



Kenya National Bureau of Statistics

PRODUCER PRICE INDEX

SECOND QUARTER 2025 RELEASE

JUNE 2025

PRODUCER PRICE INDEX FOR THE SECOND QUARTER, 2025

The Kenya National Bureau of Statistics (KNBS) hereby releases the Producer Price Index (PPI) for the second quarter of 2025. The PPI measures the average change over time in the selling prices received by domestic producers for their output.

The year-on-year producer inflation rate recorded in June 2025 was 0.15 per cent, with the Producer Price Index (PPI) reaching 138.16. Figure 1 and Table 1 illustrates the trends in year-on-year producer inflation and corresponding PPI values from March 2022 to June 2025. Based on the trend presented the inflation rate in March 2025 was the lowest producer price drop of -5.67 per cent which recorded.

Figure 1: Producer Price Index and Year on Year Inflation Rates March 2022-June 2025

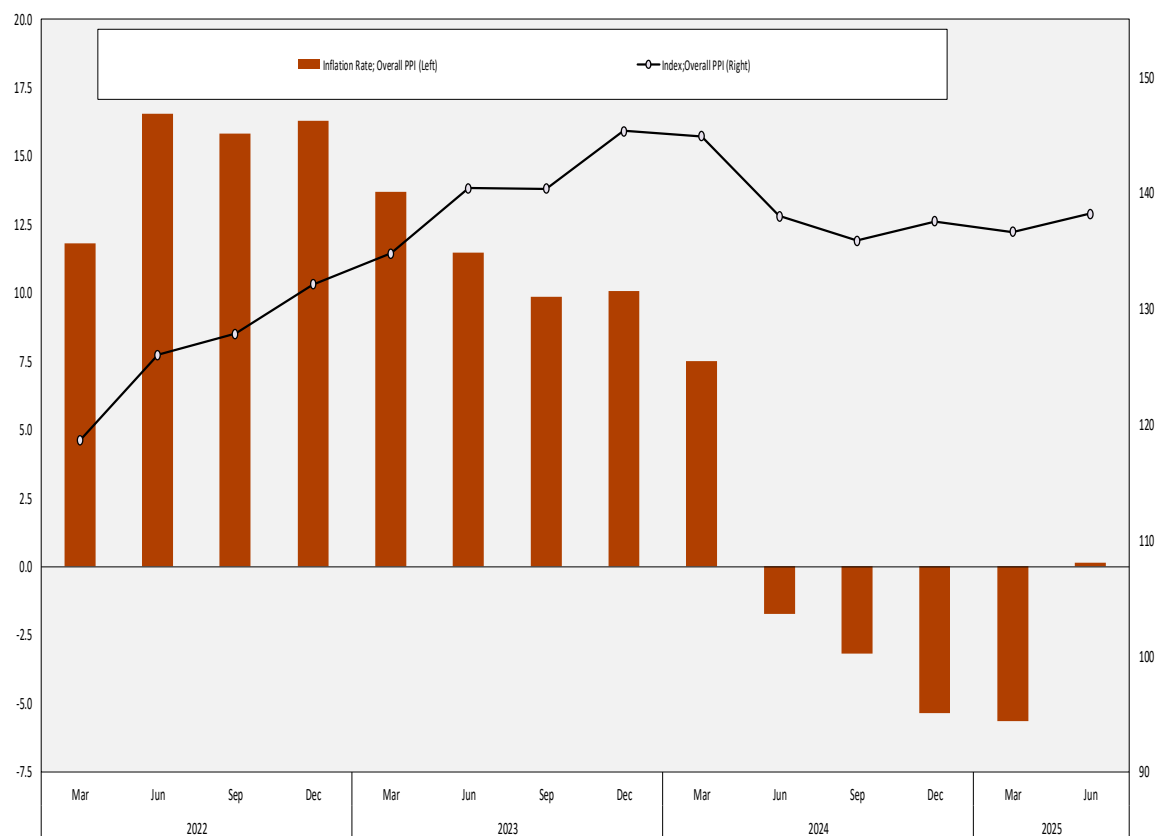


Table 1: Overall PPI and Inflation Rates, March 2022 – June 2025

March 2019 = 100			
Year	Quarter ¹ Ending	Producer Price Indices	PPI-YOY Inflation Rate (%)
2022	March	118.56	11.81
	June	125.98	16.52
	September	127.78	15.81
	December	132.07	16.26
2023	March	134.76	13.66
	June	140.39	11.44
	September	140.35	9.83
	December	145.32	10.03
2024	March	144.84	7.48
	June	137.95	-1.73
	September	135.85	-3.21
	December	137.56	-5.34
2025	March	136.62	-5.67
	June	138.16	0.15

¹ Prices are collected as at the mid of the quarter

Table 2 presents the year-on-year industrial producer inflation rates across selected sectors from September 2024 to June 2025. Over this period, notable variations in price changes were observed across the different industrial sectors. For the year ending June 2025, producer prices declined in the Mining and Quarrying sector by 7.55 per cent. Similarly, the Water Supply; Sewerage, Waste Management, and Remediation Activities sector producer prices declined by 2.69 per cent.

The Manufacturing sector registered year-on-year producer inflation rate of 0.31 per cent. Similarly, Electricity, Gas, Steam, and Air Conditioning Supply sector recorded an inflation rate of 1.26 per cent during the period under review.

Table 2: Year-on-Year Industrial Producer Inflation rates by Sectors

Sector	Sept 2024 / Sept 2023	December 2024 / December 2023	March 2025 / March 2024	June 2025 / June2024
Mining and quarrying	-7.39	-15.97	-14.42	-7.55
Manufacturing	-2.83	-4.75	-4.66	0.31
Electricity, gas, steam and air conditioning supply	-7.18	-9.73	-14.54	1.26
Water supply, sewerage, waste management and remediation activities	8.55	10.04	9.93	-2.69

The quarter-on-quarter changes in producer prices are presented in Table 3. The Water Supply, Sewerage, Waste Management, and Remediation Activities sector recorded a significant decline in producer prices by 9.78 per cent. The Mining and Quarrying sector registered no change over the same period. Meanwhile, producer prices increased by 4.36 per cent in the Electricity, Gas, Steam, and Air Conditioning Supply sector, and by 1.03 per cent in the Manufacturing sector during the period under review.

Table 3: Quarter-to-Quarter Rate of Change in Producer Price Indices

Sector	September 2024/ June 2024	December 2024/ September 2024	March 2025/ December 2024	June 2025/ March 2025
Mining and quarrying	-3.21	-0.95	-3.56	0.00
Manufacturing	-1.63	1.58	-0.59	1.03
Electricity, gas, steam and air conditioning supply	-0.26	-1.16	-1.58	4.36
Water supply, sewerage, waste management and remediation activities	0.00	1.37	6.40	-9.78

Producer price changes between the second quarter of 2025 and the previous quarter trends are shown in Table 4. The Manufacture of Food Products sub-sector recorded the highest quarter-on-quarter increase at 5.31 per cent, while Manufacture of Paper and Paper Products sector experienced the sharpest decline of 10.61 per cent. Overall, producer prices rose by 1.13 per cent in the Quarter ending June 2025 compared to the previous quarter ending March 2025.

On year-on-year change, the Manufacture of Motor Vehicles registered the most significant increase in prices at 25.23 per cent, whereas the Mining of Metal Ores recorded the largest decline, with prices falling by 14.73 per cent.

Table 4: Percentage Changes of PPI over a Quarter and a Year Ago

2-Digit ISIC	ISIC Descriptions	Weights	March 2019=100	
			% Change over three months ago (June 2025/ March 2025)	% Change over a year ago (June 2025/June 2024)
	Mining and Quarrying			
7	Mining of metal ores	1.52	0.00	-14.73
8	Other Mining and Quarrying	0.81	0.00	4.64
	Manufacturing			
10	Manufacture of food products	37.3	5.31	5.70
11	Manufacture of beverages	5.61	-7.17	-11.12
12	Manufacture of tobacco products	1.01	0.00	3.06
13	Manufacture of textiles	1.34	-3.14	-5.44
14	Manufacture of wearing apparel	2.47	0.00	7.26
15	Manufacture of leather and related products	1.1	1.09	13.29
16	Manufacture of wood and of products of wood and cork except furniture	1.02	-1.92	-1.35
17	Manufacture of paper and paper products	3.74	-10.61	-9.91
18	Printing and reproduction of recorded media	2.64	-2.00	-2.20
20	Manufacture of chemicals and chemical products	6.41	0.54	-2.96
21	Manufacture of pharmaceuticals, medicinal chemical and botanical products	1.52	-7.93	-7.72
22	Manufacture of rubber and plastics products	4.41	0.00	-10.92
23	Manufacture of other non-metallic mineral products	5.91	0.11	-0.03
24	Manufacture of basic metals	6.99	0.00	-2.73
25	Manufacture of fabricated metal products except machinery and equipment	2.02	-5.65	-11.68
27	Manufacture of electrical equipment	1.3	0.00	-2.44
29	Manufacture of motor vehicles	1.92	1.60	25.23
	Electricity, Gas, Steam and Air Conditioning Supply			
35	Electricity	9.23	4.36	1.26
	Water Supply, Sewerage, Waste Management and Remediation Activities			
36	Water	1.72	-9.78	-2.69
	Total	100	1.13	0.15

Quarterly Producer Price Indices from June 2024 to June 2025 are as presented in Table 5. Over this period, the overall Producer Price Index increased from 136.62 in March 2025 to 138.16 in June 2025, indicating a rise in overall producer prices.

Table 5: Quarterly Producer Price Indices, June 2024 – June 2025

2-Digit ISIC	Descriptions	Weights	Jun-24	Sep-24	Dec-24	Mar-25	Jun-25
7	Mining of metal ores	1.52	148.99	137.31	135.14	127.05	127.05
8	Other Mining and Quarrying	0.81	164.73	172.37	172.37	172.37	172.37
10	Manufacture of food products	37.3	129.23	126.89	130.99	129.71	136.60
11	Manufacture of beverages	5.61	137.03	137.86	145.18	131.21	121.80
12	Manufacture of tobacco products	1.01	150.17	154.74	154.91	154.76	154.76
13	Manufacture of textiles	1.34	133.03	128.45	133.94	129.87	125.79
14	Manufacture of wearing apparel	2.47	111.16	111.71	108.55	119.23	119.23
15	Manufacture of leather and related products	1.1	115.97	116.39	106.18	129.96	131.38
16	Manufacture of wood and of products of wood and cork except furniture	1.02	105.45	104.37	105.18	106.06	104.02
17	Manufacture of paper and paper products	3.74	125.84	122.87	120.85	126.83	113.37
18	Printing and reproduction of recorded media	2.64	126.77	125.27	127.23	126.50	123.98
20	Manufacture of chemicals and chemical products	6.41	216.21	208.83	209.45	208.70	209.82
21	Manufacture of pharmaceuticals, medicinal chemical and botanical products	1.52	138.68	136.82	133.04	139.00	127.98
22	Manufacture of rubber and plastics products	4.41	118.99	119.52	106.00	106.00	106.00
23	Manufacture of other non-metallic mineral products	5.91	165.65	163.41	166.26	165.42	165.60
24	Manufacture of basic metals	6.99	153.16	148.97	148.97	148.97	148.97
25	Manufacture of fabricated metal products except machinery and equipment	2.02	122.40	114.58	114.58	114.58	108.11
27	Manufacture of electrical equipment	1.3	137.36	134.35	134.02	134.01	134.01
29	Manufacture of motor vehicles	1.92	101.22	107.66	133.80	124.77	126.76
35	Electricity	9.23	131.69	131.35	129.83	127.77	133.34
36	Water	1.72	112.53	112.53	114.07	121.37	109.50
	Total	100	137.95	135.85	137.56	136.62	138.16

