

CONSUMER PRICE INDEX SOMALIA



JULY 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 July 2025, the CPI rose 2.7%.

- The most significant price rises over the twelve months were Personal Care, Social Protection and Misc (+16.7%), Education Services (+8.1%), Insurance and Financial Services (+7.5%), Recreation, Sports, and Culture (+5.5%), Clothing and Footwear(+5.4%), and Transport (+5.0%).
- Partially offsetting the rise was Information and Communication (-1.8%) and Alcoholic Beverages, Tobacco and Narcotics (-2.0%).
- Price increases were strong for the month of July across the states with Banadir (+6.4%), South-West State (+4.7%), Galmudug (+4.6%), Jubaland (+2.2%), and Hirshabelle (+1.1%). A minor offset from Puntland (-5.0%) had a dampening effect due to its significant weight. Monthly

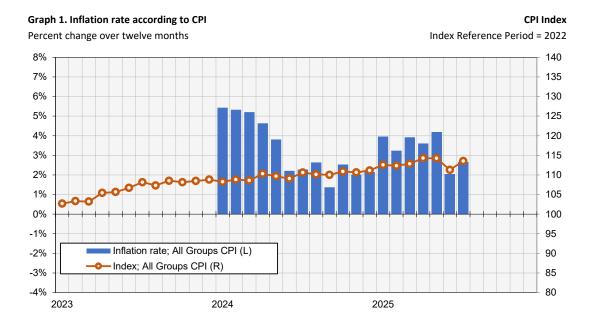
The CPI increased by 2.1% this month.

- The most significant price rises this month were Insurance and Finance(+7.5%), Transport(+7.0%), Personal Care, Social Protection and Misc (+5.0%), and Information and Communication (+4.8%).
- Partially offsetting the rise were Recreation, Sports and Culture(-3.0%).
- The most significant price rises from the states came from Galmudug (+6.9%) with significant offsets coming from South-West(-1.2%)

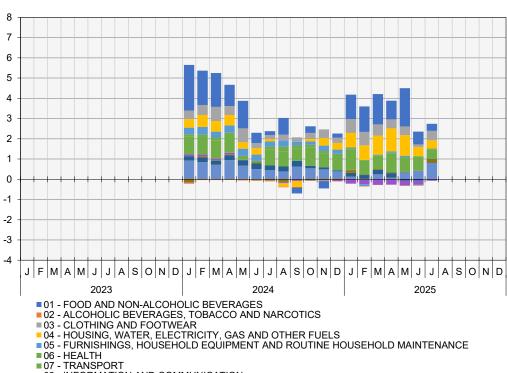
Table 1. CPI, Somalia monthly and annual movements (%)

	Monthly change (%)	Annual change (%)	
July-25	2.1%	2.7%	
June-25	-2.6%	2.0%	
May-25	0.0%	4.2%	

SOMALIA CPI REPORT - ALL DIVISIONS CPI



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



- 08 INFORMATION AND COMMUNICATION
- 09 RECREATION, SPORT AND CULTURE 10 EDUCATION SERVICES
- ■11 RESTAURANTS AND ACCOMMODATION SERVICES
- 12 INSURANCE AND FINANCIAL SERVICES
 13 PERSONAL CARE, SOCIAL PROTECTION AND MISCELLANEOUS GOODS AND SERVICES

Summary of annual movement

Over the twelve months to the July 2025, the CPI rose to 2.7%.

The most significant <u>price rises</u> over the twelve months were:

- Personal Care, Social Protection and Miscellaneous Goods and Services (+16.7%): Personal Care (+18.32%); Other personal Effect (+7.45%).
- Education Services (+8.1%): Early Childhood and Primary Education (+8.89%); Education not defined by level (+10.42%).
- Insurance and Financial Services (+6.5%): Insurance services(+6.93%); Financial Services (+6.43%).
- Recreation, Sports and Culture (+5.6%): Recreation Durables (+9.41%).
- Clothing and Footwear(+5.4%): Clothing (+3.96%); Footwear (+10.93%).
- Transport (+5.0%): Passenger Transport Services (+5.47%).

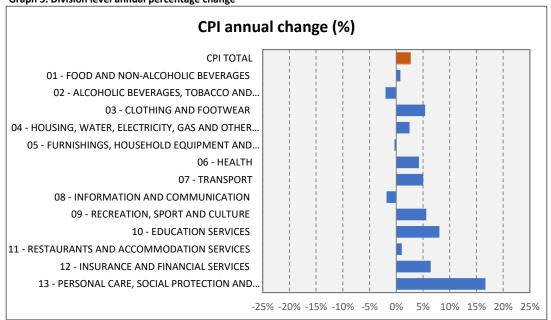
The most significant price falls over the twelve months were:

- Information and Communication Services (-1.8%): Information and comm. equipment (-9.19%).
- Alcoholic Beverages, Tobacco and Narcotics (-2.0%): Narcotics (-2.42%) offset by Tobacco (+0.19%)

Table 2. Division level annual percentage change

		%-change annual		
vision	May-25	June-25	July-25	
CPI TOTAL	4.2%	2.0%	2.7%	
01 - FOOD AND NON-ALCOHOLIC BEVERAGES	4.0%	1.4%	0.8%	
02 - ALCOHOLIC BEVERAGES, TOBACCO AND NARCOTICS	-1.9%	-4.0%	-2.0%	
03 - CLOTHING AND FOOTWEAR	4.8%	1.3%	5.4%	
04 - HOUSING, WATER, ELECTRICITY, GAS AND OTHER FUELS	6.4%	2.8%	2.5%	
05 - FURNISHINGS, HOUSEHOLD EQUIPMENT AND ROUTINE HOUSEHOLD MAI	1.5%	-1.1%	-0.3%	
06 - HEALTH	0.0%	5.3%	4.2%	
07 - TRANSPORT	8.9%	7.3%	5.0%	
08 - INFORMATION AND COMMUNICATION	-7.3%	-5.6%	-1.8%	
09 - RECREATION, SPORT AND CULTURE	7.6%	5.2%	5.6%	
10 - EDUCATION SERVICES	0.4%	0.7%	8.1%	
11 - RESTAURANTS AND ACCOMMODATION SERVICES	-1.8%	-2.1%	1.0%	
12 - INSURANCE AND FINANCIAL SERVICES	0.9%	-0.1%	6.5%	
13 - PERSONAL CARE, SOCIAL PROTECTION AND MISCELLANEOUS GOODS AND	6.6%	8.4%	16.7%	

Graph 3. Division level annual percentage change



Summary of monthly movement

The CPI increased by 2.1% this month. The largest positive movements came from:

- •Insurance and Financial Services (+7.5%): Insurance services(+8.37%); Financial Services (+749%).
- Transport (+7.0%): Passenger Transport Services (+8.27%).
- Personal Care, Social Protection and Miscellaneous Goods and Services (+5.0%): Personal Care (+5.42%); Other personal Effect (+2.39%).

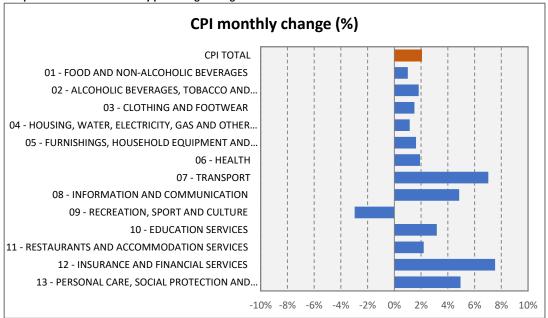
The most significant price falls this month were:

• Recreation, Sports and Culture (-3.0%): Recreation Durables (-1.06%); Other Recreation Goods (-2.18%); Cultural Goods (-0.44%)

Table 3. Division level monthly percentage change

	%-change monthly		
vision	May-25	June-25	July-25
CPI TOTAL	0.0%	-2.6%	2.1%
01 - FOOD AND NON-ALCOHOLIC BEVERAGES	1.2%	-4.0%	1.0%
02 - ALCOHOLIC BEVERAGES, TOBACCO AND NARCOTICS	-0.4%	-1.5%	1.8%
03 - CLOTHING AND FOOTWEAR	-1.3%	-2.3%	1.5%
04 - HOUSING, WATER, ELECTRICITY, GAS AND OTHER FUELS	-0.4%	-2.5%	1.1%
05 - FURNISHINGS, HOUSEHOLD EQUIPMENT AND ROUTINE HOUSE	0.2%	-2.5%	1.6%
06 - HEALTH	0.4%	1.4%	1.9%
07 - TRANSPORT	-2.1%	-1.9%	7.0%
08 - INFORMATION AND COMMUNICATION	-0.1%	0.9%	4.8%
09 - RECREATION, SPORT AND CULTURE	0.4%	1.3%	-3.0%
10 - EDUCATION SERVICES	-2.6%	2.3%	3.2%
11 - RESTAURANTS AND ACCOMMODATION SERVICES	-7.5%	0.4%	2.2%
12 - INSURANCE AND FINANCIAL SERVICES	0.3%	-1.2%	7.5%
13 - PERSONAL CARE, SOCIAL PROTECTION AND MISCELLANEOUS	0.6%	1.0%	5.0%

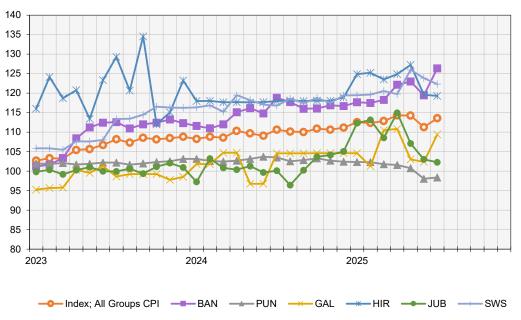




SOMALIA CPI REPORT - STATES COMPARISON

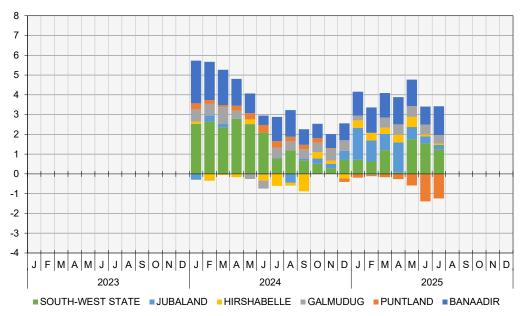
Graph 5. CPI Indices per State (a)

Index Reference Period = 2022



(a) Puntland indices have been estimated

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



(a) Puntland indices have been estimated

Summary of annual movement

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

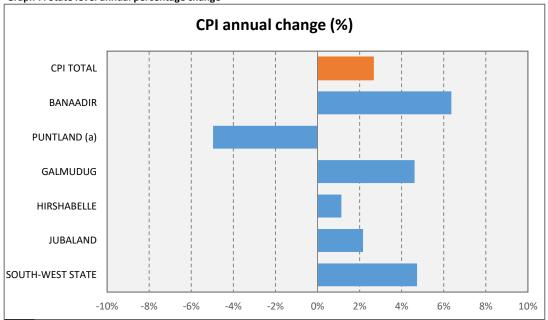
- Banaadir (+6.4%): Education Services (+19.44%), Clothing and Footwear (+18.02%) and Furnishings, household equipment and routine household maintenance (+10.90%) with an offset from Information and Communication (-15.54%).
- South-West State (+4.7%): Recreation, Sport And Culture (+32.42%), and Personal Care, Social Protection and Miscellaneous Goods And Services (+19.65%).
- Galmudug (+4.6%): Personal Care, Social Protection and Miscellaneous Goods and Services (+12.56%), Health (+11.18%).
- Jubaland (+2.2%): Restaurants And Accommodation Services (+24.70%), Housing, Water, Electricity, Gas And Other Fuels (+17.85%) with an offset from Information and Communication (-27.69%).
- Hirshabelle (+1.1%): Personal Care, Social Protection and Misc (+3.24%). During the month of July 2025, negative movements came from:
- Puntland (-5.0%): Food and Non-Alcoholic Beverages (-3.6%).

Table 4. State level annual percentage change

State	%-ch	%-change annual		
	May-25	June-25	July-25	
CPI TOTAL	4.2%	2.0%	2.7%	
BANAADIR	5.9%	4.1%	6.4%	
PUNTLAND (a)	-2.3%	-5.5%	-5.0%	
GALMUDUG	6.4%	5.8%	4.6%	
HIRSHABELLE	8.2%	1.6%	1.1%	
JUBALAND	5.7%	3.3%	2.2%	
SOUTH-WEST STATE	6.6%	5.8%	4.7%	

⁽a) Puntland indices have been estimated

Graph 7. State level annual percentage change



⁽a) Puntland indices have been estimated

Summary of monthly movement

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

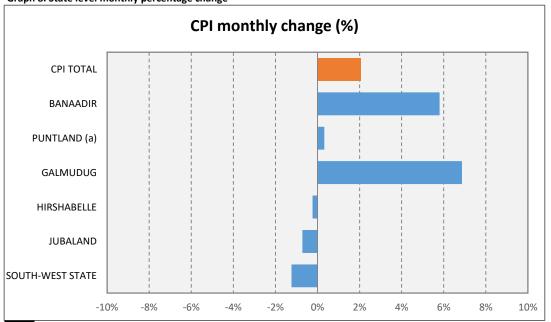
- Galmudug (+6.9%): Restaurant and Accommodation (+9.00%)
- Banaadir (+5.8%): Transport(+16.5%)
- Puntland (+0.3%): Food and Non-Alcoholic Beverages (-1.9%) During the month of July 2025, <u>negative movements</u> came from:
- South-West State (-1.2%): Health (-3.00%)
- Jubaland (-0.7%): Clothing and Footwear(-2.4%)
- Hirsabelle (-0.2%): Food and Non-Alcoholic Beverages(-10.1%).

Table 5. State level monthly percentage change

State	%-cha	%-change monthly		
State	May-25	June-25	July-25	
CPI TOTAL	0.0%	-2.6%	2.1%	
BANAADIR	0.7%	-2.9%	5.8%	
PUNTLAND (a)	-0.8%	-2.7%	0.3%	
GALMUDUG	-7.1%	-0.6%	6.9%	
HIRSHABELLE	1.9%	-6.0%	-0.2%	
JUBALAND	-6.8%	-3.8%	-0.7%	
SOUTH-WEST STATE	5.2%	-1.7%	-1.2%	

⁽a) Puntland indices have been estimated

Graph 8. State level monthly percentage change



⁽a) Puntland indices have been estimated