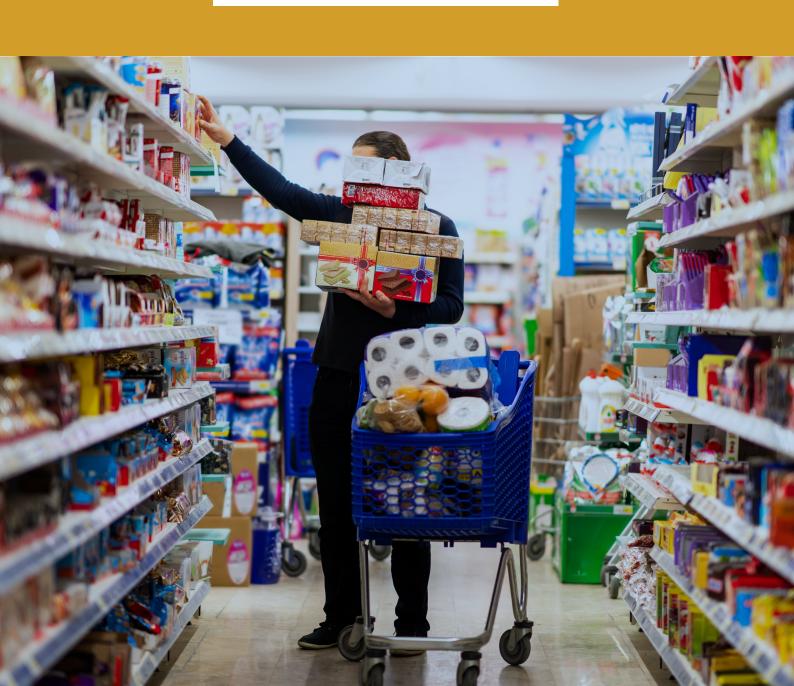
# Namibia Consumer Price Index Bulletin

DECEMBER 2020



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#### **PREFACE**



This report examines the monthly inflation rate performance in Namibia as measured by the Consumer Price Index. The Namibia Consumer Price Index (NCPI) is used as the basis to calculate the rate of inflation as experienced by consumers. The Consumer Price Index is published about 15 days after the end of the reference month to which it relates.

The inflation rate measures the change in the CPI for the month under review to the previous month (month-on-month change) as well as to the corresponding month in the previous year (year-on-year change). The inflation rate is vital for purposes of economic policy-making, especially the conduct of monetary policy and to consumers in general.

In December 2020, the annual inflation rate slowed to 2.4 percent from 2.6 percent recorded in December 2019, while on a monthly basis, the inflation rate was stagnant compared to 0.1 percent recorded a month earlier. The slow growth in the annual inflation rate for December 2020 was mainly as a result of declines in the price levels of Clothing and footwear (from 0.5 percent to -6.0 percent); Housing, water, electricity, gas and other fuels (from 1.9 percent to -1.3 percent) and Transport (from 2.0 percent to -1.3 percent).

Overall for the year 2020, the average inflation rate slowed down, registering an increase of 2.2 percent as compared to 3.7 percent increase that was witnessed in the year 2019. The slowdown in the annual inflation rate between 2019 and 2020 was mainly reflected in the main categories based on the basket weight such as Housing, water, electricity, gas and other fuels and Transport.

The Zonal inflation rates for the month of December 2020 revealed that, Zone 1 (Kavango East, Kavango West, Kunene, Ohangwena, Omusati, Oshana, Oshikoto, Otjozondjupa, and Zambezi) recorded annual inflation rate of 2.3 percent, Zone 2 (Khomas) obtained 2.4 percent and Zone 3 (//Kharas, Erongo, Hardap and Omaheke) registered 2.3 percent. On a monthly basis, Zone 1 recorded -0.1 percent, Zone 2 was stagnant while Zone 3 monthly inflation rate was 0.2 percent.

The analysis of the average retail prices for some of the basic products consumed by the households for the month of December 2020 indicate that for a maize meal (2.5 kg), Zone 3 recorded the highest price of N\$37.71 followed by Zone 1 at N\$36.08. For cooking oil (750 ml), consumers in Zone 2 paid the lowest price at N\$21.27 while the highest price was observed in Zone 1 at N\$26.19.

I would like to extend my gratitude and appreciation to all stakeholders who assisted in the production of this bulletin. Further, I would like to urge our readers and users of this bulletin to send to us any comments that may enhance statistical production and contribute to the improvement of this bulletin.

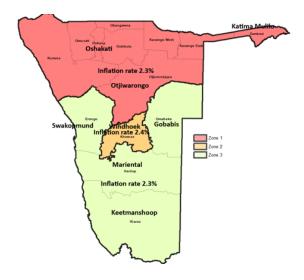
Alex Shimuafeni

Statistician-General & CEO

# **Annual inflation rate slowed down.**

The annual inflation rate slowed to 2.4 percent compared to 2.6 percent recorded in December 2019. On monthly basis, inflation was stagnant compared to 0.1 percent increase recorded in the previous month.

Box 1: Key highlights



- o The annual inflation rate stood at **2.4 percent**
- o The annual inflation rate for Goods was estimated at **3.5 percent**
- o The annual inflation rate for Services stood at **0.9 percent**
- o The average annual inflation rate for Dec 2019 to Dec 2020 stood at **2.2 percent**
- o The twelve-month average annual inflation rate from Jan 2020 to Dec 2020 was estimated at **2.2 percent**

Box 2: Contribution of the different groups to the annual percentage change in NCPI

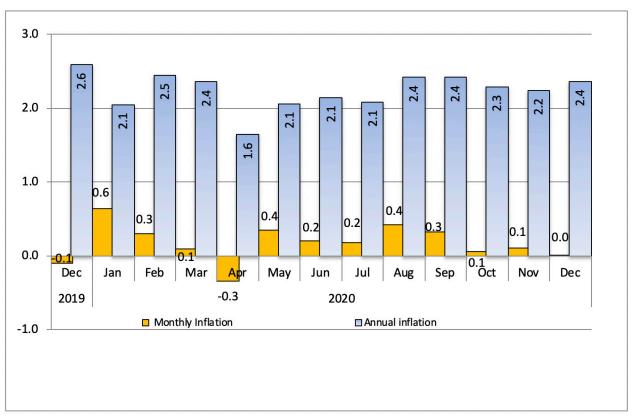
Groups	Contribu	tions (%)
	Nov-20	Dec-20
Food and non-alcoholic beverages	1.2	1.3
Alcoholic, beverages and tobacco	0.6	0.6
Clothing and footwear	-0.1	-0.1
Housing, water, electricity, gas & other fuels	-0.4	-0.4
Furnishings, household equipment etc	0.2	0.2
Health	0.1	0.1
Transport	-0.2	-0.2
Communication	0.1	0.1
Recreation and culture	0.2	0.1
Education	0.3	0.3
Hotels, cafes and restaurants	0.0	0.0
Miscellaneous goods and services	0.3	0.3
All items	2.2	2.4

#### **Overall inflation rate**

The annual inflation rate for December 2020 stood at 2.4 percent, down from 2.6 percent recorded in December 2019, a decrease of 0.2 percentage points. The slowdown in the annual inflation rate between December 2019 and December 2020 resulted mainly from decreases reflected in the price levels of Clothing and footwear which accounts for 3.1 percent of the overall basket of NCPI that declined by 6.0 percent compared to an increase of 0.5 percent recorded in December 2019; Housing, water, electricity, gas and other fuels, which accounts for 28.36 percent of the overall basket declined by 1.3 percent compared to an increase of 1.9 percent recorded in December 2019. Further the Transport category which accounts for 14.28 percent of the overall basket of NCPI also registered a decline of 1.3 percent in December 2020 compared to an increase of 2.0 percent registered in December 2019. Education which accounts for 3.65 percent of the basket increased by 7.0 percent in December 2020 compared to 12.0 percent recorded in December of last year; while the Hotels, cafes and restaurants which accounts for 1.39 percent of the basket increased by 0.1 percent in December 2020 compared to an increase of 4.1 percent registered in December 2019.

The monthly inflation rate was stagnant compared to 0.1 percent increase obtained in the previous month. Overall for the year 2020, the average inflation rate slowed down, registering an increase of 2.2 percent as compared to 3.7 percent increase that was witnessed in the year 2019. The slowdown in the annual inflation rate between 2019 and 2020 was mainly reflected in the main categories based on the basket weight; Housing, water, electricity, gas and other fuels (2.1 percent down to -1.0 percent in 2020) which accounts for 28.36 percent of the overall inflation basket; Transport (5.2 percent down to 0.8 percent in 2020) which accounts for 14.28 percent of the overall inflation basket; and Alcoholic beverages and tobacco (4.9 percent down to 3.2 percent in 2019) which accounts for 12.59 percent of the overall inflation basket.

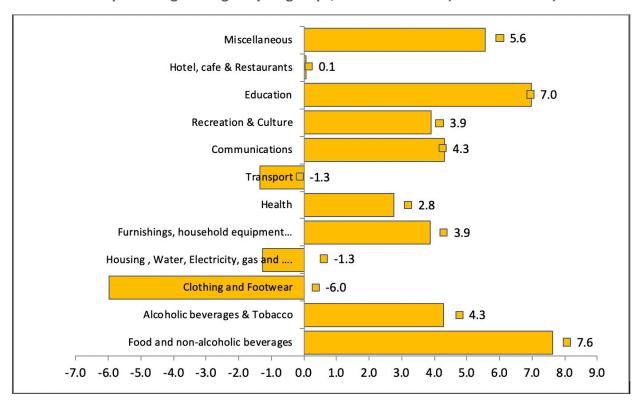
Chart 1: Monthly and annual percentage changes - December 2020 (Dec 2012 = 100)



# **Annual inflation rate by main categories**

Food and non-alcoholic beverages recorded the highest annual inflation rate of 7.6 percent in December 2020, followed by Education at 7.0 percent, Miscellaneous goods and services at 5.6 percent, Alcoholic beverages and tobacco at 4.3 percent, Recreation and culture at 3.9 percent, while Clothing and footwear recorded the lowest annual inflation rates of -6.0 percent.

Chart 2: Annual percentage changes by all groups, December 2020 (Dec 2012 = 100)



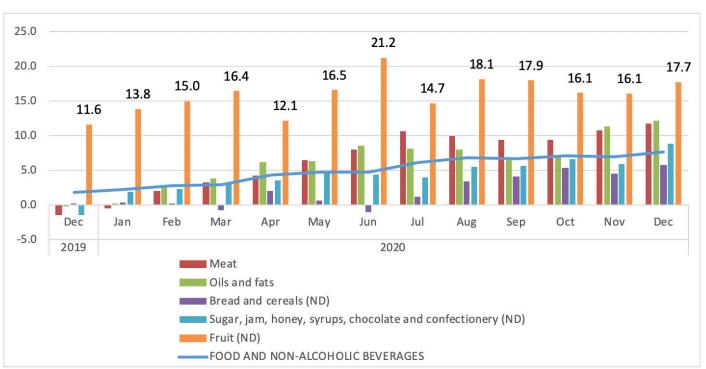
# Selected main categories' annual inflation rates

#### Food and non-alcoholic beverages

The annual inflation rate for this category stood at 7.6 percent in December 2020 compared to 1.7 percent registered during the same period of last year. The increase in this group emanated mainly from price increases in all subgroups except Milk, cheese and eggs (from 5.6 percent to 1.6 percent); Vegetables including potatoes etc. (from 13.4 percent to 8.7 percent) and Coffee, tea and cocoa (from 4.4 percent to 3.2 percent).

On a monthly basis the inflation rate for this component slowed from 0.3 percent recorded last month to 0.1 percent obtained this month.

Chart 3: Annual inflation rates for selected food and non – alcoholic sub-categories - December 2020 (Dec 2012 = 100)

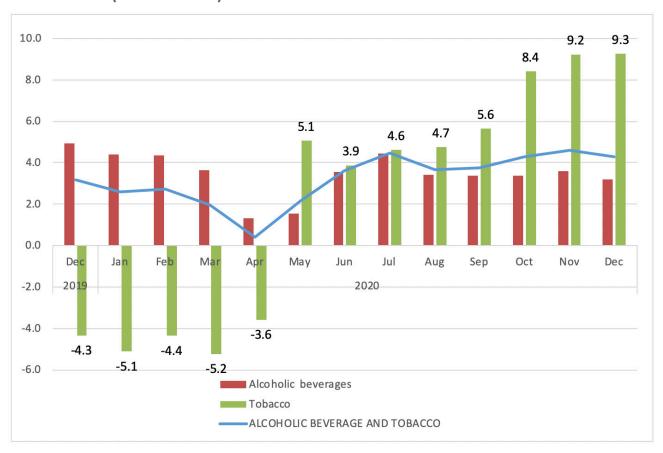


#### Alcoholic beverages and tobacco

For December 2020, the annual inflation rate for Alcoholic beverages and tobacco category stood at 4.3 percent compared to 3.2 percent registered in December 2019, resulting in an increase of 1.1 percentage points. The upward movement of inflation rate in this category was due to price increases in the Tobacco sub component from -4.3 percent to 9.3 percent in December 2020.

On a monthly basis, this category recorded an inflation rate of -0.4 percent in December 2020 compared to 0.2 percent registered in the preceding month.

Chart 4: Annual inflation rate for Alcoholic beverages and tobacco - December 2020 (Dec 2012 = 100)

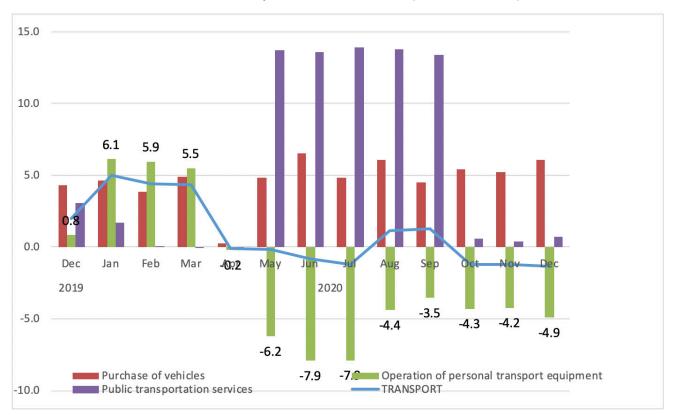


#### **Transport**

The annual inflation rate for the Transport category declined by 1.3 percent during the month of December 2020 from an increase of 2.0 percent recorded in December 2019. The decline was mainly reflected in the price levels of Operation of personal transport equipment (from 0.8 percent to -4.9 percent) and a slowdown in Public transportation services (from 3.1 percent to 0.7 percent).

Transport monthly inflation rate recorded 0.0 percent change during December 2020 compared to 0.4 percent registered in the preceding month.

Chart 5: Annual inflation rate for Transport - December 2020 (Dec 2012 = 100)

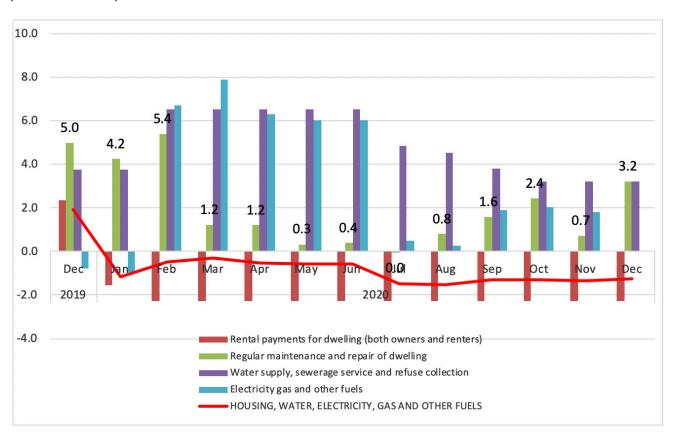


#### Housing, water, electricity, gas and other fuels

The annual inflation rate for Housing, water, electricity, gas and other fuels component registered a decline of 1.3 percent in December 2020 compared to an increase of 1.9 percent recorded during the same period of 2019. The decline emanated from declines of all subgroups except Electricity, gas and other fuels which recorded an increase (from -0.8 percent to 2.1 percent).

On a monthly basis, the inflation rate for this category increased by 0.1 percent in December 2020 compared to 0.0 percent registered in the previous month.

Chart 6: Annual inflation rate for Housing, water, electricity, gas and other fuels - December 2020 (Dec 2012 = 100)



#### Hotels, cafes and restaurants

In December 2020, the annual inflation rate for this category slowed to 0.1 percent compared to 4.1 percent recorded during the same period a year earlier. The deceleration in the price levels of this group emanated from Accommodation services which dropped (from 5.1 percent to -5.6 percent).

The monthly inflation rate for this group declined by 0.5 percent in December 2020.

Chart 7: Annual inflation rate for Hotels, cafes and restaurants - December 2020 (Dec 2012 = 100)

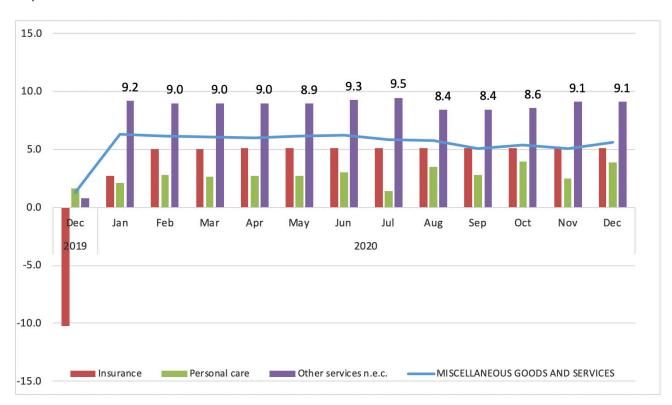


#### Miscellaneous goods and services

During the month of December 2020, the annual inflation rate for Miscellaneous goods and services category increased to 5.6 percent compared to slow down of 1.3 percent recorded in December 2019. The increase was observed in Insurance (from -10.2 percent to 5.1 percent), Other services n.e.c (from 0.8 percent to 9.1 percent) and Personal care (from 1.6 percent to 3.8 percent).

On a monthly basis, the inflation rate for this category was stagnant compared to -0.3 percent recorded last month.

Chart 8: Annual inflation rates for Miscellaneous goods and services - December 2020 (Dec 2012 = 100)

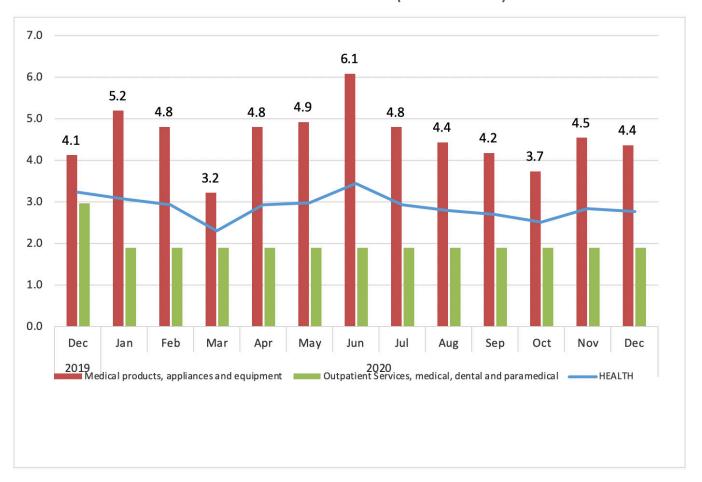


#### Health

The annual inflation rate for the Health category stood at 2.8 percent in December 2020, a decline of 0.5 percentage points when compared to 3.2 percent recorded in December 2019. The downward movement was reflected in price slowdown of the Outpatient, medical, dental and paramedical services (from 3.0 percent to 1.9 percent).

On a monthly basis this category inflation rate increased by 0.3 percent in December 2020 compared to an increase of 0.1 percent registered a month earlier.

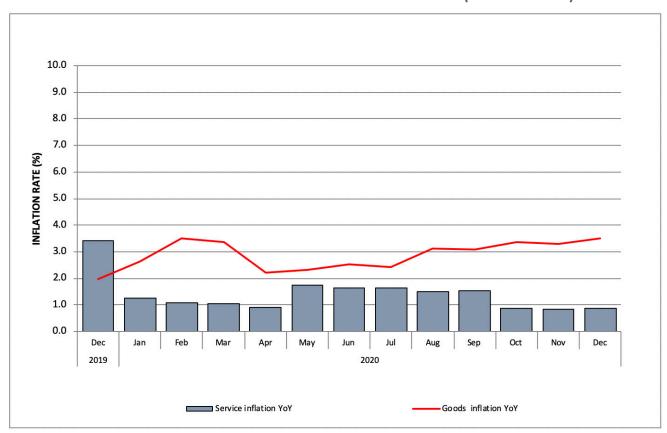
Chart 9: Annual inflation rate for Health - December 2020 (Dec 2012 = 100)



#### **Goods and Services inflation rates**

For the month of December 2020, the Index for Goods and Services stood at 144.7 basis points and 138.0 basis points compared to the corresponding indices of 139.9 basis points and 136.8 basis points recorded during the same period last year. The monthly inflation rate for both Goods and services were stagnant, while the annual rate were 3.5 percent and 0.9 percent, respectively.

Chart 10: Goods and Services annual inflation rates - December 2020 (Dec 2012 = 100)



#### **Zonal Consumer Price Index**

The NCPI is designed to cover the entire economic territory of the country and includes national, urban and rural households of all income groups as derived from the Namibia Household Income and Expenditure Survey (NHIES). For the compilation of the National CPI, all administrative regions of the country were grouped into three Zones, with each zone considered as one geographic area as follows: Zone 1 (Kavango East, Kavango West, Kunene, Ohangwena, Omusati, Oshana, Oshikoto, Otjozondjupa, and Zambezi); Zone 2 (Khomas) and Zone 3 (//Kharas, Erongo, Hardap and Omaheke).

The Zonal inflation rates for the month of December 2020 revealed that, Zone 2 recorded the highest annual inflation rate of 2.4 percent, followed by Zone 1 and Zone 3 both at 2.3 percent. On a monthly basis, Zone 1 recorded inflation rate of -0.1 percent, Zone 3 recorded 0.2 percent, while Zone 2 monthly inflation rate was stagnant.

Table 1: Zonal annual inflation rates - December 2020; (Dec 2012=100)

	Zone 1	Zone 2	Zone 3
Oct-19	2.8	2.5	4.1
Nov-19	2.2	1.9	3.6
Dec-19	2.5	2.2	3.2
Jan-20	2.7	1.0	2.7
Feb-20	2.8	2.1	2.5
Mar-20	2.6	2.0	2.5
Apr-20	2.1	0.8	2.2
May-20	2.3	1.9	1.9
Jun-20	2.4	2.1	1.8
Jul-20	2.1	2.5	1.5
Aug-20	2.5	2.9	1.5
Sep-20	2.5	2.6	1.9
Oct-20	2.6	2.4	1.8
Nov-20	2.0	2.6	2.1
Dec-20	2.3	2.4	2.3

Zone 1 (Kavango East, Kavango West, Kunene, Ohangwena, Omusati, Oshana, Oshikoto, Otjozondjupa, and Zambezi) - The annual inflation rate fell to 2.3 percent in December 2020 from 2.5 percent registered in December 2019, a decrease of 0.2 percentage points. The decrease in the annual inflation rate resulted mainly from declines in the price levels of Clothing and footwear (from 1.4 percent to -10.3 percent); Housing, water, electricity, gas and other fuel (from 0.9 percent to -2.7 percent); Health (from 3.9 percent to 2.3 percent); Transport (from 1.8 percent to 0.2 percent); Education (from 8.9 percent to 8.8 percent) and Alcoholic beverages and tobacco (from 4.5 percent to 1.9 percent).

On a monthly basis, the inflation rate for December 2020 fell to -0.1 percent.

**Zone 2 (Khomas)** - The annual inflation rate was estimated as 2.4 percent compared to 2.2 percent recorded in December 2019. The increase was mainly due to increases in the price levels of Food and non-alcoholic beverages (from 0.3 percent to 8.6 percent); Alcoholic beverages and tobacco (-0.4 percent to 5.9 percent); Miscellaneous goods and services (from -0.4 percent to 5.5 percent); Health (from 2.4 percent to 3.2 percent); Furnishings, household equipment and routine maintenance of the house (from 2.3 percent to 4.2 percent) and Communication (from 0.7 percent to 2.7 percent).

On a monthly basis, the inflation rate was stagnant compared to 0.1 percent recorded during the previous month.

Zone 3 (//Kharas, Erongo, Hardap and Omaheke) - The annual inflation rate slowed to 2.3 percent in December 2020 from 3.2 percent recorded in December 2019. The decline resulted mainly from decreases in price levels recorded in Transport (from 3.7 percent to -3.1 percent); Education (from 9.4 percent to 5.2 percent); Hotels cafes and restaurants (from 2.6 percent to -0.7 percent); Health (from 4.0 percent to 1.6 percent); Clothing and footwear (from 0.2 percent to -2.1 percent) and Furnishings, household equipment, etc. (from 3.3 percent to 1.5 percent), and Housing, water, electricity, gas and other fuels (from 2.5 percent to 0.6 percent).

On a monthly basis, the inflation rate for December 2020 stood at 0.2 percent compared to 0.3 percent recorded last month.

# **Zonal average prices on selected products**

More than 9000 prices of goods and services are collected on a monthly basis from more than 900 retail outlets in 8 localities. Analysis of the average retail prices of selected products for the month of December 2020 shows that for maize meal packaged in 2.5 kg, Zone 3 recorded the highest price of N\$37.71 followed by Zone 1 at N\$36.08. For cooking oil of 750 ml, consumers in Zone 2 paid the lowest at N\$21.27 while the highest price was observed in Zone 1 at N\$26.19. From the selected products reflected in Table 2 below it was observed that the average price of olive oil for 1 litre between the Zones varies significantly, with Zone 3 recording the highest at N\$110.17 while the lowest was observed in Zone 2 at N\$90.99.

Table 2: Average prices on selected products, December 2020

Product	Unit of Measurement	Zone 1	Zone 2	Zone 3
Bread flour	2.5kg	42.32	39.96	40.16
Cake flour	2.5kg	45.31	42.92	44.74
Maize meal	2.5kg	36.08	33.99	37.71
Milk	1 liter	20.15	19.82	19.96
Sugar	2.5kg	40.44	45.11	44.99
Cooking oil	750ml	26.19	21.27	21.78
Olive oil	1litre	102.64	90.99	110.17
Petrol	1 liter	11.85	11.77	11.78
Diesel	1 liter	11.89	11.81	11.81

#### **BOX 3: NCPI BASKET WEIGHTS**

Inflation is calculated based on a basket of goods and services, containing a representative sample of the goods and or services commonly consumed in a country, and weighted in accordance with the relative percentage of expenditure allotted to each of the said goods at household level. The price of these goods and services are then tracked over time, to illustrate the change in the cost of living over time. As spending patterns change, new products and services are added to the basket, and the basket is reweighted so as to better capture the current spending patterns of the consumer at the current point in time.

As such, the inflation basket is generally reconstituted every five years. In Namibia, the basket was last rebased in 2013, using household expenditure data collected in the 2009/10 Household Income and Expenditure Survey. The basket now contains over 350 items, grouped into 12 categories and 55 sub-categories, for which prices are collected on a monthly basis from more than 900 retail outlets.

Namibian inflation is largely determined by three categories of the overall NCPI basket, namely: (i) *Housing, water, electricity, gas and other fuels,* (ii) *Food and non-alcoholic beverages and* (iii) *Transport,* which cumulatively make up just under 60 percent of the total inflation basket. Additionally, following the rebasing of the NCPI basket in 2013, "Alcoholic beverages and tobacco" make up an additional 12.6 percent of the basket, meaning that the four largest categories represent well over 70 percent of the total basket. As such, a large increase in inflation in these categories has a greater impact on the overall inflation than increases in the lower weighted categories. Thus, it is rare to see major increases in overall inflation attributed to the lower weighted categories, despite the fact that these categories may have seen relatively high inflation in their own right.

Category	Weights (%)
Housing, Water, Electricity, Gas and Other Fuels	28.36
Food and Non- Alcoholic Beverages	16.45
Transport	14,28
Alcoholic Beverages and Tobacco	12.59
Furnishings, Household Equipment	5.47
Miscellaneous Goods and Services	5.39
Communication	3.81
Education	3.65
Recreation and Culture	3.55
Clothing and Footwear	3.05
Health	2.01
Hotels, Cafés and Restaurants	1.39

# **BOX 4: Zonal NCPI weights**

		Weights		
	NCPI MAIN GROUPS	ZONE 1	ZONE 2	ZONE 3
1	Food and non-alcoholic beverages	20.4	12.3	16.5
2	Alcoholic beverages and tobacco	13.1	11.0	14.3
3	Clothing and footwear	3.9	2.4	2.6
4	Housing, water, electricity, gas and other fuels	25.8	32.7	25.5
5	Furnishings, household equipment and routine maintenance of the house	5.8	5.2	5.3
6	Health	1.6	2.3	2.2
7	Transport	14.7	13.0	15.6
8	Communications	3.5	3.8	4.4
9	Recreation and culture	2.2	4.8	3.7
10	Education	3.2	4.5	3.1
11	Hotels, cafes and restaurants	0.9	2.0	1.1
12	Miscellaneous goods and services	4.8	5.8	5.6
	All items	100.0	100.0	100.0

# **ANNEXURE**

### Annex A: NCPI: All-Items Index, monthly and annual percentage changes (Dec 2012 = 100)

Period		Monthly Index	Monthly inflation rate	Annual inflation rate
2019	Jan	136.6	1.2	4.7
	Feb	136.5	-0.1	4.4
	Mar	136.8	0.2	4.5
	Apr	137.2	0.4	4.5
	May	137.2	-0.1	4.1
	Jun	137.3	0.1	3.9
	Jul	137.7	0.2	3.6
	Aug	137.8	0.1	3.7
	Sep	138.2	0.3	3.3
	Oct	138.5	0.2	3.0
	Nov	138.7	0.2	2.5
	Dec	138.5	-0.1	2.6
	An. Av	137.6	0.2	3.7
2020	Jan	139.4	0.6	2.1
	Feb	139.8	0.3	2.5
	Mar	140.0	0.1	2.4
	Apr	139.5	-0.3	1.6
	May	140.0	0.4	2.1
	Jun	140.3	0.2	2.1
	Jul	140.5	0.2	2.1
	Aug	141.1	0.4	2.4
	Sep	141.7	0.3	2.4
	Oct	141.6	0.1	2.3
	Nov	141.8	0.1	2.2
	Dec	141.8	0.0	2.4

Annex B: NCPI for October 2020 by main groups and sub-groups (Dec.2012=100)

MIIIICX	b: NCF1 for october 2020 by main groups	anu Suu-	groups		12—100		
		Weights	Dec-19	CPI Nov-20	Dec-20	Inflation	
ALL ITEMS		100.00	138.5	141.8	141.8	m-o-m 0.0	y-o-y 2.4
ALL II LIVIS		100.00	130.3	141.0	141.0	0.0	2.4
GOODS		57.7	139.9	144.7	144.7	0.0	3.5
SERVICES		42.3	136.8	137.9	138.0	0.0	0.9
FOOD AND	NON-ALCOHOLIC BEVERAGES	16.45	148.15	159.34	159.46	0.07	7.63
Food		14.78	149.53	161.55	161.67	0.07	8.12
	Bread and cereals	4.84	137.98	145.84	145.89	0.04	5.74
	Meat	3.53	150.66	167.17	168.27	0.66	11.68
	Fish	0.81	155.63	167.58	165.54	-1.22	6.37
	Milk, cheese and eggs	1.17	150.84	154.17	153.18	-0.64	1.55
	Oils and fats	0.78	134.71	150.50	151.10	0.40	12.17
	Fruit	0.33	188.01	219.08	221.28	1.00	17.70
	Vegetables including potatoes and other tubers	1.23	183.06	200.52	198.91	-0.80	8.66
	Sugar, jam, honey, syrups, chocolate and confectionery	1.44	155.74	167.73	169.40	1.00	8.78
	Food products n.e.c.	0.65	140.02	150.06	148.18	-1.25	5.83
Non-alc	oholic beverages	1.66	135.92	139.68	139.76	0.06	2.82
	Coffee, tea and cocoa	0.31	172.65	176.51	178.18	0.95	3.21
	Mineral waters, soft drinks and juices	1.35	127.45	131.19	130.90	-0.22	2.70
ALCOHOLI	C BEVERAGES AND TOBACCO	12.59	150.70	157.76	157.13	-0.40	4.27
	Alcoholic beverages	9.99	156.70	162.46	161.73	-0.45	3.21
	Tobacco	2.61	127.71	139.76	139.52	-0.17	9.25
CLOTHING	AND FOOTWEAR	3.05	103.60	97.68	97.40	-0.29	-5.98
Clothing		2.04	105.65	102.84	102.64	-0.20	-2.86
`	ning materials	0.07	146.84	146.73	147.67	0.64	0.56
	dy-made clothing	1.93	104.00	100.84	100.59	-0.25	-3.27
	Men's clothing	0.58	110.76	103.48	103.01	-0.45	-7.00
	Women's clothing	0.70	90.42	89.42	89.34	-0.08	-1.19
C	hildren's clothing	0.66	110.80	108.81	108.49	-0.29	-2.08
	Boys' clothing	0.24	112.30	104.74	104.70	-0.04	-6.77
	Girls' clothing	0.33	109.05	111.12	110.46	-0.59	1.29
	Infants' clothing	0.09	114.90	113.56	113.73	0.15	-1.02
Othe	er articles of clothing and clothing accessories	0.05	115.73	122.65	122.65	0.00	5.98
	cleaning, repair and hire of clothing	0.00	134.07	131.79	131.79	0.00	-1.70
Footwe		1.01	99.41	87.22	86.78		-12.70
	Adult footwear	0.80	93.45	76.82	76.56	-0.33	-18.07
	Children's footwear	0.20	120.34	126.06	124.82	-0.98	3.73
	Repair of footwear	0.01	148.50	140.04	140.04	0.00	-5.70
HOUSING,	WATER, ELECTRICITY, GAS AND OTHER FUELS	28.36	135.16	133.36	133.44	0.06	-1.27
	Rental payments for dwelling (both owners and renters)	23.3	129.7	126.8	126.8	0.0	-2.3
	Regular maintenance and repair of dwelling	0.2	142.2	144.2	146.7	1.7	3.2
	Water supply, sewerage service and refuse collection	1.0	180.9	186.7	186.7	0.0	3.2
	Electricity gas and other fuels	3.9	155.6	158.4	158.9	0.3	2.1

# Annex B: NCPI for October 2020 by main groups and sub-groups (Dec.2012=100)

		СРІ		Inflation Rate		
	Weights	Dec-19	Nov-20	Dec-20	m-o-m	y-0-y
FURNISHINGS, HOUSEHOLD EQUIPMENT AND ROUTINE M OF THE HOUSE	AINTENANCE 5.5	127.9	132.2	132.8	0.5	3.9
Furniture, furnishings, decorations, carpets, floor covering	gs, incl. repairs 1.8	99.5	100.3	101.4	1.1	1.9
Furniture and furnishings	1.7	98.2	98.1	99.3	1.2	1.1
Carpets and other floor coverings	0.1	107.6	125.4	124.8	-0.4	16.0
Repair of furnishings and floor coverings	0.0	199.2	210.4	210.4	0.0	5.6
Household textiles	0.7	134.9	144.8	146.8	1.4	8.8
Heating and cooking appliances, refrigerators, v machines and similar major household appliance	- 119	128.1	132.5	133.2	0.5	4.0
Glassware, tableware and household utensils	0.2	147.8	165.1	166.5	0.9	12.6
Tools and equipment for house and garden	0.4	132.1	138.1	137.9	-0.1	4.4
Goods and services for routine household main	tenance 1.4	156.3	159.7	159.1	-0.4	1.7
HEALTH	2.0	136.4	139.7	140.2	0.3	2.8
Medical products, appliances and equipment	0.8	132.7	137.4	138.5	0.8	4.4
Outpatient Services, medical, dental and param		146.5	149.3	149.3	0.0	1.9
Hospital services	0.2	100.0	100.0	100.0	0.0	0.0
TRANSPORT	14.3	137.5	135.7	135.7	0.0	-1.3
Purchase of vehicles	2.9	161.2	168.7	171.1	1.4	6.1
Operation of personal transport equipment	9.0	129.6	124.2	123.2	-0.8	-4.9
Public transportation services	2.4	138.8	139.2	139.8	0.4	0.7
Tublic durisportation services	2.1	130.0	133.2	133.0	0.1	0.7
COMMUNICATIONS	3.8	108.5	112.7	113.1	0.4	4.3
RECREATION AND CULTURE	3.6	138.3	143.4	143.7	0.2	3.9
Audio-visual, photographic and data processing repairs		124.4	127.6	130.0	1.9	4.6
Other major durables for recreation and culture	0.1	132.2	140.1	141.8	1.3	7.3
Other recreational items and equipment; flowe pets	rs, gardens and 0.5	133.2	139.1	138.0	-0.8	3.6
Recreation and cultural services	0.8	141.9	143.3	143.3	0.0	0.9
Newspapers, books and stationery	0.9	149.3	158.3	158.0	-0.2	5.8
Package holidays	0.1	194.1	208.2	199.9	-4.0	3.0
EDUCATION	3.6	167.3	179.0	179.0	0.0	7.0
Pre-primary education (ages 2 to 6 years)	0.2	190.5	201.2	201.2	0.0	5.6
Primary (private) and Secondary education (age	s 7 to 17 years) 1.4	177.8	194.3	194.3	0.0	9.3
Tertiary education	2.0	157.0	165.3	165.3	0.0	5.3
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HOTELS, CAFES AND RESTAURANTS	1.4	148.9	149.8	149.0	-0.5	0.1
Catering	0.7	146.3	153.4	153.8	0.3	5.1
Accommodation services	0.6	151.9	145.7	143.4	-1.6	-5.6
MISCELLANEOUS GOODS AND SERVICES	5.4	131.7	139.0	139.1	0.0	5.6
Personal care	1.4	135.6	140.5	140.8	0.2	3.8
Personal effects n.e.c.	1.0	125.4	122.9	122.9	0.0	-2.0
Insurance	0.7	101.7	106.9	106.9	0.0	5.1
Financial services n.e.c.	0.9	168.1	186.1	186.1	0.0	10.7
Other services n.e.c.	1.3	123.2	134.4	134.4	0.0	9.1

#### **Annex C: Zone 1 CPI (Northern Part of Namibia)**

Zone 1 CPI: All-Items Index, monthly and annual percentage changes (Dec 2012 =100)

	,		• .	•
Period		Monthly Index	Monthly inflation rate	Annual inflation rate
2019	Jan	136.1	1.0	4.2
	Feb	135.8	-0.2	4.1
	Mar	136.0	0.2	4.1
	Apr	136.1	0.1	3.8
	May	136.3	0.1	3.3
	Jun	136.5	0.2	3.5
	Jul	137.1	0.5	3.3
	Aug	137.3	0.1	3.5
	Sep	137.7	0.3	3.0
	Oct	137.8	0.1	2.8
	Nov	138.5	0.5	2.2
	Dec	138.1	-0.3	2.5
	An. Av	136.9	0.2	3.4
2020	Jan	135.1	0.2	1.0
	Feb	136.1	0.8	2.1
	Mar	136.3	0.2	2.0
	Apr	135.8	-0.4	0.8
	May	136.4	0.5	1.9
	Jun	136.7	0.2	2.1
	Jul	137.1	0.3	2.5
	Aug	137.7	0.5	2.9
	Sep	137.1	0.3	2.5
	Oct	141.4	0.1	2.6
	Nov	141.4	0.0	2.0
	Dec	141.3	-0.1	2.3

# Annex D: Zone 2 CPI (Windhoek Area)

Zone 2 CPI: All-Items Index, monthly and annual percentage changes (Dec 2012 =100)

Period		Monthly Index	Monthly inflation rate	Annual inflation rate
2019	Jan	133.7	1.4	4.9
	Feb	133.3	0.0	4.4
	Mar	133.7	0.3	4.6
	Apr	134.7	0.8	5.0
	May	133.9	-0.6	4.1
	June	133.9	0.0	3.7
	July	133.8	-0.1	3.0
	Aug	133.8	0.0	3.1
	Sep	134.5	0.5	2.7
	Oct	134.7	0.2	2.5
	Nov	134.7	-0.1	1.9
	Dec	134.8	0.1	2.2
	Av	134.1	0.2	3.5
2020	Jan	135.1	0.2	1.0
	Feb	136.1	0.8	2.1
	Mar	136.3	0.2	2.0
	Apr	135.8	-0.4	0.8
	May	136.4	0.5	1.9
	Jun	136.7	0.2	2.1
	Jul	137.1	0.3	2.5
	Aug	137.7	0.5	2.9
	Sep	138.0	0.2	2.6
	Oct	138.0	-0.1	2.4
	Nov	138.1	0.1	2.6
	Dec	138.1	0.0	2.4

#### Annex E: Zone 3 CPI (Eastern, Southern & Western Parts of Namibia)

Zone 3 CPI: All-Items Index, monthly and annual percentage changes (Dec 2012 =100)

Period		Monthly Index	Monthly inflation rate	Annual inflation rate
2019	Jan	142.3	1.0	4.9
	Feb	142.9	0.4	4.9
	Mar	143.1	0.1	4.9
	Apr	143.3	0.1	4.8
	May	144.0	0.5	5.1
	June	144.4	0.2	4.9
	July	144.9	0.3	5.1
	Aug	145.2	0.2	4.9
	Sep	145.2	0.03	4.4
	Oct	145.5	0.20	4.1
	Nov	145.5	-0.01	3.6
	Dec	145.4	-0.1	3.2
	Av	144.3	0.3	4.6
2020	Jan	146.1	0.5	2.7
	Feb	146.5	0.3	2.5
	Mar	146.7	0.2	2.5
	Apr	146.5	-0.2	2.2
	May	146.8	0.2	1.9
	Jun	147.0	0.1	1.8
	Jul	147.0	0.0	1.5
	Aug	147.4	0.2	1.5
	Sep	148.0	0.4	1.9
	Oct	148.1	0.1	1.8
	Nov	148.5	0.3	2.1
	Dec	148.8	0.2	2.3

#### **Annex F: Background of the Zonal Consumer Price Index**

Since January 2005, the then Central Bureau of Statistics (CBS) under the National Planning Commission (NPC) published a monthly Consumer Price Index known as the Namibia Consumer Price Index (NCPI) for replacing the Interim Consumer Price Index (ICPI) which has been in existence since 1993. The Index was known as the Interim Consumer Prices Index-Windhoek and refers to the expenditure patterns of the households which resided in Windhoek. The weights and items were derived from a Household Expenditure Survey covering 800 households conducted during October and November 1985.

The NCPI is designed to cover the entire economic territory of the country and includes national, urban and rural households of all income groups as derived from the Namibia Household Income and Expenditure Survey (NHIES). For the compilation of the National CPI, all administrative regions of the country were grouped into three Zones, with each zone considered as one geographic area as follows.

**Zone 1** covers the expenditure patterns of the regions in the northern part of the country namely Kavango East, Kavango West, Kunene, Ohangwena, Omusati, Oshana, Oshikoto, Otjozondjupa and Zambezi. Prices are collected from the following towns: Katima Mulilo (76 retail outlets covering mainly the Central Business District); Oshakati (107 retail outlets covering mainly Game Shopping Center, Yetu Shopping Center, Oshana Mall, Marula Mall and Ongwediva); and Otjiwarongo (114 retail outlets covering mainly the Central Business District, Orwetoveni, and the Industrial Area).

**Zone 2** covers the expenditure patterns of Khomas region and the price collection covers Windhoek (218 retail outlets covering mainly Khomasdal, Katutura, Northern Industrial Area, Southern Industrial Area, Pioneers Park, Hochland Park, Prosperita, Klein Windhoek, Eros and Kleine Kuppe).

**Zone 3** covers the expenditure patterns of //Karas, Erongo, Hardap, and Omaheke regions with prices being collected from Keetmanshoop (86 retail outlets covering mainly Central Business District, West Dene and Tseiblagte); Swakopmund (108 retail outlets covering Central Business District, Mondesa, Tamariskia, Idustrial Area); Mariental (61 retail outlets covering mainly Central Business District and Ombili); as well as Gobabis (59 retail outlets mainly covering the Central Business District), respectively.

The localities identified for price collection were selected based on a mixed criterion of:

- (i) the relative importance of the locality as determined by its relative share exceeding 30 percent of the total household expenditure at national level;
- (ii) geographic distribution of economic activities; and
- (iii) regional capitals.

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