

Gross State Product (Average) (value, year on year % change, chain volume measure)

Northern Territory \$14.6B ↑ 3.9%
Australia \$1 084.2B ↑ 3.7%

NB: ABS constant dollar estimates are experimental and estimates are subject to substantial revision.

The ABS produces three measures of GSP; GSP (Production), GSP (Expenditure) and GSP (Income). The headline measure of GSP growth is GSP (Average), the average growth rate of the three measures. ABS reports that the headline measure of Northern Territory Gross State Product, GSP(A) increased by 3.9% to \$14 555M in 2007-08. Nationally, Gross Domestic Product (GDP) increased by 3.7%.

The Territory recorded the third highest GSP growth of the jurisdictions, behind Queensland and Western Australia which recorded growth of 5.3% and 5.2% respectively (Chart 1).

Gross State Product (Expenditure)

The latest data indicate that growth in the onshore economy strengthened in 2007-08, up by 3.8%, compared to 2.2% growth in 2006-07.

- Private household consumption increased by 4.7%, and public consumption expenditure increased by 3.6%.
- Private investment decreased by 0.8%, while public investment increased by 24.5%. The major contributors to public investment in 2007-08 were expenditures by state and local government (the record capital works program) as well as expenditures by public corporations.

In 2007-08 net exports of goods and services increased by 22.8% contributing 2.6 percentage points to growth in Territory GSP. This primarily reflects the increased export of mineral ores along with fewer manufactured goods imports.

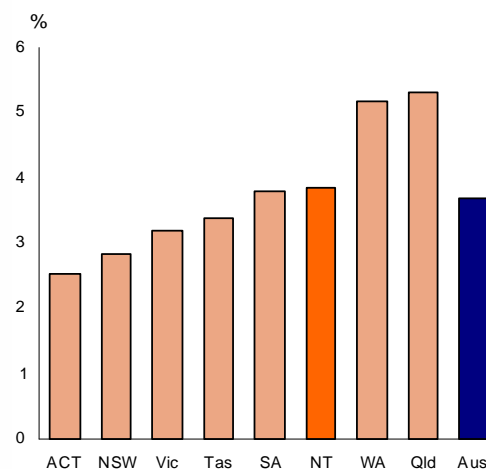
Reported Territory GSP growth of 3.9% in 2007-08 is higher than the 2.8% growth estimated by Treasury at the time of the 2008-09 Budget. The higher reported outcome in Territory GSP is largely due to the stronger level of business investment, particular purchases of machinery and equipment, than Treasury estimated at the time of the budget. In addition, imports of goods and services to the Territory fell by more than estimated at the time of the budget.

Gross State Product (Production)

Most industries in the Territory reported growth in gross value added in 2007-08, with the strongest growth in 'property and business services' (up by 15.9%), followed by 'cultural and recreation services' (up by 9.9%), 'communication services' (up by 8.8%), 'personal and other services' (up by 8.6%), 'manufacturing' (up by 7.9%) and 'health and community services' (up by 7.7%). The only industries to decline were 'accommodation, cafes and restaurants' (down by 4.5%) and 'mining' (down by 0.6%).

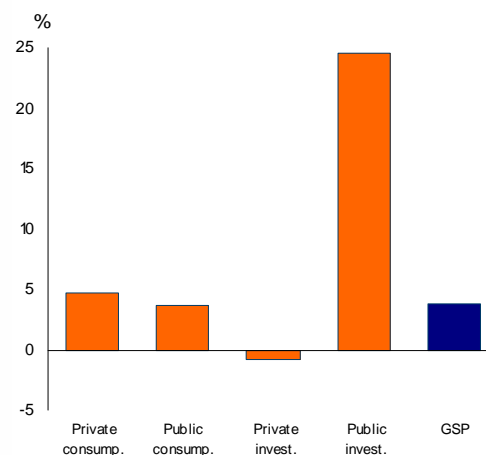
The mining industry continues to dominate the Northern Territory economy, and with gross value added of \$3.4B in 2007-08, represents 23.6% of GSP.

Chart 1: Gross State Product (A)
(year on year percentage change, chain volume)



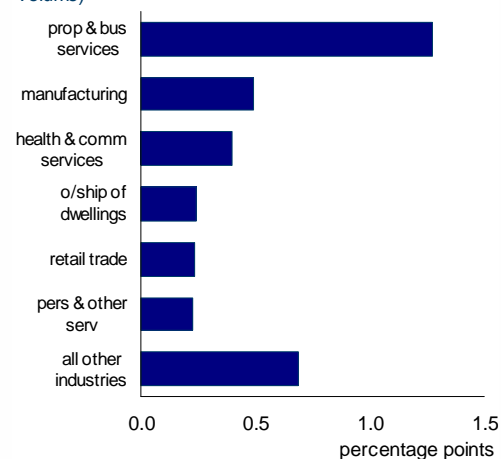
Source: ABS Cat. No. 5220.0

Chart 2: GSP(E) components
(year on year percentage change, chain volume)



Source: ABS Cat. No. 5220.0

Chart 3: GSP(P) by industry
(% point cont. to year on year growth, chain volume)



Source: ABS Cat. No. 5220.0

Gross State Product, Expenditure Measure (\$M, chain volume)

	2006-07	2007-08	change		
			\$M	%	% point cont.
Northern Territory	14 014	14 555	541	3.9%	3.9 ppt
consumption	10 628	11 079	451	4.2%	3.2 ppt
<i>private</i>	6 217	6 507	290	4.7%	2.1 ppt
<i>public</i>	4 411	4 572	161	3.6%	1.1 ppt
investment	4 470	4 590	120	2.7%	0.9 ppt
<i>private investment</i>	3 863	3 834	- 29	-0.8%	-0.2 ppt
- <i>business invest</i>	3 086	3 138	52	1.7%	0.4 ppt
<i>construction</i>	1 897	1 355	- 542	-28.6%	-3.9 ppt
<i>mach & equip</i>	693	1 270	577	83.3%	4.1 ppt
<i>livestock</i>	75	86	11	14.7%	0.1 ppt
<i>int fixed assets</i>	421	426	5	1.2%	0.0 ppt
- <i>dwellings</i>	610	554	- 56	-9.2%	-0.4 ppt
- <i>o/ship tr costs</i>	167	141	- 26	-15.6%	-0.2 ppt
<i>public investment</i>	607	756	149	24.5%	1.1 ppt
state final demand	15 098	15 669	571	3.8%	4.1 ppt
net goods	1 216	1 590	374	30.8%	2.7 ppt
<i>exports</i>	4 063	3 816	- 247	-6.1%	-1.8 ppt
<i>imports</i>	2 847	2 226	- 621	-21.8%	4.4 ppt
net services	376	365	- 11	-2.9%	-0.1 ppt
<i>exports</i>	732	727	- 5	-0.7%	0.0 ppt
<i>imports</i>	356	362	6	1.7%	0.0 ppt
net exports of goods and services	1 592	1 955	363	22.8%	2.6 ppt
balancing item	- 2 675	- 3 028	- 353	13.2%	-2.5 ppt
statistical discrepancy	0	- 41	- 41	n.a.	-0.3 ppt

Gross State Product, Production Measure (\$M, chain volume)

	2006-07	2007-08	change		
			\$M	%	% point cont.
Northern Territory	14 014	14 555	541	3.9%	3.9 ppt
agr, forestry & fish	261	266	5	1.9%	0.0 ppt
mining	3 453	3 434	- 19	-0.6%	-0.1 ppt
manufacturing	873	942	69	7.9%	0.5 ppt
elec, gas & water	209	211	2	1.0%	0.0 ppt
construction	984	988	4	0.4%	0.0 ppt
wholesale trade	280	282	2	0.7%	0.0 ppt
retail trade	463	496	33	7.1%	0.2 ppt
accom, cafes & rest	335	320	- 15	-4.5%	-0.1 ppt
transport & storage	730	745	15	2.1%	0.1 ppt
communication serv	283	308	25	8.8%	0.2 ppt
finance & insurance	442	467	25	5.7%	0.2 ppt
prop & bus serv	1 123	1 301	178	15.9%	1.3 ppt
gov admin & def	993	1 017	24	2.4%	0.2 ppt
education	498	505	7	1.4%	0.0 ppt
health & comm serv	724	780	56	7.7%	0.4 ppt
cultural & rec serv	213	234	21	9.9%	0.1 ppt
pers & other serv	371	403	32	8.6%	0.2 ppt
o/ship of dwellings	1 062	1 096	34	3.2%	0.2 ppt
taxes less sub	719	731	12	1.7%	0.1 ppt
statistical discrepancy	0	26	26	n.a.	0.2 ppt

Source: ABS. Cat. No. 5220.0

Although all due care has been exercised in the preparation of this material, no responsibility is accepted for any errors or omission.