



Kenya National Bureau of Statistics

PRODUCER PRICE INDICES

THIRD QUARTER 2025 RELEASE

SEPTEMBER 2025

PRODUCER PRICE INDEX FOR THE THIRD QUARTER, 2025

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

The year-on-year producer inflation rate recorded in September 2025 was -0.79 per cent, with the Producer Price Index (PPI) reaching 134.78 during the same period. Figure 1 and Table 1 illustrate the trends in year-on-year producer inflation and corresponding PPI values from June 2022 to September 2025. Based on the trend presented, the inflation rate in March 2025 was the lowest producer price recorded with a drop of -5.67 per cent.

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

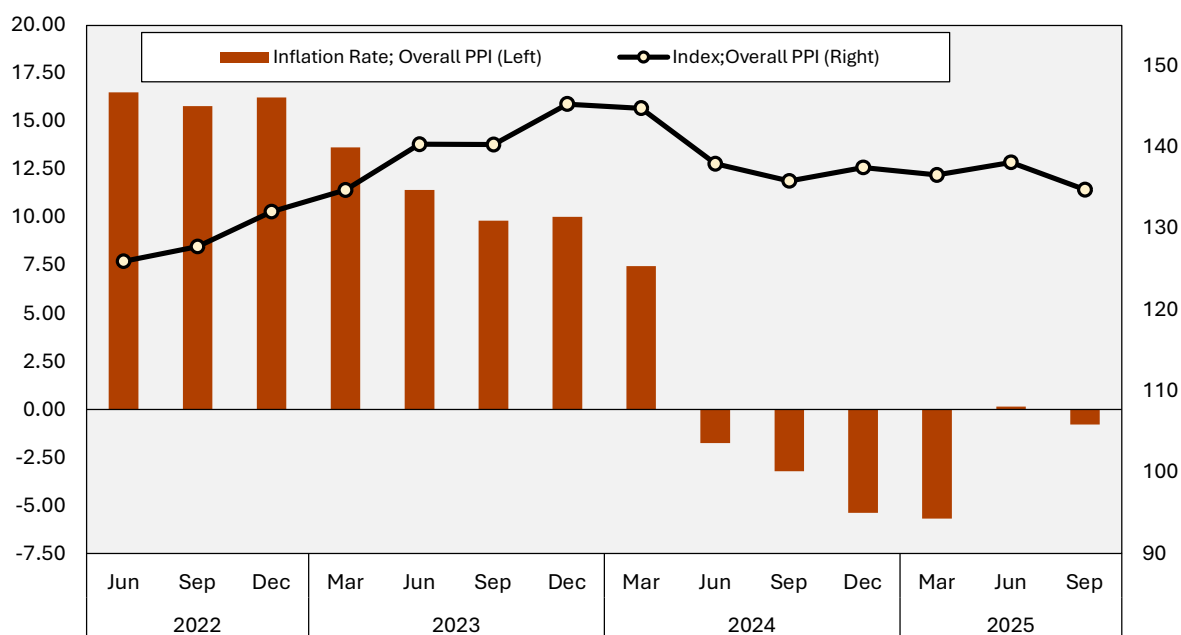


Table 1: Overall PPI and Inflation Rates, June 2022 – September 2025

March 2019 = 100				
Year	Quarter ¹ Ending	Producer Price Indices	PPI-YOY Inflation (%)	Rate
2022	June	125.98		16.52
	September	127.78		15.81
	December	132.07		16.26
2023	March	134.76		13.66
	June	140.39		11.44
	September	140.35		9.83
	December	145.32		10.03
2024	March	144.84		7.48
	June	137.95		-1.73
	September	135.85		-3.21
	December	137.56		-5.34
2025	March	136.62		-5.67
	June	138.16		0.15
	September	134.78		-0.79

¹ Prices are collected as at the mid of the quarter

Table 2 presents the year-on-year industrial producer inflation rates across selected sectors from December 2023 to September 2025. Over this period, declines in price for various sectors was observed across all the different industrial sectors. For the year ending September 2025, producer prices declined in the Mining and Quarrying sector by 4.48 per cent, the Water Supply; Sewerage, Waste Management, and Remediation Activities sector by 2.69 per cent. Similarly, in Electricity, Gas, Steam, and Air Conditioning Supply sector recorded a drop-in inflation rate by 2.03 per cent during the period under review and the Manufacturing sector registered a drop in year-on-year producer inflation rate by 0.52 per cent.

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

Sector	December 2024 / December 2023	March 2025 / March 2024	June 2025 / June 2024	Sept 2025 / Sept 2024
Mining and quarrying	-15.97	-14.42	-7.55	-4.48
Manufacturing	-4.75	-4.66	0.31	-0.52
Electricity, gas, steam and air conditioning supply	-9.73	-14.54	1.26	-2.03
Water supply, sewerage, waste management and remediation activities	10.04	9.93	-2.69	-2.69

The quarter-on-quarter changes in producer prices are presented in Table 3. Both Water Supply, Sewerage, Waste Management, and Remediation Activities and Mining and Quarrying sector recorded no change over the period under review. Meanwhile, producer prices decreased by 3.50 per cent in the Electricity, Gas, Steam, and Air Conditioning Supply sector, and by 2.45 per cent in the Manufacturing sector during the period under review.

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

Sector	December 2024 / September 2024	March 2025 / December 2024	June 2025 / March 2025	September 2025 / June 2025
Mining and quarrying	-0.95	-3.56	0.00	0.00
Manufacturing	1.58	-0.59	1.03	-2.45
Electricity, gas, steam and air conditioning supply	-1.16	-1.58	4.36	-3.50
Water supply, sewerage, waste management and remediation activities	1.37	6.40	-9.78	0.00

Producer price changes between the third quarter of 2025 and the previous quarter trends are shown in Table 4. Overall quarter on quarter prices dropped by 2.45 per cent between June and September 2025. The Manufacture of Paper and Paper Products sub-sector recorded the highest quarter-on-quarter increase at 4.21 per cent, while Manufacture of Basic Metals experienced the sharpest decline of 10.64 per cent.

On year-on-year change, the Manufacture of Motor Vehicles registered the most significant increase in prices at 15.18 per cent, whereas the Manufacture of rubber and plastics products recorded the largest decline, with prices falling by 13.48 per cent.

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

March 2019=100				
2-Digit ISIC	ISIC Descriptions	Weights	% Change over three months ago (September 2025/ June 2025)	% Change over a year ago (September 2025/September 2024)
	Mining and Quarrying			
7	Mining of metal ores	1.52	0.00	-7.47
8	Other Mining and Quarrying	0.81	0.00	0.00
	Manufacturing			
10	Manufacture of food products	37.3	-1.77	5.75
11	Manufacture of beverages	5.61	-1.74	-13.19
12	Manufacture of tobacco products	1.01	-2.44	-2.42
13	Manufacture of textiles	1.34	-0.16	-2.23
14	Manufacture of wearing apparel	2.47	0.00	6.73
15	Manufacture of leather and related products	1.1	-2.44	10.12
16	Manufacture of wood and of products of wood and cork except furniture	1.02	-2.44	-2.77
17	Manufacture of paper and paper products	3.74	4.21	-3.85
18	Printing and reproduction of recorded media	2.64	2.08	1.03
20	Manufacture of chemicals and chemical products	6.41	-4.24	-3.79
21	Manufacture of pharmaceuticals, medicinal chemical and botanical products	1.52	-1.31	-7.69
22	Manufacture of rubber and plastics products	4.41	-2.44	-13.48
23	Manufacture of other non-metallic mineral products	5.91	-2.40	-1.10
24	Manufacture of basic metals	6.99	-10.64	-10.64
25	Manufacture of fabricated metal products except machinery and equipment	2.02	1.89	-3.87
27	Manufacture of electrical equipment	1.3	-0.61	-0.86
29	Manufacture of motor vehicles	1.92	-2.18	15.18
	Electricity, Gas, Steam and Air Conditioning Supply			
35	Electricity	9.23	-3.50	-2.03
	Water Supply, Sewerage, Waste Management and Remediation Activities			
36	Water	1.72	0.00	-2.69
	Total	100	-2.45	-0.79

Quarterly Producer Price Indices from September 2024 to September 2025 are as presented in Table 5. Over this period, the overall Producer Price Index decreased to 134.78 in September 2025 from 138.16 in June 2025, indicating a decline in overall producer prices during the period under review.

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

2-Digit ISIC	Descriptions	Weights	Sep-24	Dec-24	Mar-25	Jun-25	Sep-25
7	Mining of metal ores	1.52	137.31	135.14	127.05	127.05	127.05
8	Other Mining and Quarrying	0.81	172.37	172.37	172.37	172.37	172.37
10	Manufacture of food products	37.3	126.89	130.99	129.71	136.60	134.18
11	Manufacture of beverages	5.61	137.86	145.18	131.21	121.80	119.68
12	Manufacture of tobacco products	1.01	154.74	154.91	154.76	154.76	150.99
13	Manufacture of textiles	1.34	128.45	133.94	129.87	125.79	125.59
14	Manufacture of wearing apparel	2.47	111.71	108.55	119.23	119.23	119.23
15	Manufacture of leather and related products	1.1	116.39	106.18	129.96	131.38	128.18
16	Manufacture of wood and of products of wood and cork except furniture	1.02	104.37	105.18	106.06	104.02	101.49
17	Manufacture of paper and paper products	3.74	122.87	120.85	126.83	113.37	118.14
18	Printing and reproduction of recorded media	2.64	125.27	127.23	126.50	123.98	126.56
20	Manufacture of chemicals and chemical products	6.41	208.83	209.45	208.70	209.82	200.92
21	Manufacture of pharmaceuticals, medicinal chemical and botanical products	1.52	136.82	133.04	139.00	127.98	126.30
22	Manufacture of rubber and plastics products	4.41	119.52	106.00	106.00	106.00	103.41
23	Manufacture of other non-metallic mineral products	5.91	163.41	166.26	165.42	165.60	161.62
24	Manufacture of basic metals	6.99	148.97	148.97	148.97	148.97	133.12
25	Manufacture of fabricated metal products except machinery and equipment	2.02	114.58	114.58	114.58	108.11	110.15
27	Manufacture of electrical equipment	1.3	134.35	134.02	134.01	134.01	133.19
29	Manufacture of motor vehicles	1.92	107.66	133.80	124.77	126.76	124.00
35	Electricity	9.23	131.35	129.83	127.77	133.34	128.68
36	Water	1.72	112.53	114.07	121.37	109.50	109.50
	Total	100	135.85	137.56	136.62	138.16	134.78



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