

November, 15th 2016

Quarterly National Accounts – Flash Estimate

Third Quarter 2016

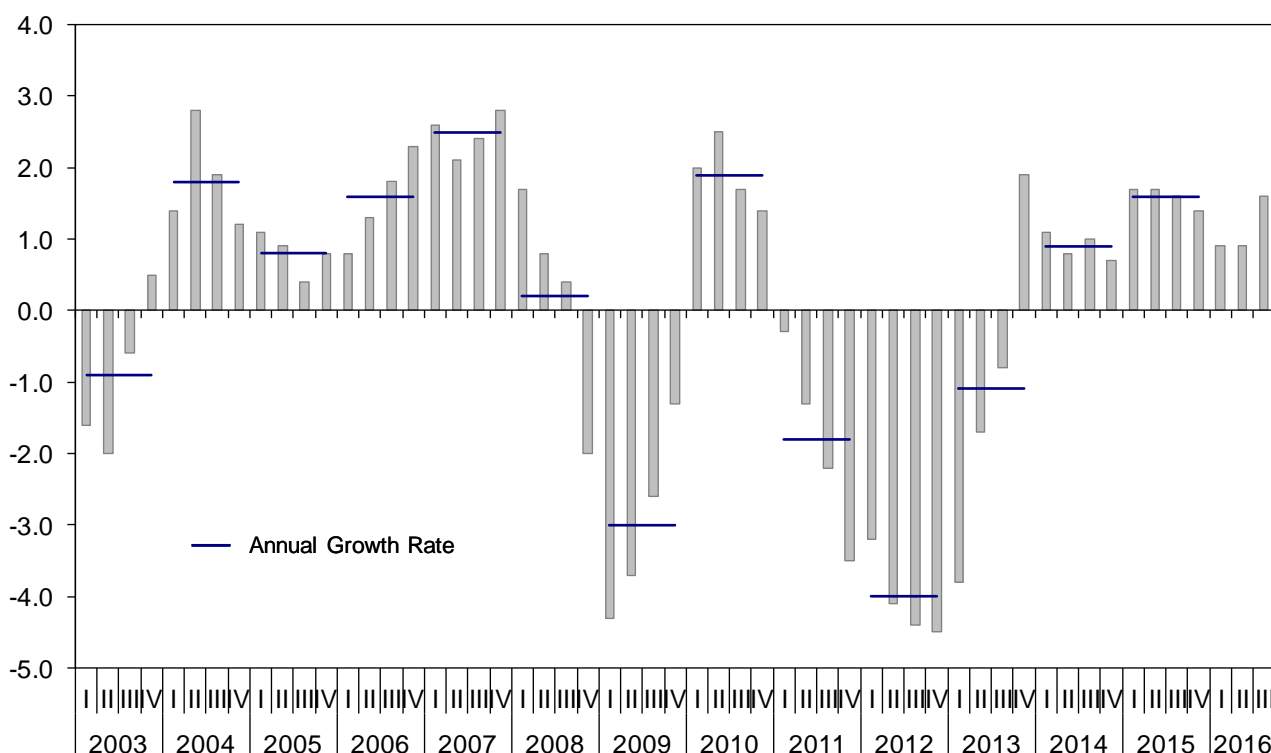
Year-on-year change rate of Gross Domestic Product was 1.6% in volume in the third quarter 2016

The Portuguese Gross Domestic Product (GDP) increased by 1.6% in volume in the third quarter 2016, compared with the same period of 2015 (0.9% in the two previous quarters). The higher growth rate of GDP mainly reflected the increase of the contribution of net external demand, with Exports of Goods and Services accelerating more than Imports of Goods and Services. The acceleration of exports was common to the components of goods and services. The contribution of domestic demand to the GDP year-on-year change rate also increased, due to an acceleration of private consumption determined by the behavior of the non-durable goods and services component, while the durable goods component decelerated.

Comparing with the second quarter, the GDP increased by 0.8% in real terms in the third quarter (0.3% in the previous quarter). Net external demand contributed positively, reflecting the strong increase of Exports of Goods and Services, while domestic demand recorded a negative contribution.

Gross Domestic Product

Chain-linked volume data (reference year=2011)
Year-on-year quarterly change rate, %



This flash estimate includes revisions in the basic data, particularly due to updated information on external trade of goods, with revisions in nominal terms and in deflators for the second quarter 2016. Despite this new set of information, the GDP year-on-year and quarter-on-quarter change rates remained unchanged.

Gross Domestic Product

Chain linked volume data (reference year=2011)

	Year-on-Year Quarterly Growth Rate (%)								
	3Q 14	4Q 14	1Q 15	2Q 15	3Q 15	4Q 15	1Q 16	2Q 16	3Q 16
Flash 3Q 2016	1.0	0.7	1.7	1.7	1.6	1.4	0.9	0.9	1.6
QNA 2Q 2016 (85 days)	1.0	0.7	1.7	1.7	1.6	1.4	0.9	0.9	
QNA 2Q 2016 (60 days)	1.2	0.6	1.7	1.5	1.4	1.3	0.9	0.9	

	Quarter-on-Quarter Growth Rate (%)								
	3Q 14	4Q 14	1Q 15	2Q 15	3Q 15	4Q 15	1Q 16	2Q 16	3Q 16
Flash 3Q 2016	0.2	0.6	0.6	0.3	0.1	0.3	0.2	0.3	0.8
QNA 2Q 2016 (85 days)	0.2	0.6	0.6	0.3	0.1	0.3	0.2	0.3	
QNA 2Q 2016 (60 days)	0.2	0.4	0.5	0.4	0.1	0.2	0.2	0.3	

Flash - Flash Estimate (45 days); QNA - Quarterly National Accounts

Gross Domestic Product

Chain linked volume data (reference year=2011)

	Annual Growth Rate (%)		
	2013	2014	2015
Flash 3Q 2016	-1.1	0.9	1.6
QNA 2Q 2016 (85 days)	-1.1	0.9	1.6
QNA 2Q 2016 (60 days)	-1.1	0.9	1.5

Flash - Flash Estimate (45 days)

QNA - Quarterly National Accounts

2013 and 2014: final data; 2015: preliminary data

Next Press Release of Quarterly National Accounts

Current estimates of Quarterly National Accounts (detailed results) for the third quarter 2016 will be published in 30th November 2016.

Methodological information about the flash estimates

Flash estimates for GDP constitute the first synthetic indication on the quarterly behaviour for the Portuguese economy and do not replace the main estimates of Quarterly National Accounts (also designated as current estimates), more accurate and detailed, which are published at t+2 months (approximately 60 days) after the end of the reference quarter.

These flash estimates are calculated using the same methodology, and preferably the same basic information, compared to the Quarterly National Accounts current estimate. The percentage of basic information available for flash estimates is over 80%. Methods for imputation and forecasting are used in the cases where basic information is not complete, selected after a series of tests performed over a large sample. One must take into consideration that the flash estimates might be subject to larger revisions (when compared to current estimates), although the percentage of basic information available is high.

In the real time tests carried out from the second quarter 2005 onwards, the mean absolute error for the flash estimate was 0.1 percentage points for both year-on-year quarterly change rate and quarter-on-quarter change rate, when compared to the current estimate. However, it must be stressed that in the current economic juncture, characterized by significant price decelerations or even reductions, the difficulty in measuring the behaviour of main macroeconomic aggregates is particularly high, mainly in splitting the nominal change of exports and imports in price and volume changes. It should be reminded that the usual information on external trade deflators used in the compilation of the current estimates of the Quarterly National Accounts is not available when this flash estimate is produced.

This press release only includes information on quarter-on-quarter and year-on-year quarterly change rates in real terms.

Change rates included in this press release are calculated from chain-linked volume data (2011=100). Data are calendar and seasonally adjusted.