING AND QUARRYING	Other Mining and quarrying	MANUFACTURING	Manufacture of food products	Manufacture of beverages	Manufacture of wearing apparel	Manufacture of Leather and related product	Printing and reproduction of recorded media	Manufacture of chemical and chemical product	Manufacture of rubber and plastics products	Manufacture of other non-metallic mineral products	Manufacture of furniture
Weight (2012, CIP)	100	3.7	3.7	96.3	48.3	11	3.1	0.8	3.2	5.2	0.6	15.9	8.2
Q1_2016	108.1	107.0	107	108.1	106	85.4	107.2	107.7	99.6	105.7	103.2	110.9	150.8
Q2_2016	107.4	107.0	107	107.4	106	85.4	107.2	107.7	99.6	85	103.2	112.1	153.5
Q3_2016	106.6	113.0	113.0	106.4	105.5	85.4	105.2	107.7	99.6	86.5	103.2	108.8	150.8
Q4_2016	107.7	115.3	115.3	107.4	105.2	85.4	104.9	107.7	101.7	97.2	103.2	109.6	155.6
Q1_2017	109.0	115.3	115.3	109.1	108.0	85.4	96.7	96.3	101.7	107.9	103.2	115.3	145
Q2_2017	115.4	108.6	108.6	115.7	117.3	85.4	96.7	96.3	88.5	109.6	101.7	126.6	149.6
Q3_2017	115.8	106.5	106.5	116.2	116.7	85.4	79.5	96.3	88.5	109.6	103.2	129.3	160.5
Q4_2017	117.3	106.5	106.5	117.7	118.7	85.4	86.2	96.3	88.5	109.6	103.2	130.9	161.2
Q1_2018	119.7	106.5	106.5	120.2	119.6	85.4	91.9	96.3	88.5	109.6	103.2	134.9	174.7
Q2_2018	122.2	112.2	112.2	122.8	119	85.4	91.9	96.3	106.1	109.6	103.2	165.7	142.5
Q3_2018	118.9	110.4	110.4	119.2	111.5	85.4	91	96.3	106.1	109.6	103.2	165.7	145.3
Q4_2018	120.6	130.4	130.4	120.2	117.6	85.4	93.9	96.3	109.4	121.7	103.2	147.7	145.3
Q1_2019	124.6	131.3	131.3	124.3	123.1	85.4	92.4	96.3	109.4	140.7	103.2	147.7	147.5
Q2_2019	132.5	123.5	123.5	132.9	129.6	84.9	92.7	250.4	109.4	145.5	103.2	172.4	147.5
Q3_2019	140.5	115.7	115.7	141.4	136	84.4	93	404.4	109.4	150.3	103.2	197.2	147.5
Q4_2019	137.1	133.7	133.7	137.8	129.5	113.3	99.9	250.4	109.4	131.6	103.2	176.7	159.4
Q1_2020	136.3	133.7	133.7	136.4	128.6	109.8	99.8	250.4	109.4	131.6	103.2	176.7	159.4
Q2_2020	132.1	133.7	133.7	132.0	129.7	96.2	101.5	250.4	109.4	110.7	103.2	166.3	152.4
Q3_2020	133.3	137.5	137.5	133.1	132.1	96.4	99.9	250.4	109.4	110.7	103.7	165.6	154.3
Q4_2020	136.6	144.0	144.0	136.3	131.6	97.6	98.6	250.4	109.4	152.5	124.0	166.9	161.6
Q1_2021	145.3	144.2	144.2	140.3	134.3	97.6	102.9	250.4	109.4	152.5	113.0	176.3	173.9
Q2_2021	148.1	148.1	148.1	148.1	148.3	97.3	114.5	250.4	109.4	154.8	114.9	175.6	178.2
Q3_2021	147.4	151.7	151.7	147.2	146.6	97.3	114.5	250.4	109.4	152.5	114.9	176.3	178.2
Q4_2021	149.3	146.4	146.4	149.4	150.5	96.7	114.5	250.4	109.4	152.5	114.9	177.7	179.0
Q1_2022	153.3	152.3	152.3	153.4	161.2	96.7	121.9	250.4	109.4	152.5	114.9	169.3	176.0
Q2_2022	150.7	152.3	152.3	150.6	163.6	96.7	107.1	250.4	109.4	152.5	114.9	146.5	179.0
Q3_2022	160.6	145.4	145.4	161.1	175.4	96.7	112.2	288.9	109.4	152.5	114.9	170.7	181.0
Q4_2022	164.5	147.7	147.7	165.1	181.6	96.7	109.7	288.9	109.4	152.5	115.8	175.9	182.0
Q1_2023	160.1	147.7	147.7	160.5	177.8	96.7	117.7	288.9	109.4	152.5	113.9	157.3	183.5
Q2_2023	162.1	147.7	147.7	162.7	181.5	96.7	114.9	288.9	109.4	154.8	113.9	159.3	182.7
Q3_2023	163.6	148.0	148.0	164.2	180.8	96.7	114.9	288.9	109.4	154.8	113.9	171.1	181.7

Sources: Office of the Chief Government Statistician

Explanatory notes

Brief Explanation of Producer Price Indexes

The Producer Price Index (PPI) is a family of indexes that measures the quarterly average change over time in prices of goods produced by Manufacturing and Mining Industries. PPIs measure price change from the perspective of the seller. This contrasts with other measures, such as the Consumer Price Index (CPI). CPIs measure price change from the purchaser's perspective. The pricing point is ex-factory or ex-mining and excludes trade and transport margin and taxes. The PPI can be used as an economic indicator of inflation, as an escalator in contracts and as a deflator in the calculation of the national accounts.

OCGS publishes PPI data for Mining and Manufacturing, and it will continue to be published quarterly. The establishments are classified according to ISIC rev. 4; and the classification is determined by their main output.

The year-on-year rate of change is given by the percentage change in the index of the relevant month of the current year compared with the index of the same month in the previous year.

An initial PPI was compiled on a reference base of September quarter 2011 and with weights derived from the 2008 Census of Industrial Production (CIP). The index has since been rebased to June quarter 2013 and weights derived from 2012 CIP.

In this publication, the rebased series have been linked to the initial index at the Division and Section level of the International Standard Industrial Classification (ISIC) rev 4, and for the total PPI, at June quarter 2013. Continuous indices are presented for the period September quarter 2011 to June quarter 2013. It should be noted that indices for two of the divisions contained in the new index were not included in the initial index; indices for these divisions start with June quarter 2013.

Price Collection

In the new PPI, Prices are collected from 34 establishments in Zanzibar, nine from Pemba and twenty-five from Unguja. A sample of five establishments was selected to represent quarrying and 29 for manufacturing making 34 establishments.

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

**For more clarifications, please contact:
OFFICE OF THE CHIEF GOVERNMENT STATISTICIAN
Attention: Director of Economic Statistics Section
E-mail: zanstat@ocgs.go.tz
CHIEF GOVERNMENT STATISTICIAN**
