



SOUTHERN AFRICAN DEVELOPMENT COMMUNITY  
TOWARDS A COMMON FUTURE  
**SADC Harmonised Consumer Price Indices (HCPI)**  
*June 2016*

SADC Secretariat  
Directorate -Policy Planning and Resource Mobilization  
Statistics Unit  
Private Bag 0095  
Gaborone, Botswana

Telephone: (267) 3951863  
Telefax: (267) 3972848/3181070  
E-mail: [registry@sadc.int](mailto:registry@sadc.int)  
Website: [www.sadc.int](http://www.sadc.int)

**The SADC Region registered annual inflation rate of 11.1% in June 2016 compared to June 2015 as measured by the HCPI. Month on Month inflation rate registered an increase of 0.9% in June 2016 compared to May 2016.**

### Introduction

This is the fifty-eighth issue in series since the launch of news releases on SADC HCPI initiative. It provides updates up to June 2016 on HCPI for SADC Member States.

### Annual Inflation rates for SADC Member States

The reported annual inflation rates for June 2016 for SADC indicate that five Member States recorded highest annual inflation rates in double digits namely: Angola (31.9%), Lesotho (12.5%), Malawi (24.9%), Mozambique (19.4%) and Zambia (28.5%). Since February 2016, Angola, Zambia and Malawi have recorded annual rates higher than 20.0 % among the SADC Member States. Zimbabwe registered the lowest inflation rate at -1.4% in June 2016. The annual inflation rates for the rest of the other Member States were reported as follows: Botswana (3.0%), DRC (1.5%), Madagascar (5.1%), Mauritius (2.1%),

Namibia (7.5%), Seychelles (3.6%), South Africa (7.1%), Swaziland (7.7%), and Tanzania (6.1%), as reflected in table 2 below.

Compared to the SADC regional annual average inflation rate of 11.1% for June 2016, ten SADC Member States recorded annual rates below the regional average whilst five Member States namely: Angola, Lesotho, Mozambique, Malawi and Zambia registered rates higher than the regional average. See figure 3 below for more details.

### Month on Month Inflation rates for SADC Member States

All SADC Member States registered increases in the month on month inflation rate in June 2016, with the exception of Swaziland registering no change. The highest month on month inflation rate of 3.4% was registered by Angola followed by Mozambique (1.0%) as reflected in table 1 below.

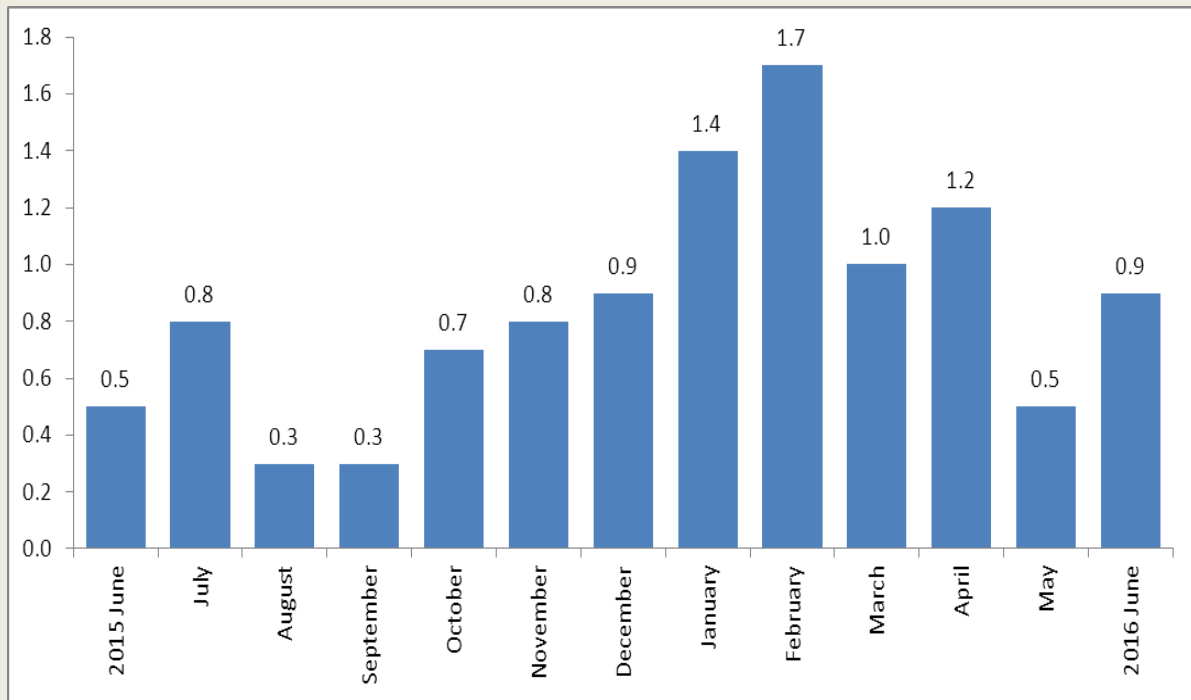
### Annual Inflation Rates by COICOP divisions

With regard to the Classification of Individual Consumption by Purpose (COICOP) major divisions, three Divisions registered annual inflation more than the regional average of 11.1% in June 2016 compared to June 2015. These include Health (12.7%), Miscellaneous Goods & Services (13.7%) and Food & Non-Alcoholic Beverages (15.1%). The remaining Divisions recorded annual rates of inflation below the SADC average of 11.1% with "Communication" expenditure category registering lowest increase of 2.7%. See table 4 below.

### Month on Month Inflation Rates by COICOP divisions

All the Divisions recorded increases in month on month inflation in June 2016, whilst the highest increase was of 1.9% in the category of Communication. Table 3 below provides details.

**Figure 1: Month on month inflation rate (%) in SADC region for the period: June 2015 to June 2016**



**Figure 2: Annual inflation rate (%) in SADC region for the period: June 2015 to June 2016**

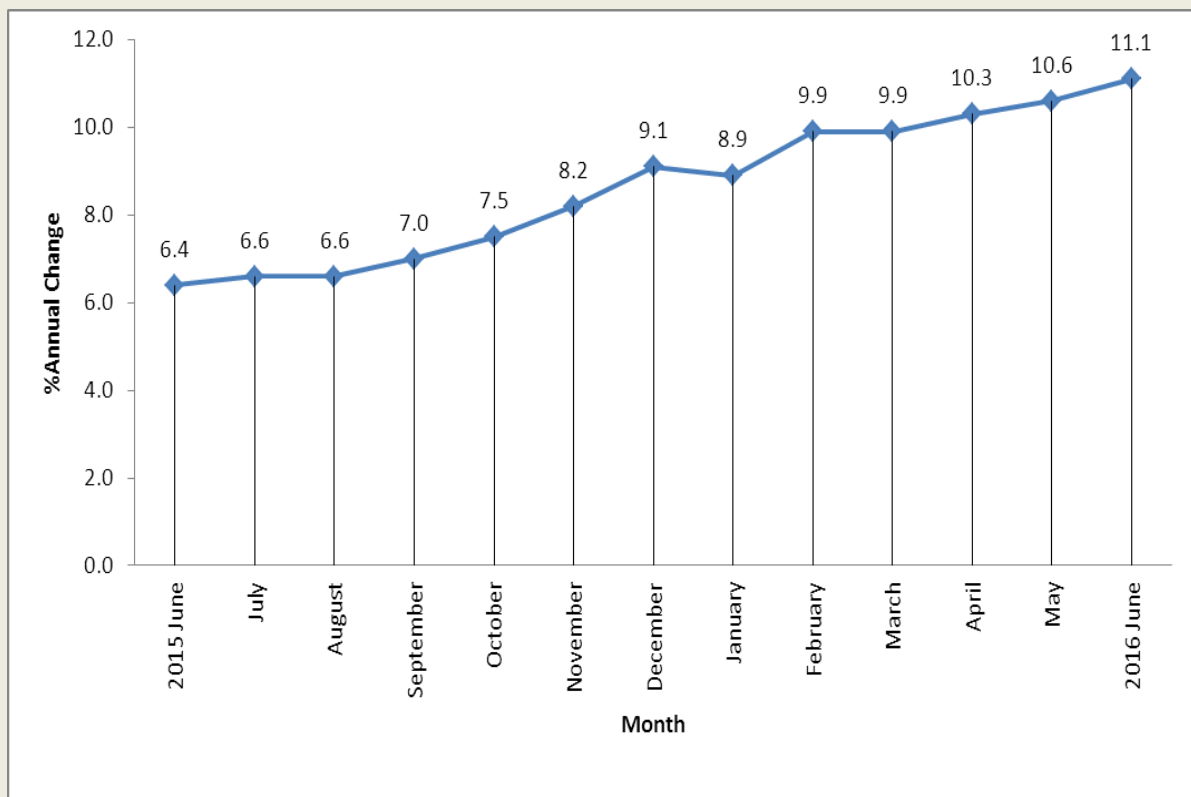


Figure 3: Annual inflation rate (%) for SADC region and SADC Member States as at June 2016

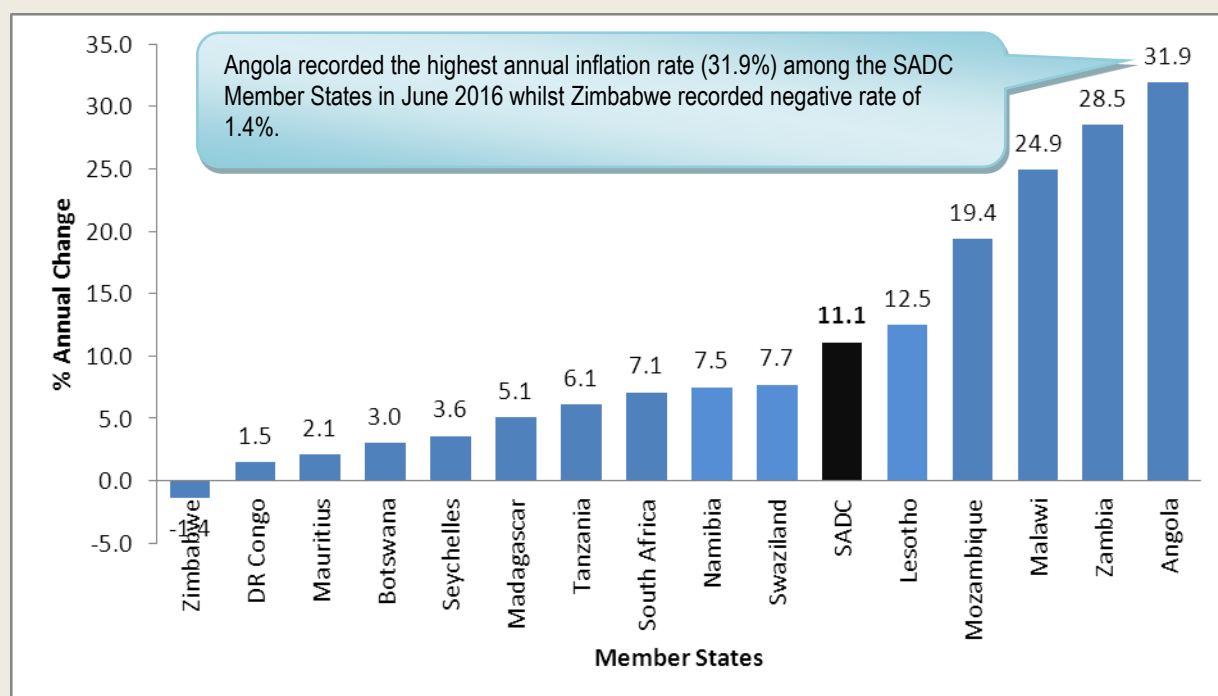


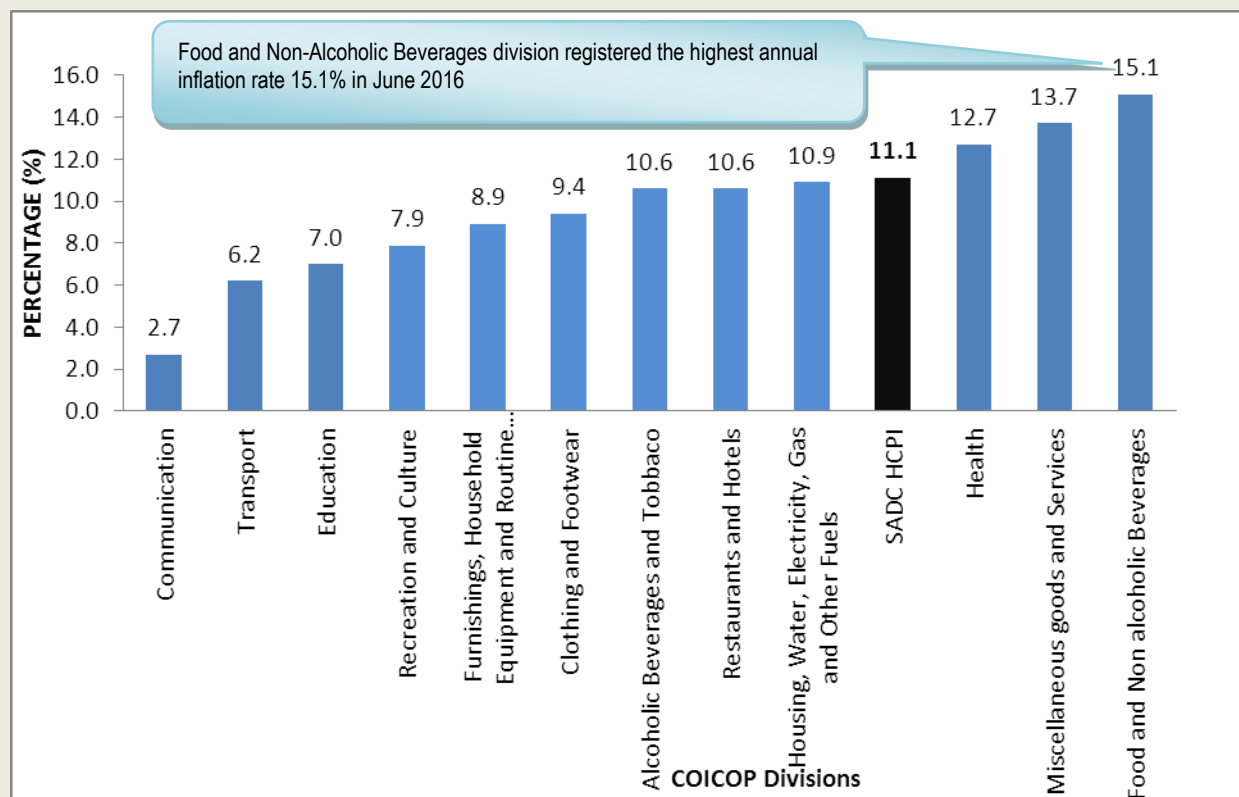
Table 1: Month on Month inflation rates (%) for SADC Member States as measured by National HCPIs, 2015-2016

Member State	Country weights	Aug15 Sept15	Sept15 Oct15	Oct15 Nov15	Nov15 Dec15	Dec15 Jan16	Jan16 Feb16	Feb16 Mar16	Mar16 Apr16	Apr16 May16	May16 June16
Angola	10.87	2.1	0.6	1.4	1.7	3.2	3.7	3.3	3.6	2.8	3.4
Botswana	1.78	0.2	0.2	0.1	0.0	0.4	0.0	0.3	0.9	0.2	0.3
Congo DR	4.32	0.1	0.1	0.1	0.1	0.1	0.1	0.2	0.1	0.1	0.4
Lesotho	0.74	0.9	0.8	0.4	0.5	0.9	1.7	2.3	1.7	0.9	0.2
Madagascar	4.10	0.3	0.4	0.2	0.8	1.0	0.4	0.2	0.4	0.3	0.5
Malawi	2.20	2.0	3.0	4.6	5.8	5.4	4.0	-1.5	-1.1	-1.1	0.7
Mauritius	2.11	0.8	0.8	0.0	1.8	-0.2	0.4	0.6	-1.5	-1.4	0.1
Mozambique	3.03	0.2	1.9	1.7	4.3	2.5	2.2	1.7	2.1	-0.1	1.0
Namibia	1.77	-0.1	0.6	0.2	-0.1	1.4	1.3	1.0	1.3	0.5	0.3
Seychelles	0.15	-0.1	-1.3	-0.2	0.2	3.4	0.0	-0.3	0.4	-0.2	0.3
South Africa	55.34	-0.2	0.3	0.1	0.2	0.9	1.6	0.7	1.2	0.2	0.5
Swaziland	1.00	0.3	0.2	0.2	0.2	0.6	2.5	0.9	1.4	0.1	0.0
Tanzania	6.87	0.2	0.1	0.9	0.6	0.7	0.7	0.5	0.5	0.5	0.5
Zambia	3.38	1.0	7.7	7.1	2.2	3.1	1.2	2.1	-0.4	0.3	0.1
Zimbabwe	2.35	-0.3	-0.3	0.2	-0.1	-0.1	-0.1	-0.2	-0.2	-0.2	0.2
SADC	100.00	0.3	0.7	0.8	0.9	1.4	1.7	1.0	1.2	0.5	0.9

Table 2: Annual inflation rates (%) for SADC Member States as measured by National HCPIs, 2015-2016

Member State	Country weights	Sept14 Sept15	Oct14 Oct15	Nov14 Nov15	Dec14 Dec15	Jan15 Jan16	Feb15 Feb16	Mar15 Mar16	Apr15 Apr16	May15 May16	June15 June16
Angola	10.87	12.1	12.4	13.4	14.5	17.3	20.6	23.7	27.1	29.1	31.9
Botswana	1.78	3.1	3.2	2.9	3.4	2.8	3.4	3.4	3.1	3.1	3.0
Congo DR	4.32	0.7	0.7	0.8	0.8	0.9	0.9	1.0	1.1	1.2	1.5
Lesotho	0.74	7.0	7.6	8.1	8.4	9.2	10.7	12.8	13.5	13.4	12.5
Madagascar	4.10	7.4	7.4	6.9	6.6	6.3	5.7	4.6	4.8	4.9	5.1
Malawi	2.20	25.4	26.2	26.5	26.7	25.6	25.5	24.3	22.8	24.6	24.9
Mauritius	2.11	2.0	1.7	1.6	3.5	2.7	1.0	1.6	-0.2	1.6	2.1
Mozambique	3.03	3.0	4.8	6.2	10.0	10.9	11.7	13.5	16.8	17.7	19.4
Namibia	1.77	3.3	3.8	3.7	4.7	4.8	5.9	6.3	7.3	7.8	7.5
Seychelles	0.15	6.8	5.2	5.9	5.5	7.3	6.7	3.4	3.1	1.9	3.6
South Africa	55.34	4.4	4.6	4.8	5.4	6.6	7.8	7.0	7.0	7.0	7.1
Swaziland	1.00	4.4	4.4	4.4	4.7	5.5	7.9	7.9	8.2	8.2	7.7
Tanzania	6.87	6.7	6.9	7.2	7.5	7.3	6.8	6.7	6.3	6.0	6.1
Zambia	3.38	7.4	15.1	22.5	23.7	27.0	28.3	30.3	29.3	29.0	28.5
Zimbabwe	2.35	-3.3	-3.4	-2.6	-2.6	-2.4	-2.4	-2.6	-1.7	-1.8	-1.4
<b>SADC</b>	<b>100.00</b>	<b>7.0</b>	<b>7.5</b>	<b>8.2</b>	<b>9.1</b>	<b>8.9</b>	<b>9.9</b>	<b>9.9</b>	<b>10.3</b>	<b>10.6</b>	<b>11.1</b>

Figure 4: COICOP Divisions annual inflation rates as at June 2016



**Table 3: Month on Month inflation rates (%) for the COICOP divisions, 2015-2016**

Divisions	Division weights	Aug15 Sept15	Sept15 Oct15	Oct15 Nov15	Nov15 Dec15	Dec15 Jan16	Jan16 Feb16	Feb16 Mar16	Mar16 Apr16	Apr16 May16	May16 Jun16
All items HCPI	1000.00	0.3	0.7	0.8	0.9	1.4	1.7	1.0	1.2	0.5	0.9
Food & non-alcoholic beverages	316.62	0.5	1.1	1.5	1.2	2.1	2.7	1.6	1.7	0.4	0.6
Alcoholic beverages & tobacco	50.39	0.6	0.3	0.4	0.1	1.7	1.6	1.9	1.6	0.5	0.9
Clothing & footwear	55.54	0.6	0.6	1.1	1.0	0.5	0.4	0.9	0.8	0.7	1.3
Housing, water, electricity, gas & other fuels	126.02	0.5	0.3	0.1	1.1	1.2	0.6	0.8	0.8	0.7	0.5
Furnish, household equip & routine maintenance	55.91	1.4	0.5	0.4	0.8	0.9	0.7	0.8	0.9	0.2	1.1
Health	18.76	0.6	0.5	0.6	1.0	0.5	2.9	3.0	0.5	0.5	1.1
Transport	143.43	-0.7	0.5	-0.1	0.0	1.4	0.5	0.0	1.6	0.4	1.7
Communications	29.09	0.1	0.2	-0.3	0.2	-0.1	0.0	0.0	0.3	0.5	1.9
Recreation and culture	27.05	0.5	0.9	0.9	0.1	1.2	0.9	0.2	0.4	0.5	1.1
Education	29.11	0.2	0.0	0.1	0.0	2.4	0.7	3.0	0.0	0.1	0.0
Restaurants and hotels	41.10	0.6	0.7	1.0	1.2	0.9	1.1	0.7	0.7	1.1	1.2
Miscellaneous goods and services	106.98	0.7	0.3	0.7	1.0	1.6	3.7	1.1	1.3	0.7	1.2

**Table 4: Annual inflation rates (%) for the COICOP divisions, 2015-2016**

Divisions	Division weights	Sept14 Sept15	Oct14 Oct15	Nov14 Nov15	Dec14 Dec15	Jan15 Jan16	Feb15 Feb16	Mar15 Mar16	Apr15 Apr16	May15 May16	June15 June16
All items HCPI	1000.00	7.0	7.5	8.2	9.1	8.9	9.9	9.9	10.3	10.6	11.1
Food & non-alcoholic beverages	316.62	7.5	8.6	9.6	10.8	10.1	11.9	13.0	14.4	14.6	15.1
Alcoholic beverages & tobacco	50.39	7.4	6.9	6.7	6.8	8.0	8.9	9.3	10.1	10.0	10.6
Clothing & footwear	55.54	10.0	10.0	10.3	10.7	8.0	7.4	7.7	8.3	8.8	9.4
Housing, water, electricity, gas & other fuels	126.02	6.2	6.4	6.3	7.2	8.7	9.1	9.5	10.3	11.0	10.9
Furnish, household equip & routine maintenance	55.91	10.3	10.8	11.1	11.8	7.7	7.7	8.2	9.0	8.8	8.9
Health	18.76	8.8	8.7	8.8	9.7	7.9	8.9	11.8	11.8	11.7	12.7
Transport	143.43	-0.1	0.2	0.8	2.3	6.6	9.1	7.1	5.5	5.5	6.2
Communication	29.09	0.0	0.1	-0.1	0.5	0.2	0.2	0.2	0.5	0.9	2.7
Recreation and culture	27.05	7.6	8.4	9.2	8.6	6.7	7.1	7.0	6.9	7.3	7.9
Education	29.11	6.2	6.2	6.3	6.2	9.3	10.0	7.5	7.4	7.4	7.0
Restaurants and hotels	41.10	8.7	9.0	9.2	10.4	8.1	8.6	8.7	9.1	9.7	10.6
Miscellaneous goods and services	106.98	10.0	10.2	10.8	11.8	9.7	10.7	11.4	12.2	12.8	13.7

**Table 5: Month on month inflation rates (%) for SADC Member States as measured by National HCPIs, 2014**

Member State	Country weights	Month on month inflation rates											
		Dec13	Jan14	Feb14	Mar14	Apr14	May14	Jun14	Jul14	Aug14	Sep14	Oct14	Nov14
		Jan14	Feb14	Mar14	Apr14	May14	Jun14	Jul14	Aug14	Sep14	Oct14	Nov14	Dec14
Angola		0.7	0.4	0.2	0.4	0.6	0.4	0.6	0.5	0.7	0.3	0.4	0.8
Botswana	2.32	1.3	0.4	0.3	0.8	0.2	0.2	0.1	0.3	0.3	0.1	0.3	-0.4
Congo DR	4.89	1.1	-0.8	0.2	0.1	0.1	0.1	0.1	0.1	0.0	0.1	0.0	0.1
Lesotho	0.76	0.4	0.5	0.7	1.1	0.9	0.3	0.0	-0.2	-0.4	0.2	0.0	0.2
Madagascar	3.56	0.8	0.8	0.3	0.5	0.3	0.3	0.3	0.4	0.5	0.4	0.7	1.1
Malawi	1.61	8.8	5.2	0.3	-0.1	-3.7	-1.1	-2.1	2.0	1.5	2.4	4.3	5.6
Mauritius	2.30	0.9	1.0	-0.6	0.0	-1.8	0.1	-0.1	0.2	-0.6	1.0	0.1	0.0
Mozambique	4.03	0.9	0.5	0.9	0.1	-0.4	-0.6	0.0	-0.6	-0.2	0.1	0.4	0.7
Namibia	1.87	1.5	0.8	0.8	1.0	0.3	1.5	-0.9	0.3	0.1	0.1	0.3	-1.0
Seychelles	0.16	0.3	-0.2	0.5	0.1	-0.5	0.0	0.2	-0.3	0.1	0.2	-0.9	0.6
South Africa	64.34	0.9	1.2	1.5	0.5	0.2	0.2	0.9	0.3	-0.2	0.2	0.0	-0.4
Swaziland	1.23	0.5	1.5	0.6	0.6	0.3	0.1	1.3	0.3	0.5	0.1	0.2	-0.1
Tanzania	8.05	1.3	1.3	0.5	0.7	-0.5	-0.4	0.2	0.1	0.6	-0.1	0.6	0.3
Zambia	3.11	1.4	0.9	0.7	0.8	0.8	0.5	1.0	0.6	0.2	0.5	0.7	1.2
Zimbabwe	1.78	0.1	0.0	(0.3)	0.6	-0.1	0.0	0.0	-0.4	0.2	-0.1	-0.6	-0.1
<b>SADC</b>	<b>100.0</b>	<b>1.1</b>	<b>1.1</b>	<b>1.1</b>	<b>0.5</b>	<b>0.0</b>	<b>0.1</b>	<b>0.6</b>	<b>0.3</b>	<b>0.0</b>	<b>0.2</b>	<b>0.2</b>	<b>0.0</b>

Angola did not participate in the 2009 ICP round hence there is no Household Final Monetary Consumption Expenditure data (HFMCCE) which are used as country weights for HCPI compilation

**Table 6: Annual inflation rates (%) and annual averages (%) for SADC Member States as measured by National HCPIs, 2014**

Member State	Country weights	Annual inflation rates												
		Jan13	Feb13	Mar13	Apr13	May13	Jun13	Jul13	Aug13	Sep13	Oct13	Nov13	Dec13	Avg 14
		Jan14	Feb14	Mar14	Apr14	May14	Jun14	Jul14	Aug14	Sep14	Oct14	Nov14	Dec14	
Angola*		8.4	7.9	7.2	6.9	6.6	6.3	6.1	6.2	6.6	6.3	6.2	6.3	6.7
Botswana	2.32	4.6	4.8	4.8	5.0	5.1	5.0	5.0	5.0	5.0	4.8	4.6	3.9	4.8
Congo DR	4.89	2.7	1.5	1.6	1.7	1.7	1.6	1.5	1.3	1.2	1.2	1.1	1.0	1.5
Lesotho	0.76	2.3	4.6	5.4	6.1	5.1	6.3	6.5	6.1	6.1	4.2	3.2	3.7	5.0
Madagascar	3.56	7.2	7.5	7.2	7.6	7.7	7.5	7.2	7.1	6.9	6.7	6.5	6.5	7.1
Malawi	1.61	25.0	24.5	24.1	24.0	23.6	23.2	23.0	24.9	24.2	23.7	24.3	24.8	24.1
Mauritius	2.30	0.3	2.4	2.1	4.2	3.1	3.9	3.7	4.2	3.0	1.2	0.3	0.1	2.3
Mozambique	4.03	3.5	2.8	3.4	3.2	3.1	2.8	3.0	2.6	2.1	2.0	1.7	1.9	2.7
Namibia	1.87	6.8	7.3	7.1	7.0	6.9	8.6	6.8	6.7	6.7	6.4	6.3	4.8	6.8
Seychelles	0.16	3.5	2.7	2.5	2.4	1.2	1.1	1.1	0.2	0.0	0.4	-0.4	0.1	1.2
South Africa	64.34	6.1	6.3	6.6	6.7	7.4	7.4	7.1	7.0	6.3	6.3	6.2	5.5	6.6
Swaziland	1.23	1.4	2.2	3.7	5.3	5.5	5.5	6.1	5.9	6.1	6.1	7.2	6.1	5.1
Tanzania	8.05	6.2	6.0	6.3	6.3	6.5	6.4	6.7	6.5	6.6	5.7	5.7	4.7	6.1
Zambia	3.11	10.1	9.7	9.4	9.6	9.4	8.5	8.0	8.6	8.4	8.9	9.3	9.8	9.1
Zimbabwe	1.78	0.7	0.0	-0.9	-0.2	-0.1	0.0	0.4	0.1	0.2	0.2	-0.6	-0.6	-0.1
<b>SADC</b>	<b>100.0</b>	<b>6.1</b>	<b>6.2</b>	<b>6.4</b>	<b>6.6</b>	<b>6.9</b>	<b>7.0</b>	<b>6.7</b>	<b>6.6</b>	<b>6.2</b>	<b>6.0</b>	<b>5.9</b>	<b>5.4</b>	<b>6.3</b>

Angola did not participate in the 2009 ICP round hence there is no Household Final Monetary Consumption Expenditure data (HFMCCE) which are used as country weights for HCPI compilation

**Table 7: Month on month inflation rates (%) for the COICOP divisions, 2014**

Divisions	Division Weights	Month on month inflation rates											
		Dec13	Jan14	Feb14	Mar14	Apr14	May14	Jun14	Jul14	Aug14	Sep14	Oct14	Nov14
		Jan14	Feb14	Mar14	Apr14	May14	Jun14	Jul14	Aug14	Sep14	Oct14	Nov14	Dec14
All items HCPI	1 000.00	1.1	1.1	1.1	0.5	0.0	0.1	0.6	0.3	0.0	0.2	0.2	0.0
Food & non-alcoholic beverages	297.59	1.9	0.9	1.2	0.9	0.3	-0.1	-0.2	0.4	0.1	0.0	0.6	0.2
Alcoholic beverages & tobacco	53.99	0.6	0.4	1.4	0.5	0.4	0.1	0.8	0.4	0.2	0.8	0.5	0.1
Clothing & footwear	53.80	0.4	0.6	1.1	0.5	0.4	0.3	0.4	0.8	0.6	0.6	0.8	0.6
Housing, water, electricity, gas & other fuels	126.28	0.7	0.4	0.7	0.4	-0.2	0.4	3.1	0.2	0.4	0.1	0.2	0.3
Furnish, household equipment & maint. of house	56.45	0.3	0.5	0.6	0.1	-0.1	0.9	-0.1	-0.1	0.4	0.0	0.1	0.2
Health	15.92	0.5	2.4	1.0	0.6	0.2	0.5	0.3	0.0	0.4	0.6	0.6	0.1
Transport	150.43	1.1	1.1	1.4	0.3	0.0	0.1	0.9	0.4	-1.0	0.2	-0.7	-1.4
Communication	26.82	0.0	0.1	0.0	-0.3	-0.1	0.1	0.0	0.1	-0.1	0.1	-0.1	-0.5
Recreation and culture	28.10	0.9	0.2	0.6	0.7	0.2	0.2	0.3	0.2	0.2	0.1	0.2	0.6
Education	30.01	1.4	0.2	5.3	0.2	0.0	0.0	0.0	0.0	0.1	0.1	0.0	0.1
Restaurants and hotels	43.89	0.9	0.6	0.8	0.6	0.3	0.4	0.3	0.7	0.7	0.5	0.8	0.2
Miscellaneous goods & services	116.74	0.8	2.8	0.4	0.8	0.1	0.0	0.3	0.1	0.2	0.1	0.2	0.1

**Table 8: Annual inflation rates (%) and annual averages (%) for the COICOP divisions, 2014**

Divisions	Division Weights	Annual inflation												
		Jan13	Feb13	Mar13	Apr13	May13	Jun13	Jul13	Aug13	Sep13	Oct13	Nov13	Dec13	Avg14
		Jan14	Feb14	Mar14	Apr14	May14	Jun14	Jul14	Aug14	Sep14	Oct14	Nov14	Dec14	
All items HCPI	1000.0	6.1	6.2	6.4	6.6	6.9	7.0	6.7	6.6	6.2	6.0	5.9	5.4	6.3
Food & non-alcoholic beverages	297.59	5.3	5.9	7.2	7.7	8.4	8.5	8.2	8.4	7.7	7.0	6.6	6.3	7.3
Alcoholic beverages & tobacco	53.99	8.0	7.4	6.8	6.1	6.1	5.9	5.8	6.0	6.0	6.3	6.6	6.4	6.4
Clothing & footwear	53.80	4.8	5.3	5.9	6.2	6.2	6.3	6.4	6.5	6.5	6.6	7.1	7.4	6.3
Housing, water, fuels etc.	126.28	6.8	7.3	7.3	7.4	7.0	7.0	7.3	7.2	7.4	7.1	6.9	6.9	7.1
Furnish, h/hold equipment	56.45	2.9	3.7	3.7	3.8	3.6	3.8	3.6	3.5	3.0	2.9	2.7	2.8	3.3
Health	15.92	5.4	5.8	6.7	6.2	6.0	6.7	6.9	6.8	6.8	7.0	7.5	7.5	6.6
Transport	150.43	7.4	7.4	6.7	6.6	7.8	7.8	6.5	5.9	4.7	4.9	4.4	2.3	6.0
Communications	26.82	0.5	0.6	0.0	0.2	0.2	-0.3	-0.5	-0.4	-0.5	-0.6	-0.1	-0.5	-0.1
Recreation and culture	28.10	4.3	4.1	4.1	4.4	4.6	4.6	4.9	4.7	4.1	4.3	4.1	4.5	4.4
Education	30.01	9.0	8.8	8.2	8.3	8.1	8.0	8.0	8.1	8.1	7.9	7.7	7.6	8.1
Restaurants and hotels	43.89	5.7	6.5	7.0	7.2	7.1	7.2	7.3	7.5	7.7	7.7	7.6	7.0	7.1
Miscellaneous goods & services	116.74	6.1	5.5	5.7	6.2	6.4	6.2	6.4	6.3	6.3	5.8	5.9	6.1	6.1

**Table 9: SADC HCPI Time series data - January 2014 to date (December 2010=100)**

Month	SADC HCPI			Month on month inflation rate			Year on year inflation rate		
	2014	2015	2016	2014	2015	2016	2014	2015	2016
January	124.3	131.8	143.5	1.1	1.7	1.4	6.1	6.0	8.9
February	125.7	132.7	145.9	1.1	0.7	1.7	6.2	5.6	9.9
March	127.1	134.1	147.3	1.1	1.0	1.0	6.4	5.5	9.9
April	127.7	135.2	149.1	0.5	0.9	1.2	6.6	5.9	10.3
May	127.7	135.5	149.9	0.0	0.2	0.5	6.9	6.1	10.6
June	127.9	136.1	151.2	0.1	0.5	0.9	7.0	6.4	11.1
July	128.7	137.2		0.6	0.8		6.7	6.6	
August	129.0	137.6		0.3	0.3		6.6	6.6	
September	129.0	138.1		0.0	0.3		6.2	7.0	
October	129.3	139.1		0.2	0.7		6.0	7.5	
November	129.60	140.2		0.2	0.8		5.9	8.2	
December	129.60	141.1		0.0	0.9		5.4	9.1	
Annual average HCPI	128.0	136.6					6.3	6.7	



## Measures of inflation

The annual rate measures the price change between the current month and the corresponding month of the previous year. The rate is responsive to recent changes in price levels but it can

also be influenced by one-off effects in either month.

The 12 month average compares the average HCPI in the latest 12 months to the average of the previous 12 months. It overcomes

the volatility of the annual measure. The monthly rate measures the price change between the two latest months. Although up to date, it can be affected by seasonal and other short-term effects

## The Harmonised Consumer Price Index

The Harmonised Consumer Price Index (HCPI) is defined as the Consumer Price Index (CPI) developed from comparable methodologies. That means CPIs which have been developed from the concepts, definitions and methods that are comparable. CPIs are economic indicators that measure changes overtime of prices of consumer goods and services purchased by households. HCPI is meant to provide an official measure of inflation in the region, and it makes international comparisons easier since the national HCPIs are produced using harmonised methodologies and as much as practicable using the same statistical classifications, standards and frameworks.

Both the HCPIs and national CPIs measure inflation faced by consumers, and use the same

data sources in most part. However, the two measure inflation with different aims and therefore, sometimes October use different concepts and methods. HCPI's main use is for monetary policy, and is used as one of the convergence criteria to assess compliance of Member States to economic unions and to monitor progress towards integration. Member states of economic unions are given target inflation levels to achieve, in specified period to be considered for some preferential treatments within the integration. And this requires a harmonised conceptual framework and comparable results. The national CPIs in addition to being the measure of inflation have many other purposes such as cost of living which October require different methodologies.

The Member States HCPIs are produced by respective Member

States using agreed harmonised methodologies. The SADC HCPI is compiled by the SADC Secretariat by aggregating the National HCPIs of the Member States. These are calculated as weighted averages of the national HCPIs, using as weights each country's total household consumption expenditure converted to a common currency using the purchasing power parities derived from the results of the 2005 (for HCPIs prior to January 2013), 2009 (for HCPIs January 2013 to December 2014) and 2011 (for HCPIs since January 2015) International Comparison Program as supplied by the African Development Bank and the World Bank.

More information on SADC HCPI methodology can be availed on demand.

## Acknowledgement

The SADC Secretariat duly acknowledges with thanks the continuous support and cooperation of the respective

National Statistics Offices of SADC Member States in providing monthly national HCPIs which form the basis for the aggregate

SADC HPCI. The collaboration with COMESA and African Development Bank in this exercise is equally acknowledged.

## Production team

This news release was produced under the auspices of the SADC Statistics Programme in the Directorate of Policy Planning Resource Mobilisation of the SADC Secretariat, Gaborone, Botswana.

The production team comprised mainly **Mr. Ackim Jere** (Head SADC Statistics Programme) and **Mr. Deepchandsingh Jagai** (Officer – Statistics & Research). The news release was produced under the general

direction of **Dr. Angelo Mondlane**, Director - Directorate Policy Planning Resource Mobilisation.

Further information pertaining to methodology and related aspects of the HCPI process in SADC can be obtained by contacting the Statistics Unit at SADC Secretariat by directing inquiries to:

Mr. Ackim Jere  
Senior Officer - Statistics  
Directorate-Policy, Planning Resource Mobilisation  
SADC Secretariat  
Private Bag 0095  
Tel: +267 395 1863  
Fax: +267 397 2848/318 1070  
Gaborone, Botswana  
Email: [ajere@sadc.int](mailto:ajere@sadc.int)  
Web: [www.sadc.int](http://www.sadc.int)

Mr. Deepchandsingh Jagai  
Officer-Statistics & Research  
Directorate-Policy Planning Resource Mobilisation  
SADC Secretariat  
Private Bag 0095  
Tel: +267 364 1769  
Fax: +267 397 2848/318 1070  
Gaborone, Botswana  
Email: [djagai@sadc.int](mailto:djagai@sadc.int)  
Web: [www.sadc.int](http://www.sadc.int)

SADC HCPI website link:

<http://www.sadc.int/news-events/newsletters/harmonised-consumer-price-index-newsletter/>

#### Proposed Future release dates

Scheduled dates for the coming months are:

SADC HCPI for:	Publication date by SADC Secretariat
July 2016	05 <sup>th</sup> September 2016
August 2016	05 <sup>th</sup> October 2016
September 2016	05 <sup>th</sup> November 2016