

### Main Features

#### Jun Qtr 2008 Gross State Product (CVM, trend):

Queensland	↑ 0.4% (quarterly)	↑ 2.8% (annual)
Rest of Australia	↑ 0.5% (quarterly)	↑ 2.7% (annual)
Australia	↑ 0.5% (quarterly)	↑ 2.7% (annual)

#### 2007-08 Gross State/Domestic Product (preliminary):

Queensland	↑ 5.1%
Rest of Australia	↑ 3.4%
Australia GDP	↑ 3.7%

### June quarter results

The latest Queensland State Accounts show that in real trend terms, Queensland's Gross State Product (GSP) grew by 0.4% in June quarter 2008, to be 2.8% higher over the year to the June quarter.

Domestic economic activity continued to support Queensland growth, with Gross State Expenditure (GSE) rising 1.3% and contributing 1.4% points to economic growth.

Household consumption growth (up 0.5%) moderated in the June quarter, to be 3.6% higher over the year.

Total investment (public and private) continued to expand, rising 3.0% in the June quarter, to be 9.7% higher over the year.

Dwelling investment in Queensland rose 1.8% in the June quarter, to be 0.5% higher over the year.

State and local public sector investment rose 4.2% in the June quarter, to be 22.1% higher over the year.

On the trade side, net exports detracted 1.0% point from GSP growth in the June quarter.

### 2007-08 financial year results (preliminary)

In year-average terms, Queensland's GSP rose 5.1% in 2007-08 and was 1.7% points higher than the 3.4% growth in the Rest of Australia. Growth for the Queensland economy has outperformed the Rest of Australia in each of the past 12 years.

The growth of the Queensland economy in 2007-08 was driven by strong domestic final demand with GSE rising by 7.1%.

Household final consumption expenditure grew by 4.8% in 2007-08 and contributed 2.6% points to Queensland's growth, the largest single contributor to GSP.

Private gross fixed capital formation grew by 7.2% in 2007-08 and contributed 1.9% points to Queensland's GSP growth. Dwellings investment was the only private investment

component to decline (0.4%), with machinery and equipment up by 15.1% and other buildings and structures rising by 8.3%.

Public final demand grew by 10.7% in 2007-08, driven by strong growth in public investment and moderate growth in general government final consumption expenditure.

Net exports detracted 2.3% points from growth in 2007-08, as higher growth in imports of goods and services (8.0%) more than offset the growth in exports of goods and services (1.8%).

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

Chain Volume Measure	Queensland	Rest of Australia
	quarterly % change, trend	
Final consumption expenditure		
Households	0.5	0.4
General government	1.4	0.7
Gross fixed capital formation	3.0	2.1
Private	n.p.	n.p.
Dwellings	1.8	-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	3.0	5.6
Gross state expenditure	1.3	0.7
Exports of goods and services	0.5	2.1
Imports of goods and services	3.1	2.9
Net exports (% point contribution to GSP growth)	-1.0	-0.3
<b>Gross state product</b>	<b>0.4</b>	<b>0.5</b>

#### Current Prices

Compensation of employees	1.4	1.7
Gross operating surplus and mixed income	3.9	3.4
Taxes less subsidies	-0.7	-0.2
<b>Gross state product</b>	<b>2.4</b>	<b>2.4</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: 2007-08 Economic Performance, Queensland**

Chain Volume Measure	2006-07	2007-08 (p)
	annual % change, original	
Household consumption	3.7	4.8
Private investment	12.2	7.2
Dwellings	8.6	-0.4
Business Investment	16.1	12.1
Public Final Demand	9.9	10.7
Gross state expenditure	7.2	7.1
Exports of goods and services	2.9	1.8
Imports of goods and services	8.0	8.0
<b>Gross State Product</b>	<b>5.6</b>	<b>5.1</b>

(p) preliminary

Full QSA details can be found at the OESR website