



Technical Briefing Note¹

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Timor-Leste: Preliminary Non-Oil GDP 2022

- ❖ **The Non-Oil GDP in 2022** increased by 3.9% in constant terms, driven by a substantial increase in investments. In addition, the government has implemented public spending on infrastructure and other projects. Also, it continued to make a range of measures to support the economy, including a stimulus package that includes government transfers to households. See Table I below.
 - **Public consumption** rose by 8.0%, led by an increase in employment and expenditure of goods and services.
 - **Public Investment** significantly increased by 44.2% based on spending on infrastructure and other projects. Attempting a full recovery after a decrease in 2021 (-18.9).
 - **Development partners'** expenditures increased by 13.3%, due to increased consumption and investment, especially in projects associated with the government.
 - **Private investments** rose by 21.1% because they are induced by the execution of the government's public spending infrastructure and other projects (crowding-in effect).
 - **Private consumption** increased by 1.9%, implying a moderate increase in consumption in per capita terms, given the substantial support from the government to households, such as cash and in-kind transfers and the increase of remittances from abroad, as support for private income.
 - **Exports of goods and services** decreased by 1%, given a reduction in the production of coffee, implying a decline in the volume of exports of coffee.
 - **Imports of goods and services** increased by 19.7%, driven by a strong rise in imported goods, both consumption and capital goods.
 - **Change in inventories** increased by 71.9% to recover from the decrease in the two years before, given the lockdown in international trade for Covid-19 pandemic.

ANNEX

Table I. Non-Oil Gross Domestic Product by expenditure 2022

¹ If you have any questions or require further information, please do not hesitate to contact Mr. Rodolfo Soares, Chief of National Accounts department, at rdsoares@mof.gov.tl

	Growth Rate (%)	Contribution to Growth (pp)
Private consumption	1.9	1.2
Private investment	21.1	0.7
Development Partners	13.3	1.8
Public Consumption	8.0	4.4
Public investment	44.2	4.0
Exports of goods and services	-1.0	0.0
Exports of goods	-7.9	-0.1
Exports of services	3.0	0.0
Imports of goods and services	19.7	9.3
Imports of goods	15.5	4.6
Imports of services	26.4	4.8
Change in inventories	71.9	1.1
Non-Oil GDP (expenditure side)	3.9	3.9

DISCLAIMER: The preliminary GDP 2022, published in March 2023, is based on the latest available information about Timor-Leste's Non-Oil indicators **to provide timely information on Timor-Leste's yearly economic performance**. For the preliminary version, the best indicators for Non-Oil GDP come from the expenditure side. Final GDP 2022 will be published in September 2023. Therefore, it is more accurate because it will include all data, especially from the production side (Business Activity Survey). **For this reason, the final GDP 2022 growth rate in September 2023 can differ from the preliminary one attached.**