



GHANA STATISTICAL SERVICE

MONTHLY PRESS RELEASES



CONSTRUCTION PRODUCER PRICE INDEX (C-PPI)

JULY 2023

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August 16, 2023

Construction Producer Price Inflation Rate in July 2023 is 18.5%

The Construction Producer Price Index

The Producer Price Index (PPI) measures the average change over time in the prices received by domestic producers to produce their goods and services. The PPI for Ghana reports the producer price indices with index reference of March 2020 – February 2021 = 100. This release shows construction's annual (year-on-year) and monthly producer inflation rates. The C-PPI figure for July 2023 is provisional and is subject to revision when additional data becomes available. All other indicators are final.

July 2023 C-PPI

The rate for Construction Producer Price inflation for July 2023 was 18.5 percent. This rate indicates that between July 2022 and July 2023 (year-on-year), the C-PPI increased by 18.5 percent. This rate represents a 0.8 percentage point decrease in producer inflation relative to the rate recorded in June 2023 (19.3%). The month-on-month change in the C-PPI between June 2023 and July 2023 was 0.1 percent (Table 1).

Table1: C-PPI for June 2023 & July 2023

Month	Index level	Change rate (%)	
	2020-2021=100	Monthly	Yearly
June 2023	157.2	0.2	19.3
July 2023	p157.3	p0.1	p18.5

p = Provisional

The inflation in the construction of buildings sub-sector decreased by 2.4 percentage points over the June 2023 rate of 26.9 percent to 24.5 percent in July 2023. The rate for the civil engineering sub-sector decreased by 0.2 percentage points to 16.4 percent in July 2023. The specialized construction activities sub-sector recorded a 6.2 percent inflation rate for July 2023 compared with 6.5 percent in June 2023.

Table 2: C-PPI and Inflation by sub-Sector, July 2023 (Q1 2021= 100)

Sector	Index level	Change rate (%)	
	2020-2021=100	Monthly	Yearly
Construction of buildings	251.2	0.1	24.5
Civil engineering	129.8	0.0	16.4
Specialized construction activities	122.3	0.0	6.2
ALL CONSTRUCTION	157.3	0.1	18.5

The data in this table are provisional.

Civil Engineering Sector

In July 2023, the construction of utility projects recorded the highest inflation in the Civil Engineering Sector, with 47.8 percent, while inflation for the construction of roads and railways

decreased by 0.2 percentage points to 16.4 percent (Fig. 1).

Specialized Construction Sector

The inflation rate for Building completion and finishing in the specialized construction industry decreased by 1.1 percentage points to 78.5 percent in July 2023 after recording 79.6 in June 2023. Other specialized construction activities decreased by 3.5 percentage points in July 2023 from 47.2 percent in June 2023. The other construction installation recorded an inflation rate of 5.4 percent in July 2023, a decrease of 0.3 percentage points (Fig 2).

Highlights

The year-on-year producer inflation for construction was 18.5 percent in July 2023; the monthly change rate is 0.1 percent.

The construction of buildings sub-sector recorded the highest year-on-year producer price inflation rate of 24.5 percent, followed by the civil engineering sub-sector with 16.4 percent. The specialized construction sub-sector recorded the lowest year-on-year producer inflation rate of 6.2 percent.

The construction of buildings sub-sector recorded the highest monthly inflation rate of 0.1 percent, followed by specialized construction and civil engineering sub-sectors recorded no change in the month of July 2023.

Fig 1: CPPI in Civil engineering Sector

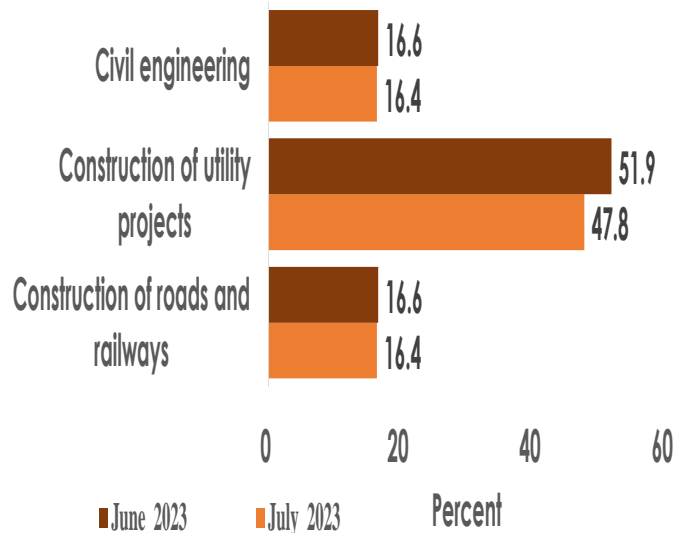
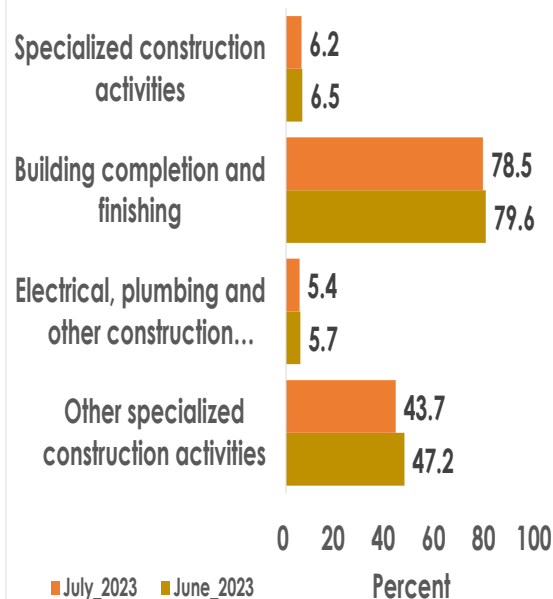


Fig 2: CPPI in Specialised Construction Activities (Year-on-Year)



Copies of the Newsletter may be obtained from the information desk of Ghana Statistical Service or the GSS website at statsghana.gov.gh. For details of the PPI and for further explanation, please contact the Business & Industrial Statistics Section of the GSS or call 0302-682640. You may also contact us at the following address: Ghana Statistical Service, P. O. Box CP1008, Accra, Ghana