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Consumer Price Index (CPI)

August 2002

Co-operation between Statistics South Africa (Stats SA), the citizens of the country, the private sector and government institutions is essential for a successful statistical system. Without continued co-operation and goodwill, the timely release of relevant and reliable official statistics will not be possible.

Stats SA publishes approximately three hundred different releases each year. It is not economically viable to produce them in more than one of South Africa's eleven official languages. Since the releases are used extensively, not only locally, but also by international economic and social-scientific communities, Stats SA releases are published in English only.

This data in this statistical release adheres to the Special Data Dissemination Standard (SDDS) of the International Monetary Fund (IMF), which sets out standards on coverage, periodicity and timeliness of data; access by the public; integrity; and quality of the disseminated data.

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EXECUTIVE SUMMARY

KEY FIGURES AT AUGUST 2002

		Indices Perce (2000=100)			ntage change between		
Main Indices	August 2001	July 2002	August 2002	July 2002 and August 2002		August 2001 and August 2002	
				Actual %	Seasonally adjusted %	Actual %	
CPI (metropolitan areas)	105,9	117,3	118,2	+ 0,8	+ 1,2	+11,6	
CPI excluding interest rates on mortgage bonds (CPIX) (metropolitan and other urban areas)	107,3	117,9	118,9	+ 0,8	+ 1,3	+10,8	

KEY FINDINGS AT AUGUST 2002

The headline inflation rate at August 2002 (i.e. the Consumer Price Index for the historical metropolitan areas at August 2002 compared with that at August 2001) is 11,6%.

The official inflation rate (i.e. the percentage change in the CPI for the historical metropolitan areas at August 2002 compared with that at August 2001) is 11,6% at August 2002. This rate is 1,0 percentage point higher than the corresponding annual rate of 10,6% at July 2002 (cf. table 2.1, p. 13), mainly due to larger annual contributions reflected at August 2002 in the price indices for housing (with a contribution of 4,1 percentage points to the 11,6% official inflation rate), food (with a contribution of 3,8 percentage points to the 11,6% official inflation rate) (cf. table 3, p. 14), than the annual contributions reflected at July 2002 for housing (with a contribution of 3,7 percentage points to the 10,6% official inflation rate), food (with a contribution of 3,5 percentage points to the 10,6% official inflation rate) and transport (with a contribution of 0,9 of a percentage point to the 10,6% official inflation rate). From July 2002 to August 2002 the Consumer Price Index for the historical metropolitan areas increased by 0,8% and the seasonally adjusted index increased by 1,2%.

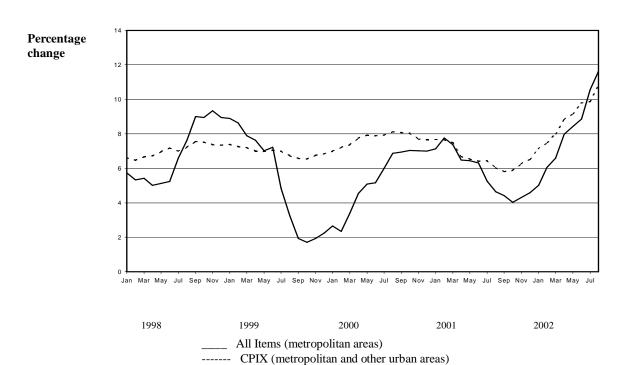
The annual increase of 11,6% in the Consumer Price Index for the historical metropolitan areas is mainly due to annual increases in the price indices for housing (+ 4,1 percentage points), food (+ 3,8 percentage points), transport (+ 1,2 percentage points) and medical care and health expenses (+ 0,9 of a percentage point). These annual increases were partially counteracted by an annual decrease in the price index for clothing and footwear (- 0,1 of a percentage point) (cf. table 3, p. 14).

The annual percentage change in the Consumer Price Index excluding interest rates on mortgage bonds (CPIX) for the historical metropolitan and other urban areas is 10,8% at August 2002 (i.e. the CPIX at August 2002 compared with that at August 2001)

The annual percentage change in the CPIX, which is the Consumer Price Index excluding the interest rate on mortgage bonds, for the historical metropolitan and other urban areas is 10,8% at August 2002 (i.e. the CPIX at August 2002 compared with that at August 2001). This rate is 0,9 of a percentage point higher than the corresponding annual rate of 9,9% at July 2002 (cf. table 2.2, p. 13). From July 2002 to August 2002 the CPIX for the historical metropolitan and other urban areas increased by 0,8% and the seasonally adjusted index increased by 1,3%.

The annual increase of 10,8% in the CPIX for the historical metropolitan and other urban areas is mainly due to annual increases in the price indices for food (+ 4,8 percentage points), housing, excluding interest rates on mortgage bonds (+ 1,9 percentage points, due to increases in all components in certain areas), transport (+ 1,1 percentage points) and medical care and health expenses (+ 1,0 percentage point). These annual increases were partially counteracted by an annual decrease in the price index for clothing and footwear (- 0,1 of a percentage point) (cf. table 9, p. 15).

Figure 1 - Annual percentage change in the Consumer Price Index



Source: Stats SA

Seasonally adjusted indices

Seasonal fluctuations in a time series are those fluctuations, which usually tend to occur at about the same time and with the same magnitude each year. This may be the result of climatic influences or other social and commercial habits (e.g. the price of bread, which was previously revised in October of each year). In the analysis of time series, Stats SA makes use of the X-11 technique, which was developed by the American Bureau of Census. The seasonally adjusted indices for the latest month are calculated with seasonal factors, which are based on a time series analysis of information up to and including the previous month. Thus these indices change every time that another month is added. In the past Stats SA did not revise the seasonal adjusted indices on a monthly basis, but revised the historical seasonally adjusted indices for a year, annually in January of each year. This methodology caused diversion between the annual changes in the seasonally adjusted and actual indices. After thorough investigations it was decided that in future the latest seasonally adjusted indices will be published every month. This will mean that the seasonally adjusted figures will not have a fixed base such as the figures of the time series for which seasonally adjustments were done. It also implies that the values of the seasonally adjusted indices will be changing on a monthly basis.

CONTENTS		PAGE
Metropolitan	ı areas	
	Key figures	5
	Key findings	5
Metropolitan	and other urban areas Key figures	8
	Key findings	8
Notes		11
Table 1	Expenditure group and area indices of the Consumer Price Index and percentage change	13
Table 2.1	The Consumer Price Index and the annual inflation rate on a monthly basis for the metropolitan areas	13
Table 2.2	The Consumer Price Index excluding interest rates on mortgage bonds (CPIX) and the annual inflation rate on a monthly basis for the metropolitan and other urban areas	13
Table 3	Contributions of different groups to the annual percentage change in the CPI for the metropolitan areas	14
Table 4	Contributions of different groups to the monthly percentage change in the CPI for the metropolitan areas	14
Table 5	Contributions of different groups to the annual percentage change in the CPI for the metropolitan and other urban areas	14
Table 6	Contributions of different groups to the monthly percentage change in the CPI for the metropolitan and other urban areas	14
Table 7	Contributions of different groups to the annual percentage change in the CPIX for the metropolitan areas	15
Table 8	Contributions of different groups to the monthly percentage change in the CPIX for the metropolitan areas	15
Table 9	Contributions of different groups to the annual percentage change in the CPIX for the metropolitan and other urban areas	15
Table 10	Contributions of different groups to the monthly percentage change in the CPIX for the metropolitan and other urban areas	15
Table 11	Contributions of different groups to the annual percentage change in the Core index for the metropolitan areas	16
Table 12	Contributions of different groups to the monthly percentage change in the Core index for the metropolitan areas	16
Table 13	Contributions of different groups to the annual percentage change in the Core index for the metropolitan and other urban areas	16
Table 14	Contributions of different groups to the monthly percentage change in the Core index for the metropolitan and other urban areas	16
Table 15	Consumer Price Index group and product indices and percentage change for the metropolitan areas	17

CONTENTS		PAGE
Table 16	Consumer Price Index group and product indices and percentage change for the metropolitan and other urban areas	18
Table 17	Consumer Price Index, excluding interest rates on mortgage bonds (CPIX), group and product indices and percentage change for the metropolitan areas	19
Table 18	Consumer Price Index, excluding interest rates on mortgage bonds (CPIX), group and product indices and percentage change for the metropolitan and other urban areas	20
Table 19	Consumer Price Index group and product indices classified according to COICOP and percentage change for the metropolitan areas	21
Table 20	Consumer Price Index group and product indices classified according to COICOP and percentage change for the metropolitan and other urban areas	22
Table 21	Consumer Price Index and percentage change according to urban area	23
Table 22	Food Price Index and percentage change according to urban area	24
Table 23	Consumer Price Index excluding housing and percentage change according to urban area	25
Table 24	Consumer Price Index excluding food and percentage change according to urban area	26
Table 25	Seasonally adjusted group and product indices of the Consumer Price Index for the metropolitan areas	27
Table 26	Seasonally adjusted group and product indices of the Consumer Price Index for the metropolitan and other urban areas	27
Table 27	Consumer Price Index for pensioners and percentage change according to urban area.	28
Additional info	rmation	
	Explanatory notes	29
	Technical notes	34
	Glossary	35
For more infor	mation	37

HISTORICAL METROPOLITAN AREAS

KEY FIGURES AT AUGUST 2002

Table A – Consumer Price Index (CPI) and the inflation rate for the metropolitan areas according to main indices

		Indices (2000=100)		Perc	between	
Main Indices	August 2001	July 2002	August 2002	Ju Aug	August 2001 and August 2002	
				Actual %	Seasonally Adjusted %	Actual %
CPI	105,9	117,3	118,2	+ 0,8	+ 1,2	+ 11,6
CPI excluding interest rates on						
mortgage bonds (CPIX)	107,6	118,3	119,3	+ 0,8	+ 1,3	+ 10,9
Core index	108,1	118,2	118,9	+ 0,6	+ 1,0	+ 10,0
Food price index	105,1	122,2	124,1	+ 1,6	+ 1,9	+ 18,1
CPI excluding food price index	106,1	116,1	116,7	+ 0,5	+ 1,1	+ 10,0
CPI excluding Value Added Tax (VAT)	105,9	117,3	118,2	+ 0,8	+ 1,2	+11,6

KEY FINDINGS AT AUGUST 2002

The official inflation rate (i.e. the percentage change in the CPI for the historical metropolitan areas at August 2002 compared with that at August 2001) is 11,6% at August 2002. This rate is 1,0 percentage point higher than the corresponding annual rate of 10,6% at July 2002 (cf. table 2.1, p. 13), mainly due to larger annual contributions reflected at August 2002 in the price indices for housing (with a contribution of 4,1 percentage points to the 11,6% official inflation rate), food (with a contribution of 3,8 percentage points to the 11,6% official inflation rate) (cf. table 3, p. 14), than the annual contributions reflected at July 2002 for housing (with a contribution of 3,7 percentage points to the 10,6% official inflation rate), food (with a contribution of 3,5 percentage points to the 10,6% official inflation rate) and transport (with a contribution of 0,9 of a percentage point to the 10,6% official inflation rate). From July 2002 to August 2002 the Consumer Price Index for the historical metropolitan areas increased by 0,8% and the seasonally adjusted index increased by 1,2%.

The annual increase of 11,6% in the Consumer Price Index for the historical metropolitan areas is mainly due to annual increases in the price indices for housing (+ 4,1 percentage points), food (+ 3,8 percentage points), transport (+ 1,2 percentage points) and medical care and health expenses (+ 0,9 of a percentage point). These annual increases were partially counteracted by an annual decrease in the price index for clothing and footwear (- 0,1 of a percentage point) (cf. table 3, p. 14).

The Consumer Price Index for the historical metropolitan areas increased by 0,8% from July 2002 to August 2002. This monthly increase is due to monthly increases in the price indices for food (+ 0,5 of a percentage point) and housing (+ 0,3 of a percentage point) (cf. table 4, p. 14).

Annual percentage change in the Consumer Price Index excluding interest rates on mortgage bonds (CPIX) is 10,9% at August 2002 (i.e. the percentage change in the CPIX at August 2002 compared with that at August 2001)

The annual percentage change in the CPIX for the historical metropolitan areas is 10,9% at August 2002 (i.e. the percentage change in the CPIX at August 2002 compared with that at August 2001). This rate is 0,9 of a percentage point higher than the corresponding annual rate of 10,0% at July 2002. From July 2002 to August 2002 the CPIX for the historical metropolitan areas increased by 0,8% and the seasonally adjusted index increased by 1,3%.

The annual increase of 10,9% in the CPIX for the historical metropolitan areas is mainly due to annual increases in the price indices for food (+ 4,2 percentage points), housing, excluding interest rates on mortgage bonds (+ 2,4 percentage points, due to increases in all components in certain areas), transport (+ 1,4 percentage points) and medical care and health expenses (+ 1,0 percentage point). These annual increases were partially counteracted by an annual decrease in the price index for clothing and footwear (- 0,1 of a percentage point) (cf. table 7, p. 15).

From July 2002 to August 2002 the CPIX for the historical metropolitan areas increased by 0,8%. This monthly increase is due to monthly increases in the price indices for food (+ 0,5 of a percentage point) and housing, excluding interest rates on mortgage bonds (+ 0,3 of a percentage point) (cf. table 8, p. 15).

Core inflation rate

The core inflation rate for the historical metropolitan areas (cf. explanatory notes 33, 34 and 35 on page 33) is 10,0% at August 2002 (i.e. the core index at August 2002 compared with that at August 2001). This rate is 0,8 of a percentage point higher than the corresponding annual rate of 9,2% at July 2002. From July 2002 to August 2002 the core index for the historical metropolitan areas increased by 0,6% and the seasonally adjusted index increased by 1,0% for the same period.

The annual increase of 10,0% in the core index for the historical metropolitan areas is mainly due to annual increases in the price indices for housing (+ 2,6 percentage points, due to increases in all components in certain areas), food (+ 1,7 percentage points), transport (+ 1,6 percentage points) and medical care and health expenses (+ 1,3 percentage points). These annual increases were partially counteracted by an annual decrease in the price index for clothing and footwear (-0,1 of a percentage point) (cf. table 11, p. 16).

From July 2002 to August 2002 the core index for the historical metropolitan areas increased by 0,6%. This monthly increase is due to monthly increases in the price indices for housing (+ 0,3 of a percentage point) and food (+ 0,3 of a percentage point) (cf. table 12, p. 16).

Food inflation

The price index for food reflects an annual rate of increase of 18,1% at August 2002 (i.e. the CPI for food at August 2002 compared with that at August 2001). This rate is 1,3 percentage points higher than the corresponding annual rate of 16,8% at July 2002. From July 2002 to August 2002 this index increased by 1,6% and the seasonally adjusted index increased by 1,9%.

Annual increases occurred in the price indices for grain products (+20,9%), meat (+20,0%), vegetables (+18,6%), milk, cheese and eggs (+17,3%), fats and oils (+16,1%), fish and other seafood (+15,0%), fruit and nuts (+14,1%), "other" food products (+13,8%), sugar (+13,8%) and coffee, tea and cocoa (+11,0%) (cf. table 15, p. 17).

Monthly increases occurred in the price indices for grain products (+2,5%), meat (+2,5%), sugar (+1,9%), fruit and nuts (+1,8%), fish and other seafood (+1,5%), "other" food products (+1,2%), vegetables (+0,7%), milk, cheese and eggs (+0,3%) and coffee, tea and cocoa (+0,3%). These monthly increases were partially counteracted by a monthly decrease in the price index for fats and oils (-1,4%) (cf. table 15, p. 17).

Price index for non-food items

The price index for non-food items shows an annual rate of increase of 10,0% at August 2002 (i.e. the price index for non-food items at August 2002 compared with that at August 2001). This rate is 1,0 percentage point higher than the corresponding annual rate of 9,0% at July 2002. From July 2002 to August 2002 this index increased by 0,5% and the seasonally adjusted index increased by 1,1%.

Relatively large annual increases occurred in the price indices for housing (+18,7%), medical care and health expenses (+12,7%), cigarettes, cigars and tobacco (+11,9%), personal care (+9,7%), alcoholic beverages (+8,6%), transport (+8,0%), non-alcoholic beverages (+7,9%), reading matter (+7,8%), education (+7,5%) and furniture and equipment (+7,2%). These annual increases were partially counteracted by an annual decrease in the price index for clothing and footwear (-1,6%) (cf. table 15, p.17).

Relatively large monthly increases occurred in the price indices for clothing and footwear (+1,5%), housing (+1,2%) and cigarettes, cigars and tobacco (+1,2%). These monthly increases were partially counteracted by monthly decreases in the price indices for transport (-0,1%) (cf. table 15, p. 17).

An alternative expression of the change in the Consumer Price Index

An alternative expression of the change in the Consumer Price Index is to annualise the percentage change between the average index of the three months up to August 2002 and the average index of the previous three months. This approach, when using seasonally adjusted data shows an increase of 13,6% (which is 0,1 of a percentage point lower than the corresponding rate of 13,7% for July 2002), while the unadjusted data shows an increase of 13,7% (which is 1,0 percentage point lower than the corresponding rate of 14,7% for July 2002).

Pensioners

The annual inflation rate for pensioners in the historical metropolitan areas is 10,6% at August 2002 (i.e. the CPI for pensioners at August 2002 compared with that at August 2001), which is 0,6 of a percentage point higher than the corresponding rate of 10,0% at July 2002 (cf. table 27, p. 28).

HISTORICAL METROPOLITAN AND OTHER URBAN AREAS

KEY FIGURES AT AUGUST 2002

Table B – Consumer Price Index (CPI) and the inflation rate for the metropolitan and other urban areas according to main indices

		Indices (2000=100)		Perc	Percentage change between			
Main Indices	August 2001	July 2002	August 2002	Ju Aug	August 2001 and August 2002			
				Actual %	Seasonally Adjusted %	Actual %		
CPI	105,9	117,1	118,0	+ 0,8	+ 1,2	+11,4		
CPI excluding interest rates on mortgage bonds (CPIX)	107,3	117,9	118,9	+ 0,8	+ 1,3	+ 10,8		
Core index	107,8	117,5	118,3	+ 0,7	+ 0,9	+ 9,7		
Food price index	105,2	123,1	125,3	+ 1,8	+ 2,2	+ 19,1		
CPI excluding food price index	106,0	115,6	116,2	+ 0,5	+ 1,1	+ 9,6		
CPI excluding Value Added Tax (VAT)	105,9	117,1	118,0	+ 0,8	+ 1,2	+11,4		

KEY FINDINGS AT AUGUST 2002

Inflation rate for the historical metropolitan and other urban areas is 11,4% at August 2002 (i.e. the CPI at August 2002 compared with that at August 2001)

The inflation rate for the historical metropolitan and other urban areas is 11,4% at August 2002 (i.e. the CPI at August 2002 compared with that at August 2001). This rate is 0,9 of a percentage point higher than the corresponding annual rate of 10,5% at July 2002, mainly due to larger annual contributions reflected at August 2002 in the price indices for food, housing and transport, than the annual contributions reflected at July 2002 in the price indices for these items (cf. table 5, p. 14). From July 2002 to August 2002 the Consumer Price Index for the historical metropolitan and other urban areas increased by 0,8% and the seasonally adjusted index increased by 1,2%.

The annual increase of 11,4% in the Consumer Price Index for the historical metropolitan and other urban areas is mainly due to annual increases in the price indices for food (+ 4,4 percentage points), housing (+ 3,4 percentage points), transport (+ 1,0 percentage point) and medical care and health expenses (+ 0,9 of a percentage point). These annual increases were partially counteracted by an annual decrease in the price index for clothing and footwear (- 0,1 of a percentage point) (cf. table 5, p. 14).

From July 2002 to August 2002 the Consumer Price Index for the historical metropolitan and other urban areas increased by 0.8%. This monthly increase is due to monthly increases in the price indices for food (+ 0.5 of a percentage point) and housing (+ 0.3 of a percentage point) (cf. table 6, p. 14).

The annual percentage change in the Consumer Price Index excluding interest rates on mortgage bonds (CPIX) for the historical metropolitan and other urban areas is 10,8% at August 2002 (i.e. the CPIX at August 2002 compared with that at August 2001)

The annual percentage change in the CPIX, which is the Consumer Price Index excluding the interest rate on mortgage bonds, for the historical metropolitan and other urban areas is 10,8% at August 2002 (i.e. the CPIX at August 2002 compared with that at August 2001). This rate is 0,9 of a percentage point higher than the corresponding annual rate of 9,9% at July 2002 (cf. table 2.2, p. 13). From July 2002 to August 2002 the CPIX for the historical metropolitan and other urban areas increased by 0,8% and the seasonally adjusted index increased by 1,3%.

The annual increase of 10,8% in the CPIX for the historical metropolitan and other urban areas is mainly due to annual increases in the price indices for food (+ 4,8 percentage points), housing, excluding interest rates on mortgage bonds (+ 1,9 percentage points, due to increases in all components in certain areas), transport (+ 1,1 percentage points) and medical care and health expenses (+ 1,0 percentage point). These annual increases were partially counteracted by an annual decrease in the price index for clothing and footwear (- 0,1 of a percentage point) (cf. table 9, p. 15).

From July 2002 to August 2002 the CPIX for the historical metropolitan and other urban areas increased by 0,8%. This monthly increase was due to monthly increases in the price indices for food (+ 0,5 of a percentage point) and housing, excluding interest rates on mortgage bonds (+ 0,3 of a percentage point) (cf. table 10, p. 15).

Core inflation rate

The core inflation rate for the historical metropolitan and other urban areas (cf. explanatory notes 33, 34 and 35 on page 33) is 9,7% at August 2002 (i.e. the core index at August 2002 compared with that at August 2001), which is 0,8 of a percentage point higher than the corresponding annual rate of 8,9% at July 2002. From July 2002 to August 2002 the core index for the historical metropolitan and other urban areas increased by 0,7% and the seasonally adjusted index increased by 0,9%.

The annual increase of 9,7% in the core index for the historical metropolitan and other urban areas is mainly due to annual increases in the price indices for food (+ 2,3 percentage points), housing (+ 2,2 percentage points), transport (+ 1,3 percentage points), medical care and health expenses (+ 1,2 percentage points), personal care (+ 0,5 of a percentage point) and education (+ 0,4 of a percentage point). These annual increases were partially counteracted by an annual decrease in the price index for clothing and footwear (- 0,1 of a percentage point) (cf. table 13, p. 16).

From July 2002 to August 2002 the core index for the historical metropolitan and other urban areas increased by 0,7%. This monthly increase is due to monthly increases in the price indices for food (+ 0,4 of a percentage point) and housing (+ 0,3 of a percentage point) (cf. table 14, p. 16).

Food inflation

The price index for food reflects an annual rate of increase of 19,1% at August 2002 (i.e. the CPI for food at August 2002 compared with that at August 2001). This rate is 1,5 percentage points higher than the corresponding annual rate of 17,6% at July 2002. From July 2002 to August 2002 this index increased by 1,8% and the seasonally adjusted index increased by 2,2%.

Annual increases occurred in the price indices for grain products (+23,1%), vegetables (+21,0%), meat (+20,2%), fish and other seafood (+18,3%), fruit and nuts (+17,2%), fats and oils (+17,0%), milk, cheese and eggs (+16,6%), "other" food products (+15,0%), sugar (+13,6%) and coffee, tea and cocoa (+11,5%) (cf. table 16, p. 18).

Monthly increases occurred in the price indices for meat (+2,6%), grain products (+2,4%), fruit and nuts (+2,4%), vegetables (+2,2%), sugar (+2,0%), fish and other seafood (+1,6%), "other" food products (+1,1%), milk, cheese and eggs (+0,5%) and coffee, tea and cocoa (+0,4%). These monthly increases were partially counteracted by a monthly decrease in the price index for fats and oils (-1,1%) (cf. table 16, p. 18).

Price index for non-food items

The price index for non-food items shows an annual rate of increase of 9,6% at August 2002 (i.e. the non-food index at August 2002 compared with that at August 2001). This rate is 1,0 percentage point higher than the corresponding annual rate of 8,6% at July 2002. From July 2002 to August 2002 this index increased by 0,5% and the seasonally adjusted index increased by 1,1%.

Relatively large annual increases occurred in the price indices for housing (+17,3%), medical care and health expenses (+12,6%), cigarettes, cigars and tobacco (+11,7%), personal care (+10,5%), education (+8,2%), alcoholic beverages (+8,4%) and reading matter (+7,6%). These annual increases were partially counteracted by an annual decrease in the price index for clothing and footwear (-1,9%) (cf. table 16, p.18).

Relatively large monthly increases occurred in the price indices for clothing and footwear (+1,4%), cigarettes, cigars and tobacco (+1,1%) and housing (+1,0%) (cf. table 16, p. 18).

An alternative expression of the change in the Consumer Price Index

An alternative expression of the change in the Consumer Price Index is to annualise the percentage change between the average index of the three months up to August 2002 and the average index of the previous three months. This approach, when using seasonally adjusted data shows an increase of 13,3% (which is 0,6 of a percentage points higher than the corresponding rate of 12,7% for July 2002), while the unadjusted data shows an increase of 13,7% (which is 0,7 of a percentage points lower than the corresponding rate of 14,4% for July 2002).

Areas indices

The other urban areas in the Eastern Cape, recorded the highest annual inflation rate of 13,4%, while the lowest annual inflation rate of 7,1% was recorded for the other urban areas in the Free State (cf. table 21, p. 23).

Regarding food prices, the highest annual inflation rate of 27,5% was recorded for the other urban areas in the Eastern Cape, while the other urban areas in the Free State recorded the lowest annual increase of 14,4% (cf. table 22, p. 24).

Pensioners

The annual inflation rate for pensioners in the historical metropolitan and other urban areas is 10,9% at August 2002 (i.e. the CPI for pensioners at August 2002 compared with that at August 2001) (cf. table 27, p. 28). The PortElizabeth\Uitenhage area and the other urban areas in the Eastern Cape, recorded the highest annual rate of increase of 14,3%, while the lowest annual rate of increase of 7,6% was recorded for the other urban areas in the Free State.

CPI FOR SEPTEMBER 2002

In addition to the usual price surveys for September 2002, a survey of motor licences in certain areas will be undertaken, as it has come to Stats SA's attention that price changes in this item will be introduced during the first seven days of September 2002.

pp P J Lehohla

Statistician-General: Statistics South Africa

NOTES

Forthcoming issues

Issue **Expected date for publication**

September 2002 15 October 2002 October 2002 19 November 2002 November 2002 17 December 2002 December 2002 28 January 2003 18 February 2003 January 2003 February 2003 18 March 2003

Purpose of the survey

The Survey of Consumer Prices is a monthly survey covering a sample of retailers operating in the South African economy. The results of the survey are used to compile the Consumer Price Index (CPI), an economic indicator, which indicates the changes in the prices of consumer goods and services. The annual percentage change in the Consumer Price Index indicates the inflation rate. These statistics are used by the private sector in the analysis of comparative business performance, as well as for contract price adjustments. It is also used in the determination of economic and social policy.

from 1995=100 to 2000=100

Rebasing the CPI Following international practice, the base year of the Consumer Price Index (CPI) has been changed from 1995 = 100 to 2000 = 100 with effect from February 2001.

Updating the CPI Basket

The weighting system for the CPI is calculated, as from January 2002, from the Survey of Income and Expenditure of Households, which was conducted in October 2000. For more information on the detailed weights, see statistical releases P0141.5.

CPIX

In other countries in the world such as New Zealand, Sweden and Australia, which adopted inflation targeting, different measures of the inflation rate have been derived and applied such as the Core index, and the CPI excluding interest rates on mortgage bonds (CPIX). Stats SA has accordingly calculated these measures and the CPIX, the most recent addition to the CPI suite, is included in this release (cf. table 2.2, p. 13).

Stats SA releases detailed figures on the CPIX (cf. tables 17 and 18 on pages 19 and 20). The detailed figures were introduced and published as from February 2000.

Special Data Dissemination Standard (SDDS) of the International **Monetary Fund** (IMF)

South Africa's data dissemination practices are assessed against the IMF's Special Data Dissemination Standard (SDDS). A detailed description of the SDDS can be found on the IMF's Dissemination Standards Bulletin Board on the internet at http://dsbb.imf.org. This is a "best practice" standard. It covers four sectors of the economy i.e. the real, fiscal, financial and external sectors, as well as population and identifies four dimensions i.e. data, access, integrity and quality, of data dissemination. For each of these dimensions, the SDDS prescribes two to four monitorable elements or good practices that can be observed, or monitored, by users of statistics. However, the IMF's monitoring of the SDDS as authorised by the IMF's Board of Executive Directors is limited to the dimensions of data i.e. coverage, periodicity and timeliness, and access i.e. advanced release calendar. It should also be noted that the SDDS is a disclosure standard, i.e. it focuses on encouraging the authorities to provide information to users, including information that will enable users to assess the data.

The four institutions responsible for the compilation and dissemination of the SDDS prescribed data categories are National Treasury, the South African Revenue Services (SARS), the South African Reserve Bank (SARB) and Statistics South Africa (Stats SA).

National Treasury is responsible for compiling and disseminating data on the national budget (budgetary central government operations). SARS is responsible for compiling and disseminating of data on international merchandise trade.

The SARB is responsible for compiling and disseminating data on national accounts, the analytical accounts of the banking sector, the analytical accounts of the central bank, general government operations, consolidated government operations, central government debt, interest rate, exchange rates, share price indices, balance of payments, the international investment position, international reserves and foreign currency liquidity.

Stats SA is responsible for compiling and disseminating data on the production index, national accounts, the production price index, consumer price index, labour market and population.

South Africa has subscribed to the SDDS since 2 August 1996 and started posting its metadata on 27 September 1996. South Africa met the SDDS specifications for the coverage, periodicity and timeliness of the data, and for the dissemination of advanced release calendars on 18 September 2000. The National Summary Data Page has been hyperlinked since 24 April 1997 and the Data Template on International Reserves and Foreign Currency Liquidity was disseminated on 1 September 2000.

South Africa is the only subscriber to the SDDS from the African continent.

Reports on Observance of Standards and Codes (ROSC) of the International Monetary Fund (IMF) The IMF has been working actively on producing Reports on Observance of Standards and Codes (ROSC) as a step to strengthen the architecture of the international financial system. The objectives of the ROSC include the promotion of increased transparency and encouragement of implementation of internationally accepted standards and codes. One of the ROSC components is the data dissemination module, which falls under the responsibility of the IMF's Statistics Department (STA). In this module, a country is assessed according to the SDDS.

The data dissemination module of the ROCS provides a summary of South Africa's practices on the coverage, periodicity and timeliness of the data categories specified in the IMF's SDDS, and on the practices on the provision of advance release calendars for these categories. It is complemented by an assessment of the quality of the Consumer Price Index, using the Data Quality Assessment Framework (DQAF) developed by the IMF's Statistics Department.

The DQAF undertakes to assess data quality under the following dimensions -

- Prerequisites of quality;
- Integrity;
- Methodological soundness;
- · Accuracy and reliability;
- Serviceability; and
- Accessibility

An IMF delegation visited South Africa from 7 to 18 May 2001 and produced a draft data ROSC for South Africa that will be finalised during the third quarter of 2001. This ROSC will indicate to which extent South Africa has observed the IMF's requirements.

Table 1 - Expenditure group and area indices of the Consumer Price Index and percentage change

Indices Percentage change between (2000=100) Expenditure Jul 2002 Aug 2001 group/Area and and indices Aug 2002 Aug 2002 Jul Aug Aug 2001 2002 2002 Actual Seasonally Actual adjusted % % Expenditure group indices Very low expenditure 107,1 120,0 121,7 +1,4 +1,6 +13,6 107,5 120,5 122,2 +13,7 Low expenditure +1,4 +1,7 Middle expenditure 107,0 119,0 120,5 +1,3 +1,5 +12,6 High expenditure 118.7 +12.3 106.9 120.0 +1.1 +1.5 Very high expenditure 105.5 116,5 117.1 +0.5 +1.1 +11.0 All expenditure groups -1) Metropolitan areas 105,9 117,3 118,2 +0,8 +1,2 +11,6 Metropolitan and other urban 105,9 117,1 118,0 +0,8 +1,2 areas +11,4 CPI excluding interest rates on mortgage bonds (CPIX) -Metropolitan areas 107,6 118,3 119,3 +0,8 +1,3 +10,9 Metropolitan and other urban areas 107.3 117.9 118.9 +0.8 +1.3 +10.8 Core index -Metropolitan areas 108,1 118,2 118,9 +0,6 +1,0 +10,0 Metropolitan and other urban areas 107.8 117.5 118.3 +0.7 +0.9 +9.7 Food only index -Metropolitan areas 105,1 122,2 124,1 +1,6 +1,9 +18,1 Metropolitan and other urban areas 105,2 123,1 125,3 +1,8 +19,1 CPI excluding food -+10,0 Metropolitan areas +0,5 106,1 116,1 116,7 +1,1 Metropolitan and other urban areas 106,0 115.6 116.2 +0.5 +1.1 +9.6 CPI excluding VAT 1) 1) 1) Metropolitan areas 105,9 117,3 118,2 +0,8 +1,2 +11,6 Metropolitan and other urban areas 105.9 117.1 118.0 +0.8 +1.2 +11.4

Table 2.1 - The Consumer Price Index and the annual inflation rate on a monthly basis for the metropolitan areas

Base year: 2000 = 100

Year Index Jan.	Feb. Mar. Apr.	May Jun.	Jul. Aug. Sep.	Oct. Nov. Dec. Ave.
Index +96,9	+96,6 +97,6 +98,	9 +99,3 +99,9	100,8 101,2 101,7	102,0 102,2 102,5 100,0 + 7,0 + 7,0 + 7,0 + 5,4 2)
2000 % 1) + 2,6	+ 2,3 + 3,4 + 4,	5 + 5,1 + 5,2	+ 6,0 + 6,9 + 6,9	
Index 103,8	104,1 104,8 105,	3 105,7 106,2	106,1 105,9 106,2	106,1 106,6 107,2 105,7 + 4,0 + 4,3 + 4,6 + 5,7 2)
2001 % 1) + 7,1	+ 7,8 + 7,4 + 6,	5 + 6,4 + 6,3	+ 5,3 + 4,6 + 4,4	
Index 109,0 2002 % 1) + 5,0	110,4 111,7 113, + 6,1 + 6,6 + 8,	7 114,6 115,6 0 + 8,4 + 8,9	117,3 118,2 10,6 11,6	2)

Table 2.2 - The Consumer Price Index excluding interest rates on mortgage bonds on a monthly basis for the metropolitan and other urban areas

Year	Index	Jan.	Feb.	Mar.	Apr.	May	Jun.	Jul.	Aug.	Sep.	0ct.	Nov.	Dec. A	ve.
2000	Index % 1)	+96,4 +7,0	+96,7 +7,2	+97,6 + 7,4	+98,8 +7,7	+99,4 + 7,9	+99,9 + 7,9	100,8 +7,9	101,2 + 8,1	101,7 +8,1	102,1	102,2	102,6	100,0 + 7,8 2)
2001	Index % 1)	103,8 +7,7	104,1	104,9 + 7,5	105,4 +6,7	105,9 + 6,5	106,3 +6,4	107,3 + 6,4	107,3 + 6,0	107,6 + 5,8	108,1 + 5,9	108,6 +6,3	109,3	106,6 + 6,6 2)
2002	Index % 1)	111,2 +7,1	111,9	113,3 +8,0	114,7 + 8,8	115,6 + 9,2	116,7 + 9,8	117,9 +9,9	118,9					2)

^{1) % =} annual inflation rate

¹⁾ On theoretical grounds and due to rounding off, these rates of change can differ.

²⁾ Average annual inflation rate

Table 3 - Contributions of different groups to the annual percentage change in the CPI for the metropolitan areas

Group	Contribution at July 2002	Contribution at August 2002
Food	3,5	3,8
Non-alcoholic beverages	0,1	0,1
Alcoholic beverages	0,1	i 0,1 i
Cigarettes, cigars and tobacco	0,1	0,1
Clothing and footwear	-0,1	i -0,1 i
Housing	3,7	4,1
Fuel and power	0,2	0,2
Furniture and equipment	0,2	0,2
Household operation	0,2	0,2
Medical care and health expenses	0,9	0,9
Transport	0,9	1,2
Communication	0,1	0,1
Recreation and entertainment	0,1	0,1
Education	0,2	0,2
Personal care	0,3	0,3
Other	0,1	0,1
All groups	10,6	11,6

Table 4 - Contributions of different groups to the monthly percentage change in the CPI for the metropolitan areas $\,$

Group	Contribution at July 2002	Contribution at August 2002
Food Housing Fuel and power Transport	0,3 1,2 0,1 -0,1	0,5 0,3 0,0 0,0
All groups	1,5	0,8

Table 5 - Contributions of different groups to the annual percentage change in the CPI for the metropolitan and other urban areas

Group	Contribution at July 2002	Contribution at August 2002
Food	3,9	4,4
Non-alcoholic beverages	0,1	0,1
Alcoholic beverages	0,1	0,1
Cigarettes, cigars and tobacco	0,1	0,1
Clothing and footwear	-0,1	-0,1
Housing	3,1	3,4
Fuel and power	0,2	0,2
Furniture and equipment	0,1	0,2
Household operation	0,2	0,2
Medical care and health expenses	0,9	0,9
Transport	0,8	1,0
Communication	0,1	0,1
Recreation and entertainment	0,1	0,1
Education	0,2	0,2
Personal care	0,4	0,4
Other	0,3	0,1
All groups	10,5	11,4

Table 6 - Contributions of different groups to the monthly percentage change in the CPI for the metropolitan and other urban areas ${\cal C}$

Group	Contribution at July 2002	Contribution at August 2002
Food Housing Fuel and power Transport	0,4 1,1 0,2 -0,1	0,5 0,3 0,0 0,0
All groups	1,6	0,8

Table 7 - Contributions of different groups to the annual percentage change in the CPIX for the metropolitan areas

Group	Contribution at July 2002	Contribution at August 2002
Food	3,9	4,2
Non-alcoholic beverages	0,1	0,1
Alcoholic beverages	0,1	0,1
Cigarettes, cigars and tobacco	0,1	0,1
Clothing and footwear	-0,1	-0,1
Housing	2,2	2,4
Fuel and power	0,2	0,2
Furniture and equipment	0,2	0,2
Household operation	0,2	0,2
Medical care and health expenses	1,0	1,0
Transport	1,0	1,4
Communication	0,1	0,1
Recreation and entertainment	0,1	0,1
Education	0,3	0,3
Personal care	0,4	0,4
Other	0,2	0,2
All groups	10,0	10,9

Table 8 - Contributions of different groups to the monthly percentage change in the CPIX for the metropolitan areas

| Contribution at | Contribution at | Group July 2002 August 2002 0,5 Food 0,3 Housing 0,6 0,3 Fuel and power 0.1 0,0 Transport -0,1 0,0 0,9 0,8

Table 9 - Contributions of different groups to the annual percentage change in the CPIX for the metropolitan and other urban areas

| Contribution at | Contribution at Group July 2002 August 2002 4,4 4,8 Non-alcoholic beverages 0,1 0,1 Alcoholic beverages 0,1 0.1 Cigarettes, cigars and tobacco 0,1 0,1 Clothing and footwear -0,1 -0,1 Housing Fuel and power 1.8 1.9 0,2 0,2 Furniture and equipment Household operation 0,2 0,2 $\stackrel{-}{\text{Medical care}} \ \text{and health expenses}$ 1.0 1,0 Transport 0,8 Communication 0,1 0,1 Recreation and entertainment 0,1 0,1 Education 0.3 0.3 Personal care Other 0.1 0.2 All groups 9,9 10,8

Table 10 - Contributions of different groups to the monthly percentage change in the CPIX for the metropolitan and other urban areas

Group	Contribution at July 2002	Contribution at August 2002
Food Housing Fuel and power Transport	0,4 0,5 0,2 -0,1	0,5 0,3 0,0 0,0
All groups	1,0	0,8

Table 11 - Contributions of different groups to the annual percentage change in the Core index for the metropolitan areas

Group Contribution at | Contribution at | July 2002 August 2002 -----| -----Food 1,5 1,7 Non-alcoholic beverages 0,1 0,1 Alcoholic beverages Cigarettes, cigars and tobacco 0,2 0,3 Clothing and footwear -0,1 -0,1 Housing Fuel and power 0,4 0.2 Furniture and equipment Household operation 0.2 0.2 0,3 Medical care and health expenses Transport 1.3 1.6 Communication Recreation and entertainment Education 0,4 0,4 Personal care 0.5 0.5 Other 0,1 0,2 All groups 9,2 10,0

Table 12 - Contributions of different groups to the monthly percentage change in the Core index for the metropolitan areas

Group	Contribution at July 2002	Contribution at August 2002
Food Housing Fuel and power Transport	0,2 0,5 0,2 -0,1	0,3 0,3 0,0 0,0
All groups	0,8	0,6

Table 13 - Contributions of different groups to the annual percentage change in the Core index for the metropolitan and other urban areas

Group	Contribution at July 2002	Contribution at August 2002
Food	2,2	2,3
Non-alcoholic beverages	0,1	0,1
Alcoholic beverages	0,2	0,2
Cigarettes, cigars and tobacco	0,2	0,2
Clothing and footwear	-0,1	-0,1
Housing	2,0	2,2
Fuel and power	0,3	0,3
Furniture and equipment	0,2	0,3
Household operation	0,3	0,3
Medical care and health expenses	1,2	1,2
Transport	1,0	1,3
Communication	0,2	0,2
Recreation and entertainment	0,2	0,2
Education	0,4	0,4
Personal care	0,5	0,5
Other	0,0	0,1
All groups	8,9	9,7

Table 14- Contributions of different groups to the monthly percentage change in the Core index for the metropolitan and other urban areas

Group	Contribution at July 2002	Contribution at August 2002
Food Housing Fuel and power Transport	0,2 0,5 0,2 -0,1	0,4 0,3 0,0 0,0
All groups	0,8	0,7

Table 15 - Consumer Price Index group and product indices and percentage change for the metropolitan areas

_____ Indices Percentage change (2000=100) between Group/Product |Weights |------Tul 2002 Aug 2001 Aug .TuT Aug and and 2001 2002 2002 Aug 2002 Aug 2002 CPI: All items 100.00 105.9 117,3 118.2 +0.8 Expenditure groups - Very low 0,91 107.1 120.0 121,7 +1,4 +13.6 122,2 1.76 107.5 120.5 +1.4 +13.7 Low Middle 6,36 107,0 119,0 +1,3 +12,6 High Very high 14,57 106.9 118.7 120,0 +1.1 +12.3 76,40 +0.5 105.5 116.5 117,1 +11.0 Commodities 57,14 106,2 116,9 117,8 +0,8 +10.9 Services 42,86 105,4 117,7 118,5 +0,7 +12,4 CPI: All items, excluding housing 77,86 106,7 115,8 116,5 +0,6 +9,2 CPI: All items, excluding food 79.01 106.1 116,1 116.7 +0,5 +10.0 Food 20,99 105,1 122,2 124,1 +1,6 +18,1 125.6 +2.0 +20.8 Expenditure groups - Very low 51.39 104.0 123.1 Low 49,01 43,39 104,5 123,6 126,1 +2,0 +20,7 Middle 123,0 125,3 +1,9 +19,7 High 33,07 105,0 122,6 124,7 +1,7 +18,8 Very high 15,82 105.3 121.9 123.5 +1.3 +17.3 11,91 122,5 123,6 +0,9 Processed Unprocessed 9,08 103.4 121,6 124,5 +2,4 +20,4 Grain products 3,81 104,1 122,8 125,9 +2,5 +20,9 5,66 105,0 122,9 126,0 +2,5 +20,0 Fish and other seafood 0,69 109.6 124,1 126,0 +1.5 +15.0 Milk, cheese and eggs 1.96 112.9 132.0 132.4 +0.3 +17.3 Fats and oils 0,76 108,2 127,4 125,6 -1,4 +16,1 Fruit and nuts 1,09 96,2 107,9 109,8 +1,8 +14,1 Vegetables 2,00 100.8 118.7 119,5 +0,7 +18.6 122,4 107,6 Sugar 0,50 120,1 +1,9 +13,8 Coffee, tea and cocoa 1,07 105,0 116,2 116,6 +0,3 +11,0 Other 3,45 106,9 120,1 121,6 +1,2 +13,8 118,4 118,9 +0,4 Non-alcoholic beverages 1,10 Alcoholic beverages 1,40 108,8 117,7 118,2 +0,4 +8,6 109.9 121,5 123,0 +1.2 +11.9 Cigarettes, cigars and tobacco 1.14 Clothing and footwear 3,25 101,1 98,0 99,5 +1,5 Clothing 2.04 101.7 97,4 98.7 +1.3 -2.9 Footwear 1.21 99.1 98.3 100.0 +1.7 +0.9 Housing 22,14 103,4 121.2 122,7 +1,2 +18,7 Fuel and power 3,49 111,1 116,0 116,0 0,0 +4,4 Furniture and equipment 2,53 112,5 112,6 +0,1 +7,2 Furniture 0,95 107,5 113.1 113,2 +0,1 +5.3 118.4 +0.1 +15.1 Appliances 0,80 102.9 118.3 Other household equipment and textiles 0,78 103,5 105,7 105,8 +0.1 +2,2 +0,4 Household operation 4.82 108.5 112.4 112.8 +4.0 Household consumables 1,25 109,2 120,5 121,5 +0,8 +11,3 Domestic workers 3,48 108,3 109,5 109,7 +0,2 +1,3 Other household services 0.09 104.8 107.4 107.4 0.0 +2.5 Medical care and health expenses 7,15 112,4 126,7 126,7 0,0 +12,7 14,84 106.7 115.3 115,2 -0.1 Transport +8.0 116,2 -0,2 Vehicles 5,95 105,9 116,4 +9,7 7,05 109,3 117,9 118,0 +0,1 +8,0 Running cost Petrol 109,8 118,7 118,7 0,0 +8,1 Diesel 112.6 125,4 126,7 +1,0 +12.5 Public and hired transport 1.84 103.0 105.8 105.9 +0.1 +2.8 Communication 2,98 105.8 111.0 111.0 0.0 +4.9 Recreation and entertainment 107,0 3.31 102.7 107,0 0.0 +4.2 117,2 117,3 +7,8 Reading matter 0,39 108,8 +0,1 3,48 121,2 121,2 0,0 +7,5 Education 112,7 Personal care 3.67 107.9 118.4 118.4 0.0 +9.7 3,32 100.9 107.0 +0.2 +6.0 Other 106.8

Table 16 - Consumer Price Index group and product indices and percentage change for the metropolitan and other urban areas

Group/Product	Weights		Indices (2000=100)		Percent: between	age change
Gloup/Floduct		Aug 2001	 Jul 2002	 Aug 2002	Jul 2002 and Aug 2002	 Aug 2001 and Aug 2002
CPI: All items	 100,00	105,9	117,1	118,0	+0,8	+11,4
Expenditure groups - Very low Low Middle High Very high	1,39 2,26 8,11 16,96	107,1 107,0 106,7 106,7	120,9 120,0 118,7 117,9 116,4	122,7 121,7 120,2 119,2 117,0	+1,5 +1,4 +1,3 +1,1 +0,5	+14,6 +13,7 +12,7 +11,7 +10,9
Commodities Services					+0,9	
CPI: All items, excluding housing	79,30		116,1		+0,7	+9,9
CPI: All items, excluding food	76,98			116,2	İ	+9,6
_	į į				+1,8	•
Food Expenditure groups - Very low Low Middle High Very high	43,93 33,68	104,3 104,7	123,9 123,8 123,9	125,3 126,6 126,4 126,4 125,8 124,7	+1,8 +2,2 +2,1 +2,0 +1,9 +1,5	+19,1 +21,4 +20,7 +20,6 +19,6 +18,2
Processed Unprocessed	 12,81 10,21	106,8 103,8	122,8 123,6	124,0 126,9	+1,0 +2,7	+16,1 +22,3
Grain products Meat Fish and other seafood Milk, cheese and eggs Fats and oils Fruit and nuts Vegetables Sugar Coffee, tea and cocoa Other	4,34 6,23 0,70 2,10 0,84 1,13 2,18 0,62 1,14 3,74	103,7 106,0 110,2 113,0 107,6 96,4 99,7 107,9 104,8 107,3	124,7 124,2 128,4 131,1 127,3 110,4 118,0 120,2 116,3 122,1	127,7 127,4 130,4 131,8 125,9 113,0 120,6 122,6 116,8 123,4	+2,4 +2,6 +1,6 +0,5 -1,1 +2,4 +2,2 +2,0 +0,4 +1,1	+23,1 +20,2 +18,3 +16,6 +17,0 +17,2 +21,0 +13,6 +11,5 +15,0
Non-alcoholic beverages Alcoholic beverages				117,8 117,5		+7,0 +8,4
Cigarettes, cigars and tobacco	1,21	111,9	123,7	125,0	+1,1	+11,7
Clothing and footwear Clothing Footwear	3,64 2,27 1,37	101 2	96.5	98,3 97,7 98,8	+1,4 +1,2 +1,6	-1,9 -3,6 +1,2
Housing Fuel and power	20,70	104,2 110,1	121,0 115,9	122,2 115,9	+1,0	+17,3 +5,3
Furniture and equipment Furniture Appliances Other household equipment and textiles	2,82 1,08 0,84 0,90	104,6 106,2 103,5	111,9 112,4 117,6	112,0 112,4 117,7	+0,1 0,0 +0,1 0,0	+7,1 +5,8 +13,7 +2,3
Household operation Household consumables Domestic workers Other household services	4,68 1,34 3,22 0,12	108,9 109,6 108,7 104,7	113,9 122,7 110,5 107,7	114,3 123,5 110,7 107,7	+0,4 +0,7 +0,2 0,0	+5,0 +12,7 +1,8 +2,9
Medical care and health expenses	6,90	112,3	126,4	126,4	0,0	+12,6
Transport Vehicles Running cost Petrol Diesel Public and hired transport	13,72 5,11 6,56 2,05	106,2 104,8 109,1 108,1 113,9 102,6	114,1 114,4 117,1 116,4 144,2 104,8	114,1 114,3 117,3 116,4 148,4 104,8	0,0 -0,1 +0,2 0,0 +2,9 0,0	+7,4 +9,1 +7,5 +7,7 +30,3 +2,1
Communication Recreation and entertainment Reading matter Education Personal care Other	2,86 3,04 0,36 3,38 3,92 3,26	105,9 102,1 108,6 112,6 107,8 100,6	111,2 106,6 116,7 121,8 119,1 106,3	111,2 106,6 116,8 121,8 119,1 106,5	0,0 0,0 +0,1 0,0 0,0 0,0 +0,2	+5,0 +4,4 +7,6 +8,2 +10,5 +5,9

Table 17 - Consumer Price Index, excluding interest rates on mortgage bonds (CPIX), group and product indices and percentage change for the metropolitan areas

Indices Percentage change (2000=100) between Group/Product |Weights |-----Jul 2002 Aug 2001 Jul Aug 2002 2002 and and Aug 2001 Aug 2002 Aug 2002 CPI: All items 100,00 | 107,6 118,3 119,3 +0,8 +10.9 0,91 107,4 120,3 +13,6 Expenditure groups - Very low Low 1,76 107,7 120,8 +13,7 Middle 6,36 107.9 120,1 +12.8 119.9 Hiah 14,57 108.1 +12.2 Very high 76,40 107,6 117,9 +10,2 +0,8 117,8 121,6 Commodities 64.50 106.2 116.9 +10.9 109.8 120.6 +0.8 35,50 +10.7 Services CPI: All items, excluding housing 87,90 106,9 116,3 116,9 +0,5 +9,4 117,4 CPI: All items, excluding food 76,29 | 108,3 118,1 +0,6 +9,0 124,1 23,71 105.1 122,2 +1,6 +18,1 125,7 126,0 125,4 124,5 51,39 +2,1 Expenditure groups - Very low 104,0 123,1 +20,9 49,01 123,6 +1,9 Middle 43,39 104,7 123,0 +2,0 +19,8 High 33.07 104.9 122.4 +1.7 +18.7 Very high 15,82 121,9 +1,4 +17,3 105,4 123,6 123,6 124,5 +0.9 +15.6 Processed 13.45 106.9 122.5 Unprocessed +20,4 10,26 103.4 121,6 +2.4 125,8 126,0 126,0 132,5 125,7 109,8 119,5 122,4 116,6 121,6 Grain products 4,31 104,1 122,8 +2,4 +20,8 Meat. 6,40 0,76 105,0 122,9 +2,5 +20.0 Fish and other seafood 124,1 109,6 +1.5 +15.0 Milk, cheese and eggs 2,21 113,1 132,1 +0,3 +17,2 Fats and oils 0,86 108,2 127,4 -1,3 +16,2 107.9 Fruit and nuts 1.23 96.2 +1.8 +14.1 Vegetables 100,8 118,7 +0,7 2,26 +18,6 107,6 0,57 120,1 +1,9 Sugar +13,8 Coffee, tea and cocoa 1,21 105,0 116,2 +0,3 +11.0 Other 3,90 106,9 120,1 +1,2 +13,8 Non-alcoholic beverages 1,24 110,2 118,4 118,9 118,2 +0,4 +7.9 Alcoholic beverages 1,58 108.8 117,7 +0,4 +8.6 123,0 Cigarettes, cigars and tobacco 1,29 109,9 121,5 +1,2 +11,9 +1,4 Clothing and footwear 3.67 101.0 97.9 99.3 -1.7 Clothing 2.31 101.8 97.5 98,8 99,9 +1.3 -2.9 1,36 98,3 Footwear 99,1 +1,6 135,3 116,0 Housing 12.10 113.5 132.4 +2.2 +19.2 Fuel and power 111.1 116.0 0.0 3.94 +4.4 112,6 113,2 +0.1 105.0 112.5 +7.2 Furniture and equipment 2.86 107.5 Furniture 1.08 113.1 +0.1 +5.3 +0,1 102,9 118,4 +15,1 Appliances 0,90 118,3 Other household equipment and textiles 0.88 103.5 105.7 105,8 +0.1 +2.2 112,9 5,45 112,6 +0,3 Household operation 121,4 109,7 Household consumables 109,1 120,4 +0,8 +11,3 +1.3 Domestic workers 3.93 108.3 109.5 +0.2 107,3 0,10 Other household services 104.7 107,3 0,0 +2.5 Medical care and health expenses 8.07 113.6 128.0 128.0 0.0 +12.7 115,3 115,3 0,0 16,75 106,8 +8,0 Transport Vehicles 116,3 118,0 6,72 106,0 116,6 -0,3 +9,7 Running cost 7,96 109,3 117,9 +0,1 +8,0 Public and hired transport 2,07 103,0 105,8 105,9 +0,1 +2,8 Communication 111,0 Recreation and entertainment 3,73 102,7 107,0 117,3 107,0 117,4 0,0 +4,2 Reading matter 0,43 108.8 +0.1 +7,6 Education 3,93 112,7 121,3 121,3 0,0 107.9 Other 3.75 100.9 106,7 106.9 +0.2 +5.9

Other 3,75 100,9 106,7 106,9 +0,2 +5,9

Table 18 - Consumer Price Index, excluding interest rates on mortgage bonds (CPIX), group and product indices and percentage change for the metropolitan and other urban areas

Indices Percentage change Group/Product |Weights|------Jul 2002 Aug 2001 and Aug Aug and | Jul | Aug | 2002 | 2002 Aug 2002 2001 Aug 2002 ._____ 117,9 CPI: All items 100,00 107,3 118,9 +0,8 +10,8 +1,4 +1,4 +1,3 123,1 122,2 120,9 120,3 118,1 107,4 121,4 Expenditure groups - Very low Low Middle 2,26 107,3 120,5 +13,9 8,11 107.3 119,4 +12.7 107,5 119,0 High 16,96 +11,9 Very high 71,28 107,4 117,3 +0,7 +10,0 Commodities 66,24 106.2 117.3 118.3 +0.9 +11.4 109,4 119,1 120,0 +0,8 Services 33,76 +9,7 +0,6 CPI: All items, excluding housing 88,43 106,4 116,2 116,9 +9,9 CPI: All items, excluding food 74,34 | 108,1 116,6 117,2 +0,5 +8,4 Food 25,66 105.2 123.2 125.3 +1.7 +19.1 Expenditure groups - Very low 51,24 104,3 123,9 126,7 +2,3 +21,5 126,5 126,3 125,9 49,72 104,7 123,9 +2,1 +20,8 Middle 43,93 104,8 123,8 +2,0 +20.5 105.2 33,68 123.6 +1.9 +19.7 Hiah Very high 124,7 16,69 122,7 +1,6 +18,2 124,0 126,9 14.26 106.8 122.8 +1.0 +16.1 Processed Unprocessed 11,40 103,8 123,6 +2,7 +22,3 127,7 127,5 130,4 131,8 125,9 112,9 121,7 122,6 116,8 Grain products 4.84 103.7 124.7 +2.4 +23.1 6,95 0,78 Meat. 106.0 124,2 +2,7 +20.3 Fish and other seafood 110,2 128,4 +1,6 +18,3 Milk, cheese and eggs 2,34 113,0 131,1 +0,5 +16,6 Fats and oils 0,93 107,6 127,3 -1,1 +17,0 Fruit and nuts 1,26 96.4 110.4 +2.3 +17.1 2,43 100,7 +2,1 Vegetables 119,2 +20,9 0,69 107.9 120,2 +2,0 +13,6 Sugar 116,8 123,4 Coffee, tea and cocoa 1,27 104.8 116,3 +0,4 +11.5 4,17 Other 107,3 122,1 +1,1 +15,0 117,8 117,5 +0.4 Non-alcoholic beverages 1,26 110.1 117,3 +7.0 Alcoholic beverages 1.70 117.0 108.4 +0.4 +8.4 Cigarettes, cigars and tobacco 1,35 111,9 123,7 125,1 +1,1 +11,8 98,3 96.9 +1.4 -1.9 Clothing and footwear 4.06 100.2 Clothing 2,53 101,3 96,5 97,7 +1,2 -3,6 98,8 1,53 97,6 97,2 +1,6 +1,2 Footwear 132,3 115,9 11,57 113,8 130,0 +1,8 +16,3 Housing Fuel and power 4,28 110.1 115,9 0,0 +5,3 Furniture and equipment 111.9 112,0 +0.1 +7.1 3.15 104.6 106,2 Furniture 1,21 112,4 0,0 +5,8 112,4 117,7 Appliances 0,94 103,5 117,6 +0,1 +13,7 Other household equipment and 1.00 103.1 105.5 105.5 0.0 +2.3 textiles Household operation 5,22 108,9 113,9 114,3 +0,4 +5,0 123,5 110,7 Household consumables 1,50 109,6 122,7 +0,7 +12,7 Domestic workers 3.59 108.7 110.5 +0.2 +1.8 Other household services 0,13 104,7 107,7 107,7 0,0 +2,9 7,70 127.4 127.4 0.0 Medical care and health expenses 113.1 +12.6 15,30 106,2 114,1 114,2 +0,1 Transport Vehicles 5,69 104,8 114,4 114,4 0,0 +9,2 Running cost 7,32 109.1 117,1 117,3 +0,2 +7,5 Public and hired transport 2,29 102,6 104,8 104,8 0,0 +2,1 Communication 3,19 105.9 111,1 111,1 0.0 +4.9 Recreation and entertainment 3,39 102.1 106.6 106,6 116,7 0.0 +4,4 +7,5 Reading matter +0,1 0,40 108,6 116,6 3,77 121,8 0,0 Education 112,6 121,8 +8,2 Personal care 4.37 107.8 119,2 119.2 0,0 +10.6 Other 3,63 100.6 106,3 106.5 +0.2 +5.9

Fable 19 - Consumer Price Index group and product indices according to COICOP¹⁾ and percentage change for the metropolitan areas

Indices Percentage change (2000=100) between Group/Product |Weights |-----| Jul 2002 | Aug 2001
 Aug
 Jul
 Aug
 2001

 2001
 2002
 2002
 Aug
 2002
 Aug
 CPI: All items 100,00 | 105,9 117,3 118,2 +0,8 +11,6 120,0 120,5 119,0 121,7 +1,4 +13,6 122,2 +1,4 +13,7 120,5 +1,3 +12,6 120,0 +1,1 +12,3 117,1 +0,5 +11,0 Expenditure groups - Very low 0.91 İ 107.1 1,76 107,5 Low Middle 6,36 107,0 Hiah 14.57 106.9 Very high 76,40 105,5 116,5 +0,8 117,8 118,5 Commodities 57.14 106.2 116.9 +10.9 +0,7 105,4 Services 42,86 117,7 +12,4 CPI: All items, excluding housing 77,86 | 106,7 115,8 116,5 +0,6 +9,2 CPI: All items, excluding food 80,08 106,1 116,1 116,7 +0,5 +10.0 123,9 +1,5 Food, beverages and tobacco 24,63 | 106,1 122,1 +16,8 Food excluding coffee, tea and cocoa 19,92 | 105,1 122,3 124,2 +1,6 +18,2 125,9 +2,5 126,0 +2,5 126,0 +1,5 132,4 +0,3 125,6 -1,4 109,8 +1,8 119,5 +0,7 122,4 +1,9 121,6 +1,2 104,1 3.81 122,8 +20.9 Grain products Meat 5,66 105.0 122,9 +20.0 Fish and other seafood 0.69 109.6 124.1 +15.0 1,96 Milk, cheese and eggs 132,0 +17,3 Fats and oils 0,76 108.2 127,4 +16.1 Fruit and nuts 1.09 96.2 107,9 +14.1 Vegetables 118,7 2,00 100,8 +18,6 0,50 107,6 120,1 Sugar +13,8 Other 3,45 106.9 120,1 +13.8 +0,3 +0,3 +0,4 117,8 116,6 118,9 118,2 Beverages 3,57 Coffee, tea and cocoa 1,07 105,0 116,2 +11,0 118,4 117,7 Non-alcoholic beverages 1,10 110.2 +7.9 Alcoholic beverages 1,40 108.8 +8.6 Tobacco 123,0 +1,2 +11,9 1,14 | 109,9 121,5 Cigarettes, cigars and tobacco +1,5 +1,3 +1,7 Clothing and footwear 99,5 98,7 100,0 98,0 3,25 101,1 -1,6 2,04 101,7 -2,9 +0,9 Clothing 97,4 98,3 1.21 Footwear 99.1 104,4 120,9 103,4 121,2 111,1 116,0 122,1 122,7 116,0 +1,0 +1,2 0,0 +1,4,4 Housing, water, electricity, gas and other fuels 25,63 Housing 22.14 Fuel and power 3.49 Furnishings, household equipment and routine 107,4 105,0 107,5 102,9 113,0 113,2 112,5 112,6 113,1 113,2 118,3 118,4 +0,2 +5,4 +0,1 +7,2 +0,1 +5,3 +0,1 +15,1 maintenance of the house 7,35 Furniture and equipment 2.53 Furniture 0,95 Appliances 0,80 102,9 +0,1 +2,2 +0,4 +4,0 +0,8 +11,3 +0,2 +1,3 0,0 +2,5 Other household equipment and 105,8 112,8 121,5 109,7 107,4 0,78 103,5 105,7 textiles Household operation 4,82 108,5 112,4 Household consumables 1,25 109.2 120,5 Domestic workers 3,48 108.3 109,5 Other household services 104,8 0,09 107,4 126,7 Health (Medical care and health expenses) 7,15 112,4 126,7 0,0 +12,7 115,2 116,2 118,0 118,7 126,7 105,9 -0,1 -0,2 +0,1 +8,0 Transport 14,84 106,7 115,3 5,95 7,05 Vehicles 105,9 116,4 +9,7 Running cost 109.3 117,9 +8.0 0,0 109,8 Petrol 118,7 +8,1 +1,0 +0,1 Public and hired transport 1,84 103,0 105,8 +0,1 +2,8 109.6 +5.0 Leisure, entertainment and culture 3,70 104,3 Recreation and entertainment 107,0 Reading matter 0,39 108,8 117,2 121,2 121,2 0,0 +7,5 Education 3,48 112,7 110,8 111,0 118,4 107,0 +0,3 Miscellaneous goods and services 9,97 103.9 110,7 +8.9 0,0 2,98 | 105,8 3,67 | 107,9 Communication 105,8 111,0 +4,9 118.4 +9.7 Personal care +0,2 Other 100,9 106,8

¹⁾ COICOP = Classification of individual consumption by purpose

Table 20 - Consumer Price Index group and product indices according to COICOP¹⁾ and percentage change for the metropolitan and other urban areas

Indices Percentage change (2000=100) between Group/Product |Weights|-----Jul 2002 Aug 2001 Jul and and | Aug | 2002 and | and | Aug 2002 2001 2002 -----| CPT: All items 100,00 | 105,9 117,1 118,0 +0.8 +11.4 122,7 121,7 120,2 119,2 117,0 Expenditure groups - Very low 1,39 107,1 120,9 +1,5 +1,5 +1,4 +1,3 +1,1 +0,5 +14,6 107,0 106,7 120,0 118,7 +13,7 +12,7 Low 2.26 Middle 8,11 High 16,96 106,7 +11,7 Very high 71,28 105.5 116,4 +0.5 +10.9 Commodities 118,4 59,42 +0.9 Services 40,58 105,6 117,2 117,8 +0,5 +11,6 CPI: All items, excluding housing 79,30 106.4 116,1 116,9 +0,7 +9.9 CPI: All items, excluding food 78,12 106,0 115,6 116,2 +0,5 +9,6 Food, beverages and tobacco 26,88 | 105,9 122,7 124,7 +1,6 +17,8 Food excluding coffee, tea and cocoa 21,88 | 105,2 123,3 125,5 +1,8 +19,3 4,34 103,7 124,7 127,7 +2,4 +23,1 Grain products 127,4 130,4 131,8 Meat 6,23 106,0 124,2 +2,6 +20,2 Fish and other seafood 0,70 110.2 128,4 +1,6 +18.3 Milk, cheese and eggs 2.10 113.0 131,1 +0.5 +16.6 Fats and oils 107,6 127,3 0,84 +17,0 125,9 -1,1 125,9 113,0 120,6 122,6 123,4 Fruit and nuts 1,13 110,4 +2,4 +17,2 Vegetables 2,18 99,7 118,0 +2,2 +21.0 Sugar 0,62 107.9 120.2 +2.0 +13.6 3,74 Other 107,3 122,1 +1,1 +15,0 117,3 | 116,8 | +0.4 Beverages 3,79 107.8 116,8 +8,8 Coffee, tea and cocoa 1,14 104.8 116.3 +0.4 +11,5 +0,4 Non-alcoholic beverages 1,13 117,3 117,8 110,1 Alcoholic beverages 1.52 108.4 117.0 117.5 +0,4 +8,4 Cigarettes, cigars and tobacco 1,21 123,7 125,0 111.9 +1.1 +11.7 Clothing and footwear 100.2 96.9 98.3 +1.4 3.64 -1.9 Clothing 2.27 101.3 96.5 97.7 -3.6 +1.2 98,8 97,2 +1,6 +1,2 121,2 122,2 115.9 +0.8 Housing, water, electricity, gas and other fuels 24,54 105.0 120.2 +15.4 Housing 20,70 104,2 121,0 +1,0 +17,3 Fuel and power 110,1 115,9 115,9 0,0 +5,3 Furnishings, household equipment and routine 113,9 112,0 112,4 117,7 maintenance of the house 7,50 107.5 113,6 +0,3 +6,0 Furniture and equipment 104,6 111,9 +0,1 +7,1 2,82 Furniture 1.08 106.2 112.4 0.0 +5.8 +0,1 103,5 +13,7 Appliances 0,84 117,6 Other household equipment and 105,5 114,3 123,5 textiles 0.90 103.1 105.5 0,0 +2.3 Household operation 4,68 108.9 113,9 +0,4 +5.0 +0,7 109,6 122,7 +12,7 Household consumables 1,34 Domestic workers 110,5 +0,2 Other household services 0,12 104,7 107,7 107,7 0,0 +2,9 0,0 Health (Medical care and health expenses) 6.90 112,3 126,4 126,4 +12,6 0,0 13.72 114,1 +7.4 Transport 106.2 114.1 114,1 114,3 117,3 116,4 148,4 104,8 Vehicles 5,11 114,4 -0,1 +9,1 6,56 109,1 117,1 +0,2 +7,5 Running cost Petrol 108,1 116,4 0,0 +7,7 Diesel 113.9 144.2 +2,9 +30.3 Public and hired transport 2.05 102.6 104,8 104,8 0,0 +2,1 109,2 Leisure, entertainment and culture 3,40 103,9 109.2 0.0 +5,1 Recreation and entertainment 3.04 102.1 106.6 106.6 0.0 +4.4 +7,6 Reading matter 0,36 108,6 116,7 116,8 +0,1 Education 3,38 112.6 121.8 121.8 0.0 +8.2 110,9 10,04 103,9 110,9 +0,4 Miscellaneous goods and services Communication 2,86 105,9 111,2 111,2 0,0 +5,0 107.8 Personal care 3.92 119.1 119.1 0.0 +10.5 Other 3.26 100.6 106.3 106.5 +0.2 +5.9

¹⁾ COICOP = Classification of individual consumption by purpose

Table 21 - Consumer Price Index and percentage change according to urban area

Indices Percentage change (2000=100) between Urban area Jul 2002 | Aug 2001 and and Aug Aug 2002 Aug 2002 | Aug 2002 2001 2002 106,8 118,7 119,5 +0,7 +11,9 17,62 Western Cape Cape Peninsula 119,0 +0,6 11,88 106,4 118,3 +11,8 106,9 Other urban areas 5,74 118,6 119,6 +0,8 +11,9 5.40 105,8 118,5 119,5 +0,8 +12,9 Eastern Cape 105,8 106,0 105,8 Port Elizabeth/Uitenhage 2,28 119,4 118,4 +0,8 +12,9 East London 1,10 117,9 118,6 +0,6 +11,9 Other urban areas 2.02 118.8 120.0 +1.0 +13.4 1,01 118,4 +1,1 Northern Cape Kimberley 0,41 107,4 119,7 120.8 +0.9 +12.5 107,4 Other urban areas 118,4 0,60 119,8 +1,2 +11,5 105,6 104,8 106,1 105,5 4,79 Free State 113,5 114,4 +0,8 Bloemfontein 1,59 114,3 115,2 +0,8 +9,9 Free State Goldfields Other urban areas 1,22 114,8 115,6 +0.7 +9.0 1,98 112,1 113,0 +0,8 +7,1 20,47 117,1 +0.9 105.9 118.2 +11.6 KwaZulu-Natal 106,3 7,19 Durban/Pinetown 116,5 117,6 +0,9 +10,6 Pietermaritzburg 1,34 105,8 118,4 119,4 +0,8 +12,9 105,6 Other urban areas 11,94 117,1 118,2 +0,9 +11,9 North West 2,61 105,9 115,9 117,0 +0,9 +10,5 Gauteng 42,98 105,6 116,9 117,7 +0,7 +11,5 Pretoria/Centurion/Akasia 11,13 106,3 105,6 116,8 117,3 +0,4 +10,3 Witwatersrand 117.3 118.2 +0.8 +11.9 Other urban areas 7,32 +0,5 105,3 116,2 116,8 +10,9 3,63 118,7 106,1 117,9 +0,7 +11.9 Mpumalanga Nelspruit/Witbank 107,3 1,12 119,9 120,3 +0,3 +12,1 105,8 Other urban areas 2,51 117,1 118,1 +0,9 1,49 105,9 116,5 117,2 +10,7 +0.6 Limpopo Province Polokwane (Pietersburg) 0,21 103,5 113,4 114,0 +0,5 +10,1 Other urban areas 1,28 106,1 116,6 117,3 +0,6 +10,6 CPI for the metropolitan and other urban areas 100,00 105,9 117,1 118,0 +11,4 CPI for the metropolitan areas 64,02 105,9 117,3 118,2 +0,8 +11,6

Table 22 - Food price index and percentage change according to urban area

Indices Percentage change (2000=100) between Urban area Jul 2002 | Aug 2001 and and Aug Aug 2002 Aug 2002 | Aug 2002 2001 2002 _____| Western Cape 17,88 105,4 121,7 123,4 +1,4 +17,1 Cape Peninsula 10,85 106.2 122.5 123.9 +1.1 +16.7 104,9 124,5 +1,8 Other urban areas 122,3 +18,7 5,56 103,8 126,9 130,0 +2,4 +25,2 Eastern Cape 105,6 104,5 103,2 Port Elizabeth/Uitenhage 2,28 126,9 130,1 +2,5 +23,2 128,1 East London 0,76 125,0 +2,5 +22,6 Other urban areas 2,52 128,5 131,6 +2,4 +27.5 1,21 105,1 120,0 123,6 +3,0 +17,6 Northern Cape 105,8 104,9 126,2 123,8 Kimberley 0,43 122,6 +2,9 +19,3 Other urban areas 0,78 120,2 +3,0 +18.0 107,0 108,0 105,7 107,2 Free State 4,92 121,8 Bloemfontein 1,51 129,5 133.2 +2,9 +23,3 Free State Goldfields 1,05 121,1 124,7 +3.0 +18.0 Other urban areas 2,36 119,4 122,6 +2,7 +14,4 106,6 107,2 KwaZulu-Natal 21,35 129,2 132,5 +2,6 +24,3 6,78 1,68 Durban/Pinetown 128,2 131.5 +2.6 +22,7 Pietermaritzburg 107,1 127,7 130,0 +1,8 +21,4 106,2 12,89 +2,7 Other urban areas 129,8 133,3 +25,5 124,3 128,0 North West 2.72 105.4 +3.0 +21.4 41,19 104,2 120,6 122,0 +1,2 +17,1 Pretoria/Centurion/Akasia 8,22 23,82 104,8 104,2 121,0 122,5 121,3 +1,2 +16,9 Witwatersrand 119.8 +1.3 +16.4 Other urban areas 9,15 104,4 122,7 123,8 +0,9 +18,6 127,3 3,65 106,7 129,7 +1.9 +21.6 Mpumalanga Nelspruit/Witbank 0,90 2,75 108,6 127,4 127,4 128,9 +1,2 +18,7 106,3 Other urban areas 130,1 +22,4 127.3 +19,6 1.52 107.5 128.6 +1.0 Limpopo Province 106,9 Polokwane (Pietersburg) 0,13 129,4 131,3 +22,8 +1,5 Other urban areas 1,39 126,7 127,7 +0,8 +18,7 CPI for the metropolitan and other urban areas 100,00 105,2 123,1 125,3 +19,1 CPI for the metropolitan areas i 58.44 i 105.1 122.2 124.1 +1.6 +18.1

Table 23 - Consumer Price Index excluding housing and percentage change according to urban area

Indices Percentage change (2000=100) between Jul 2002 | Aug 2001 Aug | and | and 2002 | Aug 2002 Urban area |Weights|-----ļ Jul | 2002 | Aug 2001
 106,5
 115,9
 116,6

 107,0
 116,0
 116,6

 106,2
 115,7
 116,5
 Western Cape 17,28 +0,6 +9,5 Cape Peninsula +0,5 +0,7 11.27 +9.0 Other urban areas 6,01 +9,7 118,6 +0,9 +11,9 119,3 +1,0 +11,6 116,8 +0,7 +9,8 119,5 +1,1 +12,7 106,0 106,9 106,4 106,0 5.90 117.5 Eastern Cape Port Elizabeth/Uitenhage 2,22 118,1 1,60 East London 116,0 Other urban areas 2,08 118,2 116,6 115,9 117,1 117,9 117,3 0,73 106,6 107,1 106,7 +1,1 Northern Cape +9,8 Kimberley 0,11 +10,1 Other urban areas 0,62 +1,2 +9,9 113,1 114,8 114,8 111,5 105,4 105,6 106,3 105,3 Free State 4,87 112,1 +8,7 +8,0 +5,9 Bloemfontein 1,46 Free State Goldfields 1,26 113.9 +0.8 Other urban areas 2,15 110,4 +1,0 +1,0 +0,8 +0,8 +1.1 106,7 106,8 106,2 117,9 KwaZulu-Natal 20,43 119,1 +11,6 7,09 1,36 116,7 118,1 Durban/Pinetown 117,6 +10,1 119,0 106,2 106,6 Pietermaritzburg +12.1 11,98 119,8 Other urban areas 118,5 +12,4 118,7 North West 2.59 106,9 117.4 +1.1 +11.0 42,97 106,4 115,3 115,8 +0,4 +8,8 Gauteng Pretoria/Centurion/Akasia 11,28 106,7 106,4 115,2 115,7 +0,4 +8,4 24,08 7,61 Witwatersrand 115.3 115.8 +0.4 +8.8 105,9 Other urban areas 115,3 115,8 +0,4 +9,3 107,0 118,2 Mpumalanga 3,69 119,1 +0,8 +11,3 Nelspruit/Witbank 1,04 2,65 108.3 118.6 119.2 +0.5 +10.1 106,7 Other urban areas 118,1 119,2 +0,9 +11,7 105,4 105,2 105,5 1.54 114.2 114.7 +0.4 +8.8 Limpopo Province Polokwane (Pietersburg) 0,17 113,1 113,6 +0,4 +8,0 Other urban areas 1,37 +8,6 CPI for the +0,7 metropolitan and other urban areas 100,00 106,4 116,1 116,9 +9,9 CPI for the 116,5 106.7 115.8 +0,6 metropolitan areas 1 62,96 I +9.2

Table 24 - Consumer Price Index excluding food and percentage change according to urban area

			Indices (2000=100)		 Percentage change between 		
Urban area	Weights 	Aug 2001	 Jul 2002	 Aug 2002	Jul 2002 and Aug 2002	Aug 2001 and Aug 2002	
Western Cape	17,46	107.2	118.0	118,5	+0,4	+10.5	
Cape Peninsula	12,13		117.5	118.1	+0,5	+10.9	
Other urban areas	5,33	107,5	117,5	118,2	+0,6	+10,0	
	į į						
Eastern Cape	5,31	106,4	116,1	116,5	+0,3	+9,5	
Port Elizabeth/Uitenhage	2,26	•	116,4	116,8	+0,3	+10,3	
East London	1,19	107,7	117,3	117,3	0,0	+8,9	
Other urban areas	1,86	106,6	115,9	116,5	+0,5	+9,3	
 Northern Cape	1.48	108.2	118.0	118.5	+0.4	+9.5	
Kimberlev	0,94	108,2	118,4	118,5	+0,1	+9,5	
Other urban areas	0,54	108,1	117.8	118.4	+0,5	+9,5	
Other diban areas	0,54	100,1	117,0	110,4	10,5	15,5	
Free State	4,72	105,0	110,8	111,0	+0,2	+5,7	
Bloemfontein	1,60	104,1	110,8	111,1	+0,3	+6,7	
Free State Goldfields	1,26	106,3	113,1	113,1	0,0	+6,4	
Other urban areas	1,86	105,1	109,7	109,9	+0,2	+4,6	
 KwaZulu-Natal	20.10	105.7	114.1	114.6	+0.4	+8.4	
Durban/Pinetown	7,27	106,2	114,1	114,6	+0,4	+7.9	
Pietermaritzburg	1,23	105,2	115,6	116,2	+0,4	+10,4	
Other urban areas	11,60	105,3	113,0	114,4	+0,5	+8.5	
Other arban areas	11,00	105,1	113,3	111,1		10,5	
North West	2,56	105,9	113,7	114,1	+0,4	+7,7	
 Gauteng	43,29	105,8	115,9	116,5	+0,5	+10,1	
Pretoria/Centurion/Akasia	11,93	106,6	115,9	116,3	+0,3	+9,1	
Witwatersrand	24,62	105,8	116,8	117,6	+0,7	+11,2	
Other urban areas	6,74	105,7	115,1	115,6	+0,4	+9,4	
	2.61	105.0	115 2	115 5		. 0 . 2	
Mpumalanga	3,61		115,3	115,7	+0,3	+9,3	
Nelspruit/Witbank	1,18	106,9	118,2	118,5	+0,3	+10,9	
Other urban areas	2,43	105,7	114,4	114,8	+0,3	+8,6	
 Limpopo Province	1,47	105,5	113,9	114,4	+0,4	+8,4	
Polokwane (Pietersburg)	0,23	103,0	110,4	110,8	+0,4	+7,6	
Other urban areas	1,24	105,8	114,2	114,8	+0,5	+8,5	
CPI for the metropolitan and other urban areas	1100 00	106,0	115.6	116.2	+0,5	+9,6	
		100,0	115,0	110,∠	+U,5 	0, ע+ 	
 CPI for the							
metropolitan areas	65,85	106,1	116,1	116,7	+0,5	+10,0	

Table 25 - Seasonally adjusted group and product indices of the Consumer Price Index (Metropolitan areas)
Base : CPI 2000 = 100

		: CP1 200					
Group/Product	 Weights	Mar 2002	Apr 2002	 May 2002	 Jun 2002	 Jul 2002	 Aug 2002
CPI: All items	100,00	110,6	112,1	113,2	114,2	115,6	117,0
Expenditure groups - Very low Low Middle High Very high	0,91 1,76 6,36 14,57 76,40	114,0 114,2 112,9 112,2 109,9	115,6 115,8 114,3 113,5 111,4	116,4 116,6 115,3 114,6 112,5	118,5 116,8	117,2	120,8 121,3 119,7 119,0 116,1
CPI: All items excluding food	79,01	101,8	103,2	104,2	105,0	106,2	107,4
Commodities	57,14	112,4	113,6	114,6	115,7	116,0	117,3
Food	20,99	116,4	118,2	118,5	120,8	122,8	125,1
Food and non-alcoholic beverages Alcoholic beverages, cigarettes, cigars and tobacco	22,09	116,3 116,7	118,0 117,1	118,5 117,4		122,6 118,8	124,8 120,4
Clothing and footwear Furniture and equipment Vehicles Other transport commodities Other commodities	3,25 2,53 5,95 3,51 17,27	95,1 108,7 112,6 117,8 114,5	94,8 108,8 112,9 119,8 116,5	95,4 109,0 113,5 126,4 116,9	111,2 113,7	111,3 115,6 116,4	98,5 111,7 115,5 119,7 118,0
Services	42,86	108,4	110,5	111,5	112,3	115,2	116,6
Housing and domestic workers Transport Other services	25,62 3,38 13,86	106,3 105,4 111,7	110,9 106,0 111,0	111,8 106,4 112,3	106,9	107,1	119,9 107,5 114,5
CPI: All items excluding VAT	100,00	110,6	112,2	113,2	114,3	115,6	117,0
CPIX	100,00	112,9	113,8	114,8	116,0	116,7	118,2

Table 26 - Seasonally adjusted group and product indices of the Consumer Price Index (Metropolitan and other urban areas)

Base : CPI 2000 = 100

Group/Product	 Weights 	Mar 2002	Apr 2002	 May 2002	 Jun 2002	 Jul 2002	 Aug 2002
CPI: All items	100,00	110,8	112,3	113,2	114,2	115,7	117,1
Expenditure groups - Very low Low Middle High Very high	1,39 2,26 8,11 16,96 71,28	114,8 113,7 112,7 111,8 110,0	116,7 115,4 114,2 113,0 111,6	117,3 116,1 115,0 114,0 112,5	119,0 118,2 116,7 115,4 113,3	120,1 119,0 117,6 116,5 115,0	121,9 120,9 119,5 118,2 116,1
CPI: All items excluding food	76,98	109,3	110,7	111,8	112,6	113,7	114,9
Commodities	59,42	112,3	113,5	114,5	115,7	116,5	117,8
Food	23,02	116,9	119,0	119,3	121,7	123,6	126,3
Food and non-alcoholic beverages Alcoholic beverages, cigarettes, cigars and tobacco	24,15	116,8 116,7	118,8 117,6	119,1 117,9	121,4 118,6	123,3 119,5	125,9 121,0
Clothing and footwear Furniture and equipment Vehicles Other transport commodities Other commodities	3,64 2,82 5,11 5,14 15,83	94,0 108,2 110,3 115,6 112,5	93,9 108,4 110,9 118,4 113,1	94,5 108,7 111,5 124,0 114,0	95,1 110,6 111,6 119,2 116,2	95,5 110,8 113,3 115,4 117,1	97,6 111,4 113,6 117,2 116,7
 Services	40,58	108,7	110,7	111,6	112,4	115,0	116,2
Housing and domestic workers Transport Other services	23,92 3,47 13,19		111,4 106,8 110,3	112,0 106,7 112,0	113,2 106,5 112,3	106,6	118,3 106,3 114,6
CPI: All items excluding VAT	100,00	110,8	112,3	113,2	114,2	115,7	117,1
 CPIX	100,00	112,5	113,4	114,5	115,6	116,4	117,9

Table 27 - Consumer Price Index for pensioners and percentage change according to urban area

Indices Percentage change (2000=100) between Urban area |Weights |-----Jul 2002 Aug 2001 Aug .Tu T Aug and and Aug 2002 | Aug 2002 2002 2002 2001 ---------------i -----+0,7 107,9 118,9 107,8 118,9 107,9 118,9 119,7 Western Cape +10,9 Cape Peninsula 12,55 119,6 +0,6 +10,9 Other urban areas 7,45 107,9 119,8 +0,8 +11,0 119,7 121,0 119,0 6,08 106,0 121,0 +1,1 Eastern Cape Port Elizabeth/Uitenhage 3,06 106,9 122,2 +1,0 +14,3 0,62 107.0 120.3 East London +1.1 +12.4 119,3 2,40 105,7 +1,3 Other urban areas 120,8 +14,3 120,8 119,2 119,1 117,7 120,0 Northern Cape 1.57 108.6 +1.4 +11.2 0.69 107.8 Kimberlev +1.3 +10.6 0,88 108,7 121,8 +1,5 +12,1 Other urban areas 115,3 5.49 106.2 114.1 114,1 111,8 115,5 +1.1 +8,6 Free State Bloemfontein 103,9 1,83 112,8 +0,9 +8,6 115,5 113,5 Free State Goldfields 0,86 106,7 117,1 +1,4 +9,7 Other urban areas 2,80 106,4 114,5 +0,9 +7,6 117,8 116,8 117,0 118,4 22,75 106,5 119,3 KwaZulu-Natal +1,3 +12,0 Durban/Pinetown 107,0 118,4 +1,4 7,03 +10,7 Pietermaritzburg 1,40 106,4 118,1 +0,9 +11,0 Other urban areas 14,32 106.3 119,8 +1,2 +12.7 +11,0 North West 2,40 106,8 118,5 +1,4 116,9 106,9 117,8 +0,6 +10,2 37.69 117.1 Gauteng Pretoria/Centurion/Akasia 11,35 107,1 116,9 117,6 +0,6 +9,8 Witwatersrand 16,11 107,0 117,1 117,8 +0,6 +10,1 Other urban areas 10,23 106,4 116,9 117,4 +0,4 +10,3 2,41 107,2 120,8 +0,9 Mpumalanga 119,7 +12,7 122,3 119,3 Nelspruit/Witbank 0,26 109,1 123,0 +0,6 Other urban areas 2.15 106.9 120,5 +1,0 +12.7 Limpopo Province 1,61 106,6 116.9 117,6 +0,6 +10,3 Polokwane (Pietersburg) 0,26 106.1 119.3 120,8 +1,3 +13.9 Other urban areas 1,35 106,6 116,9 117,5 +0.5 +10,2 118.7 +0.8 metropolitan and other urban areas 100,00 107.0 117.7 +10.9 _____ _____ CPI for the metropolitan areas

EXPLANATORY NOTES

1

Introduction

- This publication contains results of the monthly Survey of Consumer (Retail) Prices. The purpose of the survey is to collect and provide information regarding changes in the overall level of prices of all goods and services bought by the average household
- The indices are classified according to the International Trade Classification (as indicated in tables 1, 3 to 18, 25 and 26) and geographical areas (as indicated in tables 21 to 24 and 27). Due to a new international classification system, prescribed by the 1993 System of National Accounts (SNA revision IV, 1993), compiled by the United Nations, the International Monetary Fund, the World Bank, the Organisation for Economic Corporation and Development and the Commission of European Communities, the Classification of Individual Consumption by Purpose (COICOP), Stats SA decided to classify the price information collected according to this new classification system, alongside the existing classification system. The information contained in tables 19 and 20 is classified according to COICOP. The indices are calculated on the base 2000=100.
- 3 The Consumer Price Index (CPI) is a series of figures (numbers) showing how the average price level of all those goods and services (basket of goods and services) bought by a typical consumer or household changes over time. The inflation rate is the annual percentage change in the CPI.

Survey of Income and Expenditure of Households (IES)

- Stats SA conducts a Survey of Income and Expenditure of Households every five years. This survey is conducted by enumerators visiting a number of households throughout South Africa to obtain details on income and expenditure of households. The information obtained through this survey is weighted according to the Population Census figures in order to represent all households in South Africa.
- 5 Every five years the results from this survey are used to identify the goods and services bought by a typical consumer or household and which should be included in the basket of goods and services used to monitor price changes.
- Furthermore, every five years the results from the Survey of Income and Expenditure of Households are used to determine the weights of the products/groups (indicator products) in the basket. The weights of a specific product/group is calculated by dividing the total amount spent by all households in South Africa on the specific product/group by the total amount spent on all goods and services by all households.

2000 Survey of Income and Expenditure of Households

7

- Stats SA conducted the five-yearly Survey of Income and Expenditure of Households in October 2000 covering a sample of 30 000 households. The information obtained through this survey was weighted according to the 1996 Population Census figures in order to represent all households in South Africa.
- 8 The 2000 Survey of Income and Expenditure of Households collected information regarding approximately 1 000 different goods and services groups .Stats SA made a further breakdown of these groups using supplementary sources. This process led to a list of approximately 1 500 groups on which the current calculation of the CPI is based.
- Based on the above-mentioned information for 2000 (cf. paragraphs 7 and 8), the new weight for a specific product/group was calculated by dividing total expenditure by all households in South Africa on the specific product/group by total expenditure on all goods and services by all households in South Africa. Stats SA implemented the new weights, i.e. the 2000 weights based on the 2000 Survey of Income and Expenditure of Households, as from the January 2002 CPI publication.
 The current CPI basket covers approximately 1 500 goods and services.

Basket of goods 10 and services

These goods and services are grouped according to the International Trade Classification into 17 main groups -

- Food:
- Non-alcoholic beverages;
- Alcoholic beverages;
- Cigarettes, cigars and tobacco;
- Clothing and Footwear;
- Housing:
- Fuel and power;
- Furniture and equipment;
- Household operation;
- Medical care and health expenses;
- Transport;
- Communication;
- Recreation and entertainment;
- Reading matter;
- Education;
- Personal care; and
- Other.
- 12 These goods and services are grouped according to an alternative classification, i.e. the COICOP classification, into nine main groups
 - Food, beverages and tobacco;
 - Clothing and Footwear;
 - Housing, water, electricity, gas and other fuels;
 - Furnishings, household equipment and routine maintenance of the house;
 - Health;
 - Transport;
 - Leisure, entertainment and culture;
 - Education; and
 - Miscellaneous goods and services.

Weighting basis

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The CPI is a fixed weights index, which implies that the weight of each product/group stays the same for the five year period until the results of the next Survey of Income and Expenditure of Households become available.

Expenditure groups

Five expenditure group categories or quintiles are defined according to total annual expenditure per household as at October of the year of the Survey of Income and Expenditure of Households. The five expenditure group categories used in this publication were defined according to total annual expenditure per household as at October 2000. These categories are as follows –

- very low expenditure group up to R8 070;
- low expenditure group R8 071 up to R12 263;
- middle expenditure group R12 264 up to R24 365;
- high expenditure group R24 366 up to R55 159; and
- very high expenditure group R55 160 and more.

Scope of the CPI survey

The Survey of Retail Prices is a retail trade and service outlets sample survey covering prices of selected consumer goods and services sold by these retail trade and service outlets to consumers in the 14 metropolitan and 39 other urban areas in the nine provinces. The results of the survey are used to compile the Consumer Price Index, an economic indicator.

Prices of goods and services included in the CPI are collected as at any day between the first and the seventh of the month concerned. Although these prices are generally collected monthly (see list of items in paragraph 17), the prices of some items are collected quarterly (see list of items in paragraph 18), six monthly or annually (see list of items in paragraph 19). The collection of prices depends on the frequency at which these prices tend to change. However, if it comes to the attention of Stats SA that prices are about to change, these prices will be collected, even if it is not according to the normal collection schedule.

17 Prices of items/products collected monthly:

- Bread.
- Meat.
- Milk.
- Vegetables and fruit.
- Other groceries.
- Alcoholic beverages.
- Sweets, non-alcoholic beverages, ice-cream and tobacco products.
- Clothing and footwear.
- Repairs of clothing, footwear and furniture.
- Interest rates on mortgage bonds.
- Coal and wood.
- New vehicles, repairs and services.
- Motor spare parts and accessories.
- Petrol.
- Diesel.

18 Prices of items/products collected quarterly:

Items/products	Months of survey
Garden tools.	January, April, July and October
 Washing, ironing and dry-cleaning. 	
Sport equipment.	
Reading matter and stationery.	
 Tariffs of hairdressing services. 	
Ironware and crockery.	February, May, August and
 New and retread tyres. 	November
Furniture and equipment.	March, June, September and
 Household textiles. 	December
• Electrical appliances and equipment.	
Medical, toilet and photographic	
requisites and services.	
 Motor vehicle insurance. 	

19 Prices of items/products collected annually:

Items/products	Month of survey
Doctor's and dentist's fees.	 January
 Motor vehicle licence and registration fees. 	
 Toll-fees at toll-gates. 	• March
School funds.	
 University boarding and class fees. 	
Parking fees.	April
 Telephone and postal tariffs. 	
Public transport tariffs.	• June
Property taxes.	• July
Refuse removal.	
 Sanitary fees. 	
 Newspapers and magazines. 	
• Entrance fees – drive-inns and bioscopes.	August
Television licences;	• October
Maintenance of graves; and	
Rent of dwellings.	

20 Prices of items/products collected at other times of the year

Items/products	Month of survey
Winter clothing.	March, April, May, June, July and August
Medicine	January and June
Contribution to medical aid	January, April and July
Property insurance	January and July
Hospital fees	
Water	January, July and August
Electricity	
Air transport fees	January and August
Dog licences	January, July and October

Classification

- 21 The International Trade Classification (ITC) was used to classify the products and services contained in the basket of goods and services.
- A further classification of the products and services in the basket of goods and services, in line with international practices, was done according to the Classification of Individual consumption by Purpose (COICOP). The indices according to this classification are published in tables 19 and 20.

Statistical unit 23

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The statistical unit is the department (e.g food department, hardware department, clothing department) of the retail trade and service establishments (branches). The establishment is the smallest economic unit that functions as a separate entity. Information is obtained from the different departments in each establishment. Each department in the establishment is classified according to the classification of the products that the department sells, which is then classified according to ITC as well as COICOP.

Survey methodology and design

- Different phases of sampling takes place. Firstly, a sample of goods and services, based on the Information collected through the Survey of Income and Expenditure of Households, is designed and selected. An indicator product is selected purposively within each product group. To be selected, a product should constitute a large quantity, at least 0,01% of total expenditure. Furthermore, it must be possible to obtain price quotations for the relevant product during the whole year. The sample of indicator products is revised every five years at which stage the weights of the indicator products/groups are also revised.
- Secondly, a geographical sample for price collection is designed and selected. Currently 13 major metropolitan areas, covering all nine provinces, are included in the geographical sample for price collection. The "other urban areas" are covered by nine provincial samples of four to five urban areas each, depending on the population size of the area. Therefore, a total of 39 "other urban areas" is sampled.
- Thirdly, for each of the 53 sample areas, a retail trade and service outlet sampling frame is constructed, based on available data sources, mainly the business register of Stats SA, telephone directories and lists obtained from the head offices of chain stores. The sample is purposively distributed geographically within areas. Specific retail trade and service outlets are selected randomly within each area. Prices are collected from department stores, as well as specialist shops. The sample of outlets is revised every five years when the weights are revised.
- 27 Currently, an average of 110 000 price quotations are collected each month from approximately 2 200 outlets by means of 6 700 questionnaires. The indices are based on retail trade and service prices.

Pricing basis

28 Price information refers to the first seven days of the relevant month. The prices of all items include VAT.

Processing of price information

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The prices that are quoted for the different products/services are edited to ensure that it is price comparable with the prices received for the same products in the previous month. If the price information difference between successive periods are outside the specified range, the current price levels are confirmed with the relative respondents through a telephone inquiry.

Calculating product price indices

Price relatives are calculated for each product per respondent by dividing the current price by the previously quoted price. The price relative for each product is calculated by means of the geometric mean of the price relatives for each respondent. This price relative for each product is then multiplied with the product index for the previous month in order to obtain a product index for the relevant month.

Calculating group price indices

Group price indices are calculated by weighting product indices with the relevant product weight, according to each weighting structure, using the Laspeyres formula.

Contributions of specific items to the total CPI

The monthly (annual) contribution of a specific item or group of items to the total CPI is calculated by multiplying the weight of this item or group of items with the monthly (annual) change in the index for this item or group of items, divided by the index for 'All items'.

Core index

The primary objective of calculating core inflation is to capture the underlying inflation pressures in the economy, i.e. the trend in the general price level which reflects the balance between aggregate demand and supply in the economy over the medium term. Core inflation is a measure designed in relation to the specific structure of a country's economy. Hence in the South African context, the core index is derived by excluding items from the CPI basket on the basis that changes in their prices are highly volatile, subjected to temporary influences, or affected by government intervention and policy.

- Exclusions from the CPI to obtain the core index, and the reasons for exclusion are as follows
 - Fresh and frozen meat and fish: Prices may be highly volatile, particularly during and following periods of drought.
 - Fresh and frozen vegetables and fresh fruit and nuts: Prices may be highly volatile from month to month due to their sensitivity to climatic conditions.
 - Interest rates on mortgage bonds and overdrafts/personal loans: These are
 excluded due to their "perverse" effect on the CPI. A tightening in monetary
 policy to counter inflation pressures would cause interest rates to rise and be
 reflected in the interest cost component of measured inflation. This, in turn,
 could provoke a further tightening of monetary policy resulting in excessive
 movements in the inflation rate.
 - Changes in VAT (Value Added Tax): VAT is predominantly determined by government (fiscal policy).
 - Assessment rates: These taxes are predominantly determined by local government.
- The choice of exclusions was informed by best practice amongst several other international agencies, and after consultation with the South African Reserve Bank and other local technical experts.

CPI excluding interest rates on mortgage bonds (CPIX)

36

In other countries in the world such as New Zealand, Sweden and Australia, which adopted inflation targeting, different measures of the inflation rate have been derived and applied such as the Core index, the Core index excluding petrol and the CPIX. Stats SA has accordingly calculated these measures and only the CPIX and the Core index are included in this release (cf. table 1 on page 13).

Seasonal adjustment

37

Seasonal fluctuations in a time series are those fluctuations, which usually tend to occur at about the same time and with the same magnitude each year. This may be the result of climatic influences or other social and commercial habits (e.g. the price of bread, which was previously revised in October of each year). In the analysis of time series, Stats SA makes use of the X-11 technique, which was developed by the American Bureau of Census. The seasonally adjusted indices for the latest month are calculated with seasonal factors, which are based on a time series analysis of information up to and including the previous month. Thus these indices change every time that another month is added. In the past Stats SA did not revise the seasonal adjusted indices on a monthly basis, but revised the historical seasonally adjusted indices for a year, annually in January of each year. This methodology caused diversion between the annual changes in the seasonally adjusted and actual indices. After thorough investigations it was decided that in future the latest seasonally adjusted indices will be published every month. This will mean that the seasonally adjusted figures will not have a fixed base such as the figures of the time series for which seasonally adjustments were done. It also implies that the values of the seasonally adjusted indices will be changing on a monthly basis.

Reliability of estimates

38

Inaccuracies may occur because of imperfections in reporting by enterprises and errors made in collection and processing of the data. Inaccuracies of this kind are referred to as non-sampling errors. Every effort is made to reduce non-sampling errors to a minimum by careful designing the questionnaires, editing data and efficient operating procedures.

Related publications

39 Users may also wish to refer to the following publications, which are available from Stats SA -

- Bulletin of Statistics; and
- SA Statistics.

Unpublished statistics

40

In some cases, Stats SA can also make available formation which is not published. This information can be made available in one or more of the following ways: computer printout, diskette or CD. Generally a fee is levied for providing unpublished information.

Symbols and abbreviations

Stats SA Statistics South Africa not available

nil or not applicable

* revised since previous publication

avg average

TECHNICAL NOTES

Response rate

- 1 The response rate for the CPI for the metropolitan areas for August 2002 was 94%.
- The response rate for the CPI for the metropolitan and other urban areas for August 2002 was 90%.

GLOSSARY

Annual inflation rate

The annual inflation rate is the change in the CPI for all items of the relevant month of the current year compared with the CPI for all items of the same month in the previous year expressed as a percentage.

Annual percentage change

The annual percentage change is the change in the index of the relevant month of the current year compared with the index of the same month in the previous year expressed as a percentage.

Average annual inflation rate

The average annual inflation rate is the change in the average CPI for all items of one year compared with the average CPI for all items of the previous year expressed as a percentage.

Average annual percentage change

The average annual percentage change is the change in the average index of one year compared with the average index of the previous year expressed as a percentage.

CPI excluding interest rates on mortgage bonds (CPIX)

The CPI excluding interest rates on mortgage bonds (CPIX) is derived by excluding the interest rates on mortgage bonds from the basket of goods and services, which is used to compile the Consumer Price Index.

In other countries in the world such as New Zealand, Sweden and Australia, which adopted as inflation targeting, different measures of the inflation rate have been derived and applied such as the Core index, and the CPI excluding interest rates on mortgage bonds. Stats SA has accordingly calculated these measures and the CPI excluding interest rates on mortgage bonds CPIX, is included in this release (cf. table1 on page 13).

Core index

The core index is derived by exclusions from the CPI on the basis that changes in their prices are policy.

Exclusions from the CPI to obtain the core index, and the reasons for exclusion are as follows

Line

- Fresh and frozen meat and fish: Prices may be highly volatile, particularly during and following periods of drought.
- Fresh and frozen vegetables and fresh fruit and nuts: Prices may be highly volatile from month to month due to their sensitivity to climatic conditions.
- Interest rates on mortgage bonds and overdrafts/personal loans: These are excluded due to
 their "perverse" effect on the CPI. A tightening in monetary policy to counter inflation
 pressures would cause interest rates to rise and be reflected in the interest cost component
 of measured inflation. This, in turn, could provoke a further tightening of monetary policy
 resulting in excessive movements in the inflation rate.
- Changes in VAT (Value Added Tax): VAT is predominantly determined by government (fiscal policy).
- Assessment rates: These taxes are predominantly determined by local government.

Core inflation

The primary objective of calculating core inflation is to capture the underlying inflation pressures in the economy, i.e. the trend in the general price level which reflects the balance between aggregate demand and supply in the economy over the medium term. Core inflation is a measure designed in relation to the specific structure of a country's economy. Hence in the South African context, core inflation is derived by the change in the Core index of the relevant month of the current year compared with the Core index of the same month in the previous year expressed as a percentage.

Establishment

An establishment (branch) is the smallest economic unit that functions as a separate entity.

Indicator products

Indicator products are those products or services that were selected in the basket, which is used to compile the Consumer Price Index.

Inflation rate

Inflation rate is the annual percentage change in the CPI for all items of the relevant month of the current year compared with the CPI for all items of the same month in the previous year expressed as a percentage.

Metropolitan area

Metropolitan areas in the CPI refer to the following 13 metropolitan areas used in the compilation of the CPI -

- Cape Peninsula
- Port Elizabeth/Uitenhage
- East London
- Kimberley
- Bloemfontein
- Free State Goldfields
- Durban/Pinetown
- Pietermaritzburg
- Pretoria/ Centurion/Akasia
- Witwatersrand
- Nelspruit/Witbank
- Polokwane (Pietersburg)

Initially 12 metropolitan areas were selected, based on the population figures as well as the size of the economical activity in these areas. However, when the 9 provinces were introduced the Vaal Triangle metropolitan area was included partially (van der Biljpark and Vereeniging) in the other urban areas of Gauteng and partially (Sasolburg) in the other urban areas of the Free State. Due to the fact that there were no metropolitan areas in the Limpopo Province and Mpumalnaga, the main urban areas and Nelspruit/Witbank in each of these provinces were selected as metropolitan areas

Monthly percentage change

The monthly percentage change is the change in the CPI of the relevant month compared to the CPI of the previous month expressed as a percentage.

Weights

The weights are the relevant importance of the indicator product. The weight of a product is calculated by dividing the total expenditure by households on that product by the total expenditure on all goods and services by households.

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