

Main Features

September Quarter 2010 Gross State Product (CVM, trend):

Queensland	↑ 0.6% (quarterly) ↑ 3.2% (annual)
Rest of Australia	↑ 0.6% (quarterly) ↑ 2.7% (annual)
Australia	↑ 0.6% (quarterly) ↑ 2.8% (annual)

2009-10 Gross State/Domestic Product (Revised):

Queensland	↑ 2.0%
Rest of Australia	↑ 2.3%
Australia (GDP)	↑ 2.2%

September quarter results

The latest *Queensland State Accounts* show that in real trend terms, Queensland Gross State Product (GSP) grew 0.6% in September quarter 2010, to be 3.2% higher over the year.

Domestic economic activity for Queensland slowed, with Gross State Expenditure declining 0.7% in the September quarter, although it was 0.3% higher over the year.

Household consumption fell 0.2% in the September quarter, although it was 1.5% higher over the year.

Queensland *dwelling investment* decreased 1.8%, although it was 4.4% higher over the year. In contrast, dwelling investment in the Rest of Australia grew by 1.7% in the September quarter and by 6.4% over the year.

Queensland *business investment* (comprised of non-dwelling construction and machinery and equipment investment) increased 3.2% in the September quarter. Business investment has recorded growth for two quarters following declines in the previous six quarters.

Public final demand (comprised of general government consumption and investment, and public corporations investment) decreased 1.3% in the September quarter, although it was 1.3% higher over the year.

Net exports contributed 1.0% point to Queensland GSP growth in the September quarter. Lower imports (down 3.1%) more than offset declining exports (down 0.1%).

Revised 2009-10 financial year results

In year-average terms, Queensland GSP rose 2.0% in 2009-10, compared with Rest of Australia growth of 2.3%.

The growth of the Queensland economy in 2009-10 was driven by the trade sector, which more than offset lower domestic demand. Gross state expenditure declined 1.5% in 2009-10, following growth of 1.1% in the previous year.

Household final consumption expenditure grew 1.1% in 2009-10, similar to growth recorded in 2008-09.

Private investment fell 11.2% in 2009-10, following a fall of 1.9% in the previous year.

Within private investment, both dwelling and business investment fell in 2009-10 by 3.3% and 19.0% respectively. Further, within business investment, non-dwelling investment declined 14.2% and machinery and equipment fell 23.7%.

In contrast, public final demand grew 2.7% in 2009-10, driven by strong growth in general government investment (up 15.4%) and moderate growth in general government consumption (up 2.1%).

The trade sector (net exports) contributed 3.7% points to Queensland economic growth in 2009-10, after detracting 0.5% point from overall growth in the previous year.

A 6.8% increase in exports of goods and services was complemented by a 3.2% decline in imports of goods and services.

Table 1: Components of Quarterly Economic Growth

September quarter 2010	Queensland	Rest of Australia
	quarterly % change, trend	
Chain Volume Measures		
Household consumption	-0.2	1.1
Private investment	0.7	-0.4
Dwelling investment	-1.8	1.7
Business investment	3.2	-1.4
Public final demand	-1.3	1.3
General government consumption	0.6	0.9
Public corporations investment	-10.3	1.6
General government investment	-2.8	2.6
<i>Gross state expenditure</i>	-0.7	0.7
Exports of goods and services	-0.1	-0.7
<i>less Imports of goods and services</i>	-3.1	0.8
Gross state product ^(a)	0.6	0.6
<i>Net exports (% point contribution to GSP growth)</i>	1.0	-0.4
Current Prices		
Compensation of employees	1.7	2.2
Gross operating surplus and mixed income	4.4	0.1
Taxes less subsidies	-0.7	2.1
Gross state product ^(a)	3.0	2.2

(a) Includes statistical discrepancy.

Table 2: Year-average Economic Growth, Queensland

	2008-09 (r)	2009-10 (r)
Chain Volume Measures	year-avg % change, original	
Household consumption	1.0	1.1
Private investment	-1.9	-11.2
Dwelling investment	-9.0	-3.3
Business Investment	4.4	-19.0
Public final demand	6.3	2.7
<i>Gross state expenditure</i>	1.1	-1.5
Exports of goods and services	-0.8	6.8
<i>less Imports of goods and services</i>	0.5	-3.2
Gross state product ^(a)	0.6	2.0
<i>Net exports (% point contribution to GSP growth)</i>	-0.5	3.7

(r) Revised

(a) Includes statistical discrepancy.

Full QSA details can be found at the OESR website