

# Construction Industry

## INDUSTRY PERFORMANCE, Industry division(a) continued

		2002-03	2003-04	2004-05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11	2011/12	2012/13	2013/14	2014/15	2015/16	2016/17	
<b>Industry structure</b>																	
	Operating businesses	no.	339,982	365,781	383,517	407,188	351,612	349,118	344,094	350,546	353,860	351,617	335,767	339,367	345,479	358,466	371,599
<b>Employment</b>	At end of June(b)	'000	687.7	766.5	874.9	921.6	973.0	983.0	983.0	998.0	1,069.0	1,039.0	1,047.0	1,056.0	1,052.0	1,053.0	1,066.0
<b>Financial performance</b>																	
	Sales and service income	\$m	138,002	158,181	171,598	196,818	233,348	253,820	260,154	281,569	298,098	313,936	331,563	355,493	373,299	375,095	378,306
	Funding from government for operational costs	\$m	536	*33	41	88	*379	^303	746	1,128	^925	^639	736	^729	^1128	*647	^530
	Interest income	\$m	1,019	460	655	574	877	1,053	1,354	1,433	1,115	2,642	1,826	2,147	1,136	^1262	*1063
	Other income	\$m	1,428	1,254	1,867	1,322	4,203	2,330	2,699	2,908	4,569	3,170	-400	^2944	^3100	^2899	*4792
	<i>Total income</i>	\$m	<i>140,984</i>	<i>159,928</i>	<i>174,162</i>	<i>198,802</i>	<i>238,806</i>	<i>257,506</i>	<i>264,953</i>	<i>287,038</i>	<i>304,596</i>	<i>320,387</i>	<i>333,723</i>	<i>361,312</i>	<i>378,662</i>	<i>379,901</i>	<i>384,692</i>
	Selected labour costs	\$m	20,387	23,649	25,860	29,564	38,662	43,334	45,623	47,888	52,958	58,348	62,512	65,599	66,956	68,245	68,218
	Purchases	\$m	101,782	113,854	123,775	141,539	102,864	115,767	110,756	113,126	120,395	91,816	114,829	128,995	137,691	138,018	141,396
	Interest expenses	\$m	1,827	1,720	2,247	2,743	3,153	3,726	5,601	4,839	5,990	7,547	4,620	^4202	^4720	^4136	*5034
	Depreciation and amortisation	\$m	2,774	2,964	3,381	3,649	2,540	3,376	4,182	4,175	4,041	3,696	5,312	4,728	5,239	4,116	6,385
	Other expenses	\$m	1,136	1,805	1,968	1,822	1,706	69,045	75,232	81,944	89,551	127,938	118,205	123,126	124,433	125,661	120,722
	Less - Capitalised wages and salaries	\$m	NA	NA	NA	NA	*357	*389	^292	*239	170	**43	136	*97	*281	763	654
	<i>Total expenses</i>	\$m	<i>128,960</i>	<i>145,434</i>	<i>157,655</i>	<i>179,329</i>	<i>202,348</i>	<i>234,279</i>	<i>240,499</i>	<i>251,283</i>	<i>273,207</i>	<i>289,251</i>	<i>305,491</i>	<i>326,552</i>	<i>338,758</i>	<i>339,414</i>	<i>341,101</i>
	<b>Operating profit before tax</b>	\$m	<b>12,024</b>	<b>14,494</b>	<b>16,507</b>	<b>19,473</b>	<b>33,283</b>	<b>24,508</b>	<b>23,280</b>	<b>35,615</b>	<b>30,282</b>	<b>29,548</b>	<b>26,340</b>	<b>32,612</b>	<b>36,027</b>	<b>38,352</b>	<b>36,853</b>
<b>Economic values</b>																	
	Gross fixed capital formation	\$m	1,073	2,375	2,050	2,209	^10,540	^10,290	12,021	^6,996	^5,169	7,066	6,538	5,987	*6161	*4932	*6692
	Capital expenditure	\$m	3,096	4,227	4,729	4,815	^16,221	^16,119	18,164	15,200	^9,583	8,834	8,758	9,069	*9834	*8576	10,663
	Disposals of assets	\$m	1,644	1,780	2,400	2,172	*4,424	*2,707	^3,214	^4,519	*5,875	1,747	2,004	1,599	*2273	^2330	^2560
	Net capital expenditure	\$m	1,452	2,447	2,329	2,643	^11,796	^13,412	14,950	^10,681	**3,708	7,088	6,754	7,470	*7561	*6246	*8103
	Industry value added	\$m	37,918	45,957	49,536	57,240	75,463	75,255	78,899	92,759	92,432	98,170	102,515	107,679	115,273	116,465	116,683
<b>Business averages</b>																	
	Percentage of businesses that - Make a profit	%	83.8	84.2	82.7	82.2	76.9	81.8	75.9	78.4	79.2	81.8	79.8	80.1	79.8	82.1	80.8
	Percentage of businesses that - Broke even	%	1.0	0.9	0.9	1.0	2.9	0.3	1.5	*1.2	1.4	1.0	1.4	2.3	1.2	1.3	1.7
	Percentage of businesses that - Make a loss	%	15.2	14.9	16.5	16.8	20.2	17.9	22.6	20.4	19.5	17.2	18.8	17.5	19.0	16.7	17.5
<b>Industry ratios</b>																	
	Profit margin	%	9.5	10.1	9.9	9.9	14.3	9.7	8.9	12.6	10.2	9.4	7.9	9.2	9.7	10.2	9.7
	Wages and salaries to sales and service income	%	na	na	33.7	35.0	14.8	15.2	15.7	15.2	15.9	16.7	17.0	16.6	16.2	16.4	16.2
	Wages and salaries per employee	\$'000	na	na	na	na	34.5	38.5	40.8	42.9	47.7	52.6	56.3	59.1	60.4	61.5	61.4
	Sales and service income per person employed	\$'000	200.7	206.4	196.1	213.6	233.3	253.8	260.2	281.6	298.1	313.9	331.6	355.5	354.8	356.3	355.0
	Industry value added per person employed	\$'000	55.1	60.0	56.6	62.1	75.5	75.3	78.9	92.8	92.4	98.2	102.5	107.7	109.6	110.6	109.5

^ estimate has a relative standard error of 10% to less than 25% and should be used with caution

\* estimate has a relative standard error of 25% to 50% and should be used with caution

\*\* estimate has a relative standard error greater than 50% and is considered too unreliable for general use

na not available

(a) For scope details, see Explanatory Notes, paragraphs 10-17.

(b) Includes working proprietors.

Source: ABS 8155.0, 8165.0