

# CONSUMER PRICE INDEX SOMALIA



## **MAY 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 May 2025, the CPI rose 4.2%.

- The most significant price rises over the twelve months were Transport (+8.9%), Recreation and Culture (+7.6%), Personal Care, Social Protection And Miscellaneous Goods And Services (+6.6%), Housing, Water, Electricity, Gas and Other Fuels (+6.4%), and Clothing and Footware (+4.8%)
- Partially offsetting the rise was Information and Communication (-7.3%) and Alcoholic Beverages, Tobacco and Narcotics (-1.9%).
- Price increases were strong for the month of May across the states with Hirshabelle (+8.2%), South-West State (+6.6%), Galmudug (+6.4%), Jubaland (+5.7%) and Banadir (+5.9%). A minor offset from Puntland (-2.3%) had a dampening effect due to its significant weight. Monthly

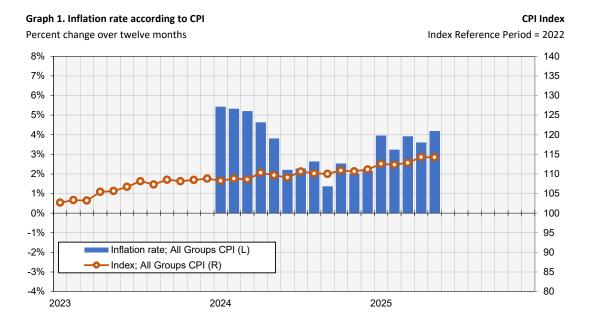
The CPI was stable this month.

- The most significant price rises this month were Food and Non-Alcoholic Beverages (+1.2%), Personal Care, Social Protection And Miscellaneous Goods And Services (+0.6%), Insurance and Financial Services (+0.3%) and Health (+0.4%).
- Partially offsetting the rise were Restaurant and Accommodation (-7.5%), Education Services (-2.6%), Transport (-2.1%), Clothing and Footwear(-1.3%), and Housing, Water, Electricity, Gas and Other Fuels (-0.4%).
- The most significant price rises from the states came from SouthWest (+5.2%) with significant offsets coming from Galmudug (-7.1%)

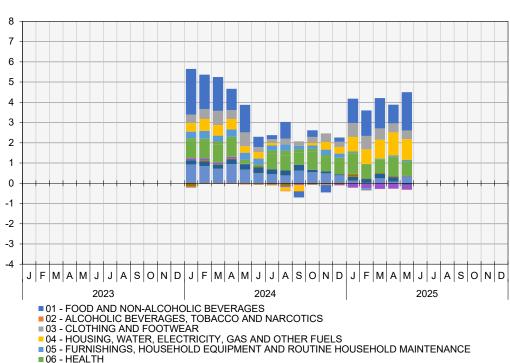
Table 1. CPI, Somalia monthly and annual movements (%)

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	Monthly change (%)	Annual change (%)
May-25	0.0%	4.2%
Apr-25	1.3%	3.6%
Mar-25	0.4%	3.9%

#### **SOMALIA CPI REPORT - ALL DIVISIONS CPI**



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



- 07 TRANSPORT
- 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 May 2025, the CPI rose 4.2%.

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

- Transport (+8.9%): Passenger Transport Services (+10.09%)
- Recreation, Sport and Culture (+7.6%): Recreation Durables (+17.21%); Recreational Services (+2.23%); Cultural Goods (+8.18)
- Personal Care, Social Protection And Miscellaneous Goods And Services (+6.6%): Electric appliances for personal care (+18.11%)
- Housing, Water, Electricity, Gas and Other Fuels (+6.4%): Water supply (+12.38%); Electricity, Gas and Other Fuels (+0.16%).
- Clothing and Footware (+4.8%): Clothing (+5.32%); Footware (+3.76%)

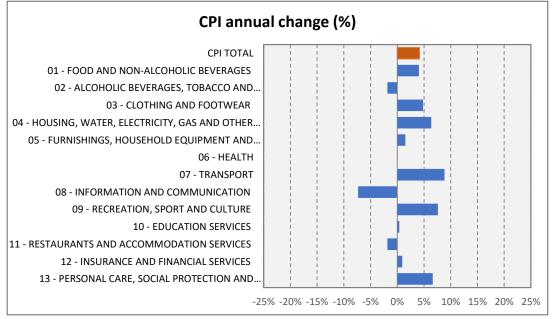
The most significant price falls over the twelve months were:

- Information and Communication (-7.3%): Equipment (-9.47%); Services (-6.79%)
- Alcoholic Beverages, Tobacco and Narcotics (-1.9%): Narcotics (-3.84%) offset by Tobacco (+9.03%)

Table 2. Division level annual percentage change

atom.		%-change annual		
vision	Mar-25	Apr-25	May-25	
CPI TOTAL	3.9%	3.6%	4.2%	
01 - FOOD AND NON-ALCOHOLIC BEVERAGES	3.2%	2.0%	4.0%	
02 - ALCOHOLIC BEVERAGES, TOBACCO AND NARCOTICS	-2.7%	-2.1%	-1.9%	
03 - CLOTHING AND FOOTWEAR	6.3%	5.0%	4.8%	
04 - HOUSING, WATER, ELECTRICITY, GAS AND OTHER FUELS	5.8%	7.2%	6.4%	
05 - FURNISHINGS, HOUSEHOLD EQUIPMENT AND ROUTINE HOUSEHOLD MAI	0.5%	1.4%	1.5%	
06 - HEALTH	1.4%	2.3%	0.0%	
07 - TRANSPORT	8.0%	11.1%	8.9%	
08 - INFORMATION AND COMMUNICATION	-7.9%	-7.6%	-7.3%	
09 - RECREATION, SPORT AND CULTURE	6.1%	4.1%	7.6%	
10 - EDUCATION SERVICES	1.9%	2.0%	0.4%	
11 - RESTAURANTS AND ACCOMMODATION SERVICES	6.5%	7.5%	-1.8%	
12 - INSURANCE AND FINANCIAL SERVICES	2.2%	0.8%	0.9%	
13 - PERSONAL CARE, SOCIAL PROTECTION AND MISCELLANEOUS GOODS AND	5.0%	1.4%	6.6%	

Graph 3. Division level annual percentage change



#### Summary of monthly movement

The CPI was stable this month.

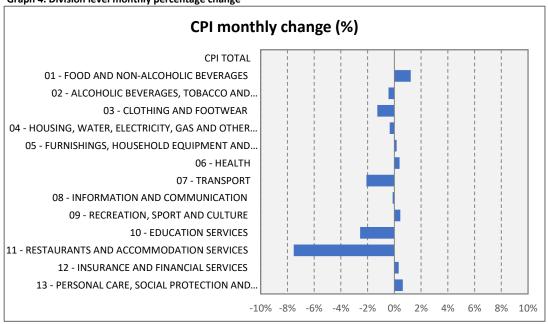
The largest positive movements came from:

- Food and Non-Alcoholic Beverages (+1.2): Food (+1.42%); Non Alcoholic Bevarages movement was negative (-10.07%) but given its weight lower than Food they didn't change the positive movement of the Food and Non-Alcoholic Beverages as a whole
- Personal Care, Social Protection and Miscellaneous Goods and Services (+0.6%): Personal Care (+7.44%) The most significant <u>price falls</u> this month were:
- Restaurant and Accommodation (-7.5%): Serving Services(-9.18%)
- Transport (-2.6%): Passenger Transport Services (-2.56%)

Table 3. Division level monthly percentage change

Division	%-change monthly		
Division	Mar-25	Apr-25	May-25
CPI TOTAL	0.4%	1.3%	0.0%
01 - FOOD AND NON-ALCOHOLIC BEVERAGES	0.4%	0.8%	1.2%
02 - ALCOHOLIC BEVERAGES, TOBACCO AND NARCOTICS	1.4%	0.3%	-0.4%
03 - CLOTHING AND FOOTWEAR	0.8%	1.1%	-1.3%
04 - HOUSING, WATER, ELECTRICITY, GAS AND OTHER FUELS	1.4%	1.8%	-0.4%
05 - FURNISHINGS, HOUSEHOLD EQUIPMENT AND ROUTINE HOUSE	0.0%	1.8%	0.2%
06 - HEALTH	1.7%	0.4%	0.4%
07 - TRANSPORT	-0.6%	3.1%	-2.1%
08 - INFORMATION AND COMMUNICATION	-2.1%	0.3%	-0.1%
09 - RECREATION, SPORT AND CULTURE	0.3%	0.6%	0.4%
10 - EDUCATION SERVICES	2.0%	0.7%	-2.6%
11 - RESTAURANTS AND ACCOMMODATION SERVICES	-0.6%	1.8%	-7.5%
12 - INSURANCE AND FINANCIAL SERVICES	0.0%	-0.1%	0.3%
13 - PERSONAL CARE, SOCIAL PROTECTION AND MISCELLANEOUS	0.4%	1.5%	0.6%

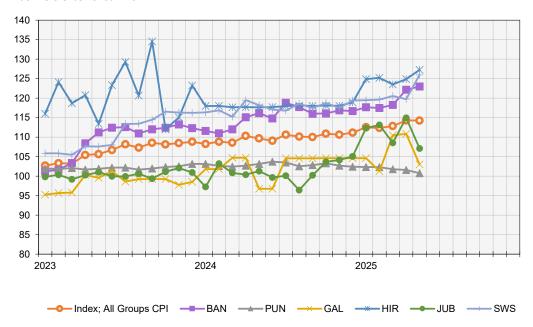




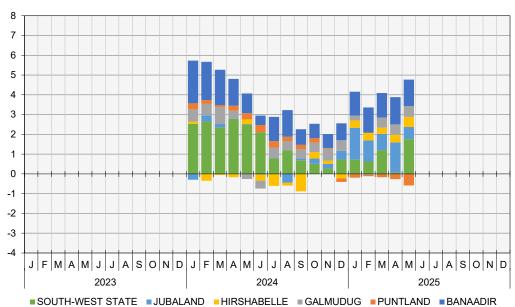
#### **SOMALIA CPI REPORT - STATES COMPARISON**

**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 to the twelve Months to the May 2025, positive state movements came from:

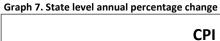
- Hirshabelle (+8.2%): Restaurants and accomodation services (+38.28%)
- South-West State (+6.6%): Recreation Sport and culture (+30.48%), and Transport (+20.45%).
- Galmudug (+6.4%): Food and Non-alcoholic Beverages (+14.10%), Health (+9.47%), Personal Care, Social Protection and Misc (+15.4%).
- Jubaland (+5.7%): Housing, Water, Electricity, Gas and Other Fuels (+40.02%), Restaurants And Accommodation Services (+21.54%), Recreation Sports and Culture (+22.23%), Clothing and Footwear(+16.36%) with an offset from Information and Communication (-31.54%).
- Banaadir (+5.9%): Transport (+20.11%), Clothing and Footwear (+10.43%), Furnishing, Household Equipment and Routine Household (+9.30%) and Personal Care, Social Protection and Misc (+4.65%) with an offset from Information and Communication (-20.44%)

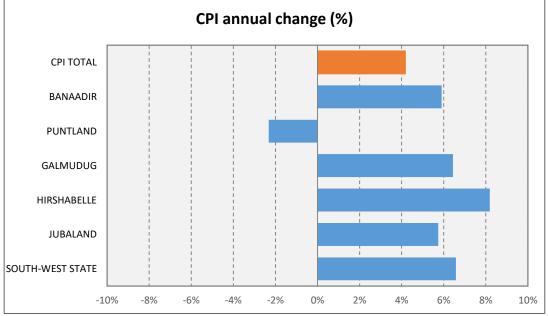
During the month of March 2025, negative movements came from:

• Puntland (-2.3%): Food and Non-Alcoholic Beverages (-3.6%)

Table 4. State level annual percentage change

State	%-ch	%-change annual		
State	Mar-25	Apr-25	May-25	
CPI TOTAL	3.9%	3.6%	4.2%	
BANAADIR	5.6%	6.1%	5.9%	
PUNTLAND	-0.7%	-1.1%	-2.3%	
GALMUDUG	5.5%	5.8%	6.4%	
HIRSHABELLE	5.0%	6.1%	8.2%	
JUBALAND	7.7%	14.5%	5.7%	
SOUTH-WEST STATE	4.6%	0.2%	6.6%	





#### **Summary of monthly movement**

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

- South-West State (+5.2%): Food and Non-Alcoholic Beverages (+4.4%)
- Hirsabelle (+1.9%): Personal Care, Social Protection and Misc (+31.6%).
- Banaadir (+0.7%): Food and Non-Alcoholic Beverages(+4.4%)

During the month of May 2025, negative movements came from:

- Galmudug (-7.1%): Food and non-alcoholic beverages (-9.7%)
- Jubaland (-6.8%): Education Services(-23.4%)
- Puntland (-0.8%): Food and Non-Alcoholic Beverages (-1.9%)

Table 5. State level monthly percentage change

%-change monthly		
Mar-25	Apr-25	May-25
0.4%	1.3%	0.0%
0.7%	3.3%	0.7%
-0.5%	-0.2%	-0.8%
9.1%	0.3%	-7.1%
-1.3%	1.1%	1.9%
-4.1%	5.9%	-6.8%
0.7%	-0.6%	5.2%

