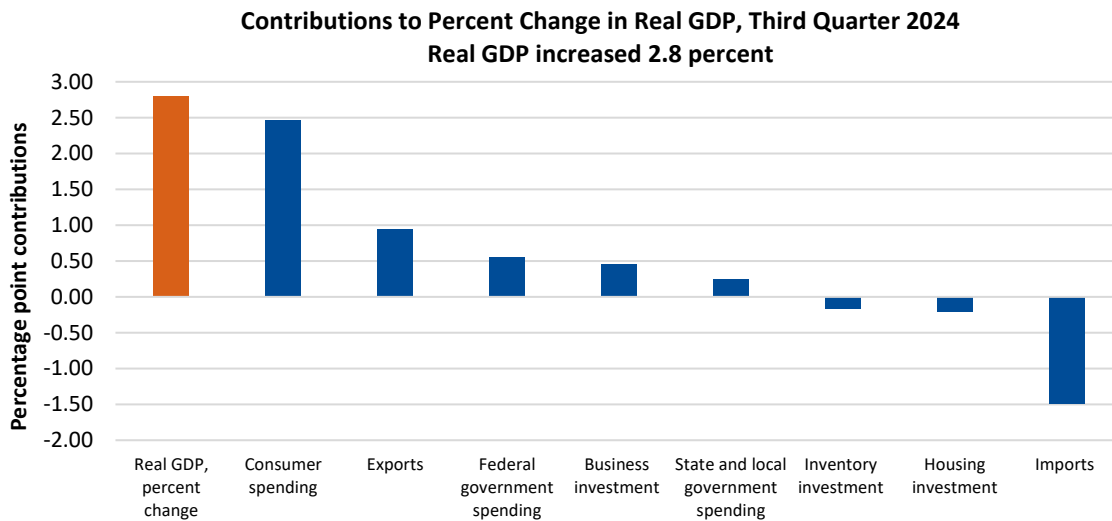


Gross Domestic Product, Third Quarter 2024 (Advance)

Real gross domestic product (GDP) increased at an annual rate of 2.8 percent in the third quarter of 2024, according to the “advance” estimate. In the second quarter, real GDP increased 3.0 percent. The increase in the third quarter primarily reflected increases in consumer spending, exports, and federal government spending. Imports, which are a subtraction in the calculation of GDP, increased.



Note. Imports are a subtraction in the calculation of GDP; thus, an increase in imports results in a negative contribution to GDP.

U.S. Bureau of Economic Analysis

Seasonally adjusted annual rates

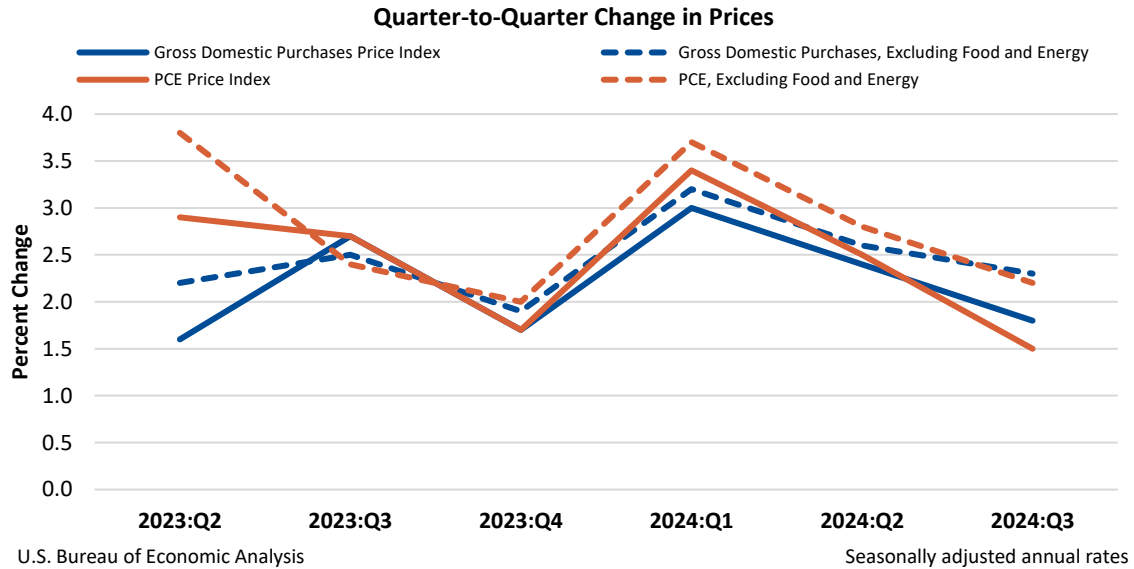
- The increase in consumer spending reflected increases in both goods and services. Within goods, the leading contributors to the increase were other nondurable goods (led by prescription drugs) and motor vehicles and parts (led by used light trucks). Within services, the leading contributors to the increase were health care (led by outpatient services) as well as food services and accommodations.
- The increase in exports primarily reflected an increase in goods (led by capital goods, excluding automotive).
- The increase in federal government spending primarily reflected an increase in defense spending.
- The increase in imports primarily reflected an increase in goods (led by capital goods, excluding automotive).

Compared to the second quarter, the deceleration in real GDP primarily reflected a downturn in inventory investment and a larger decrease in housing investment. These movements were partly offset by accelerations in exports, consumer spending, and federal government spending. Imports accelerated.

BEA data—including GDP, personal income, the balance of payments, foreign direct investment, the input-output accounts, and regional economic data—are available at www.bea.gov. Email alerts are also available. The “second” estimate of GDP for the third quarter of 2024, along with a preliminary estimate of Corporate Profits, will be released on November 27, 2024.

Prices

Gross domestic purchases prices, the prices of goods and services purchased by U.S. residents, increased 1.8 percent in the third quarter, after increasing 2.4 percent in the second quarter. Excluding food and energy, prices increased 2.3 percent, after increasing 2.6 percent.



Personal consumption expenditures (PCE) prices increased 1.5 percent in the third quarter, after increasing 2.5 percent in the second quarter. Excluding food and energy, the PCE “core” price index increased 2.2 percent, after increasing 2.8 percent.

Personal income and saving

Real disposable personal income (DPI)—personal income adjusted for taxes and inflation—increased 1.6 percent in the third quarter after increasing 2.4 percent in the second quarter.

Current-dollar DPI increased 3.1 percent in the third quarter, following an increase of 5.0 percent in the second quarter. The increase in the third quarter primarily reflected an increase in compensation.

Personal saving as a percentage of DPI was 4.8 percent in the third quarter, compared with 5.2 percent in the second quarter.

