

QUARTERLY ESTIMATES
OF
NATIONAL INCOME AND EXPENDITURE

NO. 34
DECEMBER QUARTER 1968

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FOREWORD

This publication provides estimates of the components of gross national production and expenditure for the five years 1963-64 to 1967-68, and for the thirteen quarters up to December quarter 1968.

The definitions of the concepts used in this publication are, in general, consistent with those used in the Parliamentary White Paper "National Income and Expenditure, 1967-68" issued with the Budget in August 1968, and in the Bureau's publication "Australian National Accounts, National Income and Expenditure, 1953-54 to 1966-67", published in May 1968. As a result of alterations to definitions and terminology and the recalculation of a number of series from more complete information, data published in issues Nos. 1-11 of "Quarterly Estimates of National Income and Expenditure" are no longer comparable with later published information. Brief descriptions of a number of the items in the present quarterly estimates are given in the Appendix : Explanatory Notes on Tables.

In the interpretation of the quarterly estimates supplied in this publication it is necessary to take account of the following factors.

Estimating for a period of less than one year presents special problems in that it is often difficult to adhere strictly to the definitions of concepts used in annual estimates. In particular, it is not always possible to match the value of production for a quarter with the costs incurred in that production, and thus to measure exactly the concept of income for the period. For example, in these estimates, the income of farm unincorporated enterprises for the quarter is represented by the estimated value of produce delivered for sale in the quarter, together with the estimated value of the increase in undelivered stocks of certain commodities (but not wool) from which are deducted estimated costs incurred in connection with farming operations carried out during the quarter. As with the annual estimates, increases in the number of livestock or in growing crops are not included in value of production. The resulting estimates show considerable variation from quarter to quarter.

As most series are affected to some extent by seasonal factors allowance should be made for normal seasonal variation. In Table 2 of this issue "seasonally adjusted" values are presented for selected series. In interpreting these series it is necessary to bear in mind the methods by which they have been derived and the limitations to which the methods used are subject. These aspects are discussed in the supplement to the December quarter 1967 issue of this bulletin (No. 30).

The information used in preparing quarterly estimates is usually of an approximate nature owing to the difficulties of obtaining detailed data for short periods and to the limitations of the data available. There are difficulties also in preparing consistent estimates from data obtained from various sources where different accounting procedures and accounting periods are used. One field in which sufficiently detailed information on a quarterly basis is lacking at present is that of gross operating surplus of trading enterprises. Data on income of companies and dividends are obtained from the quarterly Survey of Company Profit, but it has not been possible to obtain adequate quarterly information for non-farm unincorporated enterprises, or interest and rent (other than dwelling rent), and these items are estimated partly by indirect means. In Table 1, separate estimates of gross operating surplus of companies are provided in the quarterly figures : the gross

operating surpluses of unincorporated enterprises, dwellings owned by persons and public enterprises are combined into a single total.

Personal saving and other private saving are estimated as residual items in the personal current account and the national capital account respectively. They are therefore affected by inaccuracies and revisions in other items, and also may vary considerably from quarter to quarter because of large seasonal changes in other items, e.g. income of farms. For these reasons care should be exercised in the interpretation of these items.

The deficiencies in the available information necessitate the inclusion of a statistical discrepancy as a balancing item in Table 1. This discrepancy item is subject to large, but to some extent, regular, fluctuations quarter by quarter, which probably reflect timing discrepancies in some other series. It is included on the expenditure side of the account, but this implies nothing in regard to the relative accuracy of the estimates of gross national product and expenditure.

Because of the factors mentioned above most figures should be regarded as subject to revision at a future date as more complete and more accurate information comes to hand. The revisions generally will be of three main types - (1) those which will be made to the most recent quarters as firmer information becomes available from quarterly indicators, (2) those which are a consequence of revisions to annual totals and will be distributed to the quarters approximately in accordance with the existing quarterly trend, and (3) those to the balancing items which are a consequence of revisions to other estimates. In this bulletin the items which are most subject to substantial revision in the second category are indicated by bracketing the annual total only, while items in the third category which are most subject to substantial changes are indicated by bracketing the annual and quarterly figures.

It should be noted that any discrepancies between totals and sums of components in the tables are due to rounding.

CONTENTSPage

Notes on estimates for December quarter 1968	..	6
Revisions this issue .. ..	..	9
Seasonal adjustment of national accounts	..	10

TABLES

1.	National production account	..	..	12
2.	Seasonally adjusted series	..	..	14
3.	National capital account	..	..	16
4.	Investment in stocks .. ..	..	..	16
5.	Overseas current account	..	..	18
6.	Personal current account	..	..	18
7.	Income of farm unincorporated enterprises	..	..	20
8.	Personal consumption expenditure	..	..	20
9.	Current account of all public authorities	..	..	22
10.	Indirect tax revenue .. ..	..	..	22
11.	Current account of Commonwealth authorities	..	..	24
12.	Current account of State and local government authorities	..	..	24
13.	Public enterprises income	..	..	26
14.	Net current expenditure by public authorities	..	..	28
15.	Cash benefits from public authorities	..	..	28
16.	Gross fixed capital expenditure : public authorities and enterprises	..	..	30
17.	Gross fixed capital expenditure by public enterprises	..	..	30
18.	Principal aggregates .. ..	..	..	32

APPENDIX

Explanatory notes on tables	..	..	34
Graphs .. ..	..	..	41

NOTES ON ESTIMATES FOR DECEMBER QUARTER 1968-69

As with the quarterly accounts of an individual enterprise, the quarterly national accounts may be used to interpret trends progressively during the course of the financial year. Any thorough analysis of trends would require allowance for the range of uncertainty in the estimation of major aggregates, the effects of which are in some measure indicated by the change in the statistical discrepancy (the balancing item between estimates derived from income sources, on the one hand, and expenditure sources, on the other) for corresponding periods. Such uncertainties in trends arise both from the likelihood of revisions as more information becomes available and from the irregularities of short-term movements. Some of the factors involved are discussed in more detail in the forward to this publication.

In the December quarter 1968-69, the total supply of goods and services available to meet domestic and export demand was \$8,611 million of which \$7,572 million (88 per cent) resulted from domestic production and \$1,039 million (12 per cent) from imports of goods and services. On the demand side of the national production account, exports of goods and services were valued at \$992 million (12 per cent) and gross national expenditure (for current and capital purposes) amounted to \$7,619 million (88 per cent).

Major aggregates continued to increase at the relatively high rates of recent quarters. Gross national product increased by about 13 per cent in the December quarter of 1968-69 compared with the December quarter of 1967-68. Gross national expenditure increased by 12 per cent in the December quarter compared with the corresponding quarter last year and both national income and personal income registered similar increases. These changes followed increases of the order of 10 per cent in September and June over the corresponding quarters of 1967-68.

Continued recovery in the farm sector from the 1967-68 drought was highlighted by the record wheat crop. There were also significant increases in the value of production of other grains and higher wool prices contributed to a significant increase in the value of wool production. Gross farm product at factor cost in the December quarter was 21 per cent higher than in the previous December quarter and 17 per cent higher in the September quarter. Gross non-farm product at factor cost showed an increase of 11 per cent over the previous December quarter.

Personal consumption expenditure increased by 7 per cent in the December quarter and 6 per cent in the September quarter compared with the corresponding quarters of last year. The percentage of personal disposable income devoted to personal consumption expenditure was estimated to be rather lower than last year. Figures for recent years are shown in the following table:

		Quarter ended -				Year
		Sept.	Dec.	Mar.	June	
	1965-66	90.5	86.0	90.4	93.1	90.0
Personal consumption as	1966-67	90.3	84.0	86.6	92.7	88.2
percentage of personal	1967-68	93.1	86.5	94.6	93.8	91.8
disposable income	1968-69	90.9	82.3			

In the December quarter the balance on current account with overseas was a deficit of \$199 million, \$30 million less than in the December 1967 quarter. This reduction was accompanied by a reduction of \$14 million in the net apparent capital inflow, which nevertheless totalled \$285 million during the December quarter 1968, continuing the high quarterly rate of capital inflow of recent quarters.

In the table below, percentage changes in a number of items are shown in terms of the change in the seasonally adjusted estimates over the figures for the previous quarter. The percentage change for any particular quarter may be strongly

influenced by irregular variation, and the significance of the movement in the current quarter cannot be assessed without reference to the pattern of past periods. Irregular variation is quite apparent in some series and clearly indicates that caution should be exercised in interpreting quarterly movements. Particular attention is drawn to the special methods of adjusting farm product estimates to which reference is made on page 10.

NATIONAL INCOME AND EXPENDITURE COMPONENTS

(Seasonally adjusted values : Percentage increase over the previous quarter)

	Quarter ended -											
	1965-66		1966-67				1967-68				1968-69	
	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
<u>Production and Income -</u>												
Gross national product	1	2	2	3½	2	2	1½	1	2	2½	2½	4½
Gross non-farm product at factor cost	1	2	2½	2	2	2½	1½	3	1	3	2	2½
Gross farm product at factor cost	1	2	-1½	19½	-3	-½	-4½	-17	4	-1	7	10½
Wages, salaries and supplements	2	1½	3	1½	2	3	1½	2½	½	4	1½	3
Gross operating surplus -												
Companies	..	4½	1½	4½	2½	..	4	4	3½	-1	7	3
Other	½	1	½	9	..	1½	-1	-4½	2	3½	2½	7½
Gross operating surplus - Non-farm enterprises	..	2½	1	3½	2½	1	2½	3½	1½	3	3½	3
<u>Expenditure -</u>												
Net current expenditure on goods and services -												
Personal consumption	1½	2	2	2	2	2	2½	2	2	1½	½	2
Public authorities	-1½	2½	8½	..	4	4	2½	2½	9	-4½	3	5
Gross fixed capital expenditure -												
Total	..	-1½	4	½	1	1½	4	2	1	5	½	4
Private	..	-1½	3	½	½	1	3	4	1½	3½	3	3½
Public enterprises	3	-1½	4	-2½	7½	-2½	8½	..	-3	11½	-7½	5
Public authorities	-2½	-2	7	1	-5	7½	1	-2½	4½	3½	..	4
<u>Imports and Exports -</u>												
Imports of goods and services	-8	-2½	4½	1	8	..	2	½	10½	-3½	½	½
Exports of goods and services	1½	3	7½	-6	11	1	-2	-1	-1	4½	2½	4

Production and Income Components

Seasonally adjusted estimates for the December quarter 1968-69 show that gross national product rose by about 4½ per cent over the level for the September quarter. This change resulted from increases of 18½ per cent in gross farm product at factor cost, 2½ per cent in gross non-farm product at factor cost and 6 per cent in indirect taxes less subsidies.

The major factors contributing to the increase in gross farm product at factor cost were the record wheat crop for the current season (the effects of which are first recorded in seasonally adjusted figures for the December quarter), increased production of other grain crops, and improved prices for wool. The increase in gross non-farm product at factor cost was in line with the average quarter-to-quarter

increases since the beginning of 1966-67.

Total wages, salaries and supplements for the December quarter, seasonally adjusted, show an increase of about 3 per cent. This compares with an increase of 1½ per cent in the previous quarter and an average quarter-to-quarter increase of 2 per cent during 1967-68. Both employment and average earnings increased during the December quarter.

Seasonally adjusted gross operating surplus of companies increased by 3 per cent in the December quarter. The gross operating surplus of unincorporated enterprises increased by 7½ per cent, reflecting the substantial improvement in the farm sector.

Expenditure Components

After seasonal adjustment, the increase in personal consumption expenditure was 2 per cent over the previous quarter. In contrast with the small September quarter change, this increase was more in line with the quarterly increases of recent years. The table below shows the quarter-to-quarter percentage increases in the seasonally adjusted series for components of consumption.

PERSONAL CONSUMPTION EXPENDITURE

(Seasonally adjusted values : Percentage increase over the previous quarter)

	Quarter ended -											
	1965-66		1966-67				1967-68				1968-69	
	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
Food	1	2	2	2	2	½	2	1	1	1½	..	1½
Cigarettes, tobacco and alcoholic drinks	1	2	1	1½	2	3	1½	½	5½	..	½	2½
Clothing, footwear and drapery	2½	½	½	2½	2½	1½	3	½	-1	2	1½	2
Household durables	-½	½	2½	1½	1	3	1½	3½	1½	½	1	1
Purchase of motor vehicles	8	1	-1	3	1	1	4½	9	2	5	-16½	9½
Rent (incl. imputed rent of owner-occupied dwellings)	2	2	2	2½	2½	1½	2½	2	2	1½	1½	3
Other goods and services	1½	2½	3	2	2	2½	2½	1½	2½	2	3	1½
Total	1½	2	2	2	2	2	2½	2	2	1½	½	2

Net current expenditure by public authorities in seasonally adjusted terms showed an increase of 5 per cent compared with 3 per cent in the previous quarter. Comparing the December quarter with the previous December quarter, increases in the unadjusted figures included \$18 million (10 per cent) on education, \$14 million (16 per cent) on health and welfare and \$12 million (24 per cent) on development of resources and assistance to industry. Payments in respect of war and defence increased by \$17 million (7 per cent), and adjusting for the difference between deliveries of major items of imported equipment and cash payments in respect of such items, expenditure on defence (on the deliveries basis consistent with statistical recording of these items in the balance of payments and national production account) increased by \$2 million (1 per cent). (See table 14, pages 28-29.) Expenditure by Commonwealth Authorities increased by \$39 million (10 per cent) over the level of the previous December quarter, and State and Local authority expenditure increased by \$56 million (15 per cent).

Seasonally adjusted gross fixed capital expenditure increased by 4 per cent in the December quarter, maintaining the rather uneven upward trend evident through 1967-68.

In the December quarter, total private capital expenditure increased by $\frac{3}{4}$ per cent on a seasonally adjusted basis. For the component series, there was an increase of 18 per cent in expenditure on other new building and construction but only small and offsetting changes in expenditure on dwellings and other equipment. The increased expenditure on other new building and construction contrasts with the relatively stable level of expenditure in recent quarters while the slight fall in expenditure on other equipment is the first since 1966-67.

In the public sector, gross fixed capital expenditure of public authorities increased by 4 per cent, and that of public enterprises by 5 per cent. The December increase in the public enterprise figures is largely due to increased expenditure by enterprises engaged in transport and communication. Both these series tend to be somewhat erratic in seasonally adjusted form as well as in the original, making it difficult to infer any trend from quarter-to-quarter movement. For the first half of 1968-69 expenditure by public enterprises was 3 per cent higher than in the first half of 1967-68 and expenditure by public authorities 9 per cent higher.

The increase in non-farm stocks was \$4 million in the December quarter, \$56 million less than the increase in the December quarter last year. Farm stocks increased by \$603 million, compared with \$380 million in the previous December quarter, reflecting a substantial increase in stocks of wheat.

Imports and Exports

In the December quarter seasonally adjusted exports of goods and services increased by 4 per cent and imports of goods and services by $\frac{1}{2}$ per cent. The more pronounced increases in the unadjusted figures for exports were for ores and concentrates, coal and coke, machinery and transport equipment, wool and sugar while other agricultural products registered declines in comparison with the December quarter 1967.

REVISIONS IN THIS ISSUE

In general, revisions in this issue are in accordance with revised annual totals to be published in the forthcoming "Australian National Accounts 1967-68", selected tables of which were recently published in three preliminary bulletins. These revisions have been somewhat more extensive this year because of the availability of a quinquennial tabulation of returns by non-taxable individuals which affected estimates of operating surplus, depreciation, income and capital expenditure of unincorporated businesses. In addition to this, public authority fixed capital expenditure now includes local government outlays on roads recouped from landowners, which had been previously omitted and the P.M.G. commercial accounts have been used for the first time. This latter has resulted in increases in operating surplus and fixed capital expenditure of public enterprises. In Tables 13 and 17 of this publication data for the P.M.G. have been combined with other transport.

Subsequent to the finalisation of estimates for "Australian National Accounts 1967-68", revised information has become available for the Overseas Current Account (Table 5) and has been incorporated into this bulletin.

SEASONAL ADJUSTMENT OF NATIONAL ACCOUNTS

Table 2 shows the national production account (Table 1) in seasonally adjusted form together with some supporting series from other tables, also seasonally adjusted.

In order to present the whole national production account in seasonally adjusted form, rather than selected series from it, it is necessary to include some series which are not in themselves very satisfactorily adjusted. Series which show substantial irregularities in the original or adjusted figures should be treated with some reserve. In addition the revisions which are made in the original series as later information becomes available may at times significantly affect the interpretation of the seasonally adjusted series as well as the original series.

The general methods used in the Bureau for making seasonal adjustments are fully described in "Seasonally Adjusted Indicators 1968" published by the Bureau in May 1968. The ways in which these methods were adapted to the adjustment of national accounts and certain special methods adopted are described in the supplement to the December quarter 1967 issue of this bulletin (No. 30).

Special methods have been used to adjust for seasonal movement some of the components of farm gross product (production of wool, wheat, sugar, and certain other crops) which were not amenable to seasonal adjustment by the usual methods. One effect of these methods is that changes in the annual value of grain crops and sugar cane first enter into the "seasonally adjusted" figures in the December quarter for wheat and the bulk of other grain, and in the September quarter for sugar cane.

As a general rule series will be re-analysed annually, incorporating each time an additional year of data. In the main, current adjustments will be made by means of estimates of seasonal factors prepared for the four quarters following the period analysed. However, where there are revisions in the original data for past years which would appear to affect the estimates of seasonality significantly, the particular series may be re-analysed at any time. The seasonally adjusted figures in this bulletin have been based on factors derived from a revised series extending from the September quarter 1958 to the December quarter 1968. Seasonally adjusted estimates for earlier quarters, based on factors derived from series extending from the September quarter 1958 to the December quarter 1967, are given in the supplement to the December quarter issue (No. 30).

Users of these seasonally adjusted statistics should bear in mind the following points.

1. Seasonal adjustment is a means of removing the effect of the estimated normal seasonal variation from statistical series.
2. It does not remove the effect of other influences on the statistics; in particular it does not remove any unusual irregular movement which may be present in any particular quarter. Therefore an unexpected upward or downward movement in a seasonally adjusted series does not necessarily denote a change of trend.
3. As well as being adjusted for seasonal variation, some of the series have been adjusted for estimated "trading-day effects" (e.g. the effect of having fourteen Fridays in a particular quarter, instead of thirteen, which may mean an additional pay-day, or an additional heavy retail-trading day). However, some of the series not so adjusted may have "trading-day effects". For example, public authority expenditure on goods and services may be affected by the incidence of fortnightly pay-days or by other accounting characteristics related to the calendar, but

the question of adjusting for such possible influences will be the subject of further research.

4. The methods of seasonal adjustment used allow for gradual changes in the seasonal pattern, so that current figures are adjusted in accordance with the estimated normal seasonal pattern of the recent past.
5. However the methods used may not give an adequate adjustment if there should be an abrupt change of seasonal pattern in any series in the future.
6. The methods have required judgment to be used in the choice of certain specifications - though once the specifications have been chosen the adjustment of the statistics will usually proceed each quarter without subjective judgment having to be used.
7. Since seasonal adjustment by different methods tends to produce different results, users should refer to descriptions of methods used in order to judge the significance and limitations of the results.
8. It can be expected that the seasonal adjustments will be revised as additional years are brought into the analysis. Furthermore future research may result in some changes in methods.
9. For these reasons, therefore, it would be neither reasonable nor prudent to regard the seasonally adjusted statistics as in any way "definitive". They must be treated with caution as being no more than useful indicators of movements. They can without doubt be a useful aid to critical interpretation, but can in no way be a substitute for it.

Table 1

NATIONAL

	Year					1965	
	1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
	Wages, salaries and supplements	8,798	9,818	10,584	11,512	12,494	2,749	2,544
Gross operating surplus of trading enterprises -							
Companies	2,543	2,914	2,966	(3,235)	(3,578)	811	647
Unincorporated enterprises	3,436	3,523	3,395	(3,855)	(3,530)		
Dwellings owned by persons	817	890	957	1,039	1,134	1,628	1,208
Public enterprises	575	638	684	715	800		
<u>Gross National Product at Factor Cost</u>	16,169	17,783	18,586	20,356	21,536	5,188	4,399
Indirect taxes less subsidies	1,832	2,062	2,236	2,381	2,616	562	542
<u>Gross National Product</u>	18,001	19,845	20,822	22,737	24,152	5,750	4,941
Imports of goods and services	2,866	3,480	3,629	3,701	4,125	920	852
<u>National Turnover of Goods and Services</u>	20,867	23,325	24,451	26,438	28,277	6,670	5,793
Net current expenditure on goods and services -							
Personal consumption	11,084	11,964	12,651	13,576	14,685	3,342	3,024
Financial enterprises	236	258	281	308	335	69	69
Public authorities	1,778	2,040	2,383	2,690	3,032	616	544
Gross fixed capital expenditure -							
Private	2,898	3,369	3,639	(3,725)	(4,046)	966	839
Public enterprises	863	1,009	1,122	1,191	1,328	277	263
Public authorities	745	838	920	974	1,030	245	199
Increase in value of stocks	176	684	238	(512)	(308)	384	15
Statistical discrepancy	-75	115	80	-7	-31	-16	73
<u>Gross National Expenditure</u>	17,705	20,277	21,314	22,969	24,733	5,883	5,026
Exports of goods and services	3,162	3,048	3,137	3,469	3,544	787	767
<u>National Turnover of Goods and Services</u>	20,867	23,325	24,451	26,438	28,277	6,670	5,793
Gross national product at factor cost -							
of which - Farm	16,169	17,783	18,586	20,356	21,536	5,188	4,399
Non-farm	2,153	2,070	1,839	2,212	1,747	772	452
Non-farm	14,016	15,713	16,747	18,144	19,789	4,416	3,947

PRODUCTION ACCOUNT

\$ million

Quarters ended -

-66	1966-67				1967-68				1968-69	
	June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
2,683	2,817	2,968	2,771	2,956	3,033	3,242	3,010	3,209	3,283	3,600
760	784	899	731	821	862	994	814	908	980	1,126
956	1,282	1,812	1,475	1,040	1,303	1,851	1,225	1,085	1,460	2,120
4,399	4,883	5,679	4,977	4,817	5,198	6,087	5,049	5,202	5,723	6,846
599	558	579	607	638	602	638	666	710	658	726
4,998	5,441	6,258	5,584	5,455	5,800	6,725	5,715	5,912	6,381	7,572
859	899	873	950	979	1,007	968	1,080	1,070	1,084	1,039
5,857	6,340	7,131	6,534	6,434	6,807	7,693	6,795	6,982	7,465	8,611
3,208	3,259	3,585	3,270	3,461	3,527	3,872	3,550	3,736	3,737	4,124
72	73	77	76	82	84	81	82	88	87	84
653	621	677	633	759	688	768	750	826	758	864
939	921	979	849	977	961	1,063	929	1,093	1,080	1,193
324	279	285	285	342	311	324	293	400	313	342
280	213	254	199	308	223	258	221	328	236	290
-257	51	416	289	-244	66	440	58	-256	162	607
-184	102	27	50	-185	96	-16	57	-168	199	115
5,035	5,519	6,300	5,651	5,500	5,956	6,790	5,940	6,047	6,572	7,619
822	821	831	883	934	851	903	855	935	893	992
5,857	6,340	7,131	6,534	6,434	6,807	7,693	6,795	6,982	7,465	8,611
4,399	4,883	5,679	4,977	4,817	5,198	6,087	5,049	5,202	5,723	6,846
197	435	913	661	203	373	866	345	163	438	1,046
4,202	4,448	4,766	4,316	4,614	4,825	5,221	4,704	5,039	5,285	5,800

Table 2

SEASONALLY

	1964-65			1965		
	Dec.	Mar.	June	Sept.	Dec.	Mar.
	Wages, salaries and supplements	2,418	2,494	2,548	2,582	2,618	2,669
Gross operating surplus of trading enterprises -						
Companies	709	734	761	737	732	731
Other	1,252	1,272	1,265	1,281	1,259	1,263
<u>Gross National Product at Factor Cost</u>	4,379	4,500	4,574	4,600	4,609	4,663
Indirect taxes less subsidies	513	514	538	554	559	549
<u>Gross National Product</u>	4,892	5,014	5,112	5,154	5,168	5,212
Imports of goods and services	873	881	908	981	939	866
<u>National Turnover of Goods and Services</u>	5,765	5,895	6,020	6,135	6,107	6,078
Net current expenditure on goods and services -						
Personal consumption	2,973	3,017	3,065	3,113	3,129	3,178
Financial enterprises	66	65	65	70	69	70
Public authorities	506	529	526	603	594	586
Gross fixed capital expenditure	1,282	1,310	1,390	1,403	1,434	1,437
Increase in value of stocks	172	210	206	146	117	32
Statistical discrepancy						
<u>Gross National Expenditure</u>	4,999	5,131	5,252	5,335	5,343	5,303
Exports of goods and services	766	764	768	800	764	775
<u>National Turnover of Goods and Services</u>	5,765	5,895	6,020	6,135	6,107	6,078
Gross national product at factor cost -	4,379	4,500	4,574	4,600	4,609	4,663
of which -						
Farm	514	515	491	490	459	464
Non-farm	3,865	3,985	4,083	4,110	4,150	4,199
Gross fixed capital expenditure						
Private -						
Dwellings	219	229	231	223	219	219
Other new building and construction	152	159	176	187	190	186
All other	456	444	507	493	509	513
<u>Total Private</u>	827	832	914	903	918	918
Public enterprises	250	263	260	275	278	287
Public authorities	205	215	216	225	238	232
<u>Total</u>	1,282	1,310	1,390	1,403	1,434	1,437
Personal consumption expenditure -						
Food	673	676	693	705	714	720
Cigarettes, tobacco and alcoholic drinks	282	287	293	306	315	318
Clothing, footwear and drapery	316	317	323	326	323	331
Household durables	238	238	237	238	238	237
Purchase of motor vehicles	178	188	188	176	152	164
Rent (incl. imputed rent of owner-occupied dwellings)	329	336	342	349	356	364
Other goods and services	957	975	989	1,013	1,031	1,044
<u>Total</u>	2,973	3,017	3,065	3,113	3,129	3,178

Quarters ended -

-66	1966-67					1967-68				1968-69	
	June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
2,713	2,800	2,840	2,899	2,986	3,027	3,108	3,122	3,241	3,283	3,374	
765	775	808	827	826	857	891	921	913	976	1,006	
1,276	1,280	1,396	1,399	1,423	1,409	1,247	1,374	1,420	1,453	1,562	
4,754	4,855	5,044	5,125	5,235	5,293	5,346	5,417	5,574	5,712	5,942	
571	581	578	614	608	626	638	673	676	685	727	
5,325	5,436	5,622	5,739	5,843	5,919	5,984	6,090	6,250	6,397	6,669	
844	882	892	964	965	986	991	1,095	1,075	1,061	1,064	
6,169	6,318	6,514	6,703	6,808	6,905	6,975	7,185	7,305	7,458	7,733	
3,235	3,294	3,359	3,429	3,491	3,572	3,636	3,708	3,769	3,784	3,865	
72	72	77	78	81	82	81	84	87	85	84	
602	654	653	679	705	721	740	805	769	793	832	
1,413	1,468	1,459	1,473	1,492	1,549	1,580	1,595	1,677	1,684	1,750	
47	-28	158	146	133	93	60	123	96	181	236	
5,369	5,460	5,706	5,805	5,902	6,017	6,097	6,315	6,398	6,527	6,767	
800	858	808	898	906	888	878	870	907	931	966	
6,169	6,318	6,514	6,703	6,808	6,905	6,975	7,185	7,305	7,458	7,733	
4,754	4,855	5,044	5,125	5,235	5,293	5,346	5,417	5,574	5,712	5,942	
473	466	557	539	537	514	427	444	440	470	557	
4,281	4,389	4,487	4,586	4,698	4,779	4,919	4,973	5,134	5,242	5,385	
227	234	241	239	254	259	268	275	283	297	303	
195	180	175	191	192	215	226	218	220	225	265	
481	516	511	501	494	494	511	526	551	566	558	
903	930	927	931	940	968	1,005	1,019	1,055	1,088	1,126	
283	295	287	309	301	327	327	317	354	328	345	
227	243	245	233	251	254	248	259	268	268	279	
1,413	1,468	1,459	1,473	1,492	1,549	1,580	1,595	1,677	1,684	1,750	
734	747	761	778	783	798	806	814	826	822	835	
325	328	333	339	349	355	357	376	376	378	388	
332	333	341	350	356	367	368	364	371	377	384	
238	244	248	250	257	261	270	274	275	278	281	
166	164	169	171	173	181	197	201	211	176	193	
372	379	388	397	403	413	421	429	436	443	456	
1,068	1,099	1,119	1,144	1,170	1,197	1,217	1,250	1,274	1,310	1,328	
3,235	3,294	3,359	3,429	3,491	3,572	3,636	3,708	3,769	3,784	3,865	

Table 3

NATIONAL

	Year					1965	
	1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
	Personal saving	1,177	1,257	1,157	1,548	1,035	479	255
Public authorities surplus on current account	1,007	1,342	1,290	1,211	1,366	28	321
Deficit on current account with overseas -							
Withdrawal from overseas monetary reserves	-447	296	-61	120	-78	-27	-15
Net apparent capital inflow	495	480	949	537	1,217	263	191
Depreciation allowances	1,496	1,653	1,803	1,960	2,121	443	448
Other saving (a)	879	987	861	(1,019)	(1,020)	671	189
<u>Total Capital Funds Accruing</u>	4,607	6,015	5,999	6,395	6,681	1,857	1,389
Gross fixed capital expenditure							
Private -							
Dwellings	754	891	888	968	1,085	218	213
Other new building and construction	577	631	757	735	879	206	162
All other	1,567	1,847	1,994	(2,022)	(2,082)	543	464
Public enterprises	863	1,009	1,122	1,191	1,328	277	263
Public authorities	745	838	920	974	1,030	245	199
<u>Total Gross Fixed Capital Expenditure</u>	4,506	5,216	5,681	5,890	6,404	1,489	1,301
Increase in value of stocks	176	684	238	(512)	(308)	384	15
<u>Total Use of Funds</u>	4,682	5,900	5,919	6,402	6,712	1,873	1,316
Statistical discrepancy	-75	115	80	-7	-31	-16	73
<u>Total Capital Funds Accruing</u>	4,607	6,015	5,999	6,395	6,681	1,857	1,389

(a) Increase in dividend and income tax provisions, undistributed company income

Table 4

INVESTMENT IN

	Year					1965	
	1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
	Manufacturing -						
Engineering and metals	54	184	11	75	103	33	-4
Vehicles	-2	59	5	-3	27	-6	-12
Chemicals and oil refining	11	26	25	33	36	17	-10
Other manufacturing	42	89	90	72	70	11	28
<u>Increase in Manufacturers' Stocks</u>	105	358	131	177	236	55	2
Commerce (retail and wholesale trading)	88	175	129	84	261	8	9
Wool sold and awaiting shipment	6	..	13	-10	-11	-5	35
Other industries	3	44	47	29	17	55	-20
Increase in non-farm stocks	202	577	320	280	503	113	26
Increase in farm stocks	-26	107	-82	232	-195	271	-11
<u>Total Investment in Stocks</u>	176	684	238	(512)	(308)	384	15

CAPITAL ACCOUNT

\$ million

Quarters ended -

-66	1966-67				1967-68				1968-69	
	June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
174	286	617	440	207	191	537	131	177	300	806
963	-78	2	386	901	-84	-2	395	1,057	-67	24
-130	60	38	53	-31	58	-70	-37	-29	59	-86
269	110	109	120	198	222	299	375	321	261	285
477	468	480	495	517	519	522	535	545	566	574
-651	(720)	(715)	(176)	(-594)	(751)	(783)	(159)	(-674)	(871)	(944)
1,102	1,566	1,961	1,672	1,198	1,657	2,069	1,558	1,397	1,990	2,547
228	240	240	232	256	266	267	266	286	305	303
199	184	191	165	196	219	248	188	224	229	291
512	497	548	452	525	476	548	475	583	546	599
324	279	285	285	342	311	324	293	400	313	342
280	213	254	199	308	223	258	221	328	236	290
1,543	1,413	1,518	1,333	1,627	1,495	1,645	1,443	1,821	1,629	1,825
-257	51	416	289	-244	66	440	58	-256	162	607
1,286	1,464	1,934	1,622	1,383	1,561	2,085	1,501	1,565	1,791	2,432
-184	102	27	50	-185	96	-16	57	-168	199	115
1,102	1,566	1,961	1,672	1,198	1,657	2,069	1,558	1,397	1,990	2,547

accruing to residents, retained investment income of life insurance funds, etc.

STOCKS

\$ million

Quarters ended -

-66	1966-67				1967-68				1968-69	
	June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
-35	11	9	25	30	34	38	14	17	14	7
2	11	-30	-2	18	7	-4	17	7	16	-1
-8	31	8	-9	3	20	3	6	7	18	7
44	-10	-7	20	69	22	-39	38	49	17	-30
3	43	-20	34	120	83	-2	75	80	65	-17
6	75	-42	47	4	139	31	73	18	120	-20
-14	-13	..	3	..	-18	2	34	-29	-2	31
-20	40	45	-17	-39	39	29	-33	-18	54	10
-25	145	-17	67	85	243	60	149	51	237	4
-232	-94	433	222	-329	-177	380	-91	-307	-75	603
-257	51	416	289	-244	66	440	58	-256	162	607

Table 5

OVERSEAS

	Year					1965	
	1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
	Imports of goods and services -						
Imports f.o.b. (a)	2,237	2,739	2,822	2,837	3,160	726	657
Transportation and travel	519	602	642	681	767	155	156
Other goods and services	110	139	165	183	198	39	40
Total	2,866	3,480	3,629	3,701	4,125	920	852
Property income	393	405	430	451	598	107	103
Donations, etc.	149	173	201	230	242	51	48
Total credits to non-residents	3,408	4,058	4,260	4,382	4,965	1,078	1,003
Exports of goods and services -							
Exports f.o.b. (a) and gold production	2,759	2,601	2,651	2,950	2,964	665	642
Transportation and travel	297	333	353	382	440	88	90
Other goods and services	106	114	133	137	140	34	35
Total	3,162	3,048	3,137	3,469	3,544	787	767
Property income	94	119	114	122	128	25	30
Donations, etc.	104	115	121	134	154	30	30
Overseas balance on current account	48	776	888	657	1,139	236	176
Total debits to non-residents	3,408	4,058	4,260	4,382	4,965	1,078	1,003

(a) Recorded figures, adjusted for the purposes of balance of payments estimates.

Table 6

PERSONAL

	Year					1965	
	1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
	Wages, salaries and supplements	8,798	9,818	10,584	11,512	12,494	2,749	2,544
Income of farm unincorporated enterprises	1,373	1,272	1,044	1,342	827	550	261
Income of other unincorporated enterprises and rent, interest and dividends received	2,577	2,796	2,926	(3,166)	(3,420)	783	632
Personal remittances from overseas	104	115	121	134	154	30	30
Cash benefits from public authorities	1,046	1,098	1,179	1,271	1,324	285	297
Total Receipts	13,898	15,099	15,854	17,425	18,219	4,397	3,764
Consumption expenditure	11,084	11,964	12,651	13,576	14,685	3,342	3,024
Interest paid	166	176	180	182	195	45	45
Income tax payable	1,272	1,496	1,655	1,885	2,038	476	388
Estate and gift duties	137	140	137	155	182	36	32
Personal remittances to overseas	62	66	74	79	84	19	20
Personal saving	1,177	1,257	1,157	(1,548)	(1,035)	479	255
Total Outlay	13,898	15,099	15,854	17,425	18,219	4,397	3,764

CURRENT ACCOUNT

\$ million

Quarters ended -											
-66	1966-67					1967-68				1968-69	
	June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
638	700	666	734	737	782	729	833	816	838	790	
177	57	164	172	188	182	189	193	203	201	195	
44	42	43	44	54	43	50	54	51	45	54	
859	899	873	950	979	1,007	968	1,080	1,070	1,084	1,039	
106	111	106	109	125	126	163	137	172	144	158	
58	49	58	63	60	65	65	55	57	58	69	
1,023	1,059	1,037	1,122	1,164	1,198	1,196	1,272	1,299	1,286	1,266	
702	699	710	745	796	717	764	698	785	747	837	
88	89	89	103	101	102	109	115	114	114	119	
32	33	32	35	37	32	30	42	36	32	36	
822	821	831	883	934	851	903	855	935	893	992	
30	34	27	35	26	31	26	34	37	33	33	
32	34	32	31	37	36	38	45	35	40	42	
139	170	147	173	167	280	229	338	292	320	199	
1,023	1,059	1,037	1,122	1,164	1,198	1,196	1,272	1,299	1,286	1,266	

CURRENT ACCOUNT

\$ million

Quarters ended -											
-66	1966-67					1967-68				1968-69	
	June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
2,683	2,817	2,968	2,771	2,956	3,033	3,242	3,010	3,209	3,283	3,600	
18	219	673	444	6	142	603	128	-46	195	770	
841	703	874	688	901	767	918	741	994	839	980	
32	34	32	31	37	36	38	45	35	40	42	
307	302	304	340	326	325	321	337	342	339	369	
3,881	4,075	4,851	4,274	4,226	4,303	5,122	4,261	4,534	4,696	5,761	
3,208	3,259	3,585	3,270	3,461	3,527	3,872	3,550	3,736	3,737	4,124	
45	45	45	46	46	47	48	49	51	52	54	
400	432	543	461	449	472	600	465	501	538	699	
36	36	41	36	42	44	44	45	49	48	55	
18	17	20	21	21	22	21	21	20	21	23	
174	(286)	(617)	(440)	(207)	(191)	(537)	(131)	(177)	(300)	(806)	
3,881	4,075	4,851	4,274	4,226	4,303	5,122	4,261	4,534	4,696	5,761	

Table 7

INCOME OF FARM UNINCORPORATED

	Year					1965	
	1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
Gross value of production (all farms)							
Wool (including skin wool)	1,023	841	808	812	711	302	135
Other pastoral products	565	642	690	674	689	153	169
Sugar cane	159	131	117	136	136	50	..
Wheat	467	518	385	690	436	247	138
Other grain crops	127	136	133	195	114	59	48
Other crops	476	535	547	619	605	145	205
Dairying, poultry, &c.	608	648	667	702	695	202	162
Total	3,425	3,451	3,347	3,828	3,386	1,158	857
Less: Production costs other than wages and depreciation (a)	1,272	1,381	1,508	1,616	1,639	386	405
Gross Farm Product at Factor Cost	2,153	2,070	1,839	2,212	1,747	772	452
Less: Wages, depreciation, net rent and interest paid	715	758	776	839	895	222	191
Farm income of companies	65	40	19	31	25		
Income of Farm Unincorporated Enterprises	1,373	1,272	1,044	1,342	827	550	261
Less: Increases in assets of marketing authorities	-2	37	2	72	17	215	-220
Realised Income of Farm Unincorporated Enterprises	1,375	1,235	1,042	1,270	810	335	481

(a) Includes marketing costs, costs of seed and fodder, indirect taxes but excludes

Table 8

PERSONAL CONSUMPTION

	Year					1965	
	1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
Food	2,510	2,695	2,870	3,070	3,245	755	695
Cigarettes and tobacco	358	392	428	444	464	115	103
Alcoholic drinks	699	751	835	904	999	233	215
Clothing, footwear and drapery	1,198	1,268	1,312	1,381	1,472	378	274
Electrical goods	394	419	405	412	450	118	93
Other household durables	479	532	546	587	630	164	122
Gas	63	64	65	68	69	15	13
Electricity	191	203	221	239	257	53	48
Postal and telephone services	89	108	111	117	133	27	29
Fares	368	401	428	465	502	106	107
Purchase of motor vehicles	680	730	660	678	790	157	153
Rent (incl. imputed rent of owner-occupied dwellings)	1,225	1,329	1,441	1,568	1,699	356	364
Other goods and services	2,852	3,073	3,329	3,643	3,976	866	808
Total	11,084	11,964	12,651	13,576	14,685	3,342	3,024

CORPORATED ENTERPRISES

\$ million

Quarters ended -										
-66	1966-67				1967-68				1968-69	
June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
118	269	294	134	115	224	262	129	96	254	310
178	177	153	161	183	183	160	167	179	131	162
..	76	60	..	..	71	65	..	..	92	53
..	..	356	334	..	..	387	49	..	..	522
26	..	82	83	30	..	72	14	28	) 58	252
144	53	170	244	152	60	153	231	161		218
139	173	214	176	139	172	215	173	135	184	218
605	748	1,329	1,132	619	710	1,314	763	599	769	1,517
408	313	416	471	416	337	448	418	436	331	471
197	435	913	661	203	373	866	345	163	438	1,046
179	216	240	217	197	231	263	217	209	243	276
18	219	673	444	6	142	603	128	-46	195	770
-93	63	292	-150	-133	67	249	-196	-103	113	343
111	156	381	594	139	75	354	324	57	82	427

rent and interest.

EXPENDITURE

\$ million

Quarters ended -										
-66	1966-67				1967-68				1968-69	
June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
720	745	803	755	768	792	844	799	810	815	881
104	109	116	107	111	114	119	112	119	118	128
201	204	252	232	216	225	276	265	234	242	302
348	319	398	291	373	351	427	306	388	360	449
94	98	119	95	99	104	130	108	108	109	135
128	138	176	132	141	149	191	140	149	159	201
17	21	16	14	18	21	16	13	18	23	18
53	73	59	52	55	77	61	56	62	89	70
29	28	29	30	31	30	32	35	36	38	39
113	110	116	120	119	121	126	130	125	128	136
168	167	175	160	176	183	204	188	215	177	200
372	379	388	397	403	413	421	429	436	443	456
861	868	939	886	950	948	1,024	968	1,035	1,035	1,109
3,208	3,259	3,585	3,270	3,461	3,527	3,872	3,550	3,736	3,737	4,124

Table 9

CURRENT ACCOUNT OF

	Year					1965	
	1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
	Indirect taxes	1,942	2,158	2,375	2,540	2,783	591	576
Income taxes	1,872	2,291	2,545	2,725	3,031	315	627
Estate and gift duties	137	140	137	155	182	36	32
Interest, etc. received	81	104	113	115	100	31	23
Public enterprises income	477	525	547	572	650	175	105
Total Receipts	4,509	5,218	5,716	6,108	6,746	1,147	1,363
Net current expenditure on goods and services	1,778	2,040	2,383	2,690	3,032	616	544
Subsidies (a)	110	96	139	159	167	29	34
Interest, etc. paid	470	505	542	571	629	141	128
Overseas grants and contributions	87	107	127	151	158	32	28
Cash benefits to persons	1,046	1,098	1,179	1,271	1,324	285	297
Grants towards private capital expenditure	11	30	56	55	49	17	12
Devaluation compensation (a)	..	..	..	..	21	..	..
Surplus on current account	1,007	1,342	1,290	1,211	1,366	28	321
Total Outlay	4,509	5,218	5,716	6,108	6,746	1,147	1,363

(a) Compensation in respect of exports subsequent to the time of devaluation is included INDIRECT
Table 10

	Year					1965	
	1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
	Customs duty	232	268	271	275	312	70	63
Excise duty	582	631	752	807	855	203	186
Sales tax	325	363	370	381	417	93	89
Payroll tax	136	150	162	172	184	39	40
Land taxes	55	63	70	73	78	13	22
Motor taxes	137	154	173	190	208	46	39
Liquor taxes	24	26	28	31	35	9	4
Racing, lotteries and poker machines	65	72	79	91	103	24	16
Stamp duties, n.e.i.	93	105	110	127	159	25	26
Local government rates	226	247	267	288	312	45	66
Other	67	79	93	105	119	24	24
Total	1,942	2,158	2,375	2,540	2,783	591	576

ALL PUBLIC AUTHORITIES

\$ million

Quarters ended -										
-66	1966-67				1967-68				1968-69	
June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
658	580	615	646	700	626	674	709	774	694	777
1,343	259	359	753	1,354	303	392	840	1,497	321	444
36	36	41	36	42	44	44	45	49	48	55
38	24	30	27	35	23	21	19	38	24	21
108	150	171	134	117	165	200	134	150	202	217
2,182	1,049	1,216	1,595	2,249	1,161	1,331	1,747	2,508	1,289	1,514
653	621	677	633	759	688	768	750	826	758	864
58	22	35	39	62	24	36	43	64	36	51
144	135	147	145	144	152	151	178	149	177	147
40	32	38	42	39	43	44	34	37	37	46
307	302	304	340	326	325	321	337	342	339	369
17	16	13	12	15	14	13	11	12	11	13
963	-78	2	386	901	-84	-2	395	1,057	-67	24
2,182	1,049	1,216	1,595	2,249	1,161	1,331	1,747	2,508	1,289	1,514

in subsidies, see Page 9.

TAX REVENUE

\$ million

Quarters ended -										
-66	1966-67				1967-68				1968-69	
June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
61	69	66	70	69	82	75	83	73	93	89
191	185	219	204	198	199	226	214	216	209	249
93	91	89	104	98	94	100	114	108	105	128
41	43	41	43	45	47	43	48	47	51	48
22	14	13	25	21	15	19	22	23	13	20
45	47	47	44	53	51	53	49	55	58	58
9	7	9	6	10	8	10	7	10	8	11
24	18	27	19	27	20	32	21	30	23	34
33	29	29	32	37	35	37	38	50	45	48
113	55	47	74	112	49	52	84	127	62	62
26	22	28	25	30	26	27	29	35	28	31
658	580	615	646	700	626	674	709	774	694	777

Table 11

CURRENT ACCOUNT OF COM-

	Year					1965	
	1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
	Indirect taxes	1,301	1,447	1,598	1,679	1,819	417	390
Income taxes - companies	601	722	615	805	856	13	205
Income taxes - persons - Net tax instalments	709	992	1,160	1,324	1,507	285	336
Other	482	577	569	597	668	17	87
Estate and gift duties	46	49	42	49	63	11	8
Interest, etc. received	34	37	39	43	25	10	10
Public enterprises income	141	164	170	151	197	45	34
Total Receipts	3,393	3,986	4,394	4,648	5,136	798	1,069
Net current expenditure on goods and services	790	942	1,168	1,358	1,553	302	262
Subsidies (..)	101	35	127	146	153	26	31
Interest, etc. paid	40	40	29	23	36	14	21
Overseas grants and contributions	86	106	127	151	158	32	28
Cash benefits to persons	1,029	1,080	1,156	1,246	1,294	279	293
Grants towards private capital expenditure	9	26	47	45	36	15	10
Devaluation compensation (a)	..	..	..	..	21	..	..
Grants to State and local government authorities	753	775	876	965	1,057	225	217
Surplus on current account	585	931	863	715	828	-94	206
Total Outlay	3,393	3,986	4,394	4,648	5,136	798	1,069

(a) See note to Table 9.

Table 12

CURRENT ACCOUNT OF STATE AND

	Year					1965	
	1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
	Indirect taxes	640	712	777	861	964	174	187
Estate and gift duties	91	91	94	106	119	25	24
Interest, etc. received	47	67	74	72	75	21	14
Public enterprises income	337	362	377	421	453	130	71
Grants from Commonwealth government authorities	753	775	876	965	1,057	225	217
Total Receipts	1,868	2,007	2,198	2,425	2,668	574	512
Net current expenditure on goods and services	988	1,098	1,216	1,332	1,479	315	282
Subsidies	9	10	12	13	14	3	3
Interest, etc. paid	430	465	513	548	593	127	107
Cash benefits to persons	17	18	23	25	30	6	4
Grants towards private capital expenditure	1	4	8	10	14	2	2
Overseas grants	..	..	..	..	..	..	..
Surplus on current account	422	411	426	496	538	122	114
	1,868	2,007	2,198	2,425	2,668	574	512

COMMONWEALTH AUTHORITIES

\$ million

Quarters ended -

-66	1966-67				1967-68				1968-69	
	June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
397	396	428	431	424	432	456	472	459	468	527
563	26	14	278	487	26	16	303	511	30	21
374	183	329	379	433	221	359	446	401	228	412
405	50	17	95	434	55	17	91	505	63	11
12	11	13	10	15	15	15	16	16	10	18
8	14	10	12	8	11	2	2	11	9	3
51	42	33	42	34	37	48	46	67	52	61
1,811	722	843	1,248	1,835	797	912	1,376	2,051	868	1,052
306	321	333	320	384	362	389	386	417	398	428
55	20	32	36	57	21	33	40	59	33	48
-29	23	14	21	-35	24	14	30	-32	21	17
40	32	38	42	39	43	44	34	37	37	46
299	296	298	335	318	318	314	331	332	333	362
14	13	10	9	13	10	10	7	9	8	9
..	..	..	..	..	..	..	..	21	..	..
224	230	254	232	249	244	257	263	294	281	284
902	-213	-136	25+	810	-224	-149	286	915	-243	-142
1,811	722	843	1,248	1,835	797	912	1,376	2,051	868	1,052

LOCAL GOVERNMENT AUTHORITIES

\$ million

Quarters ended -

-66	1966-67				1967-68				1968-69	
	June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
260	184	187	215	276	194	218	237	315	226	250
24	25	29	26	27	30	29	29	31	29	37
31	10	19	15	28	12	19	17	27	15	18
57	109	138	91	83	128	153	89	84	150	157
224	230	254	232	249	244	257	263	294	281	284
596	557	627	579	662	608	676	634	750	701	746
348	300	344	313	375	326	379	365	410	359	435
4	2	3	3	5	3	3	3	5	3	3
173	112	133	124	179	129	137	148	181	154	131
8	6	7	5	9	7	7	6	10	6	7
2	2	2	3	3	3	3	4	4	3	4
..
62	135	138	132	91	140	147	109	142	176	166
596	557	627	579	662	608	676	634	750	701	746

Table 13

PUBLIC ENTER-

		Year					1965	
		1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
Railways, trams and buses	Revenue	525	547	539	580	597	137	122
	Expenditure	497	521	527	550	575	136	125
	Income	28	26	12	30	22	1	-3
Other transport and communi- cation	Revenue	565	640	710	757	873	180	177
	Expenditure	477	538	602	666	747	147	156
	Income	87	102	109	92	126	33	21
Electricity and gas (a)	Revenue	541	590	626	666	723	150	139
	Expenditure	391	433	459	489	526	109	102
	Income	150	157	167	177	197	41	37
Water supply, sewerage and irrigation	Revenue	152	164	184	200	217	82	38
	Expenditure	80	87	95	103	113	23	24
	Income	72	77	90	97	105	59	14
Rental housing	Revenue	52	55	61	68	72	15	15
	Expenditure	29	31	35	38	42	10	9
	Income	24	24	26	29	30	6	6
<u>Total</u>	Revenue	1,835	1,996	2,121	2,271	2,482	564	491
	Expenditure	1,473	1,609	1,718	1,845	2,002	425	417
	Income	362	387	403	426	480	139	74
Income of all public trading enterprises		373	405	423	437	489	146	75
Income of public financial enterprises		104	120	124	135	161	29	30
<u>Public Enterprises Income</u>		477	525	547	572	650	175	105

(a) Includes hydro-electric authorities.

PRISES INCOME

\$ million

Quarters ended -

-66	1966-67				1967-68				1968-69	
	June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
139	137	141	145	157	151	151	142	152	153	153
136	134	140	132	143	141	148	135	150	146	152
3	2	1	13	14	10	3	7	2	7	..
182	184	181	191	201	202	216	211	245	242	251
155	157	159	171	179	178	182	194	193	206	208
27	28	22	20	22	24	34	17	51	37	43
164	183	161	151	171	198	174	163	189	217	189
131	126	117	114	132	138	124	124	140	142	139
33	57	44	37	40	60	50	39	49	74	50
22	45	88	42	25	51	96	40	31	57	106
27	23	25	28	27	24	29	29	30	26	32
-3	22	63	14	-2	26	67	11	..	31	74
16	16	17	16	18	17	18	18	18	19	19
9	7	9	11	11	8	12	11	12	9	13
7	9	7	6	7	9	6	8	7	10	6
523	565	588	545	573	618	655	574	635	688	718
458	447	450	456	492	489	495	493	525	529	545
64	118	138	89	80	129	160	81	109	159	173
70	120	139	94	84	128	165	83	113	158	176
38	30	33	40	33	37	36	51	37	44	41
108	150	171	134	117	165	200	134	150	202	217

Table 14

NET CURRENT EXPENDITURE

	Year					1965	
	1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
	Commonwealth Government						
War and defence	485	558	684	877	1,040	161	147
Overseas adjustment (a)	-38	-16	41	-31	-57	32	4
Repatriation	53	56	62	68	73	15	15
Immigration	25	32	33	35	38	8	11
Development of resources and assistance to industry	77	93	103	114	125	30	24
All other (b)	189	219	245	295	335	56	62
Total	790	942	1,168	1,358	1,553	302	262
State and Local Governments							
Law, order and public safety	113	120	132	149	163	33	32
Education	399	458	499	555	625	131	113
Public health and welfare	226	249	269	297	324	65	64
Development of resources and assistance to industry	67	71	77	86	93	20	19
All other	183	199	238	245	274	65	53
Total	988	1,098	1,216	1,332	1,479	315	282
All Public Authorities							
Law, order and public safety	118	127	139	159	174	35	34
Education	412	475	518	578	653	135	118
Public health and welfare	254	280	304	337	372	73	73
War and defence (including adjustment (a))	447	542	725	846	983	193	151
Repatriation	53	56	62	68	73	15	15
Immigration	25	32	34	36	39	8	11
Development of resources and assistance to industry	145	164	181	201	217	51	43
All other	325	366	421	467	521	107	99
Total	1,778	2,040	2,383	2,690	3,032	616	544

(a) For a description of this adjustment see notes on net current expenditure of

(b) Includes expenditure on education, health, welfare, etc., and law, order and public

Table 15

CASH BENEFITS FROM

	Year					1965	
	1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
	Age and invalid pensions						
Child endowment	169	173	176	199	188	43	46
War pensions	179	179	199	191	196	49	43
Hospital, medical and pharmaceutical benefits	169	186	207	227	242	55	47
Other	129	133	154	172	184	34	41
Total	1,046	1,098	1,179	1,271	1,324	285	297

(a) In this quarter seven cheque payments were made including the payment due on 2

(c) In this quarter there were two payments to the credit of bank accounts.

Quarters ended -

-66	1966-67					1967-68				1968-69	
	June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
213	191	213	197	276	236	242	242	320	282	259	
-22	4	-5	-5	-25	-16	15	-8	-48	-41	..	
16	17	16	17	18	18	18	19	19	20	19	
9	6	10	9	11	6	10	11	12	11	13	
24	29	29	28	29	34	27	31	32	35	36	
65	75	70	75	75	84	78	90	82	93	101	
306	321	333	320	384	362	389	386	417	398	428	
37	34	37	38	41	36	40	41	45	39	45	
145	123	147	123	162	133	169	145	179	155	187	
76	69	77	71	81	70	78	81	94	76	90	
23	18	22	20	26	19	24	24	27	20	26	
67	57	62	60	65	68	67	74	65	70	87	
348	300	344	313	375	326	379	365	410	359	435	
39	36	39	41	43	39	43	44	48	42	49	
150	129	152	129	167	139	175	153	186	164	193	
86	79	85	82	91	82	89	95	107	89	103	
191	195	208	191	252	220	257	235	271	241	259	
16	17	16	17	18	18	18	19	19	20	19	
9	6	10	9	11	6	10	11	12	11	13	
47	46	52	48	55	52	50	55	60	55	62	
116	113	116	117	122	132	126	139	125	137	165	
653	621	677	633	759	688	768	750	826	758	864	

public authorities, Page 35.
safety.

PUBLIC AUTHORITIES

\$ million

Quarters ended -

-66	1966-67					1967-68				1968-69	
	June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
103	121	113	131	116	137	118	139	120	140	(a)152	
45	42	45	(b)66	46	43	48	47	50	46	52	
(c)58	44	51	45	51	47	52	46	51	47	55	
54	57	55	55	60	58	60	61	63	66	65	
46	37	40	42	53	40	42	44	58	40	44	
307	302	304	340	326	325	321	337	342	339	369	

January 1969. (b) In this quarter there were two 1.-weekly cheque payments.

Table 16

GROSS FIXED CAPITAL EXPENDITURE BY

	Year					1965	
	1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
	<u>Public Authorities</u>						
Commonwealth	75	88	96	106	124	30	14
State and Local	670	750	825	868	906	216	185
<u>Total</u>	745	838	920	974	1,030	245	199
<u>Public Enterprises</u>							
Commonwealth	251	340	353	376	468	92	83
State and Local	612	669	769	815	859	185	181
<u>Total</u>	863	1,009	1,122	1,191	1,328	277	263
<u>All Authorities and Enterprises</u>							
Commonwealth	326	428	448	482	592	122	97
State and Local	1,282	1,419	1,594	1,683	1,766	401	366
<u>Total</u>	1,608	1,847	2,042	2,165	2,358	523	462

Table 17

GROSS FIXED CAPITAL EXPENDITURE BY

	Year					1965	
	1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
	<u>Expenditure by Type of Asset -</u>						
Houses and flats	61	66	81	80	86	19	18
Other new buildings and construction	462	533	565	603	629	139	127
Transport equipment	64	110	110	94	154	32	26
Other capital equipment	275	299	365	413	459	87	92
<u>Total</u>	863	1,009	1,122	1,191	1,328	277	263
<u>Expenditure by Function -</u>							
Development of resources and assistance to industry -							
Water supply, sewerage and irrigation	173	187	196	216	227	48	44
Other	13	19	19	18	24	6	4
<u>Total Development, etc.</u>	186	206	215	234	251	54	48
Transport and communication -							
Railways, trams and buses	88	97	119	121	130	26	29
Other	203	281	304	311	400	81	73
<u>Total Transport, etc.</u>	291	378	423	432	529	107	102
Power, fuel and light	296	322	366	413	425	89	87
Houses and flats	61	66	81	80	86	19	18
Other functions	29	36	37	32	39	10	8
<u>Total</u>	863	1,009	1,122	1,191	1,328	277	263

PUBLIC AUTHORITIES AND ENTERPRISES

\$ million

Quarters ended -											
-66	1966-67					1967-68				1968-69	
June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.	
33	21	24	21	39	28	29	28	40	28	36	
248	192	230	177	269	195	229	193	289	208	254	
280	213	254	199	308	223	258	221	328	236	290	
92	92	89	96	100	116	114	102	136	99	109	
232	187	197	189	242	195	210	191	264	214	234	
324	279	285	285	342	311	324	293	400	313	342	
124	114	112	117	139	144	143	130	176	127	145	
480	379	427	366	511	390	440	384	553	422	487	
604	493	539	483	650	534	582	513	729	549	632	

PUBLIC ENTERPRISES

\$ million

Quarters ended -											
-66	1966-67					1967-68				1968-69	
June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.	
23	20	20	17	23	23	22	17	24	21	21	
167	139	140	142	181	148	156	140	185	152	168	
26	22	16	28	29	29	34	33	57	34	29	
108	99	108	98	108	111	112	102	134	105	124	
324	279	285	285	342	311	324	293	400	313	342	
60	43	50	57	68	49	58	52	68	48	52	
5	5	5	4	5	6	8	4	6	9	7	
65	47	54	60	73	55	66	56	73	57	59	
43	28	27	25	41	24	28	27	50	31	32	
73	78	72	82	79	93	95	89	122	99	114	
117	106	99	107	120	117	124	116	172	130	145	
111	97	103	95	119	105	104	96	119	95	106	
23	20	20	17	23	23	22	17	24	21	21	
9	9	8	6	8	11	9	8	11	9	11	
324	279	285	285	342	311	324	293	400	313	342	

Table 18

PRINCIPAL

	Year					1965	
	1963-64	1964-65	1965-66	1966-67	1967-68	Dec.	Mar.
	Net current expenditure on goods and services	13,098	14,262	15,315	16,574	18,052	4,027	3,637
Gross fixed capital expenditure	4,506	5,216	5,681	5,890	6,404	1,489	1,301
Increase in value of stocks	176	684	238	(512)	(308)	384	15
Statistical discrepancy	-75	115	80	-7	-31	-16	73
<u>Gross National Expenditure</u>	17,705	20,277	21,314	22,969	24,733	5,883	5,026
Plus: Exports of goods and services	3,162	3,048	3,137	3,469	3,544	787	767
<u>National Turnover of Goods and Services</u>	20,867	23,325	24,451	26,438	28,277	6,670	5,793
Less: Imports of goods and services	2,866	3,480	3,629	3,701	4,125	920	852
<u>Gross National Product</u>	18,001	19,845	20,822	22,737	24,152	5,750	4,941
Less: Indirect taxes less subsidies	1,832	2,062	2,236	2,381	2,616	562	542
<u>Gross National Product at Factor Cost</u>	16,169	17,783	18,586	20,356	21,536	5,188	4,399
Less: Depreciation allowances of trading enterprises	1,481	1,635	1,780	1,933	2,091	437	442
<u>Net National Product</u>	14,688	16,148	16,806	18,423	19,445	4,751	3,957
Less: Net income payable overseas	299	286	316	324	470	82	73
<u>National Income</u>	14,389	15,862	16,490	18,094	18,975	4,669	3,884
<u>Personal Income</u>	13,898	15,099	15,854	17,425	18,219	4,397	3,764
Less: Income tax payable and estate and gift duties	1,409	1,636	1,792	2,040	2,220	512	420
<u>Personal Disposable Income</u>	12,489	13,463	14,062	15,385	15,999	3,885	3,344

AGGREGATES

\$ million

Quarters ended -

-66	1966-67				1967-68				1968-69	
	June	Sept.	Dec.	Mar.	June	Sept.	Dec.	Mar.	June	Sept.	Dec.
3,933	3,953	4,339	3,979	4,302	4,299	4,721	4,382	4,650	4,582	5,072
1,543	1,413	1,518	1,333	1,627	1,495	1,645	1,443	1,821	1,629	1,825
-257	51	416	289	-244	66	440	58	-256	162	607
-184	102	27	50	-185	96	-16	57	-168	199	115
5,035	5,519	6,300	5,651	5,500	5,956	6,790	5,940	6,047	6,572	7,619
822	821	831	883	934	851	903	855	935	893	992
5,857	6,340	7,131	6,534	6,434	6,807	7,693	6,795	6,982	7,465	8,611
859	899	873	950	979	1,007	968	1,080	1,070	1,084	1,039
4,998	5,441	6,258	5,584	5,455	5,800	6,725	5,715	5,912	6,381	7,572
599	558	579	607	638	602	638	666	710	658	726
4,399	4,883	5,679	4,977	4,817	5,198	6,087	5,049	5,202	5,723	6,846
471	462	473	488	510	512	515	527	537	558	566
3,928	4,421	5,206	4,489	4,307	4,686	5,572	4,522	4,665	5,165	6,280
76	77	79	74	99	95	137	103	135	111	125
3,852	4,344	5,127	4,415	4,208	4,591	5,435	4,419	4,530	5,054	6,155
3,881	4,075	4,851	4,274	4,226	4,303	5,122	4,261	4,534	4,696	5,761
436	468	584	497	491	516	644	510	550	586	754
3,445	3,607	4,267	3,777	3,735	3,787	4,478	3,751	3,984	4,110	5,007

APPENDIX : EXPLANATORY NOTES ON TABLES

It is to be noted that less information is available for the components of national product and expenditure by quarters than by years, and it has not been possible to show by quarters the full range of detail released in the annual publication. This has necessitated some changes in the form of presentation compared with the annual estimates, e.g., income appropriation accounts for trading and financial enterprises are not shown and some items shown separately in annual tables are combined in these quarterly tables.

Table 1 : NATIONAL PRODUCTION ACCOUNT

Wages, salaries and supplements. Payments in the nature of wages and salaries as defined for pay-roll tax, including allowances for income in kind (board and quarters, etc), together with supplements to wages and pay and allowances of members of the forces. In addition to wages and salaries paid by employers subject to pay-roll tax, this item includes wages and salaries paid by employers not subject to pay-roll tax, based mainly on estimates of employment and average earnings. Supplements consist of employers' contributions to pension and superannuation funds, direct payments of pensions and retiring allowances, and amounts paid as workers' compensation for injuries. Pay and allowances of members of the forces consist of active pay, field, subsistence, and dependants' allowances and the value to the members of the forces of food, clothing, normal medical attention, etc., supplied in kind and deferred pay (but not war gratuities which are included in cash benefits to persons in Table 11).

Gross operating surplus of trading enterprises. The operating surplus of trading enterprises before deduction of depreciation charges, net payments of dividends, interest, rent and royalties and direct taxes payable.

Trading enterprises consist of companies, unincorporated enterprises and public enterprises, but exclude financial enterprises. All owners of dwellings are included whether they let the dwellings or occupy them themselves. Public enterprises are government-owned undertakings which attempt to cover all, or a substantial part, of their costs through charges made to the public for the sale of goods and services. They include government housing authorities in respect of their building and renting activities but not their mortgage lending activities (included in public financial enterprises).

Indirect taxes less subsidies. Indirect taxes include sales tax, customs duty, excise duty, pay-roll tax, local authority rates, motor registration fees, land tax, entertainment tax, etc. Subsidies represent transfer payments made with the object of assisting certain industries, and include, e.g. wheat prices stabilisation subsidy, dairy subsidies, subsidies for shipbuilding and oil-drilling, and certain freight concessions on the railways.

Imports and exports of goods and services. See Notes on Table 5.

Net current expenditure on goods and services.

Personal consumption. Expenditure on goods and services for consumption by persons and private non-profit-making bodies serving persons. Includes personal expenditure on motor vehicles and other durable goods and the imputed rent of owner-occupied dwellings, but excludes purchases of dwellings. Also excludes interest on consumer debt, such as instalment credit charges.

Financial enterprises. The current expenditure of banks, instalment credit companies, short-term money market companies and building societies, after deduction of bank charges to customers. Charges by instalment credit companies are treated as interest receipts and are therefore not offset against expenditure. Interest received by government housing authorities is treated as a receipt by public financial

enterprises, but their other receipts and expenditure are included with government trading enterprises since expenditure cannot be apportioned between their lending and other activities.

Public authorities. Current expenditure by public authorities (not public enterprises) includes expenditure on wages, salaries and supplements and on goods and services other than fixed assets and increases in stocks. Fees, etc. charged for goods sold and services rendered are offset against purchases. Net expenditure overseas by public authorities and purchases from public enterprises are included. All expenditure on defence is classified as current. Net expenditure overseas on major items of defence equipment is included in the period in which the equipment is delivered. The adjustment made for the difference in any period between deliveries of major items of defence equipment procured overseas and payments for such equipment is shown explicitly in Table 14. For a functional classification of the current expenditure of public authorities on goods and services see Table 14.

Gross fixed capital expenditure.

Private. Expenditure on fixed assets whether for additions or replacements. The components - dwellings, other new buildings and construction, all other (plant, machinery, vehicles, etc.) - are shown in Table 3.

Public authorities. Expenditure on fixed assets whether for additions or replacements, other than for defence purposes. Because it has been impossible to make a satisfactory dissection, all expenditure on roads, including maintenance, is classified as capital expenditure.

Increase in value of stocks. Changes in the book value of non-farm stocks held by trading enterprises and public authorities, farm stocks held by farmers and marketing authorities, stocks of bulk sugar and wool sold and awaiting shipment.

Statistical discrepancy. The difference between the sum of the direct estimates of gross national product and imports of goods and services on the one hand and the sum of the estimates of components of gross national expenditure and exports of goods and services on the other hand. Conceptually these two totals are the same. Inclusion of the discrepancy on the expenditure side of the national production account implies nothing as to the relative accuracy of the estimates of gross national product and gross national expenditure. Similarly, its inclusion on the expenditure side in the national capital account does not imply that the capital expenditure estimates are less accurate than the estimates on the receipts side of the account.

Gross National Product at Factor Cost - Farm and Non-farm. See notes to

Table 18.

Table 2 : SEASONALLY ADJUSTED SERIES

For a commentary on seasonal adjustment methods see page 10. For a full description, reference should be made to the supplement to the December quarter 1967 issue of this bulletin (No. 30) and to "Seasonally Adjusted Indicators 1968" published by this Bureau in May 1968.

Table 3 : NATIONAL CAPITAL ACCOUNT

Personal saving, public authorities surplus, and deficit with overseas are derived as balancing items in the current accounts of the personal, public authorities and overseas sectors respectively in Tables 6, 9 and 5. The deficit on current account with overseas is divided into two components, withdrawal from overseas monetary reserves, reflecting changes in international reserves and in the net IMF

position, and a composite item for net apparent capital inflow. The quarterly statistical discrepancy is derived from Table 1. Other saving representing depreciation allowances, increase in dividend and income tax provisions, undistributed company income accruing to residents, interest provisions of savings banks, and retained investment income of life insurance and superannuation funds is derived as a balancing item in this table.

Table 4 : INVESTMENT IN STOCKS

Stocks includes materials, work-in-progress and finished goods, and is on a basis comparable with that used in annual balance sheets. Estimates for the most recent quarter are based upon preliminary results of a quarterly survey of stocks. These figures are revised when final figures from the sample survey are prepared. When annual data (from the factory census, survey of retail establishments, etc.) become available, there could be further consequential changes.

Stocks of other industries includes sugar held in bulk terminals, stocks of public authorities and stocks of other industries (transport, mining, building, etc.).

Increase in farm stocks includes the change in the value of stocks in the hands of Wheat and Barley Boards, unsold stocks of wool in the hands of wool-selling brokers as well as stocks of wheat, barley, oats, other grains, hay, seed and fertiliser held on farms. Changes in livestock and growing crops are not included.

Table 5 : OVERSEAS CURRENT ACCOUNT

The items in this table are as estimated for the Bureau's publication "Balance of Payments Quarterly Summary, December quarter 1968".

Imports of goods and services.

Imports f.o.b. is the recorded trade figure adjusted for the purposes of balance of payments estimates. For a detailed description of these adjustments see "Balance of Payments, 1967-68".

Transportation and travel includes freight payable overseas on goods imported or transported between Australian ports, fares payable to overseas shipping and airline companies, including fares paid by the Commonwealth Government for the carriage of migrants under various assisted-passage schemes, overseas expenditure of Australian carriers, net premiums payable overseas on marine insurance, and the expenditure of Australian residents visiting overseas.

Other goods and services includes government transactions in respect of representation abroad, defence expenditure, and miscellaneous expenditure overseas. Also included are film rentals, business expenses overseas and value of repairs on goods previously exported for repair and return.

Exports of goods and services.

Exports f.o.b. is the recorded trade figure adjusted for balance of payments purposes. Gold production is the value of Australian gold production, including recoveries from scrap, less value of gold used in industry.

Transportation and travel includes overseas earnings of Australian shipping and airline companies, expenditure of overseas carriers in Australian ports and the expenditure of overseas residents visiting Australia.

Other goods and services includes services provided by the Australian government, expenditure of foreign governments in Australia and foreign business expenditure in Australia.

Property income. Credits to non-residents include interest and royalties paid overseas, dividends payable and profits remitted overseas and undistributed income accruing to overseas residents.

Debits to non-residents include interest, etc. received, and dividends and profits receivable from overseas.

Transfers. Credits to non-residents include personal remittances, private donations for charitable, missionary, etc. purposes, and public authority grants to overseas. These latter include grants for international aid projects, the grant to the Territory of Papua and New Guinea, and certain other expenditure in these Territories, as well as contributions to United Nations and other international organisations.

Debits to non-residents include personal remittances from overseas, migrants' funds, legacies, etc.

Table 6 : PERSONAL CURRENT ACCOUNT

Some items in this table have been described in notes to other tables. Income of other unincorporated enterprises and rent, interest and dividends received is a combination of several items shown separately in "Australian National Accounts 1966-67". It includes the net income (after payment of rent and interest) of sole proprietors or partners engaged in private business or professions. Rent, interest and dividends include receipts from all sources and the imputed net rental value of owner-occupied dwellings. The components of cash benefits from public authorities are shown in Table 15.

Table 7 : INCOME OF FARM UNINCORPORATED ENTERPRISES

Gross value of production is the estimated value of sales during the quarter, at wholesale prices realised in the principal markets, together with the imputed value of production consumed on farms and the addition to unsold stocks held on the farm or by marketing boards, etc.

Production costs comprise marketing costs, costs of seed, fodder and other materials used, wages and salaries, depreciation, indirect taxes and all other costs other than net rent and interest paid.

Gross farm product at factor cost equals the estimated gross value of production, less estimated production costs other than wages paid and depreciation, for all enterprises engaged in rural production.

Income of farm unincorporated enterprises is the estimated gross value of production, less all estimated costs of those engaged in rural industries and less company income.

Table 8 : PERSONAL CONSUMPTION EXPENDITURE

In general, estimates of expenditure on goods are derived from quarterly surveys of retail sales and estimates of expenditure on services from public authority accounts, returns from other authorities and departments, etc. Food includes the estimated cost of food in purchased meals. Fares includes expenditure on fares on railways, tramways, buses, ferries, airways, taxis and ships. Purchase of motor vehicles is the estimated expenditure by persons on new motor vehicles, second-hand motor vehicles purchased from business enterprises and public authorities and net dealers' margins on purchases and sales of motor vehicles within the personal sector. Rent includes the gross rent paid for tenanted dwellings and the imputed gross rental value of owner-occupied dwellings. Other goods and services covers all other expenditure on personal consumption; greater detail is shown for years in "Australian National Accounts 1966-67".

Tables 9, 11, 12 : CURRENT ACCOUNTS OF PUBLIC AUTHORITIES

Income taxes. Cash receipts by Commonwealth public authorities in the form of taxes on the incomes of companies and persons. The difference between taxes payable and cash receipts by the Commonwealth is included in other savings in Table 3.

Interest, etc. received. Includes net profit of the Note Issue Department of the Reserve Bank which is paid to the Commonwealth, interest on bank balances and receipts of rents and royalties. Excludes interest treated as receipts of public financial enterprises e.g. interest received on housing and on other loans.

Public enterprises income. The income of public trading enterprises and of public financial enterprises (in the main, income from government banks). Public trading enterprises income includes the income (net rent) accruing to housing authorities; public financial enterprises income includes interest received by housing authorities. For trading enterprises, income is equal to gross operating surplus less depreciation allowances; for financial enterprises, it is the excess of interest, etc. received over interest paid and the net current expenditure by government banks on goods and services.

Net current expenditure on goods and services. See notes to Table 1.

Interest paid. Mainly interest on Commonwealth, local and semi-governmental securities, including interest paid on behalf of public trading enterprises.

Overseas grants and contributions. See notes to Table 5.

Grants towards private capital expenditure. Grants towards meeting private capital expenditure, e.g. Commonwealth Homes Savings grants, grants for converting business machines to decimal currency operations, constructing science laboratories in private schools and houses for aged persons, etc.

Devaluation compensation. Compensation to primary industry marketing authorities for losses on overseas debts outstanding at the time of sterling devaluation.

Surplus on current account is a balancing item equal to the excess of revenue over current expenditure.

Table 10 : INDIRECT TAX REVENUE

Customs duty, excise duty, sales tax and pay-roll tax are levied exclusively by the Commonwealth Government. State Government authorities collect all land, racing, lotteries and poker machines taxes and by far the greater part of motor and liquor taxes and stamp duties.

Motor taxes includes registration fees and tax, drivers' licences, road haulage taxes. Racing, lotteries and poker machines includes profits from State lotteries in addition to taxes as such. Other includes special industry taxes such as stevedoring industry charge, wool tax, poultry industry levy etc., export charges and other miscellaneous taxes.

Table 13 : PUBLIC ENTERPRISES INCOME

Revenue, expenditure and income of public trading enterprises for which information is not available quarterly are estimated and included in estimated income of all public trading enterprises. Expenditure includes depreciation provisions except in the case of those enterprises whose transactions are shown on a cash basis in the public accounts. Other transport and communication includes airlines, harbours, shipping, post office, overseas telecommunications and natural gas pipe lines.

Table 14 : NET CURRENT EXPENDITURE BY PUBLIC AUTHORITIES

Includes the quarterly figures corresponding to the annual figures of current expenditure in Table 12 of the Budget Paper "National Income and Expenditure 1967-68", and Tables 65-67 of "Australian National Accounts 1966-67". All other includes expenditure on cultural and recreational facilities, external affairs and civil aviation.

Table 15 : CASH BENEFIT FROM PUBLIC AUTHORITIES

Direct payments in cash or its equivalent which are not made in return for current productive services. Other includes widows' pensions, maternity allowances, unemployment and sickness benefits, funeral benefits, attendance money for waterside workers, etc. as well as certain fare concessions. Home savings grants are included in grants towards private capital expenditure (see Tables 9 and 11).

Table 16. 17 : GROSS FIXED CAPITAL EXPENDITURE : PUBLIC AUTHORITIES AND ENTERPRISES

Includes capital expenditure on new buildings and construction and new plant and machinery. Excluded are maintenance expenditure and the purchase of existing assets.

Houses and flats in the dissections by type of asset and function includes the estimated expenditure on the construction of dwellings for public purposes by housing authorities and some capital expenditure on new dwellings by other public enterprises. Development of resources and assistance to industry includes the Atomic Energy Commission, grain elevator boards, abattoirs and forestry undertakings (including saw mills). Transport and communication - other includes airlines, harbours, shipping, post office, overseas telecommunications and natural gas pipe lines. Other functions includes government banks, hostels, and broadcasting and television services.

Table 18 : PRINCIPAL AGGREGATES

The relationship of the principal aggregates may be illustrated diagrammatically as follows:

NATIONAL TURNOVER OF GOODS AND SERVICES

IMPORTS OF GOODS AND SERVICES	IMPORTS OF GOODS AND SERVICES	IMPORTS OF GOODS AND SERVICES	IMPORTS OF GOODS AND SERVICES	EXPORTS OF GOODS AND SERVICES
	INDIRECT TAXES LESS SUBSIDIES	INDIRECT TAXES LESS SUBSIDIES	INDIRECT TAXES LESS SUBSIDIES	
		DEPRECIATION ALLOWANCES	DEPRECIATION ALLOWANCES	
			NET INCOME PAYABLE OVERSEAS	
GROSS NATIONAL PRODUCT	GROSS NATIONAL PRODUCT AT FACTOR COST	NET NATIONAL PRODUCT	NATIONAL INCOME	GROSS NATIONAL EXPENDITURE

Gross National Product. The total market value of goods and services produced in Australia within a given period after deduction of the costs of goods and services, other than capital equipment, used in the process of production.

Gross National Product at Factor Cost. That part of the cost of producing the gross national product which consists of gross payments to factors of production (labour, land, capital and enterprise). It represents the value added by these factors in the process of production and is equivalent to gross national product less indirect taxes plus subsidies. Gross farm product at factor cost is that part of gross national product at factor cost which derives from production in rural industries. Gross non-farm product at factor cost derives from production in all other industries.

Net National Product. That part of the value added within a given period by factors of production (labour, land, capital and enterprise) which accrues as income to their suppliers after allowing for the depreciation of capital equipment. It is equivalent to gross national product at factor cost less depreciation allowances.

National Income. The net income accruing within a given period to Australian residents from their services in supplying factors of production (labour, land, capital and enterprise) in Australia or overseas. It is equivalent to net national product plus income receivable from overseas less income payable overseas.

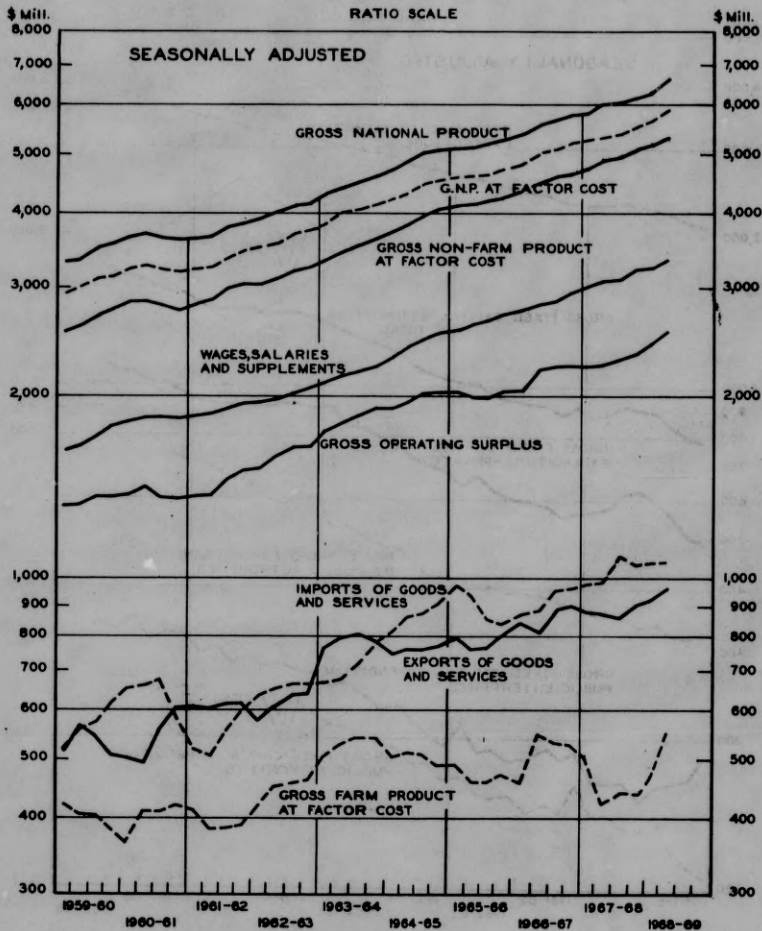
National Turnover of Goods and Services. The total flow of final goods and services within a given period in the Australian economy as a whole (i.e. excluding goods and services produced or imported and used up in the process of further production), derived from production in Australia and imports. This value is equivalent to gross national product plus imports of goods and services or, alternatively, to gross national expenditure plus exports of goods and services.

Gross National Expenditure. The total expenditure within a given period on final goods and services (i.e. excluding goods and services produced or imported and used up in the process of further production) bought for use in the Australian economy. It is equivalent to the gross national product plus imports of goods and services less exports of goods and services.

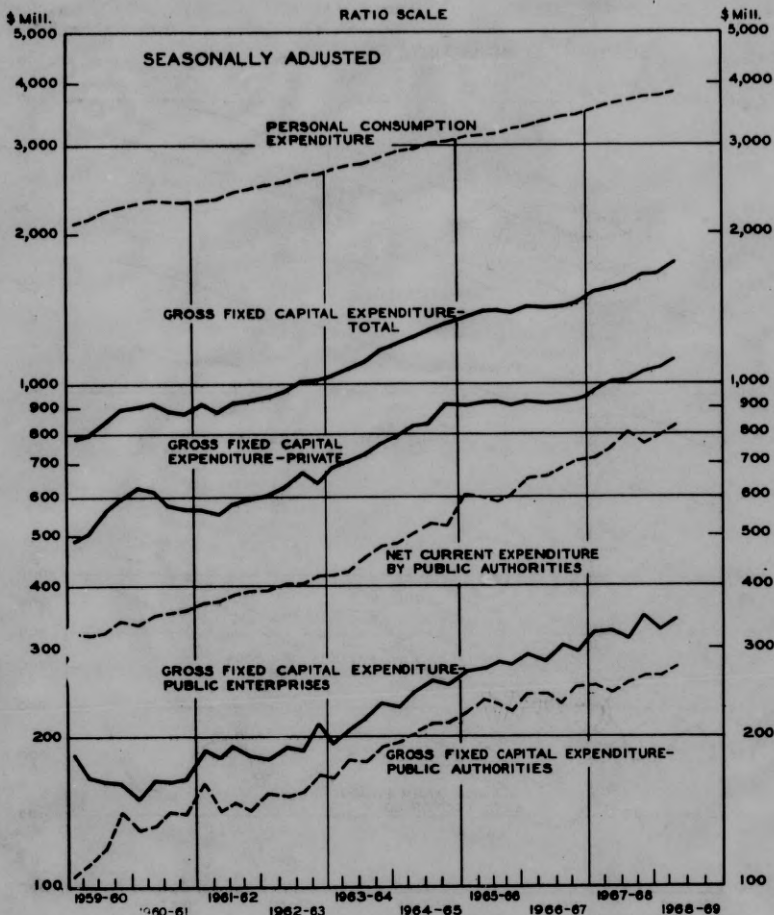
Depreciation allowances of trading enterprises is estimated as the sum of the depreciation allowances of companies, unincorporated enterprises, dwellings owned by persons and public trading enterprises. Quarterly figures for companies are estimates from the quarterly Survey of Profit, for public trading enterprises from a survey of revenue and expenditure by public authorities and for dwellings and unincorporated enterprises by interpolation and projection from trends in annual estimates.

Net income payable overseas is property income payable overseas less property income receivable from overseas (see Table 5).

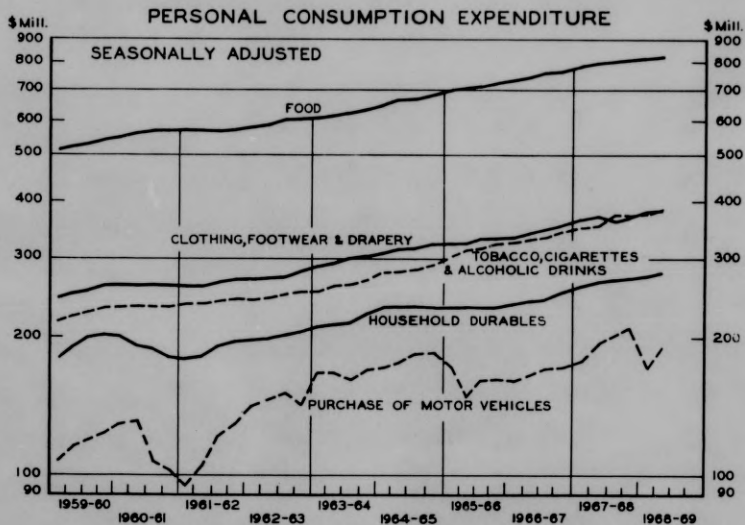
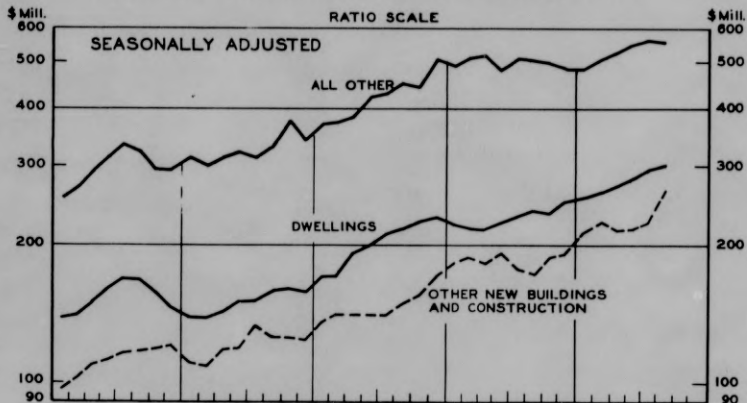
GROSS NATIONAL PRODUCT AND RELATED SERIES



COMPONENT SERIES OF GROSS NATIONAL EXPENDITURE



PRIVATE GROSS FIXED CAPITAL EXPENDITURE



COMMONWEALTH BUREAU OF CENSUS AND STATISTICS
CANBERRA, AUSTRALIA

2 APRIL 1969

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ACTING COMMONWEALTH STATISTICIAN

NOTE: Inquiries concerning these statistics may be made in Canberra by telephoning 639111, extension 2128 or, in each State capital, by telephoning the office of the Bureau of Census and Statistics.