

# Inflation in the Republic of Kazakhstan

Date of release: 01.07.2023 Date of next release: 01.08.2023

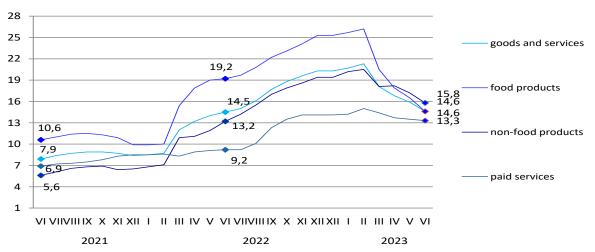
1. Key points

- 2. Dynamics of inflation
- 3. Contribution to the annual rate of inflation
- 4. Glossary
- 5. Methodological explanations
- 6. Links to related publications
- 7. Useful links

# 1. Key points

Inflation in the Republic of Kazakhstan in June 2023 for the year amounted to 14.6% and slowed down by 1.3% (in May 2023 – 15.9%).

Prices for food products over the year increased by 14.6% (in May 2023 – 16.5%), for non-food products - by 15.8% (in May 2023 – 17.2%), for paid services - by 13.3% (in May 2023 – 13.5%).





# 2. Dynamics of inflation

Compared to June of last year, an increase in prices was noted for rice by 47.6%, cucumbers - by 33.4%, rafinated sugar - by 32.2%, mineral water - by 29.1%, oatmeal - by 24.3%, pasta - by 24.1%, bakery and flour products - by 24%, eggs – by 23.1%, sour cream - by 23%, kefir 2.5% fat – by 22.6%, semolina - by 22.5%, pasteurized milk - by 21.6%, onion - by 18.7%, butter - by 16.6%, rye-wheat bread – by 15.6%. A decrease in prices was observed for cabbage by 13.8%, sugar – by 11.5%, carrots - by 9.5%, potato - by 9.1%.

The price level for stationery increased by 67.7%, detergents and cleaning products - by 36.2%, personal goods - by 24.6%, furniture and household items - by 20.3%, dishes - by 18%, clothing and footwear - by 15.7%, construction materials - by 13.5%. Diesel fuel has risen in price by 36.1%.

The cost of renting housing increased by 25.4%. Prices for complex recreation services increased by 24.3%, sanatoriums - by 20%, recreation and sporting events services – 16.9%, public catering – by 16.6%, hairdressing and personal care services - by 15.1%, healthcare - by 14.8%,

education - by 14%, hotels - by 12.6%. Railway passenger transport services have risen in price by 26.5%, air - by 22%.

Tariffs for garbage collection increased by 31%, housing maintenance - by 21.4%, central heating - by 10.1%, electricity – by 8.6%, hot water - by 5.3%.

In the regional context, in June 2023 in annual terms, the highest inflation rate exceeding the national average was in the Soltustik Kazakhstan, Ulytau (15.9% each), Akmola region, Astana city (15.8% each), Mangystau region (15.6%), Shygys Kazakhstan region (15.3%), Pavlodar (15%), Abay Zhetisu, Kostanai (14.7% each).

	2023	2022	2021
Republic of Kazakhstan	14,6	14,5	7,9
Abay	14,7	14,3	
Akmola	15,8	15,3	8,1
Aktobe	14,4	14,5	8,6
Almaty	13,0	14,3	7,7
Atyrau	13,7	14,1	8,8
Batys Kazakhstan	14,6	14,4	7,8
Zhambyl	14,5	13,7	7,7
Zhetisu	14,7	15,0	
Karaganda	14,0	15,5	8,3
Kostanai	14,7	14,2	8,1
Kyzylorda	14,5	14,1	7,8
Mangystau	15,6	17,0	8,9
Pavlodar	15,0	13,8	8,3
Soltustik Kazakhstan	15,9	14,2	7,9
Turkistan	14,4	15,7	8,1
Ulytau	15,9	15,3	
Shygys Kazakhstan	15,3	14,3	8,3
Astana city	15,8	14,6	7,3
Almaty city	14,4	14,2	7,4
Shymkent city	14,1	13,9	7,9

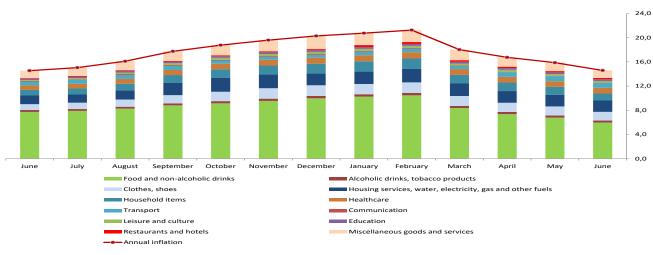
Table 1. Annual inflation in the regions for June, in %

#### Dynamic tables:

Index of prices and tariffs for consumer goods and services in the Republic of Kazakhstan for 2000-2022
Index of prices and tariffs for consumer goods and services by regions for 1993-2022

#### 3. Contribution to the annual rate of inflation

The largest contribution to the annual inflation rate was made by food and non-alcoholic beverages (6 percentage points), housing services (1.9 percentage points), clothing and footwear (1.4 percentage points), miscellaneous goods and services (1.3 percentage points),.



Picture 2. Contribution of the main groups of goods to the inflation of the Republic of Kazakhstan from June 2022 to June 2023

During the year, prices for bakery products and cereals increased by 21.1%, meat and meat products - by 12.4% and made the main contribution to inflation by 1.5 percentage points. The increase in the price of dairy products by 21.9% contributed to 0.8 p.p., soft drinks (by 19.4%), fruits and vegetables (by 6.5%) - to 0.4 percentage points in annual inflation.

Housing and communal services increased in price by 14.6% over the year and their contribution to inflation amounted to 1.9 percentage points. In June 2023, housing rents increased by 25.4% compared to June last year and contributed to annual inflation by 0.6 percentage points, residential maintenance and repair services (by 12.8%) - in 0.3 percentage points.

Goods and services	Rate of increase	Contribution to price growth
Food products	14,6	6,288
Bakery products and cereals	21,1	1,504
Meat and meat products	12,4	1,487
Milk products	21,9	0,817
Eggs	23,1	0,260
Oils and fats	8,4	0,189
Fruits and vegetables	6,5	0,394
Sugar	-10,0	-0,083
Soft drinks	19,4	0,417
Non-food products	15,8	4,595
Cloth	15,0	0,939
Shoes	17,0	0,505
Detergents	36,2	0,549
Petrol	12,0	0,282
Goods for personal use	24,6	0,718
Paid services	13,3	3,693
Housing services, water, electricity, gas and other		
fuels	14,6	1,875
housing maintenance fee	21,4	0,194
rental of property	25,4	0,628
residential maintenance and repair	12,8	0,307
cold water	5,0	0,027
hot water	5,3	0,021
garbage removal	31,0	0,088
drainage	9,2	0,021
electricity	8,6	0,198
gas	3,5	0,043
gas, transported through distribution networks	2,4	0,024
liquefied	8,1	0,019
central heating	10,1	0,124
solid fuel	12,5	0,211
door phone	6,9	0,013

Table 2. Contribution of individual components to annual inflation in the Republic of Kazakhstan in June 2023

Over the month, the level of prices for food products increased by 0,2%, paid services - by 0.6%, nonfood products - by 0,7%.

	June				
		June			
	goods and services	food products	non-food products	paid services	
2018	0,2	-0,1	0,4	0,3	
2019	0,2	0,2	0,4	0,2	
2020	0,4	0,5	0,5	0,2	
2021	1,1	1,7	0,8	0,7	
2022	1,6	1,9	1,9	0,8	
2023	0,5	0,2	0,7	0,6	

Dynamic table:

Index of prices and tariffs for consumer goods and services in the Republic of Kazakhstan on a monthly basis for 2000-2023.

#### 4. Glossary

Inflation - an indicator that characterizes the change in time of the average price level for a fixed list of goods and services purchased by the population for personal consumption.

Contribution - the amount of influence of the percentage change in the indicator on the overall value of inflation.

### 5. Methodological explanations

The consumer price index, which characterizes the level of inflation, reflects the change over time in the general level of prices for goods and services purchased by the population for personal consumption.

The calculation of the consumer price index is based on information obtained from two sources:

- data on price changes collected by their direct registration in specially selected for this purpose outlets and places of services;

- household survey materials regarding the structure of actual consumer spending of the population.

The collection of information on price changes is carried out in a selective circle of cities and regional centers, in all regional centers, in cities of republican significance and the capital. The choice of basic trade and service enterprises is carried out locally. Objects of all types of trade and paid services are selected so that the survey includes enterprises with different trading conditions and regularly selling goods (services) of mass demand.

The set of goods and services for monitoring consumer prices and calculating the CPI is a single sample for all regions of Kazakhstan. The list of goods and services contains 508 items, which representatively includes the most representative types that occupy the largest share in the consumption of the population.

The collection of information on prices is carried out directly at the places of sale of goods (services) by price registrars. Prices are fixed for goods paid on the day of the survey, including taxes, but excluding additional fees for their delivery.

#### 6. Links to related publications

<u>Consumer price index and derived indicators</u> <u>Retail prices for certain goods and services in the Republic of Kazakhstan</u> <u>Price index and average prices for socially significant food products in the Republic of Kazakhstan</u>

#### 7. Useful links

Methodology for constructing the consumer price index (CPI) Form C-101 "Notebook for registering prices for consumer goods and paid services" Consumer price Index Quality Report 2021 Consumer price index, Information and analytical system "Taldau"

#### www.new.stat.gov.kz / Economics / Price statistics

Responsible for the release:	Department Director:	Executor:	Address:
Department of Price Statistics	K. Zhakypbekuly	D. Kobegenova	010000, Astana
	Tel. +7 7172 749057	Tel. +7 7172 749776	Mangilik el avenue, 8
		E-mail: d.kobegenova@aspire.gov.kz	House of Ministries, entrance 4

© Agency for Strategic Planning and Reforms of the Republic of Kazakhstan Bureau of National Statistics