



### Main Features

#### Jun Qtr 2007 Gross State Product (CVM, trend):

Queensland	↑ 1.9% (quarterly)	↑ 8.0% (annual)
Rest of Australia	↑ 1.0% (quarterly)	↑ 3.5% (annual)
Australia	↑ 1.2% (quarterly)	↑ 4.4% (annual)

#### 2006-07 Gross State/Domestic Product:

Queensland	↑ 6.8%
Rest of Australia	↑ 2.5%
Australian GDP	↑ 3.3%

### June quarter results

- The latest *Queensland State Accounts* show that in real trend terms, Queensland's Gross State Product (GSP) grew by 1.9% in June quarter 2007 following 2.2% growth in the March quarter. In comparison, economic growth for the Rest of Australia grew by 1.0%, unchanged from the previous quarter.
- Growth in domestic activity for Queensland eased slightly in the June quarter, with Gross State Expenditure rising 1.9%, following growth of 2.1% in the previous quarter. Domestic growth continues to be driven by household consumption and total investment.
- Household consumption growth remained steady in the June quarter at 0.9%.
- Dwelling investment in Queensland slowed to 1.7% in the June quarter, down from 2.7% in the previous quarter. In comparison, the Rest of Australia recorded 0.1% growth in the June quarter.
- General government investment rose 5.3% in June quarter 2007, to be 25.6% higher over the year.
- Growth in the external sector eased in the June quarter, with both exports and imports recording slower growth rates of 0.8% and 0.9% respectively. Consequently, net exports detracted 0.1% point from GSP.

### 2006-07 financial year results (preliminary)

- In year-average terms, Queensland's GSP rose 6.8% in 2006-07, 4.3% points higher than the growth recorded for the Rest of Australia. Growth for the Queensland economy has outperformed the Rest of Australia in each of the past 11 years.
- Gross state expenditure increased over the 2006-07 financial year, recording growth of 7.2%, up from 6.6% in 2005-06. Private investment and household consumption were the main drivers of domestic growth, contributing 3.7 and 2.0% points respectively.
- Dwelling investment in Queensland rose 10.1% over the 2006-07 financial year, significantly higher than the 1.4% growth in dwelling investment for the Rest of Australia.

- Public final demand eased slightly to 6.7% in 2006-07, down from 6.9% in 2005-06. Growth in 2006-07 was driven primarily by general government investment, up 26.8%.
- In year-average terms, export volumes increased 2.7%, up from 0.1% the previous year. Conversely, growth in import volumes slowed from 6.9% in 2005-06 to 4.8% in the 2006-07 financial year. Net exports detracted 1.0% point from economic growth in Queensland.

**Table 1: Components of Quarterly Economic Growth**

Chain Volume Measure	Queensland	Rest of Australia
	quarterly % change, trend	
Final consumption expenditure		
Households	0.9	1.1
General government	0.0	0.3
Gross fixed capital formation	4.0	3.6
Private	n.p.	n.p.
Dwellings	1.7	0.1
Other buildings and structures	n.p.	n.p.
Machinery and equipment	n.p.	n.p.
Public enterprises	n.p.	n.p.
General government	5.3	-1.1
<i>Gross state expenditure</i>	1.9	1.6
Exports of goods and services	0.8	0.7
Imports of goods and services	0.9	2.7
<i>Net exports (% point contribution to GSP growth)</i>	-0.1	-0.7
<b>Gross state product</b>	<b>1.9</b>	<b>1.0</b>
<b>Current Prices</b>		
Compensation of employees	2.1	2.3
Gross operating surplus and mixed income	2.5	1.3
Taxes less subsidies	1.7	1.5
<b>Gross state product</b>	<b>2.1</b>	<b>1.7</b>

*n.p. not available for publication, but included in totals where applicable, due to a trend break resulting from the privatisation of Telstra*

**Table 2: 2006-07 Economic Performance, Queensland**

Chain Volume Measure	2005-06	2006-07
	annual % change, original	
Household consumption	4.6	3.4
Private investment	12.2	14.1
Dwellings	1.6	10.1
Business Investment	22.2	19.1
Public Final Demand	6.9	6.7
Exports of goods and services	0.1	2.7
Imports of goods and services	6.9	4.8
<b>Gross State Product</b>	<b>4.5</b>	<b>6.8</b>

Full QSA details can be found at the OESR website:  
[www.oesr.qld.gov.au](http://www.oesr.qld.gov.au)