

CONSUMER PRICE INDEX SOMALIA



JANUARY 2025

Consumer Price Index, Somalia

Foreword

The Consumer Price Index (CPI) is a key economic indicator that measures the weighted aggregate change in retail prices of goods and services purchased by households in Somalia. It serves as the primary gauge of inflation, enabling policymakers, businesses, and researchers to assess price trends and make informed economic decisions.

Since January 2025, Somalia CPI is released considering new weights derived from 2022 Somalia Integrated Households' Budget Survey (SIHBS), adopting the new households' consumption classification (COICOP 2018), and representing all the Federal Members States. A Methodological Note will be made available on the SNBS web site.

The CPI is defined as:

"A measure of the weighted average change in retail prices paid by consumers for a fixed basket of goods and services over time." Key uses of CPI include:

- Inflation Measurement: The year-on-year (YoY) inflation rate compares current price levels to the same period in the previous year, serving as a tool for monetary and fiscal policy.
- Economic Decision-Making: Used by government agencies, businesses, and international organizations to adjust wages, contracts, and social benefits.
- Macroeconomic Analysis: Supports the evaluation of purchasing power, cost-of-living adjustments, and economic stability.

Price Collection Process:

- Frequency: Conducted during the first and third weeks of each month.
- Geographic Coverage: Mogadishu (Capital City), All Federal Member States (FMS).
- Commodity Coverage: 537 items, identified through the 2022 SIHBS, and classified by the Classification of Individual Consumption by Purpose (COICOP) 2018 across 13 divisions.

Key statistics

Annual

Over the twelve months to January 2025, the CPI rose 4.0%.

- The most significant price rises over the twelve months were Transport (+12.1%), Clothing and Footwear (+8.0%), Education Services (+7.3%), Restaurant and Accommondation Services (+6.2%), Recreation, Sport and Culture (+4.9%) and Housing, Water, Electricity, Gas and Other Fuels (+4.5%).
- Partially offsetting the rise was Information and Communication (-6.1%)
- Price increases were strong across the states with Jubaland Baanadir and Hirshabelle, showed a particularly strong result with (+15.5%), (+5.9%) and (+5.4%) increase respectively.
- A minor offset from Puntland (-0.8%) had a dampening effect due to its significant weight

Monthly

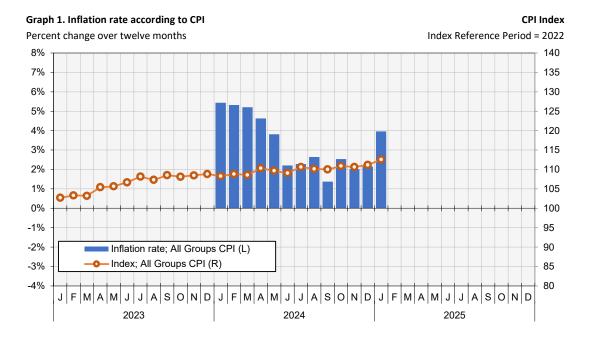
The Consumer Price Index (CPI) rose 1.3% this month.

- The most significant price rises this month were Personal Care, Social Protection and Miscellaneous (+7.1%), Restaurant and Accommondation Services (+4.9%), and Transport (+3.0%).
- Partially offsetting the rise was Information and Communication (-6.3%)
- The most significant price rises from the states came from Jubaland (6.9%) and Hirshabelle (+5.0%) with partial offset coming from Puntland (-0.1%)

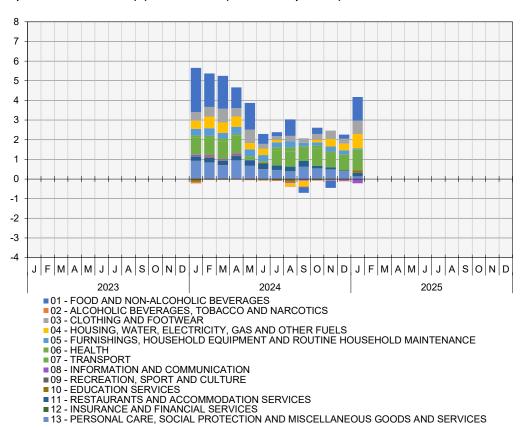
Table 1. CPI, Somalia monthly and annual movements (%)

	Monthly change (%)	Annual change (%)
Jan-25	1.3%	4.0%
-	-	-
-	-	-

SOMALIA CPI REPORT - ALL DIVISIONS CPI



Graph 2. Points contribution (%) to inflation rate (contribution by division)



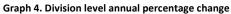
Summary of annual movement

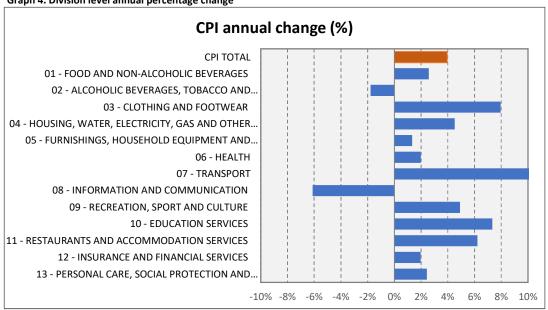
Over the twelve months to the January 2025, the CPI rose 4.0%. The most significant price rises over the twelve months were:

- Transport (+12.1%): the main increases came from Passenger Transport Services (+14.2%)
- Clothing and Footware (+8.0%): the main increases came from Garments for men (+9.1%)
- Restaurant and Accommondation Services (+6.2%): the main increases came from accommondation Services (+7.4%).
- Education Services(+7.3%): the main increases came from early childhood education (+13.0%).
- Recreation, Sport and Culture (+4.9%): the main increases came from Recreational Durables (+16.6%).

Table 3. Division level annual percentage change

livision	%-change annual	
ivision	Jan-25	
CPI TOTAL	4.0%	
01 - FOOD AND NON-ALCOHOLIC BEVERAGES	2.6%	
02 - ALCOHOLIC BEVERAGES, TOBACCO AND NARCOTICS	-1.8%	
03 - CLOTHING AND FOOTWEAR	8.0%	
04 - HOUSING, WATER, ELECTRICITY, GAS AND OTHER FUELS	4.5%	
05 - FURNISHINGS, HOUSEHOLD EQUIPMENT AND ROUTINE HOUSE	1.3%	
06 - HEALTH	2.0%	
07 - TRANSPORT	12.1%	
08 - INFORMATION AND COMMUNICATION	-6.1%	
09 - RECREATION, SPORT AND CULTURE	4.9%	
10 - EDUCATION SERVICES	7.3%	
11 - RESTAURANTS AND ACCOMMODATION SERVICES	6.2%	
12 - INSURANCE AND FINANCIAL SERVICES	2.0%	
13 - PERSONAL CARE, SOCIAL PROTECTION AND MISCELLANEOUS	2.4%	





Summary of monthly movement

The CPI rose 1.3% this month. The largest positive movements came from:

- Restaurant and Accommondation Services (+4.9%): the main increases came from Food and Beverage Serving Services(+5.2%).
- Clothing and Footware (+2.8%): the main increases came from Footware(+3.9%)
- Personal Care, Social Protection and Miscellaneous(+7.1%): the main increases came from Personal Care (+7.6%).

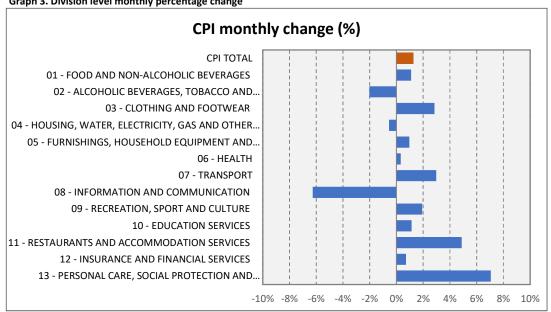
The largest negative movements came from:

• Information and Communication (-2.0%): the main decreases came from Information and Communication Services (-3.2%) which is made up of mobile communication services, internet cafes and internet services.

Table 2. Division level monthly percentage change

vision	%-change monthly
rision	Jan-25
CPI TOTAL CPI TOTAL	1.3%
01 - FOOD AND NON-ALCOHOLIC BEVERAGES	1.1%
02 - ALCOHOLIC BEVERAGES, TOBACCO AND NARCOTICS	-2.0%
03 - CLOTHING AND FOOTWEAR	2.8%
04 - HOUSING, WATER, ELECTRICITY, GAS AND OTHER FUELS	-0.6%
05 - FURNISHINGS, HOUSEHOLD EQUIPMENT AND ROUTINE HOUSE	1.0%
06 - HEALTH	0.3%
07 - TRANSPORT	3.0%
08 - INFORMATION AND COMMUNICATION	-6.3%
09 - RECREATION, SPORT AND CULTURE	1.9%
10 - EDUCATION SERVICES	1.1%
11 - RESTAURANTS AND ACCOMMODATION SERVICES	4.9%
12 - INSURANCE AND FINANCIAL SERVICES	0.7%
13 - PERSONAL CARE, SOCIAL PROTECTION AND MISCELLANEOUS	7.1%

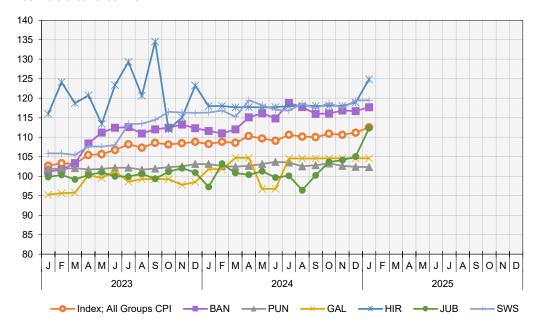




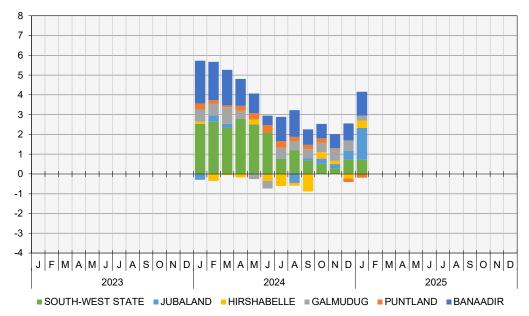
SOMALIA CPI REPORT - STATES COMPARISON

Graph 5. CPI Indices per State

Index Reference Period = 2022



Graph 6. Points contribution (%) to inflation rate (contribution by state)



Summary of annual movement

Over the twelve months to the January 2025, positive state based movements came from:

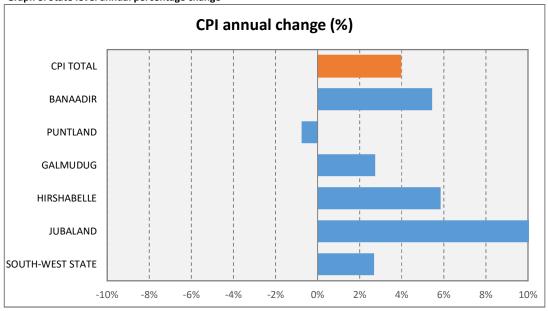
- Jubaland (+15.5%): Housing, Water, Elecricity, Gas and other Fuels (+48.1%), Clothing and Footwear (+27.3), Creation, Sport and Culture (+27.2%) and Personal Care, Social Protection and Miscellaneous Goods and Services (+27.8%). with an offset from Information and Communication (-13.9%) and Education Services (-9.8%).
- Banaadir (+5.4%): Transport (+33.1%), Health (+8.0%), Clothing and Footwear (+9.7%), Personal Care, Social Protection and Miscellaneaus Goods and Services (+9.7%)
- Galmudug (+2.7%): Information and Communication (+8.6%); Health (+7.2%); Food and Non-alcoholic Beverages (+5.2%) with an offset from Personal Care, Social Protection and Misc (-8.7%) and Furnishings, Household Equipment and Routine Household Maintenance (-3.1%)
- Hirshabelle (+5.9%): Restaurant and Accommondation Services (+38.3%), Education Services (+24.7%) and Clothing and Footwear (+14.0%) with an offset of Health (-10.8%) and Personal care, Social Protection, and Miscellaneaous Goods and Services (-15.3%)
- South-West State (+2.7%): Education Services (+93.7%), Recreation, Sport and Culture (+23.9%) and Transport (+16.5%) with an offset of Alcoholic Beverages and Tobacco (-10.8%) and Health (-6.7%).

Over the twelve months to the January 2025, negative state based movements came from: Puntland (-0.8%): Food and Non Alcoholic Beverages (-2.3%), Personal Care (-2.1%) and Housing , Water, Gas and Other Fuels (-1.5%), Information and Communication (-1.4%) and Transport (-1.3%) with an offset from Restaurant and Accommondation (+9.6%), Clothing and Footwear (+5.0%), Alcoholic Beverages and Tobacco (+4.9%) and Health (+3.1%).

Table 5. Division level annual percentage change

State	%-change annual	
State	Jan-25	
CPI TOTAL	4.0%	
BANAADIR	5.4%	
PUNTLAND	-0.8%	
GALMUDUG	2.7%	
HIRSHABELLE	5.9%	
JUBALAND	15.5%	
SOUTH-WEST STATE	2.7%	

Graph 8. State level annual percentage change



Summary of monthly movement

During the month of January 2025, positive movements came from:

- Jubaland (+6.9%): Personal Care, Social Protection and Miscellaneous Goods and Services (+12.3%), Furnishing Houshold Equipment and Routine Houslhold Maintenance (+9.7%) and Food (+7.2%).
- Banaadir (+0.8%): Education Services (+7.2%), Personal Care, Social Protection and Miscellaneous Goods and Services (+7.1%) and Recreation, Sport and Culture (+6.4%) with an offset from Information and Communication (-28.7%).
- Galmudug (+0.0%): Movements were flat across all divisions
- Hirshabelle (+5.0%): Restaurant and Accommondation Services (+38.3%), Education Services (+24.7%), Clothing and Footwear (+14.0%) and Food (+5.9%) with an offset of Health (-10.8%) and Personal Care, Social Protection and Miscellaneous Goods and Services (-15.3%).
- South-West State (+0.1%): Recreation Sports and Culture (+23.8%) and Transport (+16.5%) with an offset from Health (+6.6%).

During the month of January 2025, negative movements cam from:

Puntland (-0.1%): The dominant divisions all share a movement that is slightly negative or positive.

Table 4. Division level monthly percentage change

State	%-change monthly
State	Jan-25
CPI TOTAL	1.3%
BANAADIR	0.8%
PUNTLAND	-0.1%
GALMUDUG	0.0%
HIRSHABELLE	5.0%
JUBALAND	6.9%
SOUTH-WEST STATE	0.1%

