

Guernsey Gross Domestic Product

2014 Estimates, first release - Issue date 26th August 2015



POLICY COUNCIL

THE STATES OF GUERNSEY

1.1 Introduction

This bulletin presents the first estimates of the size of Guernsey's economy in 2014 using an aggregate measure of Gross Domestic Product (GDP). Guernsey measures its economy using an 'income' approach: economic output is calculated as the sum of wages, profits and other local income from capital. Guernsey has measured its economic output on this basis consistently since 1965¹.

Figures in this bulletin are presented at 2014 prices and all percentage changes presented are in real terms (i.e. based on 2013 prices, thereby removing the effects of inflation).

It should also be noted that first estimates of GDP are subject to revision for three years following the end of each calendar year. Previous estimates for 2011, 2012 and 2013 GDP have been revised upwards. Current estimates of real growth in 2012, 2013 and 2014 are 4.2%, 1.2% and 0.9% respectively. Growth and level of GDP for 2011 are now final.

1.2 Headlines

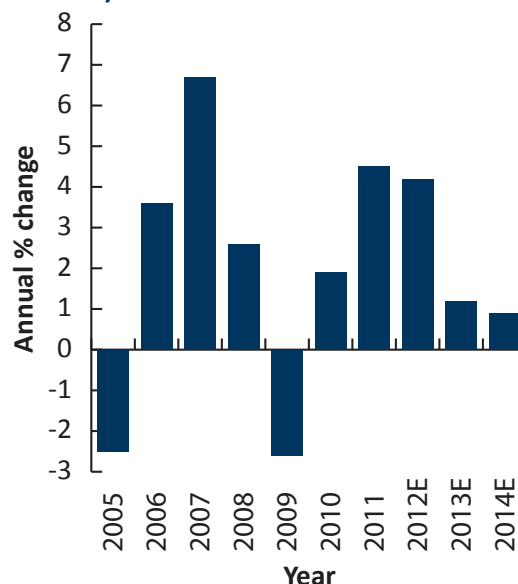
- Total GDP for 2014 in Guernsey was estimated at £2,353 million, which was 0.9% higher than 2013, in real terms.
- Finance sector output declined by an estimated 0.8% and now contributes 33.8% of all output assigned by sector.
- Non-finance output is estimated to have increased by 1.7%.
- Total wages (less pensions) increased by an estimated 0.6%.
- Total profits increased by an estimated 1.7%, with particularly strong growth in Business services (10.2%).

1.3 Gross Domestic Product

Table 1.3.1: Annual GDP figures (nominal and real terms)

	Nominal GDP (£ millions)	Real GDP (2014 prices, £ millions)	Annual % change in real GDP
2005	1,465	1,879	-2.5
2006	1,584	1,946	3.6
2007	1,774	2,077	6.7
2008	1,841	2,130	2.6
2009	1,832	2,074	-2.6
2010	1,909	2,114	1.9
2011	2,059	2,209	4.5
2012E	2,216	2,303	4.2
2013E	2,305	2,332	1.2
2014E	2,353	2,353	0.9

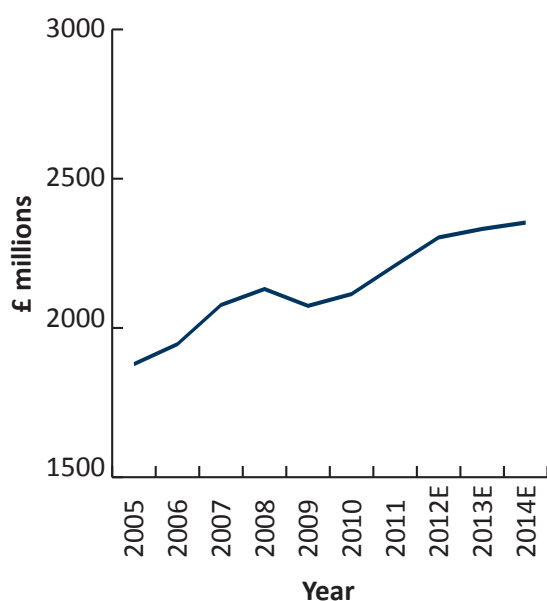
Figure 1.3.1: Annual percentage change in GDP (real terms)



¹ Output of the Finance sector includes FISIM adjustment.

2.1 GDP by sector

Figure 2.1.1: Total GDP (2014 prices)



Estimated total GDP increased by 0.9% in 2014 following an increase of 1.2% in 2013. Estimated total profits increased by 1.7% in 2014 and estimated total wages increased by 0.6%.

Estimated Finance sector output declined by 0.8% in 2014. Non-finance sector output grew by an estimated 1.7%. Performance across the non-finance sectors was variable with estimates showing strong growth in Business Services (10.2%) in particular, while other smaller sectors, such as Recreation (-20.4%) and Horticulture (-8.2%) showed a significant decline.

Table 2.1.1: Output by sector (2014 prices, £ millions)

	2013E	2014E	Annual % change in real output
Horticulture	8	7	-8.2
Agriculture and fisheries	16	16	-3.6
Manufacturing	40	41	1.3
Construction	129	131	1.3
Utilities	47	47	1.5
Transport	54	53	-1.5
Hostelry	54	54	-0.1
Wholesale	66	65	-1.2
Retail	125	124	-0.6
Personal services	37	37	0.2
Recreation	19	15	-20.4
Finance	776	769	-0.8
Legal	45	47	3.1
Business services	298	329	10.2
Information	233	230	-1.0
Health	51	48	-5.4
Education	13	13	1.8
Public administration	238	240	1.1
Non-profit	8	9	3.1
Sector not reported	76	78	3.0
Total GDP	2,332	2,353	0.9

NB Figures may not sum to totals due to rounding.

Table 2.1.2: Output by source (2014 prices, £ millions)

	2013E	2014E	Annual % change (Real terms)
Wages (less pensions)	1,123	1,130	0.6
Profits	1,040	1,058	1.7
Other Income	168	165	-2.0
Total GDP	2,332	2,353	0.9

3.1 Contact details and further information

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