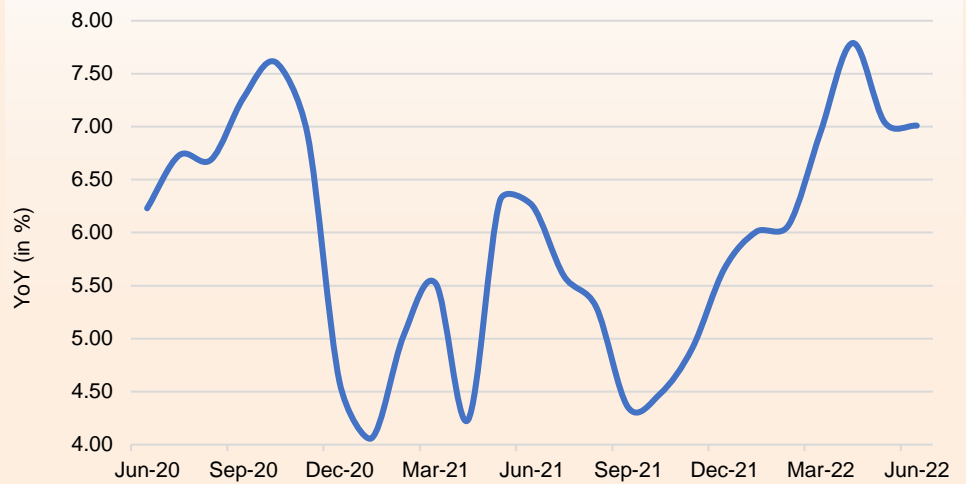


## Inflation Update

### Consumer Price Index based inflation eases to 7.01% in June

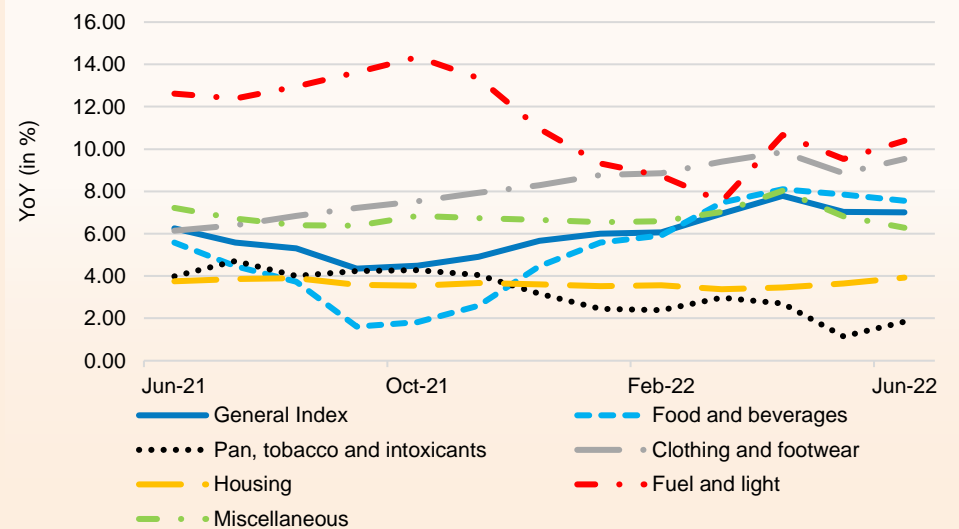
- Government data showed that Consumer Price Index based inflation eased for the second consecutive month to 7.01% in Jun 2022 from 7.04% in the previous month. Inflation for Jun 2021 was at 6.26%.
- The Consumer Food Price Index also slowed to 7.75% in Jun 2022 from 7.97% in the previous month but remained higher than 5.15% in the same month of the previous year.
- Retail inflation thus stayed above the upper tolerance level of the Reserve Bank of India's retail inflation target of 6% for the sixth consecutive month.
- Inflation for food and beverages slowed for the second straight month to 7.56% in Jun 2022 from 7.84% in the previous month but was higher than 5.58% in the same month of the previous year.
- Under food and beverages retail inflation was maximum for vegetables for which inflation stood at 17.37% followed by spices and oils and fats for which inflation stood at 11.04% and 9.36% respectively.
- Inflation for clothing and footwear accelerated to 9.52% in Jun 2022 from 8.85% in the previous month and 6.14% in the same month of the previous year. Inflation for clothing and footwear has gone up consistently for the past twelve months, barring May month of 2022.
- Inflation for fuel and light also went up to 10.39% in Jun 2022 from 9.54% in the previous month but slower than 12.61% in the same month of the previous year.
- Inflation for the 'miscellaneous' group, which accounts for 27% of the CPI and includes services, slowed to 6.28% in Jun 2022 from 6.82% in May 2022.
- Among states, the highest inflation rate of 10.05% was recorded by Telangana, followed by Andhra Pradesh and Haryana for which inflation stood at 8.63% and 8.08% respectively. On the other hand, the lowest inflation rate of 4.68% was seen in Bihar.

#### Trend of Retail Inflation



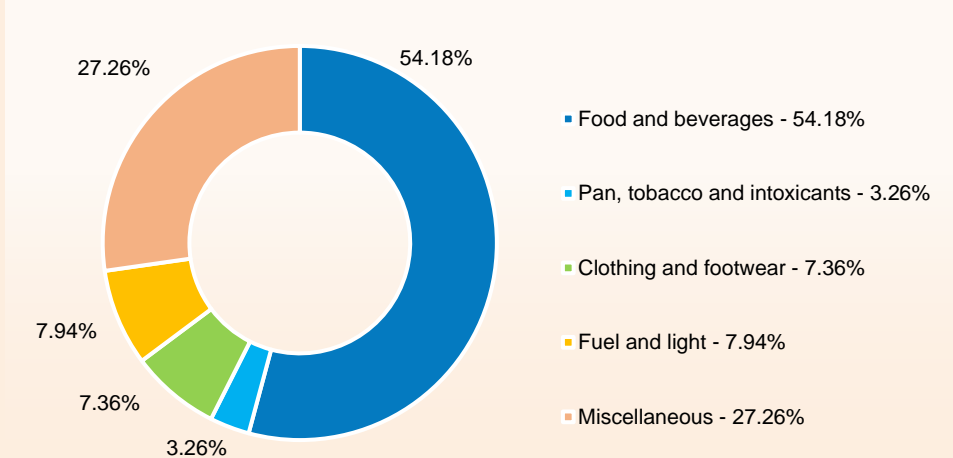
Source: Refinitiv

#### Growth in Inflation Components



Source: Refinitiv

#### Weighted Contribution in CPI



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 (%)	
				Jun-22	Jun-21	Jun-22	Jun-21	Jun-22	Jun-21	Jun-22	Jun-21
<b>1</b>		<b>General Index (All Groups)</b>	<b>100</b>	<b>7.01%</b>	<b>6.26%</b>	<b>7.01</b>	<b>6.26</b>	<b>0.52%</b>	<b>0.56%</b>	<b>0.52</b>	<b>0.56</b>
		<b>Food and beverages</b>	<b>54.18</b>	<b>7.56%</b>	<b>5.58%</b>	<b>4.10</b>	<b>3.03</b>	<b>0.92%</b>	<b>1.18%</b>	<b>0.50</b>	<b>0.64</b>
	1.1.01	Cereals and products	12.35	5.66%	-1.94%	0.70	-0.24	0.58%	0.27%	0.07	0.03
	1.1.02	Meat and fish	4.38	8.61%	4.83%	0.38	0.21	1.11%	0.75%	0.05	0.03
	1.1.03	Egg	0.49	-5.48%	19.35%	-0.03	0.09	5.17%	6.11%	0.03	0.03
	1.1.04	Milk and products	7.72	6.08%	1.89%	0.47	0.15	0.49%	0.06%	0.04	0.00
	1.1.05	Oils and fats	4.21	9.36%	34.78%	0.39	1.46	-0.74%	2.80%	-0.03	0.12
	1.1.06	Fruits	2.88	3.10%	11.82%	0.09	0.34	-0.76%	-1.50%	-0.02	-0.04
	1.1.07	Vegetables	7.46	17.37%	-0.70%	1.30	-0.05	4.29%	5.07%	0.32	0.38
	1.1.08	Pulses and products	2.95	-1.02%	10.01%	-0.03	0.30	-0.24%	0.36%	-0.01	0.01
	1.1.09	Sugar and Confectionery	1.7	4.17%	0.79%	0.07	0.01	0.17%	0.26%	0.00	0.00
	1.1.10	Spices	3.11	11.04%	5.64%	0.34	0.18	1.19%	0.18%	0.04	0.01
	1.2.11	Non-alcoholic beverages	1.37	4.88%	14.78%	0.07	0.20	0.42%	0.44%	0.01	0.01
	1.1.12	Prepared meals, snacks, sweets etc.	5.56	6.67%	6.55%	0.37	0.36	0.77%	1.17%	0.04	0.07
<b>2</b>		<b>Pan, tobacco and intoxicants</b>	<b>3.26</b>	<b>1.83%</b>	<b>3.98%</b>	<b>0.06</b>	<b>0.13</b>	<b>0.10%</b>	<b>-0.57%</b>	<b>0.00</b>	<b>-0.02</b>
<b>3</b>		<b>Clothing and footwear</b>	<b>7.36</b>	<b>9.52%</b>	<b>6.14%</b>	<b>0.70</b>	<b>0.45</b>	<b>0.80%</b>	<b>0.19%</b>	<b>0.06</b>	<b>0.01</b>
	3.1.01	Clothing	6.32	9.19%	6.36%	0.58	0.40	0.85%	0.25%	0.05	0.02
	3.1.02	Footwear	1.04	11.92%	5.12%	0.12	0.05	0.89%	-0.20%	0.01	0.00
<b>4</b>		<b>Housing</b>	<b>-</b>	<b>3.93%</b>	<b>3.75%</b>	<b>--</b>	<b>--</b>	<b>-0.42%</b>	<b>-0.68%</b>	<b>--</b>	<b>--</b>
<b>5</b>		<b>Fuel and light</b>	<b>7.94</b>	<b>10.39%</b>	<b>12.61%</b>	<b>0.82</b>	<b>1.00</b>	<b>1.03%</b>	<b>0.25%</b>	<b>0.08</b>	<b>0.02</b>
<b>6</b>		<b>Miscellaneous</b>	<b>27.26</b>	<b>6.28%</b>	<b>7.21%</b>	<b>1.71</b>	<b>1.97</b>	<b>0.00%</b>	<b>0.51%</b>	<b>0.00</b>	<b>0.14</b>
	6.1.01	Household goods and services	3.75	7.49%	5.74%	0.28	0.22	0.73%	0.06%	0.03	0.00
	6.1.02	Health	6.83	5.47%	7.71%	0.37	0.53	0.34%	0.30%	0.02	0.02
	6.1.03	Transport and communication	7.6	6.90%	11.63%	0.52	0.88	-1.17%	1.21%	-0.09	0.09
	6.1.04	Recreation and amusement	1.37	6.97%	4.45%	0.10	0.06	0.36%	-0.58%	0.00	-0.01
	6.1.05	Education	3.46	4.51%	3.39%	0.16	0.12	0.66%	0.31%	0.02	0.01
	6.1.06	Personal care and effects	4.25	6.68%	4.75%	0.28	0.20	0.59%	0.13%	0.03	0.01

Source: Refinitiv