

THIRD QUARTER GROSS DOMESTIC PRODUCT 2023



Table of content

Economic Performance overview 2

GDP growth 3

Key driver to GDP growth 4

Sectoral contribution to growth rate 4

Primary Industry overview 5

Agriculture and forestry 6

Fishing and fish processing on board 6

Mining and quarrying 7

Secondary Industry overview 8

Electricity and Water sector 9

Manufacturing 10

Construction 11

Tertiary Industry overview 12

Wholesale and retail trade 13

Hotels and Restaurants 13

Transport and storage 14

Financial services 14

Information and communications 15

Real Estate activities and Professional services activities 15

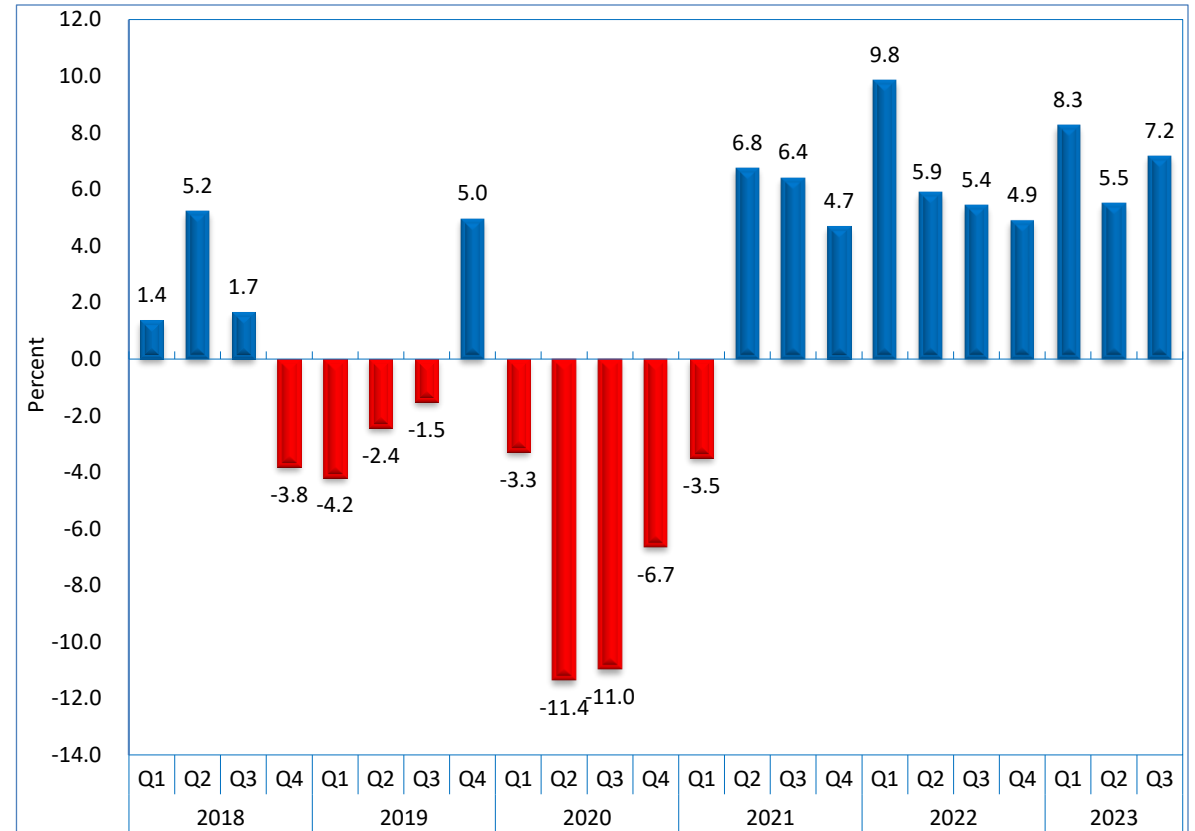
Public administration, Education and Health 16

ECONOMIC PERFORMANCE OVERVIEW

Economic Performance




GDP Growth

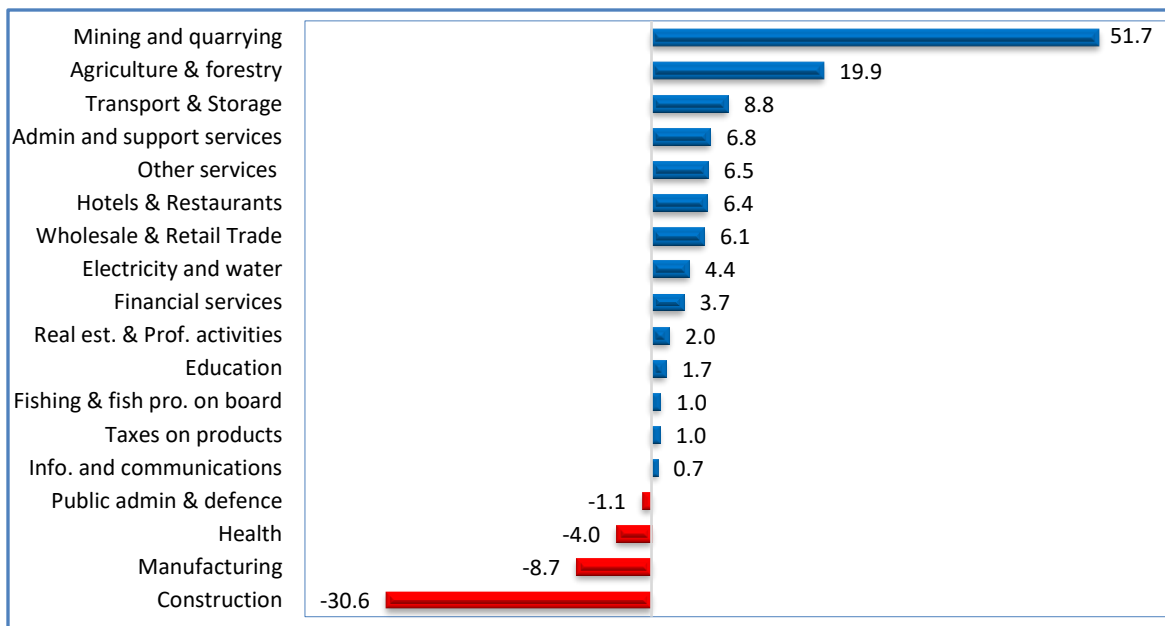
- The domestic economy posted a growth of 7.2 percent during the third quarter of 2023.
- Y/y RGDP grew by **↑ 7.2%** in 3Q23 compared to **↑ 5.4%** in 3Q22
- In nominal terms, the economy expanded by N\$ 6.8 billion, from N\$ 52.9 billion to N\$ 59.7 billion.



Economic Performance

Key drivers to GDP

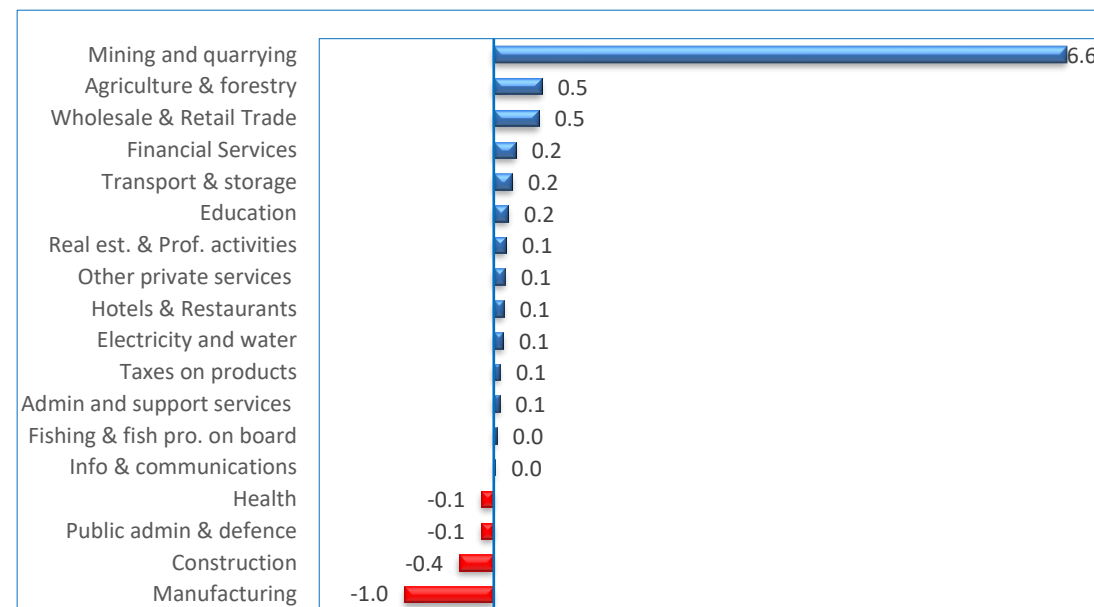
- 'Mining & quarrying' registered  51.7%
- 'Agriculture and forestry' posted  19.9%.
- Transport service activities witnessed  8.8%.



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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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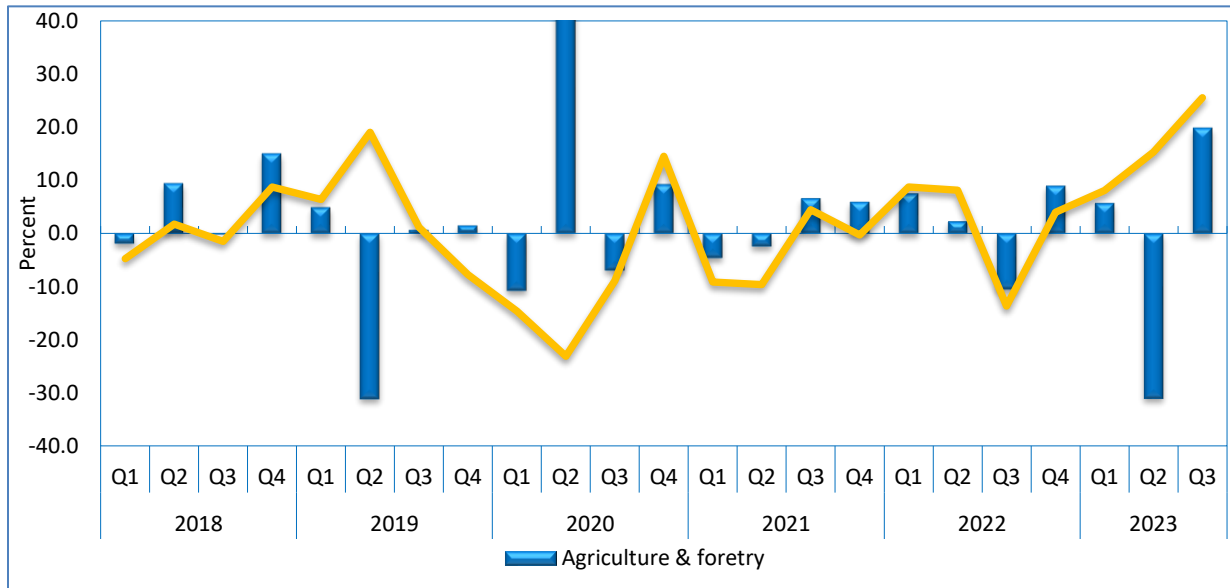
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PRIMARY INDUSTRY OVERVIEW

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



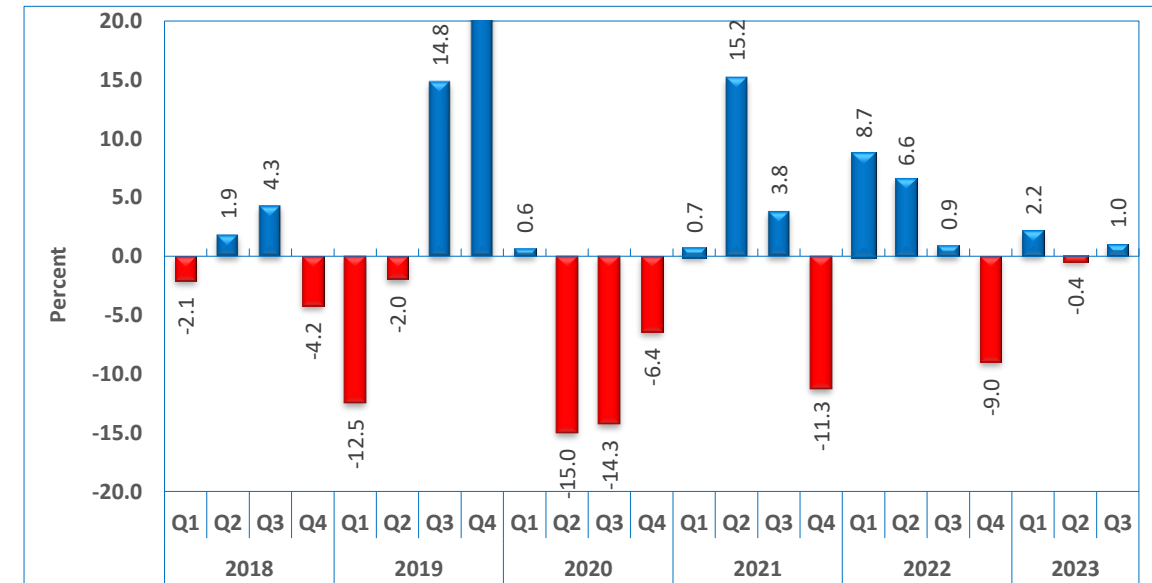
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Primary industry

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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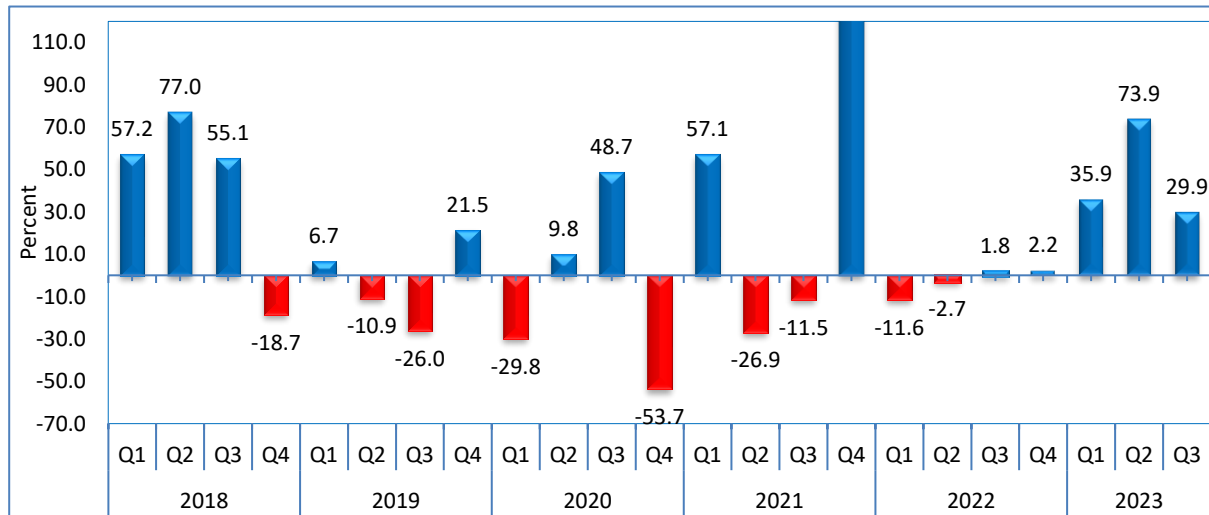
Primary Industry overview

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

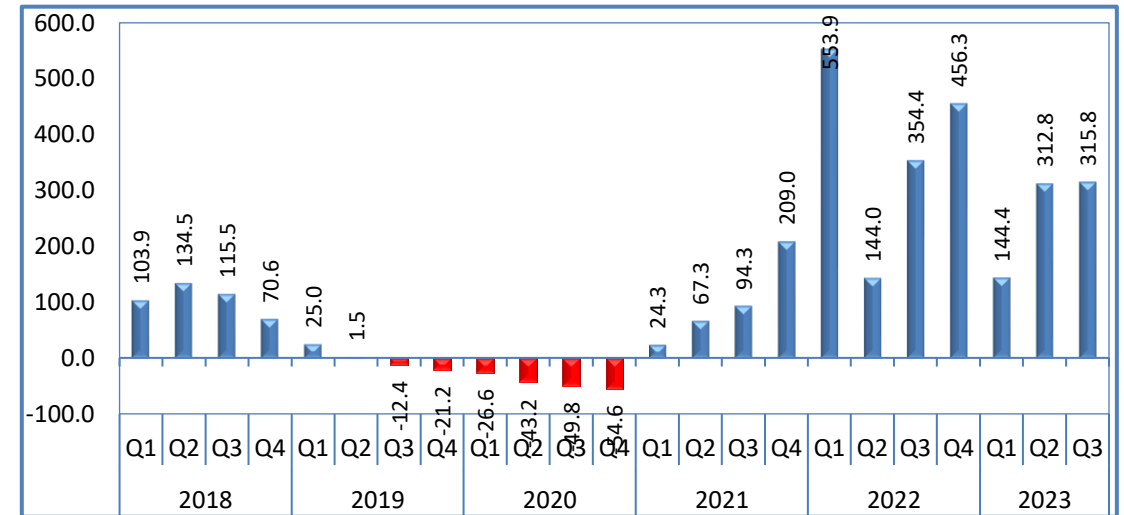
Uranium mining Subsector

- ✓ 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



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Primary Industry

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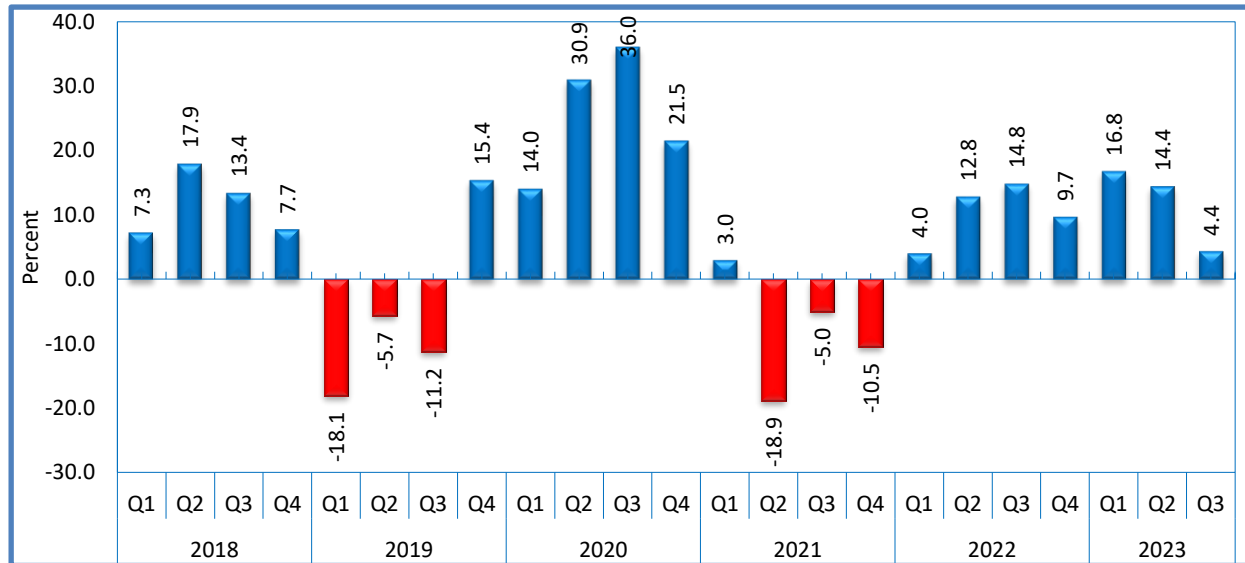
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SECONDARY INDUSTRY OVERVIEW

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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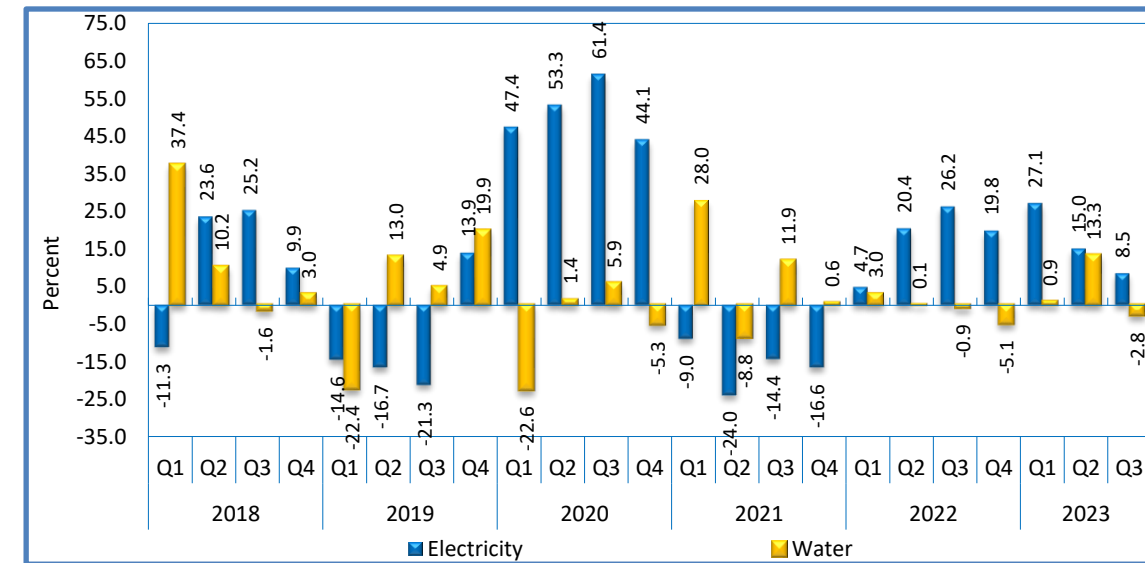
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Secondary Industry

Electricity and water supply subsectors

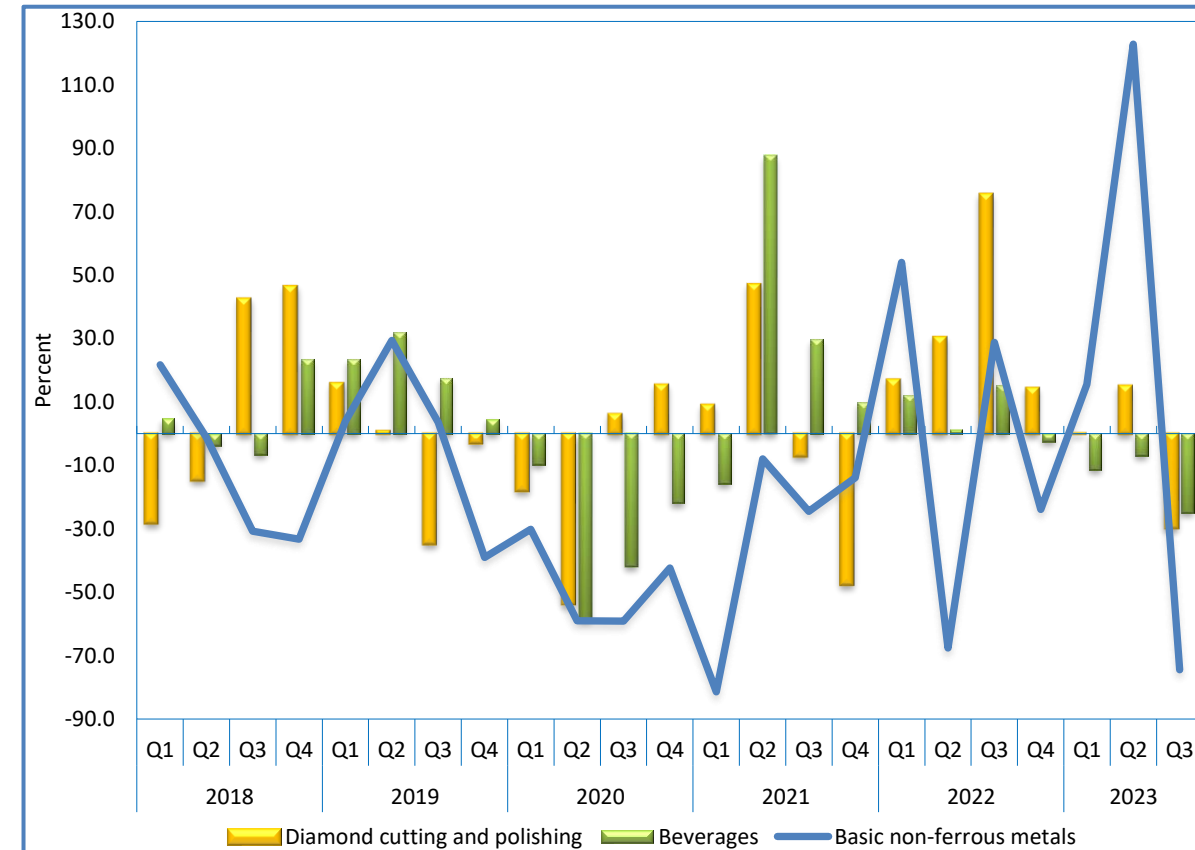
- Electricity sub-sectors posted slower performance
- Water subsector continues a downward trend
- Key drivers:**
 - ✓ Slower volumes of electricity sold
 - ✓ Decline in water supply for irrigation



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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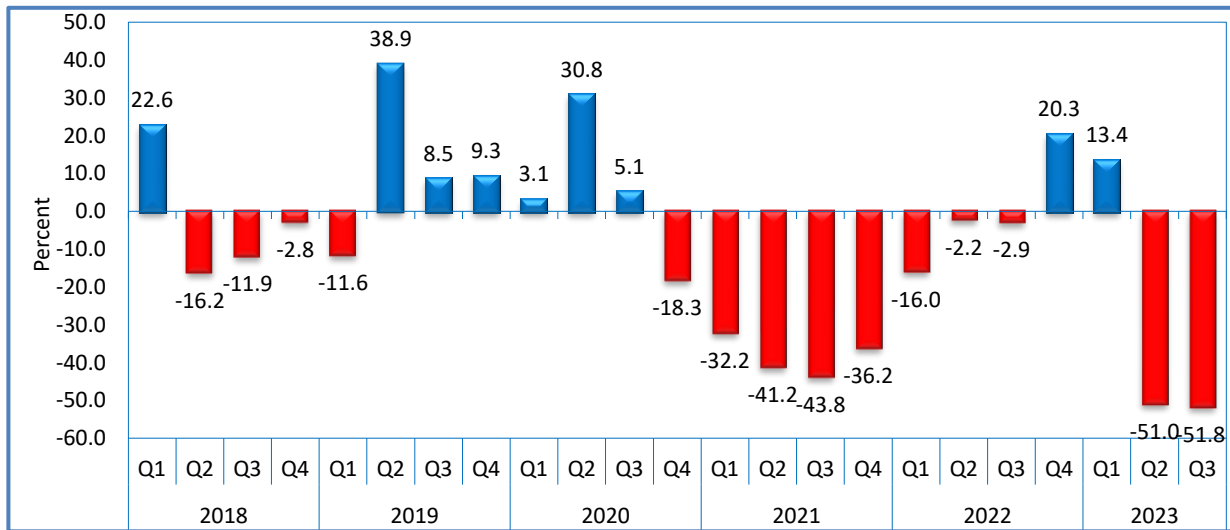
Secondary Industry overview

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

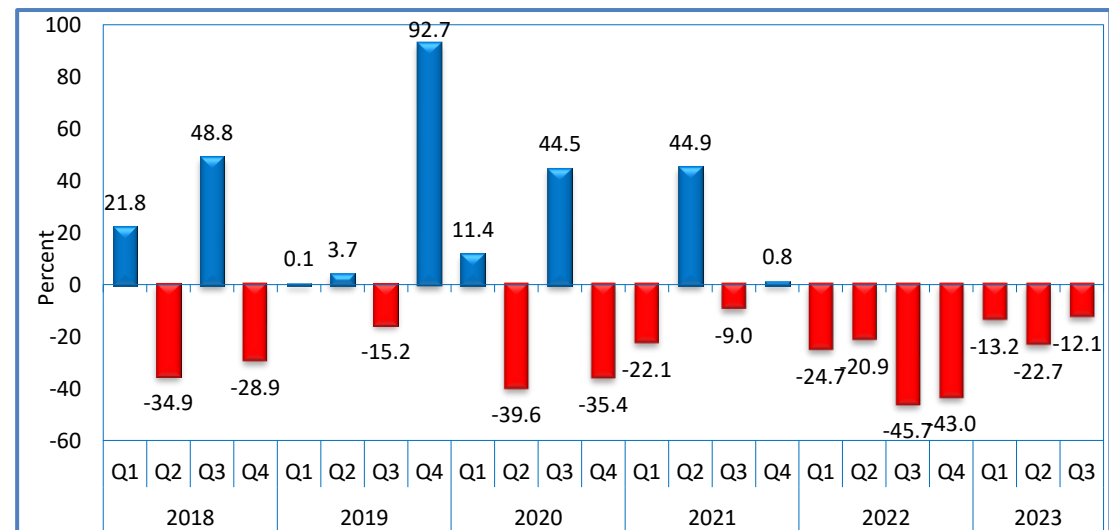


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➤ Buildings approved and completed

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



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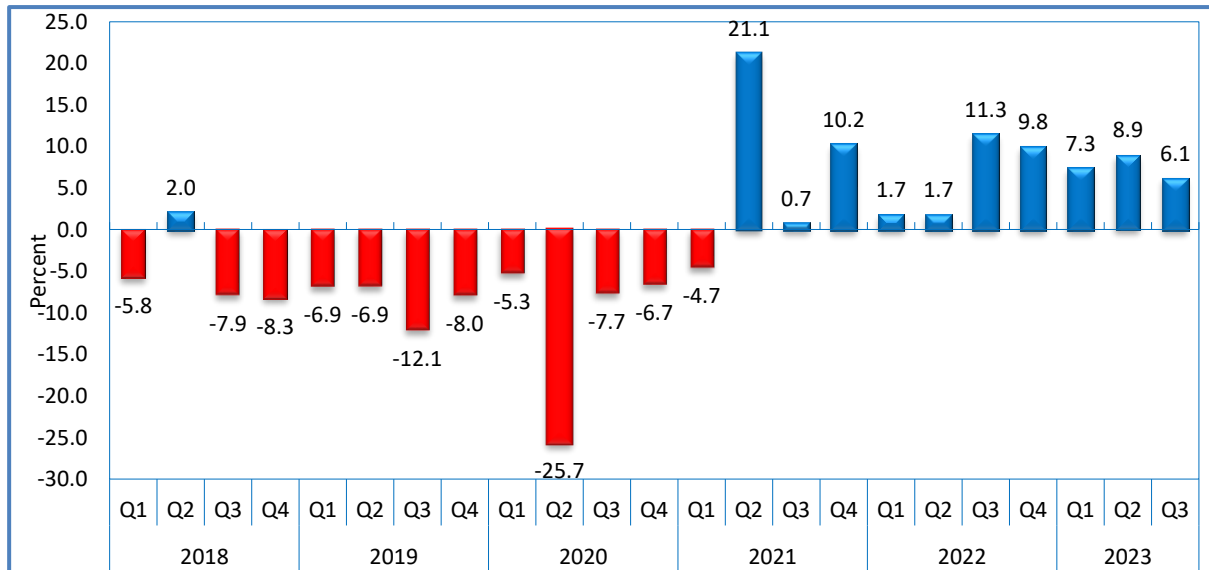
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TERTIARY INDUSTRY OVERVIEW

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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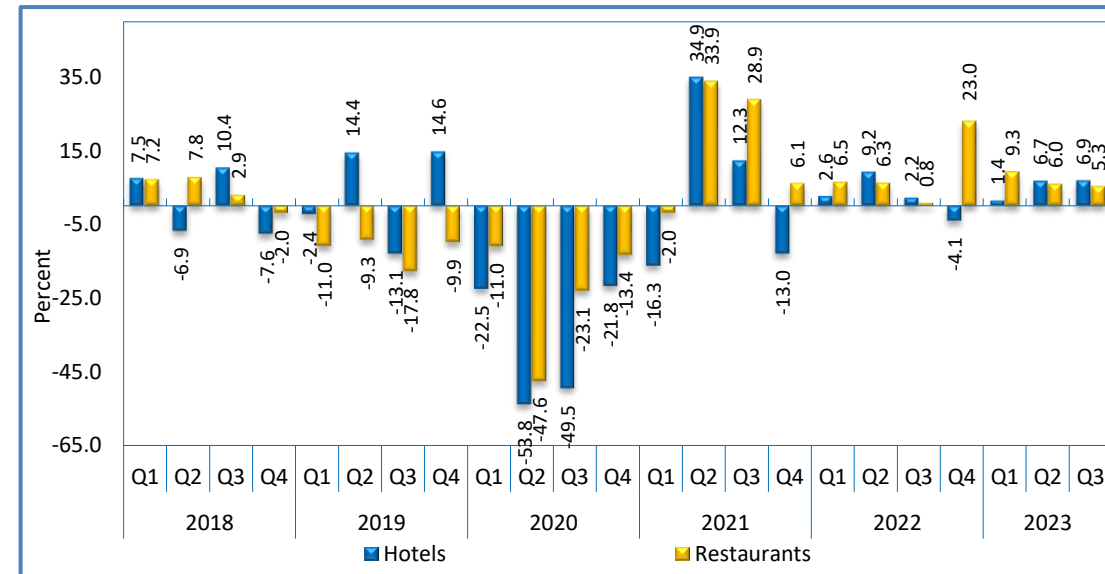
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Hotels and restaurants sector

- 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

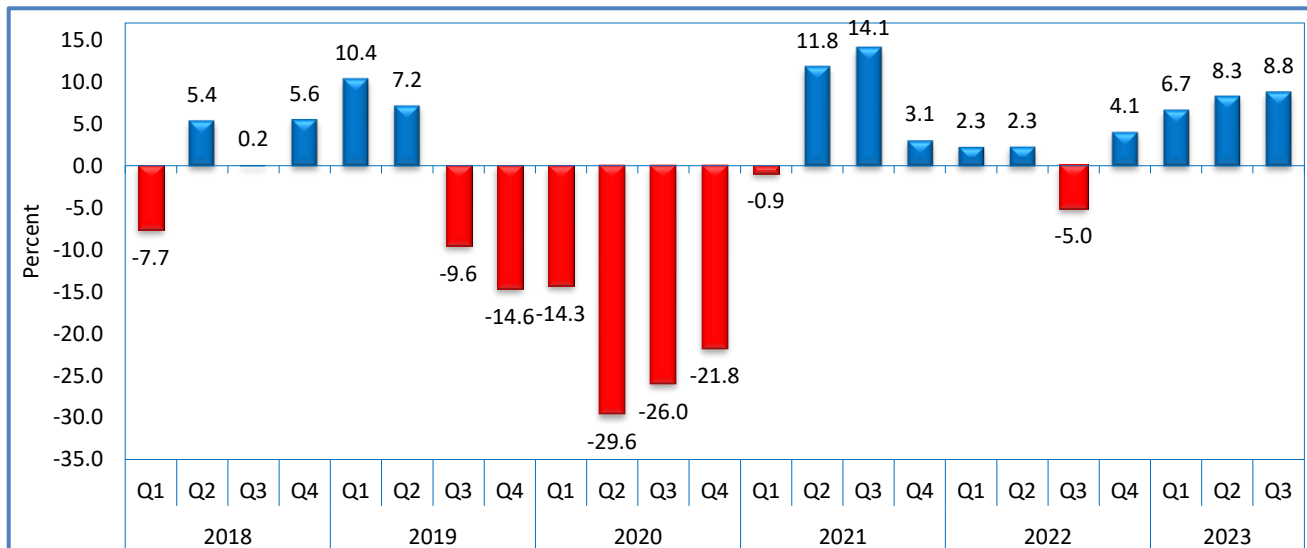


Tertiary Industry

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



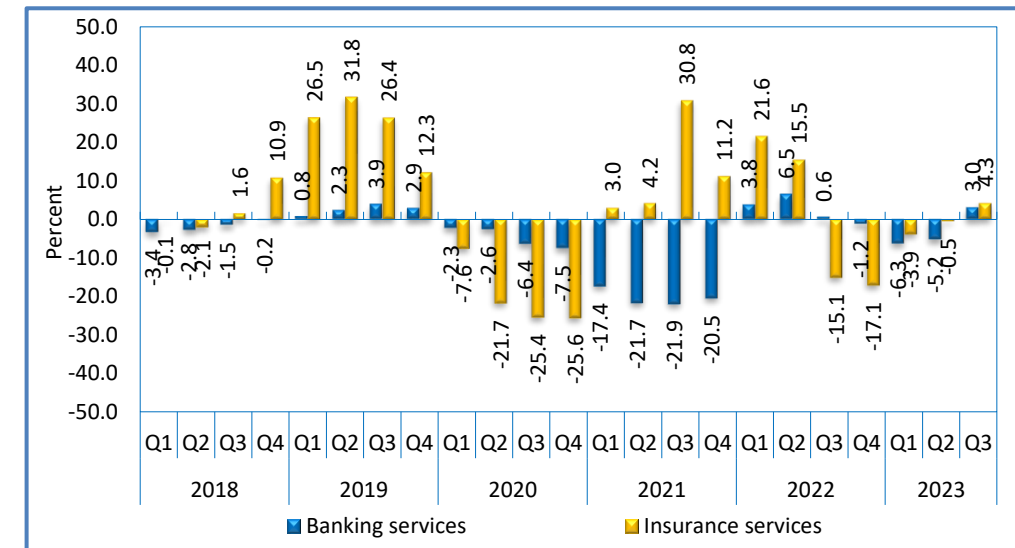
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Financial service activities sector

- 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

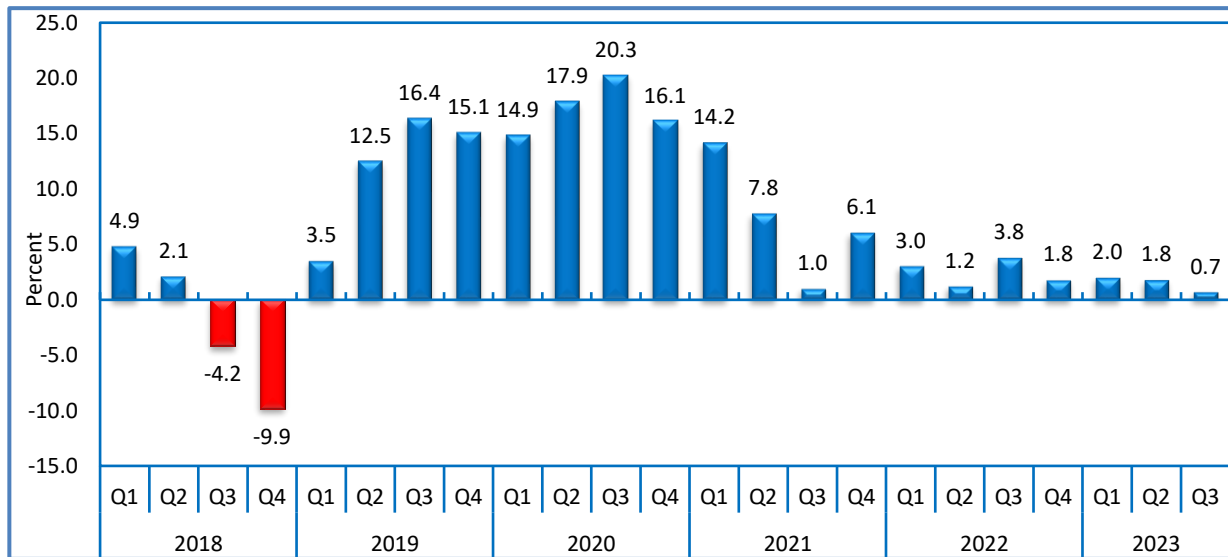


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Tertiary Industry overview

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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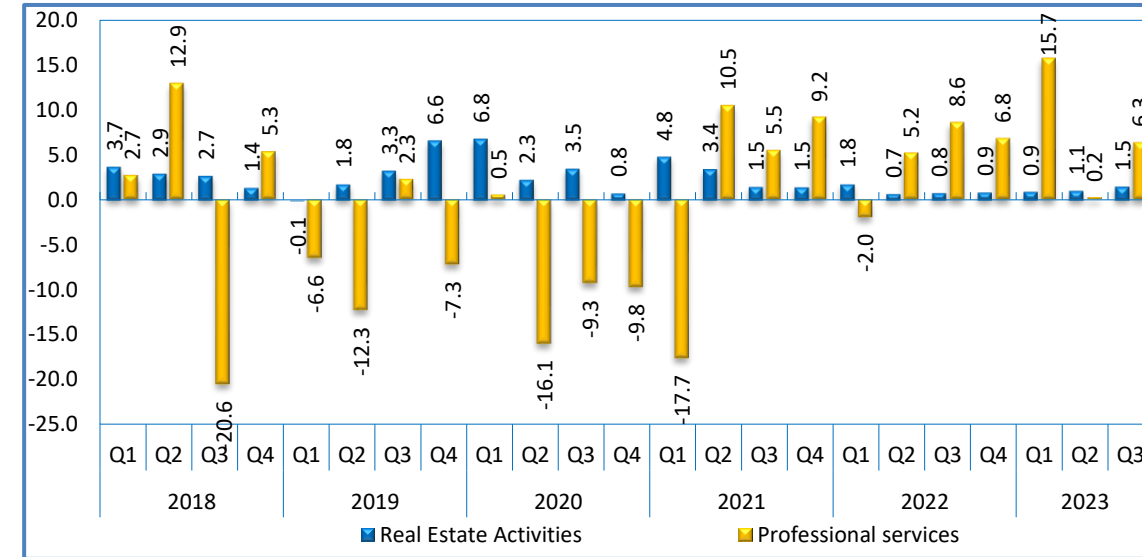
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Real Estate and Prof services activities

- “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

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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