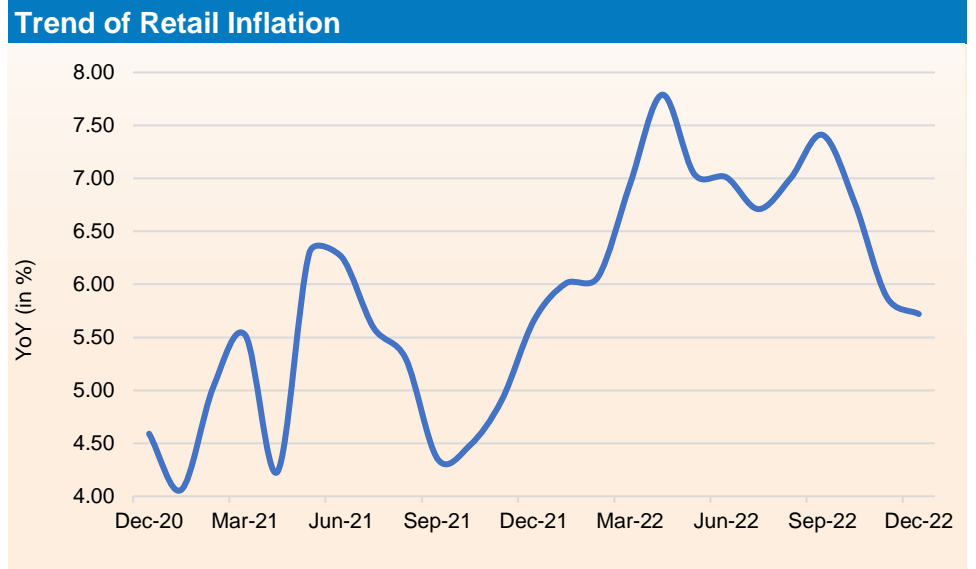


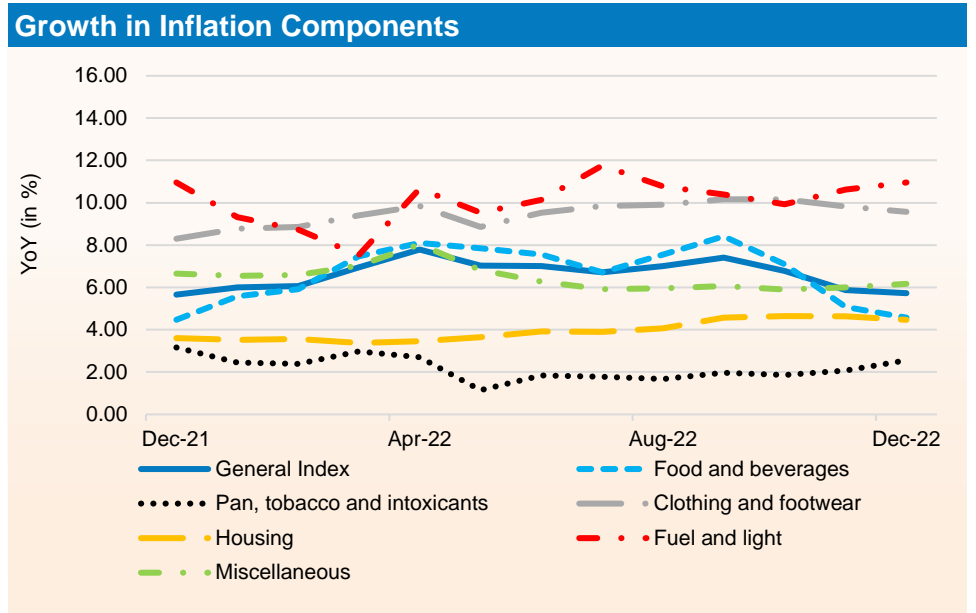
Inflation Update

Consumer Price Index based inflation touched twelve month low in December

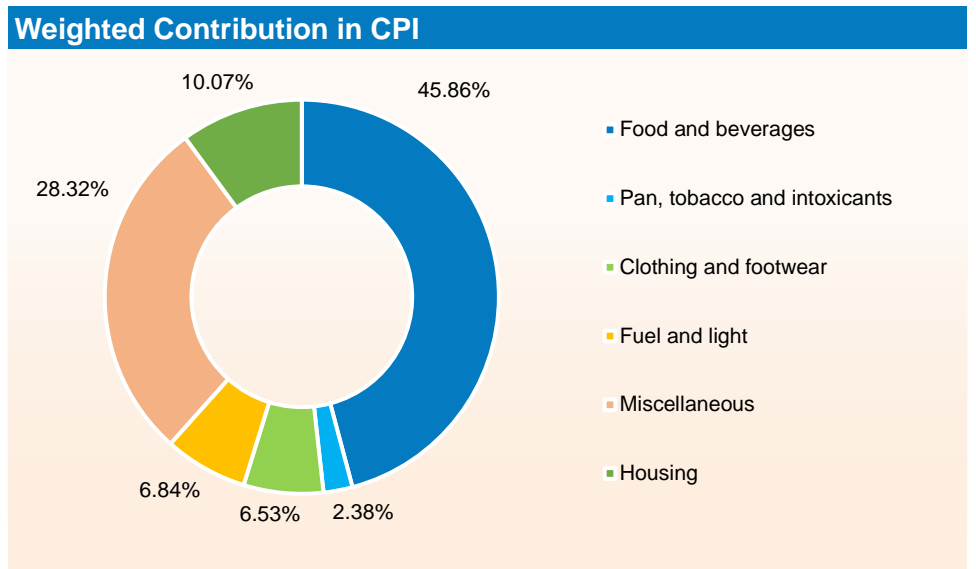
- Government data showed that Consumer Price Index based inflation slowed for the third consecutive month and touched twelve-month low to 5.72% in Dec 2022 from 5.88% in the previous month but accelerated from 5.66% in Dec 2021.
- Retail inflation fell below the upper tolerance level of the Reserve Bank of India's retail inflation target of 6% for the second time in calendar year 2022.
- The Consumer Food Price Index increased at a slower pace to 4.19% in Dec 2022 as compared to 4.67% rise in Nov 2022 but accelerated from 4.05% in the same month of the previous year.
- Inflation for food and beverages slowed to 4.58% in Dec 2022 from 5.07% in the previous month and 4.47% in the same month of the previous year.
- Under food and beverages, retail inflation pushed up on yearly basis majorly due to spices and, cereals and products, which grew 20.35% and 13.79%, respectively. However, inflation for vegetables, contracted 15.08% in Dec 2022.
- Inflation for clothing and footwear went up to 9.58% in Dec 2022 from 8.30% in the same month of the previous year. Inflation for fuel and light accelerated to 10.97% in Dec 2022 from 10.62% in the previous month and 10.95% in the same month of the previous year.
- Inflation for the 'miscellaneous' group, which accounts for 28.32% of the CPI and includes services, rose to 6.17% in Dec 2022 from 6.01% in the previous month but came down from 6.65% in Dec 2021.
- Among states, the highest inflation rate of 7.81% was recorded by Telangana, followed by Madhya Pradesh and Uttar Pradesh for which inflation stood at 6.96% and 6.76%, respectively. On the other hand, the lowest inflation rate of 2.73% was seen in Chhattisgarh.



Source: Refinitiv



Source: Refinitiv



Source: Refinitiv

Sectoral Breakdown of CPI

Group Code	Sub-group Code	Inflation	Weights	Yearly Statistics				Monthly Statistics			
				Y-O-Y Growth		WC to Acceleration (%)		M-O-M % Change		WC to Acceleration (%)	
				Dec-22	Dec-21	Dec-22	Dec-21	Dec-22	Dec-21	Dec-22	Dec-21
1		General Index (All Groups)	100	5.72%	5.66%	5.72	5.66	-0.45%	-0.30%	-0.45	-0.30
		Food and beverages	45.86	4.58%	4.47%	2.10	2.05	-1.35%	-0.88%	-0.62	-0.41
	1.1.01	Cereals and products	9.67	13.79%	2.62%	1.33	0.25	1.08%	0.34%	0.10	0.03
	1.1.02	Meat and fish	3.61	5.13%	4.58%	0.19	0.17	-0.19%	-1.39%	-0.01	-0.05
	1.1.03	Egg	0.43	6.91%	1.48%	0.03	0.01	4.85%	2.83%	0.02	0.01
	1.1.04	Milk and products	6.61	8.51%	3.76%	0.56	0.25	0.70%	0.38%	0.05	0.02
	1.1.05	Oils and fats	3.56	0.53%	24.32%	0.02	0.87	-0.16%	-1.32%	-0.01	-0.05
	1.1.06	Fruits	2.89	2.00%	3.54%	0.06	0.10	-1.68%	-1.02%	-0.05	-0.03
	1.1.07	Vegetables	6.04	-15.08%	-3.04%	-0.91	-0.18	-12.67%	-5.47%	-0.77	-0.33
	1.1.08	Pulses and products	2.38	3.89%	2.49%	0.09	0.06	0.18%	-0.54%	0.00	-0.01
	1.1.09	Sugar and Confectionery	1.36	0.66%	5.58%	0.01	0.08	-0.25%	-1.14%	0.00	-0.02
	1.1.10	Spices	2.50	20.35%	3.96%	0.51	0.10	1.18%	0.53%	0.03	0.01
	1.2.11	Non-alcoholic beverages	1.26	4.14%	8.17%	0.05	0.10	0.35%	0.31%	0.00	0.00
	1.1.12	Prepared meals, snacks, sweets etc.	5.55	7.76%	6.58%	0.43	0.37	0.37%	0.57%	0.02	0.03
2		Pan, tobacco and intoxicants	2.38	2.55%	3.16%	0.06	0.08	0.20%	-0.26%	0.00	-0.01
3		Clothing and footwear	6.53	9.58%	8.30%	0.63	0.54	0.49%	0.72%	0.03	0.05
	3.1.01	Clothing	5.58	9.20%	8.36%	0.51	0.47	0.49%	0.78%	0.03	0.04
	3.1.02	Footwear	0.95	11.47%	8.62%	0.11	0.08	0.40%	0.83%	0.00	0.01
4		Housing	10.07	4.47%	3.61%	0.45	0.36	-0.64%	-0.49%	-0.06	-0.05
5		Fuel and light	6.84	10.97%	10.95%	0.75	0.75	0.44%	0.12%	0.03	0.01
6		Miscellaneous	28.32	6.17%	6.65%	1.75	1.88	0.53%	0.37%	0.15	0.11
	6.1.01	Household goods and services	3.8	7.43%	6.80%	0.28	0.26	0.41%	0.56%	0.02	0.02
	6.1.02	Health	5.89	6.15%	7.09%	0.36	0.42	0.72%	0.41%	0.04	0.02
	6.1.03	Transport and communication	8.59	4.88%	9.73%	0.42	0.84	0.18%	0.58%	0.02	0.05
	6.1.04	Recreation and amusement	1.68	5.17%	7.35%	0.09	0.12	0.24%	0.50%	0.00	0.01
	6.1.05	Education	4.46	5.90%	3.27%	0.26	0.15	0.23%	0.06%	0.01	0.00
	6.1.06	Personal care and effects	3.89	8.12%	3.70%	0.32	0.14	1.27%	0.25%	0.05	0.01

Source: Refinitiv