

ABS State Details, June quarter 2013

Source: ABS 5206.0, released 4 September 2013, 11:30 am AEST

Queensland's state final demand (SFD) grew by 0.6% in seasonally adjusted (sa) terms in June quarter 2013, to be 1.8% higher over the year.

Table 1: Queensland's state final demand
(June quarter 2013, sa)

	% Change		Contribution to SFD Growth	
	quarterly	annual	quarterly	annual
Chain Volume Measures*				
Private Final Demand	0.4	3.2	0.4	2.5
Household Consumption	0.5	2.4	0.3	1.2
Private Investment	0.3	4.7	0.1	1.2
Dwelling Investment	0.2	-7.2	0.0	-0.3
New Dwellings	-1.0	-2.6	0.0	-0.1
Alterations and Additions	1.8	-12.4	0.0	-0.3
Business Investment	-0.5	7.0	-0.1	1.3
Machinery and Equipment	-2.4	7.5	-0.2	0.5
New Engineering Construction	-4.3	1.9	-0.5	0.2
New Non-Residential Building	9.3	26.7	0.2	0.6
Public Final Demand	1.3	-2.8	0.3	-0.6
General Govt. Final Consumption	0.5	-0.9	0.1	-0.1
National	1.3	1.0	0.1	0.1
State and Local	0.2	-1.7	0.0	-0.2
General Govt. Investment	1.6	-4.2	0.1	-0.2
National	-1.8	-33.3	0.0	-0.4
State and Local	2.3	4.1	0.1	0.2
Public Corporation Investment	8.9	-15.8	0.1	-0.3
National	-2.2	11.5	0.0	0.0
State and Local	11.1	-18.9	0.1	-0.3
State Final Demand (SFD)	0.6	1.8	0.6	1.8
Overseas Exports of Goods	3.6	14.7	n.a.	n.a.
Overseas Imports of Goods	-3.8	-0.8	n.a.	n.a.

* Reference year for chain volume measure is 2010-11. Chain volume measures are not strictly additive. As such, there may be discrepancies associated with calculations based on the sum of components.

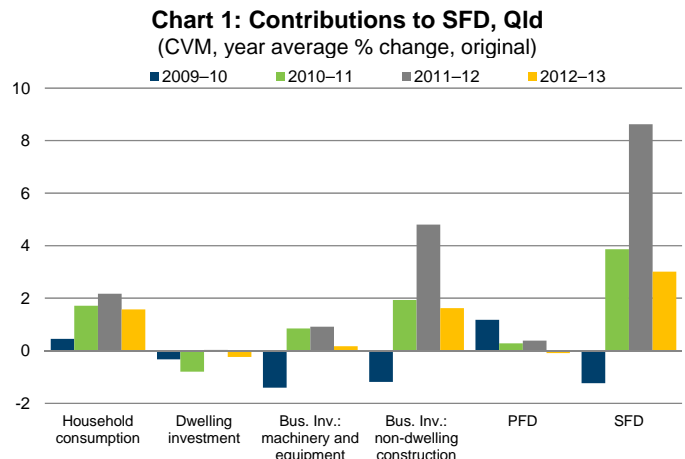
Reflecting slightly weaker employment levels, modest wages growth and weakening consumer sentiment, *household consumption* rose by 0.5% in June quarter 2013 compared with 0.8% in March quarter 2013, and was 2.4% stronger over the year. Expenditure on rent and other dwelling services (up 0.6%), furnishing and household equipment (up 2.3%), insurance and other financial services (1.5%) and purchases of vehicles (up 3.2%) contributed the most to household consumption growth in the quarter.

Dwelling investment increased by 0.2% in June quarter 2013, but was 7.2% lower over the year. Construction of new dwellings fell by 1.0% in the June quarter to register an annual fall of 2.6%. Alterations and additions increased by 1.8% in the June quarter, but fell by 12.4% over the year.

Business investment fell 0.5% in June quarter 2013, but was 7.0% higher over the year. Business investment in Queensland in the past two years has been driven by three major CSG-to-LNG projects, which in aggregate have a nominal construction value of over \$60 billion. After reaching a record high in March quarter 2013, *new engineering construction* fell by 4.3% in the June quarter.

Non-residential building construction (which includes shops, offices, etc., and is currently 14.0% of total business investment) increased 9.3% in the quarter, to be 26.7% higher than a year ago. Machinery and equipment investment fell by 2.4% in June quarter 2013, but was 7.5% higher over the year.

In 2012-13, SFD increased at a year average rate of 3.0%. The main contributions to growth were from non-dwelling construction and household consumption, while dwelling investment detracted slightly from SFD growth (see Chart 1).



Overseas exports of goods rose 3.6% in June quarter 2013 in real terms, after falling 3.8% in March quarter 2013. In year average terms, while the real value of exports rose 6.7%, the nominal value fell 15.2%, as lower world prices of key commodities and the strong A\$ weighed on returns to exporters.

Overseas imports of goods fell 3.8% in June quarter 2013. However, the ABS treatment of LNG imports has somewhat distorted this series in recent years, given that some imports associated with the LNG projects are accounted for at the national level, but have not been assigned at the state and territory levels.

Table 2: Interstate SFD/DFD growth comparison
(June quarter 2013, CVM)

	Trend		Seasonally adjusted	
	Quarterly % change	Annual % change	Quarterly % change	Annual % change
New South Wales	0.5	1.6	0.5	1.3
Victoria	0.2	0.1	0.0	0.1
Queensland	0.6	2.5	0.6	1.8
South Australia	0.6	-0.6	0.5	-1.3
Western Australia	-1.4	-2.2	1.3	-1.0
Tasmania	-0.5	-2.7	-0.3	-2.5
Australia	0.1	0.8	0.3	0.6

Note: ABS 5206.0 provides only SFD and international trade in goods. ABS 5220.0 State Accounts provides Gross State Product data on an annual basis.

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Great state. Great opportunity.

