



GHANA STATISTICAL SERVICE

MONTHLY PRESS RELEASES



CONSTRUCTION PRODUCER PRICE INDEX (C-PPI)

MAY 2024

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June 19, 2024

Construction Producer Price Inflation Rate in May 2024 is 54.7%

The Construction Producer Price Index

The Construction Producer Price Index (C-PPI) measures the average change over time in the prices received by domestic producers within the Construction sub-sector to produce their goods and services. The C-PPI for Ghana reports the 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 May 2024 is provisional and is subject to revision when additional data becomes available. All other indicators are final.

May 2024 C-PPI

The rate for Construction Producer Price inflation for May 2024 was 54.7 percent. This rate indicates that between April 2023 and May 2024 (year-on-year), the C-PPI increased by 54.7 percent. This rate represents a 4.7 percentage point increase in producer inflation relative to the rate recorded in April 2024 (50.0%). The month-on-month change in the C-PPI between April 2024 and May 2024 was 3.2 percent (Table 1).

Table 1: C-PPI for Apr. 2024 & May 2024

| Month | Index level | Change rate (%) | |
|----------------------|---------------|-----------------|--------------|
| | 2020-2021=100 | Monthly | Yearly |
| Apr. 2024 | 235.4 | 0.4 | 50.0 |
| May 2024 | p242.9 | p3.2 | p54.7 |
| p=Provisional | | | |

The inflation in the construction of buildings sub-sector increased by 2.9 percentage points over the April 2024 rate of 9.0 percent to 11.9 percent in May 2024. The rate for the civil engineering sub-sector increased by 6.1 percentage points to 80.1 percent in May 2024. The specialized construction activities sub-sector recorded no inflation change for May 2024 (5.5%) compared with April 2024.

Table 2: C-PPI and Inflation by Sub-Sector, May 2024 (March 2022- February 2021= 100)

| Sector | Index level | Change rate (%) | |
|-------------------------------------|---------------|-----------------|-------------|
| | 2020-2021=100 | Monthly | Yearly |
| Construction of buildings | 279.4 | 2.8 | 11.9 |
| Civil engineering | 233.6 | 3.4 | 80.1 |
| Specialized construction activities | 128.8 | 0.5 | 5.5 |
| ALL CONSTRUCTION | 242.9 | 3.2 | 54.7 |

The data in this table are provisional.

Civil Engineering Sector

In May 2024, the construction of roads and railways recorded the highest inflation in the Civil Engineering Sector, with 80.1 percent, while

inflation for the construction of utility projects increased by 0.4 percentage points to 19.4 percent (Fig. 1).

Specialized Construction Sector

The inflation rate for Building completion and finishing in the specialized construction industry increased by 1.3 percentage points to 5.1 percent in May 2024 after recording 3.8 percent in April 2024. Other specialized construction activities increased by 6.1 percentage points in May 2024 from 18.7 percent in April 2024. The electrical, plumbing, and other construction installations recorded an inflation rate of 5.2 percent in May 2024, a decrease of 0.1 percentage points (Fig 2).

Highlights

The year-on-year producer inflation for construction was 54.7 percent in May 2024; the monthly change rate is 3.2 percent.

The civil engineering sub-sector recorded the highest year-on-year producer price inflation rate of 80.1 percent, followed by the construction of buildings sub-sector with 11.9 percent. The specialized construction sub-sector recorded the lowest year-on-year producer inflation rate of 5.5 percent.

The civil engineering sub-sectors recorded the highest month-on-month inflation rate of 3.4 percent, followed by the construction of buildings by the sub-sector recorded 2.8 percent. The specialized construction activities have the lowest month-on-month inflation rate of 0.5 percent in May 2024.

Fig 1: CPPI in Civil engineering Sector

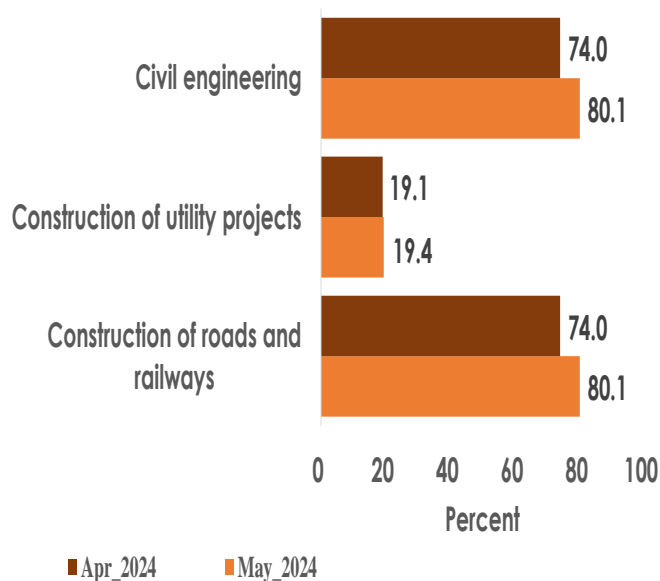
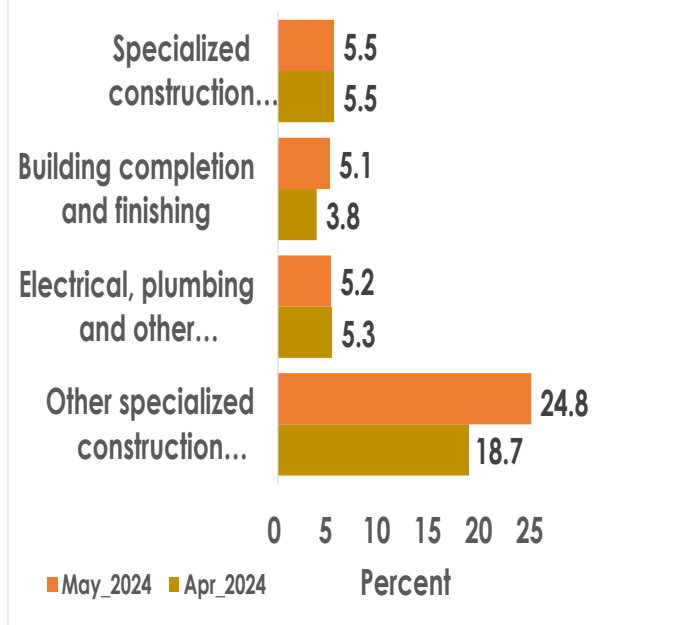


Fig 2: CPPI in Specialised Construction Activities (Year-on-Year)



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