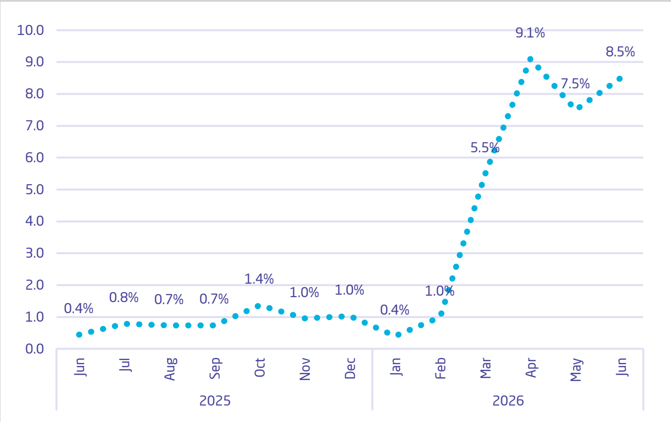
PPI in Saudi Arabia records an increase of 8.5% in June 2026

Producer Price Index (PPI) in Saudi Arabia recorded an increase of 8.5% in June 2026 compared to June 2025. This increase was driven by a 9.0% rise in manufacturing prices, a 2.4% increase in prices of electricity, gas, steam, and air conditioning supply, and a 7.9% rise in prices of water supply, sewerage, waste management and remediation activities (Figure 1).

Figure 1. PPI annual change (%)



Annual changes by main divisions

Manufacturing prices increased by 9.0%, driven by higher prices for manufacture of refined petroleum products 13.2%, the manufacture of chemicals and chemical products 14.4%, the manufacture of food products 4.6%, the manufacture of basic metals 8.4%, and the manufacture of wearing apparel 14.3%.

In contrast, prices for manufacture of fabricated metal products, (except machinery and equipment) declined by 3.5%, along with manufacture of other non-metallic mineral products 2.1% and other economic activities 3.5%. Prices for the electricity, gas, steam, and air conditioning supply sector increased by 2.4%, while prices for the water supply, sewerage, waste management and remediation activities sector rose by 7.9% during June 2026 (Figure 2) (Figure 3).

Figure 2 . Annual PPI by main divisions

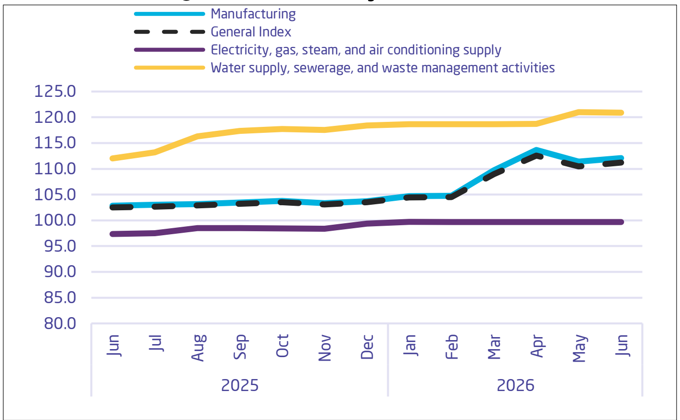
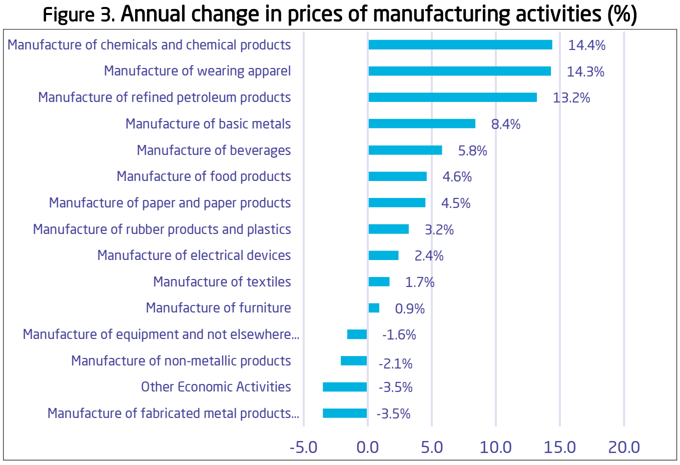


Figure 3. Annual change in prices of manufacturing activities (%)



Monthly changes by main divisions

On a month-on-month basis, the PPI increased by 0.6% in June 2026 compared with May 2026. This increase was mainly driven by a 0.6% rise in manufacturing prices, supported by higher prices for manufacture of refined petroleum products 1.8%, the manufacture of food products 1.3%, other economic activities 2.2%, and manufacture of fabricated metal products, except (machinery and equipment) 0.1%.

Meanwhile, prices for manufacture of chemicals and chemical products decreased by 1.0%, as did prices for manufacture of basic metals 0.5%. Prices for the water supply, sewerage, waste management and remediation activities sector remained unchanged, while prices for the electricity, gas, steam, and air conditioning supply sector declined by 0.1% in June 2026 compared with May 2026 (Figure 4) (Figure 5).

Figure 4. PPI monthly change (%)

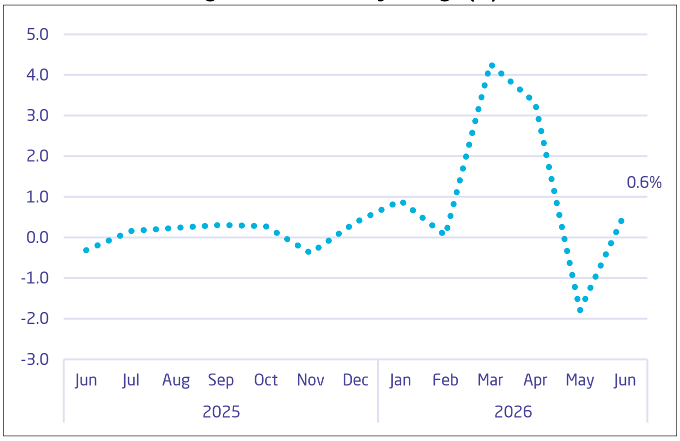
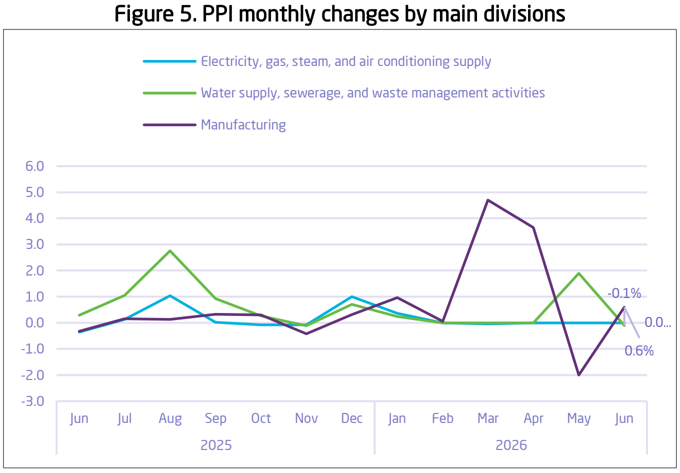


Figure 5. PPI monthly changes by main divisions



Methodology and quality

Producer Price Index (PPI) is an economic indicator that reflects relative changes in domestic product prices, based on data from the Producer Price Survey, which is conducted on a sample of industrial establishments operating in the targeted industrial activities, namely manufacturing, electricity and electricity, gas, steam, and air-conditioning supply activities, as well as water supply, sewerage, and waste management activities. The data for this index, which are published on a monthly basis, are classified according to the Saudi Standard Industrial Classification (SSIC).
Methodology and Quality , table