

15 August 2024 (No. of pages:2)

Japanese report: 15 Aug 2024

Apr-Jun 2024 1st Preliminary GDP Estimate

GDP achieves positive growth on the plus side with factors such as production hikes in motor vehicles and improvements in income environment

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Summary

- The real GDP growth rate for Apr-Jun 2024 (1st preliminary est) was up by +3.1% q/q annualized (+0.8% q/q). Normalization of motor vehicle production has progressed, boosting private consumption, capex, and exports. The income environment has also improved, and this has led to growth in private consumption for the first time in five quarters, while in addition, growth was observed in a wide range of demand components.
- Our outlook for the real GDP growth rate in the Jul-Sep period of 2024 sees growth at mid-range of the +2% q/q annualized level (mid-range of the +0% q/q level). On the other hand, downside risk to exports due to the deterioration of overseas economies such as the US and elsewhere, as well as the effects of yen appreciation will continue to require attention.

Apr-Jun 2024 GDP (1st Preliminary Estimate)

Chart 1

		2023			2024	
		Apr-Jun	Jul-Sep	Oct-Dec	Jan-Mar	Apr-Jun
Real GDP	Q/q %	0.6	-1.0	0.1	-0.6	0.8
	Annualized Q/q %	2.4	-4.0	0.3	-2.3	3.1
Private consumption	Q/q %	-0.8	-0.3	-0.3	-0.6	1.0
Private residential investment	Q/q %	1.4	-1.2	-1.1	-2.6	1.6
Private non-residential investment	Q/q %	-2.1	-0.1	2.1	-0.4	0.9
Change in private inventories (contribution to real GDP growth)	Q/q % pts	-0.1	-0.5	-0.1	0.3	-0.1
Government consumption	Q/q %	-1.2	0.6	-0.1	0.3	0.1
Public investment	Q/q %	1.0	-1.9	-1.7	-1.1	4.5
Exports of goods and services	Q/q %	3.2	0.1	3.0	-4.6	1.4
Imports of goods and services	Q/q %	-4.1	1.3	2.0	-2.5	1.7
Domestic demand (contribution to real GDP growth)	Q/q % pts	-1.1	-0.7	-0.1	-0.1	0.9
Foreign demand (contribution to real GDP growth)	Q/q % pts	1.7	-0.3	0.2	-0.5	-0.1
Nominal GDP	Q/q %	2.0	-0.1	0.7	-0.2	1.8
	Annualized Q/q %	8.2	-0.3	2.8	-1.0	7.4
GDP deflator	Q/q %	1.4	1.0	0.6	0.3	1.0
	Y/y %	3.7	5.2	3.9	3.4	3.0

Source: Cabinet Office; compiled by DIR.

Notes: 1) Due to rounding, contributions do not necessarily conform to calculations based on figures shown.

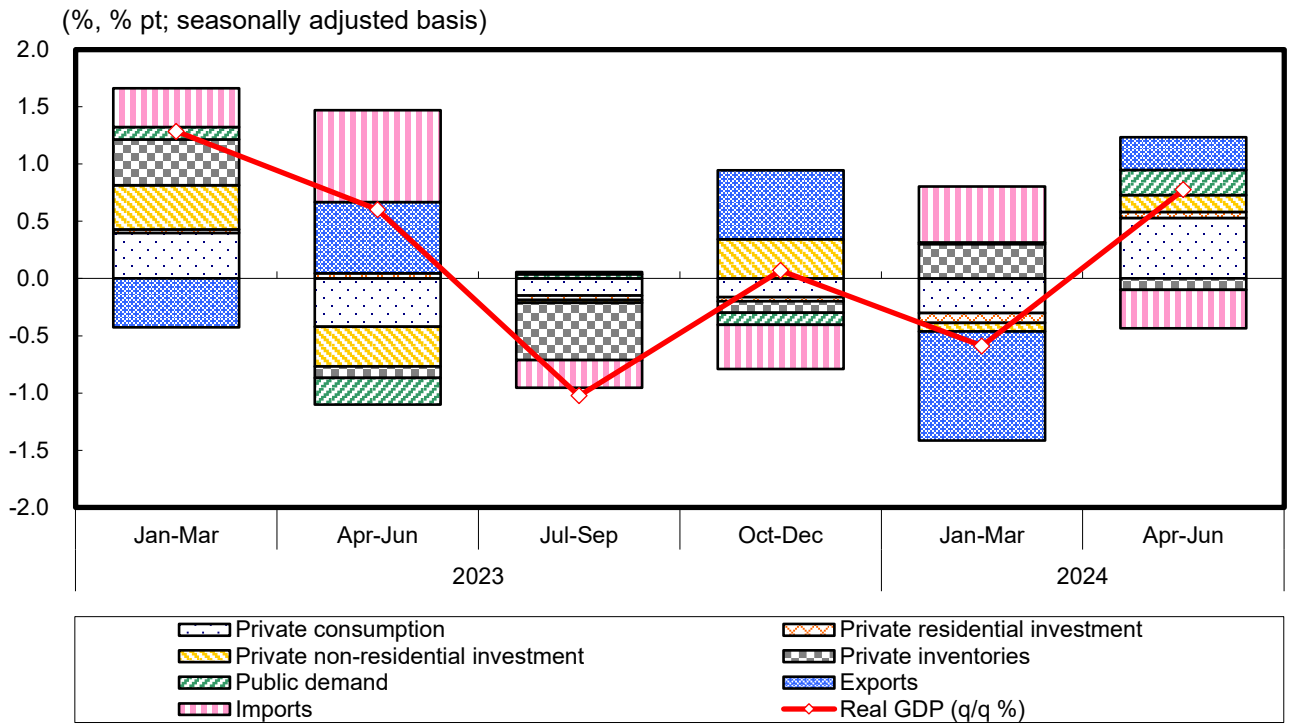
2) Q/q figures are on a seasonally adjusted basis.

IMPORTANT DISCLOSURES, INCLUDING ANY REQUIRED RESEARCH CERTIFICATIONS, ARE PROVIDED ON THE LAST TWO PAGES OF THIS REPORT.

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Contribution to Real GDP

Chart 2



Source: Cabinet Office; compiled by DIR.