



**An
Phríomh-Oifig
Staidrimh**

Central
Statistics
Office

Welcome to the CSO
Macroeconomic Briefing
Q3 2023

The briefing will begin shortly



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Central
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Office

National Accounts International Accounts

Quarter 3 2023

Media Briefing
01 December 2023

Quarterly National Accounts Q3 2023

GNP ↓ 1.1%



GDP

↓ 1.9%

€115.2bn

MDD ↓ 0.0%

Industry
excl. Construction



↓ 3.5%

Information
& Comm



↑ 3.1%

Distribution,
Transport,
Hotels &
Restaurants



↓ 1.2%

Professional,
Admin. &
Support
Services



↓ 0.3%

Financial &
Insurance
Activities



↓ 8.5%

Construction



↓ 1.2%

Personal
Consumption



↑ 0.7%

Government
Expenditure



↑ 1.7%

Investment



↓ 3.7%

Exports



↓ 2.1%

Imports



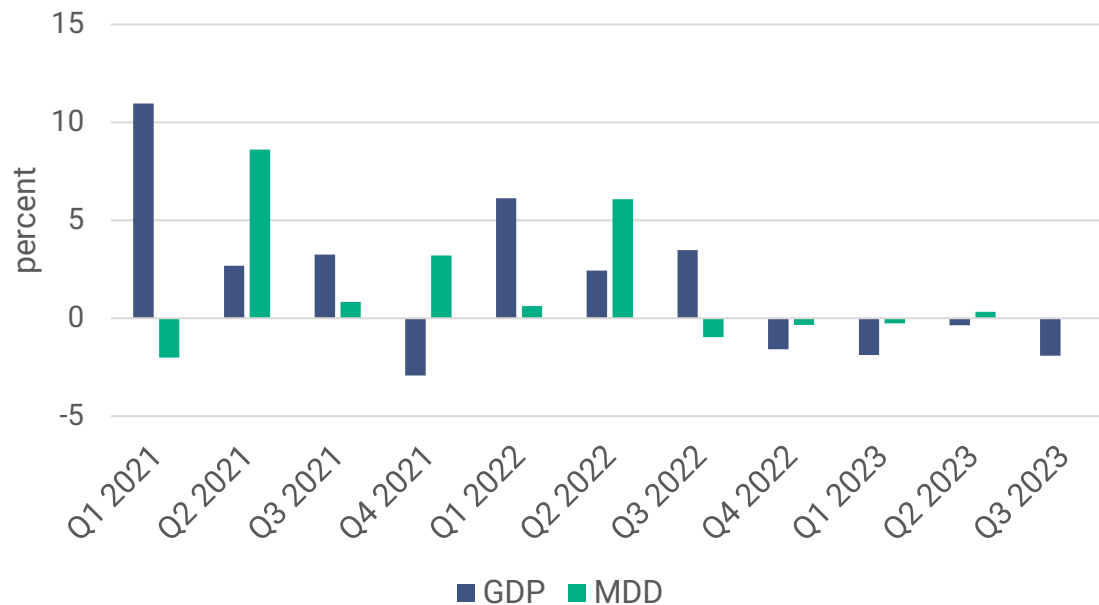
↓ 1.7%

Quarter 3, 2023 – Constant Prices, Seasonally Adjusted

Seasonally Adjusted Quarterly Changes

GDP -1.9%

MDD -0.0%

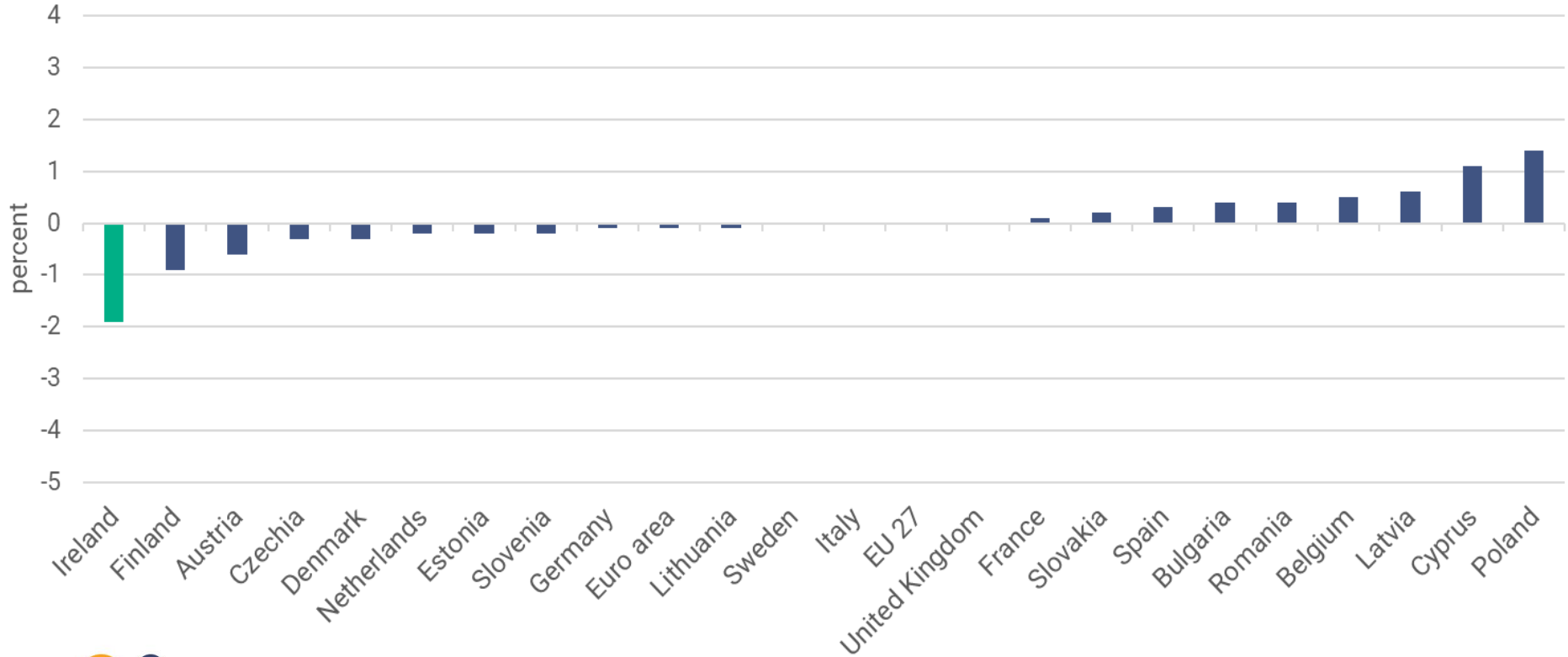


Preliminary Estimate vs QNA Comparisons

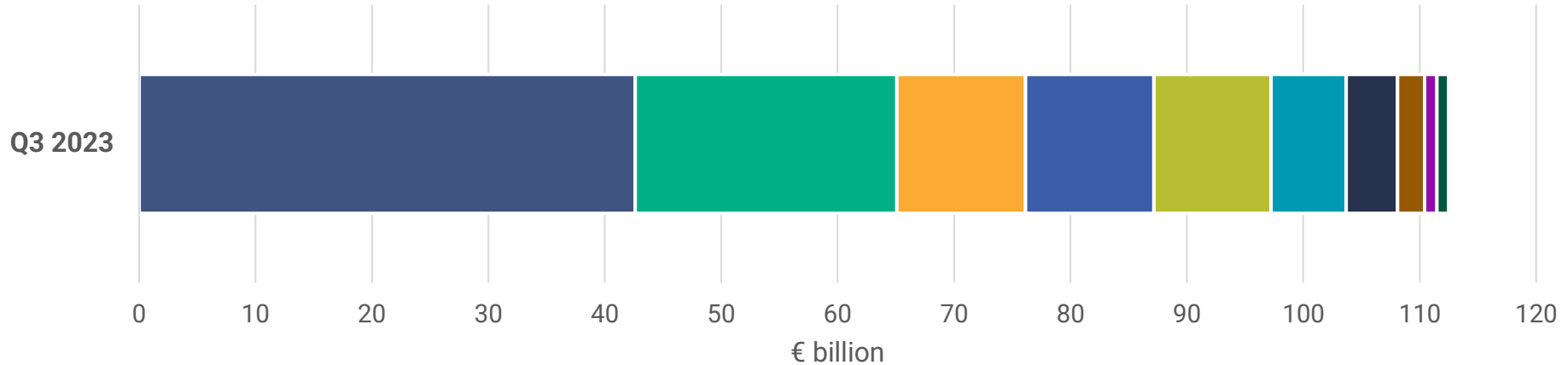
GDP Volume	T+30	T+60
Q3/23 vs Q2/2023 SA	-1.8%	-1.9%



Q3 2023 GDP % Change by Country Seasonally Adjusted



Sector Growth – Seasonally Adjusted



■ Industry (excl. Construction) ↓ -3.5%

■ Professional, Admin & Support Services ↓ -0.3%

■ Distribution, Transport, Hotels & Restaurants ↓ -1.2%

■ Financial & Insurance Activities ↓ -8.5%

■ Agriculture, Forestry & Fishing ↓ -15.4%

■ Information & Communication ↑ +3.1%

■ Public Admin, Education & Health ↑ +1.9%

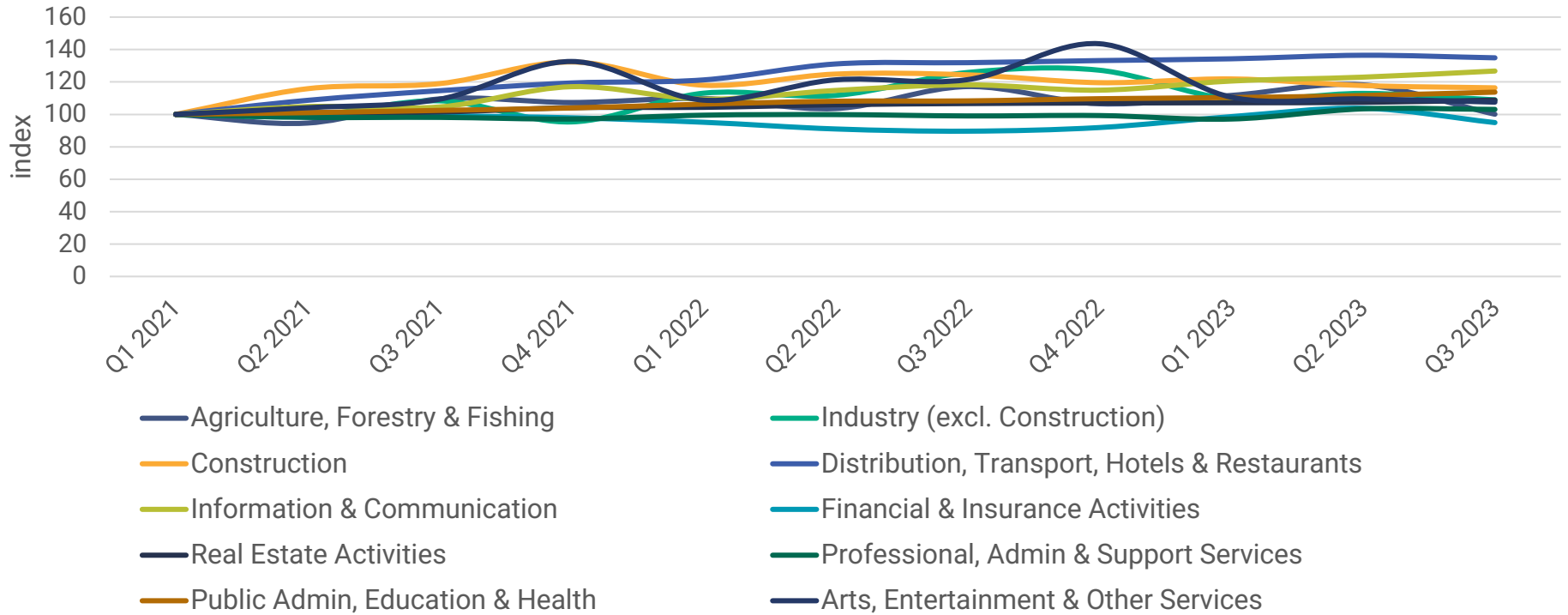
■ Real Estate Activities ↑ +1.3%

■ Construction ↓ -1.2%

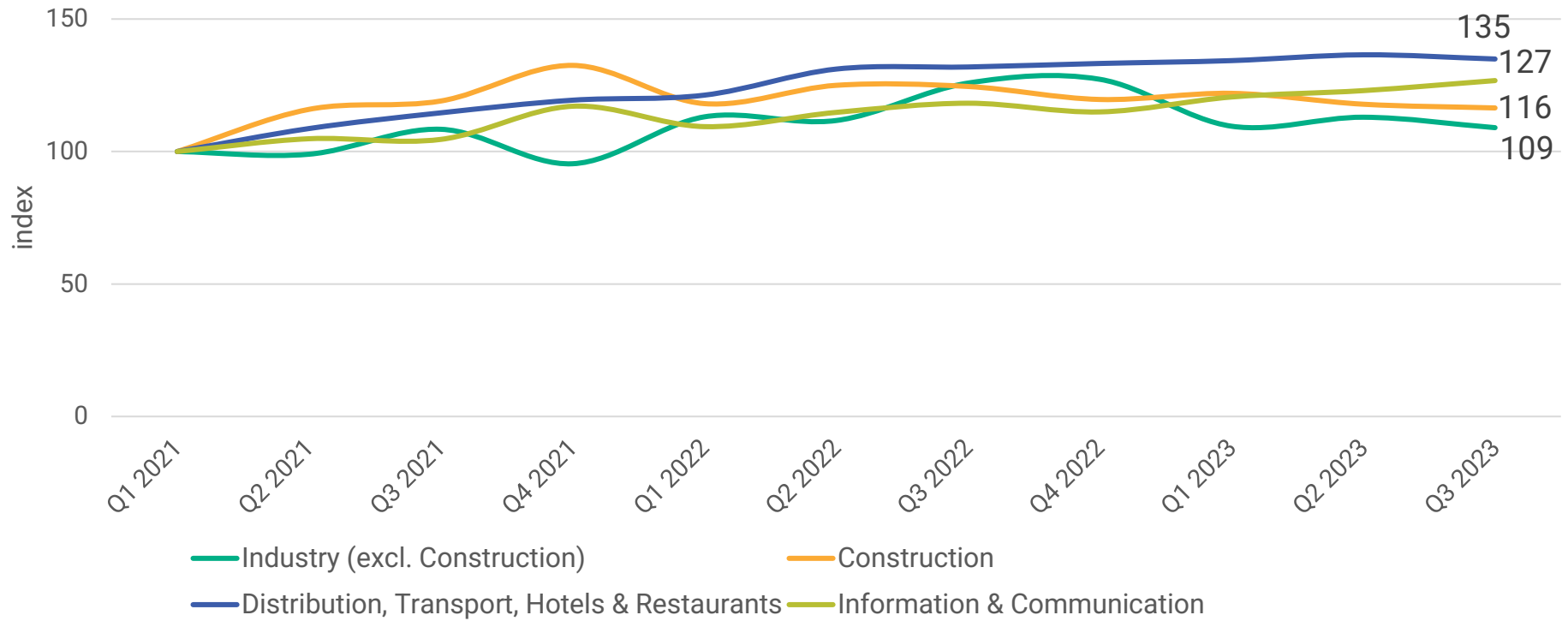
■ Arts, Entertainment & Other Services ↓ -1.9%



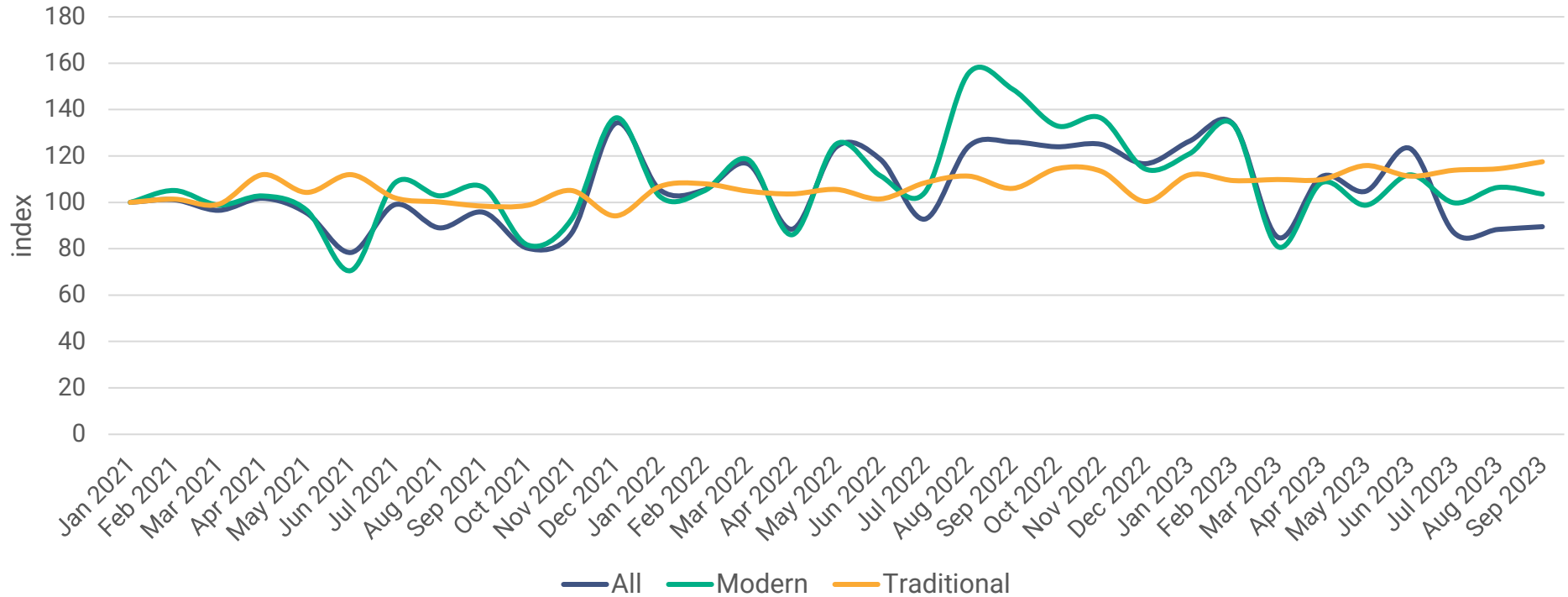
Trends in Sector Growth (Q1 2021 =100)



Trends in Sector Growth (Q1 2021 =100)

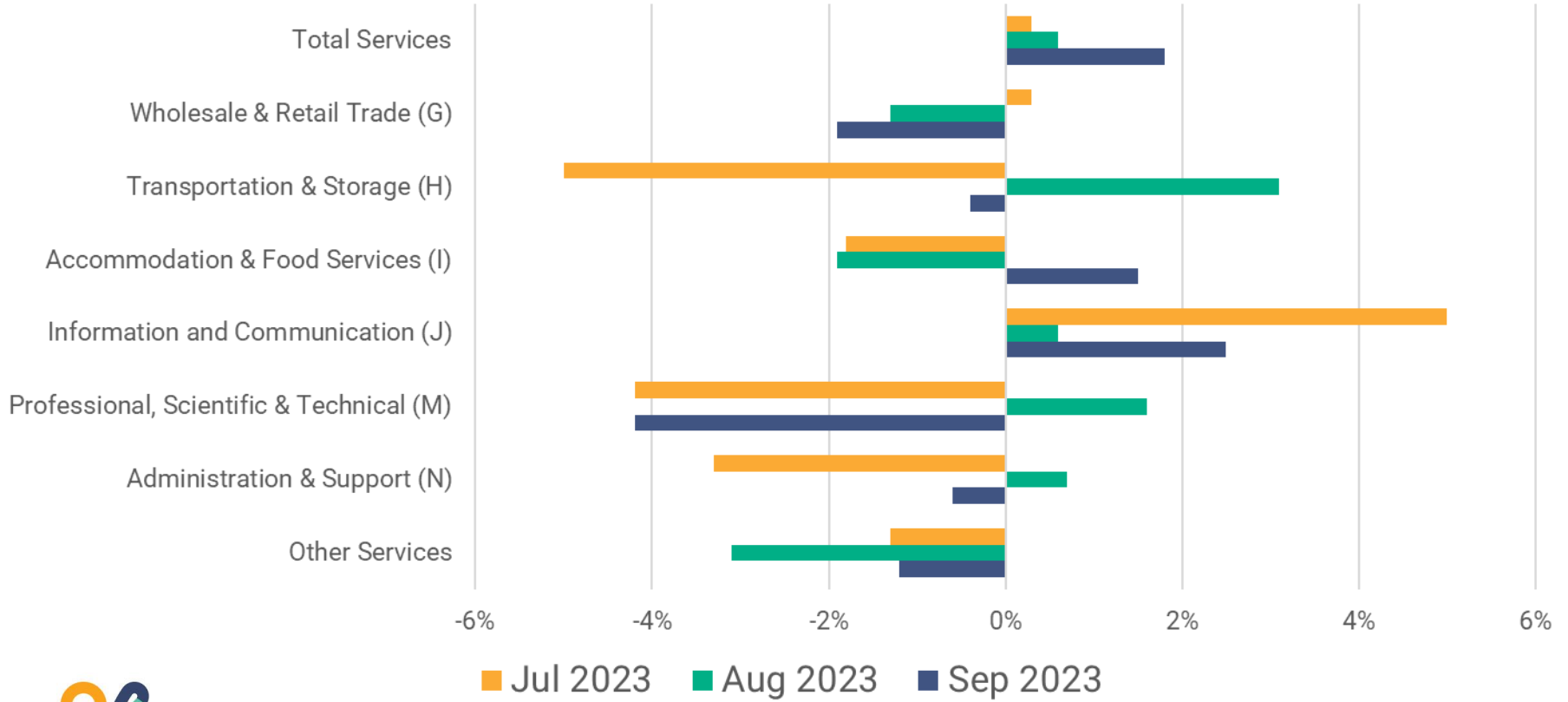


Monthly Manufacturing Production (seasonally adjusted) Jan 2021=100

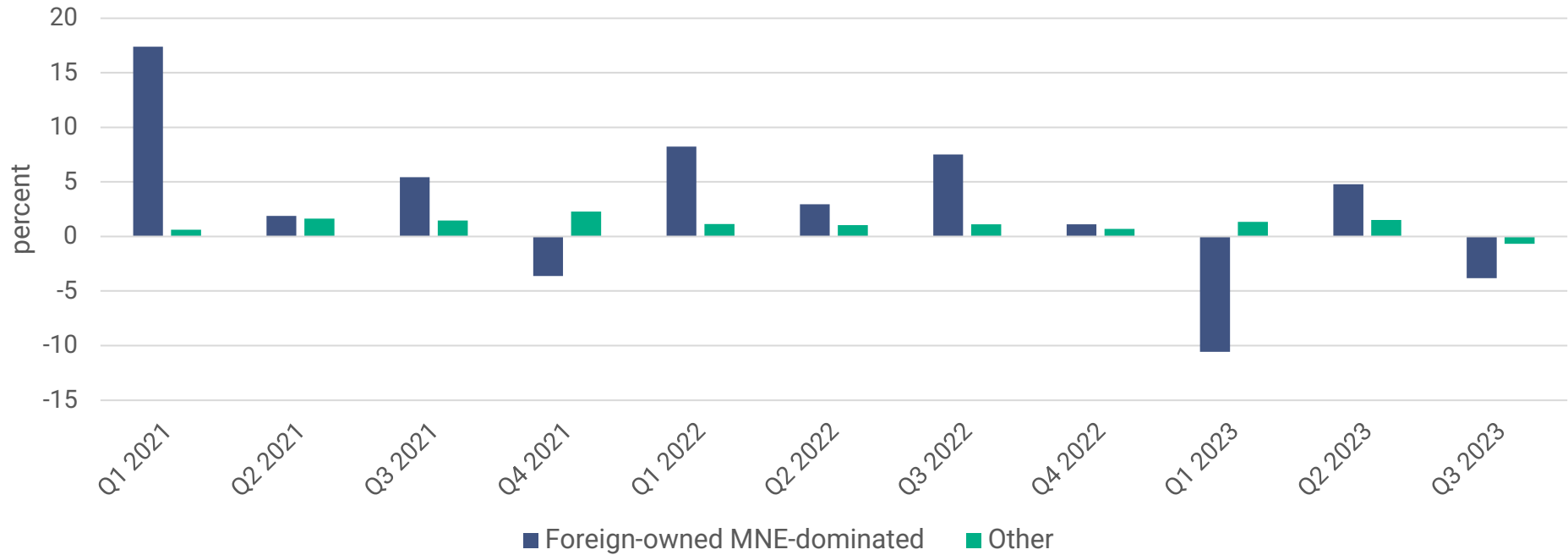


Monthly Services – July - September 2023

% change over previous month (Services Index Volume, seasonally adjusted)



Quarterly Growth Rate of Foreign-owned MNE Dominated Sectors and Other



Compensation of Employees, Q3 2023

(constant prices, seasonally adjusted)

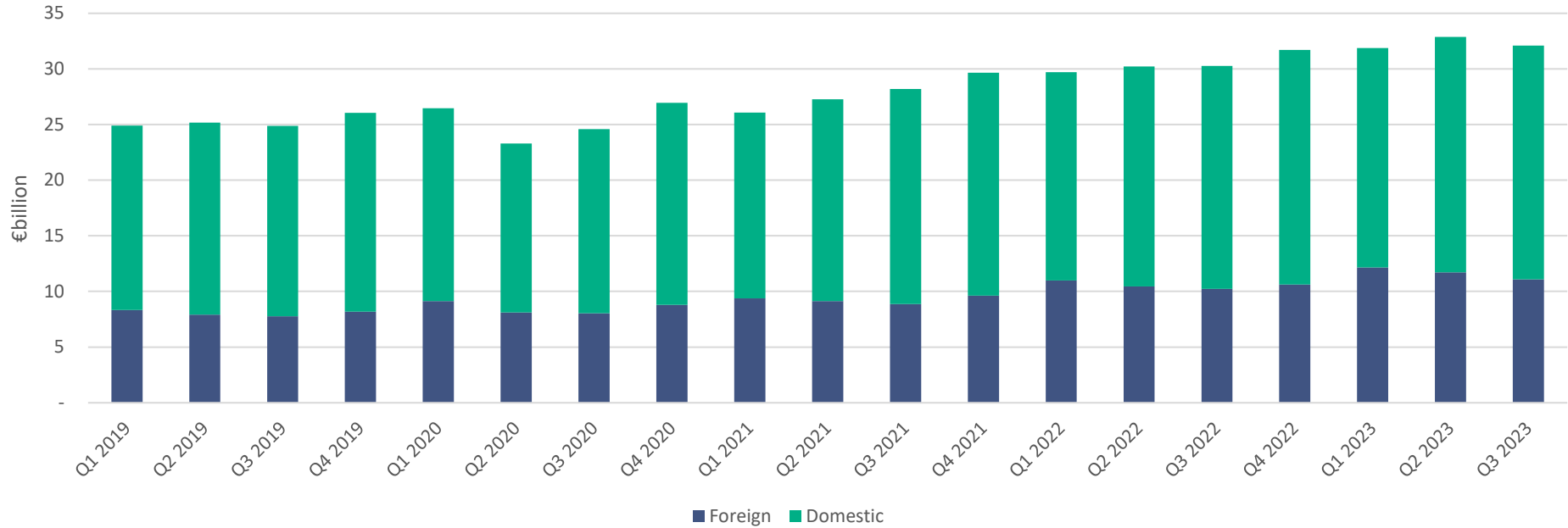
Table 7.1 Compensation of Employees by Nace Rev. 2 A10 Sector of Origin, Q3 2023¹

	Amount €m	Quarterly % change
Public Admin, Education and Health	8,833	1.3
Distribution, Transport, Hotels and Restaurants	5,719	-1.1
Professional, Admin and Support Services	4,276	-1.7
Industry (excl. Construction)	4,099	-1.6
Information and Communication	3,283	2.4
Financial and Insurance Activities	2,489	1.0
Construction	1,486	-6.9
Arts, Entertainment and Other Services	622	-4.4
Agriculture, Forestry and Fishing	264	47.1
Real Estate Activities	202	30.6
Total	31,271	0.0

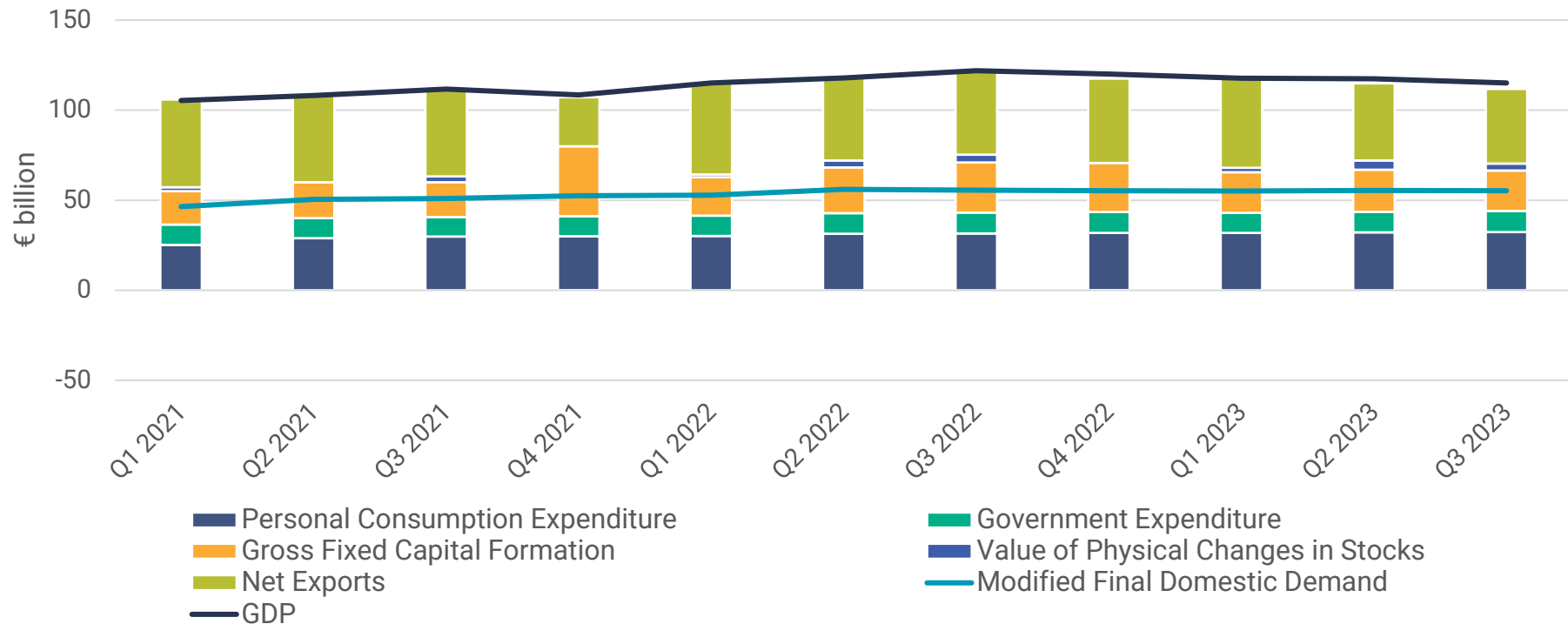
¹Constant Market Prices, seasonally adjusted.



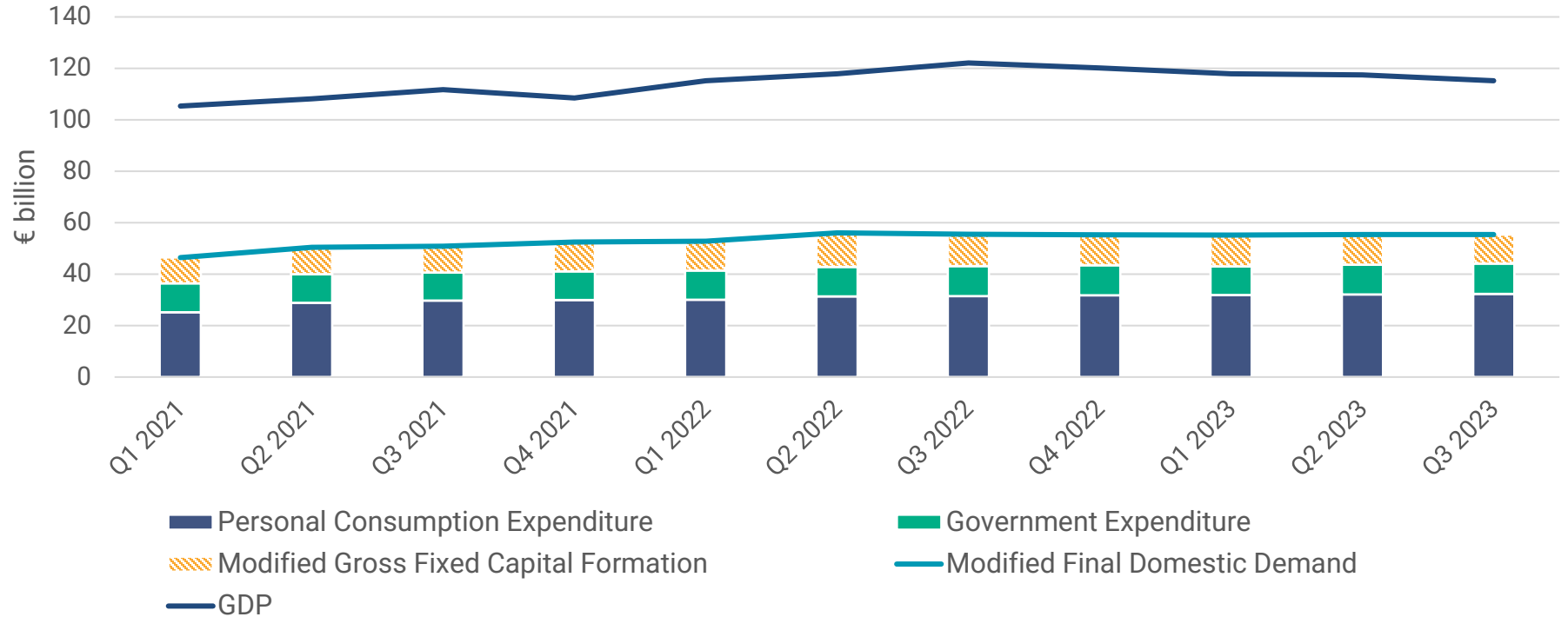
Breakdown of Compensation of Employees by Foreign and Domestic Enterprises



Expenditure – Q3 2023 Seasonally Adjusted



Expenditure – Q3 2023 Seasonally Adjusted



Personal Consumption Expenditure

Q3 2023/Q2 2023

Total +0.7% (seasonally adjusted)

- Goods +0.5%
- Services +0.8%



Personal Consumption Expenditure Q3 2023/Q3 2022

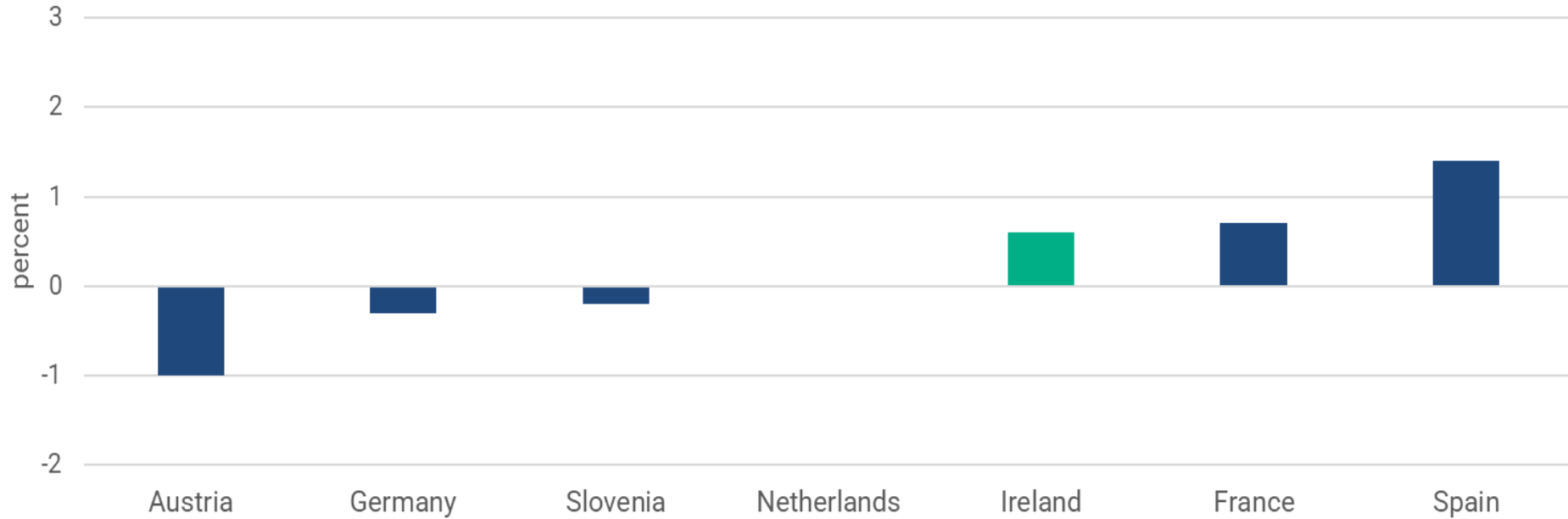
Total	+2.6%
Goods	+1.8%
Services	+3.2%

- Goods up including cars.
- Services are up with notable increases for foreign travel and public transport.

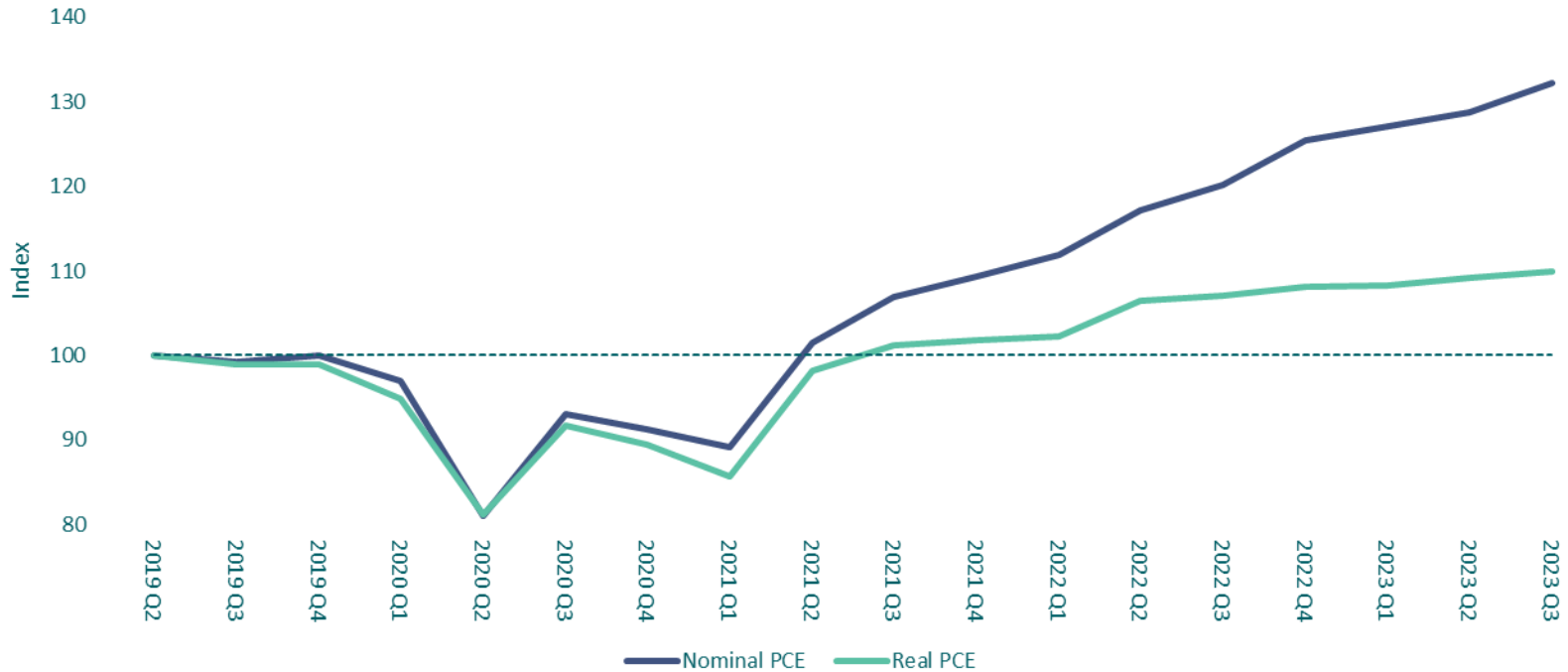


Households & NPISH Individual Consumption Expenditure

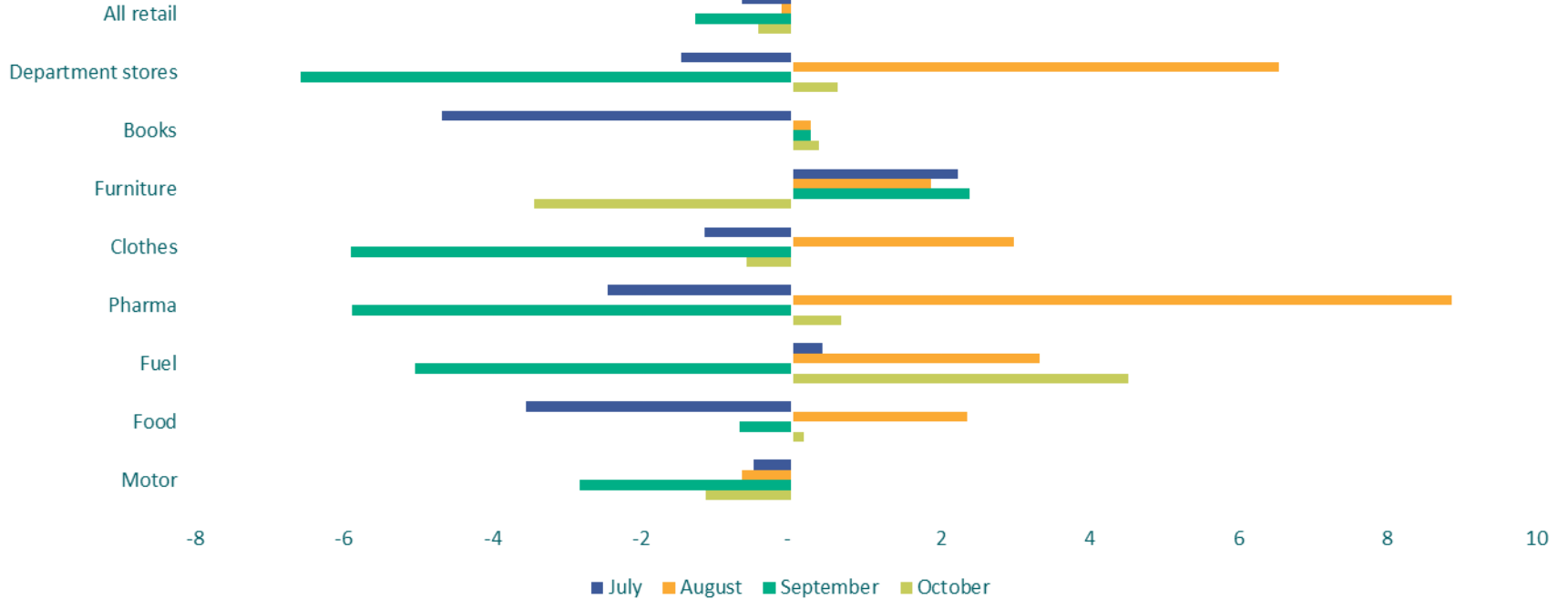
Q3 2023/Q2 2023 (Seasonally Adjusted)



Personal Consumption Expenditure SA



Monthly Retail Sales by Item % change over previous month



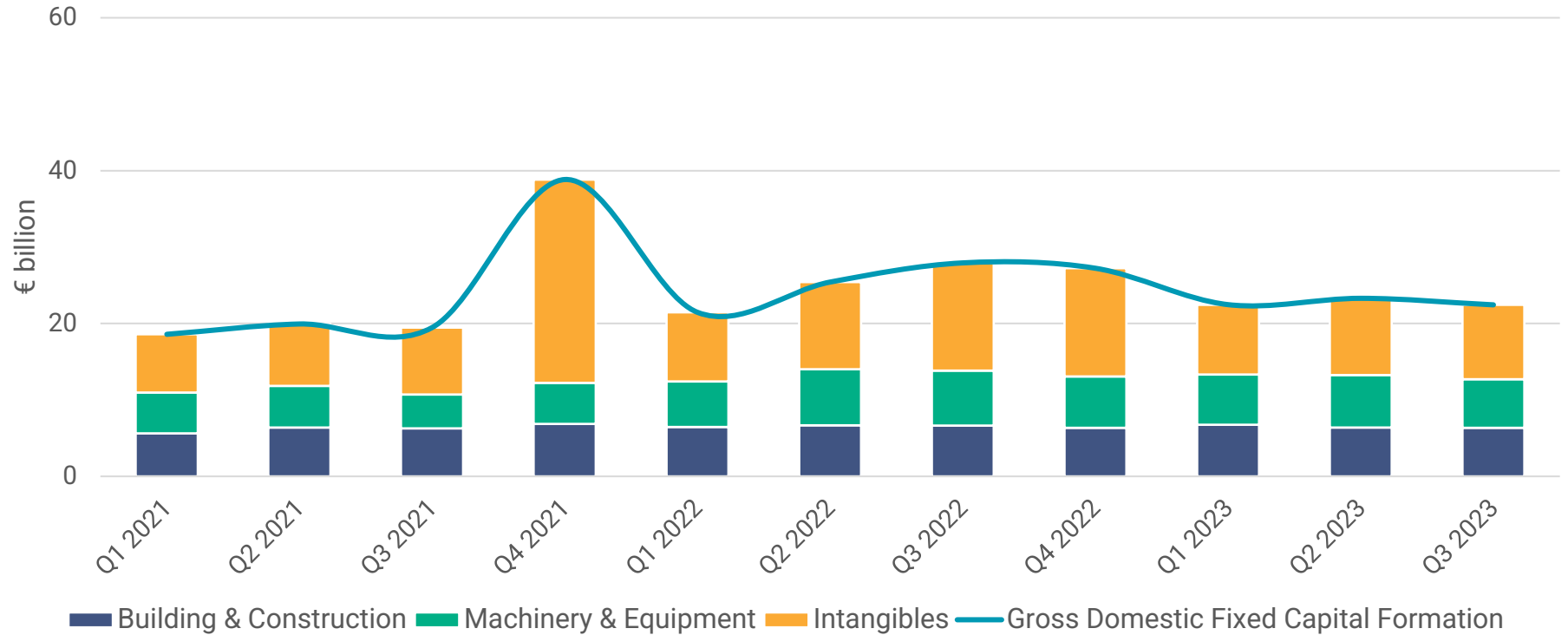
Capital Formation Q3 2023/Q2 2023

Total -3.7% (seasonally adjusted)
this quarter v's last quarter

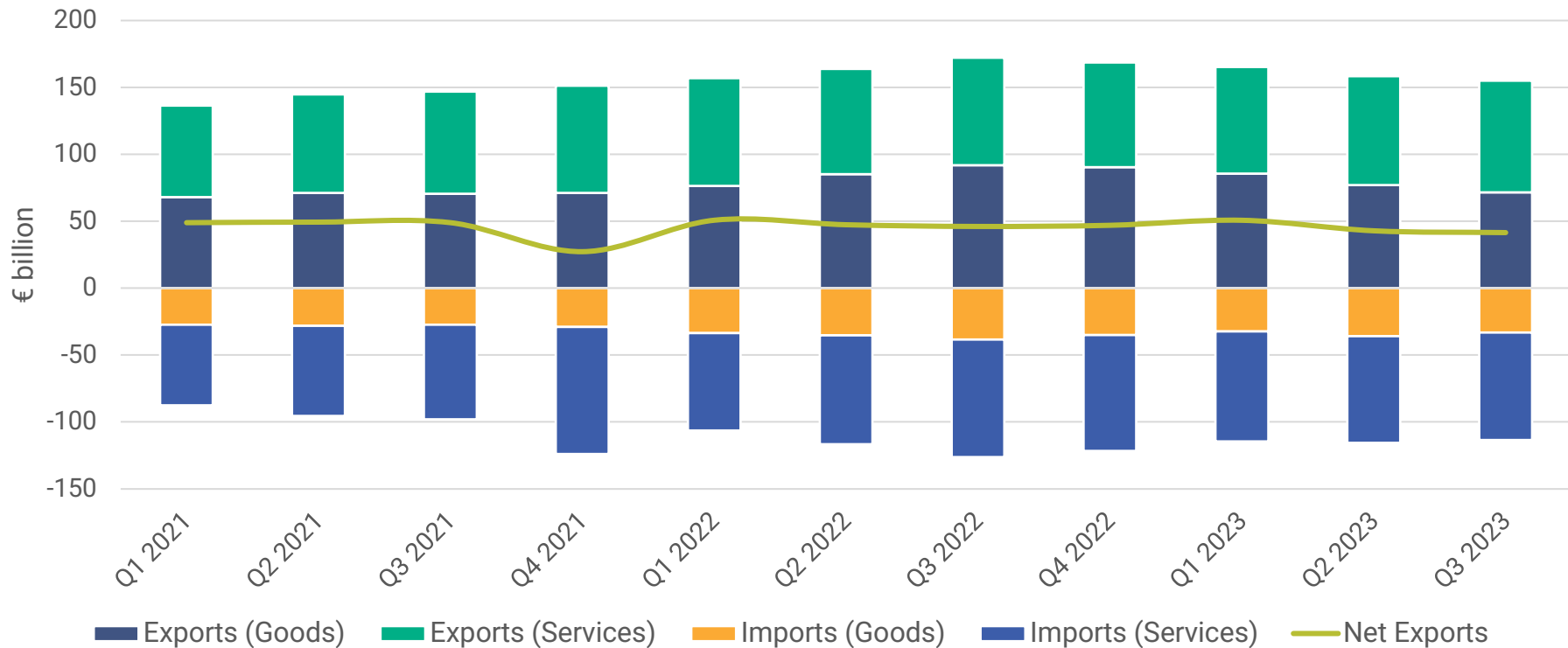
Building and construction	-0.3%
Machinery and equipment	-7.3%
Intangibles	-3.3%
Machinery and equipment excl. aircraft leasing	*
Intangibles excl. R&D service	
imports and trade in IP	*



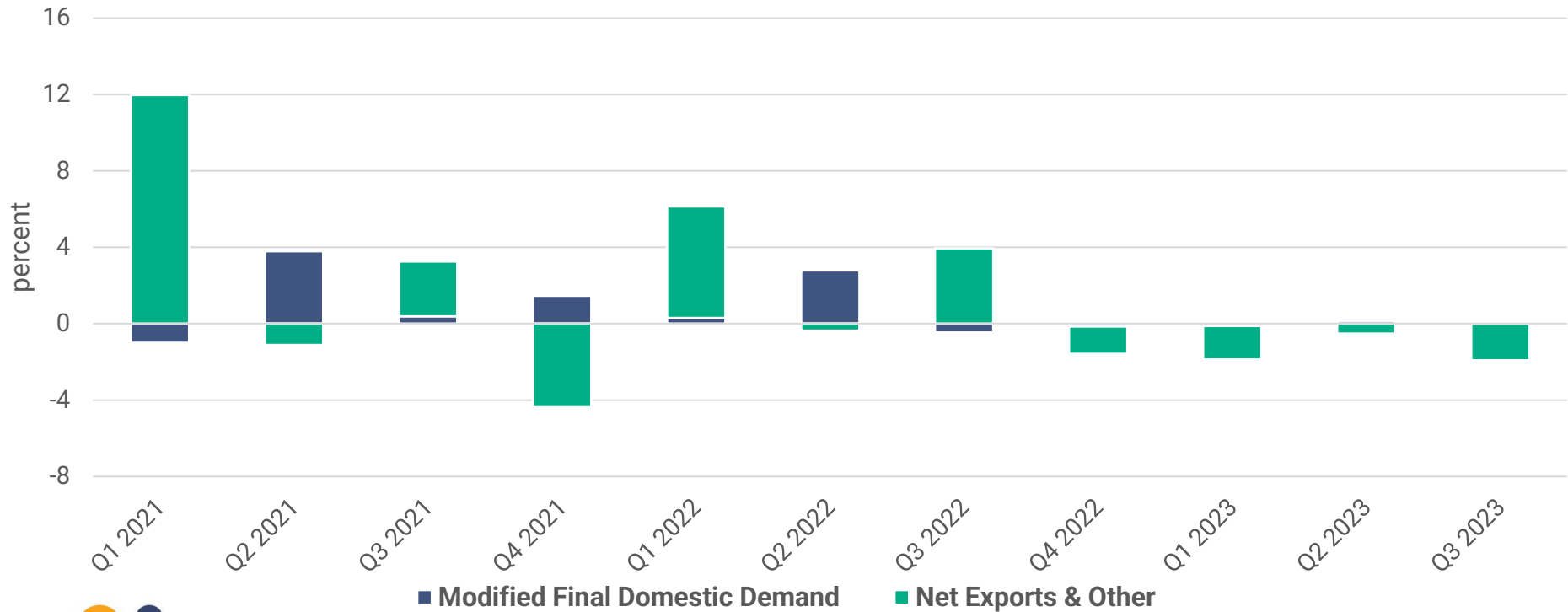
Composition of Capital Formation Q3 2023 (Seasonally Adjusted)



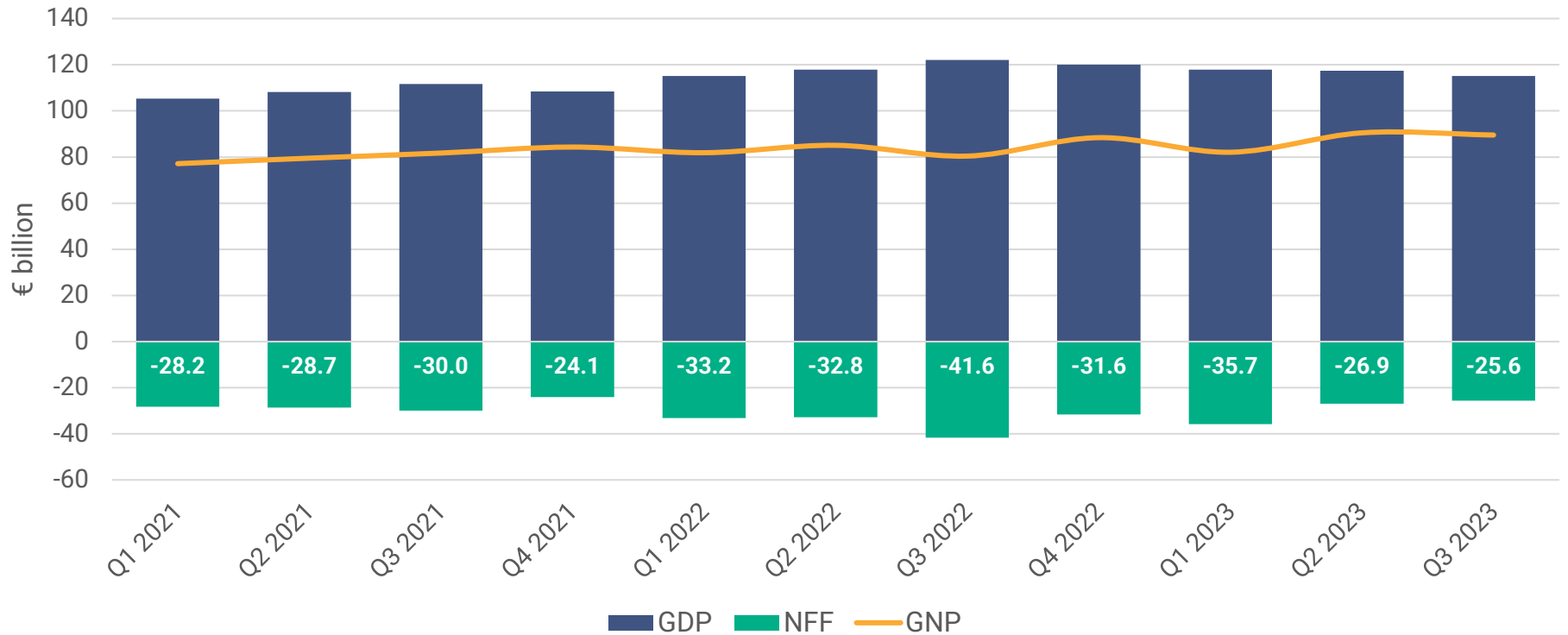
Trends in Net Exports



Contribution of Modified Final Domestic Demand and Net Exports to Quarterly GDP



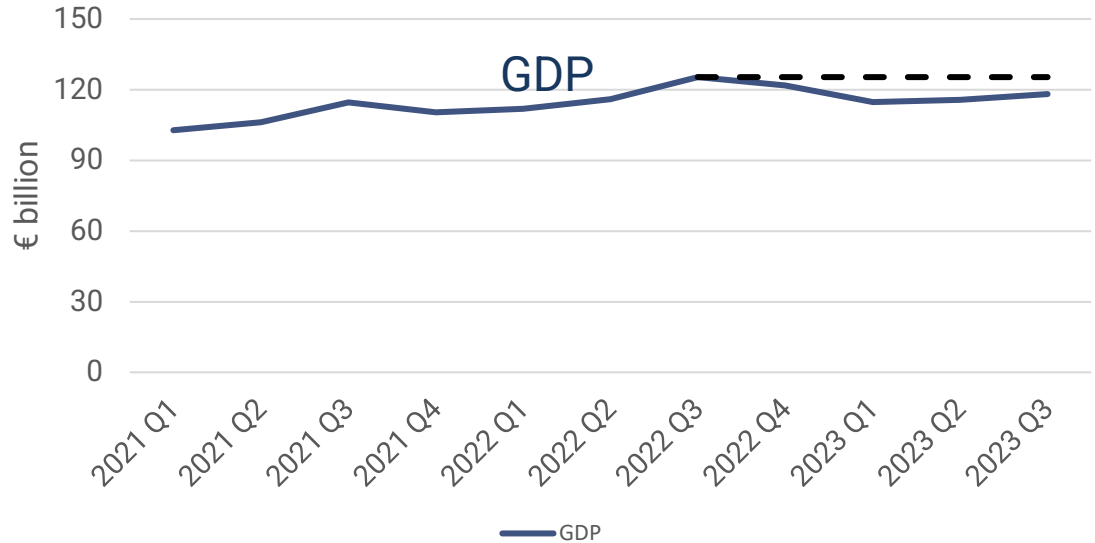
GDP, GNP and Net Factor Flows Q1 2021 – Q3 2023



GDP Year-on-Year Growth Rates

(constant price, non-seasonally adjusted)

	Q3 2023/ Q3 2022	YTD 2023/ YTD 2022
GDP	-5.8%	-1.3%



Modified Domestic Demand Year-on-Year Growth Rates

(constant price, non-seasonally adjusted)

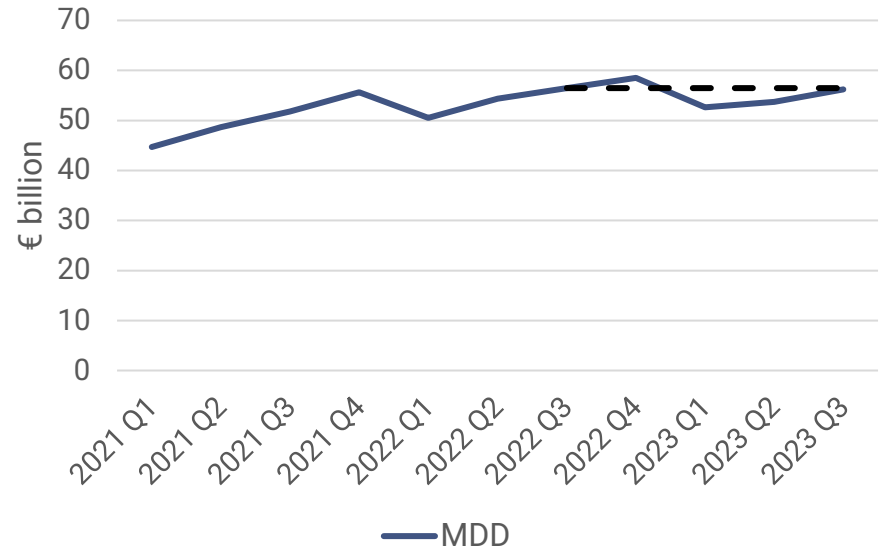
Modified
Domestic
Demand

Q3 2023/
Q3 2022

-0.4%

YTD 2023/
YTD 2022

+0.8%





Price Effects and Real GDP

Q3 2023/Q3 2022

year-on-year



GDP

Current Prices	-4.2%
Constant Prices	-5.8%
<i>Implied deflator</i>	<i>+1.7%</i>

Consumption

Current Prices	+9.9%
Constant Prices	+2.6%
<i>Implied deflator</i>	<i>+7.1%</i>



Quarterly Summary

GDP -1.9%

Output:

- Industry -3.5%
- Construction -1.2%
- Dist, Trans, Hotels & Restaurants -1.2%
- Information & Communication +3.1%

- MNE dominated sectors -3.8%
- Non-MNE dominated sectors -0.7%

Expenditure:

- PCE +0.7%
- Government Expenditure +1.7%
- Investment -3.7% (Mod. Invest. -3.6%)
- Net Exports down €1.3bn

- Final Domestic Demand -0.7%
- **Modified Domestic Demand -0.0%**

- Net Factor Outflows: €25,595m (€26,872m in Q2 2023)

GNP -1.1%

COE +0.0%





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International Accounts

Quarter 3 2023



Ireland's Economic Interactions with the Rest of the World



Goods

Exports
€72bn

Imports
€34bn

Balance
€37.4bn

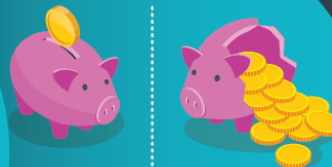


Services

Exports
€93bn

Imports
€84bn

Balance
€8.6bn



Income

In
€65bn

Out
€91bn

Balance
-€25.2bn

Current Account



In
€230bn

Out
€209bn

Balance
€20.8bn

16.2% of GDP

Net International
Investment Position (NIIP)

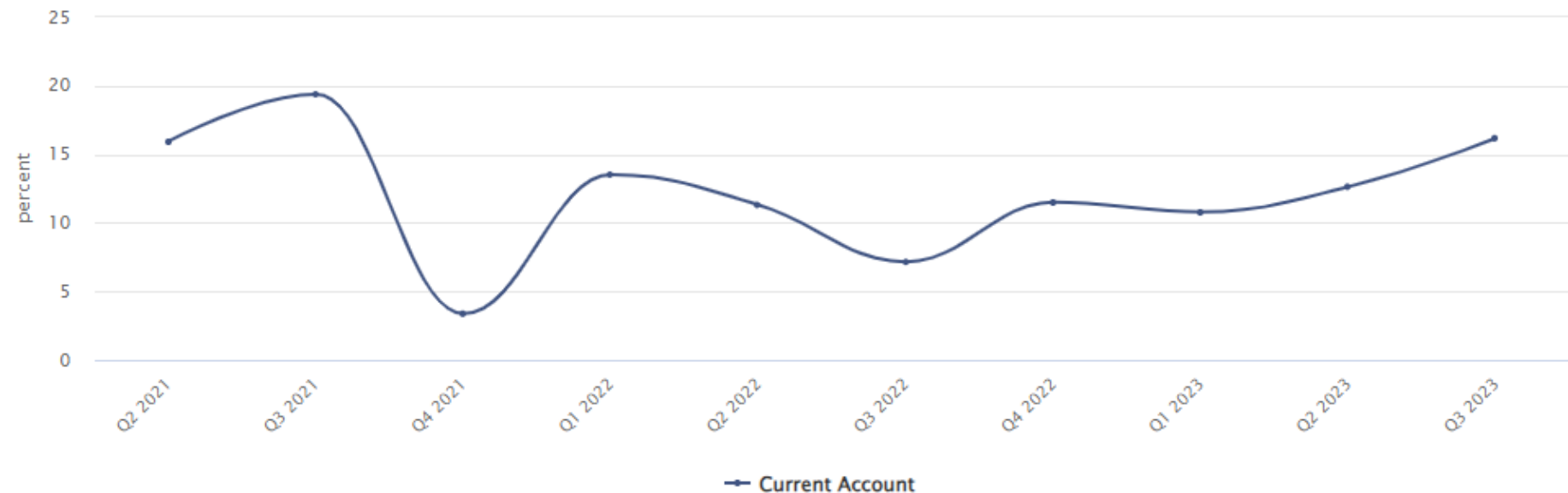
-€578bn
NET

Foreign Direct
Investment in Ireland

€1,263bn
Stock

and
how this
activity is
funded

Current Account Balance, % of GDP



Highcharts.com

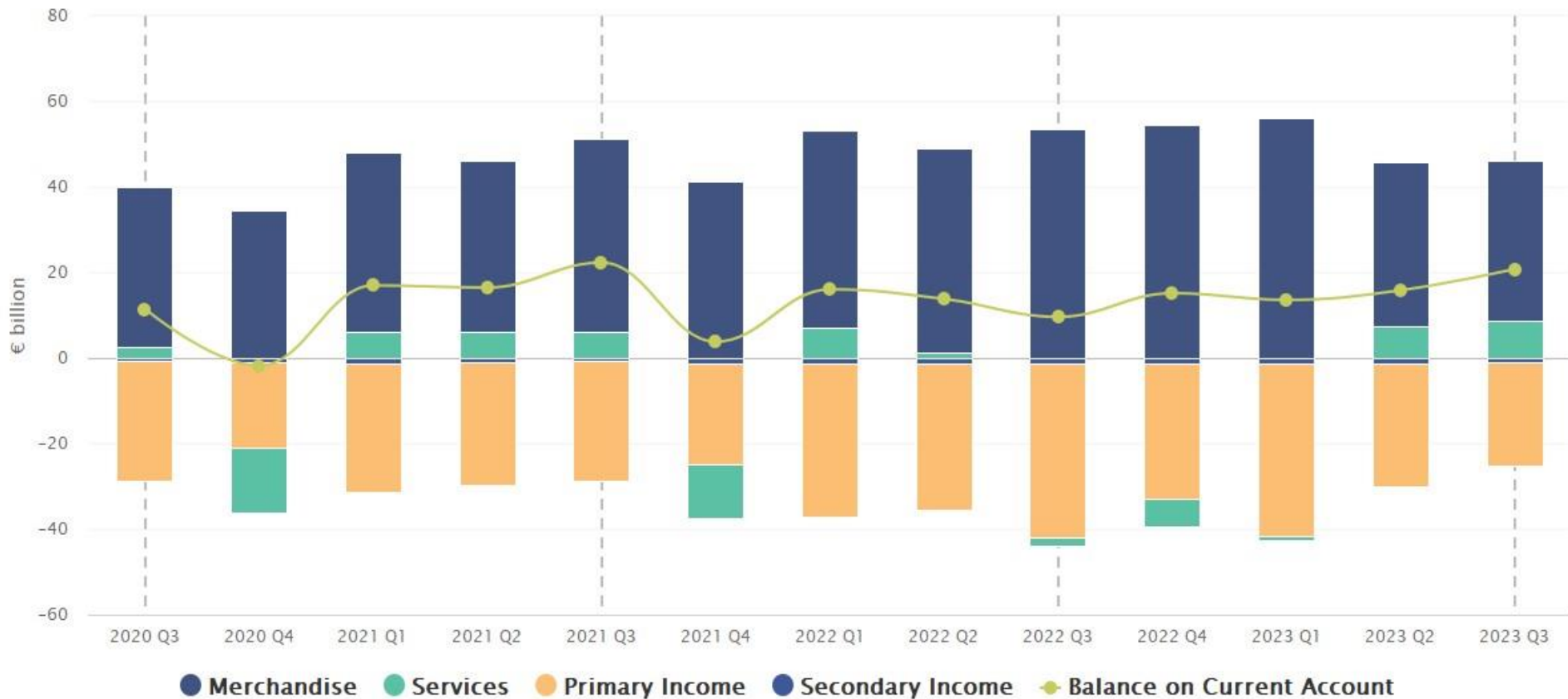


BOP Q3 2023 - Current Account

	Q3 2022	Q3 2023
Current Account Balance	€9.6bn	€20.8bn
• Merchandise surplus	€53.6bn	€37.4bn
• Services balance	-€2.0bn	€8.6bn
• Net Income outflow	-€42.0bn	-€25.3bn



Current Account – Balance Over Time

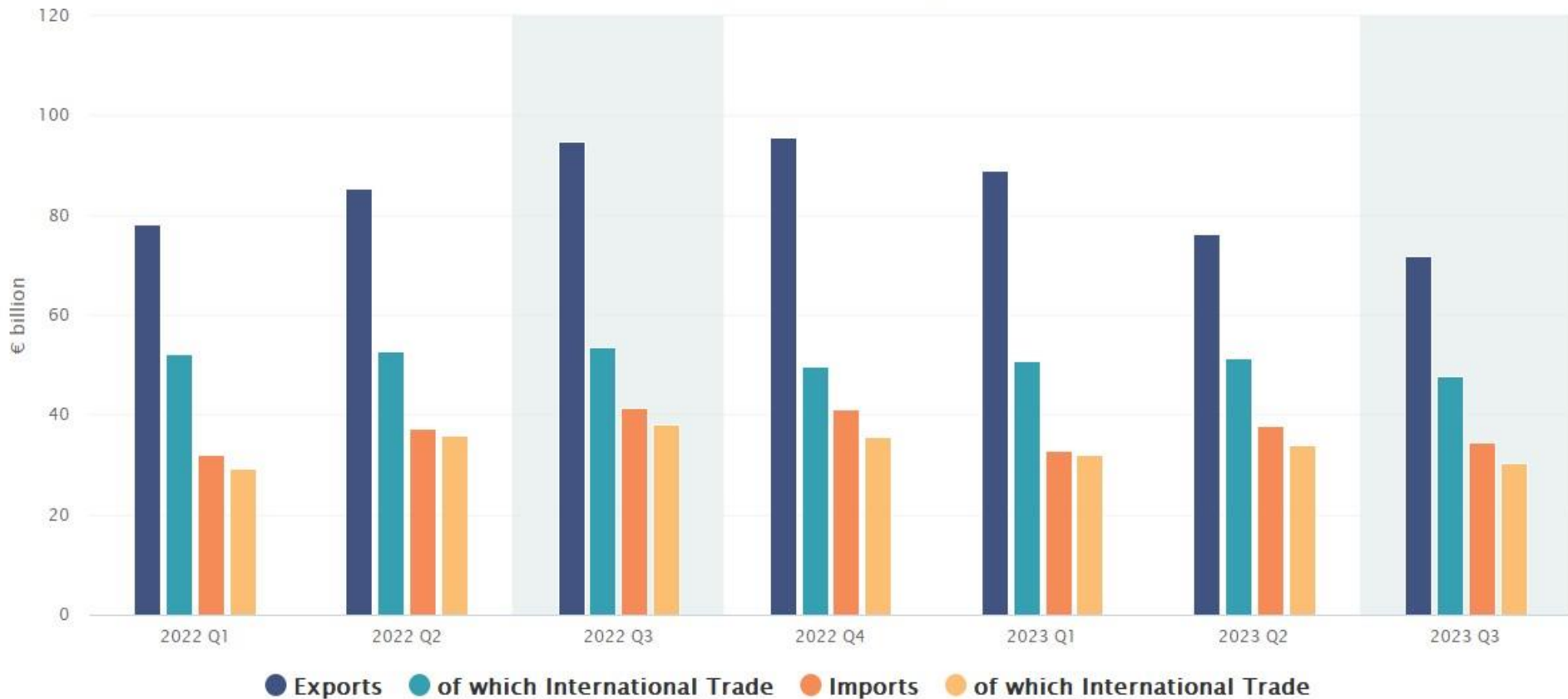


BOP Q3 2023 - Current Account

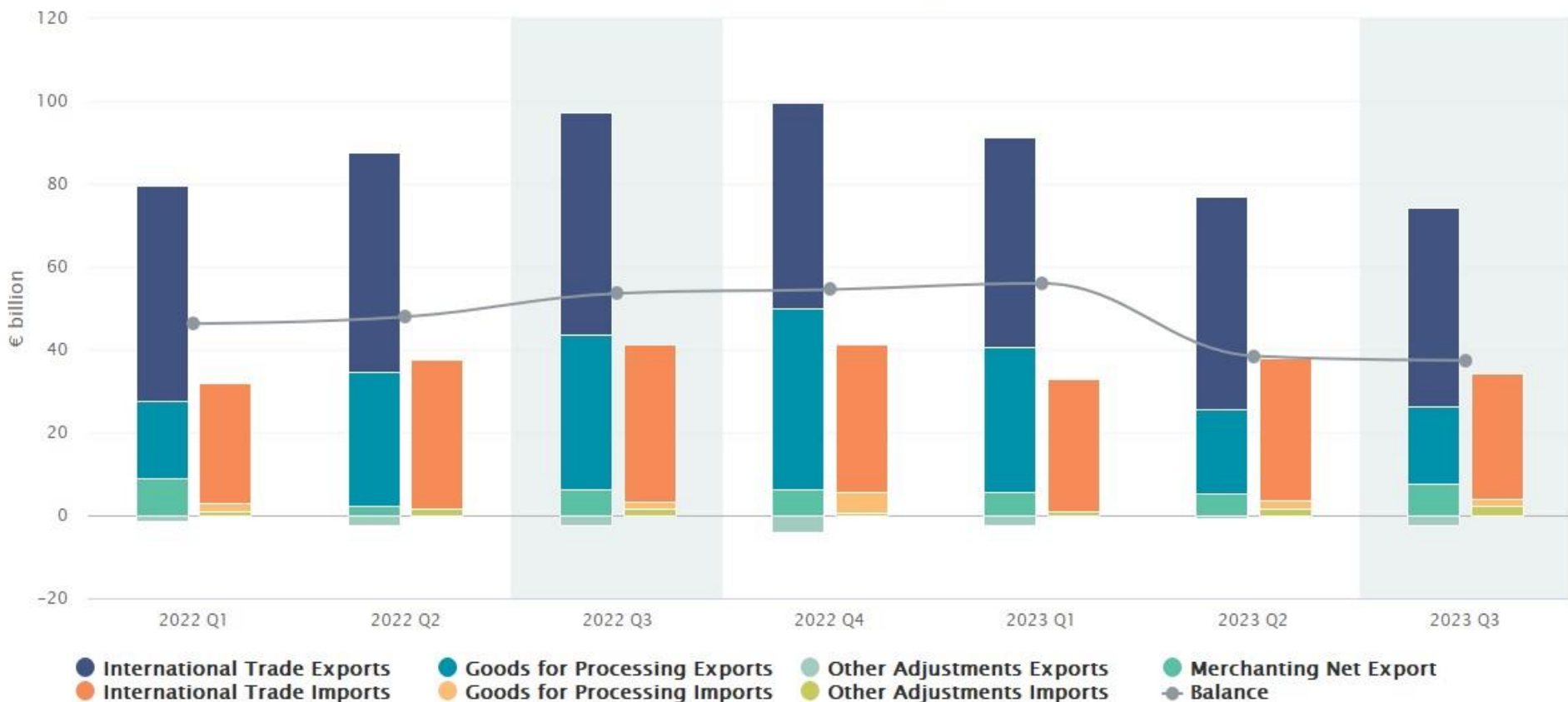
		<i>Q3 2023</i>	<i>y-o-y Change</i>
Merchandise	exports	€71.9bn	-€23.1bn
	imports	€34.5bn	-€6.9bn
Services	exports	€92.7bn	+€6.2bn
	imports	€84.1bn	-€4.5bn
Primary Income	inflows	€62.6bn	+€29.4bn
	outflows	€86.8bn	+€12.7bn
Direct investment profit and interest inflows		€19.8bn	+€15.4bn
Direct investment profit and interest outflows		€42.8bn	-€0.3bn



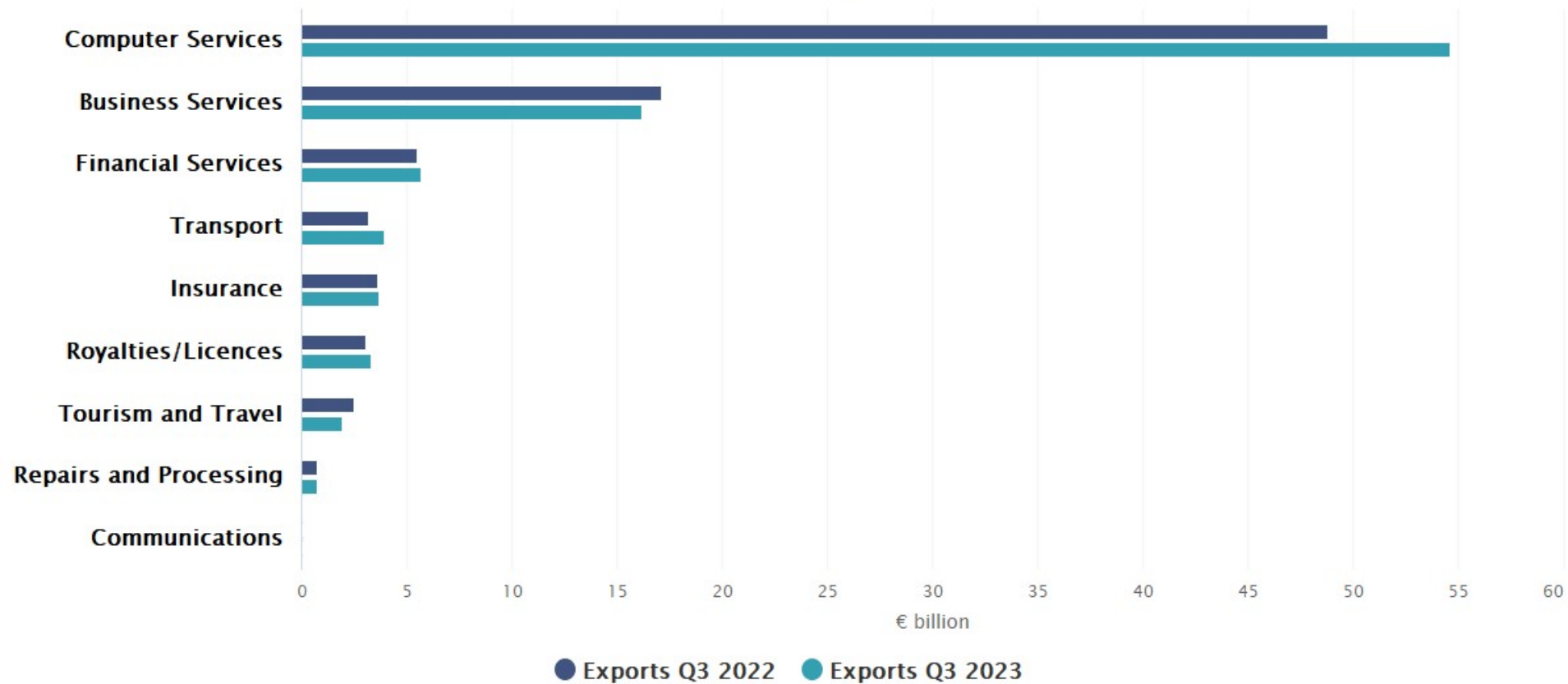
Goods Imports and Exports



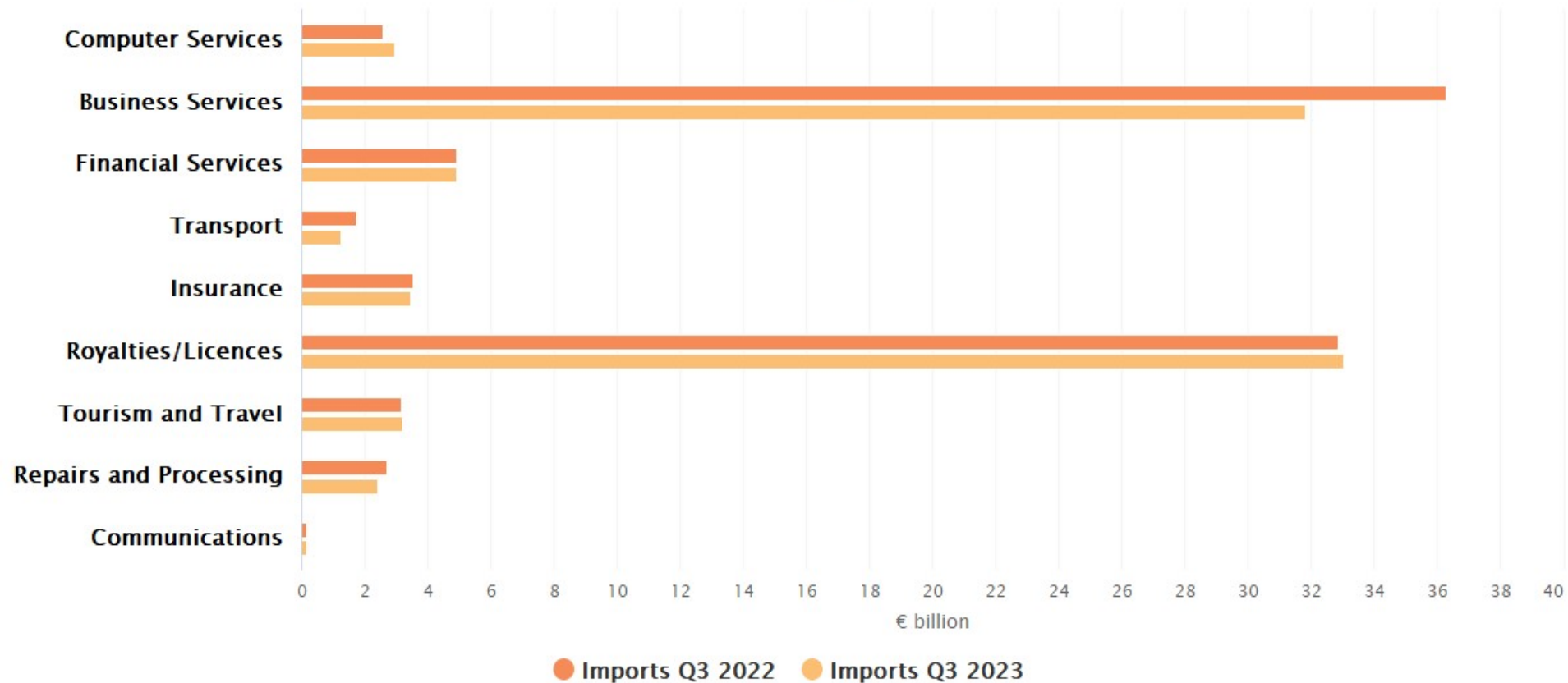
Goods Imports and Exports



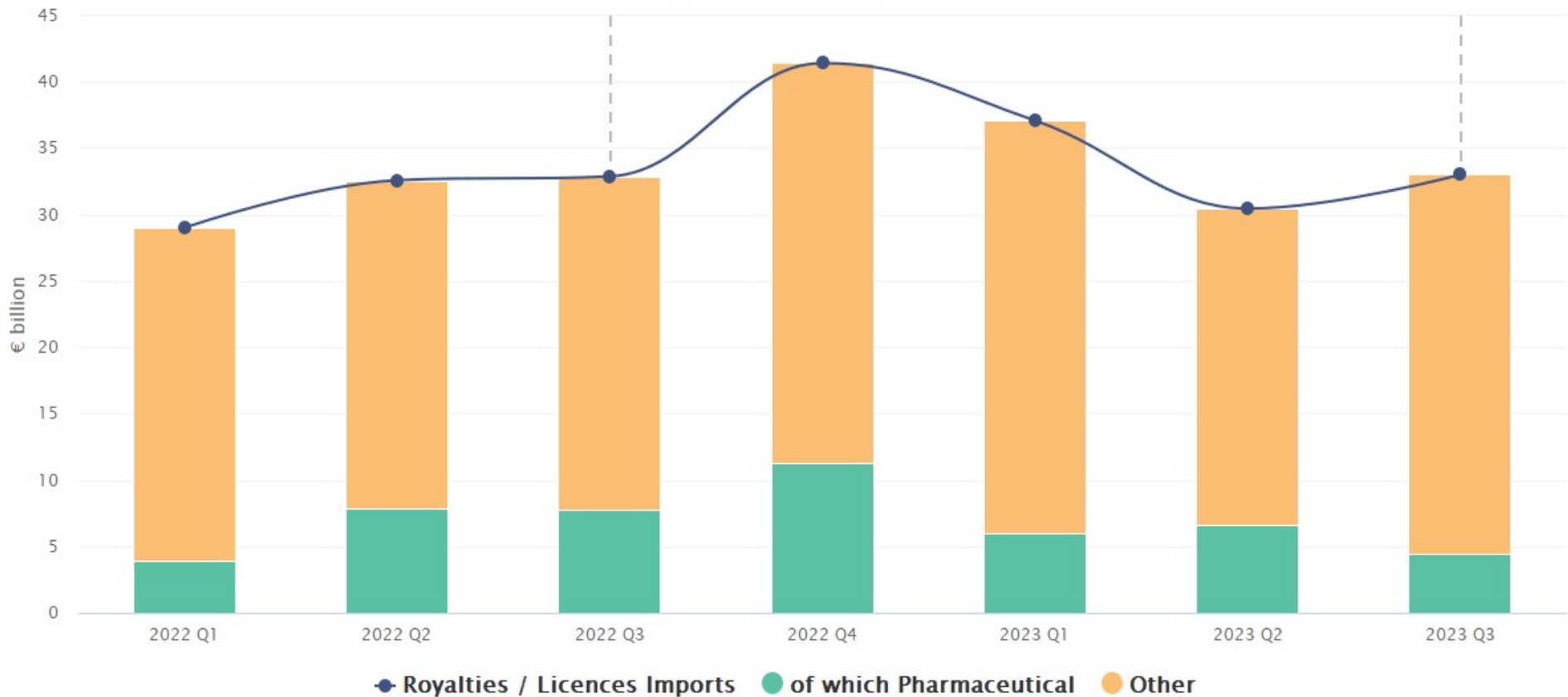
Services Exports



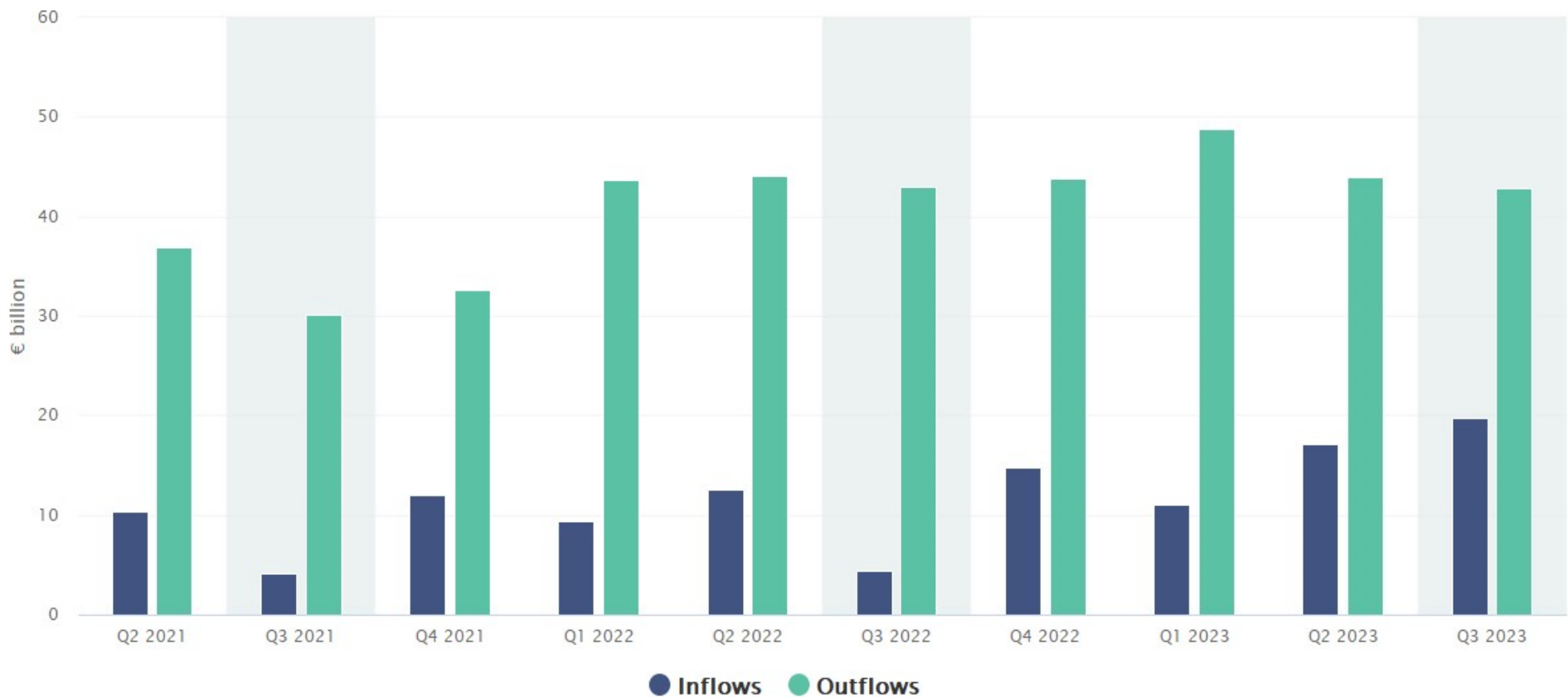
Services Imports



Royalties – Imports



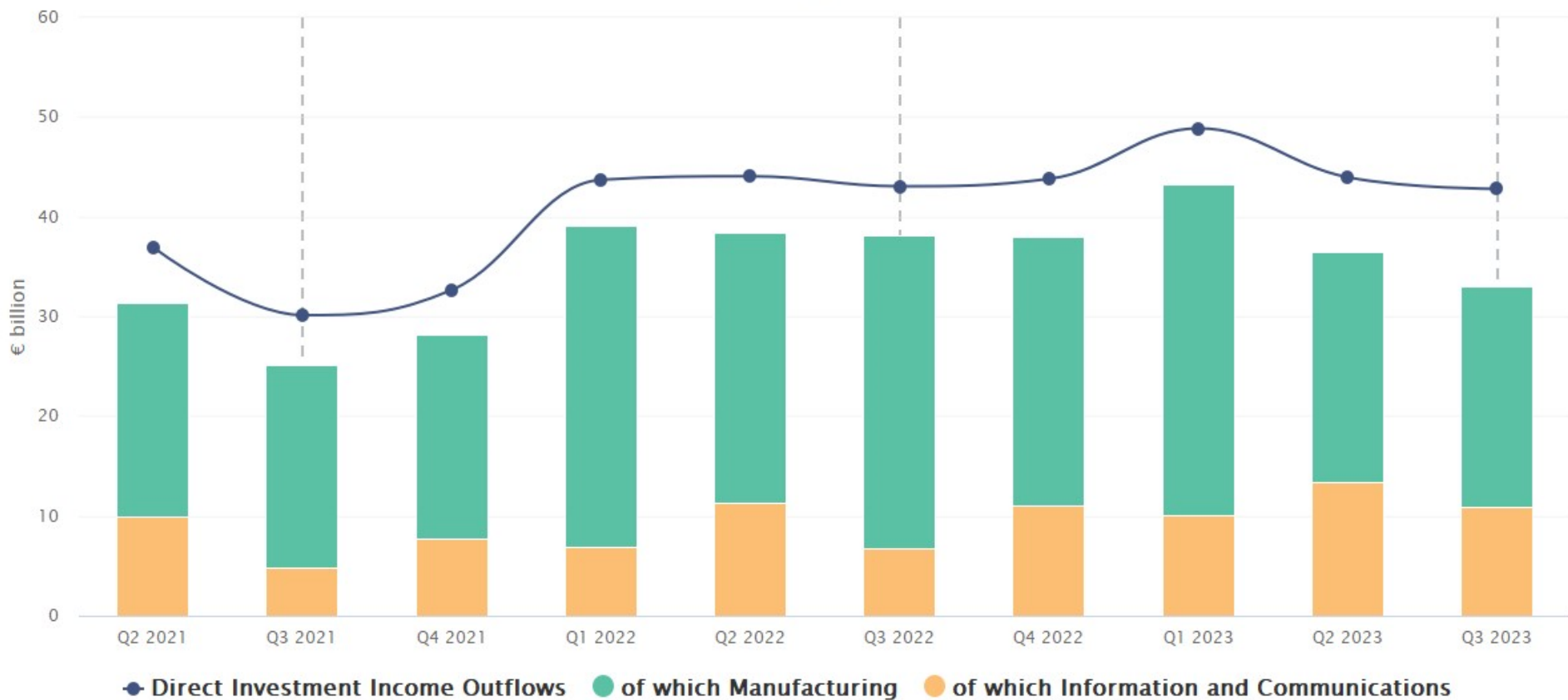
Direct Investment Income



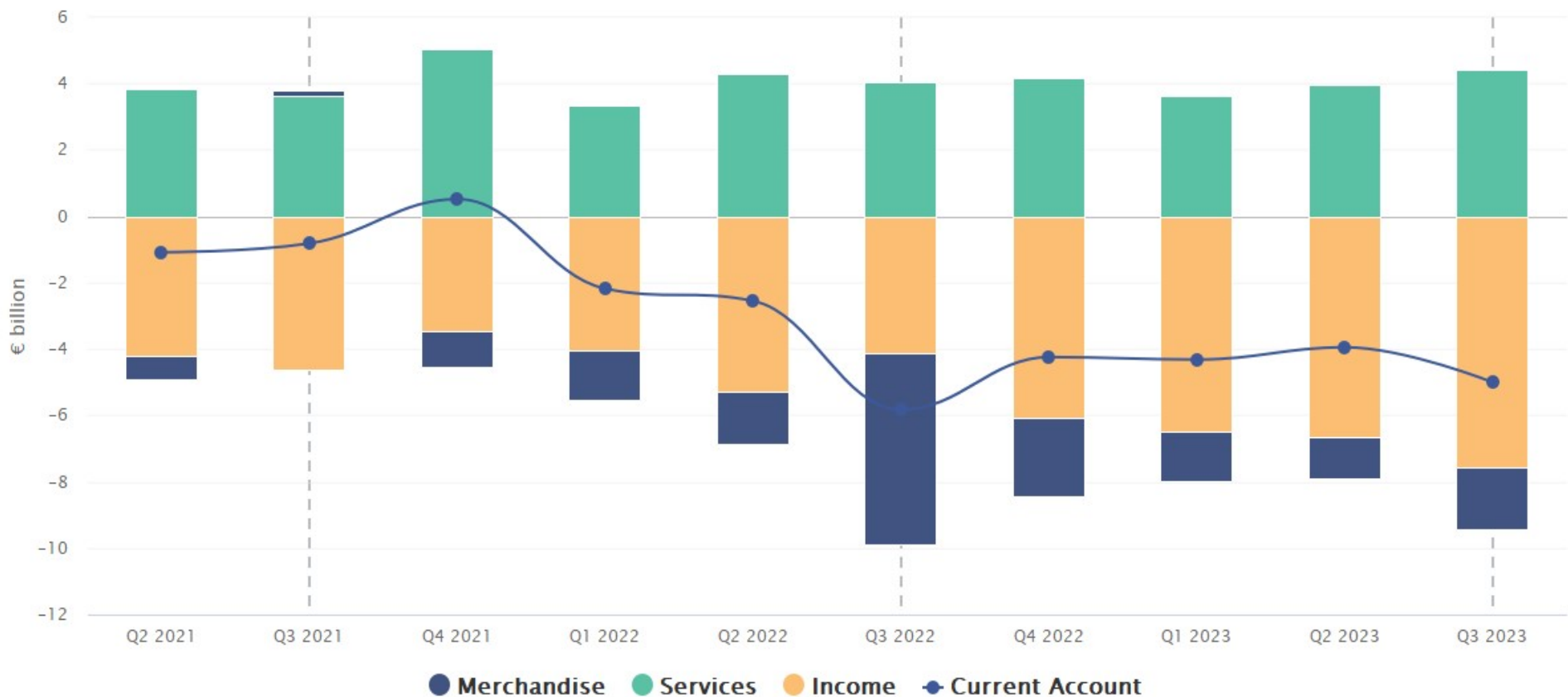
Direct Investment Income Outflows



FDI Income: Quarterly Profits Outflows



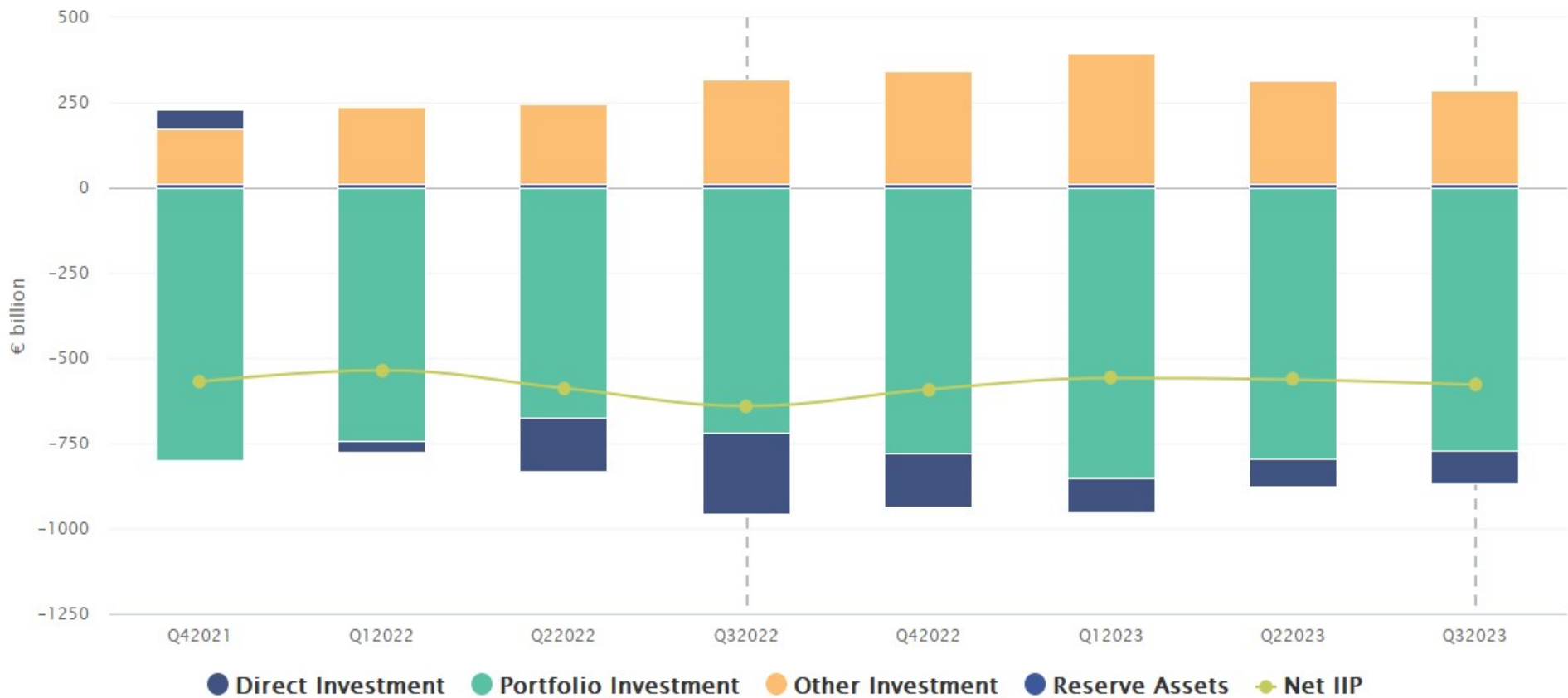
Trade, Income and Current Account with the UK



Financial Account – Balance Over Time



International Investment Position



International Accounts Summary

- Current Account balance in Q3 2023 of €20.8bn or 16.2% of GDP.
- We have a decreased merchandise balance, increased services balance and decreased income outflows



Headline Results – Q3/2023

Key Indicators	Q3/23 vs Q2/23 <i>(constant price and seasonally adjusted)</i>	YTD 23 vs YTD 22 <i>(year-on-year)</i>
GDP	-1.9%	-1.3%
Modified Domestic Demand (MDD)	-0.0%	+0.8%
Personal Consumption Expenditure (PCE)	+0.7%	+3.6%
MNE-dominated Sectors	-3.8%	-2.7%
Other Sectors	-0.7%	+4.0%