

### Main Features

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

Queensland	↑ 1.9% (quarterly)	↑ 8.7% (annual)
Rest of Australia	↑ 0.6% (quarterly)	↑ 2.9% (annual)
Australia	↑ 0.9% (quarterly)	↑ 4.0% (annual)

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

Queensland	↑ 5.6%
Rest of Australia	↑ 2.6%
Australian GDP	↑ 3.2%

### September quarter results

- The latest *Queensland State Accounts* show that in real trend terms, Queensland's Gross State Product (GSP) grew by 1.9% in September quarter 2007, following 2.4% growth in the June quarter. In comparison, economic growth for the Rest of Australia was 0.6%, down from 0.7% the previous quarter.
- Growth in domestic activity for Queensland eased slightly in the September quarter, with Gross State Expenditure rising 1.8%, following growth of 2.4% in the previous quarter. Domestic growth was driven by investment and household consumption expenditure, each contributing 0.9 percentage point to GSP growth.
- Household consumption growth, at 1.6%, increased in the September quarter, up from 1.5% growth in the previous quarter.
- Dwelling investment in Queensland declined 1.7% in the September quarter, following 0.2% growth in the previous quarter. In comparison, Rest of Australia recorded 0.6% growth in the September quarter.
- General government investment rose 6.8% in September quarter 2007, to be 28.4% higher over the year to the September quarter.
- Growth in the trade sector eased in the September quarter, with both exports and imports recording a moderation in growth rate to 0.2%. Consequently, net exports had a neutral impact on economic growth in September quarter 2007.

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

- In year-average terms, Queensland's GSP rose 5.6% in 2006-07, 3.0 percentage 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 7.5%, up from 5.9% in 2005-06. Private investment and household consumption were the main drivers of domestic growth, contributing 3.2 and 1.9 percentage points respectively.
- Dwelling investment in Queensland rose 8.2% over the 2006-07 financial year, significantly higher than the 0.4% growth in dwelling investment for the Rest of Australia.

- Public final demand grew by 10.6% in 2006-07, up from 5.6% in the previous year. Growth in 2006-07 was driven primarily by general government final consumption expenditure, which contributed 4.4 percentage points.
- In year-average terms, export volumes increased 2.7%, following a decline of 0.3% the previous year. Growth in import volumes also increased from 5.7% in 2005-06 to 8.5% in the 2006-07 financial year. Net exports detracted 2.1 percentage points 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	1.6	0.7
General government	0.2	0.7
Gross fixed capital formation	2.6	1.9
Private	n.p.	n.p.
Dwellings	-1.7	0.6
Other buildings and structures	n.p.	n.p.
Machinery and equipment	n.p.	n.p.
Public enterprises	n.p.	n.p.
General government	6.8	-1.6
Gross state expenditure	1.8	0.8
Exports of goods and services	0.2	0.9
Imports of goods and services	0.2	1.5
Net exports (% point contribution to GSP growth)	0.0	-0.3
<b>Gross state product</b>	<b>1.9</b>	<b>0.6</b>
<b>Current Prices</b>		
Compensation of employees	1.6	2.2
Gross operating surplus and mixed income	1.5	1.0
Taxes less subsidies	1.7	0.7
<b>Gross state product</b>	<b>1.5</b>	<b>1.6</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: Revised Economic Performance, Queensland

Chain Volume Measure	2005-06	2006-07
	annual % change, original	
Household consumption	4.6	3.4
Private investment	11.6	12.5
Dwellings	0.8	8.2
Business Investment	21.3	17.7
Public Final Demand	5.6	10.6
Gross state expenditure	5.9	7.5
Exports of goods and services	-0.3	2.7
Imports of goods and services	5.7	8.5
<b>Gross State Product</b>	<b>3.9</b>	<b>5.6</b>

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