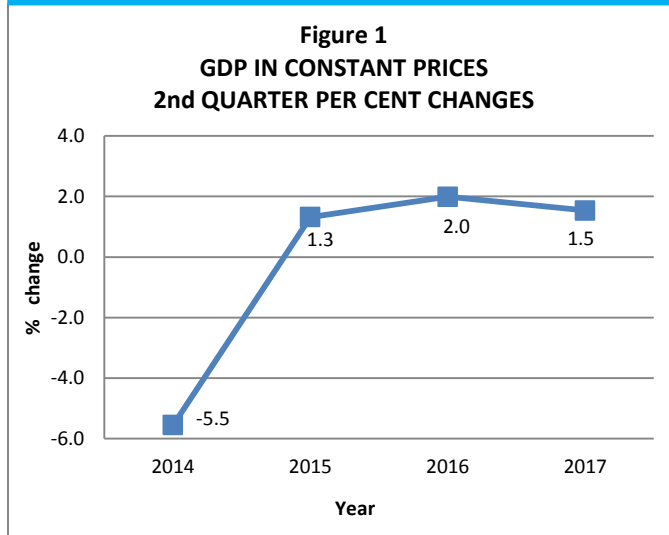


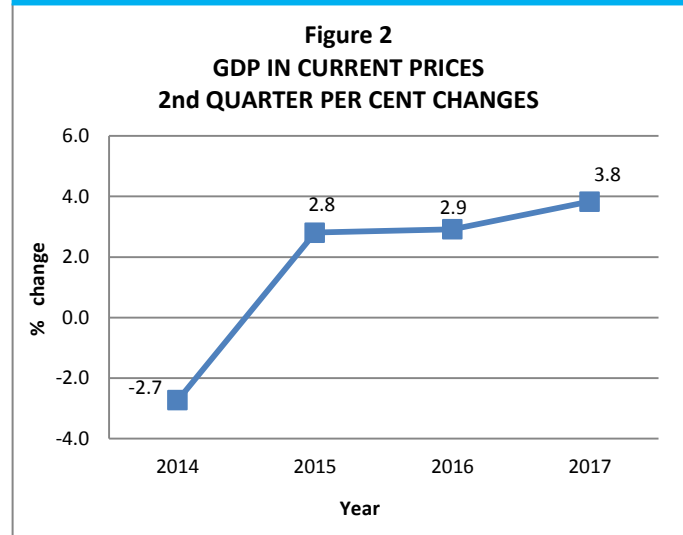


QUARTERLY GROWTH SUMMARY

CONSTANT GDP UP 1.5%



CURRENT GDP UP 3.8%



GDP GROWTH RECORDED FOR 2ND QTR 2017

During the second quarter 2017, quarterly GDP at constant prices was estimated at \$1,149.9 million. This represented a 1.5 per cent increase year-over-year (Figure 1; Table 1). The main drivers were a \$50.7 million increase in gross capital formation and a \$13.3 million increase from the exports of goods and services. These gains helped to offset the negative impact of a rise in imports of goods on the overall GDP growth.

In current prices, nominal GDP rose 3.8 per cent (Figure 2; Table 2). Overall inflation for the 2nd quarter, as measured by the implicit price index, increased 2.3 per cent.

HIGHLIGHTS (CONSTANT PRICES)

- After adjusting for inflation, household final consumption stood at \$618.9 million (Table 1). Increased expenditure on accommodation, catering services, food and beverages were offset by decreases in the purchase of motor vehicles and lower electricity consumption.
- Government consumption increased 3.5 per cent due mostly to higher expenditure on goods and services (Table 1).
- Gross capital formation (i.e. investment in fixed assets) increased \$50.7 million or 29.1 per cent (Table 1) reflecting higher investment in machinery and equipment such as transport equipment. Capital formation related to commercial construction also increased significantly during the period.
- The net surplus on trade in goods and services decreased \$39.9 million or 25.7 per cent (Table 1), due primarily to higher payments for imports of goods and services. Imports of goods and services, which have a downward effect on GDP growth, rose \$53.1 million reflecting higher payments for imported goods as well as related payments for sea transport freight services. In contrast, receipts from the exports of goods and services rose \$13.3 million due mostly to increased tourist expenditure.

QUARTERLY GDP BY EXPENDITURE

Table 1 : GDP by Expenditure – CONSTANT PRICES (BD\$ millions) ^(1,2,3)
(2006=100)

	2016R Q2	2016R Q3	2016R Q4	2017R Q1	2017 Q2
FINAL CONSUMPTION EXPENDITURE	802.8	825.8	835.6	816.2	809.4
Household Final Consumption	618.7	630.2	652.6	634.5	618.9
Government Final Consumption	184.1	195.6	183.0	181.7	190.5
GROSS CAPITAL FORMATION	174.4	171.0	175.9	199.1	225.1
Construction	87.0	83.9	88.3	89.5	102.4
Machinery and Equipment	87.5	87.1	87.6	109.6	122.7
EXTERNAL BALANCE OF GOODS AND SERVICES	155.3	103.8	138.4	339.6	115.4
Exports of goods and services	570.9	523.8	546.2	742.5	584.2
Exports of goods	3.9	4.3	3.9	3.8	3.4
Exports of services	567.0	519.4	542.3	738.8	580.8
Imports of goods and services	415.7	420.0	407.8	403.0	468.8
Imports of goods	203.2	188.7	190.9	199.0	249.5
Imports of services	212.5	231.3	216.9	204.0	219.3
GROSS DOMESTIC PRODUCT	1,132.5	1,100.6	1,149.9	1,354.8	1,149.9
Percentage changes ⁽⁴⁾ (%)					
	2016R Q2	2016R Q3	2016R Q4	2017R Q1	2017 Q2
FINAL CONSUMPTION EXPENDITURE	-0.5	+1.7	-0.1	+0.3	+0.8
Household Final Consumption	+0.2	+0.8	+0.7	+0.7	0.0
Government Final Consumption	-2.7	+4.7	-2.9	-0.8	+3.5
GROSS CAPITAL FORMATION	+5.2	+16.3	+16.3	+19.0	+29.1
Construction	+8.0	+16.1	+4.5	-0.9	+17.7
Machinery and Equipment	+2.6	+16.6	+31.3	+42.3	+40.4
EXTERNAL BALANCE OF GOODS AND SERVICES	+12.8	-9.8	-10.7	-9.6	-25.7
Exports of goods and services	+4.2	-0.5	+0.9	-0.6	+2.3
Exports of goods	-19.1	-6.5	+0.2	+6.2	-13.0
Exports of services	+4.4	-0.5	+0.9	-0.6	+2.4
Imports of goods and services	+1.3	+2.1	+5.6	+8.6	+12.8
Imports of goods	-1.6	+3.2	+9.4	+13.7	+22.8
Imports of services	+4.3	+1.2	+2.4	+4.1	+3.2
GROSS DOMESTIC PRODUCT	+2.0	+2.5	+0.7	-0.1	+1.5

1. Data are preliminary and subject to revision
2. Data are not seasonally adjusted
3. Numbers may not add due to rounding
4. All percentage changes refer to the corresponding quarter of the previous year

QUARTERLY GDP BY EXPENDITURE

Table 2 : GDP by Expenditure – CURRENT PRICES (BD\$ millions) ^(1,2,3)
(2006=100)

	2016R Q2	2016R Q3	2016R Q4	2017R Q1	2017 Q2
FINAL CONSUMPTION EXPENDITURE	1,026.8	1,058.6	1,073.6	1,053.8	1,050.2
Household Final Consumption	786.4	801.9	833.3	815.4	798.1
Government Final Consumption	240.5	256.7	240.4	238.4	252.1
GROSS CAPITAL FORMATION	195.7	191.9	198.0	222.2	252.4
Construction	106.4	102.9	108.7	110.4	127.0
Machinery and Equipment	89.3	89.1	89.3	111.8	125.3
EXTERNAL BALANCE OF GOODS AND SERVICES	223.4	170.1	198.0	452.6	198.9
Exports of goods and services	717.3	665.9	677.2	927.3	758.9
Exports of goods	4.8	5.2	4.9	4.7	4.4
Exports of services	712.5	660.6	672.4	922.6	754.5
Imports of goods and services	493.9	495.8	479.3	474.7	560.1
Imports of goods	238.3	220.9	222.5	230.4	292.6
Imports of services	255.5	274.9	256.7	244.3	267.5
GROSS DOMESTIC PRODUCT	1,446.0	1,420.6	1,469.6	1,728.6	1,501.4
Percentage changes ⁽⁴⁾ (%)					
	2016R Q2	2016R Q3	2016R Q4	2017R Q1	2017 Q2
FINAL CONSUMPTION EXPENDITURE	+0.8	+3.3	+1.8	+2.0	+2.3
Household Final Consumption	+1.6	+2.5	+2.8	+2.6	+1.5
Government Final Consumption	-1.9	+6.0	-1.4	+0.2	+4.8
GROSS CAPITAL FORMATION	+5.8	+16.9	+16.0	+17.7	+28.9
Construction	+9.3	+17.6	+6.3	+0.3	+19.4
Machinery and Equipment	+1.9	+16.2	+30.7	+42.0	+40.3
EXTERNAL BALANCE OF GOODS AND SERVICES	+11.2	-5.7	-9.5	-5.6	-11.0
Exports of goods and services	+4.1	-0.1	+0.9	+1.4	+5.8
Exports of goods	-18.9	-7.9	+2.1	+16.8	-7.9
Exports of services	+4.3	0.0	+0.9	+1.4	+5.9
Imports of goods and services	+1.2	+2.0	+5.9	+9.2	+13.4
Imports of goods	-1.9	+2.9	+9.3	+13.5	+22.8
Imports of services	+4.2	+1.2	+3.1	+5.4	+4.7
GROSS DOMESTIC PRODUCT	+2.9	+3.8	+1.8	+1.6	+3.8

1. Data are preliminary and subject to revision
2. Data are not seasonally adjusted
3. Numbers may not add due to rounding
4. All percentage changes refer to the corresponding quarter of the previous year

DEFINITIONS AND NOTES

Household Consumption

Household final consumption expenditure consists of the expenditure incurred by resident households on individual consumption goods and services including those sold at prices that are not economically significant. Household consumption in this publication represents “actual final consumption of households” since it includes goods and services as social transfers in kind from general government and non-profit institutions serving households. Household consumption also includes indirect estimates of consumption such as the imputed rent of residents living in their own dwellings.

Government Consumption

Government consumption expenditure consists of expenditure incurred by general government on both individual consumption goods and services and collective consumption services. Individual consumption includes expenditure used for the direct satisfaction of individual needs like health and education. Collective consumption includes expenditure used to satisfy the collective needs of members of the community like defence and environmental protection.

Gross Capital Formation

Gross fixed capital formation consists of net acquisitions (acquisitions less disposals) of fixed assets. Capital assets are goods that intended for use in a production process and that are expected to last for more than one year. Examples of capital assets are machinery and equipment.

Exports of goods and services

This category includes merchandise exports, re-exports of goods such as the sales of fuel to foreign airlines, exports of services and direct purchases in the domestic market by non-residents.

Imports of goods and services

This category includes merchandise imports, imports of services and direct purchases abroad by residents.

REVISIONS POLICY

Revisions to the previously published series may be made each quarter. The frequency and cause of these revisions are as follows:

- **Quarterly:** additional data becoming available for the latest quarters, which is used to replace existing estimates; revisions to quarterly data (e.g. revisions to the Balance of Payments or Retail Trade Survey), which will be incorporated as soon as possible to maintain consistency between published macroeconomic statistics.
- **Annual:** introduction of annual data following the release of the latest annual national accounts each year; annual updating of the weights used to combine component series to totals, and subsequent chaining.
- **Irregular:** for example, methodological changes. However, note that revisions of this nature are, as far as possible, incorporated to coincide with the annual cycle of revisions outlined above.

Published by the Government of Bermuda
February 2018

Department of Statistics
Cedar Park Centre,
48 Cedar Avenue, Hamilton HM 11

P.O. Box HM 3015
Hamilton HM MX, Bermuda

Tel: (441) 297-7761, Fax: (441) 295-8390

E-mail: statistics@gov.bm
Website: www.gov.bm