

GDP
Q2: 2018

Gross domestic product

2nd quarter 2018

4 September 2018

Embargo: 11:30am



@StatsSA
#GDP

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GDP
Q2: 2018

GDP production



Photo: Rodger Bosch, www.mediaclubsouthafrica.com

GDP
Q2: 2018

Revisions for Q1: 2018

GDP production

Previous



in Q1: 2018
(quarter-on-quarter)
Seasonally adjusted and annualised

Revised



in Q1: 2018
(quarter-on-quarter)
Seasonally adjusted and annualised

GDP
Q2: 2018

Revisions for Q1: 2018

GDP production

Q1 2018	Previous	Revised	Diff	Previous	Revised	Diff
Industry	R'million			Q-Q growth		
Agriculture, forestry and fishing	78 967	76 567	-2 400	-24,2	-33,6	-9,5
Mining and quarrying	229 122	228 869	-253	-9,9	-10,3	-0,4
Manufacturing	383 150	382 806	-344	-6,4	-6,7	-0,3
Electricity, gas and water	65 133	65 252	119	-0,5	0,2	0,7
Construction	108 162	108 172	10	-1,9	-1,9	0,0
Trade, catering and accommodation	427 474	427 474	0	-3,1	-3,1	0,0
Transport, storage and communication	271 184	271 184	0	0,9	0,9	0,0
Finance, real estate and business services	640 883	640 883	0	1,1	1,1	0,0
General government services	480 862	480 954	93	1,8	1,9	0,1
Personal services	169 730	169 730	0	1,2	1,2	0,0
Total value added	2 854 666	2 851 891	-2 775	-2,4	-2,8	-0,4
Taxes less subsidies on products	285 224	284 465	-759	-0,4	-0,9	-0,5
GDP at market prices	3 139 890	3 136 356	-3 534	-2,2	-2,6	-0,4

GDP
Q2: 2018

Growth figures for Q2: 2018

Real GDP



in Q2: 2018
(quarter-on-quarter)
Seasonally adjusted and annualised

Real GDP



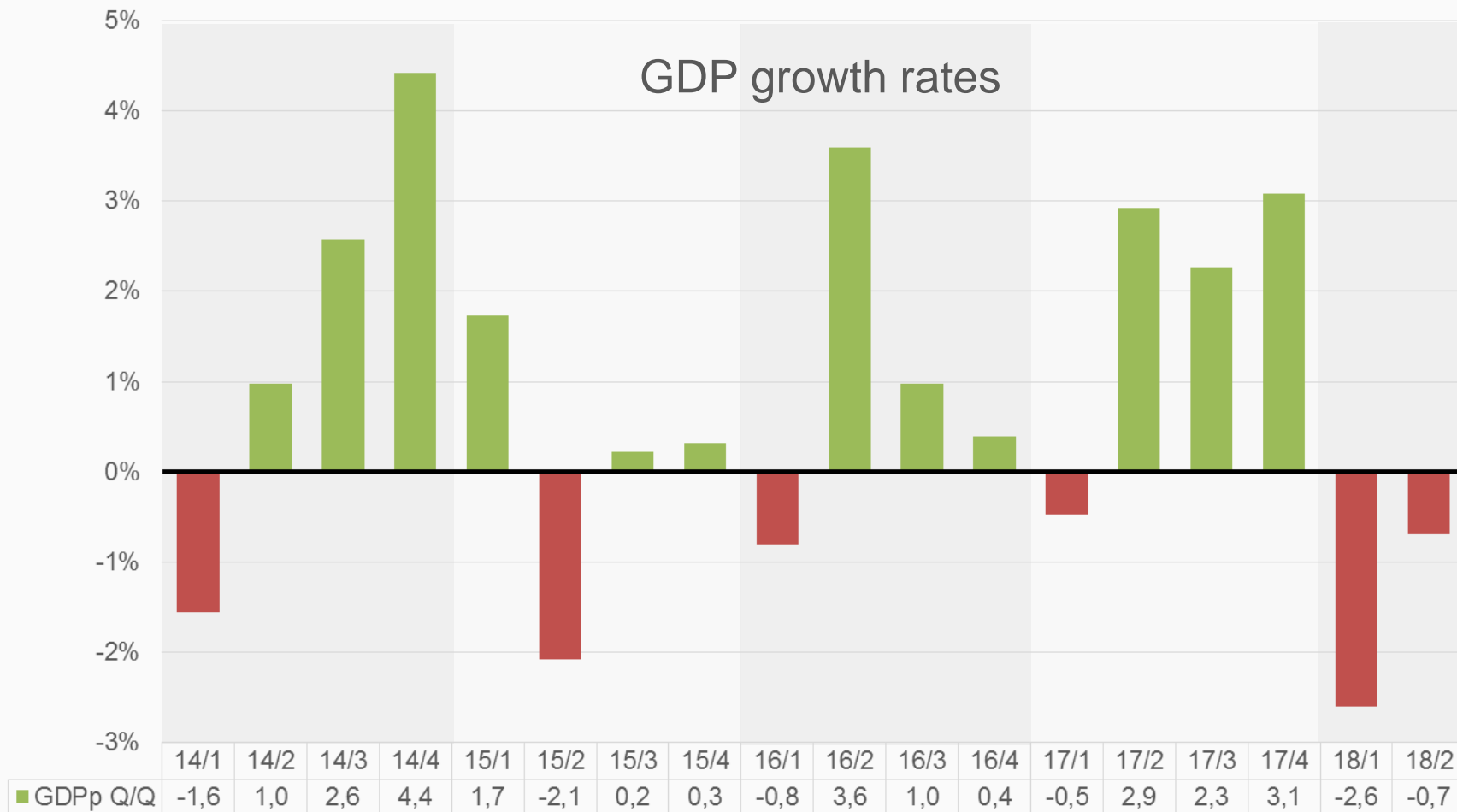
in Q2: 2018
(year-on-year)
unadjusted

Real GDP



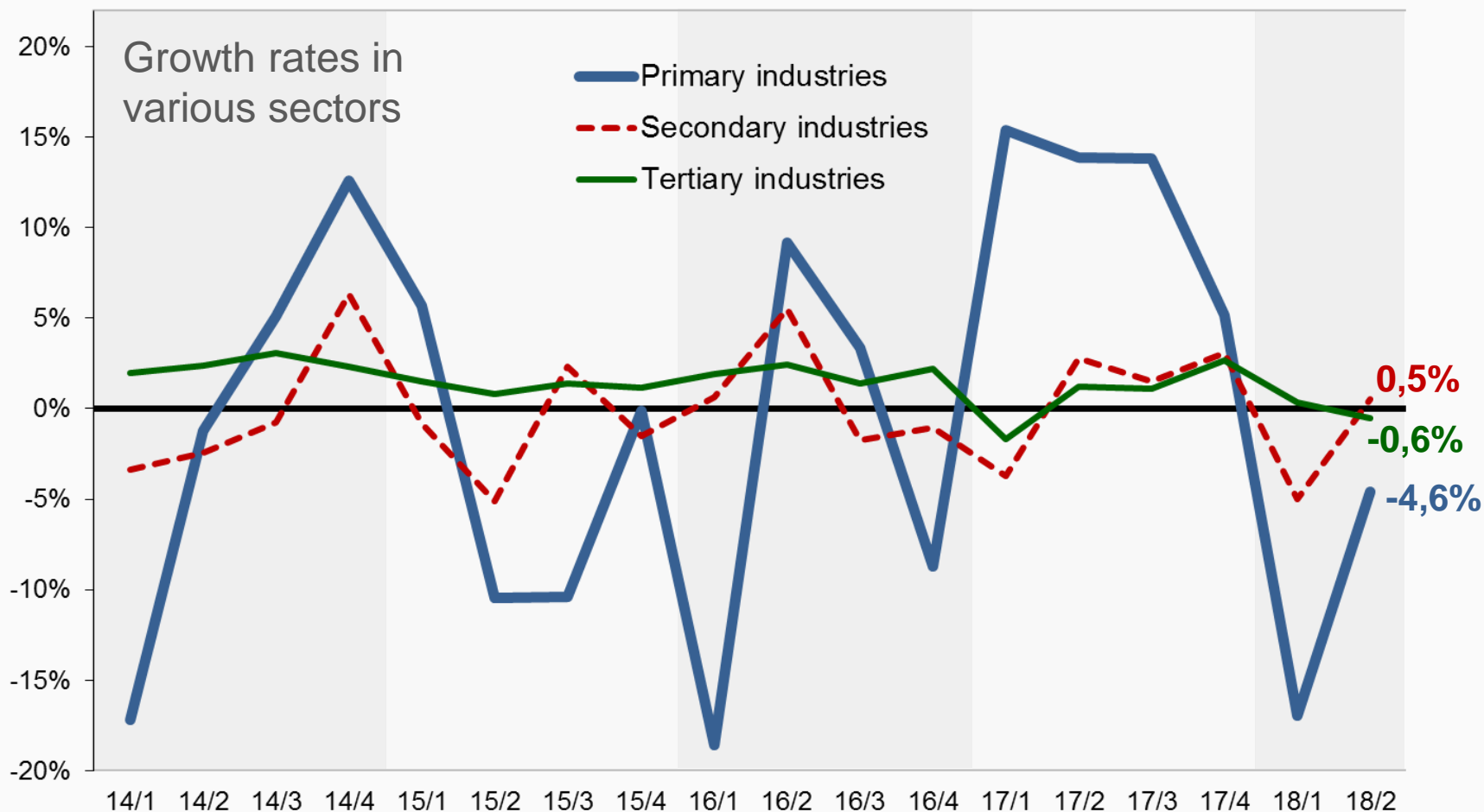
in Q2: 2018
(6 month-6 month)
Unadjusted, year-on-year

GDP
Q2: 2018



The decline in Q2: 2018 was largely a result of a fall in economic activity in agriculture, transport, trade and government
Quarter-on-quarter, seasonally adjusted and annualised

GDP
Q2: 2018

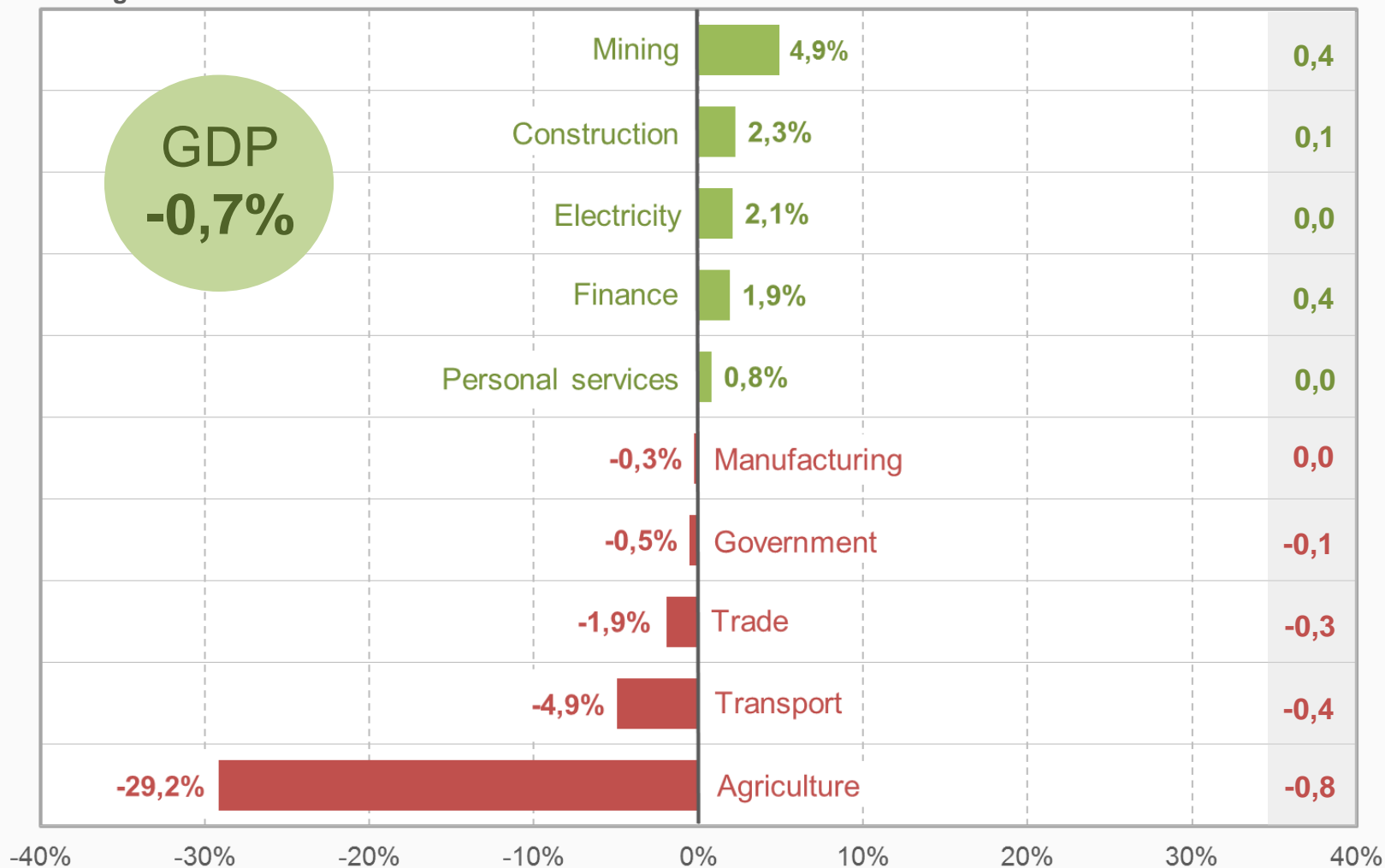


The primary and tertiary sectors recorded negative growth in Q2: 2018
Quarter-on-quarter, seasonally adjusted and annualised

GDP
Q2: 2018

LHS: growth rates

RHS: contributions



Growth rates by sector

Quarter-on-quarter, seasonally adjusted and annualised, Q2: 2018

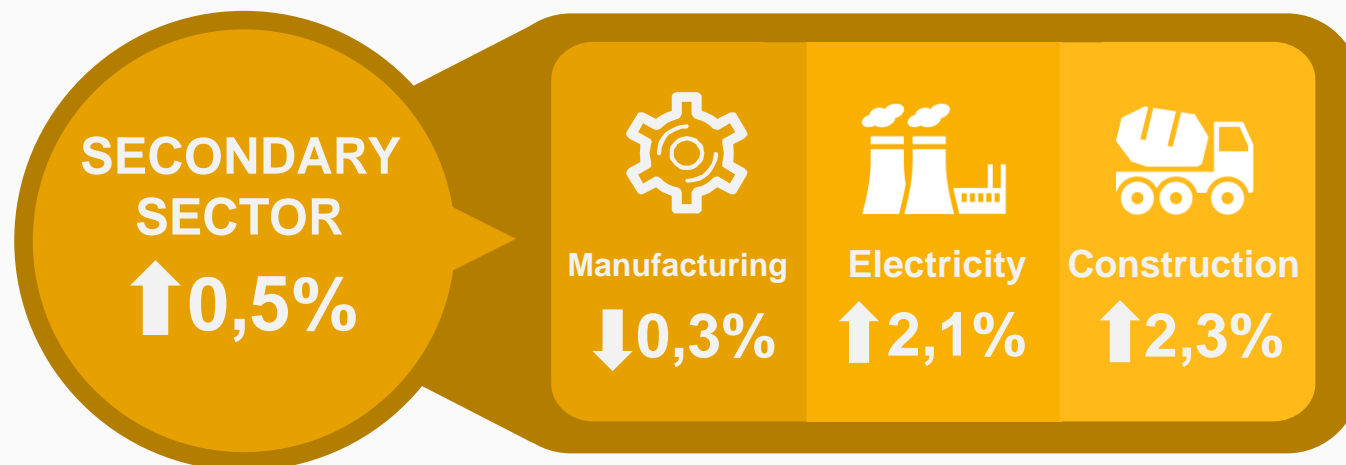


Agriculture: Decreased production was reported for field crops and horticultural products

Mining: Increased production was reported for 'other' metal ores, predominantly the platinum group metals, copper and nickel.

Growth rates by sector

Quarter-on-quarter, seasonally adjusted and annualised, Q2: 2018



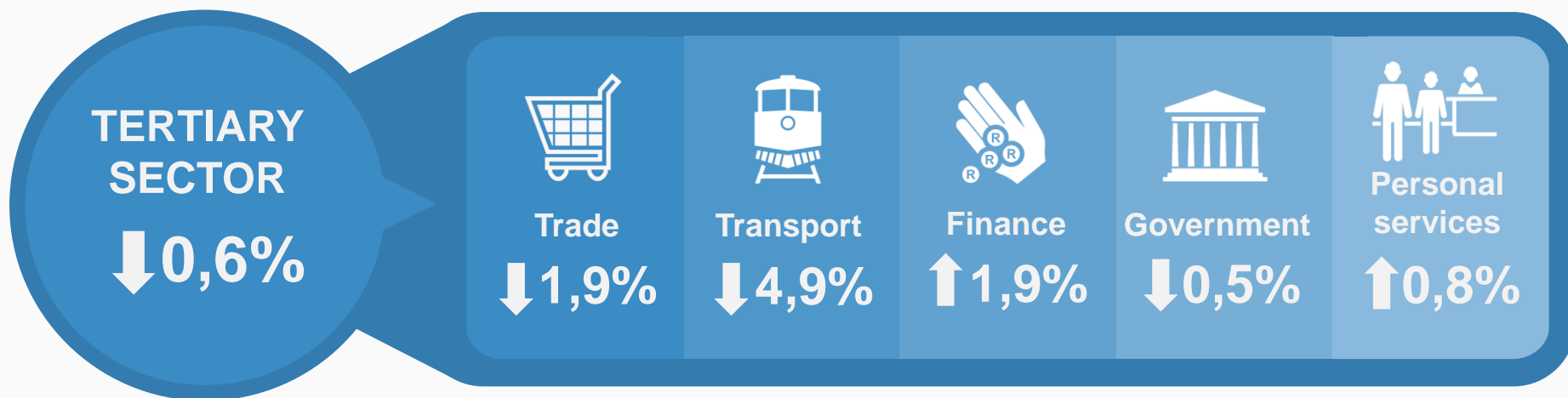
Manufacturing: Negative growth was largely driven by activities in (a) the motor vehicles, parts and accessories and other transport equipment division, and (b) the furniture and 'other' manufacturing division.

Electricity: Electricity consumed and distributed increased.

Construction: Non-residential buildings and construction works activities increased in Q2: 2018.

Growth rates by sector

Quarter-on-quarter, seasonally adjusted and annualised, Q2: 2018



Trade: Weaknesses in retail trade sales and motor trade sales contributed to the overall fall in trade.

Transport: Decreased activity was reported for land transport, air transport, and transport support services.

Finance: Financial intermediation, insurance and real estate activities contributed to the increase.

Government: The fall in government was partly attributed to decreasing employment numbers in the civil service.

GDP
Q2: 2018

Nominal GDP values for Q2: 2018

Nominal GDP estimated at **R1,236 trillion** for Q2: 2018,
R52 billion more than in Q1: 2018



Agriculture was up by R16 billion to R41 billion



Government was up by R11 billion to R198 billion



Electricity was up by R10 billion to R49 billion

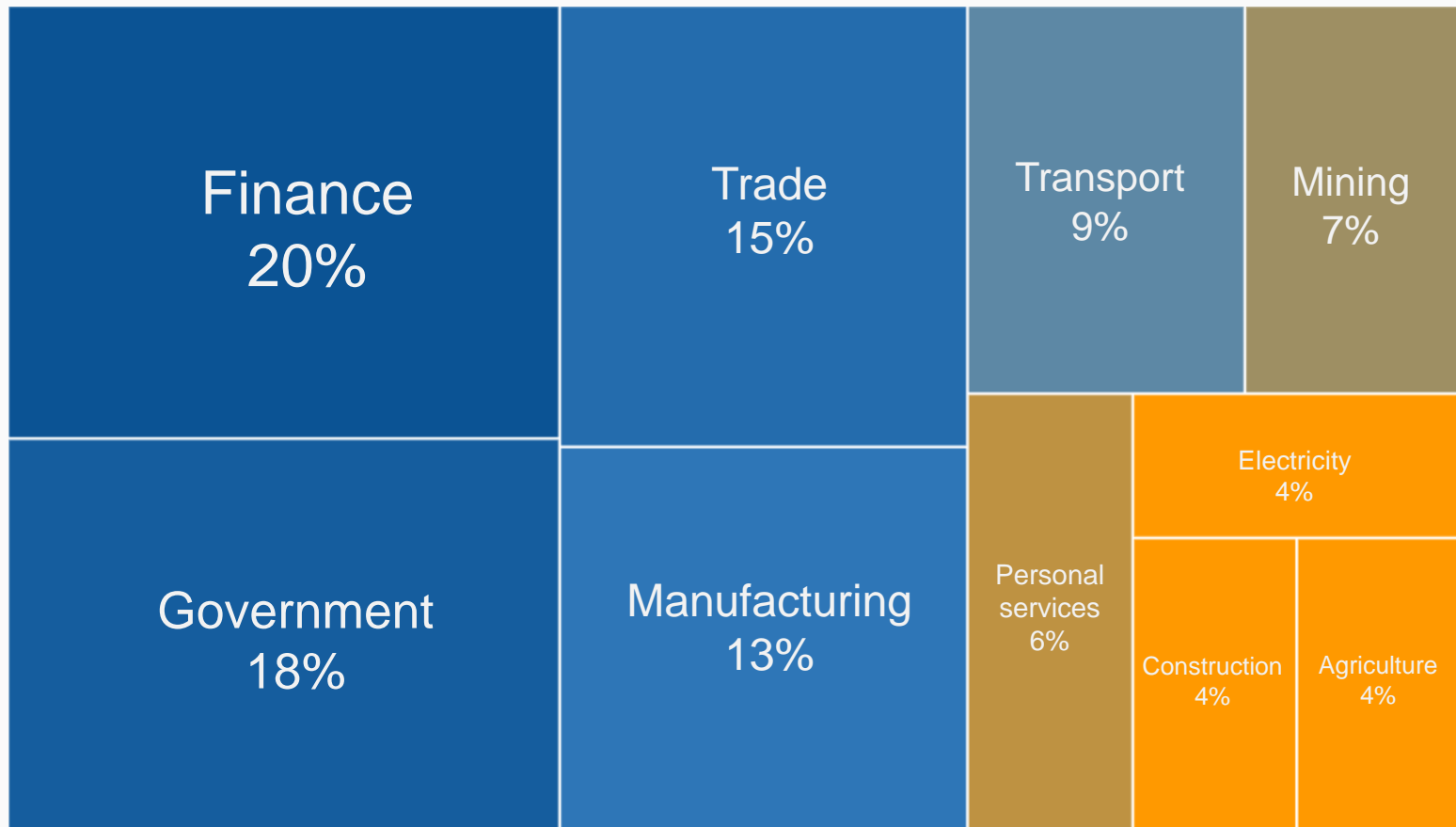


Mining was up R7 billion to R83 billion

GDP
Q2: 2018

Which are the largest (and smallest) industries in South Africa?

Percentage contribution to total nominal GDP in Q2: 2018



GDP
Q2: 2018

Expenditure on GDP



GDP
Q2: 2018

Revisions for Q1: 2018

Expenditure on GDP

Previous



in Q1: 2018
(quarter-on-quarter)
Seasonally adjusted and annualised



Revised



in Q1: 2018
(quarter-on-quarter)
Seasonally adjusted and annualised

GDP
Q2: 2018

Revisions for Q1: 2018

Expenditure on GDP

Q1 2018	Previous	Revised	Diff	Previous	Revised	Diff
Component	R'million			Q-Q growth		
HFCE	1 936 072	1 933 508	-2 564	1,5	1,0	-0,5
GFCE	638 476	638 888	412	1,2	1,4	0,3
GFCF	617 116	616 800	-316	-3,2	-3,4	-0,2
Change in inventories (R'billion)	11 633	8 794	-2 839			
Gross domestic expenditure	3 203 296	3 197 990	-5 306	0,6	0,8	0,2
Exports	898 499	896 087	-2 412	-16,5	-17,4	-0,9
Imports	964 685	953 656	-11 029	-6,5	-6,9	-0,4
Expenditure on GDP	3 137 110	3 140 421	3 311	-2,5	-2,6	-0,1

GDP
Q2: 2018

Growth figures for Q2: 2018

Expenditure
on GDP



in Q2: 2018
(quarter-on-quarter)
Seasonally adjusted and annualised

Expenditure
on GDP



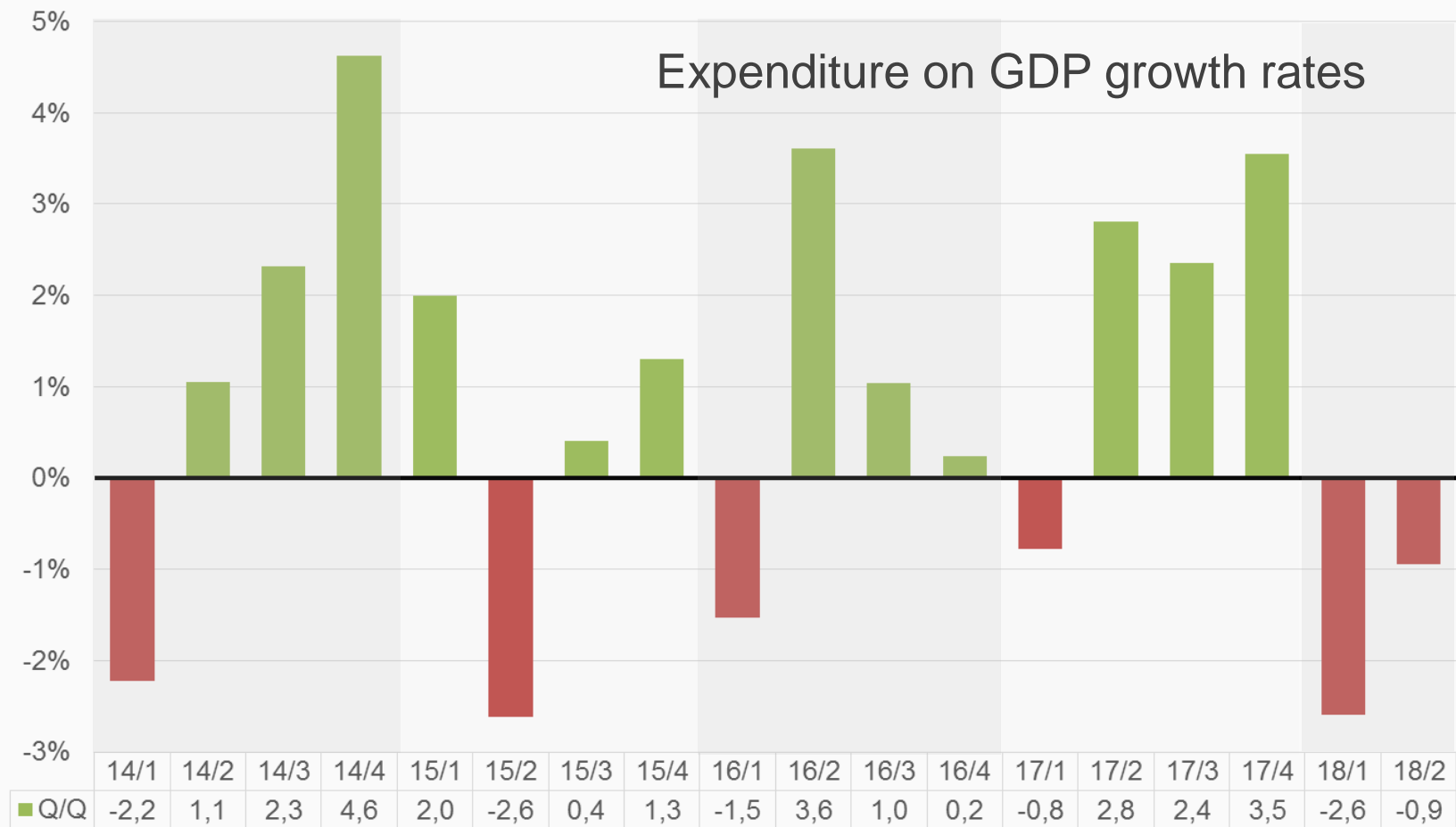
in Q2: 2018
(year-on-year)
Unadjusted

Expenditure
on GDP



in Q2: 2018
(6 month-6 month)
Unadjusted, year-on-year

GDP
Q2: 2018



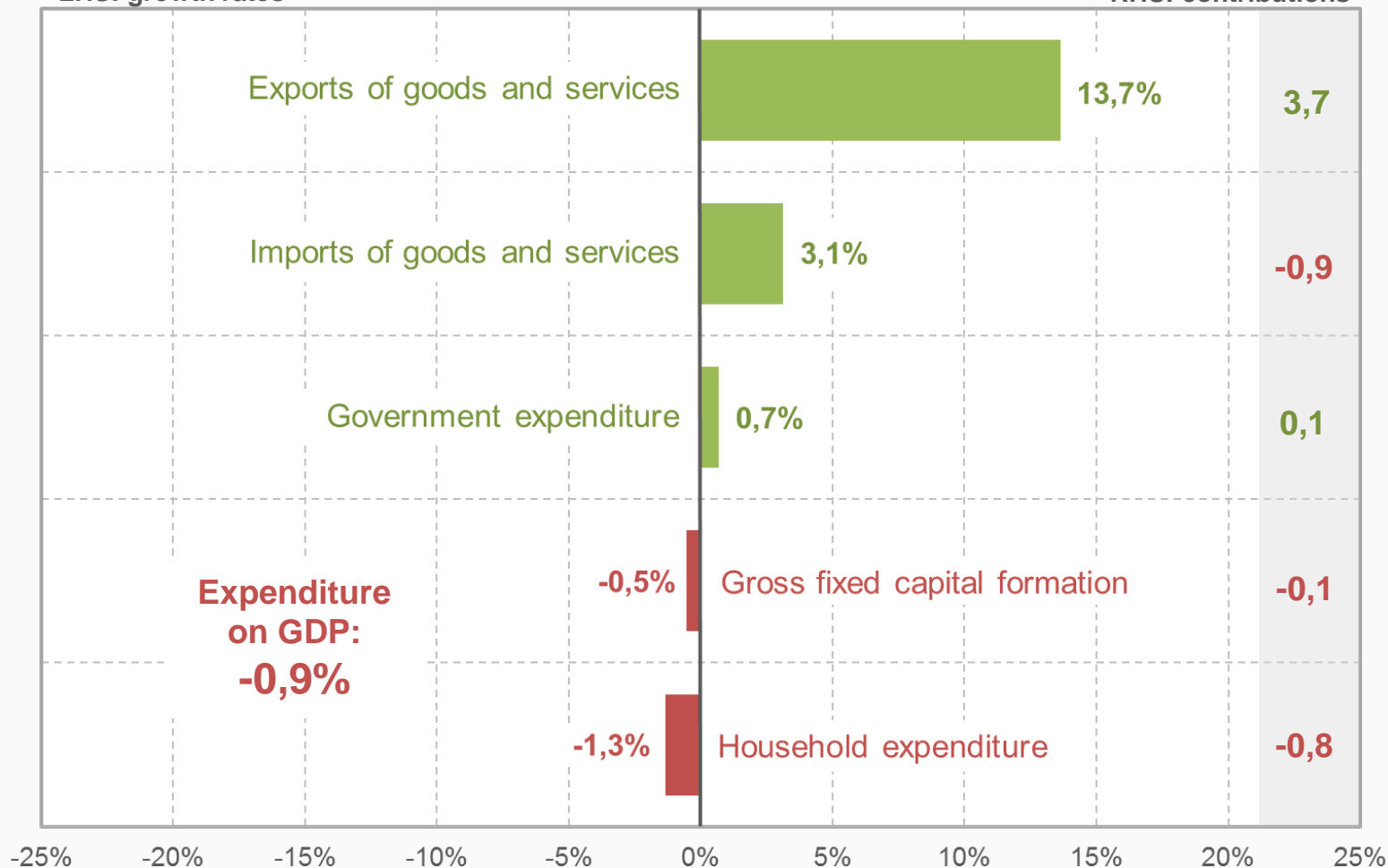
A large drawdown of inventories contributed to the decline in Q2: 2018. The increase in imports as well as decreases in final household consumption expenditure and gross fixed capital formation also contributed to the decline.

Quarter-on-quarter, seasonally adjusted and annualised

GDP
Q2: 2018

LHS: growth rates

RHS: contributions



Change in inventories: -R14,2 billion (contribution: -2,9 percentage points)

Weak consumption expenditure as well as a drawdown of manufacturing and mining inventories contributed to the decline in Q2: 2018

Quarter-on-quarter, seasonally adjusted, annualised

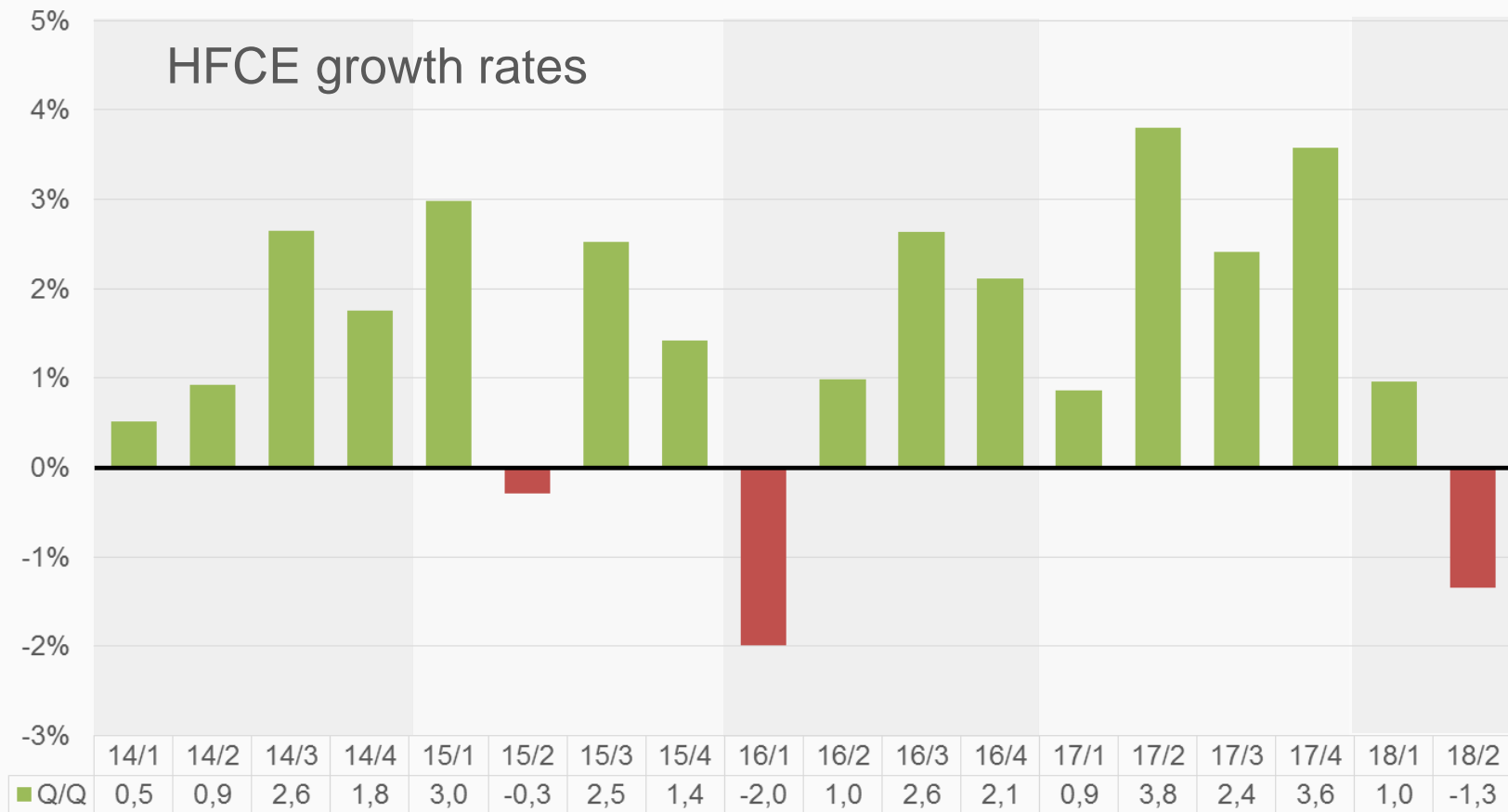
GDP
Q2: 2018

Household final consumption expenditure (HFCE)



in Q2: 2018
(quarter-on-quarter)
Seasonally adjusted and annualised

GDP
Q2: 2018



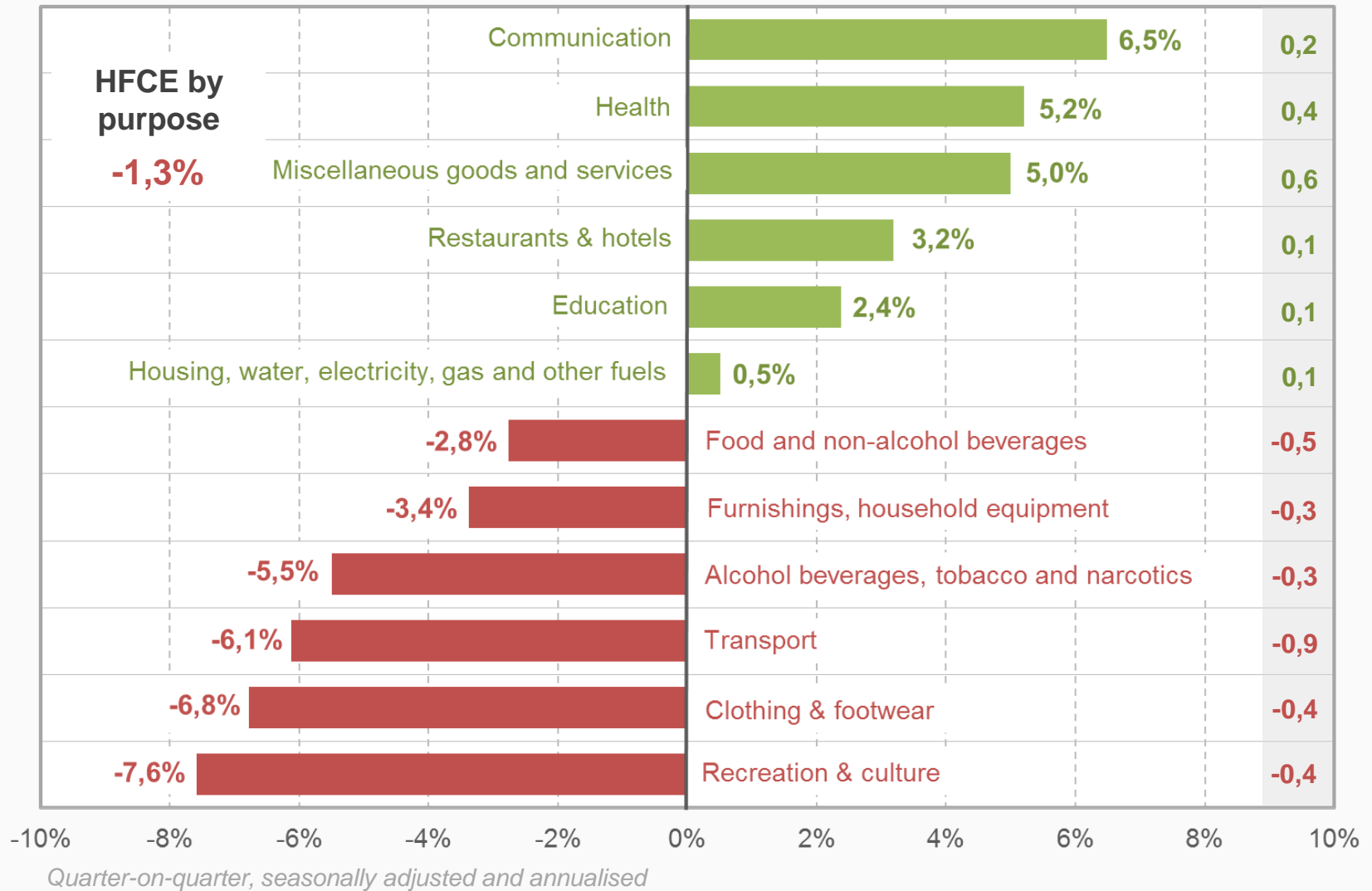
Household consumption expenditure decreased by -1,3% in Q2: 2018 in line with a fall in retail and motor trade sales
Quarter-on-quarter, seasonally adjusted and annualised

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GDP
Q2: 2018

LHS: growth rates

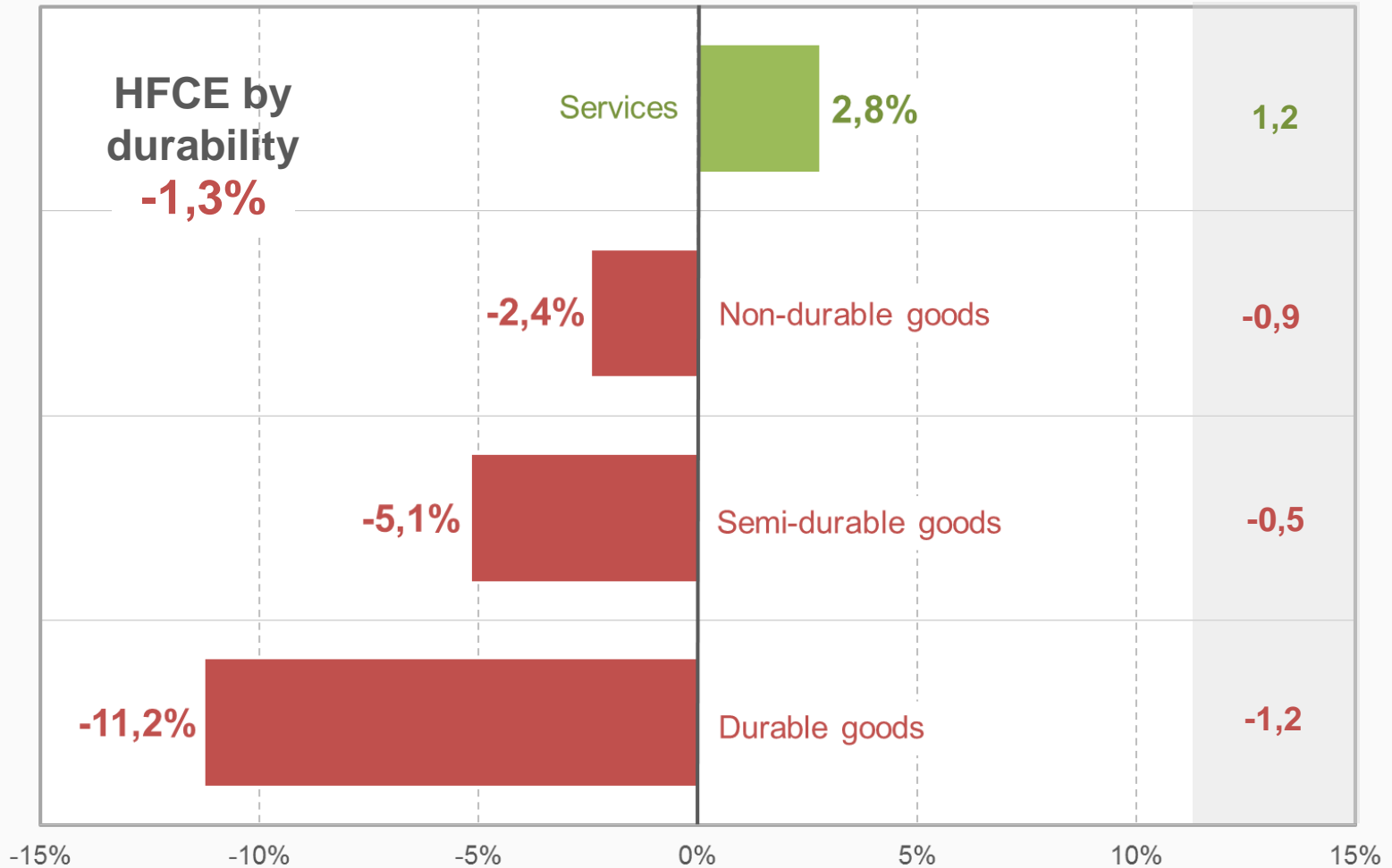
RHS: contributions



GDP
Q2: 2018

LHS: growth rates

RHS: contributions



Quarter-on-quarter, seasonally adjusted and annualised

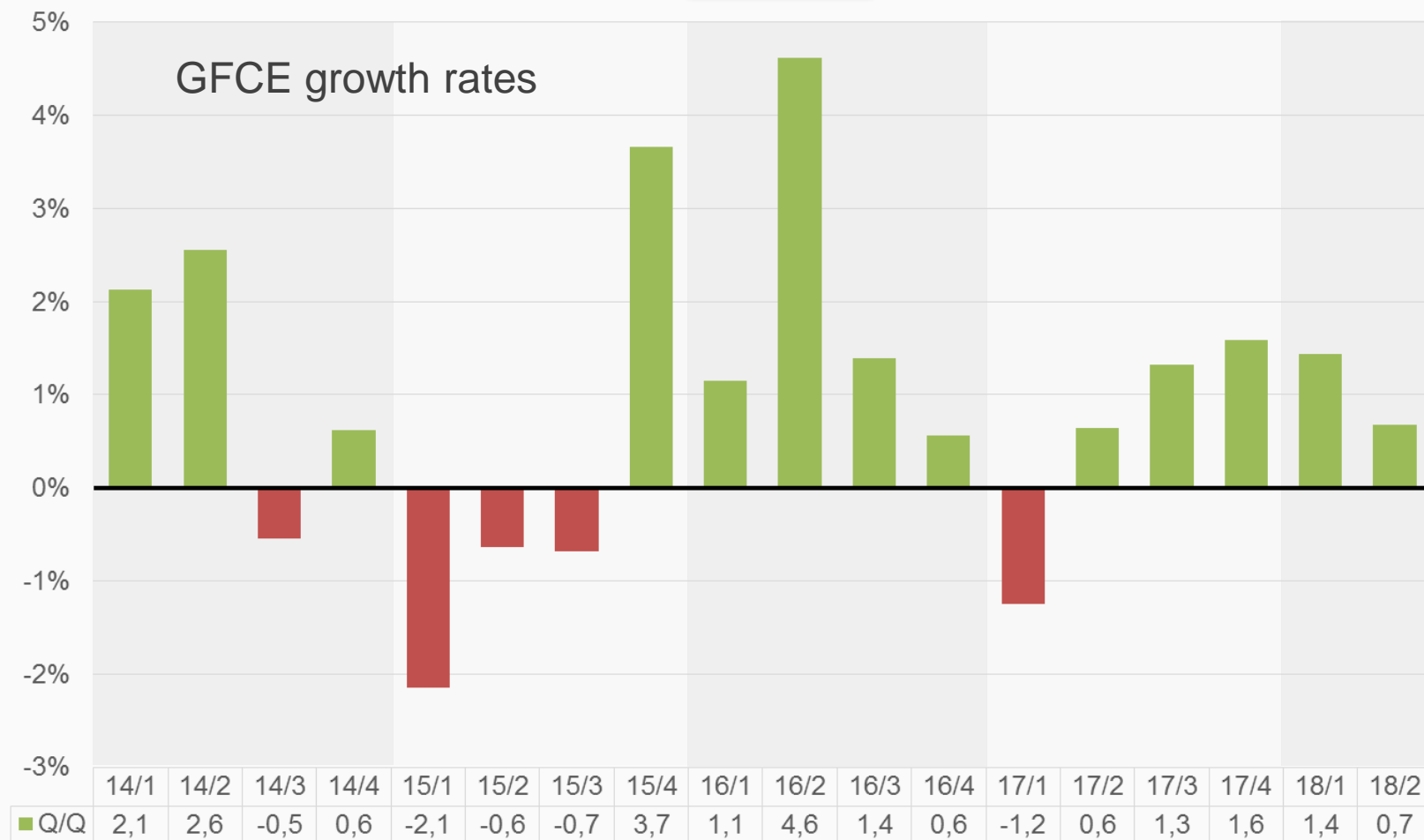
GDP
Q2: 2018

Government final consumption expenditure (GFCE)



in Q2: 2018
(quarter-on-quarter)
Seasonally adjusted and annualised

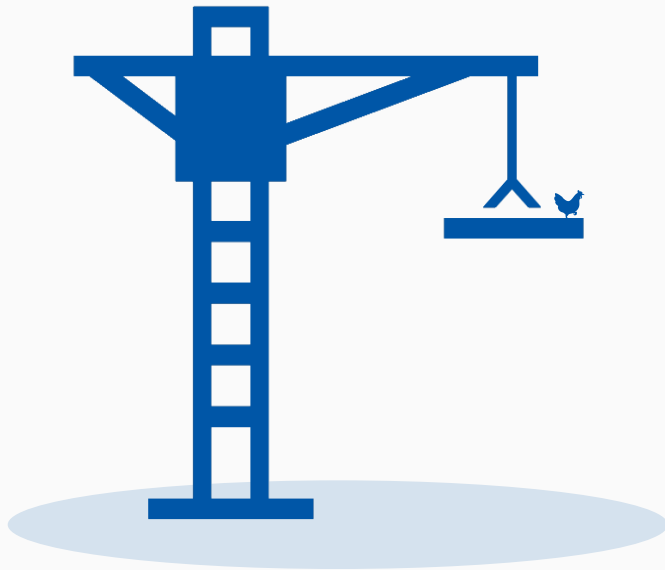
GDP
Q2: 2018



*An increase in both purchases of goods and services and consumption of fixed capital contributed to positive growth in Q2: 2018.
Quarter-on-quarter, seasonally adjusted and annualised*

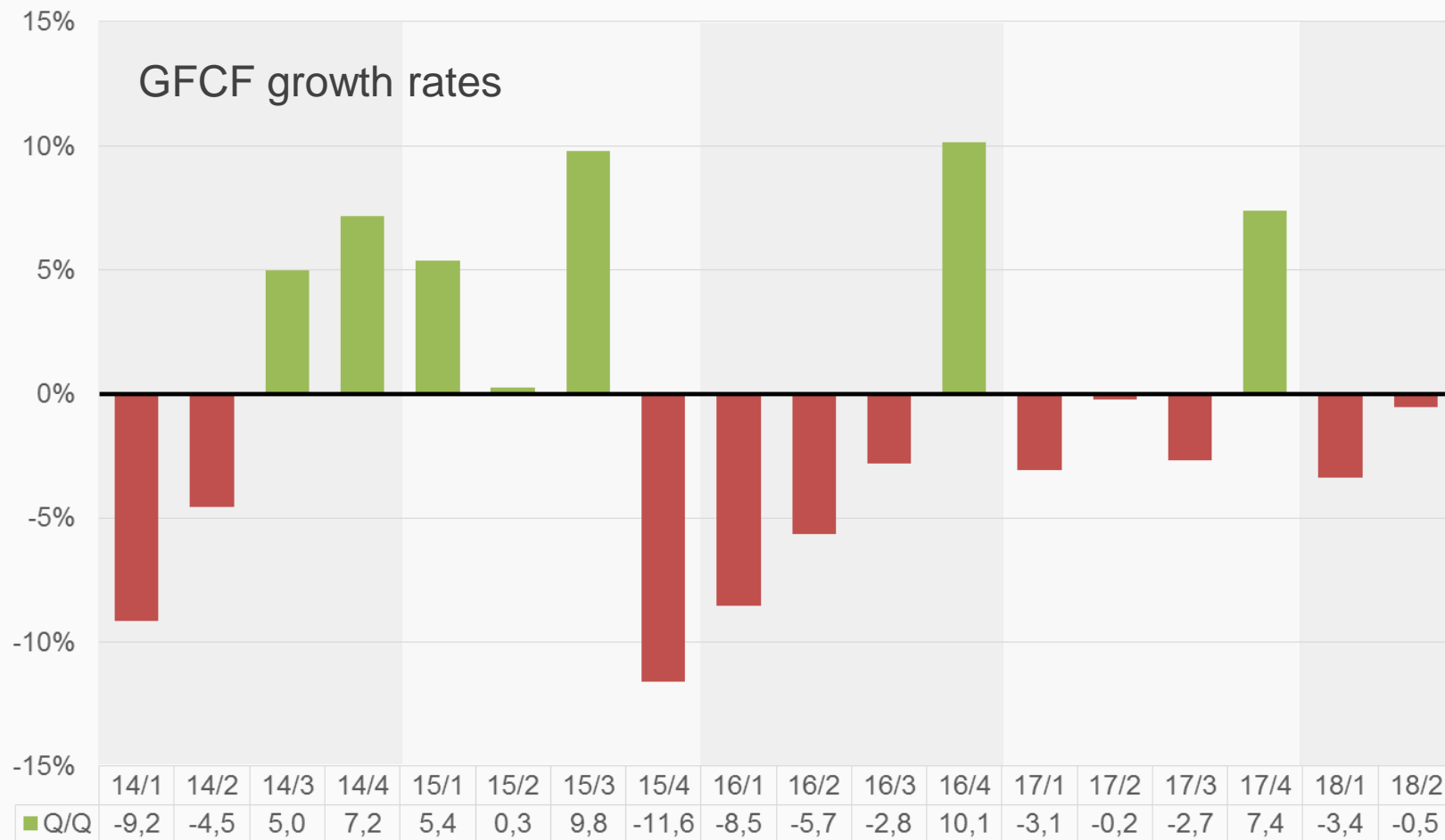
GDP
Q2: 2018

Gross fixed capital formation (GFCF)



in Q2: 2018
(quarter-on-quarter)
Seasonally adjusted and annualised

GDP
Q2: 2018



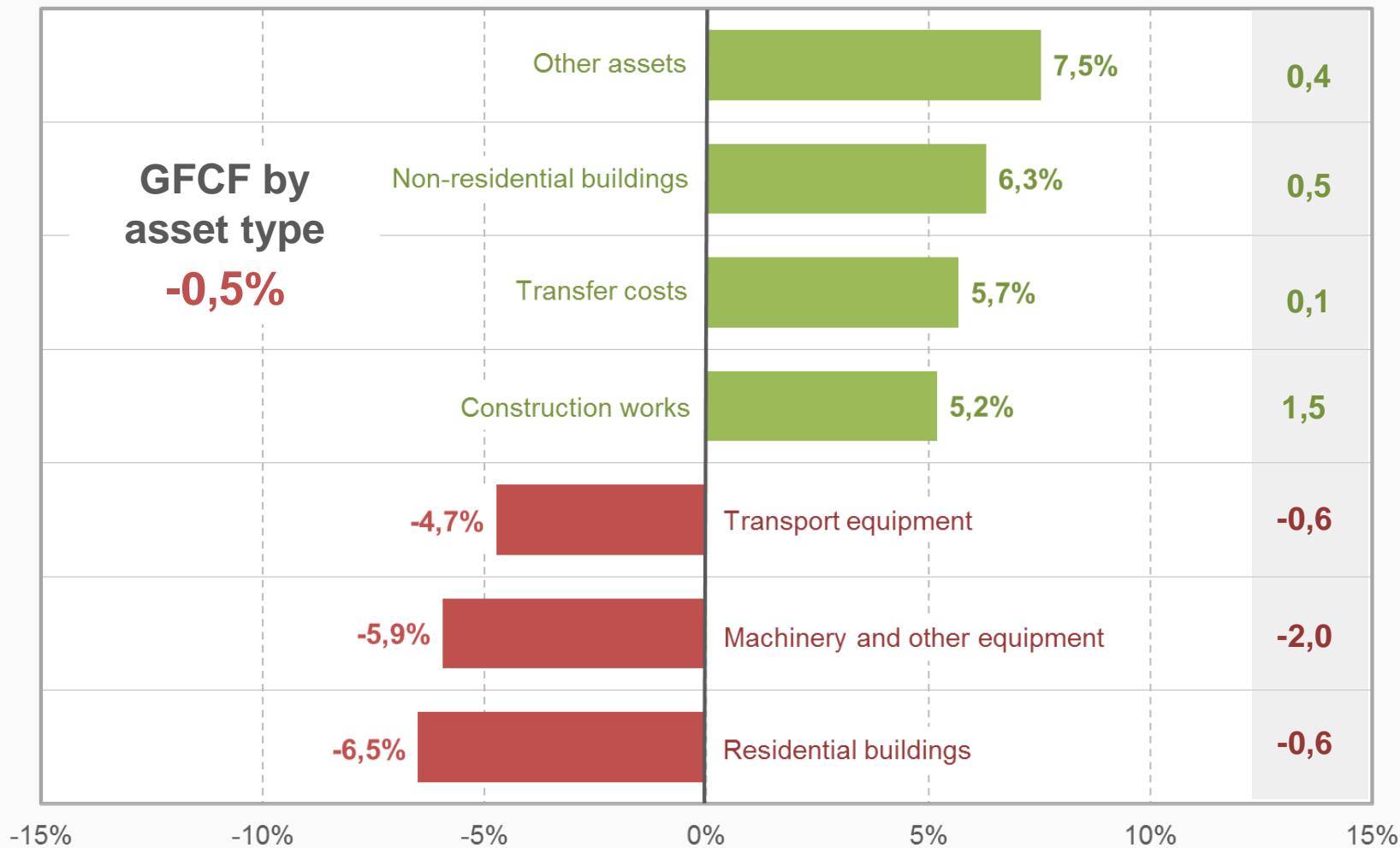
Fixed capital formation was down by -0,5% in Q2: 2018, largely driven by declining investments in machinery and equipment, residential buildings, and transport equipment

Quarter-on-quarter, seasonally adjusted and annualised

GDP
Q2: 2018

LHS: growth rates

RHS: contributions



Quarter-on-quarter, seasonally adjusted and annualised

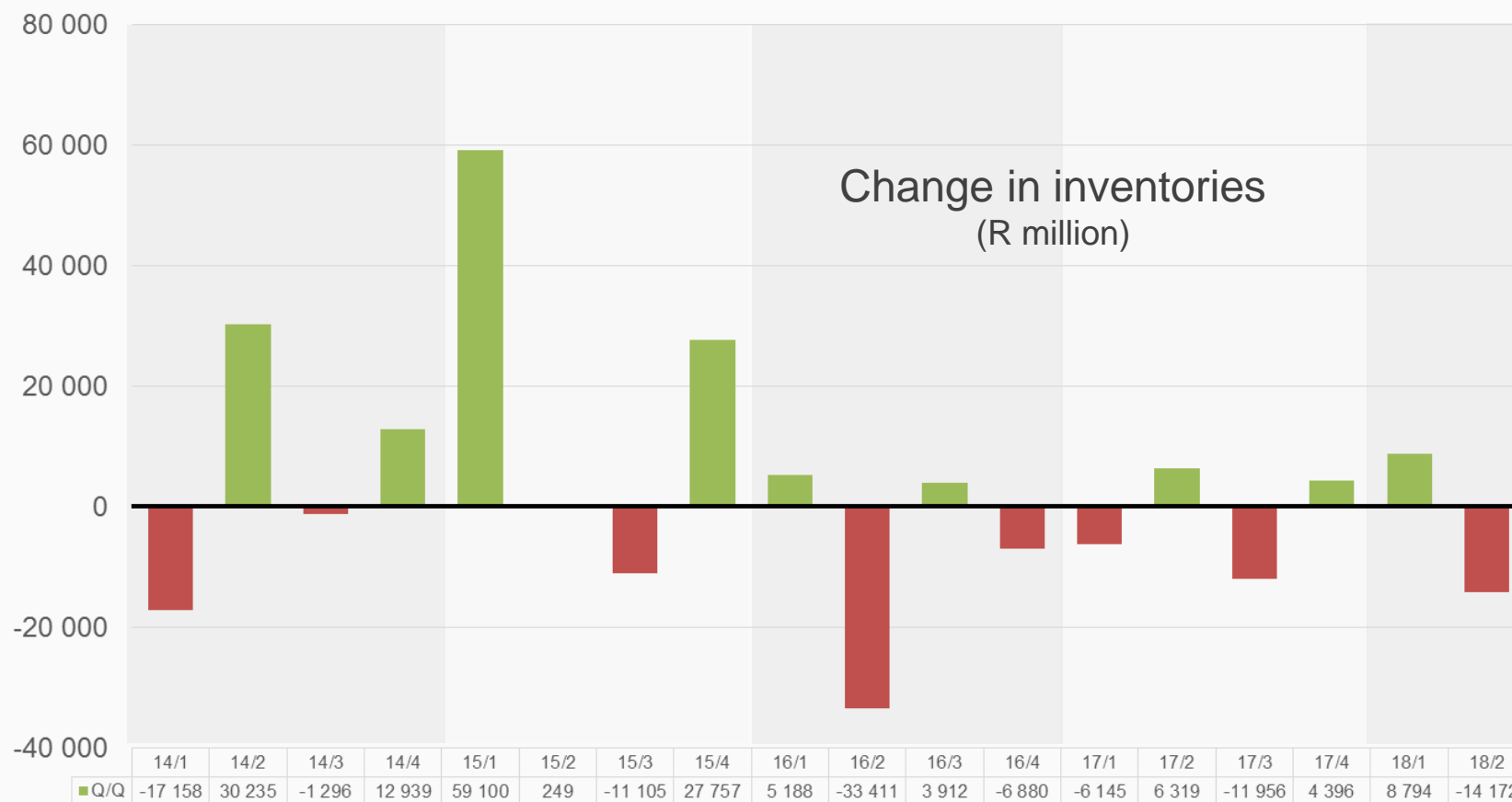
Change in inventories



**-R14 172
million**

in Q2: 2018
(quarter-on-quarter)
Seasonally adjusted and annualised

GDP
Q2: 2018



In Q2: 2018, large inventory drawdowns were reported for the manufacturing and mining industries.

Quarter-on-quarter, seasonally adjusted and annualised

GDP
Q2: 2018

Exports and Imports

Exports



in Q2: 2018
(quarter-on-quarter)
Seasonally adjusted and annualised

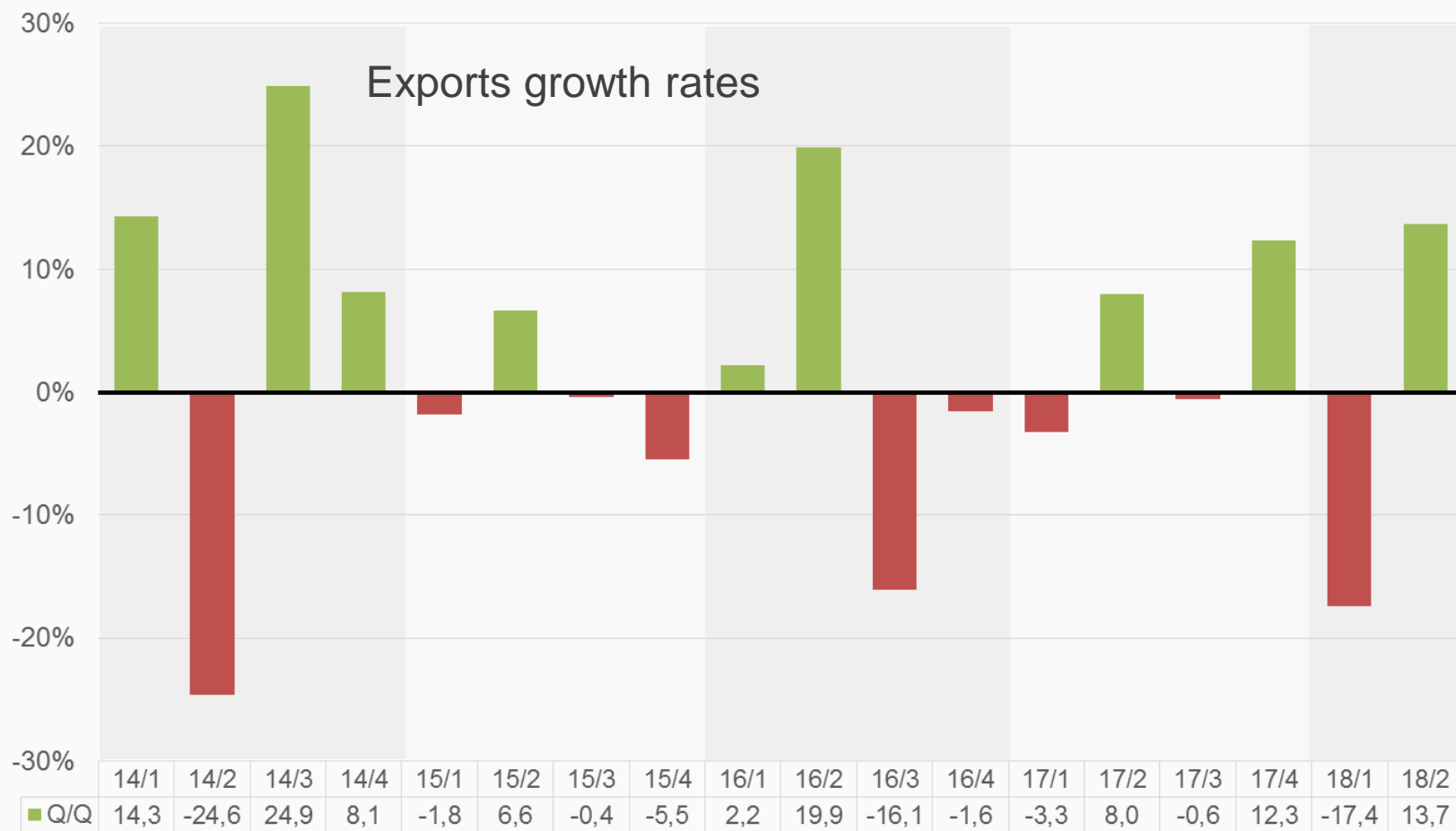


Imports



in Q2: 2018
(quarter-on-quarter)
Seasonally adjusted and annualised

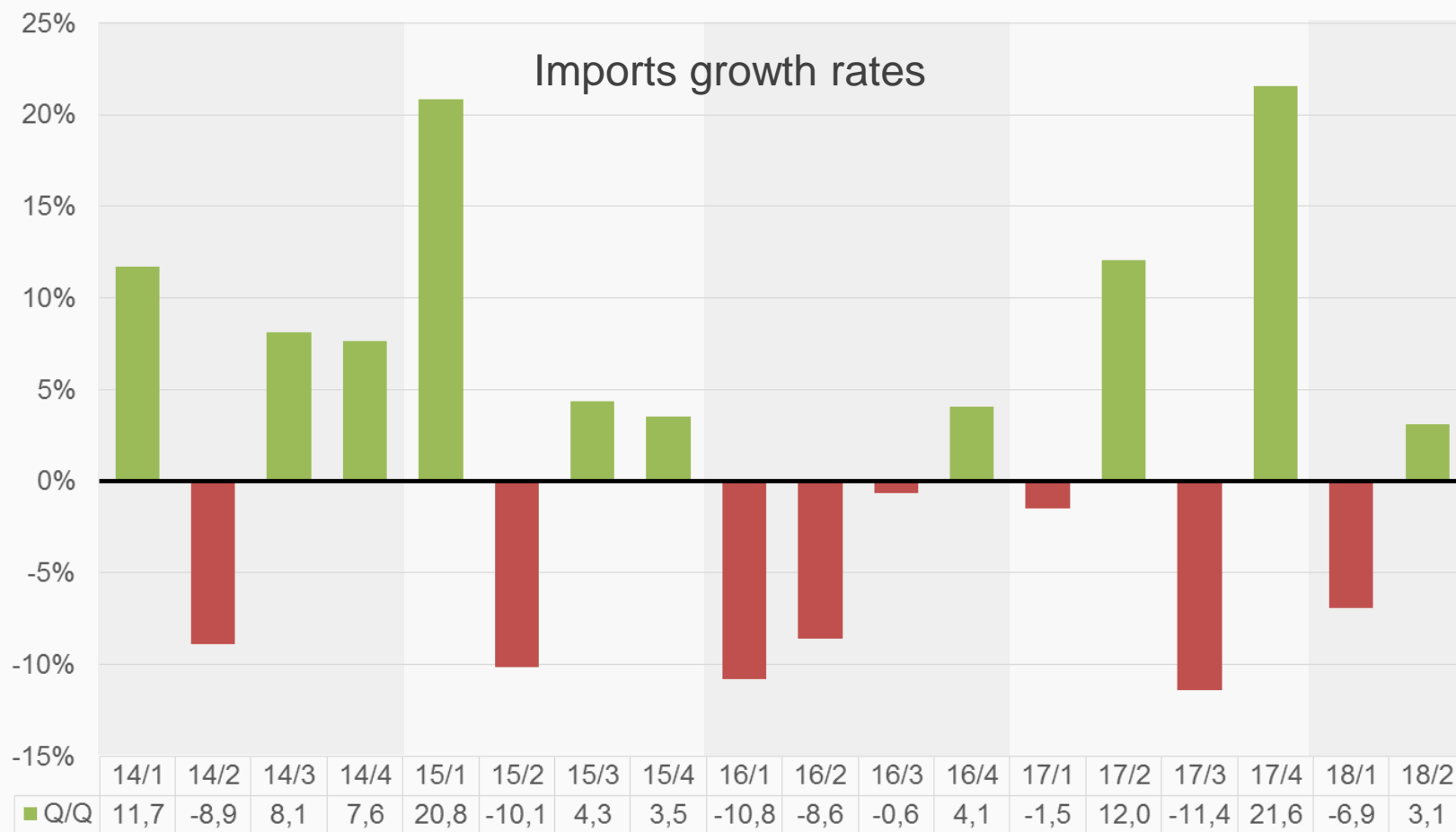
GDP
Q2: 2018



Exports increased by 13,7% in Q2: 2018, largely influenced by increases in the trade of pearls, precious & semi-precious stones, mineral products and vegetable products.

Quarter-on-quarter, seasonally adjusted and annualised

GDP
Q2: 2018



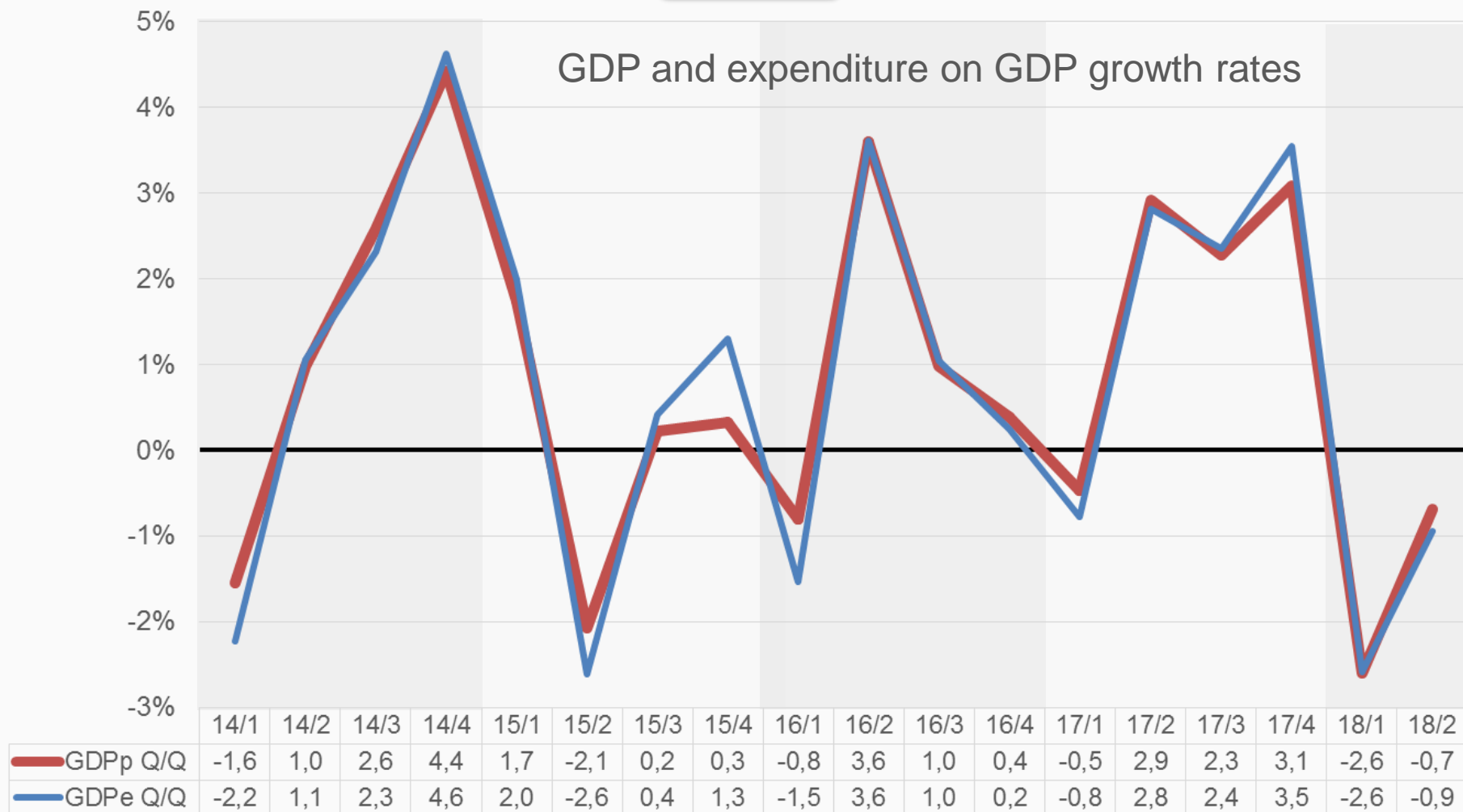
Imports increased by 3,1% in Q2: 2018, largely influenced by increased trade in vehicles and transport equipment, mineral products and prepared foodstuffs, beverages and tobacco products

Quarter-on-quarter, seasonally adjusted and annualised

GDP
Q2: 2018

Recap

GDP
Q2: 2018



Quarter-on-quarter, seasonally adjusted and annualised

GDP
Q2: 2018

Growth figures for Q2: 2018

Real GDP



in Q2: 2018
(quarter-on-quarter)
Seasonally adjusted and annualised

Real GDP



in Q2: 2018
(year-on-year)
unadjusted

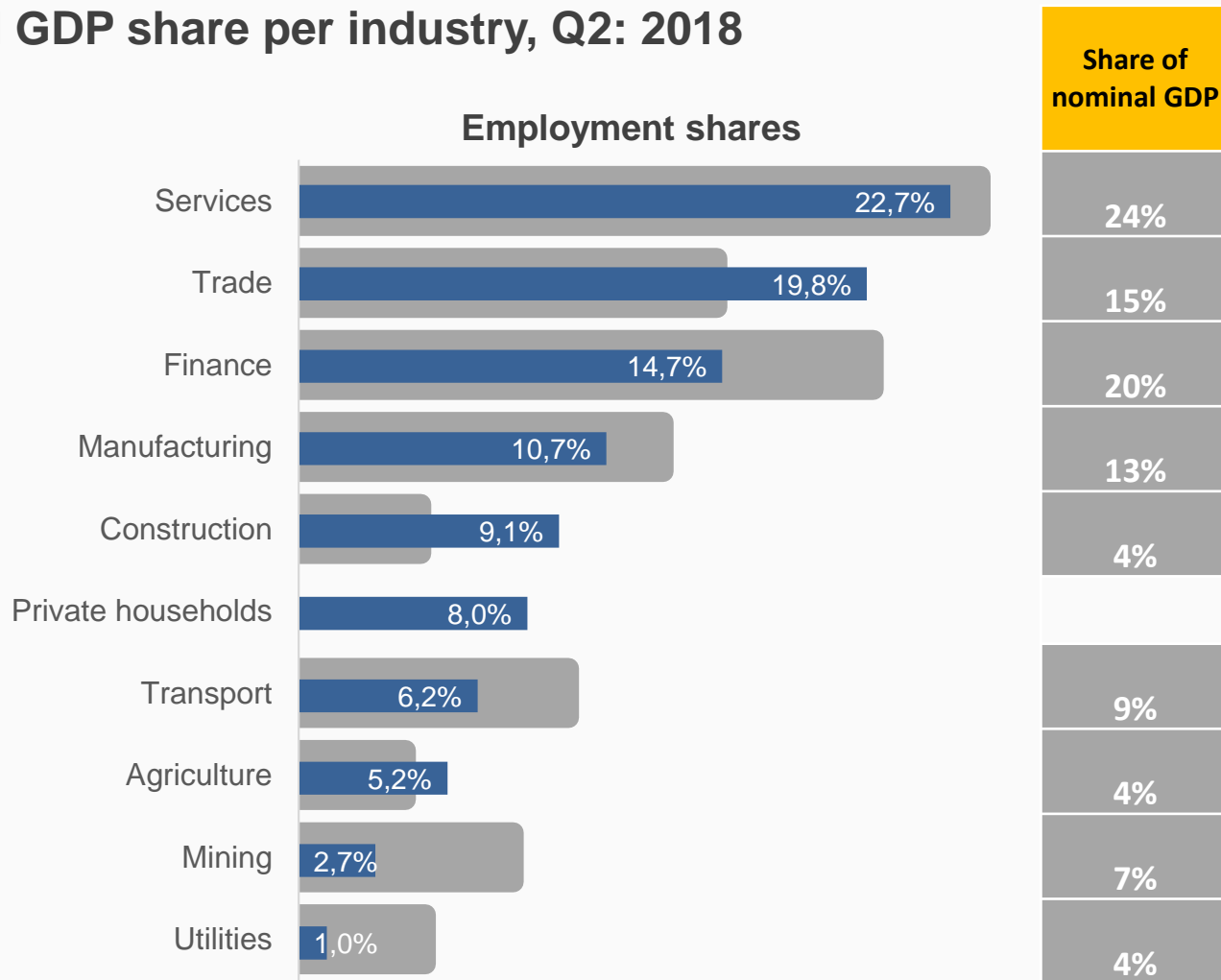
Real GDP



in Q2: 2018
(6 month-6 month)
Unadjusted, year-on-year

GDP
Q2: 2018

Employment and GDP share per industry, Q2: 2018



Employment shares: Quarterly Labour Force Survey (QLFS), 2nd quarter 2018