

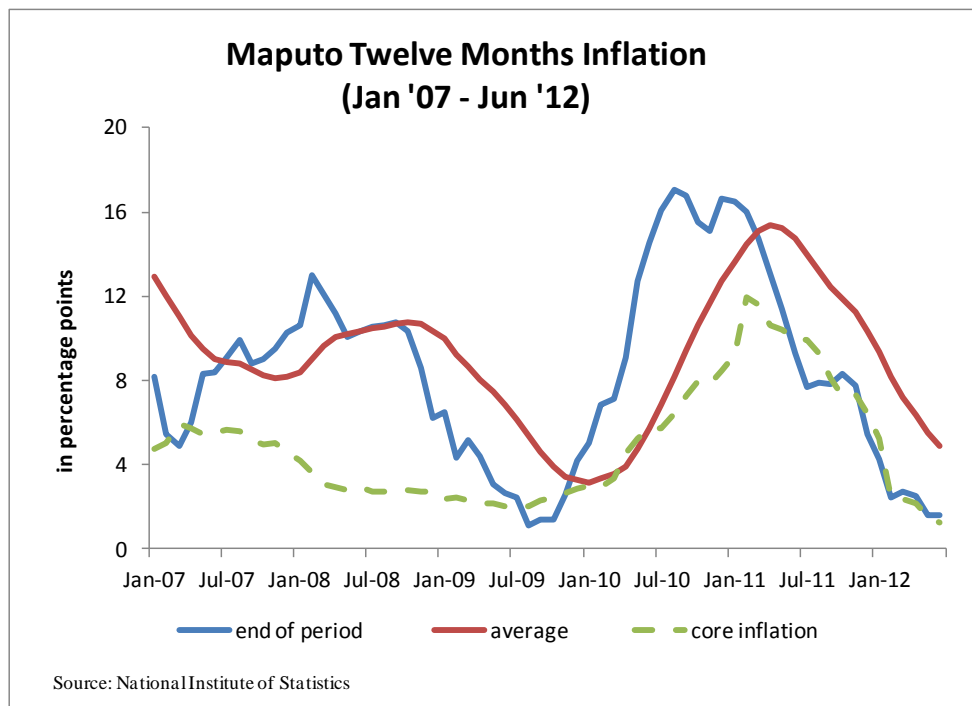


Office of the Resident Representative
Maputo - Mozambique

Maputo headline inflation – June 2012

Main facts:

- Falling food prices continued again to drive the Maputo headline inflation to record low levels. As to June 2012, the National Statistics Office (INE) posted a -0.6 percent that pushed the accumulated inflation in 2012 to negative ground (-0.4 percent). The last reported negative accumulated inflation through June dates back to more than a decade ago.
- While the end of period in twelve months remained unchanged at 1.6 percent, average fell below 5 percent and core inflation¹ kept going down slightly below the end of period inflation (1.2 percent against previous month 1.5 percent).



¹ This core inflation measures excludes food, energy and fuels consumption from the total inflation.

- Pictured below is the accumulated contribution of product categories to total price increases in **June** this year:

**Product categories with major contribution to total
price increases in June 2012**

Item	Contribution	Trend
Food items and non-alcoholic beverages	-0.58	↓
Alcoholic beverages and tobacco	0.01	↑
Clothing and footwear	-0.03	↓
Housing and utilities**	0.06	↑
Household goods and services	0.00	-
Health expenses	0.01	↑
Transport	0.01	↑
Communications	0.00	↓
Leisure, entertainment and culture	-0.02	↓
Education expenses	0.00	-
Restaurants, hotels and cafes	0.01	↑
Miscellaneous goods and services	-0.02	-
Total	-0.55	↓

* Water, electricity, gas and other energy sources.