

Anguilla Government Statistics Department ANGUILLA'S CONSUMER PRICE INDEX

4th Quarter: October - December 2007

Inflation Rate 2.4%

Consumers in Anguilla paid 2.4% more in the 4th quarter (Oct – Dec) 2007, than they did during the 3rd quarter (July - Sept) 2007, as according to the Anguilla Consumer Price Index (AXACPI), for all items within the basket of goods and services. The level of inflation rose from 0.8% measured for 3rd quarter (July - Sept) 2007.

Between the 4th quarter (Oct - Dec) 2006 and the 4th quarter (Oct - Dec) 2007, there was an annual change increase of *All Items* by 3.5%. The *All Items* index increased from 130.1 to 134.7 for the basket of goods.

Categories	New Weights 2001	Dec 06	Sept 07	Dec 07	Quarterly % Change Dec07/Sept07	Annual % Change Dec07/Dec06
Food	321.20	117.4	121.2	125.3	3.3%	6.6%
Drinks & Tobacco	2.90	103.0	108.5	110.5	1.8%	7.3%
Accommodation	171.50	109.8	109.7	109.7	0.0%	-0.1%
Fuel	68.55	139.5	132.3	133.2	0.7%	-4.5%
Clothing & Footwear	30.65	151.2	140.8	147.8	5.0%	-2.2%
Household Goods	97.30	175.6	169.6	176.1	3.8%	0.3%
Transportation & Communication	235.28	135.9	143.0	146.4	2.4%	7.7%
Medical	30.85	135.8	135.9	141.1	3.8%	3.9%
Education	9.94	191.5	200.3	198.9	-0.7%	3.9%
Personal Services	16.42	133.1	134.1	134.1	0.0%	0.8%
Other	15.30	111.9	102.3	100.6	-1.7%	-10.1%
All Items	1000.00	130.1	131.6	134.7	2.4%	3.5%

Quarterly Analysis

Overall, during the 4th quarter 2007 the AXACPI, showed an increase when compared to the 3rd quarter 2007. There were seven (7) categories advancing, two (2) declining and two (2) remaining the same.

The "Clothing & Footwear" category experienced the highest increase of 5.0% over the previous quarter's index. The increase was part due to the increase in prices of men's clothing, which includes gents' underwear, shirts and jackets (44.7%, 44.4% and 35.2% respectively).

The "Household Goods and Medical" categories showed an increase of 3.8%. In the "Household Goods" category the increase was in part due to price increases in the cost of wardrobes and upholstered suites.

In the "Medical" category the increase of 3.8% over the previous quarter's index was as a result of an increase in price of an optician eye test.

The increase in prices for food was reflected in the "Food" category which showed an increase of 3.3%. This was in part due to the increase in prices for bread, flour, meats and eggs etc.

The "Transportation & Communication" showed an increase of 2.4% over the previous quarter's index. This was partly due to the increase in the price of gas and the cost of a flight ticket to St. Thomas.

Prices within the "Accommodation and Personal Services" categories showed no change over its corresponding previous period; it remained constant.

The categories "Drink & Tobacco" and "Fuel" both showed an increase of 1.8% and 0.7% respectively over the previous quarter's index. This was partly due to the increase in the cost of rum and cooking gas.

Among the two (2) decreases that occurred between the 4th quarter and the 3rd quarter 2007, the "*Other*" category showed a decrease of 1.7% and the other category "*Education*" with 0.7%.

Annual Analysis

Overall, during the 4th quarter 2007 the AXACPI, showed an increase of 3.5% when compared to the 4th quarter 2006. There were seven (7) increases and four (4) decreases.

The "Transportation and Communication" category, measured an annual increase of 7.7% as a result of the increase in the price of an airline ticket to St. Thomas.

Prices in the "Drinks & Tobacco" category increased over the past year by 7.3%, which was as a result, in part due to the increased in alcohol.

The "Food" category measured an increase in prices of 6.6%, which was in part due to the increase in the price of 'take out' meals (roti and sandwiches) and some meats (beef and goat).

The categories "Medical" and "Education" both experienced an annual increase of 3.9%. This was part due to the increase in prices of an optician eye test and kindergarten fees respectively.

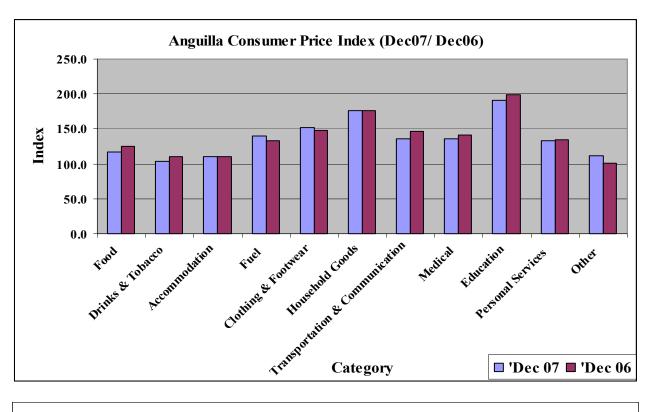
The "Household Goods" and the "Personal Services" categories both experienced increases of 0.3% and 0.8% respectively.

The "Other" category measured a decrease of 10.1%, the largest decrease that occur in the 4th quarter 2007/06 AXACPI. This was as a result of the decrease in prices of power tools, sanitary towels etc.

The "Fuel" category showed decrease of 4.5% which was part due to the decrease in price of candles and the surcharge of electricity.

The "Clothing & Footwear" category showed a decrease of 2.2%, which was part due to the decrease in prices of men's pants, t-shirts, jeans and ladies jeans.

The "Accommodation" category showed a 0.1% decrease which was partly due to the decline in the cost of blocks, pitch pine wood and insurance on house contents.





The CPI can be used in employer and employee contract negotiations to adjust wages, in rental agreements and child support agreements, pensions and other contractual price setting arrangements.

