

PPI in Saudi Arabia records an increase of 0.4% in January 2026

Producer Price Index (PPI) in Saudi Arabia recorded an increase of 0.4% in January 2026, compared to the same month in 2025. This increase was driven by a 0.1% rise in the manufacturing prices, a 1.8% increase in electricity, gas, steam, and air conditioning supply prices, and an 11.5% rise in water supply, sewerage, and waste management and remediation prices (Figure 1).

Manufacturing leads inflation in January 2026 on a year-on-year basis

Manufacturing prices recorded an increase of 0.1%, supported by a 0.2% rise in prices for the manufacture of food products, and increases in the manufacture of basic metals by 2.7%, fabricated metal products (except machinery and equipment) by 4.0%, and wearing apparel by 5.6%.

While prices for the manufacture of refined petroleum products decreased by 0.6%, the price also fell for the manufacture of chemicals and chemical products by 0.1%, paper and paper products by 0.8%, and electrical equipment by 0.5% (Figure 3) Electricity, gas, steam, and air conditioning supply prices increased by 1.8%; also, the water supply, sewerage, waste management and remediation prices rose by 11.5% in January 2026.

Manufacturing leads inflation in January 2026 on a month-on-month basis

On a monthly basis, manufacturing prices increased by 1.0% in January 2026, supported by a 1.8% increase in prices for the manufacture of refined petroleum products, as well as increases in the prices of chemicals and chemical products by 0.4% and food products by 0.5%.

On another hand, electricity, gas, steam, and air conditioning supply prices rose by 0.4%; also, the water supply, sewerage, and waste management and remediation prices increased by 0.2% in January 2026 compared to December 2025.

Figure1. PPI annual change in January 2026 (%)



Figure2. PPI annual index by main divisions for January 2026 (%)

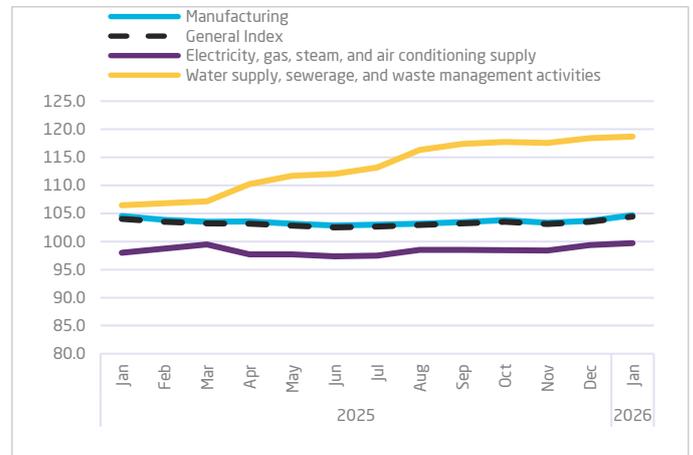
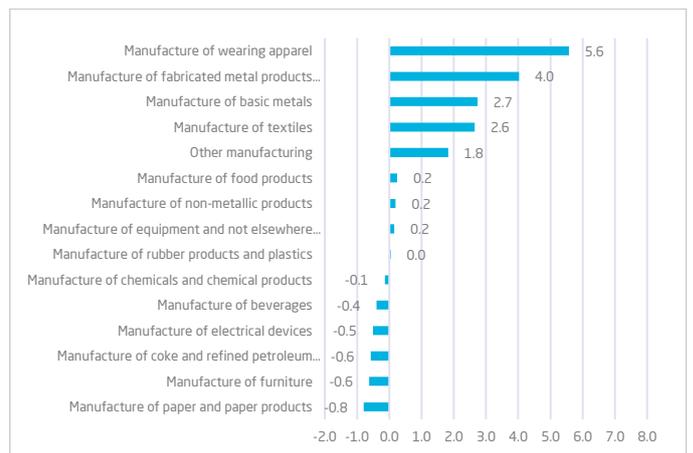


Figure 3. Annual changes in prices of manufacturing activities for January 2026 (%)



Methodology and quality

The 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 gas supply, and water supply, sewerage, and waste management and remediation activities.

The data for this index is published on a monthly basis and is classified according to the National Classification of Economic Activities (ISIC4).

For more details, click: [Methodology and Quality](#), table