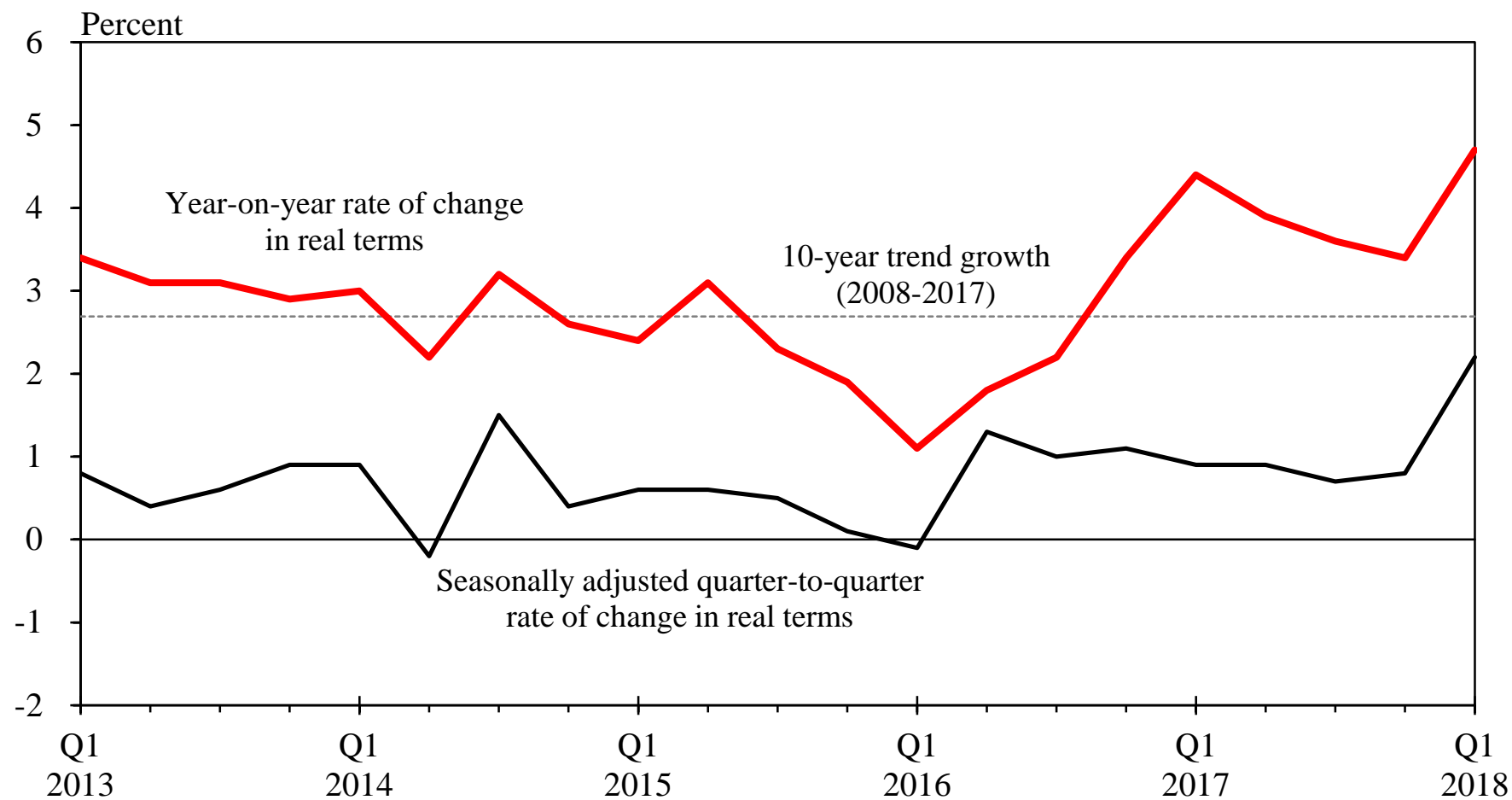


Hong Kong's Gross Domestic Product



Note : Figures for the first quarter of 2018 are preliminary estimates.

Table 1

**Gross Domestic Product, its main expenditure components
and the main price indicators
(year-on-year rate of change (%))**

	<u>2016[#]</u>	<u>2017[#]</u>	<u>Q1[#]</u>	<u>Q2[#]</u>	<u>2017</u> <u>Q3[#]</u>	<u>Q4[#]</u>	<u>2018</u> <u>Q1⁺</u>
<i>Change in real terms of GDP and its main expenditure components (%)</i>							
Private consumption expenditure	2.0	5.5	3.7 (0.8)	5.8 (2.0)	6.3 (1.8)	6.3 (1.5)	8.6 (3.1)
Government consumption expenditure	3.3	3.4	2.8 (0.6)	3.0 (1.1)	4.5 (1.7)	3.2 (-0.2)	3.9 (1.2)
Gross domestic fixed capital formation	-0.1	3.5	5.7	7.6	-2.1	3.1	3.8
Building and construction	5.9	1.7	7.0	2.0	0.9	-2.6	1.0
Costs of ownership transfer	-2.9	22.3	77.8	53.0	-12.8	6.2	12.8
Machinery, equipment and intellectual property products	-6.3	1.8	-7.8	6.1	-3.0	9.9	6.2
Total exports of goods ^{&}	1.6	5.9	9.6 (1.2)	5.7 (0.1)	5.7 (0.8)	3.4 (1.1)	5.2 (3.1)
Imports of goods ^{&}	0.7	7.0	10.3 (0.8)	6.4 (0.4)	6.3 (1.5)	5.4 (2.4)	6.9 (2.3)
Exports of services ^{&}	-3.5	3.2	3.3 (1.2)	1.9 (-1.6)	3.5 (3.0)	3.9 (1.2)	7.5 (4.8)
Imports of services ^{&}	2.0	1.9	0.9 (0.2)	4.8 (1.6)	1.4 (-1.7)	0.8 (0.8)	3.8 (3.2)
Gross Domestic Product	2.2	3.8	4.4 (0.9)	3.9 (0.9)	3.6 (0.7)	3.4 (0.8)	4.7 (2.2)
<i>Change in the main price indicators (%)</i>							
GDP deflator	1.7	2.9	2.4 (0.9)	3.4 (1.1)	3.2 (0.3)	2.8 (0.5)	4.1 (2.1)
Composite CPI							
Headline	2.4	1.5	0.5 (0.1)	2.0 (0.6)	1.8 (0.3)	1.6 (0.6)	2.4 (0.9)
Underlying[^]	2.3	1.7	1.4 (0.1)	2.0 (0.6)	1.7 (0.3)	1.6 (0.6)	2.4 (0.8)
<i>Change in nominal GDP (%)</i>	3.9	6.8	6.8	7.4	6.9	6.3	9.1

Notes: Figures are subject to revision later on as more data become available. The seasonally adjusted quarter-to-quarter rate of change is not applicable to gross domestic fixed capital formation, as no clear seasonal pattern is found for the category due to the presence of considerable short-term fluctuations.

(&) Figures are compiled based on the change of ownership principle in recording goods sent abroad for processing and merchanting under the standards stipulated in the *System of National Accounts 2008*.

(#) Revised figures.

(+) Preliminary figures.

() Seasonally adjusted quarter-to-quarter rate of change.

(^) After netting out the effects of the Government's one-off relief measures.

Table 2**Economic forecasts for 2018
(rate of change (%))**

	Forecasts as released <u>on 28.2.2018</u> (%)	Latest forecasts <u>on 11.5.2018</u> (%)
Real Gross Domestic Product (GDP)	3 to 4	<i>3 to 4</i>
Composite Consumer Price Index (CCPI)		
<i>Underlying CCPI</i>	2.5	2.5
<i>Headline CCPI</i>	2.2	2.2