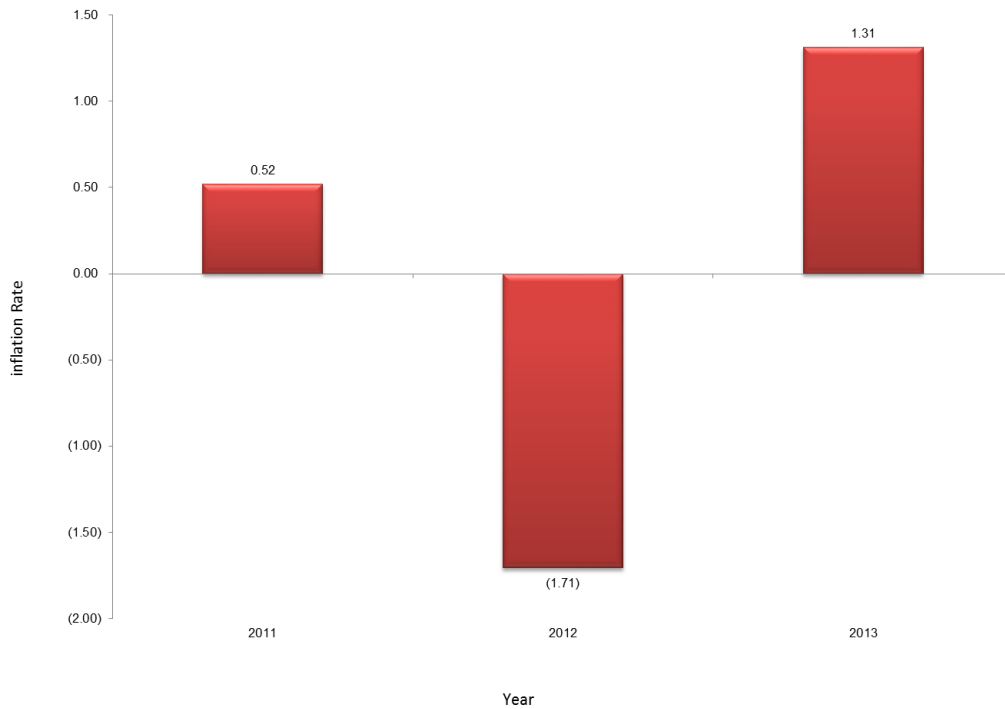


Inflation in Consumer Price Index Emirate of Dubai 2013

Consumer Price Index considered as a principal base to show inflation indicator, which measure the periodic changes in goods and services prices during a specific period of time. The general increases in prices (Consumer Price Index) measure economic inflation and a direct measurement of purchasing power of money in various financial operations which include goods and services. Inflation is usually calculate monthly and compared with the previous period. It depends on base year, where weights of goods and services calculated according to families' expenditure on these goods and services. 2007 is chosen as a base year by using this year family expenditures and income survey results. Based on this, goods and services have been divided into 12 main expenditure groups, according to Classification of Individual Consumption According to Purpose (COICOP).



General Inflation

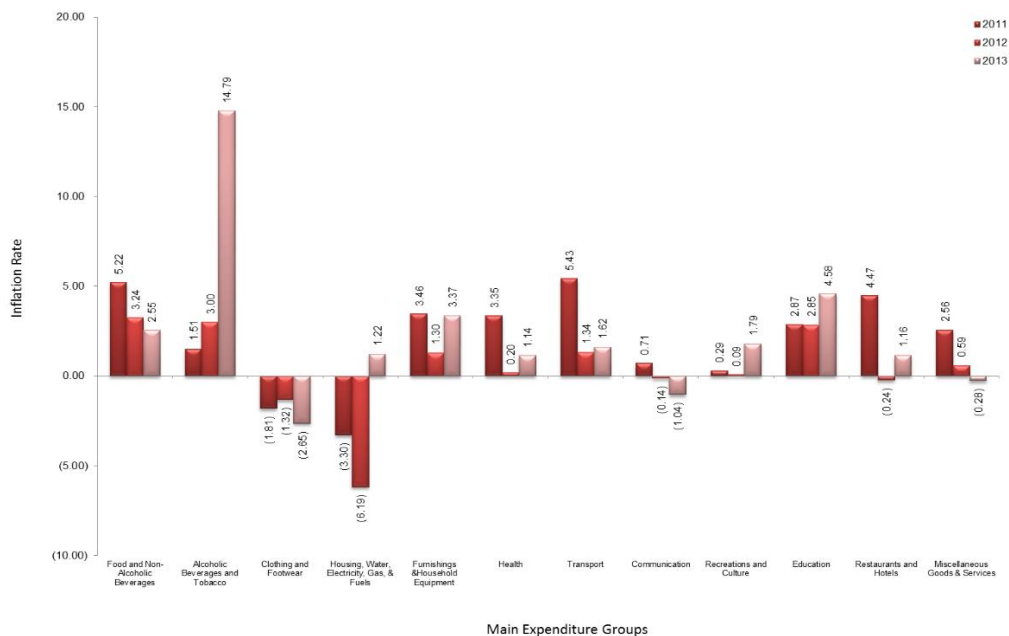
Inflation rate of 2013 amounted to 1.31% compared to 2012, due to an increase in the prices of Alcoholic Beverages and Tobacco group by 14.79%, Education group by 4.58%, Furnishings, Household Equipment and Routine Household Maintenance group by 3.37%, Food and Non-Alcoholic Beverages group by 2.55%, Receptions and Culture group by 1.79%, Transport group by 1.62%, Housing, Water, Electricity, Gas, and other Fuels group by 1.22%, Restaurants and Hotels group by 1.16% and Health group by 1.14%. On the other hand, inflation rate for Clothing and Footwear group declined by 2.65%, Communication group by 1.04% and Miscellaneous Goods and Services group declined by 0.28%. As illustrated in table (1) and chart (1).

Table 1 | Inflation Rate for Main Expenditure Groups 2011 - 2013

Expenditure groups	Weight	2011	2012	2013
Inflation (General number)	100.00	0.52	(1.71)	1.31
Food and Non-Alcoholic Beverages	11.08	5.22	3.24	2.55
Alcoholic Beverages and Tobacco	0.24	1.51	3.00	14.79
Clothing and Footwear	5.52	(1.81)	(1.32)	(2.65)
Housing, Water, Electricity, Gas, and other Fuels	43.70	(3.30)	(6.19)	1.22
Furnishings, Household Equipment and Routine Household Maintenance	3.34	3.46	1.30	3.37
Health	1.08	3.35	0.20	1.14
Transport	9.08	5.43	1.34	1.62
Communication	6.00	0.71	(0.14)	(1.04)
Receptions and Culture	4.24	0.29	0.09	1.79
Education	4.09	2.87	2.85	4.58
Restaurants and Hotels	5.48	4.47	(0.24)	1.16
Miscellaneous Goods and Services	6.15	2.56	0.59	(0.28)

2007 = 100

Chart 1 | Inflation Rate for Main Expenditure Groups 2011 - 2013



Food and Non-Alcoholic Beverages

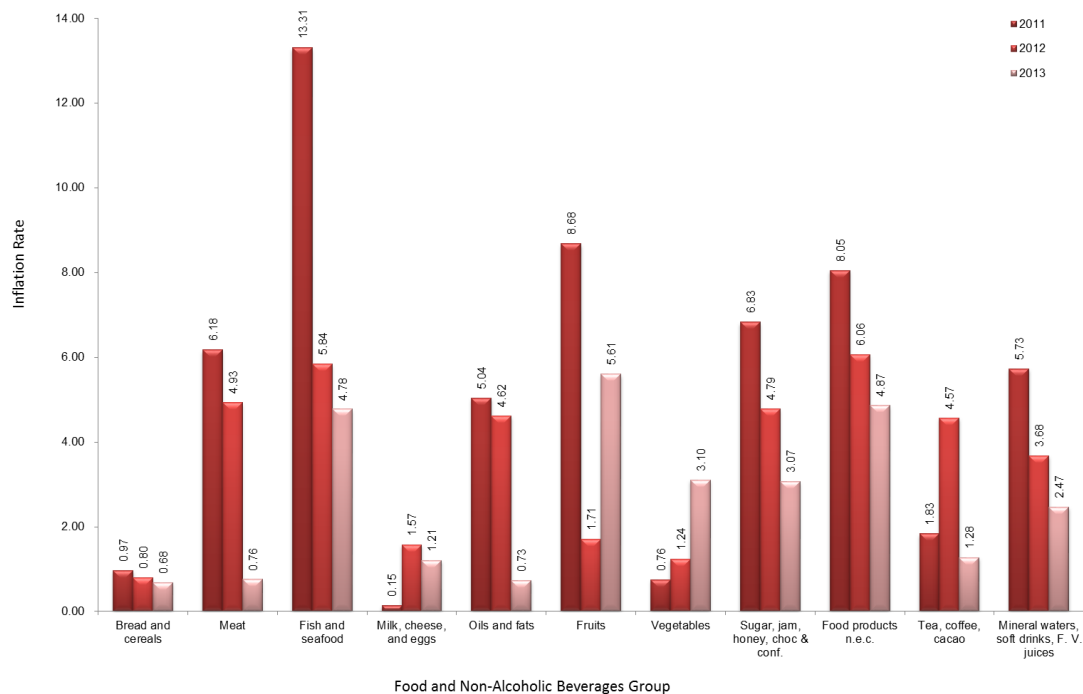
Food and Non-Alcoholic Beverages group inflation rate amounted to 2.55%, with highest increase in the prices of Fruits by 5.61%, followed by an increase in the prices of Food Products n.e.c by 4.87%, then an increase by 4.78% in the prices of Fish and seafood. As illustrated in table (2) and chart (2).

Table 2 | Inflation Rate for Food and Non-Alcoholic Beverages group 2011 - 2013

Expenditure groups	Weight	2011	2012	2013
Food and non-alcoholic beverages	11.08	5.22	3.24	2.55
Bread and cereals	1.45	0.97	0.80	0.68
Meat	2.10	6.18	4.93	0.76
Fish and seafood	1.20	13.31	5.84	4.78
Milk, cheese and eggs	1.27	0.15	1.57	1.21
Oils and fats	0.39	5.04	4.62	0.73
Fruits	1.32	8.68	1.71	5.61
Vegetables	1.25	0.76	1.24	3.10
Sugar, jam, honey, chocolate and confectionery	0.58	6.83	4.79	3.07
Food products n.e.c.	0.32	8.05	6.06	4.87
Tea, coffee and cacao	0.30	1.83	4.57	1.28
Mineral waters, soft drinks, fruits and vegetables juices	0.90	5.73	3.68	2.47

2007 = 100

Chart 2 | Inflation Rate for Food and Non-Alcoholic Beverages group 2011 – 2013



Alcoholic Beverages and Tobacco

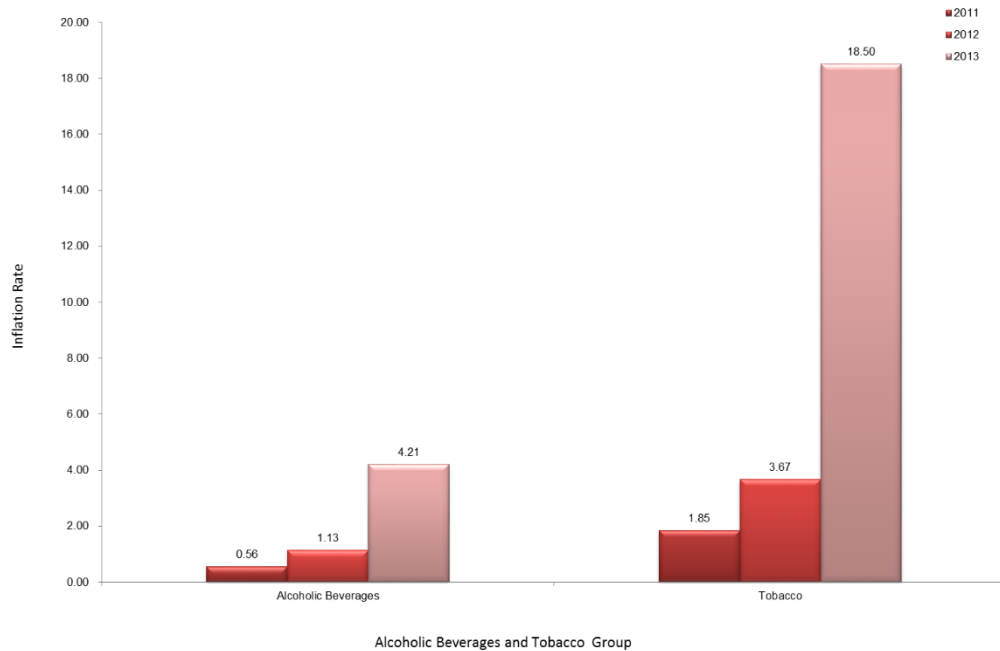
Alcoholic Beverages and Tobacco group inflation rate reached 14.79%, due to an increase in the prices of Tobacco by 18.50% and the prices of Alcoholic Beverages by 4.21%. As illustrated in table (3) and chart (3).

Table 3 | Inflation Rate for Alcoholic Beverages and Tobacco group 2011 - 2013

Expenditure groups	Weight	2011	2012	2013
Alcoholic Beverages and Tobacco	0.24	1.51	3.00	14.79
Alcoholic Beverages	0.06	0.56	1.13	4.21
Tobacco	0.18	1.85	3.67	18.50

2007 = 100

Chart 3 | Inflation Rate for Alcoholic Beverages and Tobacco group 2011 – 2013



Clothing and Footwear

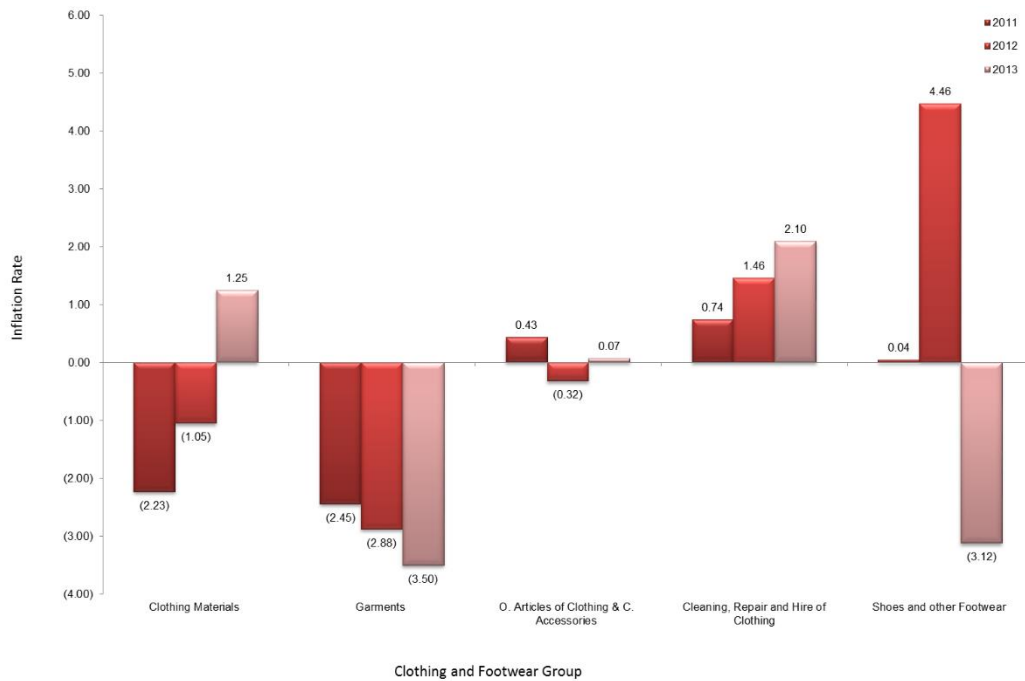
Clothing and Footwear group deflation rate reached 2.65%. Due to a drop in Garments prices by 3.50% and a decreased in Shoes and other Footwear prices by 3.12%. As illustrated in table (4) and chart (4).

Table 4 | Inflation Rate for Clothing and Footwear group 2011 - 2013

Expenditure groups	Weight	2011	2012	2013
Clothing and Footwear	5.52	(1.81)	(1.32)	(2.65)
Clothing Materials	0.34	(2.23)	(1.05)	1.25
Garments	3.77	(2.45)	(2.88)	(3.50)
Other Articles of Clothing and Clothing Accessories	0.06	0.43	(0.32)	0.07
Cleaning, Repair and Hire of Clothing	0.39	0.74	1.46	2.10
Shoes and other Footwear	0.96	0.04	4.46	(3.12)

2007 = 100

Chart 4 | Inflation Rate for Clothing and Footwear group 2011 - 2013



Housing, Water, Electricity, Gas, and other Fuels

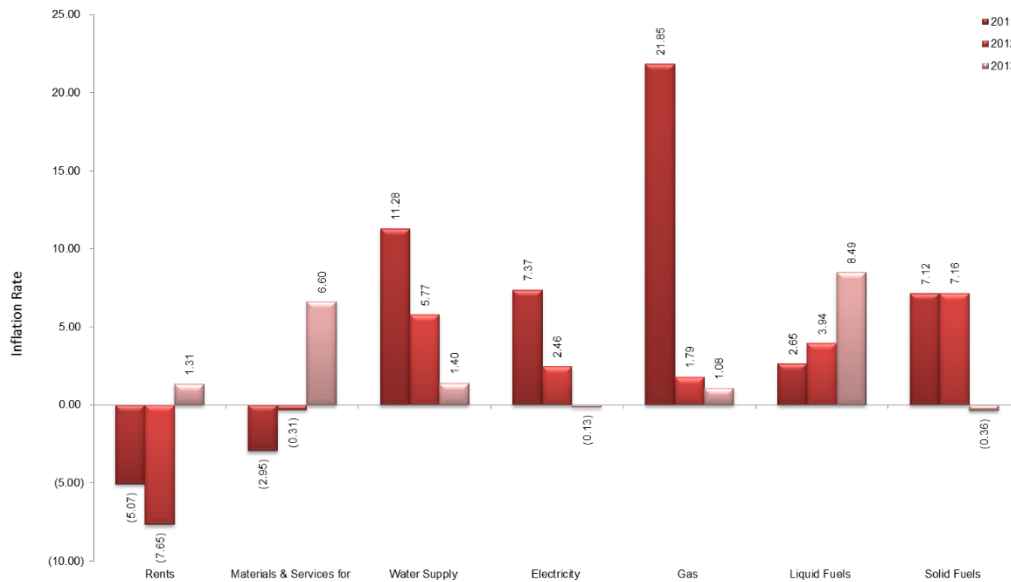
Housing, Water, Electricity, Gas, and other Fuels group inflation rate amounted to 1.22%, with highest increase in the prices of Liquid Fuels by 8.49%, followed by an increase in the prices of Materials & Services for the Maintenance and Repair of the Dwelling by 6.60%, then an increase by 1.40% in the prices of Water Supply and an increase in the prices of Rents by 1.31%. As illustrated in table (5) and chart (5).

Table 5 | Inflation Rate for Housing, Water, Electricity, Gas, and other Fuels group 2011 - 2013

Expenditure groups	Weight	2011	2012	2013
Housing, Water, Electricity, Gas, and other Fuels	43.70	(3.30)	(6.19)	1.22
Rents	38.33	(5.07)	(7.65)	1.31
Materials & Services for the Maintenance and Repair of the Dwelling	0.22	(2.95)	(0.31)	6.60
Water Supply	1.41	11.28	5.77	1.40
Electricity	3.19	7.37	2.46	(0.13)
Gas	0.51	21.85	1.79	1.08
Liquid Fuels	0.02	2.65	3.94	8.49
Solid Fuels	0.02	7.12	7.16	(0.36)

2007 = 100

Chart 5 | Inflation Rate for Housing, Water, Electricity, Gas, and other Fuels group 2011 - 2013



Housing, Water, Electricity, Gas, and other Fuels Group

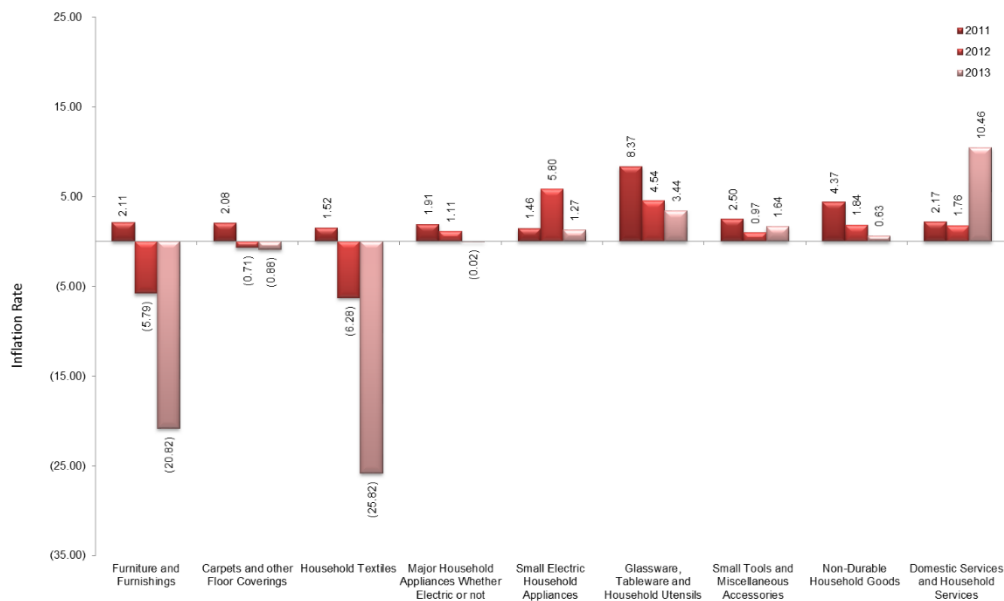
Furnishings, Household Equipment and Routine Household Maintenance

Furnishings, Household Equipment and Routine Household Maintenance group inflation rate reached 3.37%, due to an increase in the prices of Domestic Services and Household Services by 10.46%, followed by prices of Glassware, Tableware and Household Utensils by 3.44%, then an increase in the prices of Small Tools and Miscellaneous Accessories by 1.64%. As illustrated in table (6) and chart (6).

Table 6 | Inflation Rate for Furnishings, Household Equipment and Routine Household Maintenance group 2011-2013

Expenditure groups	Weight	2011	2012	2013
Furnishings, Household Equipment and Routine Household Maintenance	3.34	3.46	1.30	3.37
Furniture and Furnishings	0.37	2.11	(5.79)	(20.82)
Carpets and other Floor Coverings	0.03	2.08	(0.71)	(0.88)
Household Textiles	0.07	1.52	(6.28)	(25.82)
Major Household Appliances Whether Electric or not	0.14	1.91	1.11	(0.02)
Small Electric Household Appliances	0.01	1.46	5.80	1.27
Glassware, Tableware and Household Utensils	0.40	8.37	4.54	3.44
Small Tools and Miscellaneous Accessories	0.04	2.50	0.97	1.64
Non-Durable Household Goods	0.61	4.37	1.84	0.63
Domestic Services and Household Services	1.67	2.17	1.76	10.46

Chart 6 | Inflation Rate for Furnishings, Household Equipment and Routine Household Maintenance group 2011 – 2013



Furnishings, Household Equipment and Routine Household Maintenance Group

Health

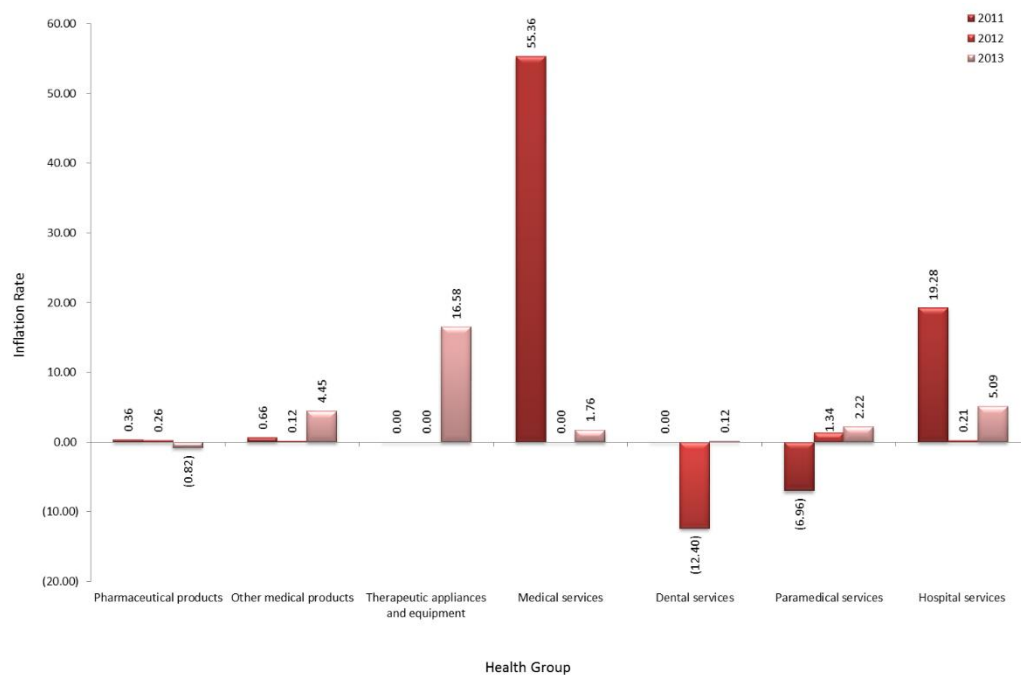
Health group inflation rate amounted to 1.14%, due to the raise in the prices of Therapeutic appliances and equipment by 16.58%, followed by Hospital services fees by 5.09%, then an increase in the prices of Other medical products by 4.45%. As illustrated in table (7) and chart (7).

Table 7 | Inflation Rate for Health group 2011 - 2013

Expenditure groups	Weight	2011	2012	2013
Health	1.08	3.35	0.20	1.14
Pharmaceutical products	0.73	0.36	0.26	(0.82)
Other medical products	0.04	0.66	0.12	4.45
Therapeutic appliances and equipment	0.02	-	-	16.58
Medical services	0.04	55.36	-	1.76
Dental services	0.02	-	(12.40)	0.12
Paramedical services	0.15	(6.96)	1.34	2.22
Hospital services	0.08	19.28	0.21	5.09

2007 = 100

Chart 7 | Inflation Rate for Health group 2011 – 2013



Transport

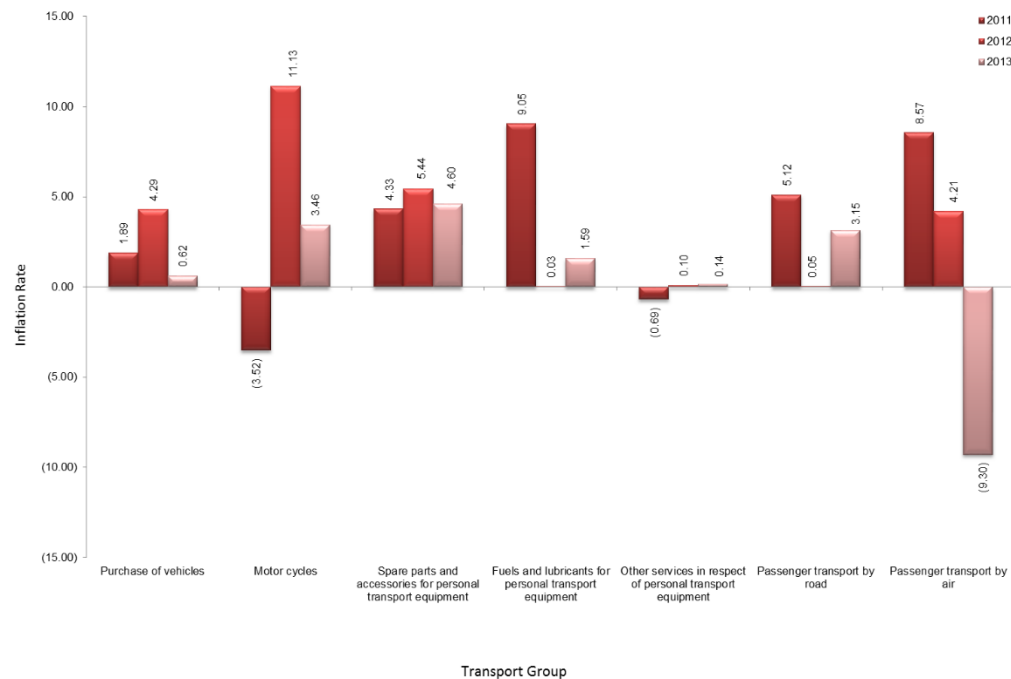
Transport group inflation rate reached 1.62%. As a result of an increase in the prices of Spare parts and accessories for personal transport equipment by 4.60%, followed by prices of Motor cycles by 3.46%, then an increase by 3.15% in the prices of Passenger transport by road. As illustrated in table (8) and chart (8).

Table 8 | Inflation Rate for Transport group 2011 - 2013

Expenditure groups	Weight	2011	2012	2013
Transport	9.08	5.43	1.34	1.62
Purchase of vehicles	1.17	1.89	4.29	0.62
Motor cycles	0.01	(3.52)	11.13	3.46
Spare parts and accessories for personal transport equipment	1.08	4.33	5.44	4.60
Fuels and lubricants for personal transport equipment	4.47	9.05	0.03	1.59
Maintenance and repair of personal transport equipment	1.41	-	-	-
Other services in respect of personal transport equipment	0.46	(0.69)	0.10	0.14
Passenger transport by road	0.39	5.12	0.05	3.15
Passenger transport by air	0.09	8.57	4.21	(9.30)

2007 = 100

Chart 8 | Inflation Rate for Transport group 2011 - 2013



Communication

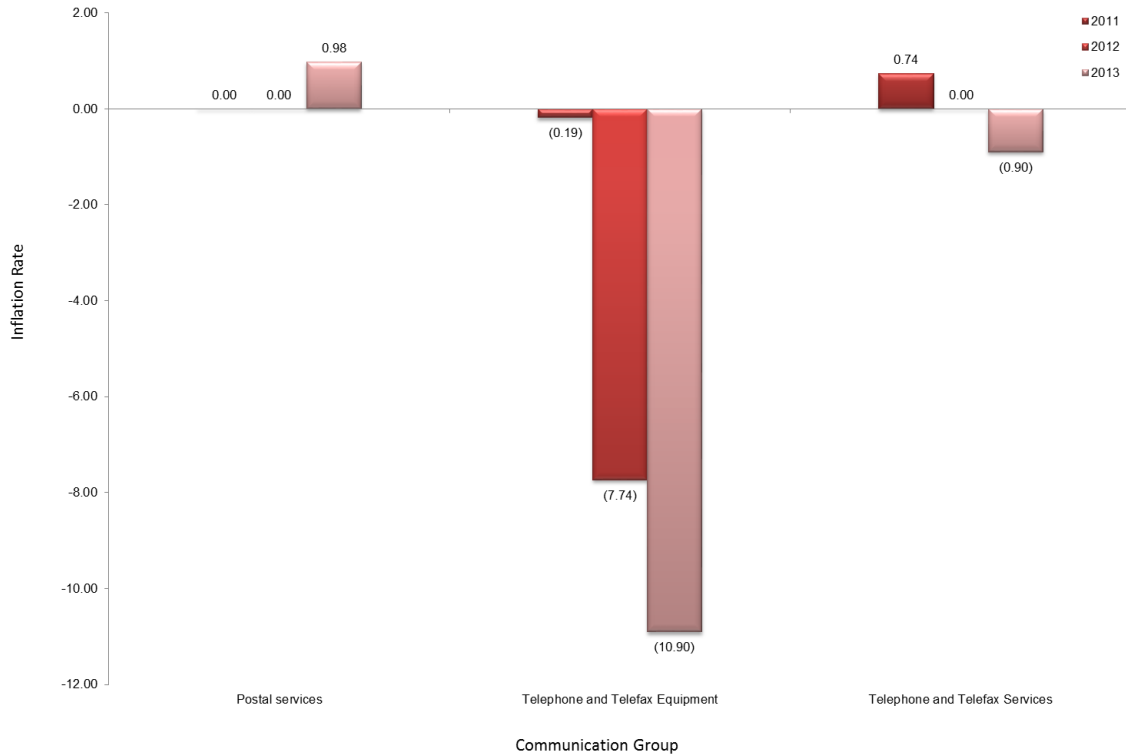
Communication group deflation rate amounted to 1.04%, due to the decline in the prices of Telephone and Telefax Equipment by 10.90% and prices of Telephone and Telefax Services by 0.90%. As illustrated in table (9) and chart (9).

Table 9 | Inflation Rate for communication group 2011 - 2013

Expenditure groups	Weight	2011	2012	2013
Communication	6.00	0.71	(0.14)	(1.04)
Postal Services	0.03	-	-	0.98
Telephone and Telefax Equipment	0.12	(0.19)	(7.74)	(10.90)
Telephone and Telefax Services	5.85	0.74	-	(0.90)

2007 = 100

Chart 9 | Inflation Rate for Communication group 2011 - 2013



Recreation and Culture

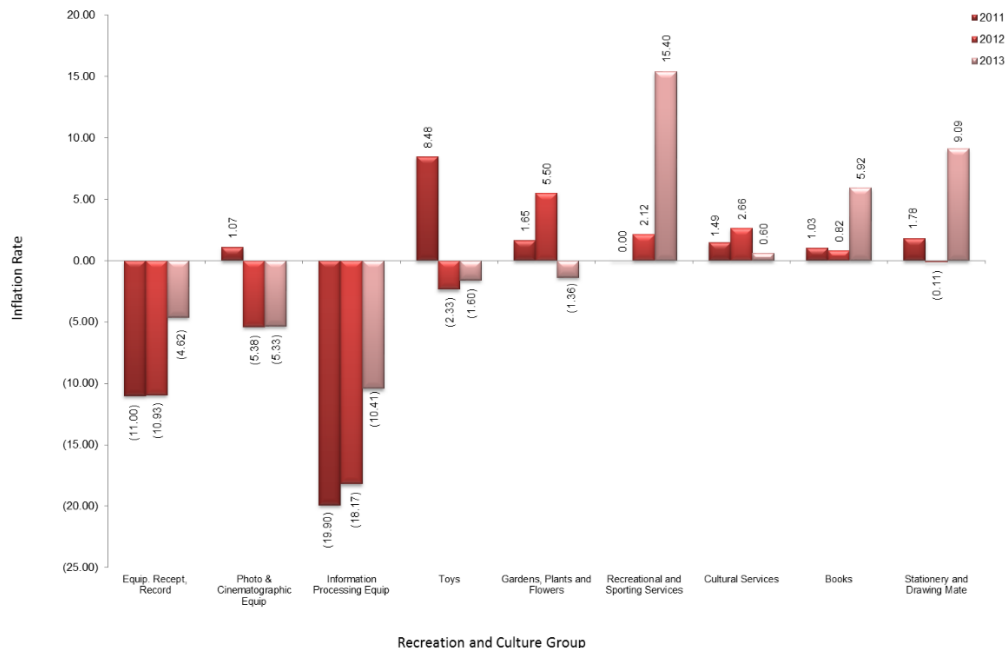
Recreation and Culture group inflation rate amounted to 1.79%, due to an increase in the prices of Recreational and Sporting Services by 15.40%, followed by Stationery and Drawing Materials prices by 9.09%, then an increase in the prices of Books by 5.92%. As illustrated in table (10) and chart (10).

Table 10 | Inflation Rate for Recreation and Culture group 2011 - 2013

Expenditure groups	Weight	2011	2012	2013
Recreation and Culture	4.24	0.29	0.09	1.79
Equipment for the Reception, Recording and Reproduction of Sound and Pictures	0.11	(11.00)	(10.93)	(4.62)
Photographic and Cinematographic Equipment and Optical Instruments	0.05	1.07	(5.38)	(5.33)
Information Processing Equipment	0.06	(19.90)	(18.17)	(10.41)
Toys	0.16	8.48	(2.33)	(1.60)
Gardens, Plants and Flowers	0.08	1.65	5.50	(1.36)
Recreational and Sporting Services	0.25	–	2.12	15.40
Cultural Services	0.61	1.49	2.66	0.60
Books	0.15	1.03	0.82	5.92
Newspapers and Periodicals	2.48	–	–	–
Stationery and Drawing Materials	0.29	1.78	(0.11)	9.09

2007 = 100

Chart 10 | Inflation Rate for Recreation and Culture group 2011 - 2013



Education

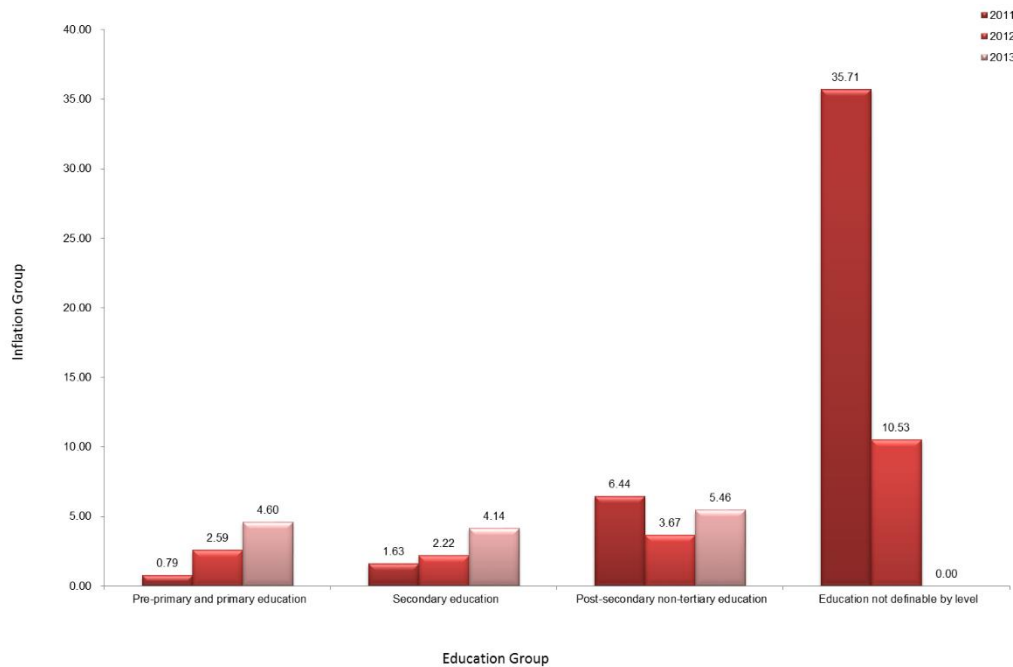
Education inflation rate has increased by 4.58%, due to an increase by 5.46% in the fees of Post-secondary non-tertiary education, followed by an increase in the fees of Pre-primary and primary education by 4.60% and by 4.14% the fees of Secondary education increased. It is worth to mention that the cost of education index (ECI) measures the operating expenses for schools. Its differs from the inflation in Consumer price index (CPI) - Education Group. Where Education inflation measures the changes in tuition fees of schools and Post-secondary non-tertiary level. As illustrated in table (11) and chart (11).

Table 11 | Inflation Rate for Education group 2011 - 2013

Expenditure groups	Weight	2011	2012	2013
Education	4.09	2.87	2.85	4.58
Pre-primary and primary education	1.61	0.79	2.59	4.60
Secondary education	1.47	1.63	2.22	4.14
Post-secondary non-tertiary education	0.96	6.44	3.67	5.46
Education not definable by level	0.05	35.71	10.53	-

2007 = 100

Chart 11 | Inflation Rate for Education group 2011 – 2013



Restaurants and Hotels

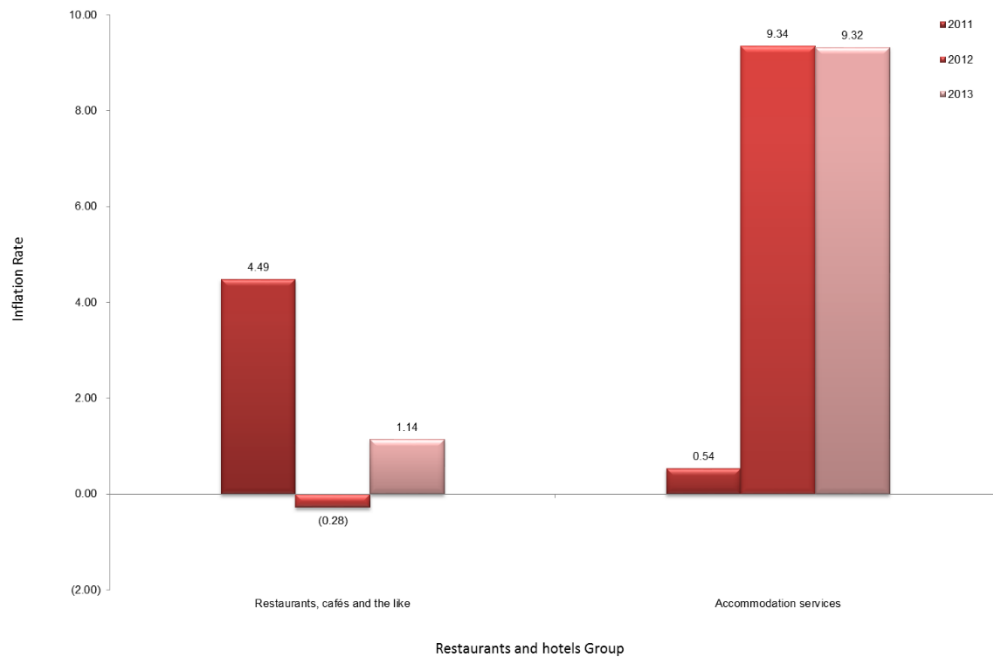
Restaurants and Hotels group records an inflation of 1.16%, due to an increase in the prices of Accommodation services by 9.32% and the prices of Restaurants, cafés and the like by 1.14%. As illustrated in table (12) and chart (12).

Table 12 | Inflation Rate for Restaurants and Hotels group 2011 - 2013

Expenditure groups	Weight	2011	2012	2013
Restaurants and Hotels	5.48	4.47	(0.24)	1.16
Restaurants, cafés and the like	5.45	4.49	(0.28)	1.14
Accommodation services	0.03	0.54	9.34	9.32

2007 = 100

Chart 12 | Inflation Rate for Restaurants and Hotels group 2011 - 2013



Miscellaneous Goods and Services

Miscellaneous Goods and Services group deflation rate reached 0.28%, due to a drop in Jewellery, Clocks and Watches prices by 10.87%, followed by a drop in Other Personal Effects prices by 3.33%, then a decrease by 1.41% in the prices of Transport Insurance. As illustrated in table (13) and chart (13).

Table 13 | Inflation Rate for Miscellaneous Goods and Services group 2011 - 2013

Expenditure groups	Weight	2011	2012	2013
Miscellaneous Goods and Services	6.15	2.56	0.59	(0.28)
Personal care Services	0.78	4.19	0.27	(0.31)
Electric Appliances for Personal Care	0.02	(2.77)	(3.19)	0.59
Other Appliances, Articles and Products for Personal Care	2.34	3.74	3.70	1.37
Jewellery, Clocks and Watches	0.29	19.87	3.87	(10.87)
Other Personal Effects	0.05	5.34	(0.73)	(3.33)
Health Insurance	0.41	-	-	-
Transport Insurance	1.53	(3.43)	(5.78)	(1.41)
Other Services n.e.c.	0.73	3.17	3.20	3.07

2007 = 100

Chart 13 | Inflation Rate for Miscellaneous Goods and Services group 2011 – 2013

