PRESS RELEASE
GROSS DOMESTIC PRODUCT SECOND QUARTER 2016

MALAYSIA’S ECONOMY
At a Glance Q2 2016

GDP GROWTH RATE
4.0%

Key contributors to the economy...

Nevertheless, Agriculture has influenced the overall economic performance.

GDP at Constant 2010 Prices
RM 271.3 billion

GDP at Current Prices
RM 298.5 billion

GNI per Capita at Current Prices
RM 36,675

PRODUCTION

Services, Manufacturing & Construction

Growth Rate
Services
Wholesale & Retail Trade and
Intermediation & Communication
5.7%

Manufacturing
Supported by Electrical, Electronic & Optical
and Petroleum, Chemical, Rubber & Plastic products
4.1%

Construction
Stimulated by Civil Engineering
and Residential Buildings
8.8%

Mining & Quarrying
Artemis in natural gas and
crude oil production
2.6%

Agriculture
Contracted due to Oil Palm and
Forestry & Logging
-7.9%

EXPENDITURE

27.5%: GROSS FIXED
CAPITAL FORMATION
Share

GFCF elevated by 6.1 per cent
restrained by...

PRIVATE FINAL
CONSUMPTION
EXPENDITURE

52.9%: Share

Rose at a faster pace of
6.3 per cent driven by...

Private sector
dominated the investments in
Q2 2016

Sources: Department of Statistics, Malaysia

https://www.statistics.gov.my
https://www.statistics.gov.my
https://www.malaysia.gov.my
In the second quarter of 2016, Malaysia’s economy registered a growth of 4.0 per cent. On a quarter-on-quarter seasonally adjusted, the GDP for this quarter grew 0.7 per cent.

Resilient growth in Services and Manufacturing coupled with a bullish momentum in Construction have reaffirmed the performance of GDP on the production side. Nevertheless, the sluggish growth in Agriculture sector has influenced the overall economic performance of this quarter.

On the expenditure side, growth was primarily driven by Private Final Consumption Expenditure and Gross Fixed Capital Formation.

For the first half of 2016, GDP grew 4.1 per cent with a value of RM536.4 billion at constant and RM589.5 billion at current prices.

Table 1: GDP at Constant 2010 Prices

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<thead>
<tr>
<th>PERCENTAGE CHANGE FROM CORRESPONDING QUARTER OF PRECEDING YEAR</th>
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<tbody>
<tr>
<td>GDP</td>
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GDP by Production Approach

Services sector strengthened to 5.7 per cent from 5.1 per cent in the previous quarter. Wholesale & Retail Trade (6.6%) and Information & Communication (8.8%) remained as the key drivers of Services sector. This sector performance was further supported by Business Services which improved further to 7.9 per cent.

Manufacturing sector continued a positive momentum albeit at a moderate pace of 4.1 per cent (Q1 2016: 4.5%). The growth was supported by Electrical, Electronic & Optical products (8.8%) and Petroleum, Chemical, Rubber & Plastic products (5.5%). Moreover, Non-metallic Mineral products, Basic Metal & Fabricated Metal products increased 5.3 per cent (Q1 2016: 4.9%).

Construction sector augmented to 8.8 per cent (Q1 2016: 7.9%). Civil Engineering maintained its stronghold by registering a growth of 18.9 per cent and continued to support the Construction sector. Furthermore, Residential Buildings advanced to 9.2 per cent propelled by properties development.

GDP by Expenditure Approach

Private Final Consumption Expenditure rose at a faster pace of 6.3 per cent (Q1 2016: 5.3%) driven by higher consumption on food & beverages, communication and transportation.

Gross Fixed Capital Formation (GFCF) elevated to 6.1 per cent (Q1 2016: 0.1%) stimulated by the growth of Structure at 5.9 per cent and the sharp rebound in Machinery & Equipment to 8.1 per cent. Private Sector with a share of 73.1 per cent, posted a growth of 5.6 per cent and has led the momentum of GFCF in this quarter. Meanwhile, Public sector accelerated to 7.5 per cent (Q1 2016: -4.5%).

Exports rebounded to 1.0 per cent in this quarter which was driven by an improvement in exports of goods and services. Imports also posted a positive growth of 2.0 per cent due to a recovery in imports of goods.

Released By:

THE OFFICE OF CHIEF STATISTICIAN MALAYSIA
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12 August 2016

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