

Main Features

June quarter 2011 Gross State Product (CVM, trend):

Queensland	↓ 0.1% (quarterly)	↓ 1.7% (annual)
Rest of Australia	↑ 0.3% (quarterly)	↑ 1.8% (annual)
Australia	↑ 0.2% (quarterly)	↑ 1.1% (annual)

2010-11 Gross State/Domestic Product (Preliminary):

Queensland	↑ 0.2%
Rest of Australia	↑ 2.3%
Australia (GDP)	↑ 1.8%

June quarter results

The latest *Queensland State Accounts* show that in real trend terms, Queensland Gross State Product (GSP) declined by 0.1% in June quarter 2011, to be down 1.7% over the year to June quarter 2011.

Domestic economic activity for Queensland continued to grow, with Gross State Expenditure (GSE) rising 2.5% in the June quarter to be 5.7% higher over the year.

Household consumption increased 0.9% in the June quarter to be 2.7% higher over the year.

Queensland *dwelling investment* remained weak, declining 1.8% in the June quarter to be 16.2% lower over the year.

Queensland *business investment* (comprised of non-dwelling construction and machinery and equipment investment) increased by a record 11.4% in the June quarter, to be 36.9% higher over the year.

Public final demand (comprised of general government consumption and investment, and public corporations investment) declined 0.7% in the June quarter to be 1.8% lower over the year to June quarter 2011.

Net exports detracted 2.5% points from economic growth in the June quarter. A decline in exports (down 4.1%) was complemented by a rise in imports (up 3.2%).

Preliminary 2010-11 financial year results

In year-average terms, Queensland GSP rose 0.2% in 2010-11, compared with Rest of Australia growth of 2.3%.

The growth of the Queensland economy in 2010-11 was driven by domestic demand, which more than offset lower public final demand and a detraction from the trade sector. Gross state expenditure increased 2.8% in 2010-11, a turnaround following a decline of 1.1% in the previous year.

Household final consumption expenditure grew 2.4% in 2010-11, following growth of 1.4 per cent in 2009-10.

Private investment rose 6.3% in 2010-11, a turnaround following a decline of 11.6% in the previous year. Business investment increased 20.0% which more than offset a 12.9% decline in dwelling investment.

Public final demand declined 0.4% in 2010-11, driven by declines in both public corporations investment (down 13.7%) and general government investment (down 8.5%).

The trade sector (net exports) detracted 2.8% points from Queensland economic growth in 2010-11, after contributing (3.6% points) to overall growth in the previous year.

A 7.8% decrease in exports of goods and services was partly offset by a 0.7% decline in imports of goods and services.

Table 1: Components of Quarterly Economic Growth

June quarter 2011	Queensland	Rest of Australia
	quarterly % change, trend	
Chain Volume Measures		
Household consumption	0.9	0.7
Private investment	7.0	0.7
Dwelling investment	-1.8	1.8
Business investment	11.4	0.2
Public final demand	-0.7	0.5
General government consumption	0.5	0.7
Public corporations investment	-11.7	0.9
General government investment	-0.1	-0.4
<i>Gross state expenditure</i>	2.5	1.0
Exports of goods and services	-4.1	0.4
<i>less Imports of goods and services</i>	3.2	2.7
Gross state product^(a)	-0.1	0.3
<i>Net exports (% point contribution to GSP growth)</i>	-2.6	-0.7
Current Prices		
Compensation of employees	1.8	2.1
Gross operating surplus and mixed income	1.1	0.8
Taxes less subsidies	1.3	2.0
Gross state product^(a)	1.5	1.6

(a) Includes statistical discrepancy.

Table 2: Year-average Economic Growth, Queensland

Chain Volume Measures	2009-10 (r)	2010-11 (p)
	year-avg % change, original	
Household consumption	1.4	2.4
Private investment	-11.6	6.3
Dwelling investment	-4.1	-12.9
Business Investment	-19.3	20.0
Public final demand	3.8	-0.4
<i>Gross state expenditure</i>	-1.1	2.8
Exports of goods and services	6.7	-7.8
<i>less Imports of goods and services</i>	-2.8	-0.7
Gross state product^(a)	2.2	0.2
<i>Net exports (% point contribution to GSP growth)</i>	3.6	-2.8

(r) Revised (p) Preliminary (a) Includes statistical discrepancy.

Full QSA details can be found at the OESR website