



Analysis on Consumer Price Index - August 2025

PHDCCI Research Bureau

Consumer Price Index – July 2025



All India sequential inflation rates (%) based on CPI (General) and CFPI: July 2025 over June 2025

		June 2025 (Final)			July 2025 (Provisional)		
		Rural	Urban	Combd.	Rural	Urban	Combd.
Inflation	CPI (General)	1.72	2.56	2.10	1.18	2.05	1.55
	CFPI	-0.87	-1.17	-1.01	-1.74	-1.90	-1.76

Source: Ministry of Statistics and Programme Implementation, GoI https://mospi.gov.in/sites/default/files/press_release/CPI_PR_12Aug25.pdf

Consumer Price Index – July 2025



All India year-on-year inflation rates (%) based on CPI (General) and CFPI: July 2025 over July 2024							
		July 2025 (Provisional)			July 2024		
		Rural	Urban	Combd.	Rural	Urban	Combd.
Inflation	CPI (General)	1.18	2.05	1.55	4.10	3.03	3.60
	CFPI	-1.74	-1.90	-1.76	5.89	4.63	5.42

Source: Ministry of Statistics and Programme Implementation, GoI https://mospi.gov.in/sites/default/files/press_release/CPI_PR_12Aug25.pdf

Consumer Price Index – July 2025



India Consumer Price Indices and year-on-year Inflation rates (%) for July 2025 (Provisional)			
Category	Rural	Urban	Combined
Food and Beverages	-1.00	-0.62	-0.84
Pan, tobacco and intoxicants	2.47	2.35	2.45
Clothing and Footwear	2.34	2.86	2.50
Housing	-	3.17	3.17
Fuel and Light	2.22	3.36	2.67
Miscellaneous	5.06	4.91	5.01
General Index (All Groups)	1.18	2.05	1.55
Consumer Food Price Index	-1.74	-1.90	-1.76

Source: Ministry of Statistics and Programme Implementation, GoI https://mospi.gov.in/sites/default/files/press_release/CPI_PR_12Aug25.pdf

Analysis



Year-on-year CPI inflation for July 2025 has softened to 1.55%, registering a decline of 55 basis points in headline inflation in comparison to June, 2025 and is the lowest year-on-year inflation rate after June, 2017

The year-on-year inflation rate based on All India Consumer Food Price Index (CFPI) for the month of July, 2025 over July, 2024 stood at -1.76%, supporting the continuous decline in CPI Inflation. The food inflation in July, 2025 is the lowest after January, 2019

This softening of headline and food inflation during the month of July, 2025 is mainly attributable to decline in prices of Pulses and Products, Transport and communication, Vegetables, Cereal and products, Education, Egg and Sugar and confectionery

Moving ahead, we expect that continuous softening of CPI inflation will provide a substantial boost to households and businesses. Further, assuming a normal monsoon, CPI inflation is expected to remain well within the RBI's target band supporting sustained growth of India's industry and economy

Disclaimer



“PHDCCI Analysis of Consumer Price Index” is prepared by PHD Chamber of Commerce and Industry. This report may not be reproduced, wholly or partly in any material form, or modified, without prior approval from PHD Chamber of Commerce and Industry. It may please be noted that this report is for guidance and information purposes only. Though due care has been taken to ensure accuracy of the information to the best of the PHD Chamber's knowledge and belief, it is strongly recommended that readers should seek specific professional advice before making any decisions. Please note that the PHD Chamber of Commerce and Industry do not take any responsibility for outcome of decisions taken as a result of relying on the content of this report. PHD Chamber of Commerce and Industry shall in no way, be liable for any direct or indirect damages that may arise due to any act or omission on the part of the reader or user due to any reliance placed or guidance taken from any portion of this publication.

Copyright 2025

PHD Chamber of Commerce and Industry

ALL RIGHTS RESERVED

No part of this publication including the cover, shall be reproduced, stored in a retrieval system, or transmitted by any means, electronic, mechanical, photocopying, recording, or otherwise, without the prior written permission of, and acknowledgement of the publisher (PHD Chamber of Commerce and Industry).



Research Team

Mr. Sanat Kumar

Chief Economist, PHDCCI

Dr. Mansi Vinaik,

Deputy Secretary, PHDCCI



Thank You