Q2 GDP 2018

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Outline

• Introduction
• GDP growth rate
• Key drivers of the performance
• positive performers
• Conclusion
• Namibia national accounts are compiled in line with SNA 93 of the UN
• Quarterly indicators – high frequency data – track performance of economy
• Sources are surveys and administrative data
• Results are presented on quarterly basis for 16 sectors of the economy
Real QGDP contracted by 0.2% in Q2 2018 (year-on-year)
Real Quarterly GDP rate
Macroeconomic aggregates

- **Inflation**  - picking up  
  - Clothing & footwear, housing
- **Trade balance**  - Deficit easing  
  - Increase in export
Key drivers to the weak performance

- Poor performance observed in:
  - Manufacturing
  - Wholesale and retail trade
  - Agriculture
Attributes to weak performance

• MANUFACTURING SECTOR
  – Y/y declined by 12.5% compared to 9.8% in 2017

• Observed Declines in the following subsectors:
  – Basic non-ferrous metals
  – Beverages
  – Diamond cutting and polishing
Attributes to poor performance

- **WHOLESALE AND RETAIL TRADE SECTOR:**
  - Y/y 5.8% vs 11.4% in 2017.
  - Attributed to:
  - Decline in Revenue
Attributes to the poor performance

- **AGRICULTURE SECTOR:**
  - y/y declined 1.1% compared to 20.6%.
  - Observed decline in Livestock subsector

![Graph showing the performance of value added agriculture and livestock from 2010 to 2018.](image-url)
Notable improvements

POSITIVE GROWTHS

- Construction $\uparrow$ 23.8% VS $\downarrow$ 35.9%
- Mining and quarrying $\uparrow$ 22.4% VS $\downarrow$ 19.6%
- Water and Electricity 16.7% $\uparrow$ VS $\uparrow$ 9.0%
Mining growth ↑ 22.4 %

- **Key drivers:**
  - *Diamonds subsector:* Growth of ↑ 30.5% vs ↑ 25.7% in 2017.
  - *Uranium subsector:* Growth of ↑ 62.3% vs ↑ 15.6% in 2017.
Water & Electricity sector 16,7%

- **Key drivers:**
  - *Electricity subsector*
    - Growth of $17.5\%$ VS $12.5\%$ in 2017.
  - *Water subsector*
    - Growth of $12.4\%$ percent vs $5.9\%$ percent same quarter.
Construction growth → 23.8%

• **Key drivers:**
  – ↑4.9 % growth in value of buildings completed.
  – Improved Real Value of government expenditure on construction ↓21.5% VS ↓68.1%
P. Administration, Education & Health

- Key drivers:
- Public Admin posted positive results
- Y/y ↑ 1.2% vs ↓ 2.9%

- Health sector: dipped further to stand at.
- ↓ 6.2% vs ↓ 4.0%

- Education sector: slight recovery, remain depressed
- 4.9% vs 6.4%
Conclusion

- Y/y Real Q2 GDP -0.2%
- Contractions observed in:
  - Manufacturing sector
  - Wholesale Retail Trade sector
  - Agriculture
- Positive growth observed in:
  - Construction
  - Mining and quarrying
  - Transport and communication
  - Electricity and water
- Slow performance:
  - Financial intermediation
  - Public Admin
  - Real estate
Thank you for listening.
Also:
Any questions?
No? Super! Bye!