



# Producer Price Index (PPI)

Manufacturing (2012=100)

Third Quarter 2018

Preliminary

Release Date: December 2018



## **Briefing**

In the light of the rapid economic and social development in the Emirate of Abu Dhabi, production indices and indicators are considered key tools that express changes in the volumes of industrial and commercial production and services .These indices are also considered important economic indicators that provide accurate data to decision makers, economists, researchers, policy makers and other users of official statistic.

The remarkable economic development witnessed by Abu Dhabi Emirate has called for the construction of a statistical index that reflects the growth of the economic production sectors. Therefore, Statistics Centre – Abu Dhabi constructed the industrial production and price index for the Emirate of Abu Dhabi.

The Industrial Production Index (IPI), which is calculated on a quarterly basis, cover the manufacturing sector. The IPI design is based on the main list of products of the industrial manufacturing activities in the International Standard Industrial Classification-revision 4 (ISIC4) which covers all manufacturing economic activities.

During the next phase development of the IPI, separate indices will be compiled for producers in extractive industries and in the electricity and water sectors.

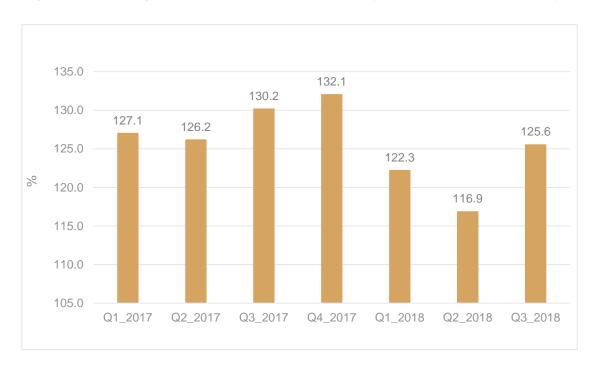


# **Key Points**

- The IPI decreased by 3.6% in the third quarter of 2018 compared with the same quarter in 2017, falling to 125.6% in the third quarter of 2018 from 130.2% in the third quarter of 2017.
- The IPI increased by 7.4% in the third quarter of 2018 compared with the second quarter of 2018.
  Where the IPI rise to 125.6% in the third quarter of 2018 from 116.9% in the second quarter of 2018.
- The key activity that recorded a decrease in the IPI during the third quarter of 2018 compared with the third quarter of 2017, is the 'Manufacture of machinery and equipment n.e.c.' for which the production quantity decreased by 30.1% and contributed 57.9% in the same period.
- During the third quarter of 2018 compared to the third quarter of 2017, the group 'Manufacture of other non-metallic mineral products' for which the production quantity decreased by 15.9% and contributed 33.6%. The 'Manufacture of pharmaceuticals, medicinal chemical and botanical products' and 'Manufacture of fabricated metal products, except machinery and equipment' contributed 18.0% of the total decrease between two comparison periods and the production quantity decreased by 83.4%, 8.9% respectively.
- The key activity that recorded an increase in its quantity, during the third quarter of 2018 compared with second quarter in 2018 was the 'Manufacture of coke and refined petroleum products' for which quantity increased by 7.6%, contributing 53.2% to the overall change.
- During the third quarter of 2018 compared to the second quarter of 2018, the group 'Manufacture of chemicals and chemical products' for which the production quantity increased by 12.6% and contributed 28.0%. The 'Manufacture of machinery and equipment n.e.c.' contributed 22.6% of the total increase between two comparison periods and the production quantity increased by 46.0%.



Figure 1: Quarterly Industrial Production Index (IPI) for 2017, 2018 (2012=100)



Source: Statistics Centre - Abu Dhabi



## **Notes**

#### **Technical notes**

For better understanding of the statistical indicators mentioned in this summary, please refer to the accompanied technical notes on the SCAD website. The figures in this report are preliminary until the next report.

#### **Data sources**

Data are collected from 65 establishments at the 2-digit level of the International Standard Industrial Classification. The sample distribution covers 52 establishments in the Abu Dhabi region and 13 establishments in the Al Ain region.

#### More information and detailed release

For more information about the IPI and other official statistics, please visit the statistics link on the SCAD website at <a href="www.scad.gov.abudhabi">www.scad.gov.abudhabi</a>

#### **Revision statement**

The Producer Price Index IPI is prepared on a quarterly basis and the report is issued within three months of the reference quarter. The figures of the IPI are considered preliminary until the next report. Due to delayed access to prices data from the source (Establishments). If there is any adjustment to the previous quarter's data, the direct adjustment will be made and the results of this adjustment will be presented in the following quarter. Where the procedures already established by the PMO are adopted in this regard. These measures are in line with the policy of the Statistics Center - Abu Dhabi.

### **Disclaimer / Terms of Use**

SCAD produces publications for the benefit of government, communities, individuals, and businesses. SCAD shall not be liable for any loss or damage suffered by the user following the misuse of the statistics supplied in good faith by SCAD. Users of official statistics are responsible for determining when and how to use the statistics for specific purposes. The user exempts SCAD from any legal obligation related to errors that may occur outside its control or without its knowledge. The user also waives the right to obtain compensation for losses or damages that may be caused as a result of any error.

SCAD's official statistics are protected under copyright laws, except where otherwise indicated. The contents of this publication may be reproduced, in whole or in part, and by any means, without further permission from SCAD, provided that SCAD is fully acknowledged as follows:

Source: Statistics Centre – Abu Dhabi, year of publication, name of product, catalogue number, reference period and page(s).