

# Section 3

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## DOMESTIC PRICES

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Table ( 4 ): Annual Inflation In Domestic Price Indices <sup>1/ 2/ 3/</sup>

Summary Profile  
2012 - 2015

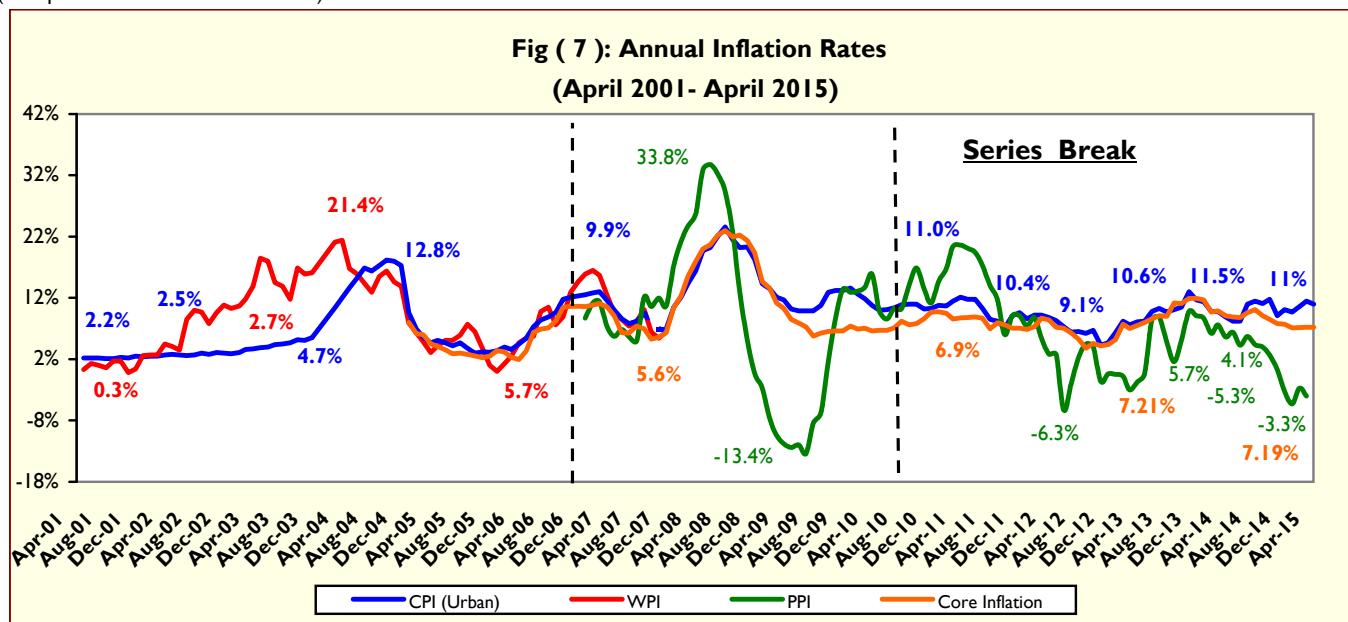
	2012				2013				2014				2015			
	CPI		PPI		CPI		PPI		CPI		PPI		CPI		PPI	
	Urban	Overall Egypt	Core	PPI	Urban	Overall Egypt	Core	PPI	Urban	Overall Egypt	Core	PPI	Urban	Overall Egypt	Core	PPI
January	8.6	9.2	6.9	7.4	6.3	6.6	5.2	-0.5	11.4	12.2	11.7	8.7	9.7	9.4	7.10	-5.3
February	9.2	9.9	7.3	8.8	8.2	8.7	7.7	-0.8	9.8	10.2	9.7	6.2	10.6	10.7	7.15	-2.7
March	9.0	9.5	8.7	5.4	7.6	8.2	7.0	-3.0	9.8	10.2	9.9	7.6	11.5	11.8	7.21	-3.3
April	8.8	9.3	8.4	2.9	8.1	8.8	7.5	-1.7	8.9	9.1	9.1	5.6	11.0	11.0	7.19	
May	8.3	8.6	7.2	2.8	8.2	9.0	8.0	-0.4	8.2	8.3	8.9	6.4				
June	7.3	7.4	7.0	-3.7	9.8	10.9	8.6	8.4	8.2	8.2	8.8	4.3				
July	6.4	6.3	6.3	-2.1	10.3	11.5	9.1	8.9	11.0	11.1	9.6	5.7				
August	6.5	6.3	5.3	2.3	9.7	10.9	9.0	4.8	11.5	11.4	10.1	4.4				
September	6.2	6.3	3.8	4.5	10.1	11.1	11.2	1.6	11.1	11.1	9.1	4.0				
October	6.7	7.0	4.6	4.0	10.5	11.5	11.1	5.1	11.8	11.5	8.5	2.7				
November	4.3	4.1	4.2	-1.6	13.0	14.2	11.95	9.8	9.1	8.5	7.8	0.3				
December	4.7	4.7	4.4	-0.4	11.7	12.5	11.91	9.1	10.1	9.8	7.7	-3.2				

Source: CAPMAS.

1/ Starting August 2009, CPI Urban data is based on the weights derived from 2008/2009 income and expenditure survey, and using January 2010 as a base month. Prior to this date, the basket and weights were derived from 2004/2005 income and expenditure survey taking January 2007 as a base

2/ The new series of Producer Price Index was issued by CAPMAS starting September 2007, using 2004/2005 prices of goods and services as a base period, and deriving sub-group weights from average values of agricultural, industrial and services production for the years 2002/2003 and 2003/2004. It is worth mentioning that Producer Price Index series before September 2007 are not available so far.

3/The Central Bank of Egypt launched "Core Inflation Index" derived from the CAPMAS headline CPI, however it excludes items characterized by inherent price volatility and those with managed prices, specifically 'fruits and vegetables' (8.8 percent of headline CPI basket) as well as 'regulated items' (19.4 percent of headline CPI basket).



Source: CAPMAS.

**Table ( 5 ): Inflation in Consumer Prices <sup>11</sup>  
(Percent Change)**

	Year on Year Quarterly 2/				Year on Year Monthly 3/				
	Jan- Mar 2014	Jul-Sep 2014	Oct-Dec 2014	Jan- Mar 2015	Apr-14	Jan-15	Feb-15	Mar-15	Apr-15
<b>CPI Inflation</b>	<b>10.3</b>	<b>11.2</b>	<b>10.3</b>	<b>10.6</b>	<b>8.9</b>	<b>9.7</b>	<b>10.6</b>	<b>11.5</b>	<b>11.0</b>
Food & Beverages	16.6	11.9	9.0	7.7	13.4	5.8	8.0	9.2	9.8
Tobacco	5.6	25.4	29.9	32.5	8.2	29.9	33.7	33.7	33.7
Clothing & Footwear	2.3	3.7	3.1	5.8	0.8	2.5	7.5	7.5	8.1
Housing, Water, Electricity and Fuel	1.3	6.6	4.2	11.0	0.9	9.3	10.3	13.4	7.6
Furniture and Equipment and Maintenance	11.7	8.5	5.5	4.9	11.9	5.4	5.0	4.5	3.4
Medical Care	10.7	13.6	14.3	5.8	12.0	14.2	2.0	2.0	2.0
Transportation Expenditures	6.3	26.0	21.9	22.0	7.2	22.0	22.0	22.0	21.5
Communication	1.3	1.5	1.5	-0.2	1.6	-0.2	-0.2	-0.2	-0.2
Entertainment	12.9	16.8	11.5	16.0	14.9	17.1	15.7	15.2	14.8
Education	3.7	3.7	24.7	24.7	3.8	24.7	24.7	24.7	24.7
Hotels and Restaurants	11.8	14.6	14.9	15.7	7.3	15.1	15.9	16.2	16.7
Miscellaneous	0.4	4.0	5.2	5.2	0.1	6.1	4.9	4.5	5.0

Source: CAPMAS.

1/ In urban areas.

2/ Change in index over the same quarter in the previous year. Starting the period July-September 2010, data are based on new CPI series recently published by CAPMAS which use January 2010 as a base month and assume new weights for sub-groups in accordance with 2008/2009 income expenditure survey.

3/ Change in index over the same month in the previous year . Starting January 2009, data are based on new CPI series recently published by CAPMAS using January 2010 as base year.

**Table ( 6 ): Inflation in Producer Prices According to Economic Activity Classification <sup>1/</sup>**

(Percent Change)

	Year on Year Quarterly 2/				Year on Year Monthly 3/				
	Jan- Mar 2014	Jul- Sep 2014	Oct- Dec 2014	Jan- Mar 2015	Mar- 14	Dec- 14	Jan- 15	Feb- 15	Mar- 15
	7.5	4.7	-0.1	-3.8	7.6	-3.2	-5.3	-2.7	-3.3
<b>Overall PPI Inflation</b>	<b>7.5</b>	<b>4.7</b>	<b>-0.1</b>	<b>-3.8</b>	<b>7.6</b>	<b>-3.2</b>	<b>-5.3</b>	<b>-2.7</b>	<b>-3.3</b>
<b>Agriculture, Forestry and Fishing</b>	<b>18.8</b>	<b>3.1</b>	<b>1.7</b>	<b>0.9</b>	<b>16.6</b>	<b>0.8</b>	<b>-0.5</b>	<b>2.2</b>	<b>1.0</b>
Crop and animal production, hunting, and related service activities	19.9	2.1	1.0	0.0	17.5	0.2	-1.4	1.3	0.1
Fishing and Aquaculture	6.1	17.2	10.8	13.1	6.1	8.5	11.9	13.9	13.5
<b>Mining and Quarrying</b>	<b>-3.1</b>	<b>-6.9</b>	<b>-26.5</b>	<b>-43.3</b>	<b>-0.2</b>	<b>-38.3</b>	<b>-48.6</b>	<b>-39.8</b>	<b>-41.3</b>
Extraction of crude petroleum and natural gas	-2.9	-6.7	-26.6	-43.8	0.1	-38.7	-49.3	-40.4	-41.8
Other mining and quarrying	-15.5	-14.1	-16.3	-0.1	-15.8	-16.2	-0.1	-0.1	0.0
<b>Manufacturing</b>	<b>5.5</b>	<b>10.6</b>	<b>10.1</b>	<b>9.5</b>	<b>5.5</b>	<b>9.5</b>	<b>9.9</b>	<b>9.4</b>	<b>9.1</b>
Food products	7.7	5.2	3.5	2.8	8.2	2.8	3.3	2.2	2.9
Beverages	18.8	0.4	0.4	0.5	18.8	0.4	0.5	0.5	0.5
Tobacco products	8.1	8.0	10.0	8.0	12.0	10.0	10.0	10.0	4.2
Textiles	0.9	1.4	0.6	0.7	0.9	0.6	0.7	0.7	0.7
Wearing apparel	10.2	11.5	4.0	1.9	10.2	4.2	1.9	1.9	1.9
Leather and related products	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Wood and wood products	33.4	9.4	7.8	5.0	35.8	7.4	5.6	6.2	3.4
Paper and paper products	1.5	2.3	4.4	3.9	1.5	4.4	3.9	3.9	3.9
Printing and reproduction of recorded media	0.0	0.0	0.0	18.3	0.0	0.0	18.3	18.3	18.3
Coke and refined petroleum	0.9	40.4	40.4	40.4	0.9	40.4	40.5	40.5	40.4
Chemicals and chemical products	1.4	0.9	2.3	8.2	1.1	2.3	8.2	8.2	8.2
Pharmaceuticals, medicinal, chemical and botanical products	-0.1	-0.5	0.2	0.7	-0.1	0.2	0.7	0.7	0.7
Rubber and plastic products	17.2	8.1	3.2	-1.7	19.0	-0.8	1.3	-2.0	-4.3
Other non-metallic mineral products	9.1	15.7	13.0	10.9	7.4	12.9	13.4	12.9	6.6
Basic Metals	5.1	1.7	1.2	-2.0	3.7	-0.8	-2.2	-2.6	-1.2
Fabricated Metal products, except machinery and equipment	31.8	3.6	6.8	5.6	31.8	7.3	5.7	5.4	5.5
Computer, electronic and optical products	-2.7	-4.3	-8.2	-3.1	-2.7	-8.2	-3.1	-3.1	-3.1
Electrical equipment	5.2	1.8	2.3	0.8	5.2	2.4	0.8	0.8	0.8
Machinery and Equipment, n.o.i	11.1	7.4	5.2	3.1	11.1	5.2	3.1	3.1	3.1
Motor vehicles, trailers and semi-trailers	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other transport Equipment	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Furniture	0.3	0.3	0.2	0.2	0.3	0.2	0.2	0.2	0.2
Other manufacturing	-14.7	-0.3	-1.2	-0.1	-12.0	1.6	3.0	1.7	-4.8
<b>Electricity, steam, gas and air conditioning supply</b>	<b>0.0</b>	<b>61.8</b>	<b>61.8</b>	<b>61.8</b>	<b>0.0</b>	<b>61.8</b>	<b>61.8</b>	<b>61.8</b>	<b>61.8</b>
<b>Water supply, sewerage, waste management, and remediation activities</b>	<b>12.1</b>	<b>14.4</b>	<b>7.3</b>	<b>13.1</b>	<b>12.1</b>	<b>9.7</b>	<b>12.0</b>	<b>12.0</b>	<b>15.2</b>
Water collection, treatment and supply	28.2	33.5	12.5	19.3	28.2	12.5	17.2	17.2	23.6
Waste collection, treatment and disposal activities	0.0	0.0	2.3	7.0	0.0	7.0	7.0	7.0	7.0
<b>Transportation and storage</b>	<b>5.5</b>	<b>7.0</b>	<b>14.7</b>	<b>19.1</b>	<b>5.5</b>	<b>14.7</b>	<b>19.1</b>	<b>19.1</b>	<b>19.1</b>
Land transport and trasport via Pipelines	0.7	11.1	10.4	10.4	0.7	10.4	10.4	10.4	10.4
Water transport	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Air Transport	6.3	6.3	15.4	20.5	6.3	15.4	20.5	20.5	20.5
Postal and courier activities	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>Accommodation and Food Service Activities</b>	<b>0.9</b>	<b>2.3</b>	<b>3.3</b>	<b>1.5</b>	<b>0.9</b>	<b>1.4</b>	<b>1.5</b>	<b>1.5</b>	<b>1.5</b>
Accommodation	-1.0	-10.0	-7.8	-9.3	-1.0	-11.1	-9.3	-9.3	-9.3
Food and beverage service activities	3.8	20.4	19.5	16.7	3.8	19.5	16.7	16.7	16.7
<b>Information and communications</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

Source: CAPMAS.

1/ The new series of Producer Price Index was issued by CAPMAS starting September 2007, using 2004/2005 prices of goods and services as a base period, and deriving sub-group weights from average values of agricultural, industrial and services production for the years 2002/2003 and 2003/2004.

2/ Change in index over the same quarter in the previous year.

3/ Change in index over the same month in the previous year .

**Table ( 7 ): Inflation in Producer Prices According to End Use Classification <sup>11</sup>**

	Year on Year Quarterly 2/				Year on Year Monthly 3/				
	Jan- Mar 2014	Jul-Sep 2014	Oct-Dec 2014	Jan- Mar 2015	Mar-14	Dec-14	Jan-15	Feb-15	Mar-15
<b>Overall PPI Index</b>	<b>7.5</b>	<b>4.7</b>	<b>-0.1</b>	<b>-3.8</b>	<b>7.6</b>	<b>-3.2</b>	<b>-5.3</b>	<b>-2.7</b>	<b>-3.3</b>
Fuel	18.8	13.5	40.4	40.4	0.9	40.4	40.5	40.5	40.4
Raw Materials	19.9	2.7	-21.6	-36.3	0.4	-32.2	-40.8	-33.0	-35.2
Intermediate Goods	6.1	1.6	2.9	2.1	5.0	1.9	2.6	2.2	1.6
Non-Durable Consumer Goods	-3.1	6.9	1.7	0.9	16.8	0.8	-0.4	1.7	1.4
Durable Consumer Goods	-2.9	-0.3	0.7	1.0	2.9	0.7	1.0	1.0	1.0
Capital Goods	-15.5	1.0	0.8	0.7	1.3	0.8	0.7	0.7	0.7

**Table ( 8 ): Inflation in Producer Prices According to Stage of Processing Classification <sup>1/</sup>**

	Year on Year Quarterly 2/				Year on Year Monthly 3/				
	Jan- Mar 2014	Jul- Sep 2014	Oct- Dec 2014	Jan- Mar 2015	Mar-14	Dec-14	Jan-15	Feb-15	Mar-15
<b>Overall PPI Index</b>	<b>7.5</b>	<b>4.7</b>	<b>-0.1</b>	<b>-3.8</b>	<b>7.6</b>	<b>-3.2</b>	<b>-5.3</b>	<b>-2.7</b>	<b>-3.3</b>
Fuel	-2.4	6.3	-13.4	-28.6	0.3	-24.4	-33.5	-25.5	-26.7
Cotton	2.7	2.7	40.6	40.6	2.7	40.6	40.6	40.6	40.6
Raw Materials	18.6	5.7	0.7	0.0	16.4	-0.2	-1.4	1.3	0.1
Semi-Finished Goods	5.4	4.2	1.8	1.0	5.9	1.2	1.5	0.5	1.0
Finished Goods	6.0	2.8	3.7	3.3	5.7	3.1	3.7	3.4	2.8

Source: CAPMAS.

1/ The new series of Producer Price Index was issued by CAPMAS starting September 2007, using 2004/2005 prices of goods and services as a base period, and deriving sub-group weights from average values of agricultural, industrial and services production for the years 2002/2003 and 2003/2004.

2/ Change in index over the same quarter in the previous year.

3/ Change in index over the same month in the previous year.

Table ( 9 ) : Exchange Rates

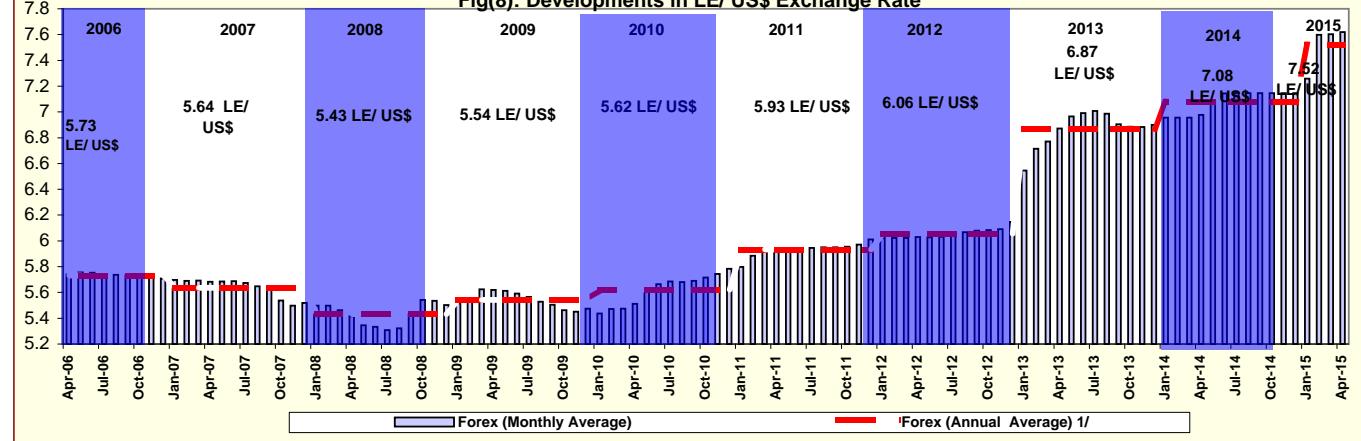
	Domestic Market			International Markets	
	(LE / currency units) <sup>1/</sup>			(US \$ / currency units)	
	US Dollar	Pound Sterling	Euro	Euro	Pound Sterling
<u>Yearly Averages<sup>2/</sup></u>					
2004	6.194	11.348	7.701	1.244	1.833
2005	5.779	10.569	7.226	1.246	1.821
2006	5.733	10.648	7.255	1.256	1.843
2007	5.636	11.448	7.836	1.370	2.002
2008	5.431	10.186	8.078	1.471	1.855
2009	5.542	8.764	7.804	1.394	1.565
2010	5.622	8.783	7.541	1.329	1.546
2011	5.933	9.535	8.277	1.393	1.604
2012	6.056	9.614	7.801	1.286	1.585
2013	6.869	10.749	9.126	1.328	1.564
2014	7.079	11.672	9.413	1.329	1.648
<u>Monthly Averages</u>					
Jul-13	7.007	10.638	9.164	1.308	1.518
Aug-13	6.987	10.821	9.308	1.332	1.549
Sep-13	6.905	10.939	9.217	1.335	1.584
Oct-13	6.886	11.091	9.397	1.364	1.609
Nov-13	6.884	11.085	9.298	1.350	1.609
Dec-13	6.899	11.292	9.446	1.370	1.637
Jan-14	6.956	11.466	9.491	1.363	1.647
Feb-14	6.956	11.519	9.499	1.365	1.655
Mar-14	6.957	11.577	9.624	1.383	1.663
Apr-14	6.978	11.685	9.643	1.381	1.673
May-14	7.081	11.927	9.730	1.374	1.685
Jun-14	7.143	12.086	9.724	1.360	1.690
Jul-14	7.145	12.216	9.689	1.355	1.708
Aug-14	7.145	11.951	9.532	1.333	1.671
Sep-14	7.145	11.672	9.235	1.291	1.632
Oct-14	7.146	11.502	9.066	1.267	1.608
Nov-14	7.145	11.286	8.918	1.248	1.579
Dec-14	7.145	11.179	8.810	1.232	1.563
Jan-15	7.259	11.007	8.456	1.167	1.518
Feb-15	7.600	11.675	8.657	1.135	1.531
Mar-15	7.602	11.441	8.271	1.084	1.500
Apr-15	7.619	11.368	8.223	1.079	1.492

Sources: Central Bank of Egypt, Reuters and Oanda ([www.oanda.com](http://www.oanda.com)).

1/ Average of the Bid / Ask rates. (Mid Point)

2/ Calendar year.

Fig(8): Developments in LE/ US\$ Exchange Rate



Source: Central Bank of Egypt and Reuters.

1/ Calendar year average.