

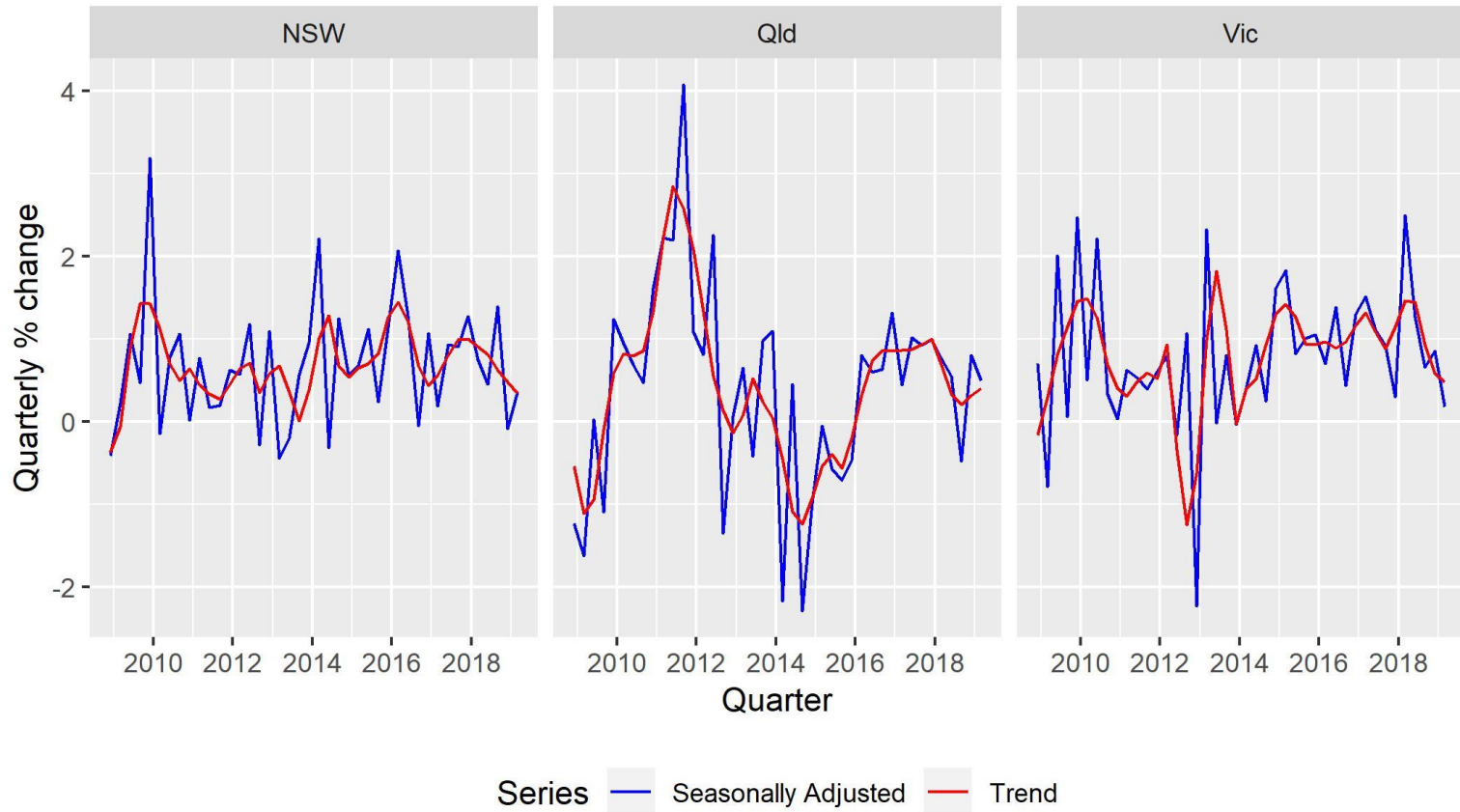
Qld Economic Update

Presentation by
Gene Tunny at the
Brisbane Club,
21/6/19



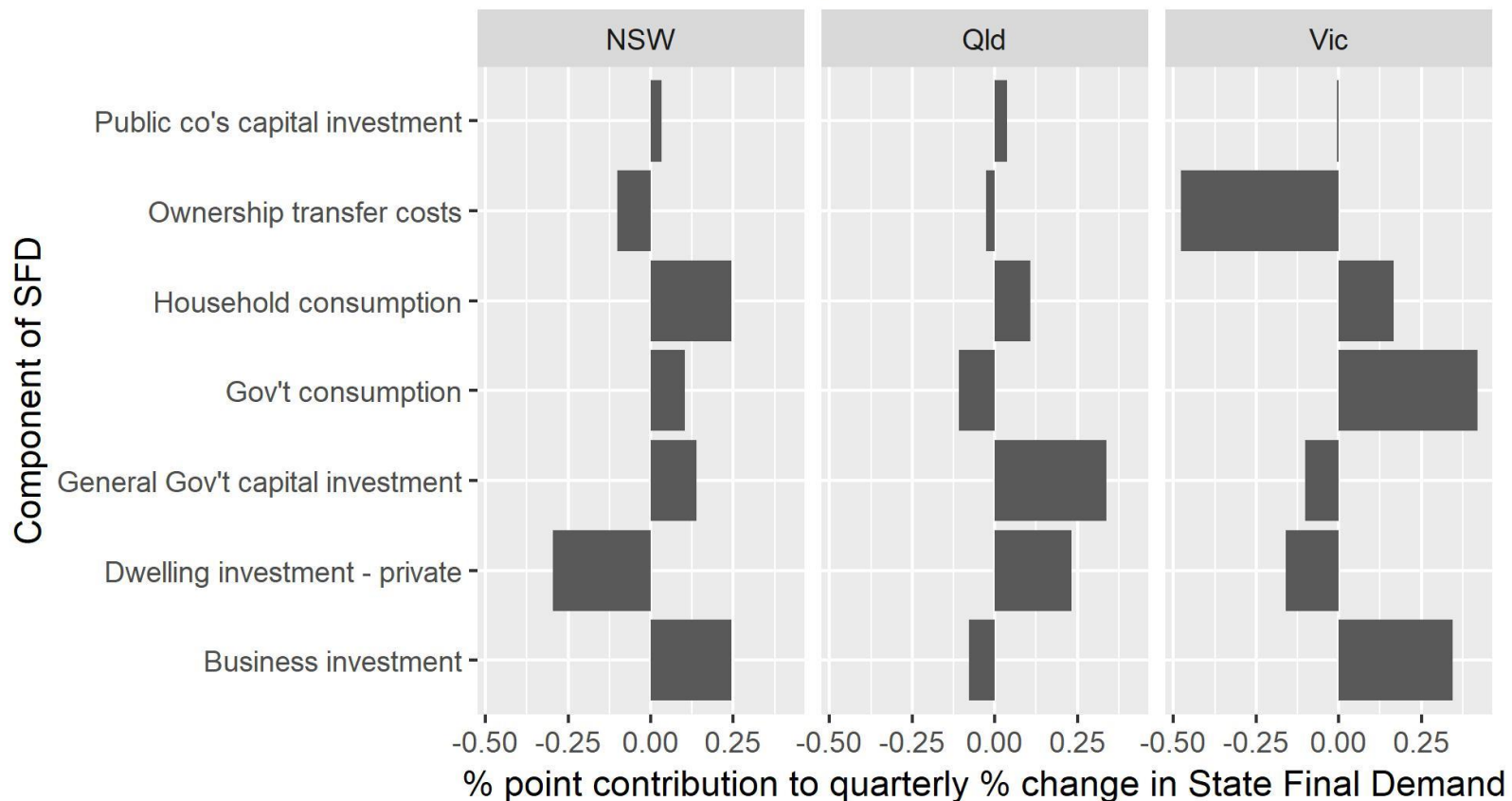
March quarter turned out better for Qld than for southern states...

State Final Demand, quarterly growth, ABS chain volume estimates, Mar-09 to Mar-19



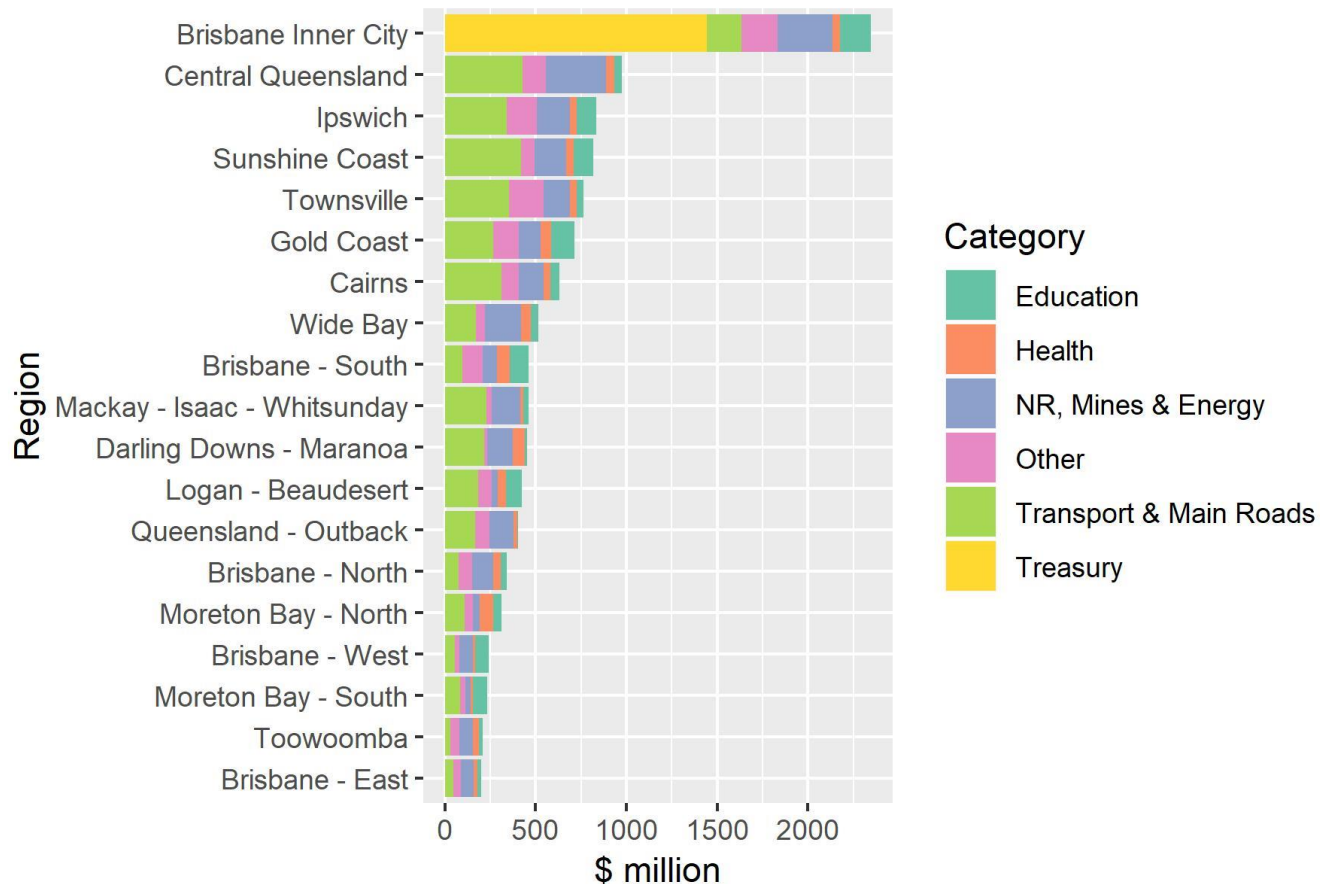
...but National Accounts confirm Qld economy highly dependent on Qld Gov't spending for growth

Decomposition of quarterly % change in SFD,
ABS seas. adj. estimates, Mar-19



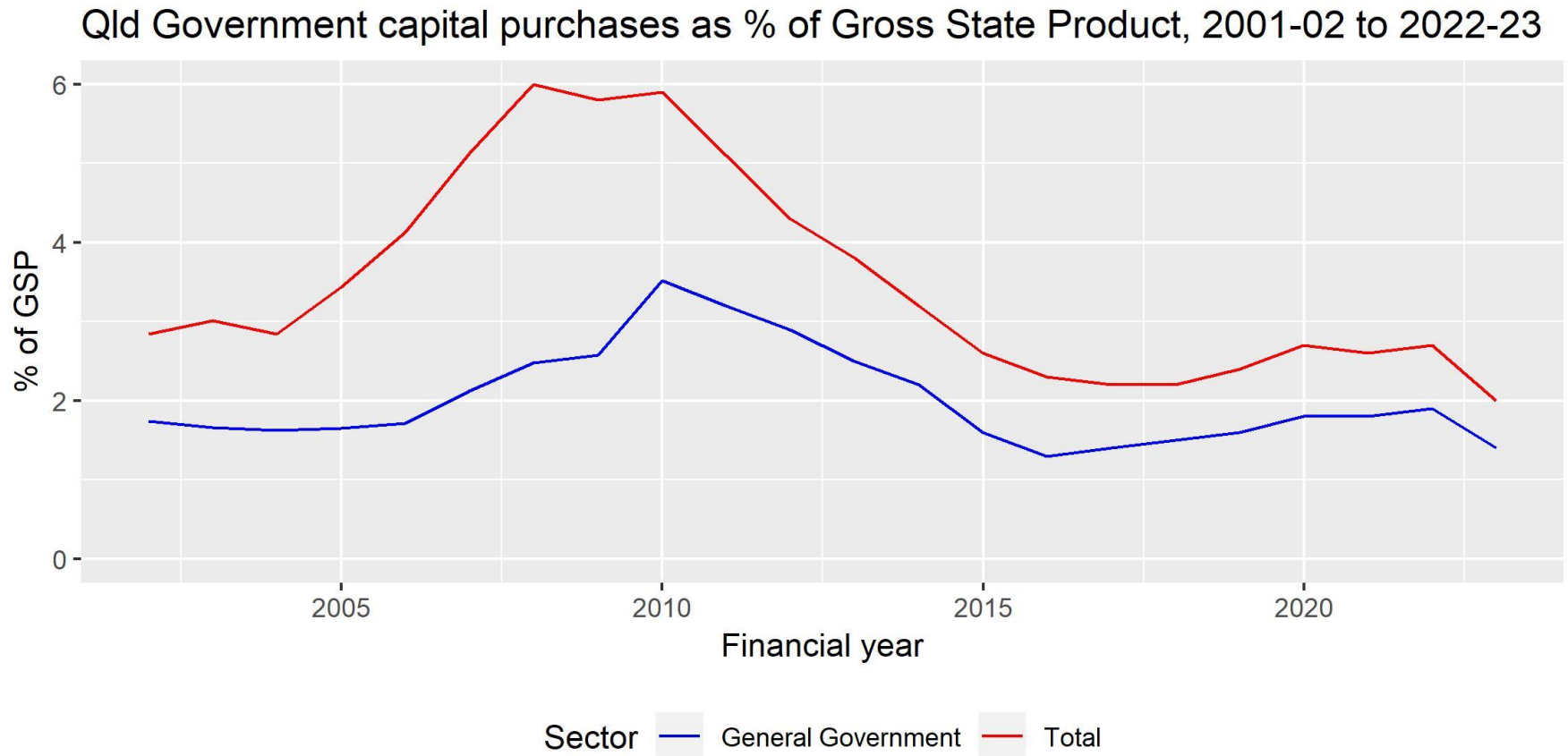
Inner City Brisbane will really start to notice Cross River Rail construction activity soon

Qld Gov't capital purchases, 2019-20 estimates



Source: Qld 2019-20 Budget Paper no. 3, pp. 136-139

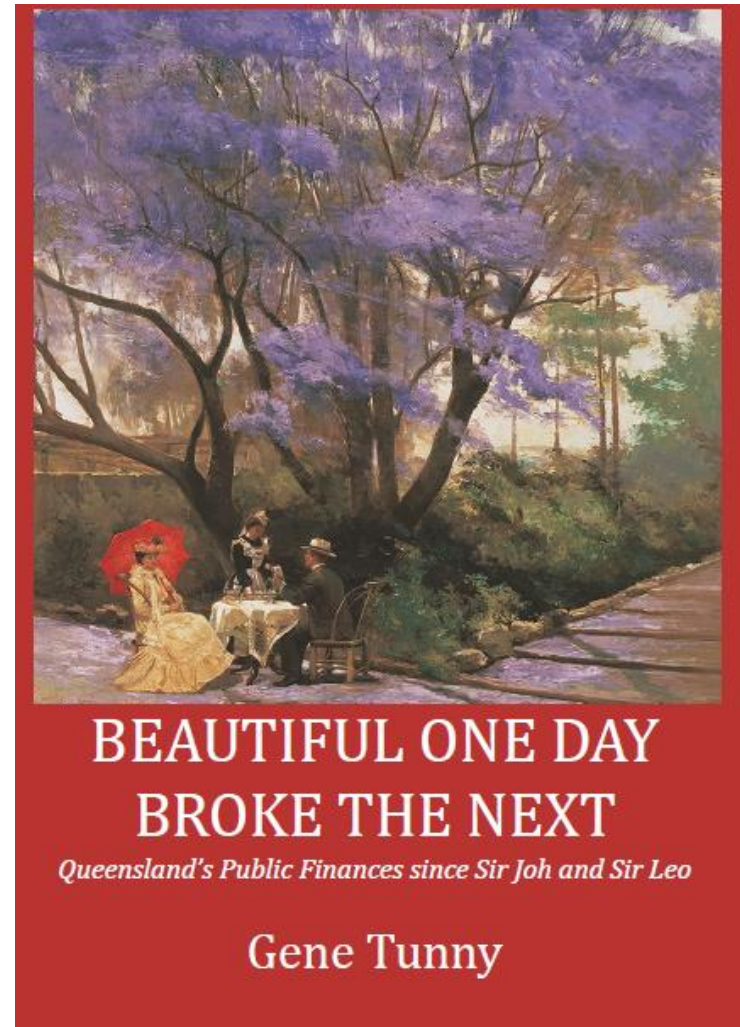
“That don’t impress me much” - Qld Gov’t \$49bn capital works program over four years as share of economy



Source: Qld Budget Papers

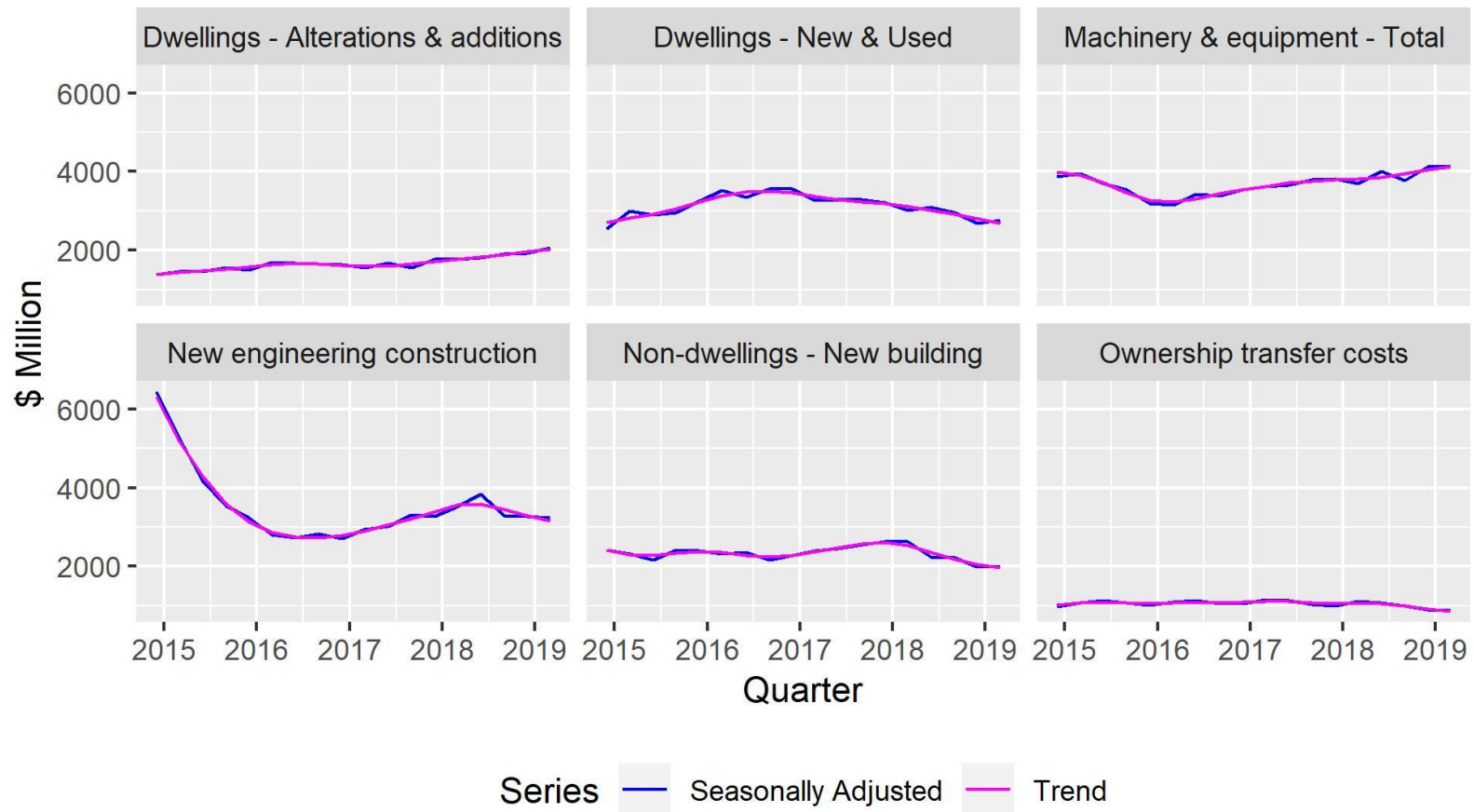
For the full story on
how the Qld Gov't
accumulated so much
debt

Published by Connor
Court and available at
Folio Books & State
Library Bookshop



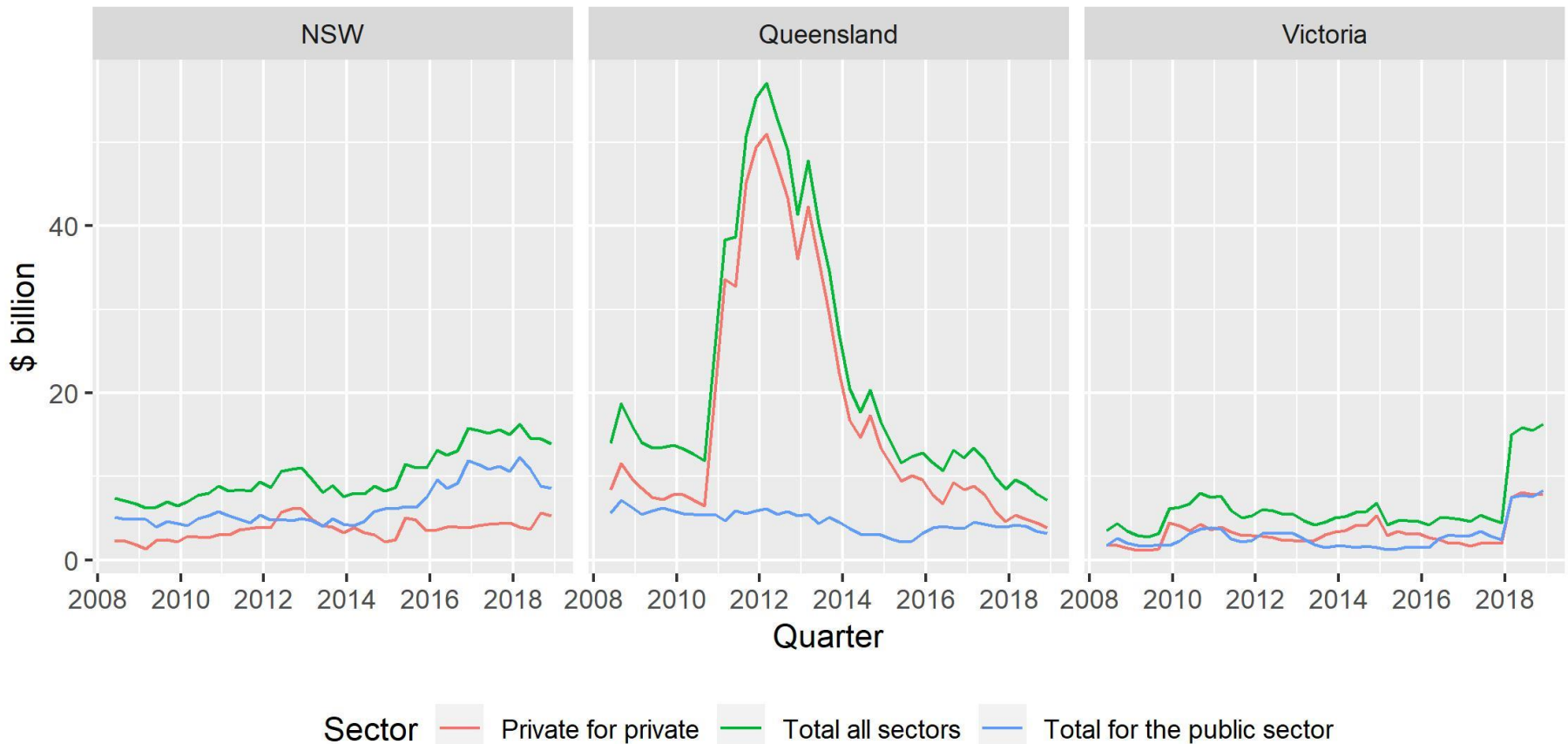
Excluding households doing renovations, private sector hasn't been too excited

Private capital investment, Qld, ABS chain volume estimates



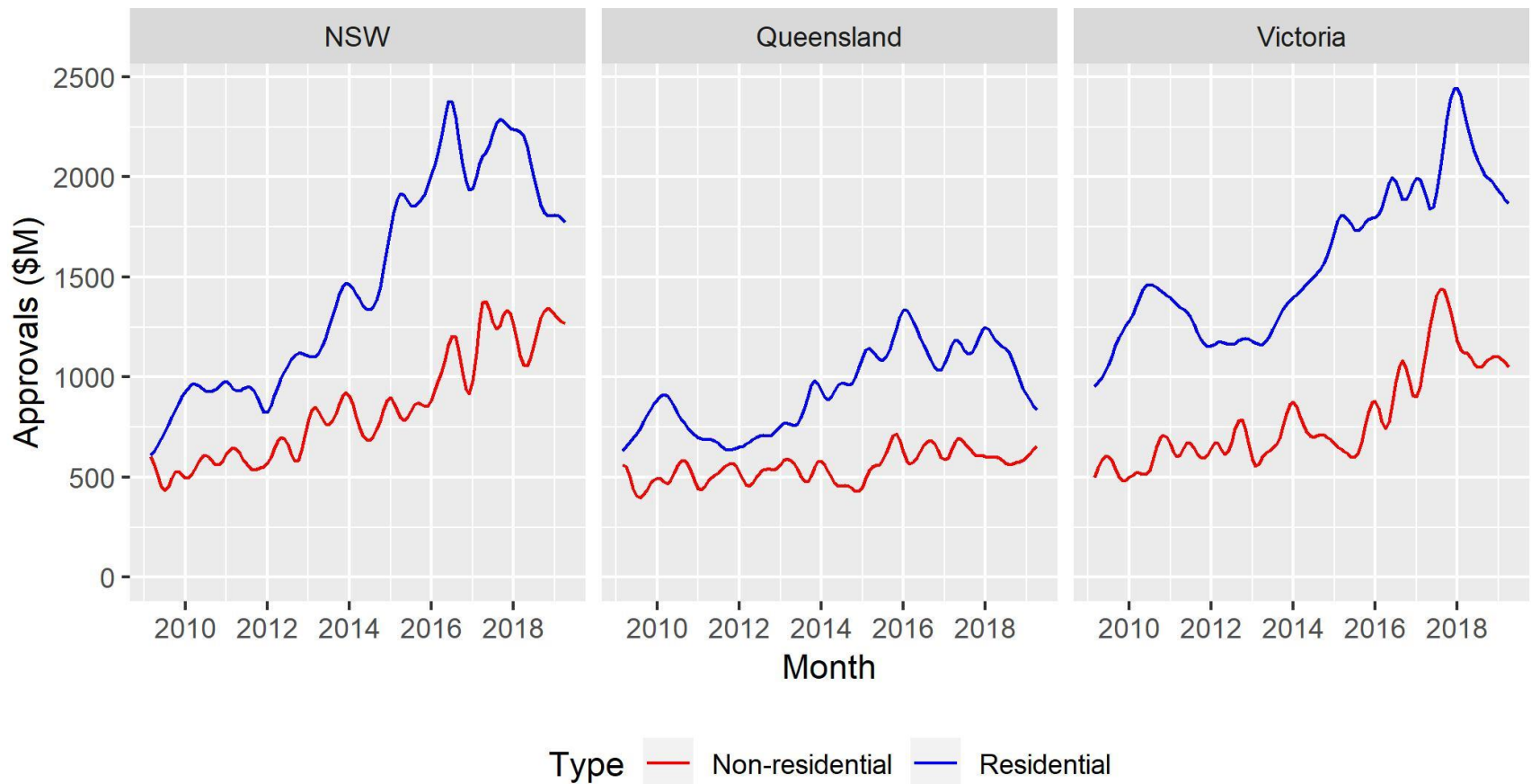
Infrastructure pipeline not gushing...although Adani mine not included in these ABS estimates yet

Engineering construction work yet to be done, ABS estimates



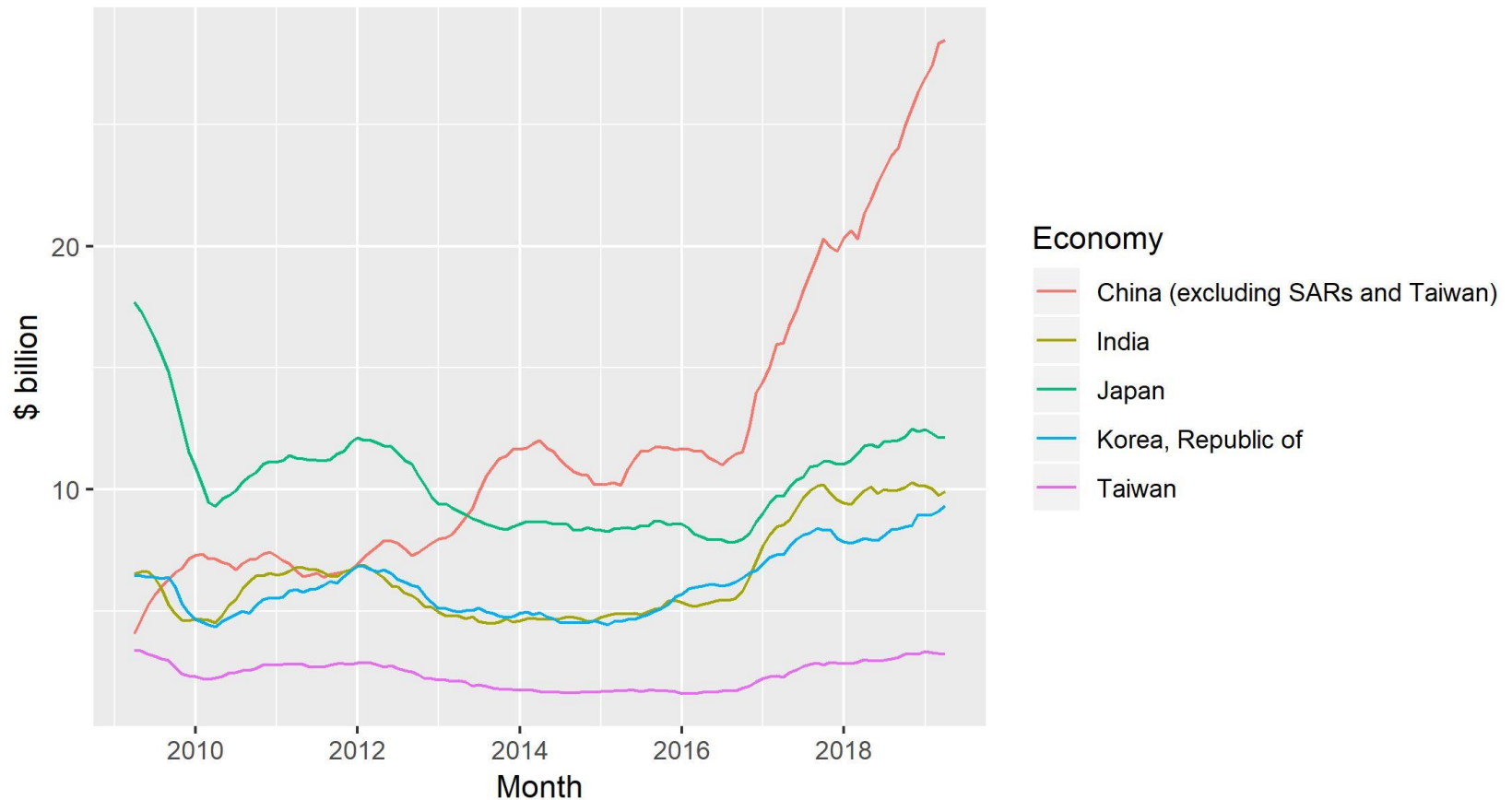
Residential building approvals have plunged

Value of building approvals, monthly ABS Trend estimates, Apr-09 to Apr-19



Goods exports have surged in last few years... Qld economy now highly dependent on China

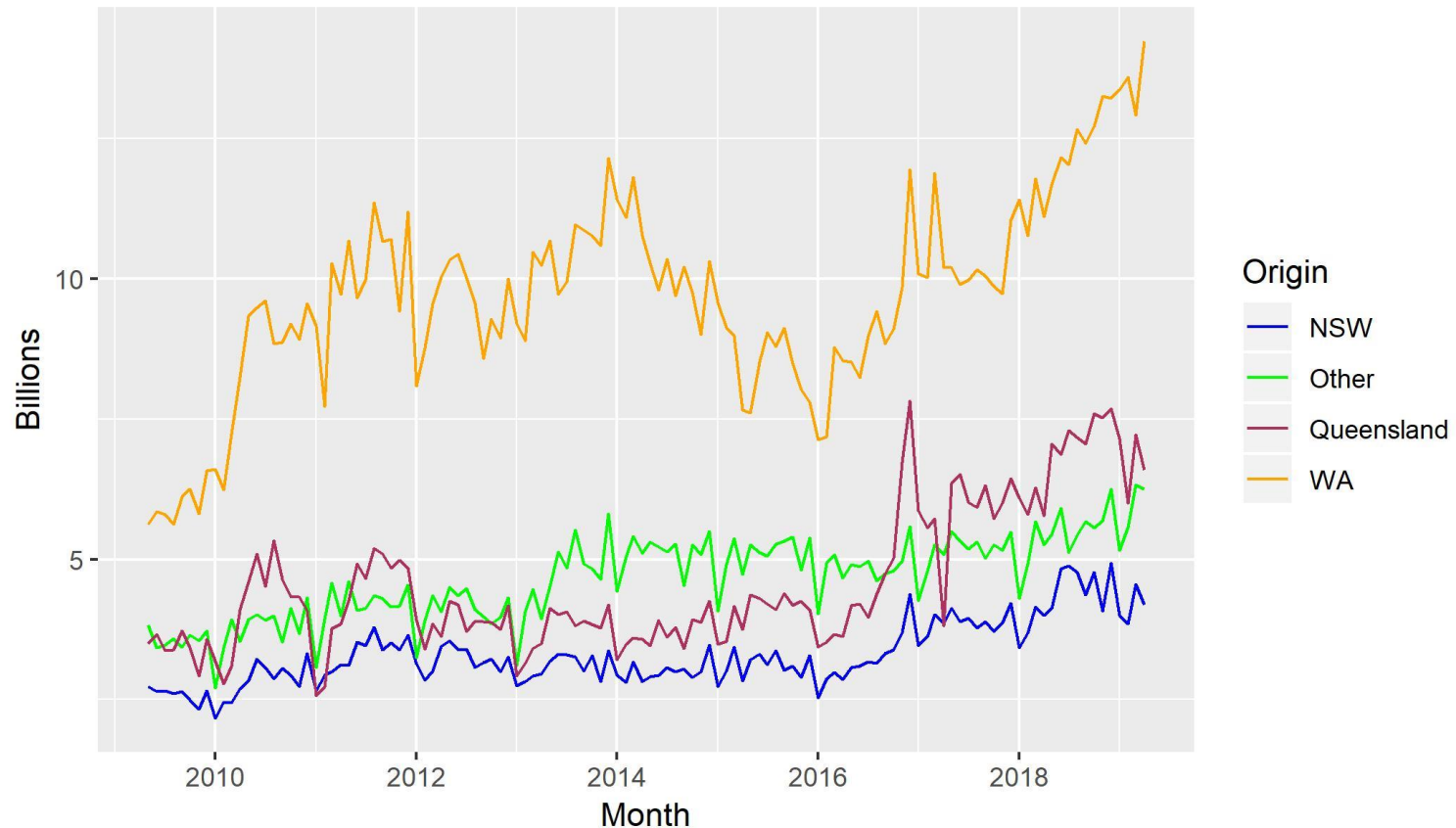
12-month rolling sums of Qld exports by destination (top 5)



Source: ABS cat. no. 5368.0

Over recent months, exports have fallen from end of 2018 levels

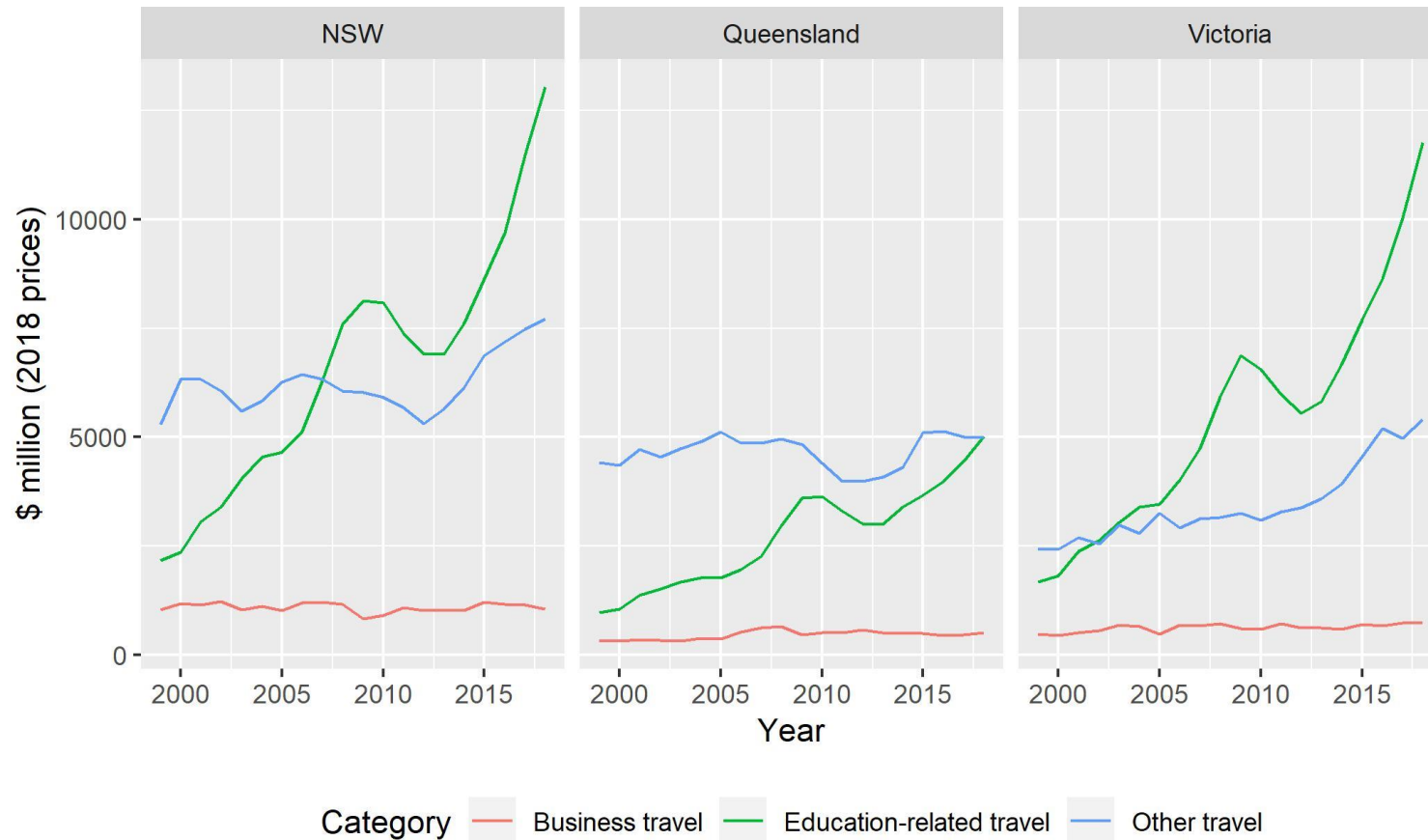
Monthly merchandise exports, ABS Original estimates



Source: ABS cat. no. 5368.0

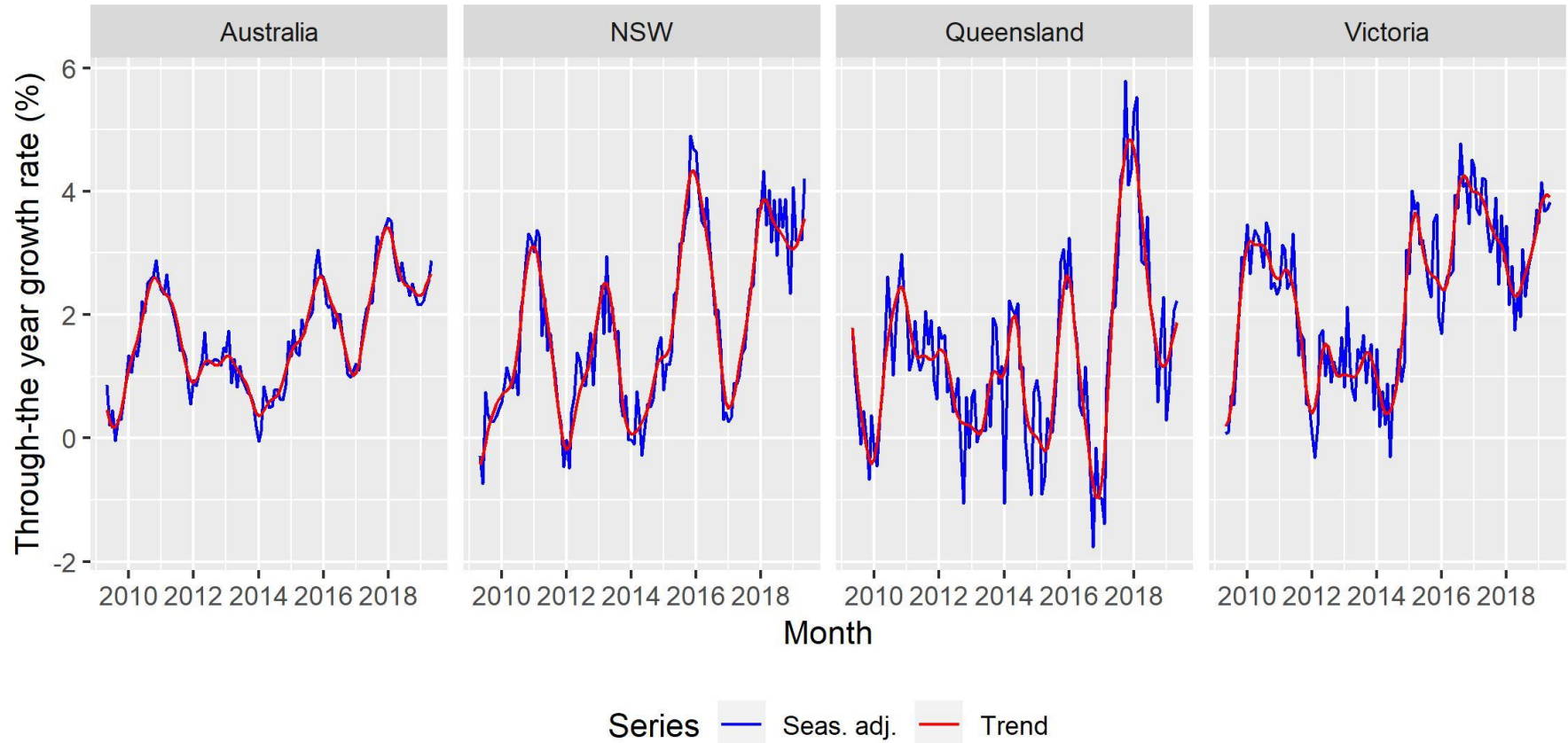
Services exports strong, too, as Queensland benefits from international education boom

Education, business & other travel exports, ABS estimates, 1999 to 2018



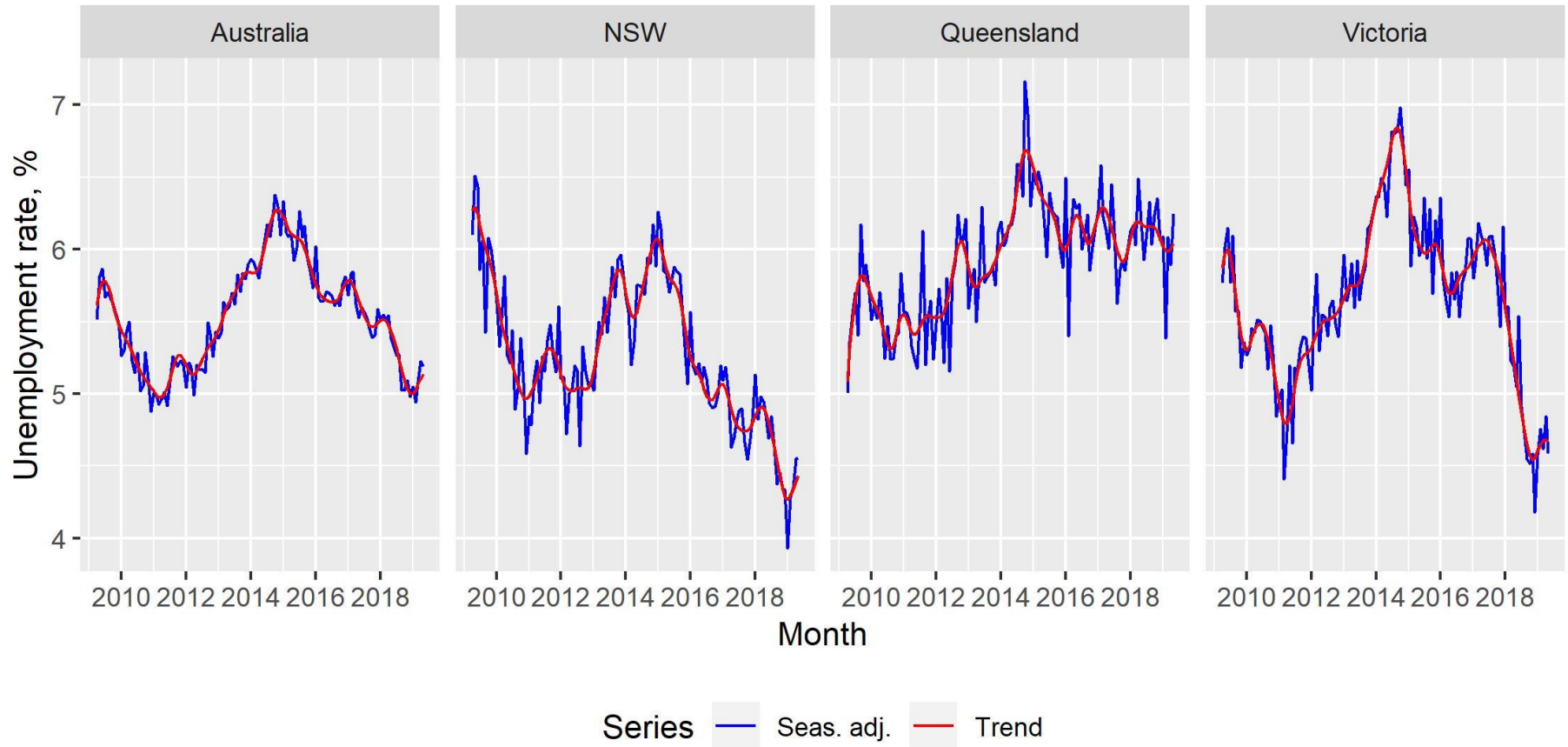
Qld employment growth has been below that of southern states recently

Employment growth, through-the-year, May-09 to May-19



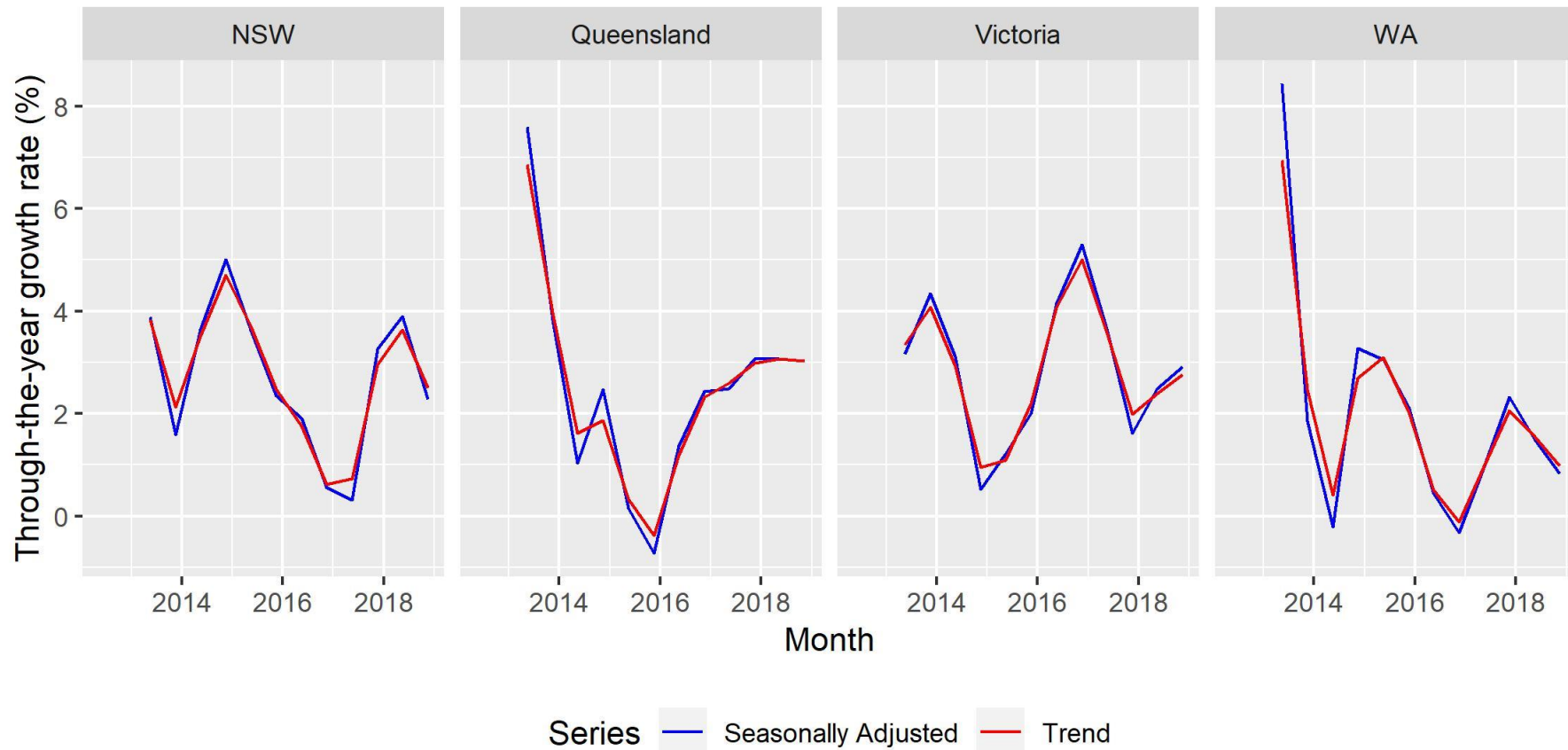
Qld's unemployment rate stuck around 6%

Unemployment rates, ABS estimates, May-09 to May-19



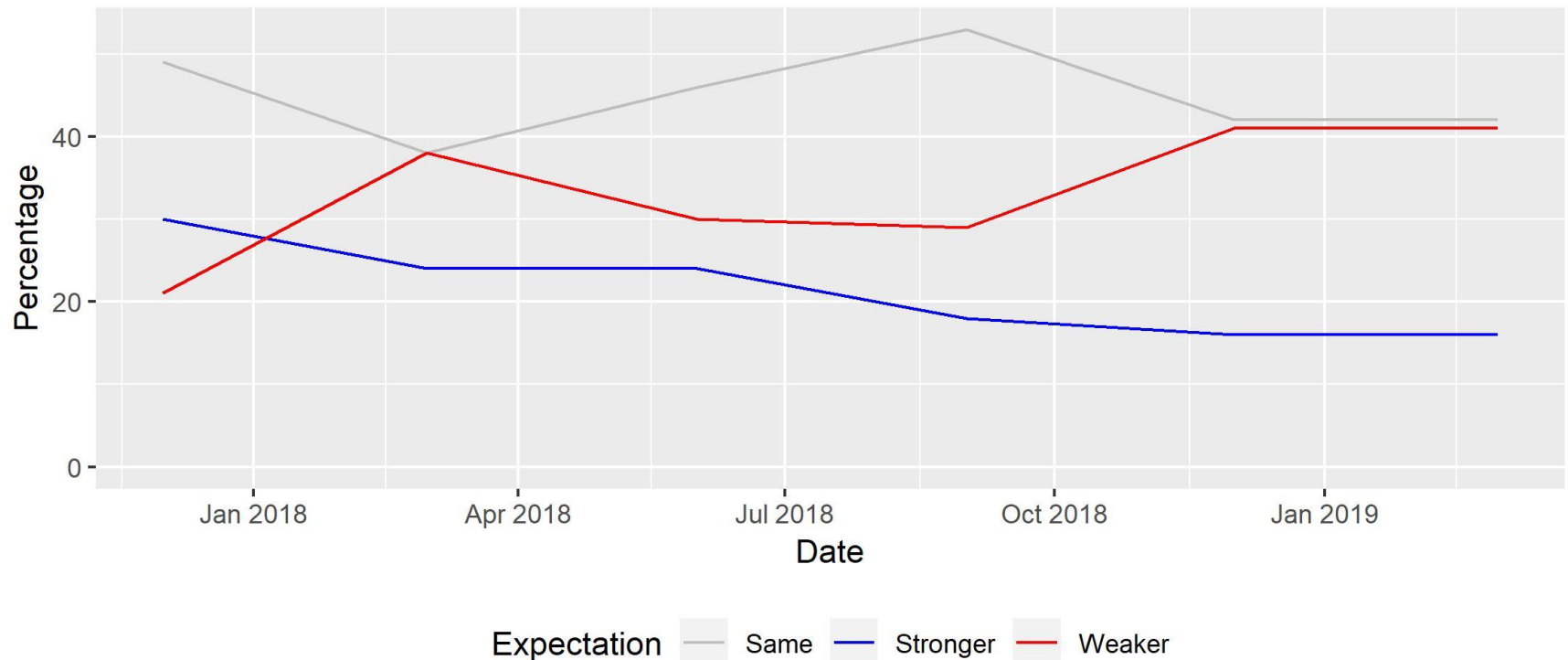
Average earnings growth remains low

Average weekly adult ordinary time earnings, ABS estimates



Qld businesses generally not confident about state economic outlook

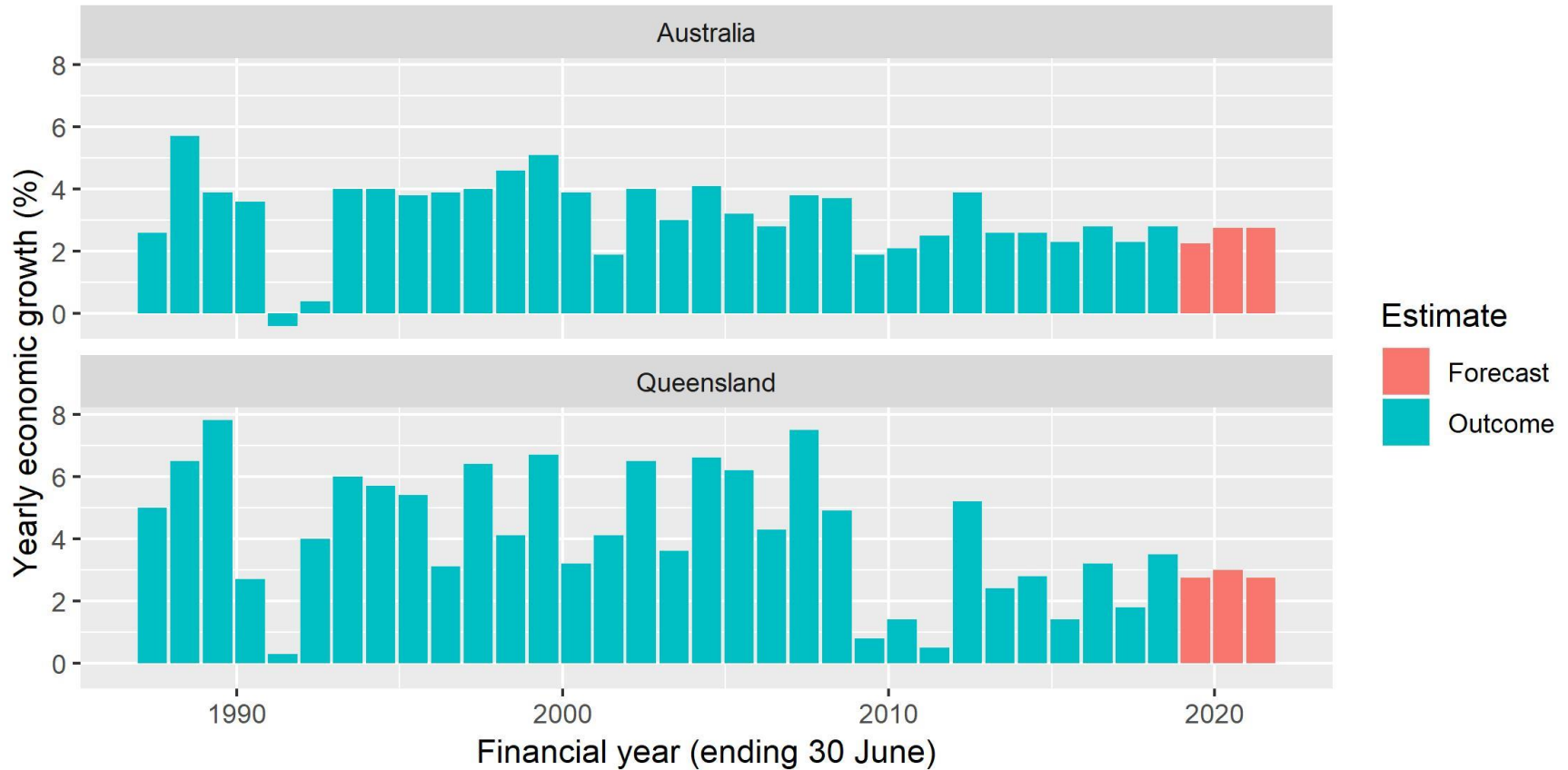
Suncorp CCIQ Pulse Survey responses, Dec. qtr 17 to Mar. qtr 19:
How do you expect the Qld economy to perform over the next 12 months?



Source: Suncorp CCIQ Pulse Survey of Business Conditions

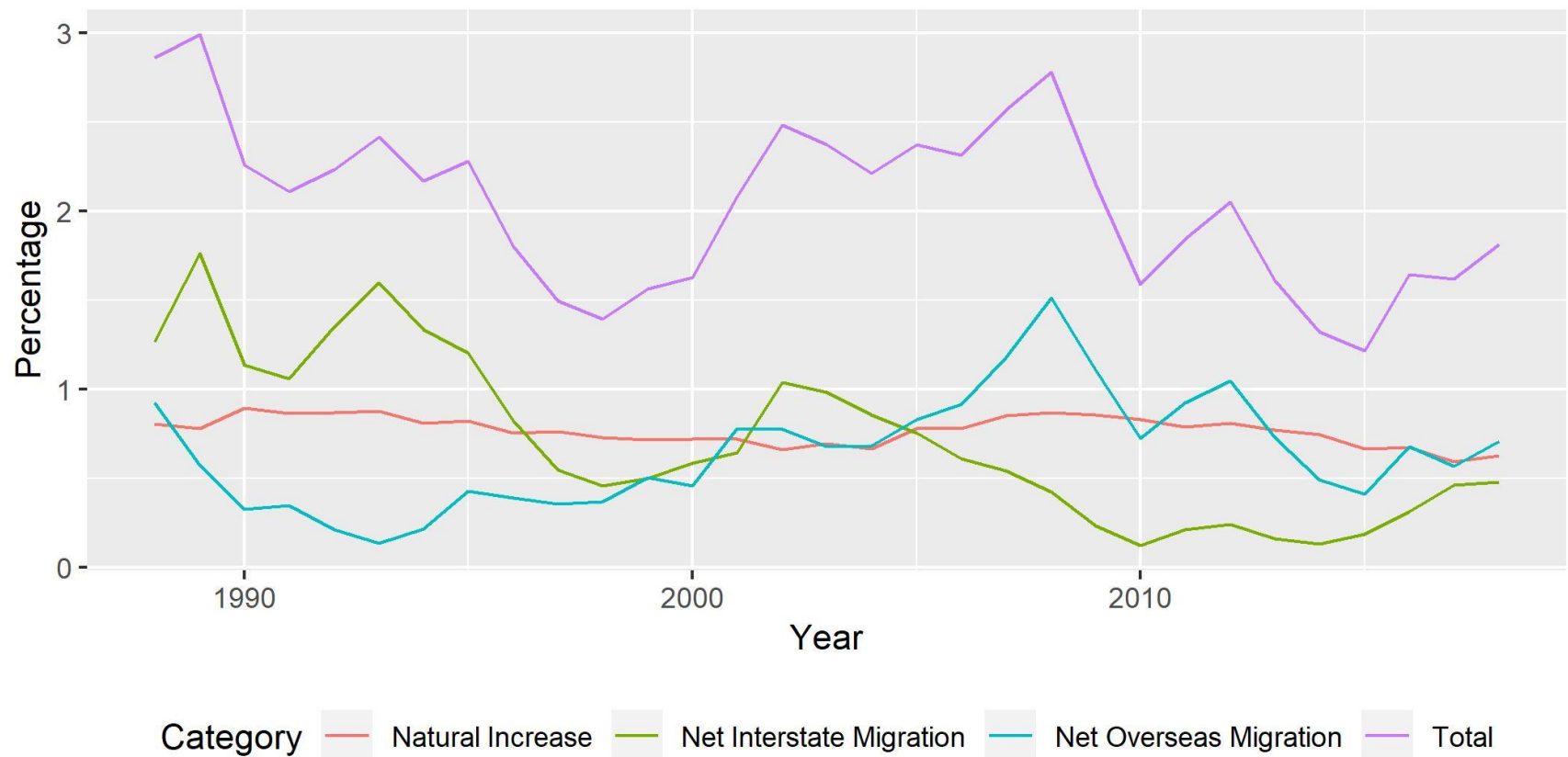
Qld & Australian economic growth projected to be modest

GDP/GSP growth: Federal & Qld Treasury forecasts for 2018-19 to 2020-21



Don't get too excited by interstate migration yet

Components of population change as % of Qld population,
ABS estimates, 1988 to 2018



Thank you. Any questions?

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