

On the inflation results for July 2025

According to the Bureau of National Statistics of the Agency for Strategic Planning and Reforms of the Republic of Kazakhstan (*hereinafter – BNS*), inflation in July stood at **11.8%** year-on-year and **0.7%** month-on-month.

The Analytics and Research Department of the branch of JSC “BCC Invest” (*hereinafter – BCC Invest*), in its monthly work to monitor and forecast the Republic of Kazakhstan’s macroeconomic indicators, tracks the impact of external and internal factors on the country’s economy.

According to the results for July 2025, inflation amounted to:

- ✓ **11.8% year-on-year** (11.8% in June 2025);
- ✓ **0.7% month-on-month** (0.8% in June).

The year-on-year rise in inflation was **slightly below** the base-scenario expectations but remains within the bounds of our **optimistic forecast scenario**.

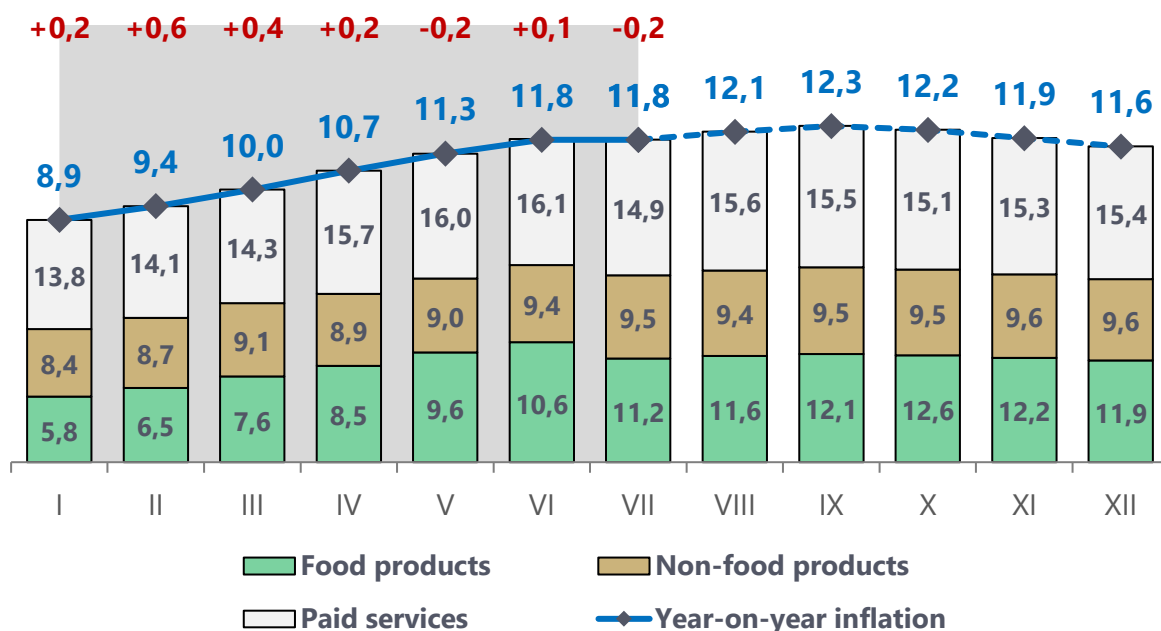
By inflation components:

Food products rose by **11,2%** year-on-year and **0,7%** month-on-month (*previously 10.6 % and 0.9 %*);

Non-food products increased by **9,5%** year-on-year and **0,8%** month-on-month (*previously 9.4 % and 0.9 %*);

Paid services went up by **14,9%** year-on-year and **0,5%** month-on-month (*previously 16.1 % and 0.8 %*).

Chart: Comparison of actual inflation with BCC Invest forecast



Source: BNS data, BCC Invest analysis

Against the backdrop of ongoing pressure from **service prices**, a significant additional **pro-inflationary factor** in July was the **tenge’s notable depreciation** against the US dollar. However, its short-term impact is likely to be **smoothed out by seasonality**: in summer, most food products become cheaper due to increased domestic supply. Nevertheless, the weakening of the national currency may provide a **delayed impulse** to inflation in the coming months, especially for **imported goods and components**.

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The Monetary Policy Committee [previously highlighted](#) the mounting pressure from food prices. This may emerge as one of the key factors in favor of raising the policy rate. At present, under BCC Invest's base scenario, the policy rate is expected to remain at 16.5% (*the decision is scheduled for August 29, 2025*).

We will continue to closely monitor the price dynamics of socially significant food products, as they form a substantial part of the consumer basket and directly influence inflation expectations. The monetary policy scenario will be updated if necessary.

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