

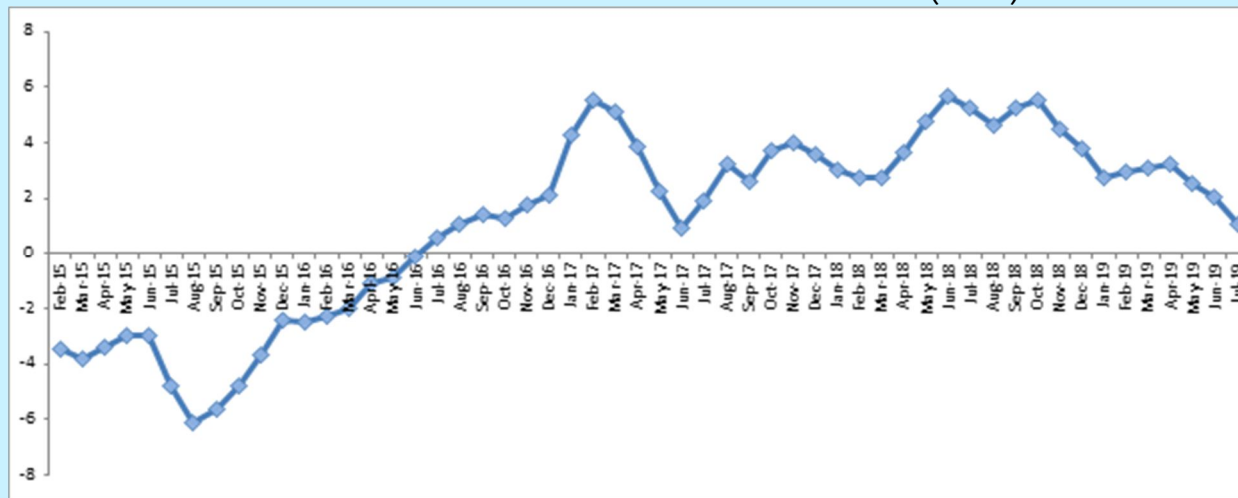
July 2019 WPI inflation falls to 1%

The WPI inflation falls to 1% in July 2019 from 2% in June 2019, 2.8% in May 2019, 3.2% in April 2019, 3.1% in March 2019 and 2.9% in February 2019. The decline in WPI inflation in the month of July 2019 is attributed to decrease in prices of Vegetables (10.7%), onion(7.6%) Minerals (13.5%) and LPG (-15%).

Due to decrease in the prices of vegetables, minerals, onion, and LPG, WPI inflation stands at 1% in July 2019 as compared to 2% in June 2019. The official Wholesale Price Index for 'All Commodities' (Base: 2011-12=100) for the month of July, 2019 declined by 0.2% to 121.1 (provisional) from 121.5 (provisional) for the previous month.

Trend in WPI Inflation

(Y-O-Y) %



Source: PHD Research Bureau, compiled from the office of the Economic Advisor to the Govt. of India

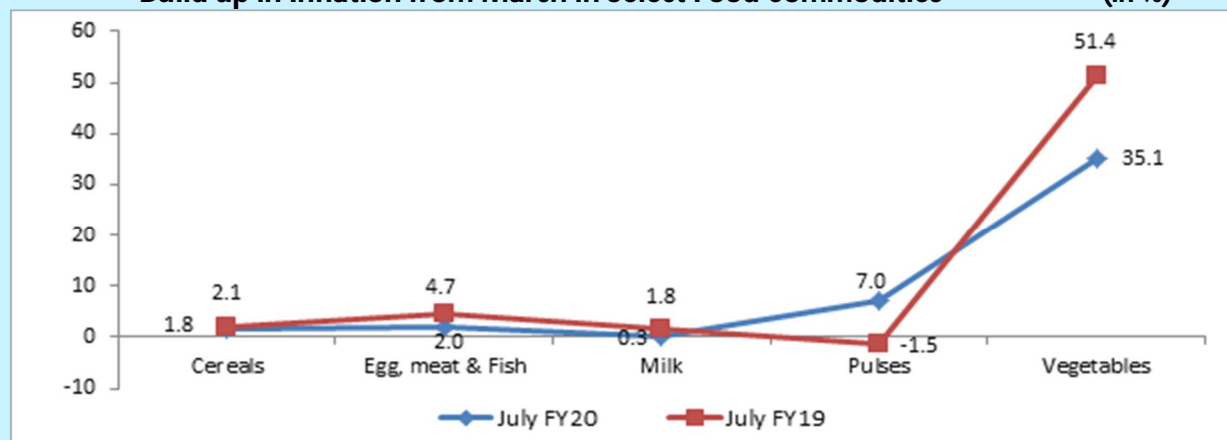
WPI inflation in Select Commodities (Base year: 2011-12)

S. No.	Commodity	WPI Inflation Y-o-Y % growth			
		May-19	Jun-19	Jul-19	Change in Jul-19 as Compared to Previous Month
1	All Commodities	2.8	2.0	1.1	↓
2	Primary Articles	6.7	6.7	5.0	↓
3	Food Articles	7.3	7.0	6.1	↓
4	Cereals	7.9	7.9	8.6	↑
5	Vegetables	36.6	24.8	10.7	↓
6	Non-food Articles	6.0	5.1	4.3	↓
7	Fuel & Power	1.9	(-)2.2	(-)3.6	↓
8	Petrol	(-)0.3	(-)5.7	(-)5.0	↑
9	Manufactured Products	1.5	0.9	0.3	↓
10	Sugar	11.6	4.0	(-)0.9	↓

Source: PHD Research Bureau, compiled from the office of the Economic Advisor to the Govt. of India (Note: Figures are rounded off)

Build up inflation rate in the financial year (2019-20) so far was 1.1% compared to a build up rate of 3.1% in the corresponding period of the previous year.

Build up in Inflation from March in Select Food Commodities (in %)

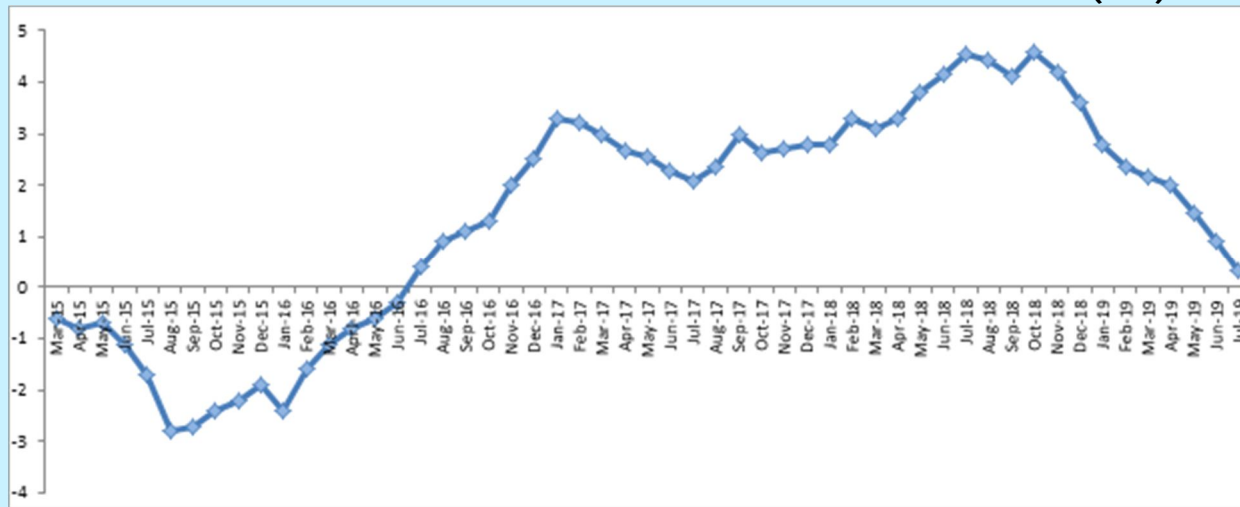


Source: PHD Research Bureau, compiled from the office of the Economic Advisor to the Govt. of India

Manufacturing inflation stands at 0.3% (weight 64.23 %)

The WPI inflation for manufactured products stands 0.3% for July 2019 as against 0.9% for June 2019. The index for this major group declined by 0.3% to 118.1 (provisional) from 118.4 (provisional) for the previous month.

Trend in WPI Inflation in Manufactured Products (in %)



Source: PHD Research Bureau, compiled from the office of the Economic Advisor to the Govt. of India

Food inflation stands at 6.1% (Weight 15.26%)

The food articles inflation stands 6.1% in July 2019 as compared to 7.0% in June 2019. The rate of inflation based on WPI Food Index consisting of 'Food Articles' from Primary Articles group and 'Food Products' from Manufactured Products group decreased from 5.04% in June, 2019 to 4.54% in July, 2019.

Fuel & power inflation stands at (-)3.6% (weight 13.15%)

The index for this major group declined by 1.5% to 100.6 (provisional) from 102.1 (provisional) for the previous month. The groups and items which showed variations during the month are as follows:-

The index for 'Mineral Oils' group declined by 3.1% to 91.4 (provisional) from 94.3 (provisional) for the previous month due to lower price of LPG (15%), ATF (7%), naphtha (5%), petroleum coke

(4%), HSD, kerosene and furnace oil (2% each) and petrol (1%). However, the price of bitumen (2%) moved up.

The index for 'Electricity' group rose by 0.9% to 108.3 (provisional) from 107.3 (provisional) for the previous month due to higher price of electricity (1%).

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