

# PRIVATE NEW CAPITAL EXPENDITURE, JUNE QUARTER 2016

## Summary

During the June quarter, real private new capital expenditure:

- fell 0.3% in South Australia in trend terms (nationally, real private new capital expenditure fell 3.8%); and
- fell 0.8% in South Australia in seasonally adjusted terms (nationally, real private new capital expenditure fell 5.4%).

**Note:** The ABS survey of New Capital Expenditure covers private businesses in all industries except for agriculture, forestry and fishing, government administration and defence, superannuation funds, education, health and community services, and 'other' services and those that do not employ.

## Further Analysis

### Trend data

In South Australia, the fall in private new capital expenditure during the June quarter followed a fall of 0.1% in the previous quarter. The quarterly fall reflected a fall in expenditure on equipment, plant and machinery (down 2.5%), which was partially offset by an increase in expenditure on buildings and structures (up 1.8%)—see Chart 1.

Real private new capital expenditure in South Australia was 5.3% lower than a year earlier. This reflected a fall in capital expenditure on equipment, plant and machinery (down 17%) which was partially offset by rise in capital expenditure on buildings and structures (up 8.4%).

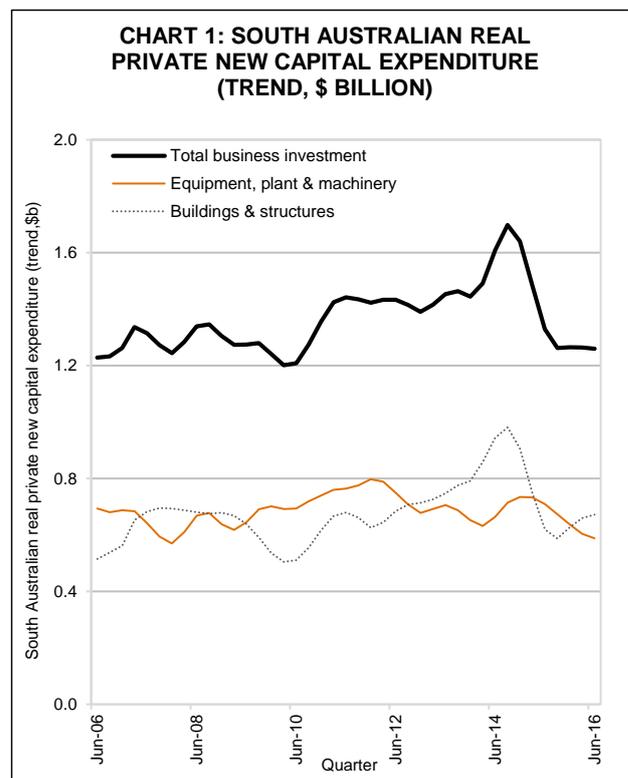
Nationally, real private new capital expenditure was 15% lower than a year earlier.

Recording a rise in capital expenditure during the June quarter 2016 were New South Wales (up 6.0%), Tasmania (up 3.6%) and Victoria (up 0.4%), with falls recorded in Western Australia (down 10%), Queensland (down 6.3%) and South Australia (down 0.3%).

New South Wales (up 15%), Tasmania (up 4.1%) and Victoria (up 0.8%) recorded through the year growth—see Table 1.

**TABLE 1: Real Private New Capital Expenditure – Trend**

	(\$ billion)	Jun 16 v Mar 16 (% change)	Jun 16 v Jun 15 (% change)
NSW	7.3	6.0	15.3
VIC	4.7	0.4	0.8
QLD	5.1	-6.3	-28.2
<b>SA</b>	<b>1.3</b>	<b>-0.3</b>	<b>-5.3</b>
WA	9.1	-10.5	-29.2
TAS	0.2	3.6	4.1
<b>AUS</b>	<b>29.1</b>	<b>-3.8</b>	<b>-15.2</b>



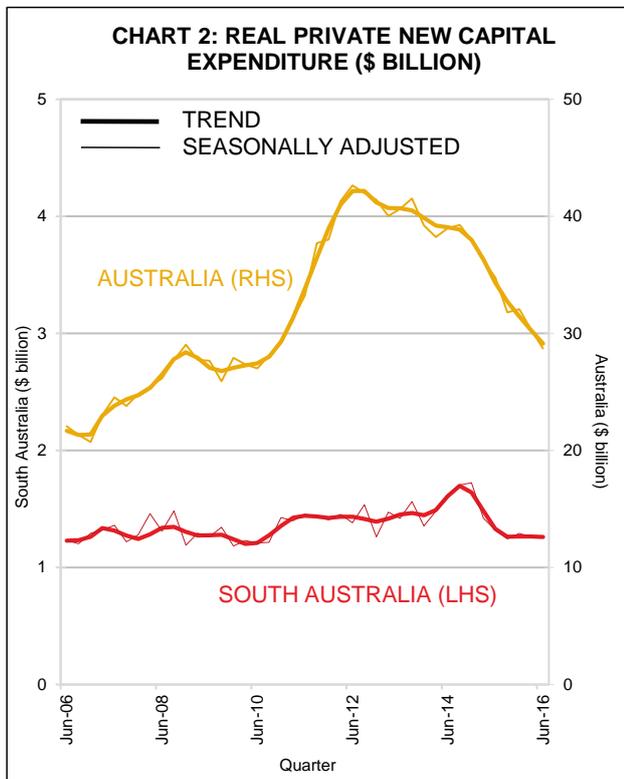
### Seasonally Adjusted data

In South Australia, the fall in private new capital expenditure during the June quarter followed a fall of 2.2% in the previous quarter. The June quarter fall reflected a decrease in expenditure on equipment, plant and machinery (down 3.5%), which was partially offset by an increase in



expenditure on buildings and structures (up 1.5%).

Real private new capital expenditure in South Australia was 5.0% lower than a year earlier. This reflected a fall in capital expenditure on equipment, plant and machinery (down 22%) partly offset by a rise in capital expenditure on buildings and structures (up 18%)—see Chart 2.



Nationally, there was a real fall of 5.4% in private new capital expenditure during the June quarter, reflecting a fall in the mining industry (down 16%) being partly offset by rises in the manufacturing industry (up 13%) and in 'other selected industries' (up 0.8%).

Only Tasmania (up 7.6%) and New South Wales (up 3.6%) recorded rises in capital expenditure during the June quarter 2016—see Table 2.

**TABLE 2: Real Private New Capital Expenditure – Seasonally Adjusted**

	(\$ billion)	Jun 16 v Mar 16 (% change)	Jun 16 v Jun 15 (% change)
NSW	7.3	3.6	7.0
VIC	4.7	-1.1	-0.8
QLD	5.2	-1.6	-28.4
<b>SA</b>	<b>1.3</b>	<b>-0.8</b>	<b>-5.0</b>
WA	8.5	-18.4	-33.9
TAS	0.2	7.6	2.1
<b>AUS</b>	<b>28.7</b>	<b>-5.4</b>	<b>-17.4</b>

**Original Data**

In South Australia, total nominal private new capital expenditure was 16% lower in the year to June 2016 compared with the previous year. Capital expenditure contributions by industry were not available for mining and manufacturing. Capital expenditure in other selected industries was 8.7% lower than a year earlier.

1 September 2016

Next release of ABS cat. no. 5625.0 is 1 December 2016

