

## **CPI AND INFLATION RATES FOR THE MONTH OF September 2010**

Kenya National Bureau of Statistics hereby releases the Consumer Price Indices (CPI) and inflation rates pertaining to the month of September 2010 (base period, February 2009). The numbers have been generated through data collected within the second and third weeks of the month of review from selected retail outlets in 25 data collection zones located in 13 urban centers.

As indicated in Table 1 below, the CPI increased by 0.46 percent from 106.25 in August 2010 to 106.74 in September 2010. Month-on-month overall inflation rate, stood at 3.21 percent in September 2010.

**Table 1: One Month and Twelve Months' Changes in the Price Indices**

Broad Commodity Group	New CPI Weight	% Change on Previous Month (September 2010 / August 2010)	% Change on Previous Year (September 2010/ September 2009)
Food & Non-Alcoholic Beverages	36.04	0.57	5.68
Alcoholic Beverages, Tobacco & Narcotics	2.06	0.38	7.44
Clothing & Footwear	7.43	0.14	3.51
Housing, Water, Electricity, Gas and other Fuels	18.30	0.24	1.35
Furnishings, Household Equipment and Routine Household Maintenance	6.16	0.25	3.66
Health	3.13	0.97	4.65
Transport	8.66	0.54	4.94
Communication	3.82	-1.10	-24.63
Recreation & Culture	2.25	-0.18	0.93
Education	3.14	0.13	1.67
Restaurant & Hotels	4.48	1.67	4.56
Miscellaneous Goods & Services	4.52	0.41	1.71
<b>Total</b>		<b>0.46</b>	<b>3.21</b>

**100.00**

The Food and Non Alcoholic drinks' index went up by 0.57 percent between the months of August and September 2010. This was attributed to the aggregate rise in the prices of a number of food items slightly outweighing falls in the prices of others. Some of the increases in the food prices were recorded in respect of Bread, Wheat flour, Milk and Sugar by 4.7, 9.6, 1.3 and 1.1 percent respectively. A 400g loaf of bread for instance, was retailing at an average price of KSh.35.75 in September 2010 compared to KSh. 34.14 in August 2010. On the other hand the prices of Tomatoes, Maize flour and Maize grain fell by 8.8, 3.4 and 4.7 percent respectively.

The Communication index declined by 24.63 percent between the months September 2010 and the same month in 2009 on account of continued fall in the cost of airtime.

**Table 2: Overall CPI and Inflation Rates**

**February 2009=100**

Month	Overall CPI	Overall rate of Inflation
Oct-2009	103.68	
Nov-2009	103.87	
Dec-2009	104.66	
Jan-2010	104.89	
Feb-2010	105.18	5.18
Mar-2010	104.97	3.97
Apr-2010	105.56	3.66
May-2010	105.79	3.88
Jun-2010	105.61	3.49
Jul-2010	105.98	3.57
Aug-2010	106.25	3.22
Sep-2010	106.74	3.21