

THIRD QUARTER GROSS DOMESTIC PRODUCT 2023



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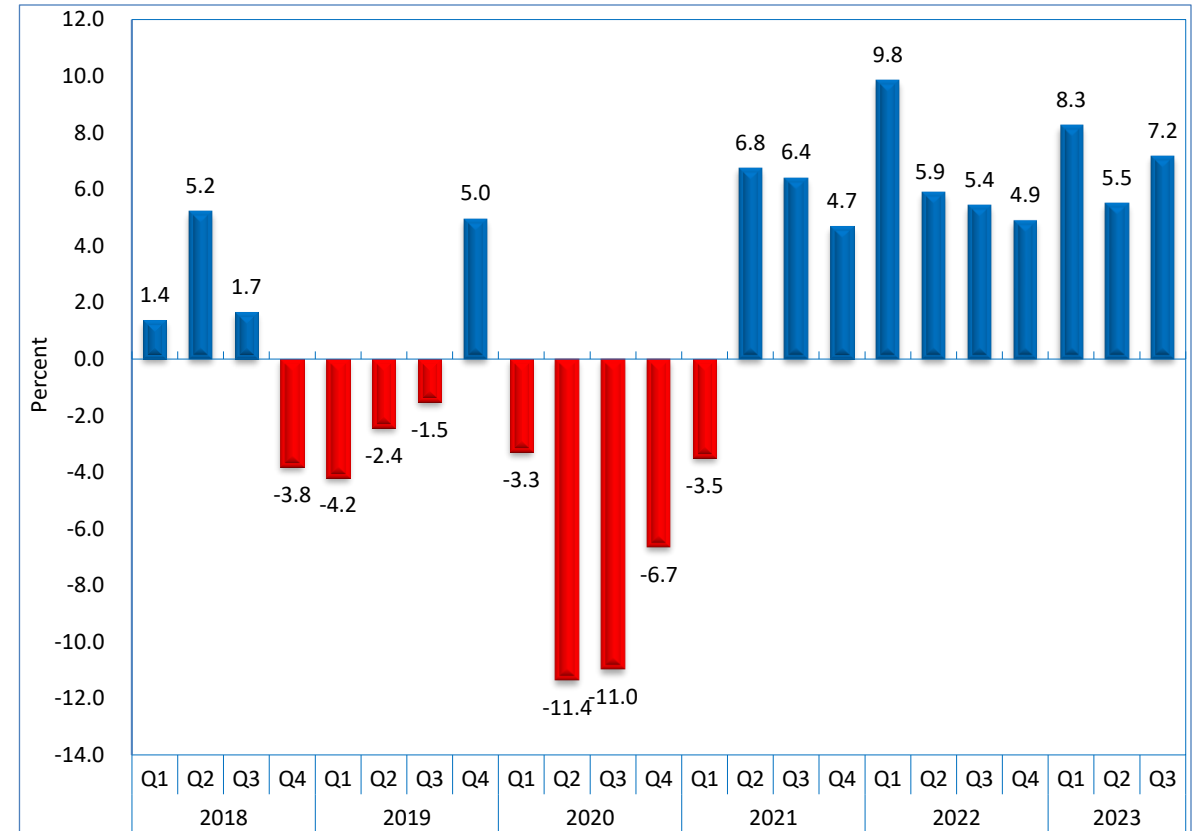
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ECONOMIC PERFORMANCE OVERVIEW

Economic Performance




GDP Growth

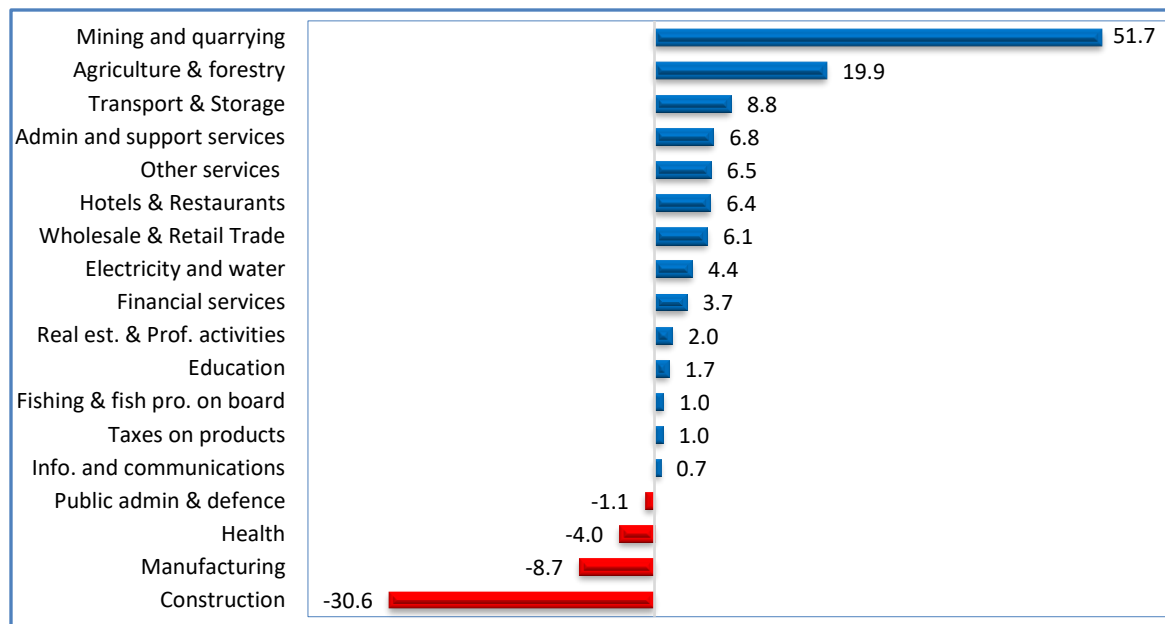
- The domestic economy posted a growth of 7.2 percent during the third quarter of 2023.
- Y/y RGDP grew by **↑ 7.2%** in 3Q23 compared to **↑ 5.4%** in 3Q22
- In nominal terms, the economy expanded by N\$ 6.8 billion, from N\$ 52.9 billion to N\$ 59.7 billion.



Economic Performance

Key drivers to GDP

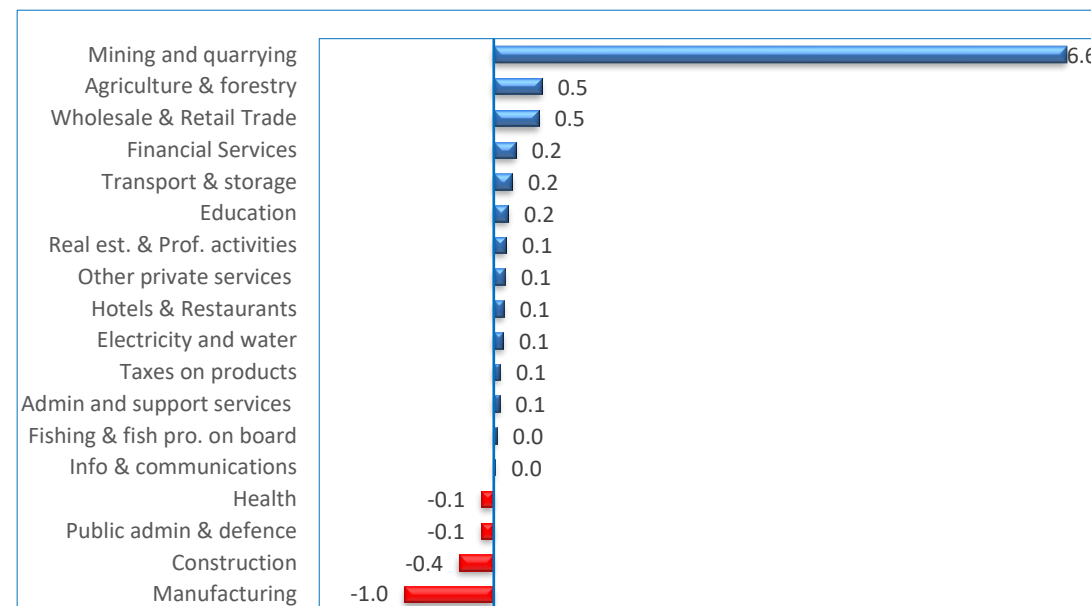
- 'Mining & quarrying' registered  51.7%
- 'Agriculture and forestry' posted  19.9%.
- Transport service activities witnessed  8.8%.



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Economic
Performance

Sectoral contribution to GDP growth rate

- Major contributors to GDP growth of 7.2%
 - ✓ 'Mining and quarrying' 6.6 percentage point
 - ✓ 'Agriculture & forestry' 0.5 percentage point
- Least contributor:
 - ✓ Manufacturing 1.0 percentage point



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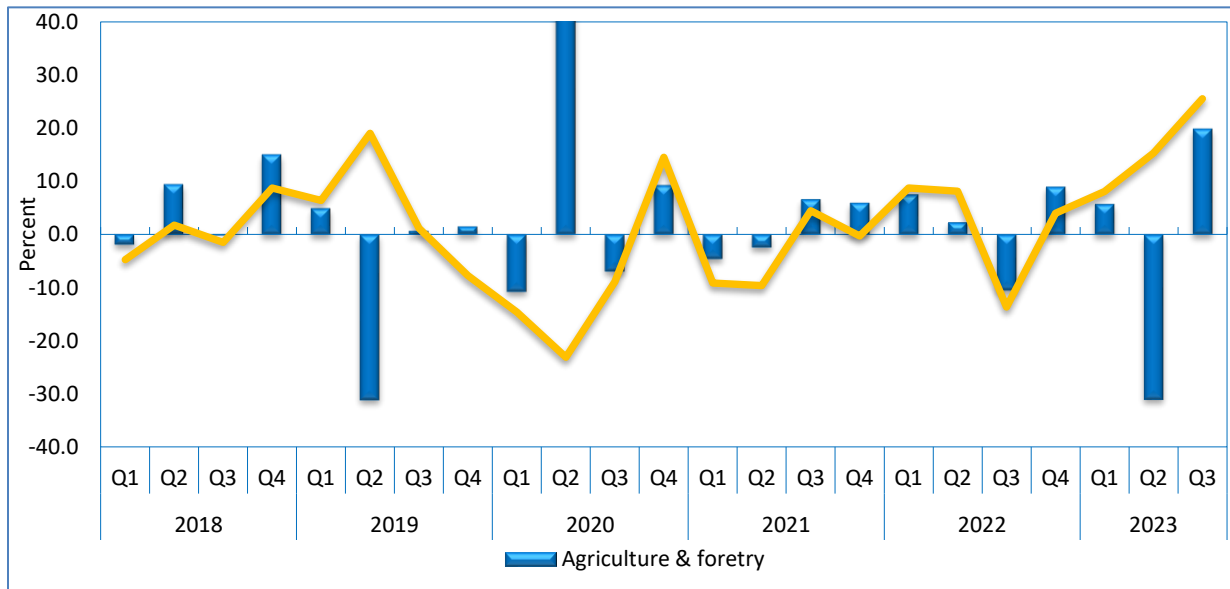
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PRIMARY INDUSTRY OVERVIEW

Primary Industry overview

Agriculture and forestry sector

- 'Agriculture and forestry' sector posted a growth in real value added of 19.9% compared to a decline growth of 10.6% recorded in 3Q22
- **Key drivers:**
 - Livestock farming subsector ↑ 25.6% vs ↓ 13.7% in 2Q23. Due to improve livestock marketing during the period under review



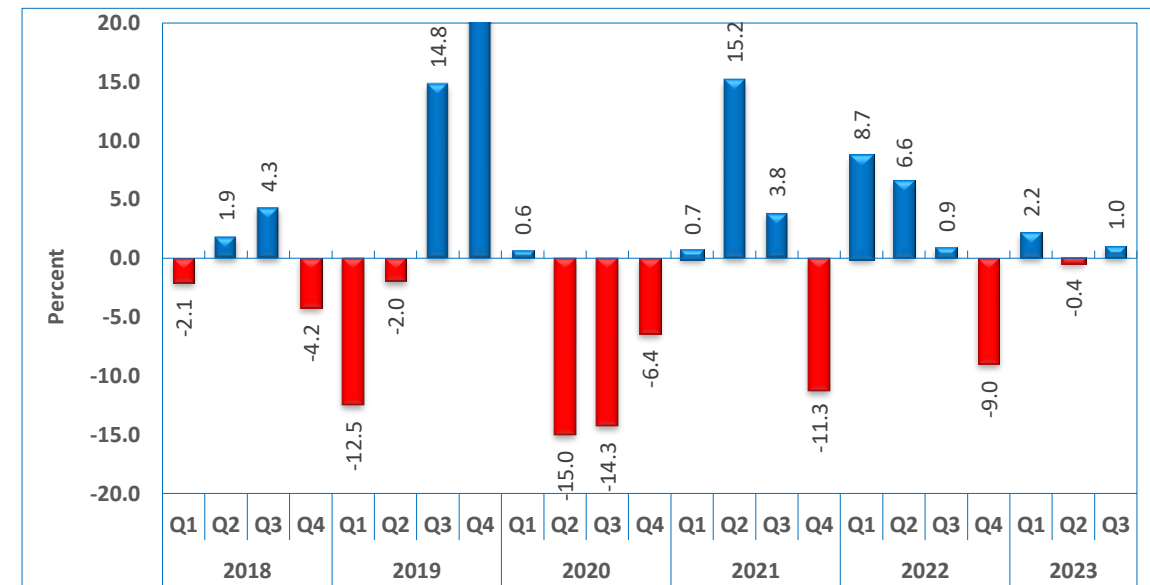
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Primary industry

Fishing and fish processing on board sector

- The 'Fishing and fish processing on board' sector registered a moderate growth of 1.0% compared to a growth of 0.9% 3Q22.
- **Key drivers:**
 - Hake landings ↑ 15.3% vs ↓ 8.4% in 3Q22



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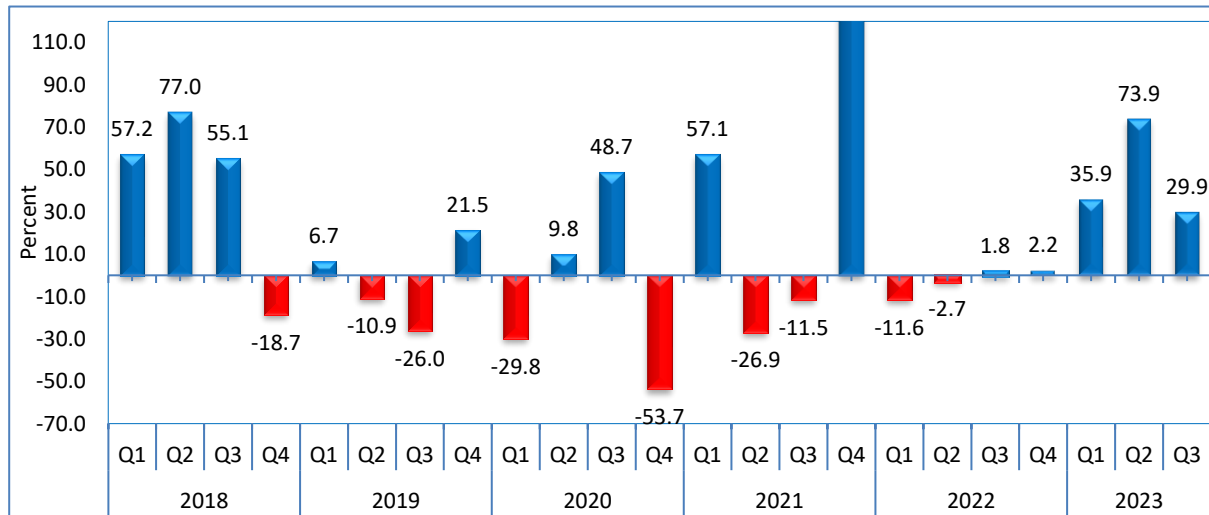
Primary Industry overview

Mining and quarrying

- Mining and quarrying registered a robust growth of 51.7% in real value added compared to a growth of 30.6% in 3Q22.
 - Key drivers

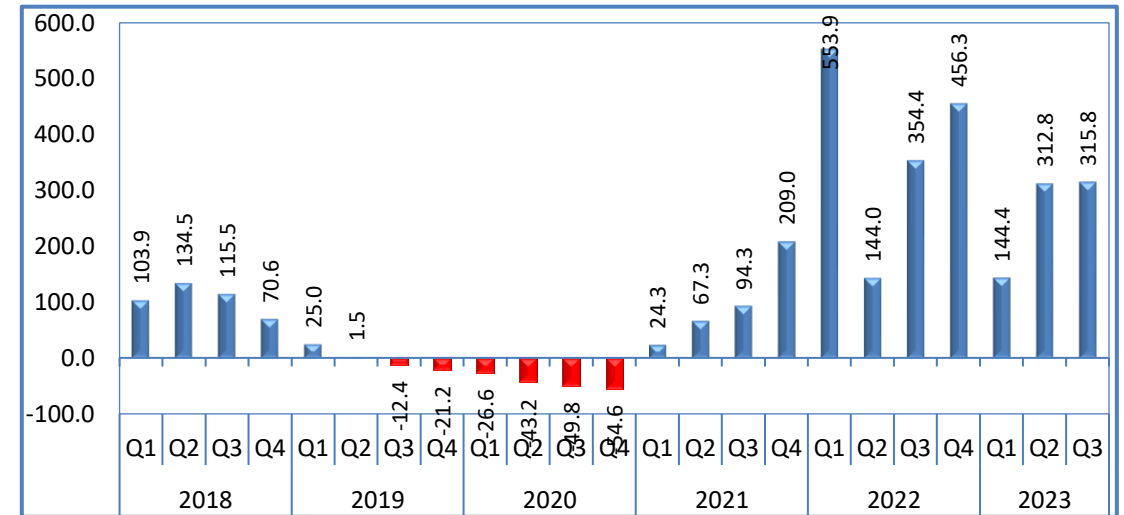
Uranium mining Subsector

- ✓ Posted growth of 29.9 % compared a growth of 1.8 percent in 3Q22



Mineral Exploration Services

- ✓ Robust performance observed, recording 315.8% growth relative to 354.4% in 3Q22



Primary Industry

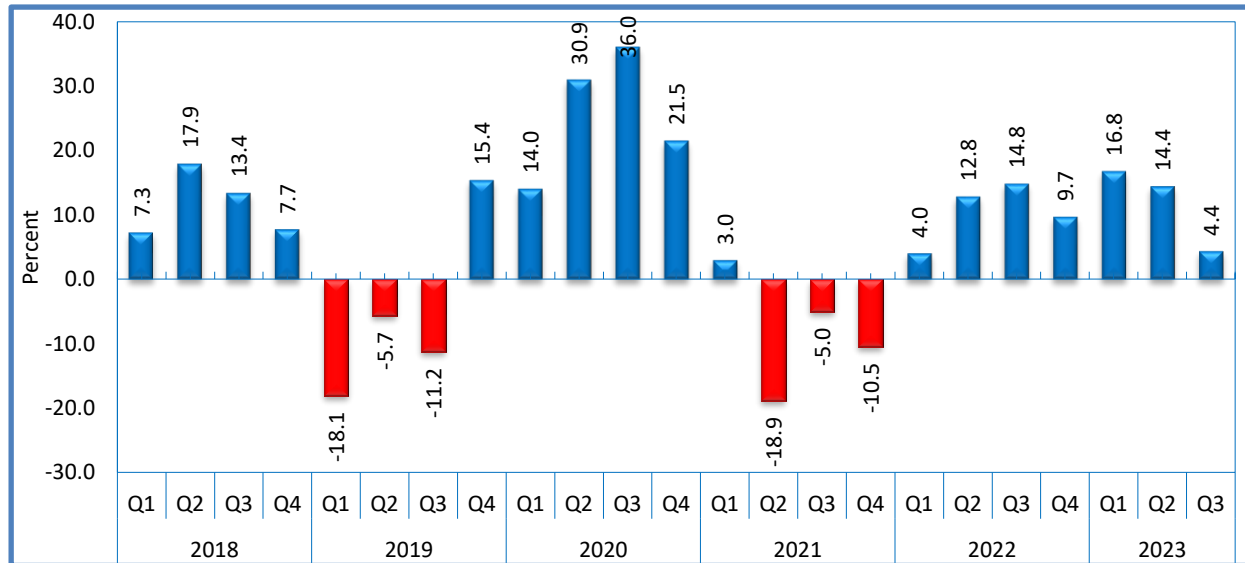


SECONDARY INDUSTRY OVERVIEW

Secondary Industry overview

Electricity and Water sector

- Electricity and water sector posted a slow growth of 4.4% compared to an increase of 14.8% in 3Q22.
- Key drivers:**
 - Electricity subsector ↑ 8.5% vs ↑ 14.8% in 3Q22,
 - Water subsector recorded ↑ 2.8% vs ↑ 0.9% in 3Q22



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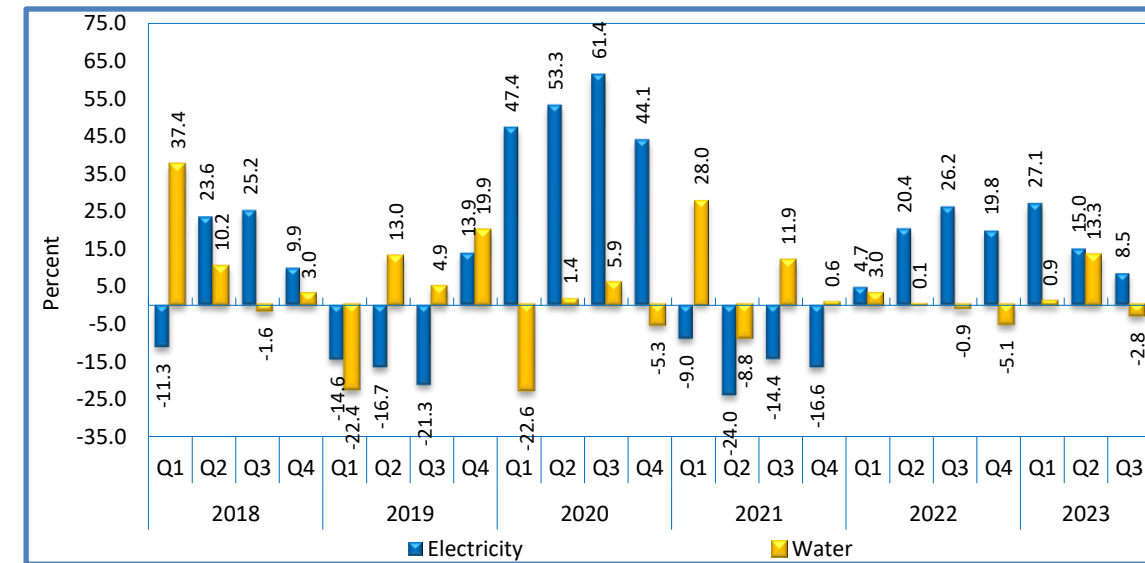
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Secondary Industry

Electricity and water supply subsectors

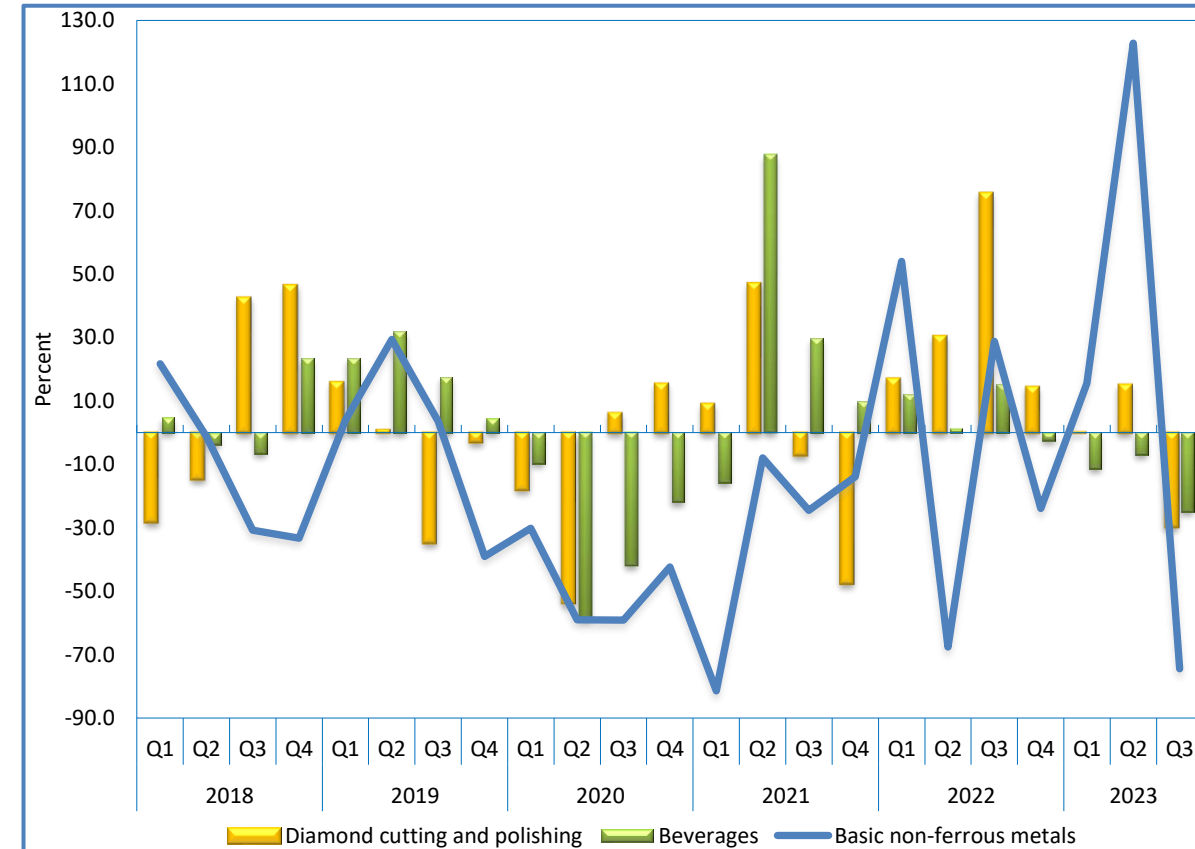
- Electricity sub-sectors posted slower performance
- Water subsector continues a downward trend
- Key drivers:**
 - ✓ Slower volumes of electricity sold
 - ✓ Decline in water supply for irrigation



Secondary Industry overview

Manufacturing

- Manufacturing sector contracted, posting 8.7% in real value added compared to an increase of 11.2% in 3Q22
- **Key drivers:**
 - Basic non-ferrous metal subsector posted ↓ 74.4% in real value added compared ↑ 28.8% in 3Q22. Maintenance shutdown experienced during the period under review
 - Diamond cutting and polishing subsector slumped to ↓ 29.8% from a robust growth of ↑ 75.6% in real value added in 3Q22
 - Beverages subsectors came under pressure, posting a decline of ↓ 24.9% compared to ↑ 15.3% registered in 3Q22



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Secondary Industry

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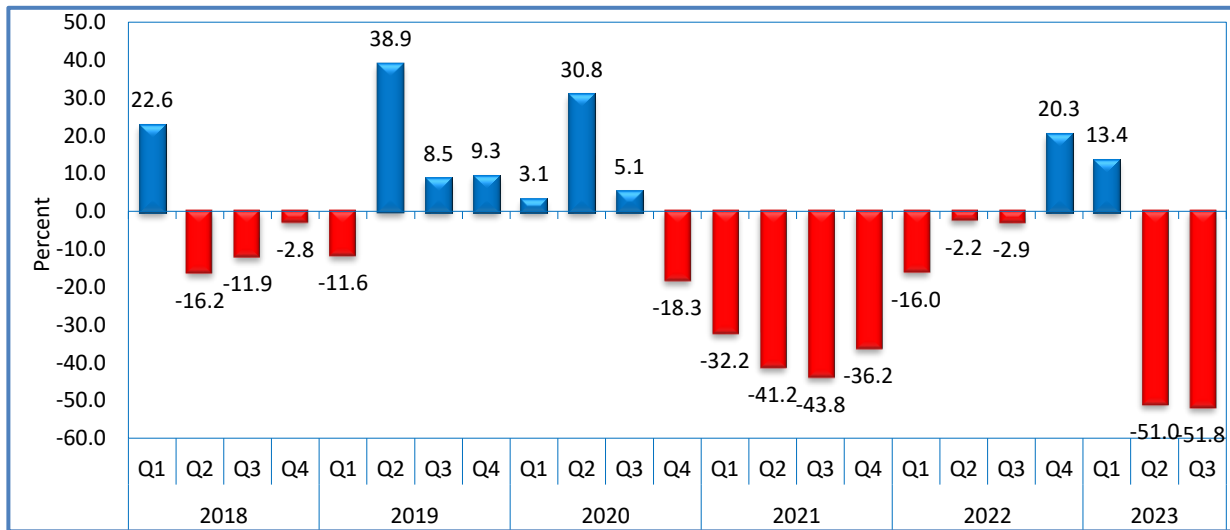
Secondary Industry overview

Construction

- The Construction sector recorded a decline of 30.6% compared to a decline of 12.4% in 3Q22
- Key drivers**

➤ Government expenditure on Construction

- ✓ In real terms, government construction expenditure contracted by 51.8% relative to decline of 2.9% in 3Q22
- ✓ Due to a reduction in government spending on construction related to transportation infrastructure projects

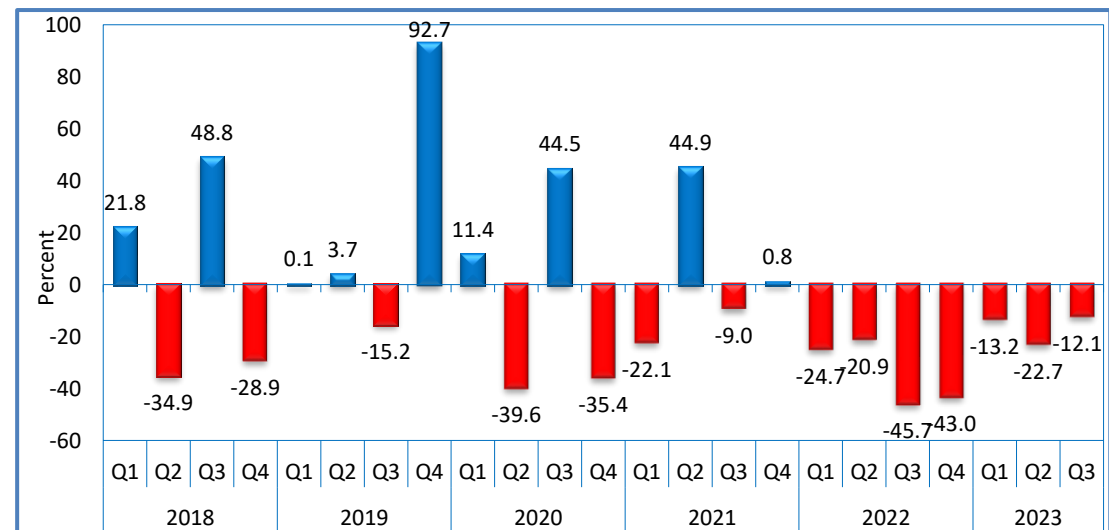


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➤ Buildings approved and completed

- ✓ In real terms, buildings completed contracted by 12.1% relative to 45.7% in 3Q22



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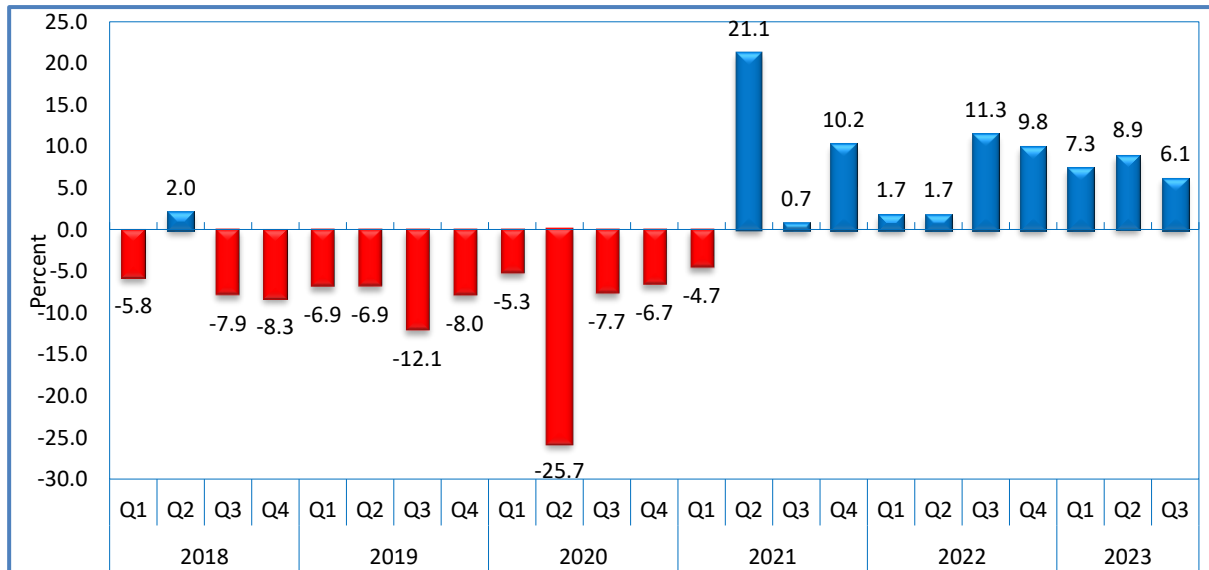
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TERTIARY INDUSTRY OVERVIEW

Tertiary Industry overview

Wholesale and retail sector

- Wholesale and retail sector recorded a slower growth of 6.1% in real value added relative to an increase of 11.3% in 3Q22
- Key driver:**
 - In nominal terms, revenue of wholesale and retail trade slowed, registering 11.1% compared to 17.9% in 3Q22.



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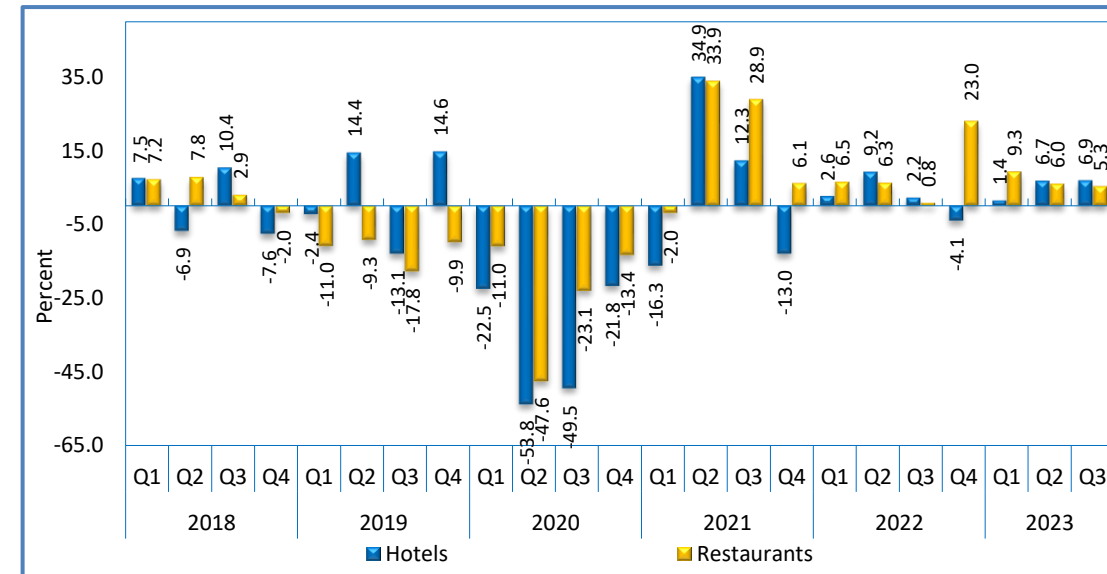
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Hotels and restaurants sector

- Hotels and restaurants sector posted a growth of 6.4% compared to a moderate of growth of 3.2% in 3Q22
- Key drivers:**
 - Hotels subsector posted 6.9% relative to 2.2% in 3Q22
 - Restaurant subsector posted 5.3% relative to 0.8% in 3Q22

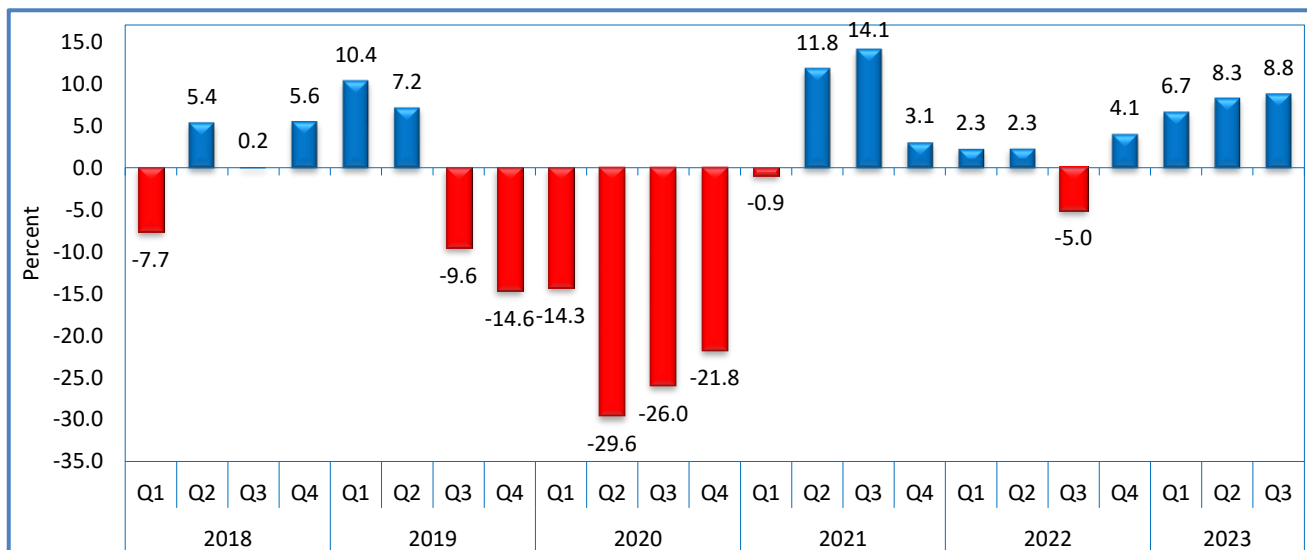


Tertiary Industry

Tertiary Industry overview

Transport and storage sector

- Transport and storage sector posted growth of 8.8% compared to a contraction of 5.0% in 3Q22
- Key driver:**
 - Improved activities in Air transport, freight transport, recording 20.2% and 11.3% in real value added
 - Increase aircraft movements due to increase business and tourism related activities



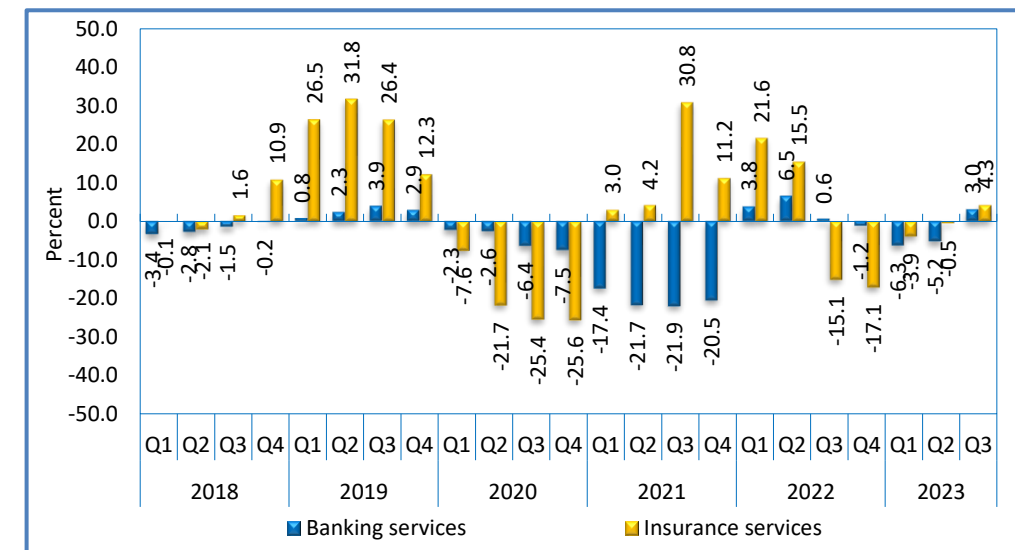
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Financial service activities sector

- Financial services recovered to post a growth of 3.7% from a decline of 8.7 in 3Q22.
- Key driver:**
 - Banking subsector posted recovery of 3.0%
 - Due to surge in total deposit and private claims
 - Insurance subsector posted slower growth of 4.3%
 - Due to slower premiums written

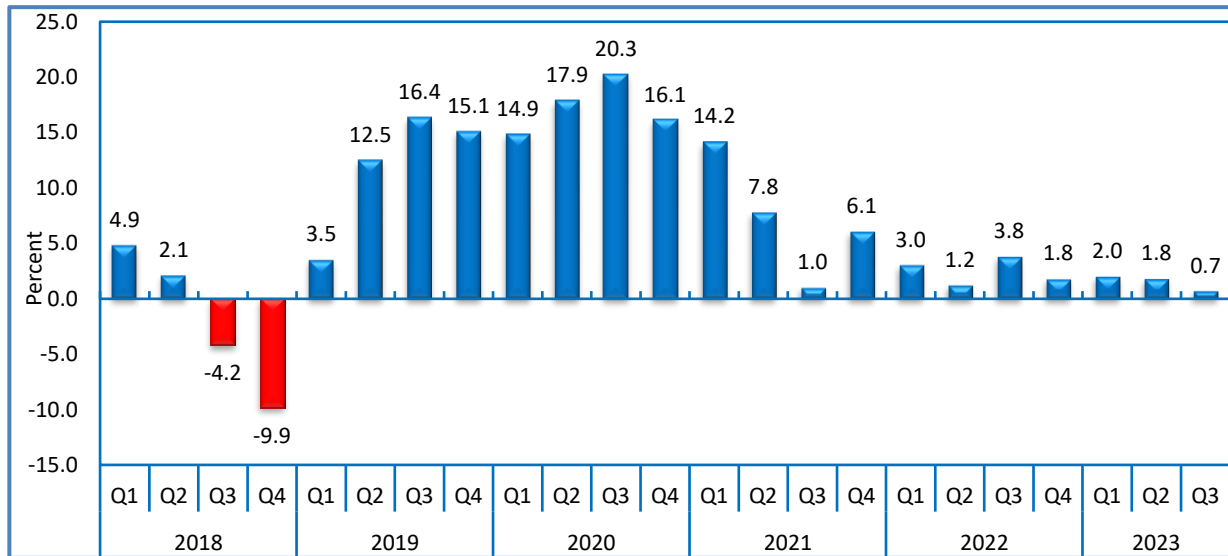


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Tertiary Industry overview

Information and Communication sector

- Slow growth registered of 0.7% in real value added relative to a strong growth of 3.8% in 3Q22
- **Key driver:**
 - ✓ Due to customers utilizing more of the free minutes offered as well as increase in the internet data utilization



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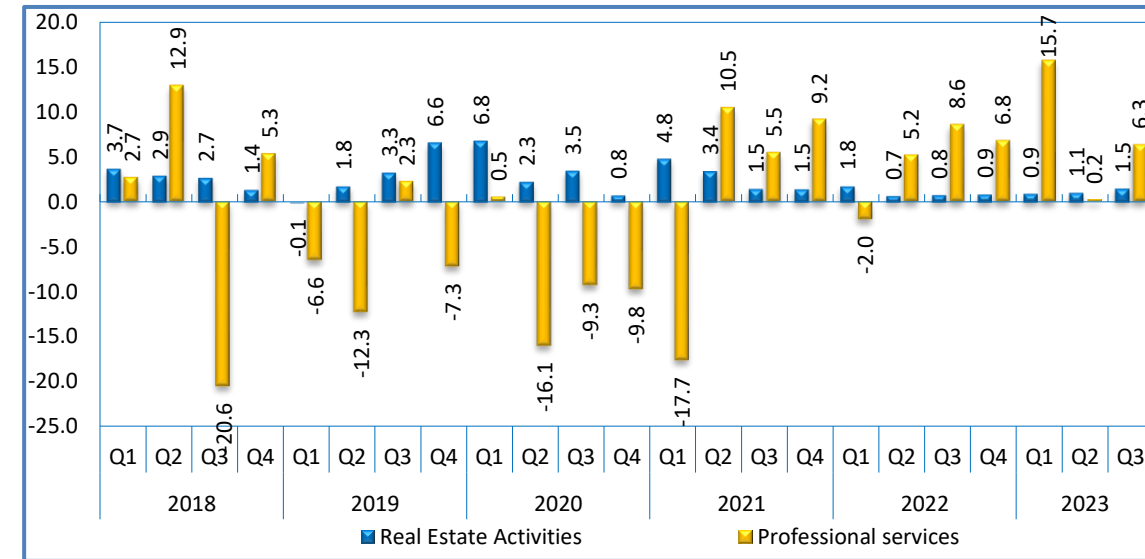
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Real Estate and Prof services activities

- “Real estate and professional service activities” posted a moderate growth of 2.0% compared to 1.6% growth in 3Q22
- **Key driver:**
 - ✓ Real Estate activities expanded by 1.5%
 - ✓ Prof. services activities improved by 6.3%



Tertiary Industry overview

Public administration, Health and Education

- Public Administration sector posted decline of 1.1% compared to 0.4 marginal growth in 3Q22
 - **Key driver:**
 - ✓ Reduced spending on goods and services
 - ✓ Slowdown in employee compensation in real terms
 - ✓ Decrease in number of employees during the period under review
- Health sector slowed to a decline of 4.0% relative steeper contraction of 8.5% in 3Q22
 - **Key driver:**
 - ✓ Decline in spending on goods and services
 - ✓ Reduction in employee compensation in real terms
 - ✓ Decrease in number of employees during the period under review
- Education sector posted a growth of 1.7% relative to a no growth in 3Q22.
 - **Key driver:**
 - ✓ Increase in real terms in employee compensation

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Tertiary
Industry

thank you!

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