



Analysis on Consumer Price Index - September 2025

PHDCCI Research Bureau

Consumer Price Index –August 2025



All India sequential inflation rates (%) based on CPI (General) and CFPI: July 2025 over August 2025

		July 2025 (Final)			August2025 (Provisional)		
		Rural	Urban	Combd.	Rural	Urban	Combd.
Inflation	CPI (General)	1.18	2.10	1.61	1.69	2.47	2.07
	CFPI	-1.74	-1.90	-1.76	-0.70	-0.58	-0.69

Source: Ministry of Statistics and Programme Implementation, GoI https://www.mospi.gov.in/sites/default/files/press_release/CPI_PR_12sep25.pdf

Consumer Price Index – August 2025



All India year-on-year inflation rates (%) based on CPI (General) and CFPI: August 2025 over August 2024							
		August 2024			August 2025 (Provisional)		
		Rural	Urban	Combd.	Rural	Urban	Combd.
Inflation	CPI (General)	4.16	3.14	3.65	1.69	2.47	2.07
	CFPI	6.02	4.99	5.66	-0.70	-0.58	-0.69

Source: Ministry of Statistics and Programme Implementation, GoI https://www.mospi.gov.in/sites/default/files/press_release/CPI_PR_12sep25.pdf

Consumer Price Index – August 2025



India Consumer Price Indices and year-on-year Inflation rates (%) for August 2025 (Provisional)			
Category	Rural	Urban	Combined
Food and Beverages	-0.15	-0.34	-0.05
Pan, tobacco and intoxicants	2.56	2.39	2.49
Clothing and Footwear	2.13	2.69	2.33
Housing	-	3.09	3.09
Fuel and Light	1.99	3.18	2.43
Miscellaneous	5.26	4.83	5.05
General Index (All Groups)	1.69	2.47	2.07
Consumer Food Price Index	-0.70	-0.58	-0.69

Source: Ministry of Statistics and Programme Implementation, GoI https://www.mospi.gov.in/sites/default/files/press_release/CPI_PR_12sep25.pdf

Analysis



Year-on-year CPI inflation for August 2025 stood with RBI's tolerance limit at 2.07%, despite international policy uncertainties

The year-on-year inflation rate, based on the All-India Consumer Food Price Index (CFPI), stood at -0.69% (provisional) in August 2025 compared with August 2024, supporting the prevailing low CPI inflation

The softening in the prices in August 2025 for cereals and products, pulses & products, as well as moderation in clothing and footwear, housing, and fuel and light, in comparison to July 2025, have collectively helped keep inflation within RBI tolerance level

Looking ahead, CPI inflation will downtrend, aided by the GST 2.0 reforms package. The proposed simplified two-tier structure will reduce production costs, translate into lower prices, and, in turn, stimulate consumption

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Thank You