# PRODUCER PRICE INDEX - MANUFACTURING (PPI-M) 3<sup>rd</sup> Ouarter 2020

(Base year: 2013 = 100)

#### 1. Introduction

The Producer Price Index of the Manufacturing sector (PPI-M) measures pure price changes in the effective prices received by producers for that part of their output, which is sold on the domestic market (in Mauritian rupees) and therefore excludes Export Oriented Enterprises.

This issue of the Economic and Social Indicators (ESI) presents a series of monthly PPI-M for the period October 2019 to September 2020 and quarterly indices from the fourth quarter of 2018 to the third quarter of 2020. The weights for the PPI-M have been derived from the results of the 2013 Census of Economic Activities.

Indices prior to October 2019 are posted on Statistics Mauritius website in the historical series of manufacturing statistics:

https://statsmauritius.govmu.org/Pages/Statistics/By\_Subject/Indices/SB\_Indices.aspx

The methodology used for the computation of PPI-M is annexed.

#### 2. Changes during third quarter 2020

#### 2.1 Manufacturing Sector

The Producer Price Index for the manufacturing sector registered an increase of 2.4 points (+2.1%) from 113.5 in June 2020 to 115.9 in September 2020. The main reason for the net increase was higher prices of "Food products and beverages" (+2.9%), "Wearing apparel" (+6.6%), "Other non-metallic mineral products" (+1.4%) and "Other transport equipment" (+4.4%).

On a monthly basis, the PPI-M increased by 1.5 points (+1.3%), 0.6 point (+0.5%) and 0.3 point (+0.3%) in July, August and September 2020 respectively (Table 1a).

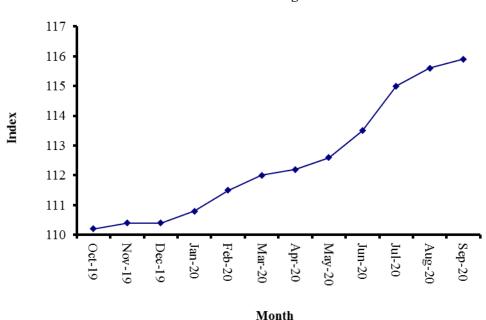


Fig 1: Overall monthly indices: October 2019 - September 2020 Manufacturing Sector

#### 2.2 **Manufacture of Food Products and Beverages**

The Producer Price Index for "Food products and beverages", which accounts for 55.2% of the total weight, registered a net increase of 3.3 points (+2.9%) from 113.3 in June 2020 to 116.6 in September 2020. This increase was mainly attributable to higher prices of "Malt liquors and malt including non alcoholic beer" (+5.3%), "Processing and preserving of meat" (+3.5%), "Other food products n.e.c" (+8.6%) of which "Spices, sauces, condiments and other food products n.e.c" (+10.3%), "Bakery products" (+1.7%) and "Dairy products" (+6.9%).

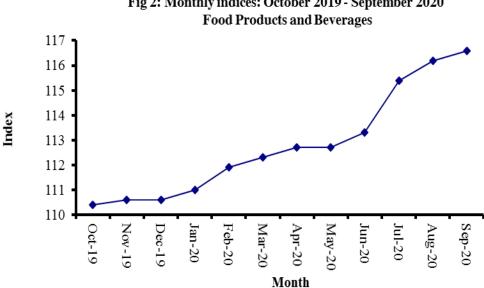


Fig 2: Monthly indices: October 2019 - September 2020

On a monthly basis, the index for this activity group increased by 2.1 points (+1.9%), 0.8 point (+0.7%) and 0.4 point (+0.3%) in July, August and September 2020 respectively.

#### **3.** Change in quarterly PPI-M

#### 3.1 **Manufacturing Sector**

The average PPI-M for the third quarter of 2020 stood at 115.5, i.e an increase of 2.7 points (+2.4%) from 112.8 in the second quarter of 2020. This increase was mainly attributable to higher prices of "Food products and beverages" (+2.8%), "Other products" (+13.5%), "Wearing apparel" (+6.6%) and "Other transport equipment" (+5.8%) (Table 2a).

Compared to the corresponding quarter of 2019, the average PPI-M for the third quarter of 2020 increased by 5.3 points (+4.8%), mainly explained by higher prices of "Food products and beverages" (+5.4%), "Other products" (+24.0%), "Other non-metallic mineral products" (+6.1%), "Wearing apparel" (+6.6%) and "Other transport equipment" (+11.3%).

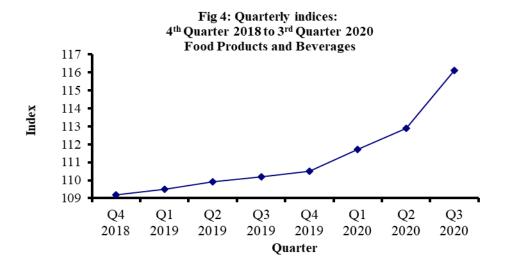
Fig 3: Overall quarterly indices:

4th Quarter 2018 to 3rd Quarter 2020 Manufacturing Sector 117 116 115 114 113 Index 112 111 110 109 Q4 Q1 Q2 Q3 Q4 Q1 Q2 Q3 2018 2019 2019 2019 2019 2020 2020 2020 Quarter

#### 3.2 Manufacture of Food Products and Beverages

Compared to the previous quarter, the index for "Food products and beverages" increased by 3.2 points (+2.8%) in the third quarter of 2020. The index for "Food products" increased by 2.6 points (+2.4%), mainly explained by higher prices of "Other food products n.e.c" (+8.1%) of which "Spices, sauces, condiments and other food products n.e.c" (+9.6%), "Processing and preserving of meat" (+2.7%), "Bakery products" (+1.6%) and Dairy products" (+6.3%). The index for beverages increased by 4.3 points (+3.5%) as a result of higher prices of "Malt liquors and malt including non alcoholic beer" (+6.3%), "Soft drinks, mineral waters and other bottled waters" (+6.4%) and "Wines" (+1.3%).

When compared to the third quarter of 2019, the index for "Food products and beverages" increased by 5.9 points (+5.4%). The index for "Food products" increased by 6.0 points (+5.8%), mainly due to higher prices of "Grain mill products" (+10.4%), "Processing and preserving of meat" (+4.5%), "Other food products n.e.c" (+10.2%) of which "Spices, sauces, condiments and other food products n.e.c" (+12.0%), "Bakery products" (+3.9%) and "Dairy products" (+12.3%). The index for "Beverages" increased by 5.7 points (+4.7%), mainly due to higher prices of "Malt liquors and malt including non alcoholic beer" (+7.0%), "Soft drinks, mineral waters and other bottled waters" (+7.8%) and "Distilled potable alcoholic beverages" (+1.9%).



### 4. Yearly Index

The average yearly index for the manufacturing sector as a whole was 109.9 in 2019, i.e. 1.6 points (+1.5%) higher than the figure of 108.3 in 2018. The index for the "Manufacture of food products and beverages" was 110.0 in 2019 compared to 108.1 in 2018, i.e. an increase of 1.9 points (+1.8%). The index for the "Manufacture of chemicals and chemical products" stood at 111.0 in 2019, higher by 0.9 point (+0.8%) compared to 110.1 in 2018. The index for "Manufacture of Rubber and plastic products" remained at 111.3, same as in 2018.

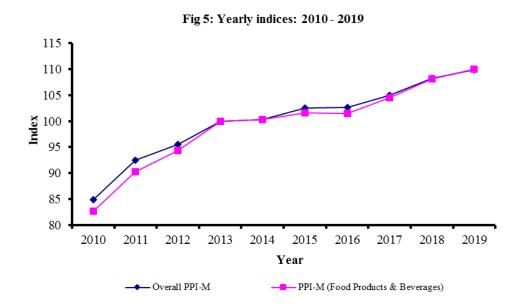


Figure 5 shows that the yearly indices for the manufacturing sector as a whole and that for "Manufacture of food products and beverages" increased steadily from 2010 to 2013. In the year 2014, the indices remained nearly constant and then picked up slightly in 2015 which remained nearly unaltered in 2016 and then increased steadily from 2017 to 2019.

#### **Statistics Mauritius**

Ministry of Finance, Economic Planning & Development Port Louis

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Table 1(a) - Monthly indices of the Manufacturing Sector by industry group, October 2019 - September 2020

		ıt	9	9	9	0	0	03	00	50	0′	0	07	0	Percen	tage chang	ge from
NSIC	Industry group	Weight	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20	Sep-20	Jun 20 to Jul 20	Jul 20 to Aug 20	Aug 20 to Sep 20
10-33	Total manufacturing	1000	110.2	110.4	110.4	110.8	111.5	112.0	112.2	112.6	113.5	115.0	115.6	115.9	1.3	0.5	0.3
10/11	Food products and beverages	552	110.4	110.6	110.6	111.0	111.9	112.3	112.7	112.7	113.3	115.4	116.2	116.6	1.9	0.7	0.3
13	Textiles	6	106.8	106.8	106.8	106.8	106.8	106.8	106.8	106.8	106.8	106.8	106.8	106.8	0.0	0.0	0.0
14	Wearing apparel	34	123.6	123.6	123.6	123.6	123.6	123.6	123.6	123.6	123.6	131.8	131.8	131.8	6.6	0.0	0.0
15	Leather and related products	3	136.1	136.1	136.1	138.9	139.7	139.7	139.7	139.7	139.7	145.2	145.2	145.2	3.9	0.0	0.0
16/17	Wood and products of wood & cork; articles of straw and plaiting materials/ Paper and paper products	16	108.9	108.9	110.9	110.9	110.9	111.4	112.3	112.6	114.3	114.5	115.3	115.3	0.2	0.7	0.0
18	Printing and reproduction of recorded media	28	88.3	88.5	89.1	88.9	88.9	89.0	89.0	100.3	96.7	96.2	96.6	96.5	-0.5	0.4	-0.1
20	Chemicals and chemical products	69	111.5	111.5	111.6	111.7	111.8	112.0	112.0	112.1	112.2	113.4	113.1	113.1	1.1	-0.3	0.0
22	Rubber and plastic products	31	111.4	111.4	111.4	111.2	111.2	111.2	111.2	111.2	111.2	111.2	111.2	111.2	0.0	0.0	0.0
23	Other non-metallic mineral products	52	117.4	117.4	117.4	117.9	119.8	123.7	123.7	123.7	123.9	123.9	123.9	125.6	0.0	0.0	1.4
24	Basic metals	11	99.7	99.7	99.4	99.4	99.4	99.4	99.4	99.4	99.7	99.7	99.8	99.9	0.0	0.1	0.1
25	Fabricated metal products	76	108.2	108.2	108.2	108.3	108.3	108.3	108.3	108.3	108.3	108.9	109.1	109.1	0.6	0.2	0.0
27	Electrical equipment	2	98.2	98.2	98.2	98.2	98.2	98.2	98.2	98.2	98.2	98.2	98.2	98.2	0.0	0.0	0.0
28	Machinery and equipment, n.e.c	9	88.4	88.4	88.4	88.4	88.4	88.4	88.4	88.4	88.4	88.4	88.4	88.4	0.0	0.0	0.0
29	Motor vehicles, trailers and semi-trailers	5	128.9	128.9	128.9	149.5	154.3	154.3	154.3	154.3	154.3	144.0	144.0	144.0	-6.7	0.0	0.0
30	Other transport equipment	16	111.3	112.2	110.7	110.7	110.5	113.5	115.5	116.5	119.2	119.4	127.8	124.4	0.2	7.0	-2.7
31	Furniture	65	110.8	110.8	110.8	110.9	111.0	111.0	111.0	111.0	111.2	111.4	111.4	111.6	0.2	0.0	0.2
32	Other products	25	106.9	106.9	106.9	108.4	108.9	108.9	108.9	108.9	132.6	132.6	132.6	132.6	0.0	0.0	0.0

Table 1(b) - Monthly indices for Manufacture of Food Products & Beverages by industry group, October 2019 - September 2020

		t	_	6	_			0	0	0					Percen	tage chan	ge from
NSIC	Industry group	Weight	Oct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20	Sep-20	Jun 20 to Jul 20	Jul 20 to Aug 20	Aug 20 to Sep 20
10-11	Total food products & beverages	552	110.4	110.6	110.6	111.0	111.9	112.3	112.7	112.7	113.3	115.4	116.2	116.6	1.9	0.7	0.3
101-108	Food products	374	104.6	104.9	104.9	105.5	106.5	107.0	107.6	107.7	107.7	109.4	110.6	110.8	1.6	1.1	0.2
1010	Processing and preserving of meat	97	111.0	111.0	111.0	111.7	112.2	112.2	112.2	112.2	112.2	113.5	116.1	116.1	1.2	2.3	0.0
1020	Processing and preserving of fish, crustaceans & molluscs	3	112.4	112.4	112.4	112.4	112.4	112.4	116.2	121.5	121.5	121.5	121.5	121.5	0.0	0.0	0.0
1030	Processing and preserving of fruits and vegetables	10	113.6	113.6	113.6	113.6	113.6	114.2	114.7	114.7	116.8	118.3	121.1	121.9	1.3	2.4	0.7
1040	Vegetable and animal oils and fats	30	78.7	79.1	78.8	80.7	82.8	82.8	82.8	82.8	82.8	82.8	82.8	85.8	0.0	0.0	3.6
1050	Dairy products	16	109.6	114.3	115.7	115.8	115.8	115.8	115.8	115.8	115.8	121.7	123.8	123.8	5.1	1.7	0.0
1061	Grain mill products	54	91.3	91.9	91.3	92.0	93.6	96.8	99.9	100.3	100.1	99.7	100.3	100.6	-0.4	0.6	0.3
1071 10711/	Bakery products	72	114.1	114.1	114.1	114.1	116.5	116.6	116.7	116.7	116.7	118.3	118.7	118.7	1.4	0.3	0.0
107117	Bread/Pastries and cakes	69	113.3	113.3	113.3	113.3	115.9	115.9	115.9	115.9	115.9	117.0	117.4	117.4	0.9	0.3	0.0
10713	Biscuits and other dry bakery products	3	118.3	118.3	118.3	118.3	118.3	121.4	124.4	124.4	124.6	126.1	126.1	126.1	1.2	0.0	0.0
1074	Macaroni, noodles, couscous and similar farinaceous products	11	105.5	105.5	105.5	105.7	105.7	105.7	105.7	105.7	106.2	106.3	106.3	106.3	0.1	0.0	0.0
1075	Prepared meals and dishes	2	124.6	124.6	124.6	124.6	124.6	126.8	127.6	127.6	127.6	127.6	133.8	133.8	0.0	4.9	0.0
1079	Other food products n.e.c	34	119.2	119.2	119.2	120.9	121.3	121.5	121.5	121.5	121.5	130.0	132.0	132.0	7.0	1.5	0.0
10791	Tea	5	130.1	130.1	130.1	130.1	130.1	131.6	131.6	131.6	131.6	131.6	131.6	131.6	0.0	0.0	0.0
10793/ 10799	Spices, sauces, condiments and other food products n.e.c	29	117.2	117.2	117.2	119.2	119.7	119.7	119.7	119.7	119.7	129.7	132.0	132.0	8.4	1.8	0.0
1080	Animal feed	45	92.2	92.2	92.2	92.2	92.2	92.2	92.2	92.2	92.2	92.2	92.2	92.2	0.0	0.0	0.0
110	Beverages	178	122.5	122.5	122.5	122.5	123.4	123.4	123.4	123.4	124.9	128.0	128.0	128.5	2.5	0.0	0.4
1101	Distilled potable alcoholic beverages	65	131.6	131.6	131.6	131.6	134.1	134.1	134.1	134.1	134.1	134.1	134.1	134.1	0.0	0.0	0.0
1102	Wines	13	133.7	133.7	133.7	133.7	133.7	133.7	133.7	133.7	133.7	133.7	133.7	138.7	0.0	0.0	3.7
1103	Malt liquors and malt including non alcoholic beer	73	115.9	115.9	115.9	115.9	115.9	115.9	115.9	115.9	118.0	123.8	123.8	124.3	4.9	0.0	0.4
1104	Soft drinks, mineral waters and other bottled waters	27	113.0	113.0	113.0	113.0	113.0	113.0	113.0	113.0	117.4	121.8	121.8	121.8	3.7	0.0	0.0

Table 1(c) - Monthly indices for Manufacture of Chemicals and Chemical Products & Rubber and Plastic Products by industry group, October 2019 - September 2020

		ht	9	61	9	00	07	20	90	20	07	0	02	9	Percen	tage chang	ge from
NSIC	Industry group	Weight	0ct-19	Nov-19	Dec-19	Jan-20	Feb-20	Mar-20	Apr-20	May-20	Jun-20	Jul-20	Aug-20	Sep-20	Jun 20 to Jul 20	Jul 20 to Aug 20	Aug 20 to Sep 20
20	Chemicals and chemical products	69	111.5	111.5	111.6	111.7	111.8	112.0	112.0	112.1	112.2	113.4	113.1	113.1	1.1	-0.3	0.0
2011	Basic chemicals	9	107.8	107.8	107.8	107.8	108.5	108.5	108.5	109.1	109.6	106.7	104.4	104.4	-2.6	-2.2	0.0
1 2012	Manufacture of fertilizers and nitrogen compounds	8	89.0	89.0	89.0	89.0	89.0	89.0	89.0	89.0	89.0	89.0	89.0	89.0	0.0	0.0	0.0
2022	Paints, varnishes and similar coatings, printing ink and mastics	26	117.5	117.5	117.5	117.5	117.5	117.5	117.5	117.5	117.5	118.7	118.7	118.7	1.0	0.0	0.0
2023	Soap and detergents, cleaning and polishing preparations, perfumes and toilet preparations	26	113.9	113.9	114.2	114.4	114.6	115.0	115.0	115.0	115.3	118.2	118.2	118.2	2.5	0.0	0.0
77	Rubber and plastic products	31	111.4	111.4	111.4	111.2	111.2	111.2	111.2	111.2	111.2	111.2	111.2	111.2	0.0	0.0	0.0
	Rubber tyres and tubes, retreading and rebuilding of rubber tyres	5	104.0	104.0	104.0	104.0	104.0	104.0	104.0	104.0	104.0	104.0	104.0	104.0	0.0	0.0	0.0
2220	Plastic products	26	112.9	112.9	112.9	112.6	112.5	112.5	112.5	112.5	112.5	112.5	112.5	112.5	0.0	0.0	0.0

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Table 2(a) - Quarterly & yearly indices of the Manufacturing sector by industry group, 4th Quarter 2018 - 3rd Quarter 2020

		ht	20	18			2019				2020	
NSIC	Industry group	Weight	4th Qr.	Year Average	1st Qr.	2nd Qr.	3rd Qr.	4th Qr.	Year Average	1st Qr.	2nd Qr.	3rd Qr.
10-33	Total manufacturing	1000	109.2	108.3	109.4	109.7	110.2	110.3	109.9	111.4	112.8	115.5
10/11	Food products and beverages	552	109.2	108.1	109.5	109.9	110.2	110.5	110.0	111.7	112.9	116.1
13	Textiles	6	103.2	103.2	103.2	104.4	106.8	106.8	105.3	106.8	106.8	106.8
14	Wearing apparel	34	120.8	120.4	120.9	121.9	123.6	123.6	122.5	123.6	123.6	131.8
15	Leather and related products	3	128.6	120.4	136.1	136.1	136.1	136.1	136.1	139.4	139.7	145.2
16/17	Wood and products of wood & cork; articles of straw and plaiting materials/ Paper and paper products	16	108.9	108.4	108.9	108.9	108.9	109.6	109.1	111.1	113.1	115.0
18	Printing and reproduction of recorded media	28	90.5	91.6	90.7	90.6	89.9	88.6	90.0	88.9	95.3	96.4
20	Chemicals and chemical products	69	110.8	110.1	110.7	110.2	111.4	111.5	111.0	111.8	112.1	113.2
22	Rubber and plastic products	31	111.1	111.3	111.1	111.1	111.4	111.4	111.3	111.2	111.2	111.2
23	Other non-metallic mineral products	52	116.8	115.7	116.8	116.8	117.3	117.4	117.1	120.5	123.8	124.5
24	Basic metals	11	102.5	100.1	102.2	101.5	100.2	99.6	100.9	99.4	99.5	99.8
25	Fabricated metal products	76	108.2	108.0	108.2	108.2	108.2	108.2	108.2	108.3	108.3	109.0
27	Electrical equipment	2	98.2	98.2	98.2	98.2	98.2	98.2	98.2	98.2	98.2	98.2
28	Machinery and equipment, n.e.c	9	88.4	88.4	88.4	88.4	88.4	88.4	88.4	88.4	88.4	88.4
29	Motor vehicles, trailers and semi- trailers	5	128.9	126.1	128.9	128.9	128.9	128.9	128.9	152.7	154.3	144.0
30	Other transport equipment	16	107.5	104.6	108.8	109.3	111.3	111.4	110.2	111.6	117.1	123.9
31	Furniture	65	110.7	110.6	110.7	110.7	110.7	110.8	110.7	111.0	111.1	111.5
32	Other products	25	98.7	98.7	98.7	101.4	106.9	106.9	103.5	108.7	116.8	132.6

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Table 2(b) - Quarterly & yearly indices for the Manufacturing of Food Products & Beverages by industry group, 4th Quarter 2018 - 3rd Quarter 2020

		ţht	20	18			2019			2020		
NSIC	Industry group	Weight	4th Qr.	Year Average	1st Qr.	2nd Qr.	3rd Qr.	4th Qr.	Year Average	1st Qr.	2nd Qr.	3rd Qr.
10-11	Total food products & beverages	552	109.2	108.1	109.5	109.9	110.2	110.5	110.0	111.7	112.9	116.1
101-108	Food products	374	103.1	102.1	103.5	104.0	104.3	104.8	104.2	106.3	107.7	110.3
1010	Processing and preserving of meat	97	110.4	108.7	110.4	110.4	110.2	111.0	110.5	112.0	112.2	115.2
1020	Processing and preserving of fish, crustaceans & molluscs	3	112.4	112.4	112.4	112.4	112.4	112.4	112.4	112.4	119.7	121.5
1030	Processing and preserving of fruits and vegetables	10	112.0	111.4	112.2	113.6	113.6	113.6	113.3	113.8	115.4	120.4
1040	Vegetable and animal oils and fats	30	85.6	87.1	84.0	78.2	78.2	78.9	79.8	82.1	82.8	83.8
1050	Dairy products	16	109.5	109.5	109.6	109.6	109.6	113.2	110.5	115.8	115.8	123.1
1061	Grain mill products	54	81.4	80.2	83.9	88.8	90.8	91.5	88.8	94.1	100.1	100.2
1071	Bakery products	72	114.2	113.7	114.1	114.1	114.1	114.1	114.1	115.7	116.7	118.6
10711/ 10712	Bread/Pastries and cakes	69	113.3	113.0	113.3	113.3	113.3	113.3	113.3	115.0	115.9	117.3
10713	Biscuits and other dry bakery products	3	120.1	120.3	119.0	118.3	118.3	118.3	118.5	119.3	124.5	126.1
1074	Macaroni, noodles, couscous and similar farinaceous products	11	105.5	105.5	105.5	105.5	105.5	105.5	105.5	105.7	105.9	106.3
1075	Prepared meals and dishes	2	121.7	121.7	124.2	124.6	124.6	124.6	124.5	125.3	127.6	131.7
1079	Other food products n.e.c	34	115.6	113.5	116.8	119.0	119.2	119.2	118.6	121.2	121.5	131.3
10791	Tea	5	115.9	103.6	120.0	130.1	130.1	130.1	127.6	130.6	131.6	131.6
10793/ 10799	Spices, sauces, condiments and other food products n.e.c	29	115.5	115.3	116.3	117.0	117.1	117.2	116.9	119.5	119.7	131.2
1080	Animal feed	45	91.8	89.7	92.2	92.2	92.2	92.2	92.2	92.2	92.2	92.2
110	Beverages	178	122.0	120.6	122.0	122.1	122.5	122.5	122.3	123.1	123.9	128.2
1101	Distilled potable alcoholic beverages	65	132.5	130.0	131.6	131.6	131.6	131.6	131.6	133.3	134.1	134.1
1102	Wines	13	133.7	130.3	133.7	133.7	133.7	133.7	133.7	133.7	133.7	135.4
1103	Malt liquors and malt including non alcoholic beer	73	114.0	113.4	114.8	115.0	115.9	115.9	115.4	115.9	116.6	124.0
1104	Soft drinks, mineral waters and other bottled waters	27	113.0	113.0	113.0	113.0	113.0	113.0	113.0	113.0	114.5	121.8

Table 2(c) - Quarterly & yearly indices for the Manufacture of Chemicals and Chemical Products & Rubber and Plastic products, by industry group, 4th Quarter 2018 - 3rd Quarter 2020

		ght	20	18			2019		2020			
NSIC	Industry group	Weight	4th Qr.	Year Average	1st Qr.	2nd Qr.	3rd Qr.	4th Qr.	Year Average	1st Qr.	2nd Qr.	3rd Qr.
20	Chemicals and chemical products	69	110.8	110.1	110.7	110.2	111.4	111.5	111.0	111.8	112.1	113.2
2011	Basic chemicals	9	114.9	115.2	113.5	108.6	107.8	107.8	109.4	108.3	109.1	105.2
2012	Manufacture of fertilizers and nitrogen compounds	8	89.0	89.0	89.0	89.0	89.0	89.0	89.0	89.0	89.0	89.0
2022	Paints, varnishes and similar coatings, printing ink and mastics	26	115.6	114.6	115.6	115.6	117.5	117.5	116.6	117.5	117.5	118.7
2023	Soap and detergents, cleaning and polishing preparations, perfumes and toilet preparations	26	111.5	110.5	111.8	112.1	113.6	114.0	112.9	114.7	115.1	118.2
22	Rubber and plastic products	31	111.1	111.3	111.1	111.1	111.4	111.4	111.3	111.2	111.2	111.2
2211	Rubber tyres and tubes, retreading and rebuilding of rubber tyres	5	101.9	106.1	101.9	101.9	103.9	104.0	102.9	104.0	104.0	104.0
2220	Plastic products	26	112.9	112.3	112.9	112.9	112.9	112.9	112.9	112.5	112.5	112.5

Table 3(a) - Quarterly percentage change of the Manufacturing Sector by industry group, 4th Quarter 2018 - 3rd Quarter 2020

		ht	Percei	ntage changes f	rom previous q	uarter	Percentage changes from corresponding quarter of previous year						
NSIC	Industry group	Weight	3rd Qr 19 to 4th Qr 19	4th Qr 19 to 1st Qr 20	1st Qr 20 to 2nd Qr 20	2nd Qr 20 to 3rd Qr 20	4th Qr 18 to 4th Qr 19	1st Qr 19 to 1st Qr 20	2nd Qr 19 to 2nd Qr 20	3rd Qr 19 to 3rd Qr 20			
10-33	Total manufacturing	1000	+ 0.1	+ 1.0	+ 1.3	+ 2.4	+ 1.0	+ 1.8	+ 2.8	+ 4.8			
10/11	Food products and beverages	552	+ 0.3	+ 1.1	+ 1.1	+ 2.8	+ 1.2	+ 2.0	+ 2.7	+ 5.4			
13	Textiles	6	0.0	0.0	0.0	0.0	+ 3.5	+ 3.5	+ 2.3	0.0			
14	Wearing apparel	34	0.0	0.0	0.0	+ 6.6	+ 2.3	+ 2.2	+ 1.4	+ 6.6			
15	Leather and related products	3	0.0	+ 2.4	+ 0.2	+ 3.9	+ 5.8	+ 2.4	+ 2.6	+ 6.7			
16/17	Wood and products of wood & cork; articles of straw and plaiting materials/ Paper and paper products	16	+ 0.6	+ 1.4	+ 1.8	+ 1.7	+ 0.6	+ 2.0	+ 3.9	+ 5.6			
18	Printing and reproduction of recorded media	28	- 1.4	+ 0.3	+ 7.2	+ 1.2	- 2.1	- 2.0	+ 5.2	+ 7.2			
20	Chemicals and chemical products	69	+ 0.1	+ 0.3	+ 0.3	+ 1.0	+ 0.6	+ 1.0	+ 1.7	+ 1.6			
22	Rubber and plastic products	31	0.0	-0.2	0.0	0.0	+ 0.3	+ 0.1	+ 0.1	- 0.2			
23	Other non-metallic mineral products	52	+ 0.1	+ 2.6	+ 2.7	+ 0.6	+ 0.5	+ 3.2	+ 6.0	+ 6.1			
24	Basic metals	11	- 0.6	- 0.2	+ 0.1	+ 0.3	- 2.8	- 2.7	- 2.0	- 0.4			
25	Fabricated metal products	76	0.0	+ 0.1	0.0	+ 0.6	0.0	+ 0.1	+ 0.1	+ 0.7			
27	Electrical equipment	2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0			
28	Machinery and equipment, n.e.c	9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0			
29	Motor vehicles, trailers and semi-trailers	5	0.0	+ 18.5	+ 1.0	- 6.7	0.0	+ 18.5	+ 19.7	+ 11.7			
30	Other transport equipment	16	+ 0.1	+ 0.2	+ 4.9	+ 5.8	+ 3.6	+ 2.6	+ 7.1	+ 11.3			
31	Furniture	65	+ 0.1	+ 0.2	+ 0.1	+ 0.4	+ 0.1	+ 0.3	+ 0.4	+ 0.7			
32	Other products	25	0.0	+ 1.7	+ 7.5	+ 13.5	+ 8.3	+ 10.1	+ 15.2	+ 24.0			

Table 3(b) - Quarterly percentage change for Manufacture of Food Products & Beverages by industry group, 4th Quarter 2018 - 3rd Quarter 2020

		ht	Percen	ntage changes f	rom previous c	uarter	Percentage	_	corresponding us year	quarter of
NSIC	Industry group	Weight	3rd Qr 19	4th Qr 19	1st Qr 20	2nd Qr 20	4th Qr 18	1st Qr 19	2nd Qr 19	3rd Qr 19
			to 4th Qr 19	to 1st Qr 20	to 2nd Qr 20	to 3rd Qr 20	to 4th Qr 19	to 1st Qr 20	to 2nd Qr 20	to 3rd Qr 20
10-11	Total food products & beverages	552	+ 0.3	+ 1.1	+ 1.1	+ 2.8	+ 1.2	+ 2.0	+ 2.7	+ 5.4
101-108	Food products	374	+ 0.5	+ 1.4	+ 1.3	+ 2.4	+ 1.6	+ 2.7	+ 3.6	+ 5.8
1010	Processing and preserving of meat	97	+ 0.7	+ 0.9	+ 0.2	+ 2.7	+ 0.5	+ 1.4	+ 1.6	+ 4.5
1020	Processing and preserving of fish, crustaceans & molluscs	3	0.0	0.0	+ 6.5	+ 1.5	0.0	0.0	+ 6.5	+ 8.1
1030	Processing and preserving of fruits and vegetables	10	0.0	+ 0.2	+ 1.4	+ 4.3	+ 1.4	+ 1.4	+ 1.6	+ 6.0
1040	Vegetable and animal oils and fats	30	+ 0.9	+ 4.1	+ 0.9	+ 1.2	- 7.8	- 2.3	+ 5.9	+ 7.2
1050	Dairy products	16	+ 3.3	+ 2.3	0.0	+ 6.3	+ 3.4	+ 5.7	+ 5.7	+ 12.3
1061	Grain mill products	54	+ 0.8	+ 2.8	+ 6.4	+ 0.1	+ 12.4	+ 12.2	+ 12.7	+ 10.4
1071	Bakery products	72	0.0	+ 1.4	+ 0.9	+ 1.6	- 0.1	+ 1.4	+ 2.3	+ 3.9
10711/ 10712	Bread/Pastries and cakes	69	0.0	+ 1.5	+ 0.8	+ 1.2	0.0	+ 1.5	+ 2.3	+ 3.5
10713	Biscuits and other dry bakery products	3	0.0	+ 0.8	+ 4.4	+ 1.3	- 1.5	+ 0.3	+ 5.2	+ 6.6
1074	Macaroni, noodles, couscous and similar farinaceous products	11	0.0	+ 0.2	+ 0.2	+ 0.4	0.0	+ 0.2	+ 0.4	+ 0.8
1075	Prepared meals and dishes	2	0.0	+ 0.6	+ 1.8	+ 3.2	+ 2.4	+ 0.9	+ 2.4	+ 5.7
1079	Other food products n.e.c	34	0.0	+ 1.7	+ 0.2	+ 8.1	+ 3.1	+ 3.8	+ 2.1	+ 10.2
10791	Теа	5	0.0	+ 0.4	+ 0.8	0.0	+ 12.3	+ 8.8	+ 1.2	+ 1.2
10793/ 10799	Spices, sauces, condiments and other food products n.e.c	29	+ 0.1	+ 2.0	+ 0.2	+ 9.6	+ 1.5	+ 2.8	+ 2.3	+ 12.0
1080	Animal feed	45	0.0	0.0	0.0	0.0	+ 0.4	0.0	0.0	0.0
110	Beverages	178	0.0	+ 0.5	+ 0.6	+ 3.5	+ 0.4	+ 0.9	+ 1.5	+ 4.7
1101	Distilled potable alcoholic beverages	65	0.0	+ 1.3	+ 0.6	0.0	- 0.7	+ 1.3	+ 1.9	+ 1.9
1102	Wines	13	0.0	0.0	0.0	+ 1.3	0.0	0.0	0.0	+ 1.3
1103	Malt liquors and malt including non alcoholic beer	73	0.0	0.0	+ 0.6	+ 6.3	+ 1.7	+ 1.0	+ 1.4	+ 7.0
1104	Soft drinks, mineral waters and other bottled waters	27	0.0	0.0	+ 1.3	+ 6.4	0.0	0.0	+ 1.3	+ 7.8

Table 3(c) - Quarterly percentage change for Manufacture of Chemicals and Chemical Products & Rubber and Plastic Products by industry group, 4th Quarter 2018 - 3rd Quarter 2020

		ght	Percent	age changes f	rom previous	quarter	Percentage changes from corresponding quarter of previous year					
NSIC	Industry group	Weight	3rd Qr 19 to 4th Qr 19	4th Qr 19 to 1st Qr 20	1st Qr 20 to 2nd Qr 20	2nd Qr 20 to 3rd Qr 20	4th Qr 18 to 4th Qr 19	1st Qr 19 to 1st Qr 20	2nd Qr 19 to 2nd Qr 20	3rd Qr 19 to 3rd Qr 20		
20	Chemicals and chemical products	69	+ 0.1	+ 0.3	+ 0.3	+ 1.0	+ 0.6	+ 1.0	+ 1.7	+ 1.6		
2011	Basic chemicals	9	0.0	+ 0.5	+ 0.7	- 3.6	- 6.2	- 4.6	+ 0.5	- 2.4		
2012	Manufacture of fertilizers and nitrogen compounds	8	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0		
2022	Paints, varnishes and similar coatings, printing ink and mastics	26	0.0	0.0	0.0	+ 1.0	+ 1.6	+ 1.6	+ 1.6	+ 1.0		
	Soap and detergents, cleaning and polishing preparations, perfumes and toilet preparations	26	+ 0.4	+ 0.6	+ 0.3	+ 2.7	+ 2.2	+ 2.6	+ 2.7	+ 4.0		
22	Rubber and plastic products	31	0.0	-0.2	0.0	0.0	+ 0.3	+ 0.1	+ 0.1	- 0.2		
2211	Rubber tyres and tubes, retreading and rebuilding of rubber tyres	5	+ 0.1	0.0	0.0	0.0	+ 2.1	+ 2.1	+ 2.1	+ 0.1		
2220	Plastic products	26	0.0	-0.4	0.0	0.0	0.0	-0.4	-0.4	-0.4		

# **Producer Price Index – Manufacturing (PPI-M)**

# Methodology for the computation of the PPI-M

#### 1. Definition

The Producer Price Index (PPI-M) measures changes in the effective prices received by producers in the manufacturing sector for that part of their output, which is sold on the domestic market. It reflects the price trends of a fixed basket of goods representative of the output of Non Export Oriented Enterprises (Non EOE).

The concepts and definitions of the PPI-M largely follow the guidelines provided in the "IMF Producer Price Index Manual Theory and Practice".

## 2. Scope

The PPI-M covers both large and small manufacturing establishments falling within divisions 10 to 33 of the National Standard Industrial Classification Rev.2 (NSIC Rev.2), which is an adapted version of the International Standard Industrial Classification (ISIC) Rev.4. The establishments are classified under 24 divisions, 71 groups, 137 classes and 240 sub-classes.

The following divisions have been excluded for reasons given in brackets:

- (a) Division 12: Manufacture of tobacco products (no longer manufactured in Mauritius)
- (b) Division 19: Manufacture of coke and refined petroleum products (weight in the overall index is not significant)
- (c) Division 21: Manufacture of basic pharmaceutical products and pharmaceutical preparations (weight in the overall index is not significant and change of products is too dynamic)
- (d)Division 26: Manufacture of computers, electronic and optical products (weight in the overall index is not significant and change of products is too dynamic)
- (e) Division 33: Repair and installation of machinery and equipment (weight in the overall index is not significant and change of products is too dynamic)

The activities covered by the index represent around 97% of the gross output generated by the Non-EOE manufacturing sector during year 2013.

#### 3. Frame

A list of all large establishments (engaging 10 or more persons) falling under the scope of the PPI-M was obtained from the 2013 Census of Economic Activities (CEA 2013). For small establishments (engaging less than 10 persons), the list of respondents at the CEA 2013 was used.

## 4. Selection of establishments (producers)

A sample of 126 large establishments was selected from the list of large manufacturing establishments. Those establishments were the most important ones in terms of Gross Output (GO) in their respective 5-digit sub-class.

Small establishments selected for price collection were those engaged in the manufacture of wearing apparel, fabricated metal products and furniture as these activities were the most important ones performed by small manufacturing establishments.

Output of the selected establishments represented around 60% of the total GO generated by all establishments falling within the scope of the PPI-M.

## 5. Selection of products to be priced

Some 400 products have been selected for pricing. These are the most important ones in terms of contribution to the gross output or turnover of the selected establishments.

#### 6. Price collection

Prices collected refer to the prices received by producers for the sale of their products on the local market. The prices exclude all taxes on products, namely excise duty and value added tax (VAT).

As from July 2013, prices are collected on a monthly basis and provisional monthly indices are compiled. The overall PPI-M on a monthly basis is published according to SDDS requirements.

For revised monthly and quarterly indices at division level and in some specific cases at even lower level, the selected establishments are visited on a quarterly basis and prices of the selected products are collected for each month of the reference quarter.

## 7. Updating of weights

# 7.1 Historical background

Statistics Mauritius first published a Producers Price Index limited to the "Manufacturing of food products, beverages and tobacco" in March 1994 with 1993 as base period (1993 = 100). The index was revised in June 2002 to cover all relevant industry groups of the former Non-EPZ manufacturing sector, based on the results of the 1997 Census of Economic Activities. The base period was 1998. The base year was subsequently revised to 2003 and 2007, based on the results of the 2002 and 2007 rounds of the Census of Economic Activities.

The current basket of goods has been updated based on the results of the 2013 Census of Economic Activities and the index is computed with year 2013 as base period.

#### 8. Index calculation

The PPI-M is computed according to the Laspeyres Formula.

The formula used is given below

$$I_{c} = \frac{\sum W_{i} * (\frac{P_{ci}}{P_{oi}})}{\sum W_{i}} * 100$$

Where Ic = Index for current month

Wi = Weight associated with product i

Pci = Price of product i for the current month

Poi = Price for product i for the base period (2013)

The PPI-M is calculated at the 5-digit sub-class level of the NSIC Rev.2 by the above formula. The lowest level indices are determined as a geometric average of the price relatives of the basic observations. Indices at the division level (2-digit code) are then derived as a weighted average of the indices of the products falling within each division. Finally, the overall index is obtained as a weighted average of the division indices.

#### 9. Uses of PPI

- (a) The PPI is a leading indicator of the future status of inflation. Movement of PPI is usually indicative of a similar change of part of the Consumer Price Index (CPI). PPI can also be used in the economic analysis of inflation transmission process.
- (b) It provides specific price deflators for the computation of national accounts at constant prices in order to measure real growth
- (c) It is helpful in the formulation of contract agreement. It can be used as an escalation clause to protect buyers and sellers against inflation or deflation.
- (d) PPI is also used in econometric models, in forecasting and in inventory accounting.

## 10. Missing prices

In case of temporarily missing prices for products, the change in the prices are assumed to be following the same trend as the average price in the 5-digit sub-class or of a higher level.

#### 11. Treatment of product permanently disappeared

Products may disappear permanently for various reasons. The products may disappear from the market because new products have been introduced or the establishments from which the price has been collected have stopped selling the product. When a product disappears permanently, a replacement product of a similar nature will be included in the index.

# 12. Treatment of quality change

The index is a measure of only "PURE" price changes and should as far as possible measure the price changes of the same products. Hence, the products must not be affected by quality change. If the change is due to quality, an estimate of the proportion of the change attributed to the quality element is made and adjustment done accordingly.

# 13. Reliability of the PPI-M

The statistical accuracy of the PPI-M depends heavily on the quality of information provided by the selected establishments (respondents). This office places great emphasis on the need for reporting effective selling prices, i.e. prices after discounts and other price deductions rather than the list or catalogue prices.

Standard editing procedures are used to validate the accuracy and reliability of the data. Collected prices are validated during the field work and inconsistencies discussed with the respondents and corrected.

Further computer checks are made at office level when compiling the indices. Comparison is also made with the CPI and with the import/export price indices. Systematic analyzes of the source data are made in the context of weight and base year revisions that occur every five years.