## **Inflation in Consumer Price Index**

**Emirate of Dubai** 

Second Quarter 2019











Inflation Rate in the Emirate of Dubai increased to 0.50% in the Second Quarter of 2019 compared to the First Quarter of 2019. This is due to an increase in the prices of: Transport division by 8.68%, which pushed inflation 0.90 points. Recreation and Culture division by 5.79%, which pushed inflation 0.11 points. Clothing and Footwear division by 3.46%, which pushed inflation 0.07 points. Food and Beverages division by 0.35%, which pushed inflation 0.05 points. Miscellaneous Goods and Services division by 0.29%, which pushed inflation 0.02 points. Furnishings, Household Equipment and Routine Household Maintenance division by 0.32%, which pushed inflation 0.01 points. Communication division by 0.28%, which pushed inflation 0.01 points.

On the other hand, Prices of Housing, Water, Electricity, Gas, and other Fuels division decreased by 1.55%, which reduced inflation 0.66 points. Restaurants and Hotels division decreased by 0.33%, which reduced inflation 0.01 points. Tobacco division by 0.33%. Health division decreased by 0.08%.

While prices of Education division did not show any change in the Second Quarter of 2019 compared to the First Quarter of 2019.

Inflation rate dropped to 2.72% in comparison of Second Quarter of 2019 to the same period of 2018. This is due to a decrease in the prices of: Housing, Water, Electricity, Gas, and other Fuels division by 6.35%, which reduced inflation 2.74 points. Miscellaneous Goods and Services decreased by 2.76%, which reduced inflation 0.17 points. Clothing and Footwear division by 4.58%, which reduced inflation 0.10 points. Food and Beverages division by 0.07%, which reduced inflation 0.01 points. Health division decreased by 0.30%.

While prices of Restaurants and Hotels division increased by 2.44%, which pushed inflation 0.10 points. Recreation and Culture division increased by 3.82%, which pushed inflation 0.07 points. Furnishings, Household Equipment and Routine Household Maintenance division by 1.34%, which pushed inflation 0.05 points. Transport division by 0.36%, which pushed inflation 0.04 points. Tobacco division by 2.54%, which pushed inflation 0.01 points. Communication division by 0.12%, which pushed inflation 0.01 points. Education division increased by 0.03%. As shown in table (1).



Table 1 Inflation and Consumer Price Index in Second Quarter 2019

2014 = 100

Expenditure divisions	Weight	CPI Q2 2018	CPI Q1 2019	CPI Q2 2019	Inflation Rate (%) Q2 2019 / Q1 2019	Inflation Rate (%) Q2 2019 / Q2 2018
General index number	100.00	110.77	107.22	107.76	0.50	-2.72
Food and Beverages	13.09	105.57	105.13	105.50	0.35	-0.07
Tobacco	0.35	172.30	177.26	176.68	-0.33	2.54
Clothing and Footwear	2.05	112.52	103.78	107.37	3.46	-4.58
Housing, Water, Electricity, Gas, and other Fuels	43.62	109.62	104.28	102.66	-1.55	-6.35
Furnishings, Household Equipment and Routine Household Maintenance	3.76	112.13	113.27	113.63	0.32	1.34
Health	0.85	102.74	102.51	102.43	-0.08	-0.30
Transport	10.62	113.91	105.19	114.32	8.68	0.36
Communication	5.22	105.52	105.36	105.65	0.28	0.12
Recreation and Culture	2.33	92.38	90.66	95.90	5.79	3.82
Education	8.48	118.16	118.19	118.19	-	0.03
Restaurants and Hotels	4.00	117.30	120.55	120.16	-0.33	2.44
Miscellaneous Goods and Services	5.63	118.45	114.84	115.18	0.29	-2.76

Figure 1 Inflation in Consumer Price Index - Second Quarter 2019

