



Monthly Inflation Review • June, 2020

The inflation rate¹ following relative upward trend in the previous months (March - 1,6% and April – 2,2%) in June, 2020 has downward trend and developed with negative indicator of -1,1% that in comparison with the same month of the last year is less on 1,5% (p.p)..

For the reporting month a drop in prices for food production on -2,8% (share to inflation -1,5 p.p.) has basically influenced the inflation rate. At the same time a rise in prices for non-food production has made 1,1% (0,3 p.p.) and costs of paid services to the population 1,6% (0,1 p.p.).

In the structure of food products a drop in prices for such consumer goods for population as wheat flour of the first grade of 4,2%, rice of 3,4%, eggs of 17,3%, potatoes of 12,8%, onions of 28,5%, tomatoes of 19,9%, apples of 31,8% and water-melon of 21,4% m/m) was mainly observed.

This process has developed mainly at the result of increase of supply of some foodstuffs group because of rich spring and summer harvests that affords ground for stable level of supply and demand.

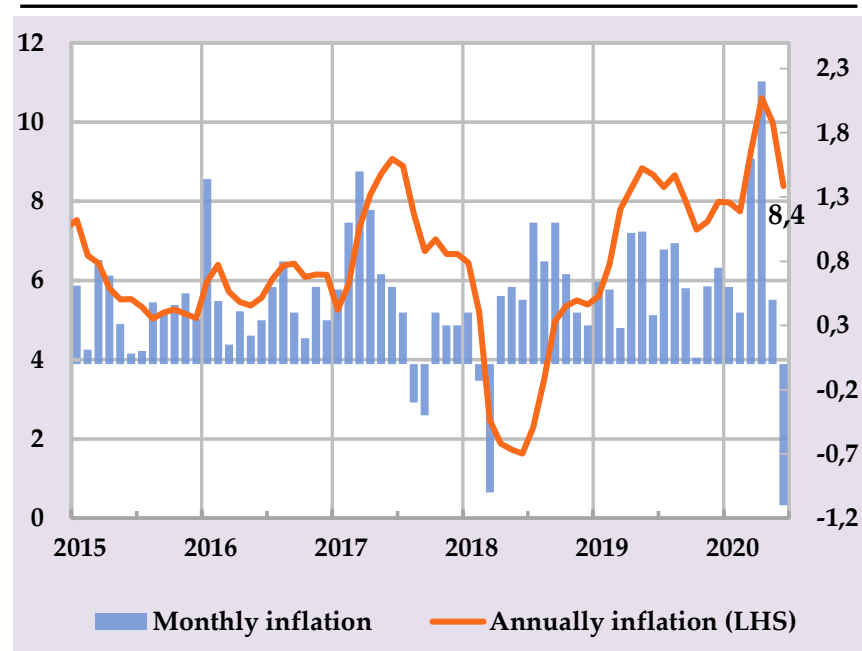
According to the agricultural statistic data in the first half of current year more than 527,5 thousand tons of wheat and 902,6 thousand vegetables were produced in the country that in comparison with the same period of last year is more on 6,1% and 15,0% accordingly.

At the same time the prices for some food products including rice 0,4%, meat 0,8%, vegetable oil 2,8%, carrots 11,8% and others had an upward trend.

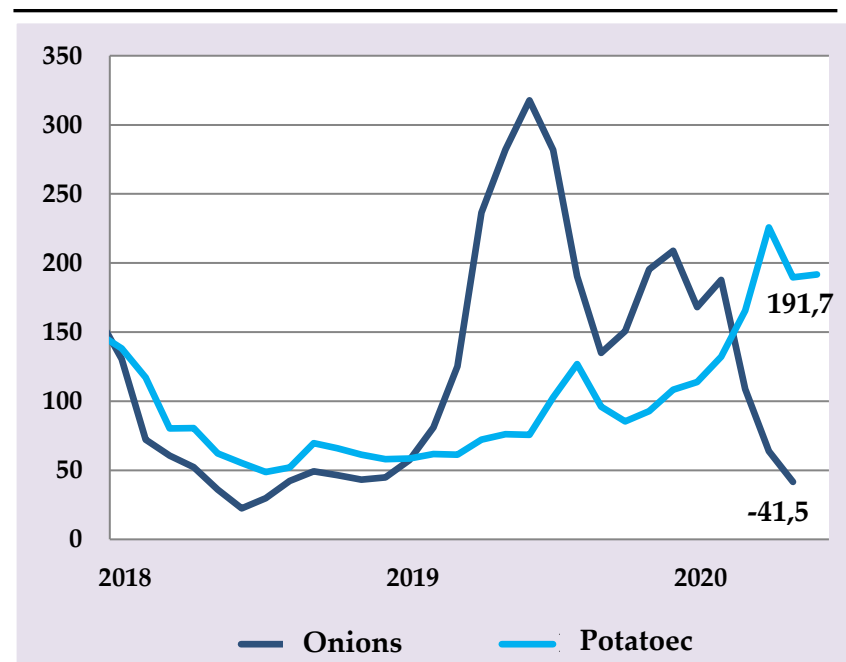
In the structure of non food products in June of current year mainly a rise in prices for medicines at the rate of 3,5% (because of increase of demand due to spreading of coronavirus infectious disease) and liquid gas of 13,8% (increase of demand on given type of fuel due to incremental recovery and activation of economy following the end of quarantine measures and/or temporarily limitation of activities of servicing organizations, markets, etc.) was observed.

Also, the prices and tariffs for paid services to population in June of current year had an upward trend and has made 1,6% that was caused basically at the result of growing prices for fuel 14,0% (especially, liquid gas - 14,0%).

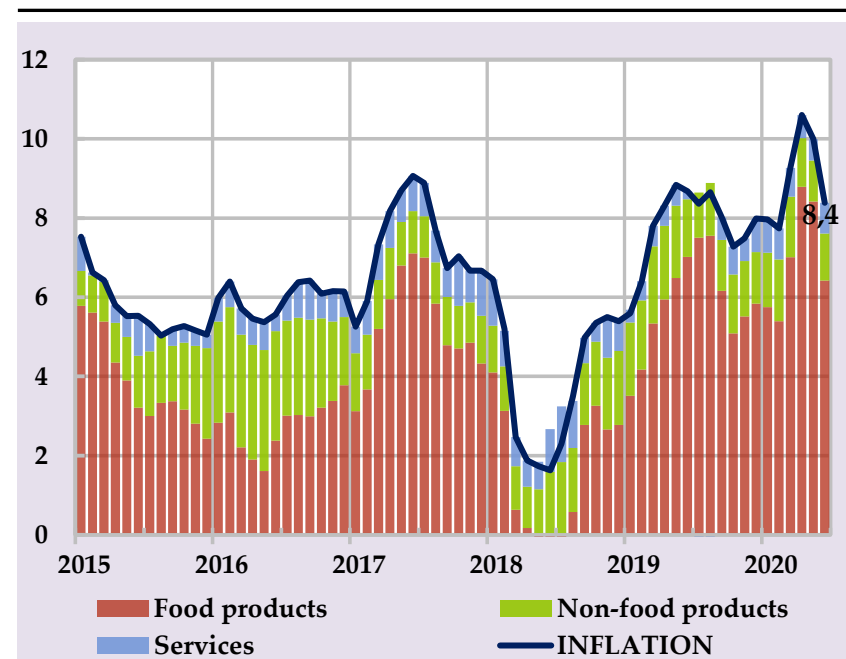
Monthly and annual Inflation, in %
(Source: Agency on Statistic, NBT estimations)



Contribution of Components to Inflation, in %, annual
(Source: Statistical Agency, NBT calculations)



Influence of seasonal and external factors on inflation, in %
(Source: Agency on Statistic, NBT estimations)



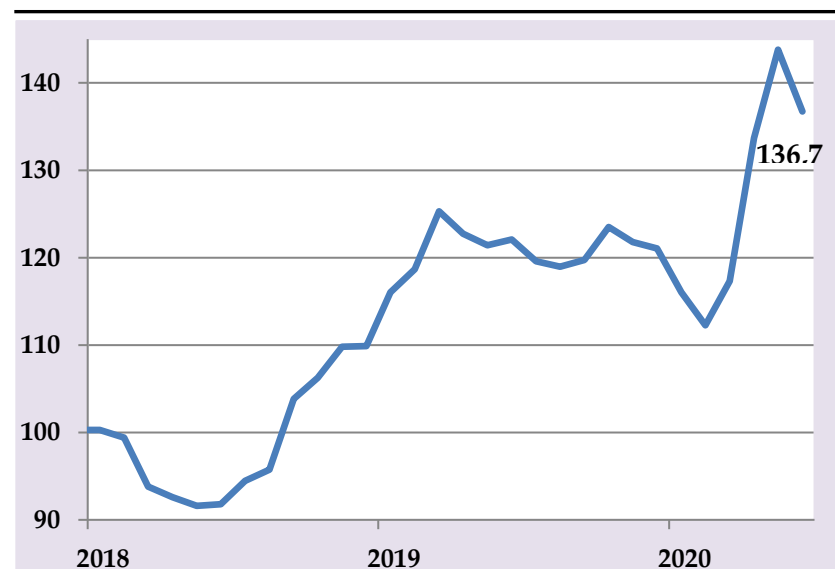
Hence, the annual inflation (for last 12 months) in June of current year had a downward trend and made 8,4% that in comparison with the previous month and same month of last year is less on 1,7 p.p. and 0,4 p.p. accordingly.

According to the analysis the key factors influenced this process and increasing inflation rates behind the limits of forecast mainly was wide spreading of pandemic coronavirus (COVID-19) in the world, decrease of supply for some basic foodstuffs by exporting countries and limits set on goods delivery through borders of countries-trading partners.

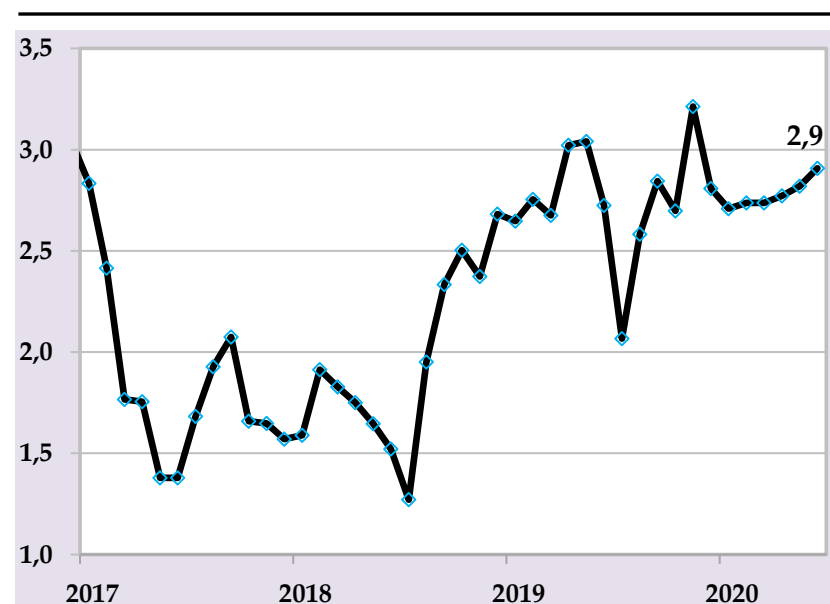
The core inflation rate, reflecting monetary factors, in June of current year has made 0,2% and in the annual calculation has made 2,9% that certifies the limitation of influence of monetary factors on the inflation rate.

The National Bank of Tajikistan with the view of prevention of additional pressure on the inflation rate will continue realization of monetary policy by use of monetary and exchange rate tools.

Тағйирёбии намоёи нархи орди навъи якум, бо % солона
(манбаъ: Агентии омор, ҳисобҳои БМТ)



Core inflation, in %, annual
(Source: Agency on Statistic, NBT estimations)



¹ - according to data of Statistics Agency

Consumer price index*																	
	Weight, %	annual change															June, monthly change, %
		2015	2016	2017	2018	2019					2020						
						January	March	June	September	December	January	February	March	April	May	June	
Inflation	100,0	5,1	6,1	6,7	5,4	5,7	7,8	8,7	8,1	8,0	8,0	7,8	9,3	10,6	10,0	8,4	-1,1
Food and non-alcoholic beverages	50,4	3,8	6,4	7,7	4,9	6,3	10,2	13,5	11,9	11,4	11,2	10,4	13,5	17,3	16,5	12,4	-3,2
Bread and bread products	15,3	9,1	-2,5	-0,8	8,9	13,2	19,7	18,8	16,1	16,5	13,3	10,2	13,5	23,1	29,4	25,3	-2,3
Rise	2,6	11,6	-9,2	-6,9	19,5	20,7	22,1	24,8	15,3	7,6	7,1	4,7	4,0	3,1	1,2	-0,5	0,4
Flour	9,0	7,8	-3,0	0,3	9,9	16,0	25,3	22,1	19,7	21,0	16,0	12,3	17,3	33,7	43,8	36,7	-4,2
Meat and meat products	8,4	-10,2	3,7	13,8	8,6	9,4	10,4	18,0	22,9	21,8	22,0	21,1	20,6	18,4	16,2	12,3	0,6
Beef	5,3	-14,3	3,2	14,7	8,9	9,7	11,4	21,8	27,2	25,9	27,0	25,8	25,2	22,3	18,9	14,0	0,8
Eggs	1,4	5,5	12,0	1,0	3,9	1,8	6,6	6,0	3,1	6,3	7,2	-1,1	-5,1	14,7	14,8	-0,1	-17,3
Milk and dairy products	1,7	7,3	0,4	4,4	4,1	2,6	3,1	4,8	4,3	6,4	6,3	5,5	6,7	5,3	8,8	8,1	1,3
Milk	0,5	16,1	-7,2	6,3	1,3	-2,1	0,0	2,7	6,7	7,3	5,8	5,6	11,0	5,8	14,0	13,0	1,3
Plant and Animal Oil	5,1	12,7	11,3	1,3	9,2	9,1	10,4	5,2	0,6	-1,7	-0,8	-1,1	0,5	4,6	5,5	6,4	0,6
Fruit	3,8	12,3	16,7	-1,8	4,0	2,3	-4,0	-15,5	-5,4	-2,2	0,7	9,0	12,1	18,5	24,1	18,6	-11,7
Vegetables	7,6	-12,4	16,5	40,2	-10,7	-9,7	3,7	33,1	15,0	15,4	19,9	19,5	29,9	28,1	10,8	3,0	-7,3
Sugar	2,2	19,3	15,0	-6,7	2,7	4,4	5,7	-0,6	3,4	-5,1	-7,1	-5,8	-0,2	3,6	3,7	-2,0	-3,4
Soft drinks	1,3	13,7	19,9	1,6	2,8	2,5	5,1	6,2	6,7	8,1	0,9	0,4	-0,8	-5,3	-3,0	-0,2	3,0
Catering*	1,0	14,9	19,9	2,7	8,0	8,0	6,7	8,1	7,3	3,0	3,0	3,0	3,0	1,7	1,7	2,9	1,2
Alcoholic beverages and tobacco	2,5	15,9	11,8	6,2	5,4	6,5	3,8	3,5	0,9	1,0	-0,1	0,9	1,9	0,4	0,2	3,2	3,0
Non-food products	30,6	7,9	5,7	4,4	6,4	6,3	6,3	4,7	4,1	4,2	4,5	5,1	5,0	4,0	3,4	3,9	1,1
Clothes and shoes	10,4	9,2	14,5	9,2	5,6	14,4	14,7	13,5	14,4	13,4	4,5	4,5	4,2	3,8	3,5	3,8	0,5
Repair and construction materials	4,5	2,2	-0,9	2,4	7,3	7,8	6,0	5,2	4,9	4,9	4,4	4,6	5,5	5,7	6,7	6,5	0,5
Detergents	1,7	15,5	1,2	4,0	6,2	6,2	7,0	9,0	6,3	3,3	3,7	2,7	2,9	2,7	3,9	5,0	1,3
Medicine	2,9	24,7	14,1	1,0	10,4	10,7	6,4	18,1	10,8	13,0	13,6	16,6	16,5	15,6	10,1	11,9	3,5
Petrol vehicles lubrication products	2,1	-7,0	2,9	27,7	12,2	7,2	5,4	-10,6	-9,1	-5,7	-0,1	6,4	4,2	-7,0	-18,4	-16,5	3,6
Other Heating Products	1,2	19,0	3,0	0,9	-8,4	-8,4	-5,0	-12,7	-18,0	-9,9	-9,2	-3,5	-2,1	-3,4	-3,8	-2,7	0,9
Vehicle	1,1	-2,0	0,0	0,0	5,2	5,2	8,1	0,4	1,5	0,8	2,1	-1,0	-0,7	0,4	2,4	2,7	0,1
Other personal effects	1,6	7,6	7,1	8,6	8,3	8,7	8,5	4,9	4,1	3,8	3,5	3,0	2,9	3,3	5,7	8,4	2,7
Services	15,4	2,2	4,5	7,7	4,9	2,1	3,4	1,3	3,7	5,5	5,5	5,1	4,7	3,8	3,5	5,0	1,6
Housing and communal	5,4	3,2	9,8	17,5	10,8	9,8	12,3	3,2	15,7	9,1	10,6	12,8	11,0	8,6	5,6	7,5	2,1
Rental of property	0,2	14,3	0,0	0,0	5,0	5,0	6,5	3,3	2,9	2,8	3,1	4,2	1,3	1,3	1,3	1,3	0,0
Water and garbage collection fee	0,7	20,1	5,1	9,1	9,4	8,4	8,7	8,2	8,2	4,3	1,4	1,4	1,1	1,1	0,6	0,6	0,0
Electricity	3,0	0,0	16,3	14,7	14,9	14,6	14,6	14,4	32,9	16,2	16,2	16,2	16,2	16,2	16,2	16,2	0,0
Hot water	0,0	14,6	0,0	0,0	1,5	1,5	1,5	1,5	1,5	0,6	0,6	0,6	0,6	0,6	0,6	0,6	0,0
Gas	1,1	-6,3	3,4	40,1	6,2	2,8	14,1	-23,3	-15,8	-5,9	2,3	14,2	5,9	-5,6	-20,0	-9,3	13,4
Transport	4,1	-2,3	-1,4	2,8	2,9	-4,8	-2,4	-0,2	-8,8	3,7	2,4	-1,5	-1,4	-1,7	0,8	0,9	0,0
communication	1,6	0,8	0,0	1,3	0,1	0,1	0,0	0,1	0,2	0,1	0,1	0,1	0,2	0,2	0,2	8,5	8,4
Education	1,7	2,6	11,3	5,3	0,3	0,7	0,7	0,7	2,0	1,5	1,7	1,7	1,6	1,6	1,6	1,6	0,0
Health	0,9	14,0	1,9	1,7	1,3	0,0	0,0	0,0	15,4	15,6	15,6	15,6	15,6	16,0	16,0	16,0	0,0
Household	1,6	12,3	5,2	1,1	3,3	3,3	3,2	3,2	5,3	3,8	3,9	4,1	4,4	4,3	3,7	3,1	0,0

*The given name of goods. Products and services in general form or consumer goods. Detailed information about name of goods (on consumer basket from 546 types) which is available on the website of the Statistics Agency under the President of the RT.

** - The dining room, café and restaurant