

# GROSS DOMESTIC PRODUCT

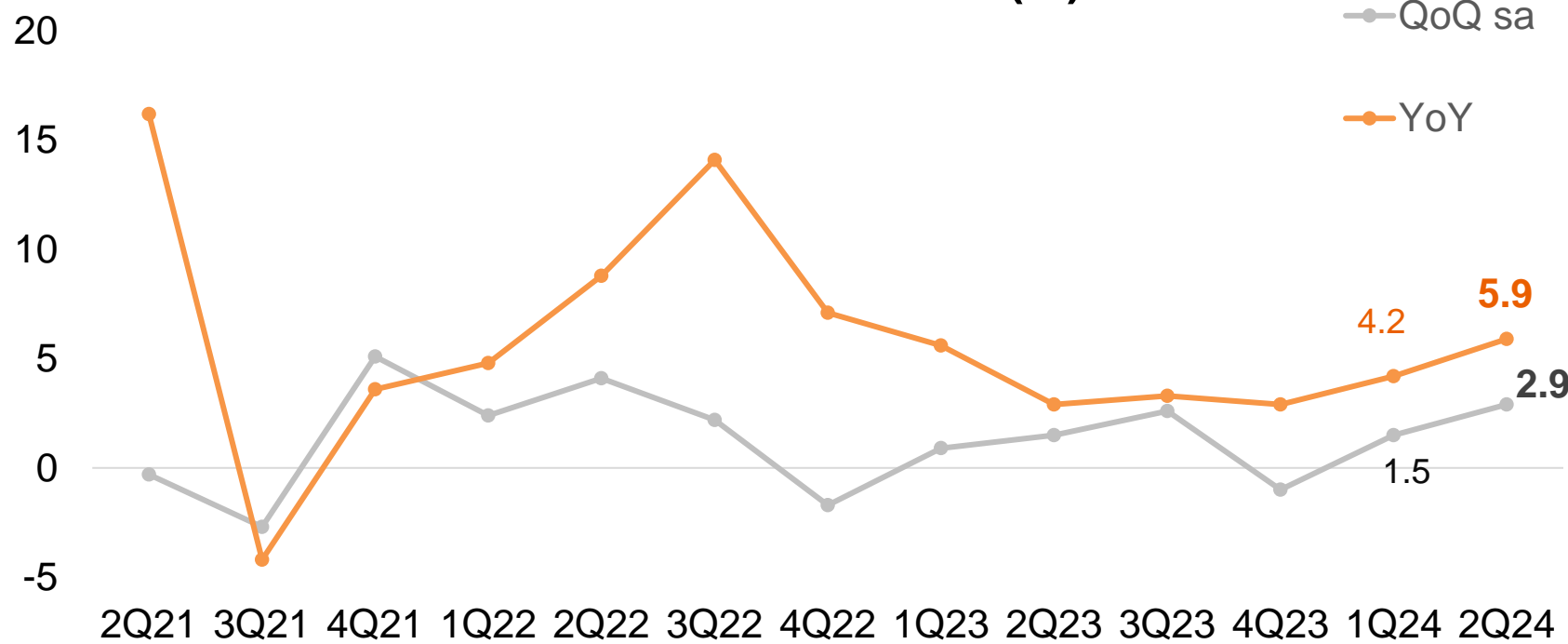
**EXPANDED BY 5.9% IN 2Q 2024 (1Q: 4.2%)**

Malaysia's GDP growth beat advance estimate of 5.8%

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Real GDP Growth (%)



## KEY DRIVERS



Higher household spending



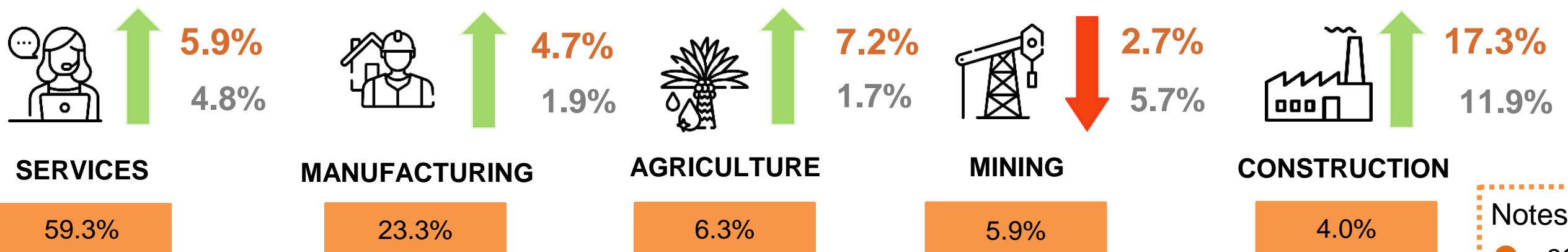
Improving goods exports and tourist arrivals



Robust investment activities

## ECONOMIC PERFORMANCE (% YoY)

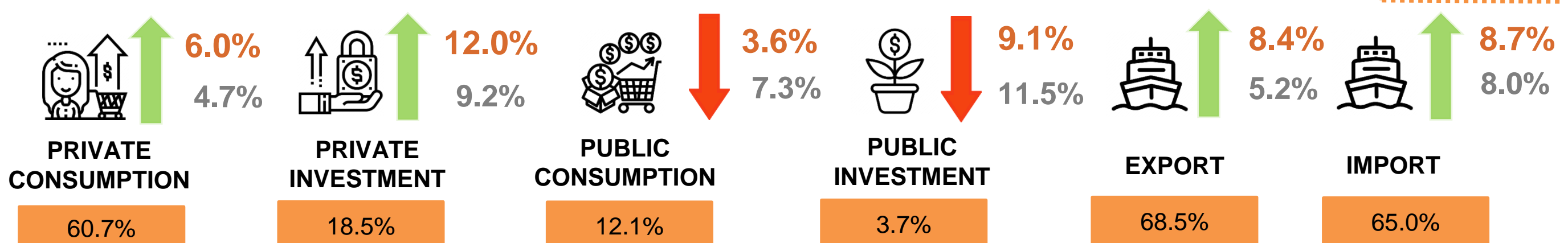
### PRODUCTION



Notes:

- 2Q 2024
- 1Q 2024
- share

### EXPENDITURE



## HIGHLIGHTS

- Malaysia's economy expanded by 5.9% YoY (1Q: 4.2%) falling short of our forecast of 6.3%, but slightly above Bloomberg's median consensus of 5.8%.
- In line with our expectation, **all key sectors except mining recorded better YoY performance compared to 1Q**, namely services (5.9%), manufacturing (4.7%), agriculture (7.2%), and construction (17.3%). Meanwhile, mining grew at a slower pace (2.7%) due to **production disruption in May**.
- Construction sector exhibited remarkable performance to a **3-year high, propelled by all subsectors**. Growth in the manufacturing sector was the highest since 3Q22, driven by a **rebound in electronic components & boards (3.2%) after a year of contraction**.
- Higher growth in service sector was mainly driven by retail trade (2Q: 5.6% vs 1Q: 3.6%), motor vehicles (8.2% vs 5.1%), finance (6.2% vs 3.0%) and insurance (24.4% vs -5.2%), among others.
- By expenditure, **private sector boosted overall performance** where both consumption (6.0%) and investment (12.0%) grew at a higher pace. On the other hand, both public consumption and investment also expanded, but at a slower pace.
- Export and import grew by 8.4% and 8.7%, respectively, following **better global demand on goods. Net exports rebounded to 3.4% after a year of decline**.
- On **QoQ seasonally adjusted basis**, the economy increased to a **2-year high** of 2.9% (1Q:1.5%).

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