Palestinian Central Bureau of Statistics (PCBS)

Palestinian Producer Price Index, during 2016 & December, 12/2016

Increase in the Producer Price[1] Index (PPI) during 2016

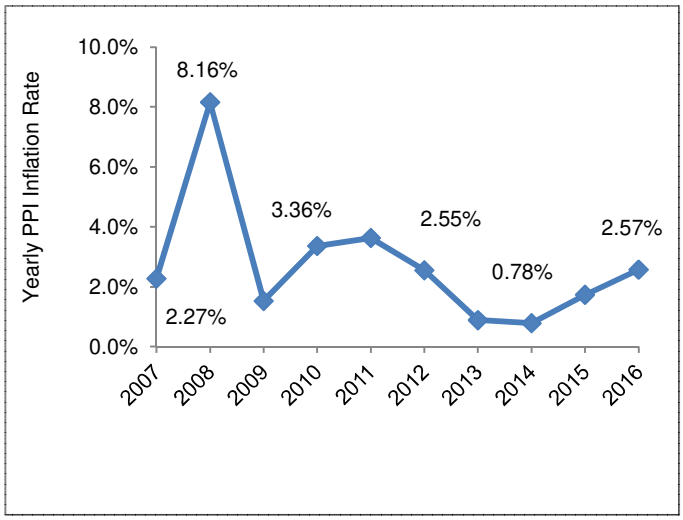
The overall **PPI in Palestine** with its base month (December 2015=100) reached 101.07 **in 2016**, which **indicates an increase by 2.57%** compared to 2015.

Prices of PPI for 2016 increased due to the increase in the prices of goods in **Electricity, gas, steam and air conditioning supply group by 14.64%**, prices of goods in **Water supply; sewerage, waste management and remediation activities group by 7.28%**, prices of goods in **Manufacturing group by 2.29%**, and the prices of goods in **Agriculture, forestry and fishing group by 0.86%**.

While the prices of goods in **Mining and quarrying group decreased by 5.86%** in 2016 compared to 2015.

The prices of locally consumed products increased by 2.75%, and the prices of local exported products increased by 1.12%.

Yearly inflation rate of Producer Price Index in Palestine for 2007 – 2016



1 The producer's price is the amount receivable by the producer from the purchaser for a unit of a good or service produced as output minus any VAT, or similar deductible tax, invoiced to the purchaser. The producer's prices exclude any transport charges invoiced separately by the producer.

The table below shows yearly inflation rate in PPI in Palestine for the period 2007 – 2016:

Year	Yearly Inflation Rate		
	Local Products	Export Products	Total Products
2007	+ 2.37	+ 1.43	+ 2.27
2008	+ 8.51	+ 4.95	+ 8.16
2009	+ 1.46	+ 2.62	+ 1.53
2010	+ 3.60	+ 1.95	+ 3.36
2011	+ 3.75	+ 2.83	+ 3.63
2012	+ 2.41	+ 3.87	+ 2.55
2013	+ 0.94	+ 0.30	+ 0.89
2014	+ 0.98	- 1.19	+ 0.78
2015	+ 1.89	+ 0.06	+ 1.73
2016	+ 2.75	+ 1.12	+ 2.57
Cum.	**+ 32.40**	**+ 19.28**	**+ 30.87**

Increase in the Producer Price Index (PPI) during December 2016

The overall PPI for Palestine with its base month (December 2015=100) reached 102.95 in December 2016, as it increased by 0.70% compared to November 2016.

PPI for locally consumed products

PPI for locally consumed products (December 2015=100) reached 103.15 in December 2016, which indicates an increase of 0.70% compared to November 2016.

PPI for local exported products

PPI for local exported products (December 2015=100) reached 101.70 in December 2016, which indicates an increase of 0.19% compared to November 2016.

The changes of PPI for December 2016 were traced back to changes in prices of the following major activities compared to the previous month:

Major Activities	Change
Agriculture, forestry and fishing goods	+ 4.03%
Mining and quarrying	+ 1.64%
Water supply; sewerage, waste management and remediation activities	+ 0.03%
Electricity, gas, steam and air conditioning supply	- 2.76%
Manufacturing	- 0.08%

The table below shows monthly percent change in PPI in Palestine for the period January – December 2016:

Month	Local Products	Exported Products	Total Products
Jan.	- 0.28	- 0.01	- 0.13
Feb.	- 0.52	- 0.68	- 0.61
Mar.	- 1.00	+ 0.08	- 0.92
Apr.	+ 0.51	+ 0.35	+ 0.47
May.	+ 3.38	+ 1.31	+ 3.18
Jun.	- 1.73	- 0.25	- 1.60
Jul.	+ 2.05	+ 0.59	+ 1.86
Aug.	- 0.16	+ 0.19	- 0.16
Sep.	+ 0.84	+ 0.02	+ 0.76
Oct.	- 0.65	- 0.04	- 0.58
Nov.	+ 0.08	- 0.05	+ 0.05
Dec.	+ 0.70	+ 0.19	+ 0.70

The trend line of the Producer Price Index in Palestine, for the period: December 2015 - December 2016 (Base Month December 2015=100)

