

In 2008-09, the Territory recorded the strongest growth in State Final Demand (SFD) of all the jurisdictions, predominantly driven by strong growth in private investment and government spending.

Final Demand	NT	Aust
Change in the quarter (s.a.)	↓ 0.4%	↑ 0.8%
Year on year change (original)	↑ 6.2%	↑ 2.5%

In the June 2009 quarter, Territory SFD (adjusted for inflation) decreased by 0.4% compared with the previous quarter. This reflects a decrease in private investment expenditure, coming off the high levels reported in the previous three quarters. This was partly offset by an increase in public investment in the quarter.

In 2008-09, Territory SFD increased by 6.2%, the highest growth rate of the jurisdictions. The strong growth in the year was predominantly attributable to increased investment expenditure associated with work on major engineering projects. Nationally, growth in domestic final demand increased by 2.5% over this period (Chart 1).

Consumption	NT	Aust
Change in the quarter (s.a.)	↑ 0.9%	↑ 0.8%
Year on year change (original)	↑ 3.2%	↑ 1.9%

In the June 2009 quarter, seasonally adjusted consumption expenditure increased by 0.9% in the Territory compared to the previous quarter. This reflects a strong increase in household expenditure (up 1.1%).

In 2008-09, Territory consumption expenditure increased by 3.2% to \$11.5 billion (see Chart 2). The largest component of consumption expenditure is private consumption, which increased by 1.9% in 2008-09. Government consumption expenditure increased by 5.2% over the same period. Nationally, consumption expenditure increased by 1.9% in the year.

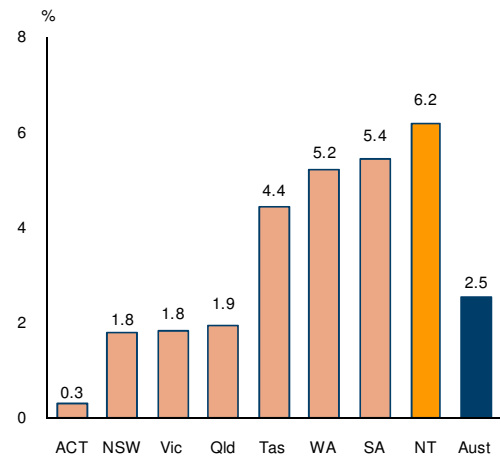
Investment	NT	Aust
Change in the quarter (s.a.)	↓ 3.6%	↑ 0.7%
Year on year change (original)	↑ 13.1%	↑ 4.2%

In seasonally adjusted terms, total investment expenditure in the Territory decreased by 3.6% to \$1.11B in the June 2009 quarter. Private sector investment, the largest component of total investment, decreased by 6.1% to \$919M in the quarter and detracted 1.5 percentage points from the Territory's growth. The fall was driven by increased risk aversion by investors and declining levels of machinery and equipment expenditure as major projects in the Territory near completion.

In 2008-09, total investment in the Territory increased by 13.1% to \$5.3B, remaining near historically high levels. In 2008-09 private investment increased 14.8% to \$4.5B (Chart 3), while public investment increased by 4.2% to \$787M, supported by a record Territory Government capital works program.

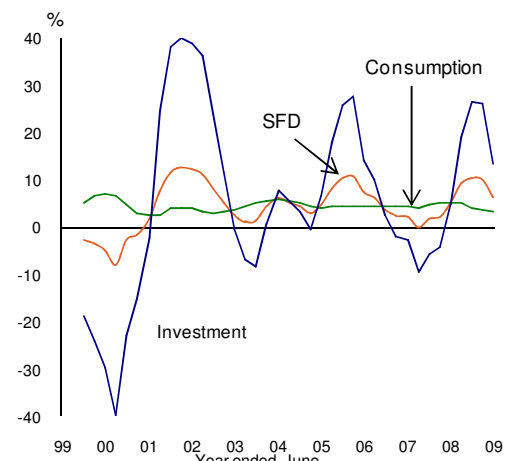
Nationally, investment expenditure increased by 0.7% in the June 2009 quarter and by 4.2% in 2008-09.

Chart 1: State Final Demand
(year on year percentage change, chain volume)



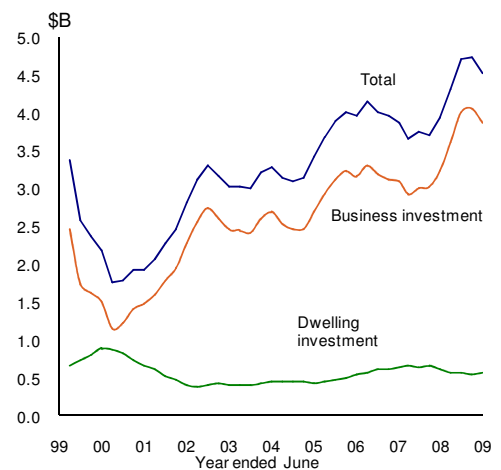
Source: ABS Cat. No. 5206.0

Chart 2: Territory State Final Demand
(year on year percentage change, chain volume)



Source: ABS Cat. No. 5206.0, NT Treasury

Chart 3: Territory Private Investment
(moving annual total, chain volume)



Source: ABS Cat. No. 5206.0, NT Treasury

State Final Demand (\$M, original, chain volume)

	June Quarter		% change		
	quarter	year to date	quarterly ¹	annual ²	year on year ³
Northern Territory	4 086	16 813	8.0%	-3.6%	6.2%
consumption	2 912	11 509	5.5%	2.7%	3.2%
<i>household</i>	1 683	6 701	7.1%	2.1%	1.9%
<i>government</i>	1 229	4 808	3.4%	3.6%	5.2%
investment	1 174	5 304	14.5%	-16.3%	13.1%
<i>private investment</i>	932	4 517	6.6%	-18.6%	14.8%
- <i>business invest</i>	769	3 858	3.1%	-20.1%	19.4%
- <i>non dwell. const.</i>	434	2 174	0.9%	-6.1%	49.5%
- <i>mach & equip</i>	192	1 175	0.5%	-52.2%	-7.5%
- <i>livestock</i>	23	92	0.0%	9.5%	9.5%
- <i>int fixed assets</i>	120	419	17.6%	53.8%	-1.9%
- <i>dwellings</i>	128	522	34.7%	-13.5%	-6.6%
- <i>o/ship tr costs</i>	35	138	6.1%	0.0%	-2.1%
<i>public investment</i>	242	787	60.3%	-5.8%	4.2%

State Final Demand (\$M, seasonally adjusted, chain volume)

	June Quarter		% change		
	quarter	year to date	quarterly ¹	annual ²	ppt contrib. ⁴
Northern Territory	4 018	16 824	-0.4%	-3.0%	-3.0
consumption	2 905	11 511	0.9%	2.7%	1.8
<i>household</i>	1 699	6 700	1.1%	2.0%	0.8
<i>government</i>	1 206	4 811	0.8%	3.6%	1.0
investment	1 113	5 312	-3.6%	-15.2%	-4.8
<i>private investment</i>	919	4 518	-6.1%	-17.1%	-4.6
- <i>business invest</i>	756	3 859	-9.1%	-18.4%	-4.1
- <i>non dwell. const.</i>	446	2 175	-0.9%	-5.5%	-0.6
- <i>mach & equip</i>	173	1 175	-27.3%	-52.2%	-4.6
- <i>livestock</i>	23	92	0.0%	9.5%	0.0
- <i>int fixed assets</i>	114	418	-5.8%	56.2%	1.0
- <i>dwellings</i>	127	522	13.4%	-13.0%	-0.5
- <i>o/ship tr costs</i>	36	139	2.9%	0.0%	0.0
<i>public investment</i>	194	794	10.2%	-4.9%	-0.2

¹ compares the latest month with the previous month

² compares the latest month with the same month last year

³ compares the 12 months up to and including the latest month with the previous 12 month period

⁴ percentage point contribution to annual percentage change

ppt = percentage point

Source: ABS Cat. No. 5206.0

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