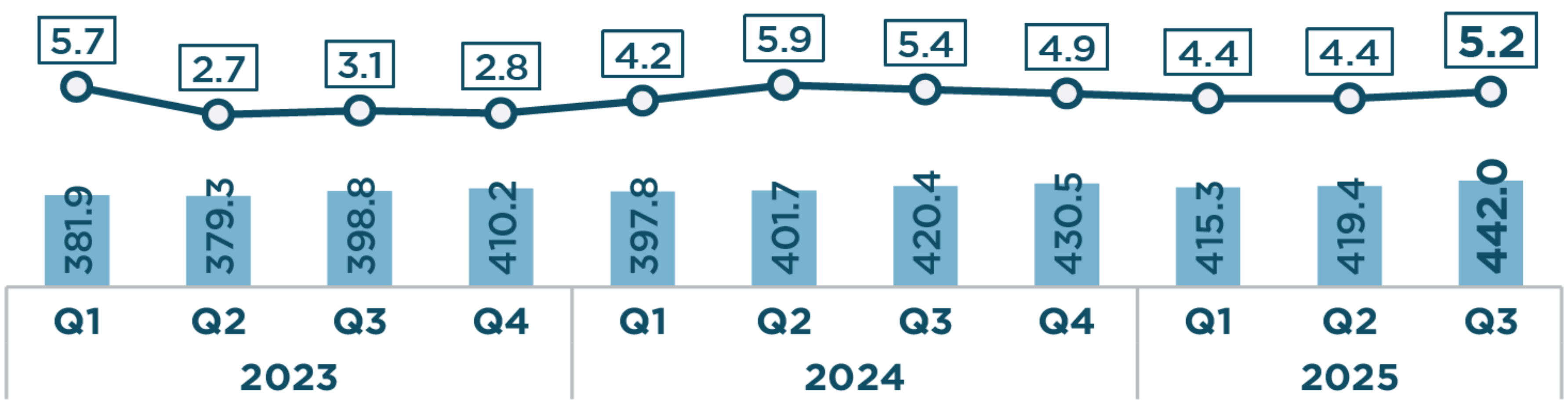
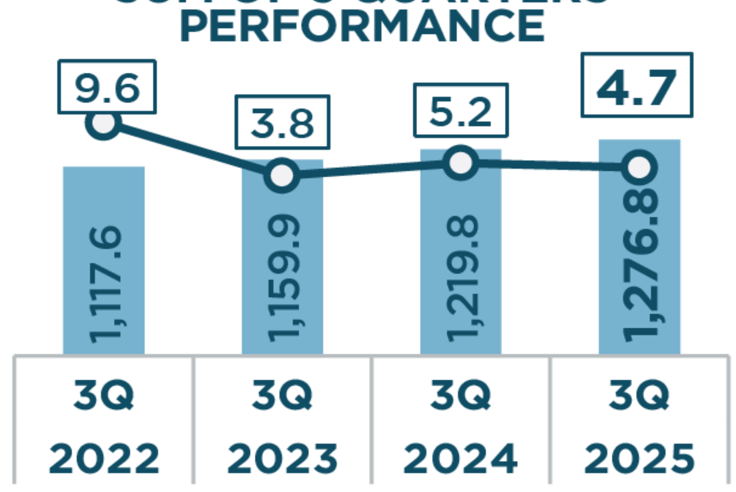
# GROSS DOMESTIC PRODUCT (GDP), THIRD QUARTER OF 2025

**Malaysia's economy recorded a growth of 5.2 per cent,** amounting to RM442.0 billion, driven mainly by the Services and Manufacturing sectors.

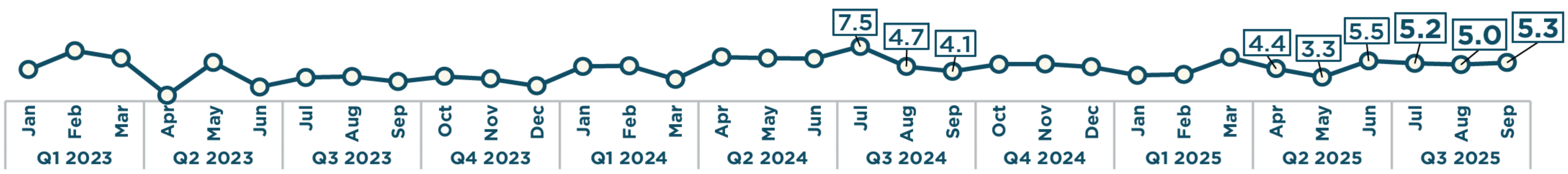
## QUARTERLY PERFORMANCE




## SUM OF 3 QUARTERS PERFORMANCE




## MONTHLY PERFORMANCE




Constant 2015 prices (RM billion) | Annual percentage change (%) | 3Q Sum of three quarters

## GDP PERFORMANCE BY KIND OF ECONOMIC ACTIVITY AND TYPE OF EXPENDITURE

### - Annual Percentage Change (Q3 2025 | Q2 2025)

#### KIND OF ECONOMIC ACTIVITY

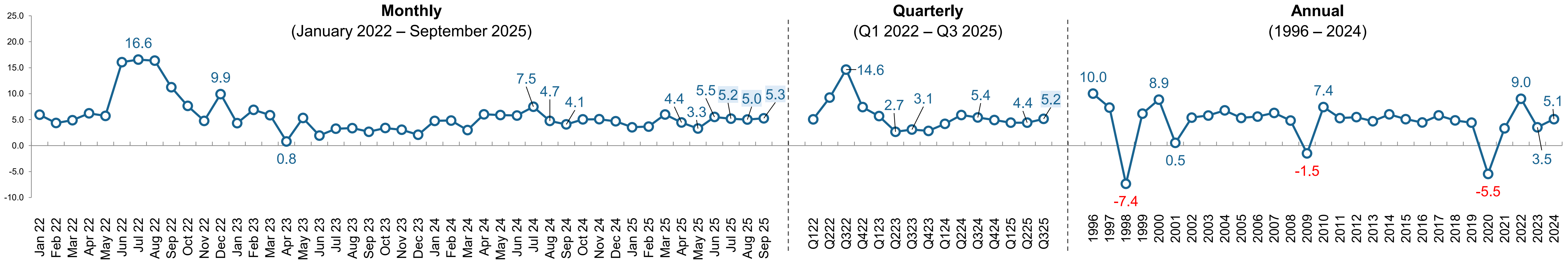
| Activity | Q3 2025 | Q2 2025 |
|---|---|---|
| Services | 5.0% | 5.1% |
| Manufacturing | 4.1% | 3.7% |
| Agriculture | 0.4% | 2.5% |
| Mining & quarrying | 9.7% | -5.2% |
| Construction | 11.8% | 12.1% |

#### TYPE OF EXPENDITURE

| Expenditure | Q3 2025 | Q2 2025 |
|---|---|---|
| Private Final Consumption Expenditure | 5.0% | 5.3% |
| Gross Fixed Capital Formation | 7.4% | 12.1% |
| Government Final Consumption Expenditure | 7.1% | 6.4% |
| Exports | 1.4% | 2.6% |
| Imports | 0.4% | 6.6% |

**Note:** Excludes import duties.

## Malaysia's GDP Growth (%)



# *Malaysia's GDP increased 5.2 per cent in the third quarter of 2025, driven by household spending and tourism-related activities*

- **Malaysia's Gross Domestic Product (GDP) grew by 5.2 per cent** in Q3 2025, compared to 4.4 per cent in Q2 2025. In terms of quarter-on-quarter seasonally adjusted, GDP increased by 2.4 per cent in this quarter from 2.2 per cent in the previous quarter. The national economy recorded a growth rates of 5.2 per cent in July, 5.0 per cent in August and 5.3 per cent in September 2025.

- Overall, the economic performance for the first three quarters of 2025 increased 4.7 per cent as compared to 5.2 per cent during the same period in the previous year.

<u>**GDP by Production Approach**</u>

- **Services** sector grew by 5.0 per cent (Q2 2025: 5.1%) in Q3 2025. The growth was underpinned by the performance in Wholesale & retail trade which expanded by 4.8 per cent, following by the increases particularly in Wholesale trade (6.0%) and Retail trade (4.3%).

- The **Manufacturing** sector rose by 4.1 per cent (Q2 2025: 3.7%) in this quarter. The better growth in this sector was driven by export-oriented industries such as Electrical, electronic & optical products which recorded a steady growth of 8.4 per cent (Q2 2025: 7.3%).

- The **Mining and quarrying** sector soared to 9.7 per cent in Q3 2025, after registering four consecutive quarters of contraction. The expansion was in tandem with the performance of Natural gas which registered a double-digit growth of 11.6 per cent (Q2 2025: -8.1%) and Crude oil & condensate which recorded 8.3 per cent (Q2 2025: -1.6%).

- The **Construction** sector strengthened to 11.8 per cent (Q2 2025: 12.1%) attributed to strong performance in all segments. The Civil engineering and Specialised construction activities sub-sectors was steered the Construction sector with double-digit growth of 13.3 per cent and 10.5 per cent, respectively.

- The **Agriculture** sector grew marginally 0.4 per cent in Q3 2025 (Q2 2025: 2.5%), led by Other agriculture and Livestock sub-sectors. However, contractions in the Oil Palm and Rubber sub-sectors weighed down the overall performance of this sector.

**GDP by Expenditure Approach**

- **Private final consumption expenditure** which accounted for 61.5 per cent of GDP, expanded by 5.0 per cent (Q2 2025: 5.3%) in Q3 2025. The growth was propelled by increased spending in Restaurants & hotels (14.4%) and Transport (9.5%), reflecting sustained demand in travel and tourism-related activities alongside higher holiday-related spending during this quarter.

- **Gross fixed capital formation** registered a growth of 7.4 per cent (Q2 2025: 12.1%). The expansion was primarily driven by the Structure component, which accelerated by 10.4 per cent, underpinned by ongoing development activities particularly in Constructions sector. From a sectoral perspective, both public and private sectors continued to post positive growth during this quarter.

- **Government final consumption expenditure** improved to 7.1 per cent (Q2 2025: 6.4%), influenced by spending on supplies and services.

- The performance of **Exports** in this quarter outperformed **Imports**, registering growth of 1.4 per cent (Q2 2025: 2.6%) and 0.4 per cent (Q2 2025: 6.6%), respectively. Consequently, **Net Exports** surged to 17.7 per cent from 72.6 per cent declined in the previous quarter.