

Greater Whitsundays Outlook

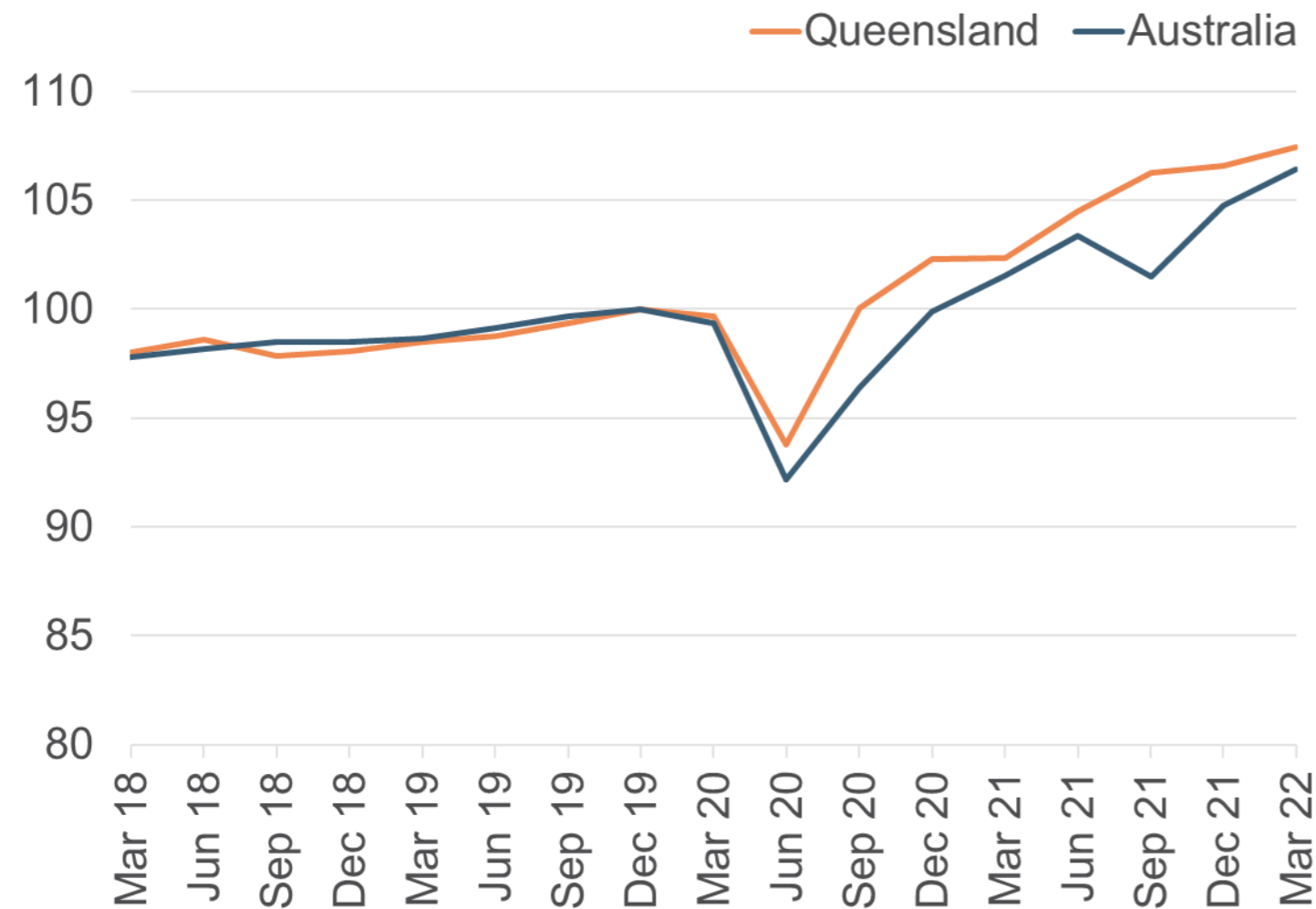
Three Big Themes

1. The Economic Adjustment
2. The Construction Outlook
3. Bottlenecks

The Economic Adjustment

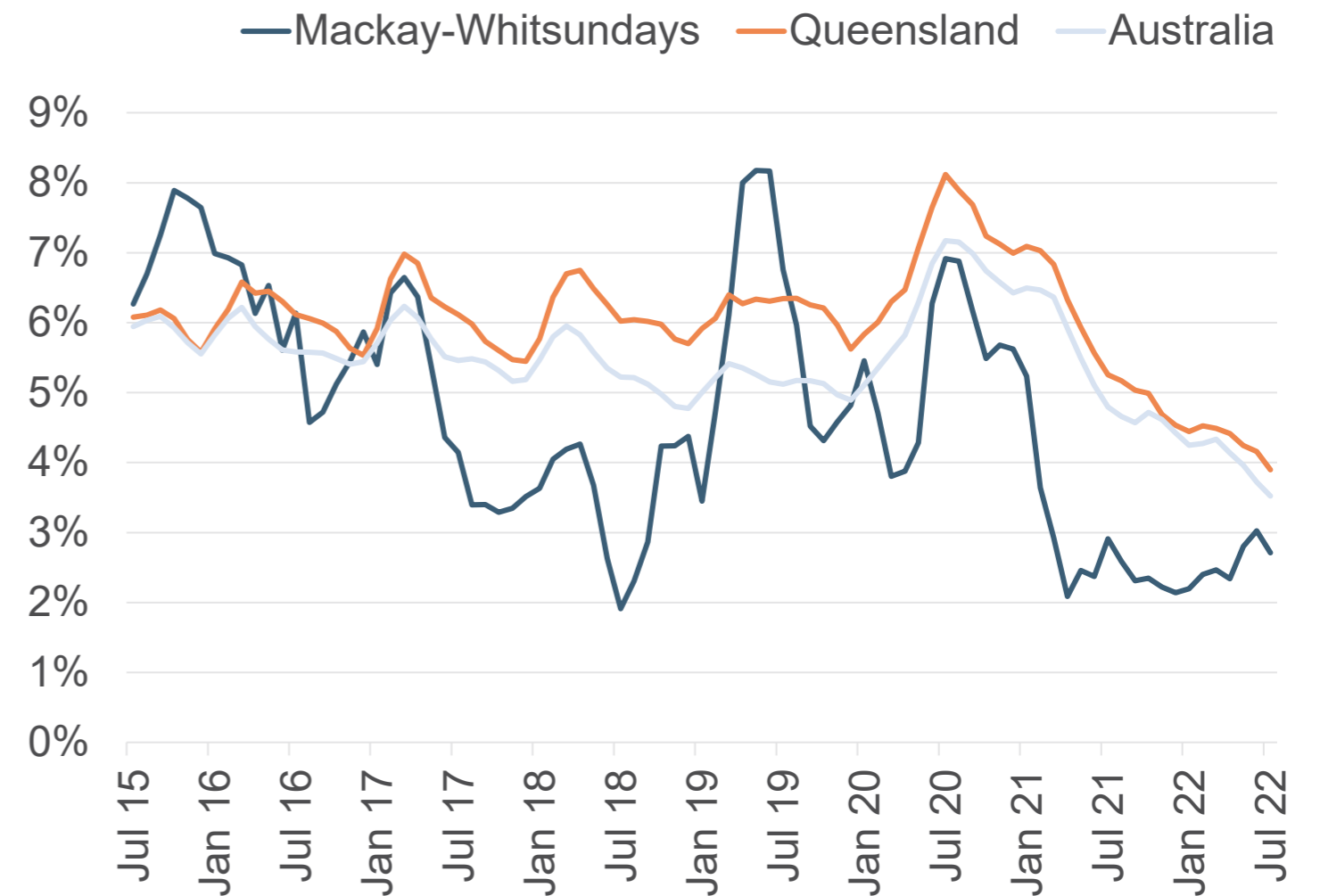
Economy In Pole Position

Economic Activity



Note: Domestic Demand; Index: 100=Dec 2019

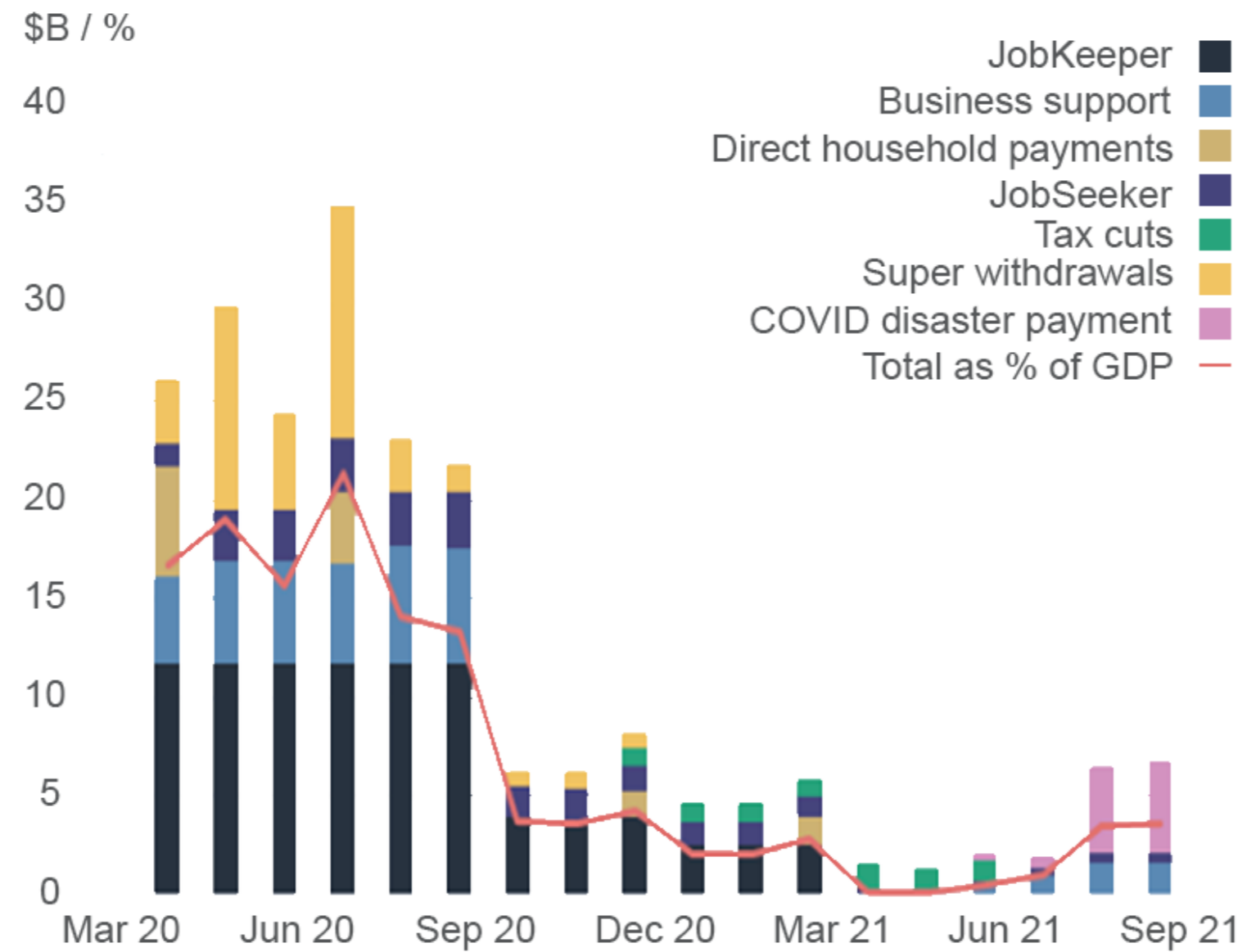
Unemployment Rate



Note: 3 month moving average

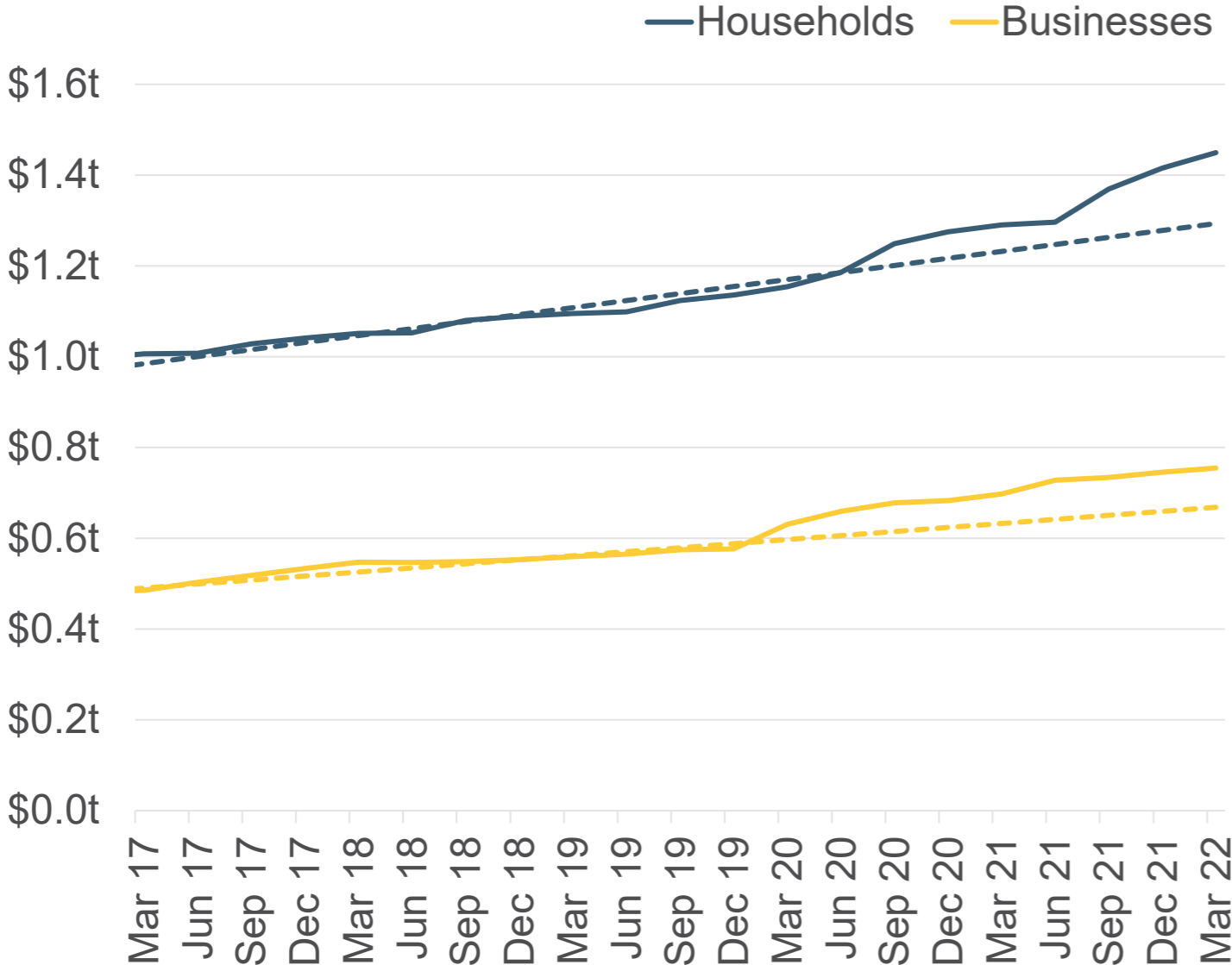
An Artificial High

Monthly Government Stimulus Payments, Australia



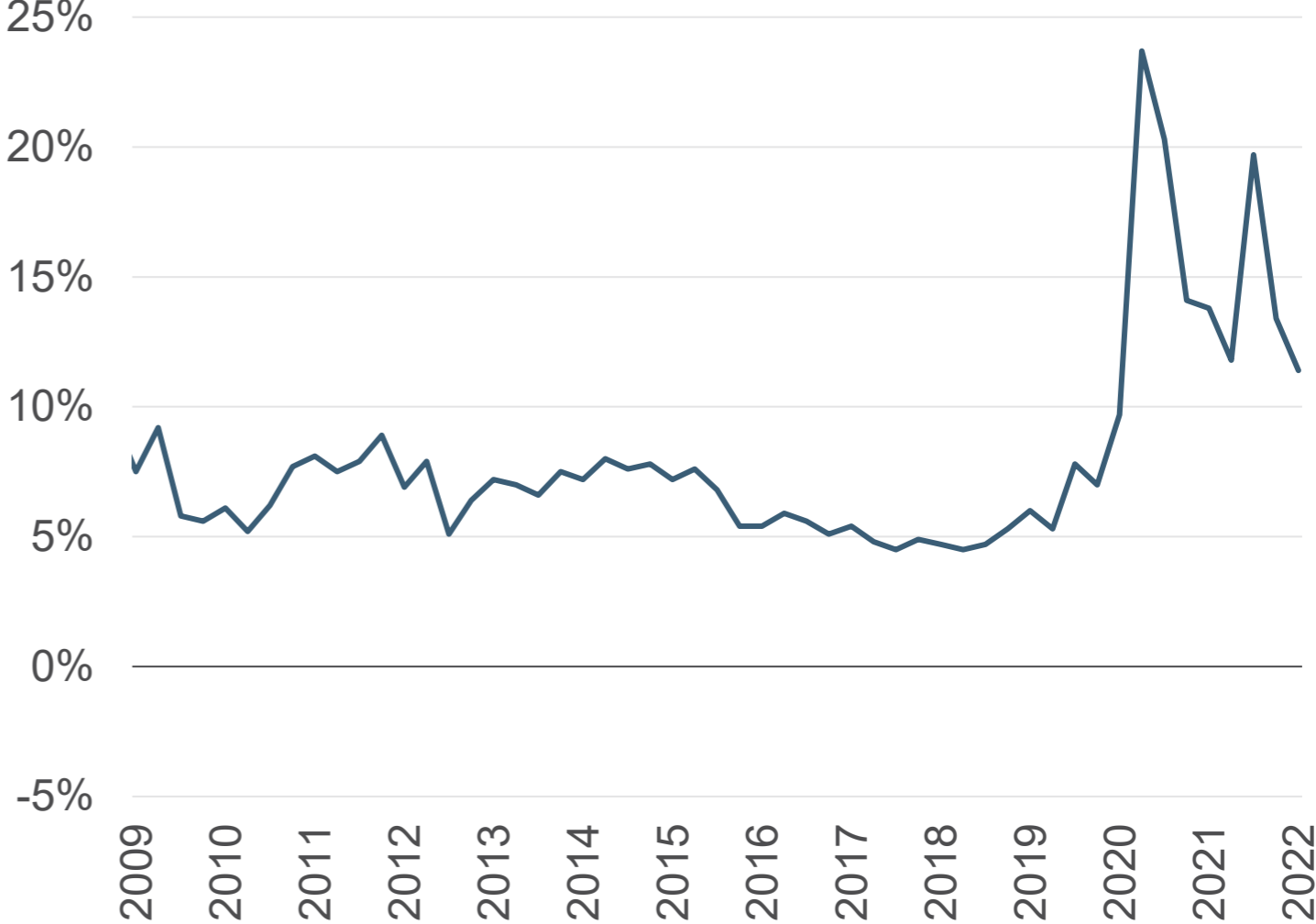
Flush With Cash

Bank deposits, Australia



Source: RBA, CSQ

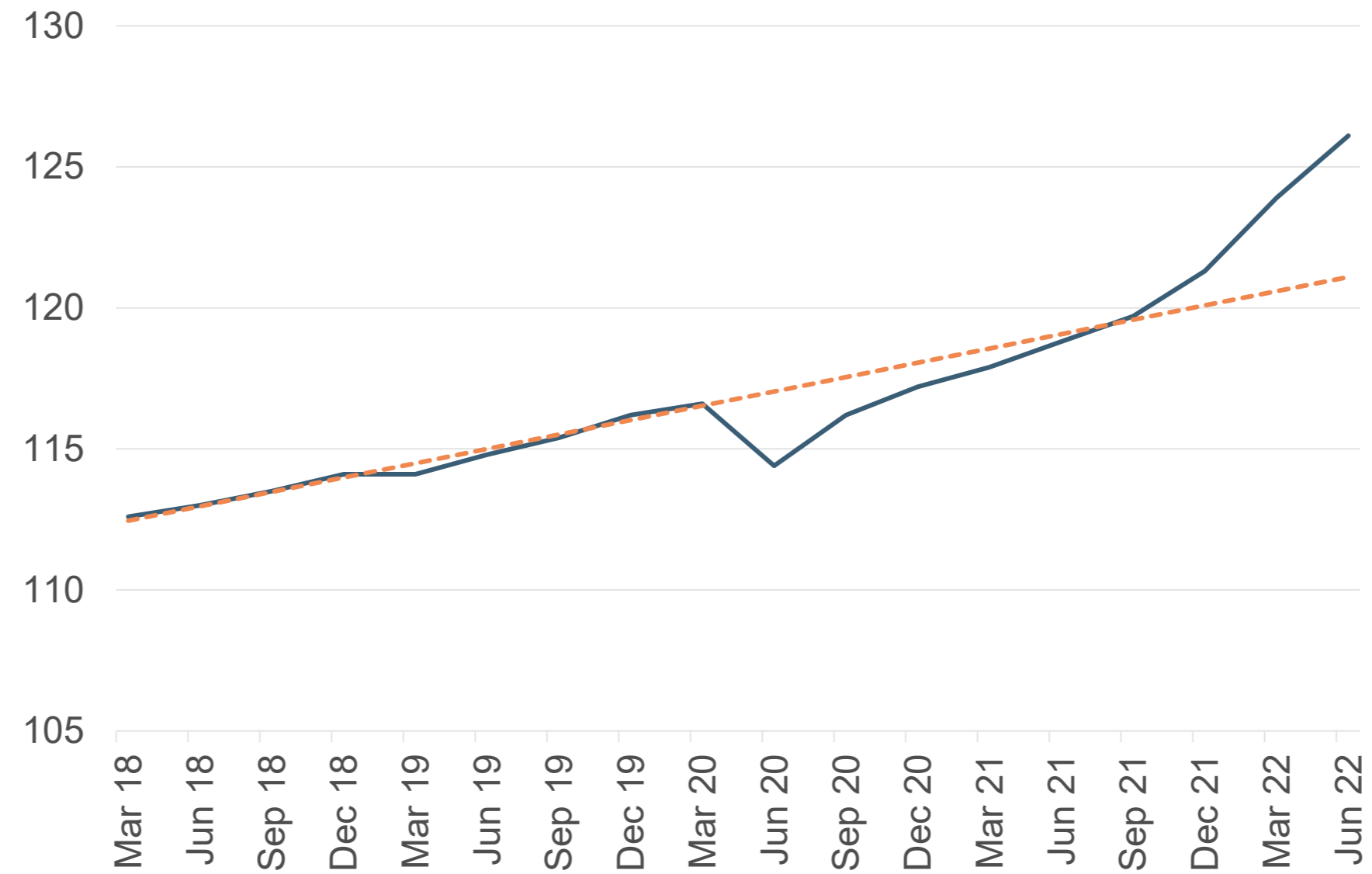
Household saving ratio, Australia



Source: ABS

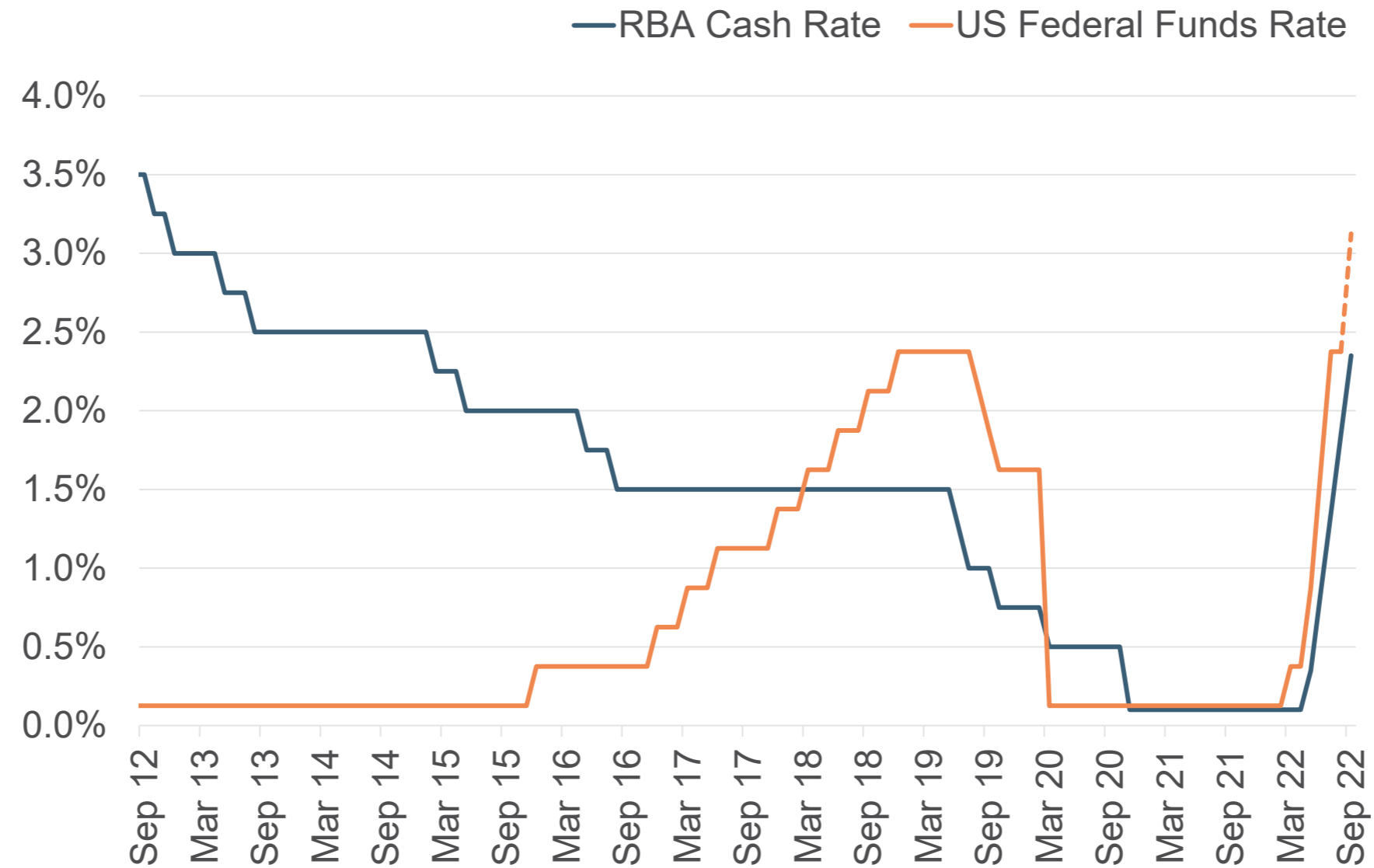
All Stimulants Have Side Effects

Consumer Price Index, Australia



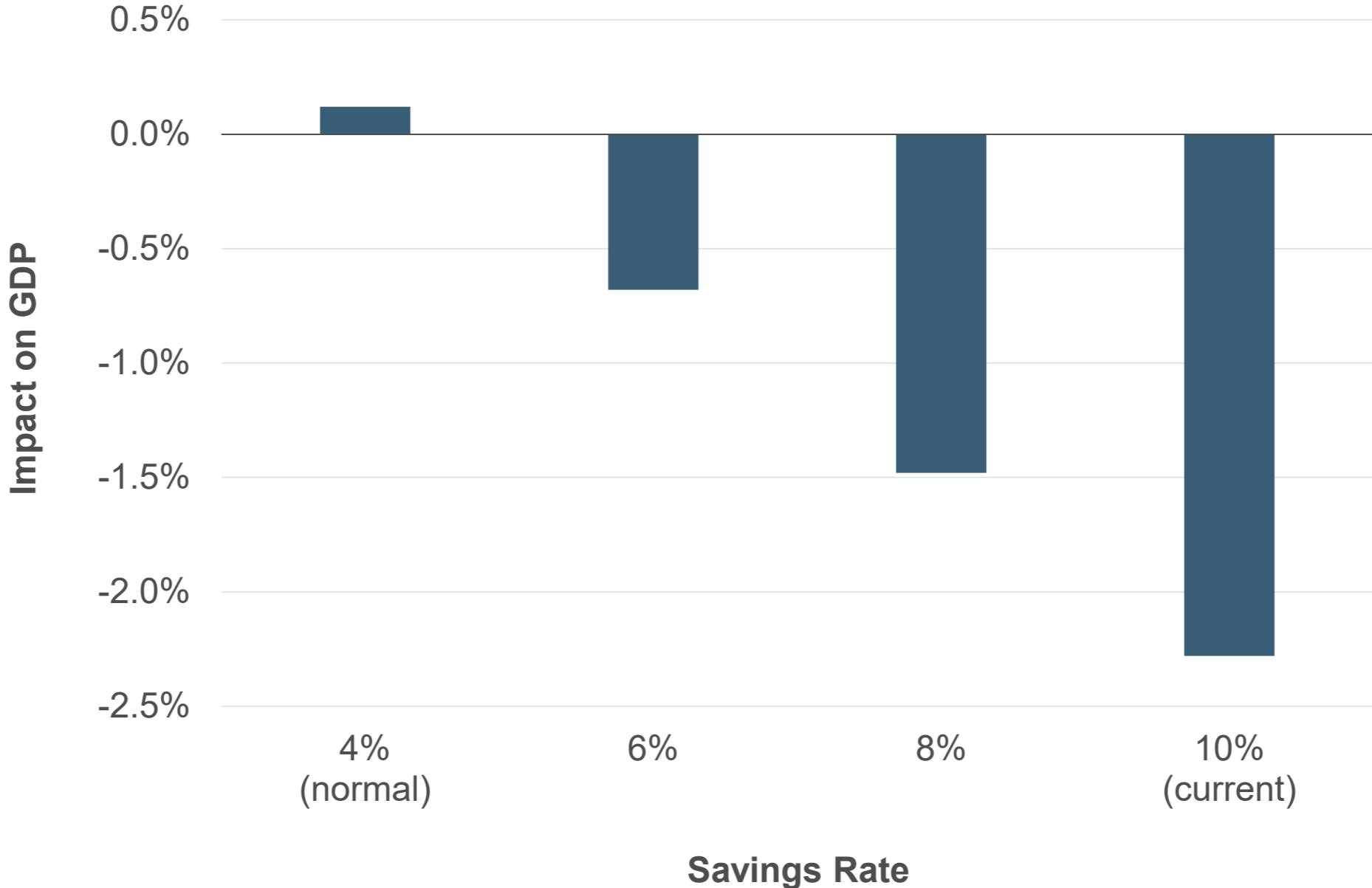
The Comedown

Central Bank Interest Rates



How Hard Could We Land?

GDP impact of expected interest rate rises

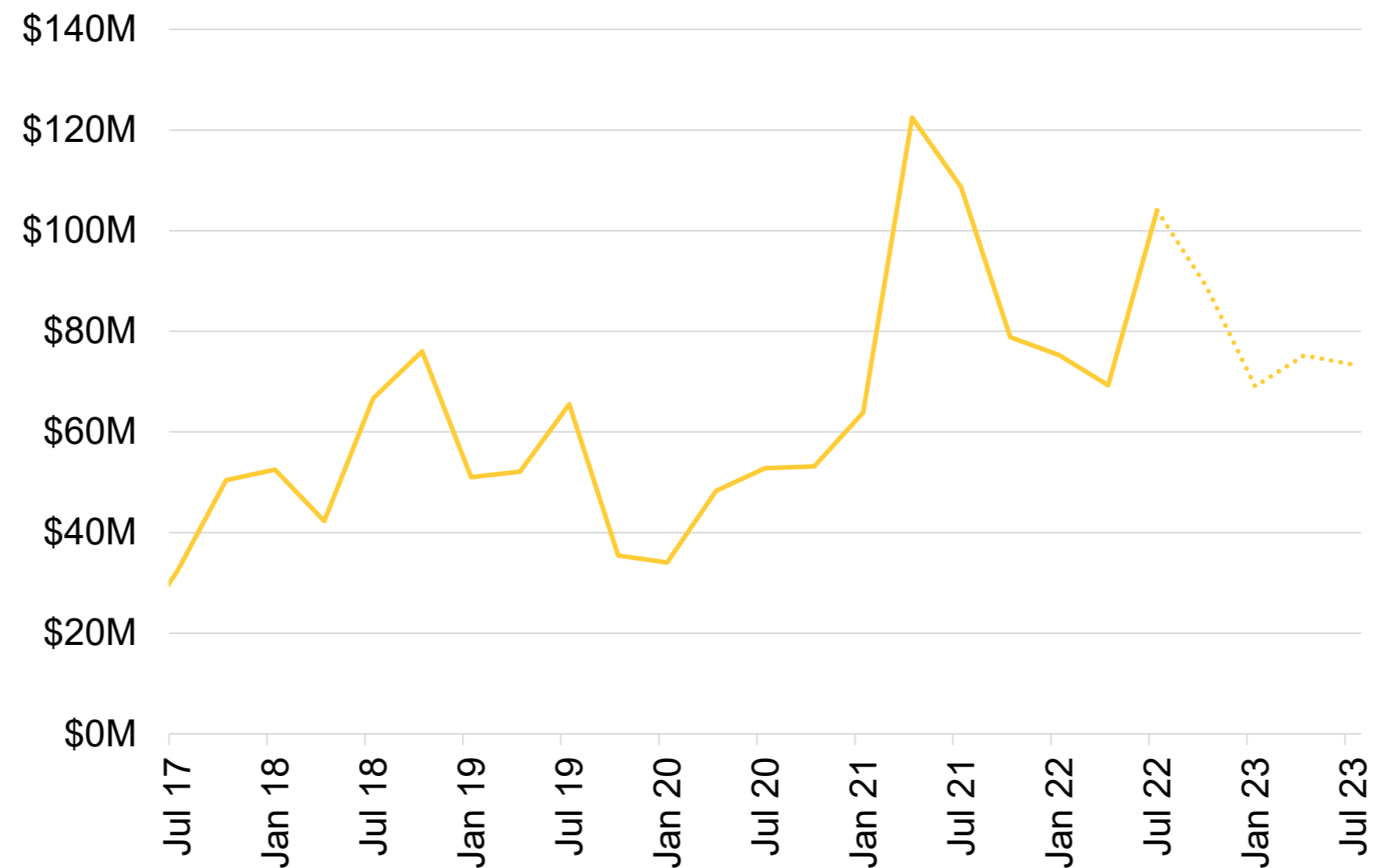


Source: Sobyra

The Construction Outlook

The Boom That Was

Housing Approvals, Qtly, Mackay-Whitsundays

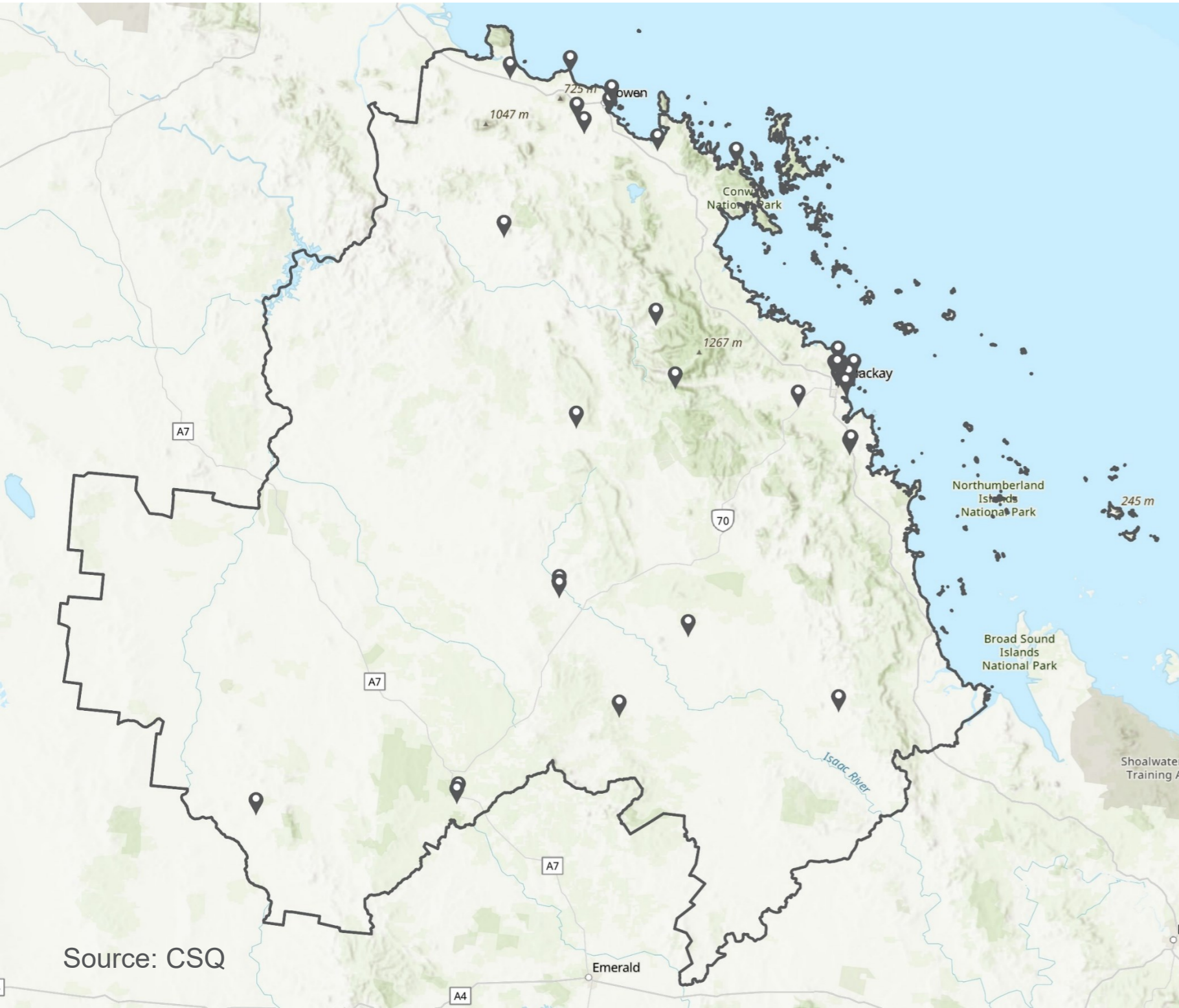


Activity Will Stay Elevated

Housing Pipeline, Qtly, Mackay-Whitsundays

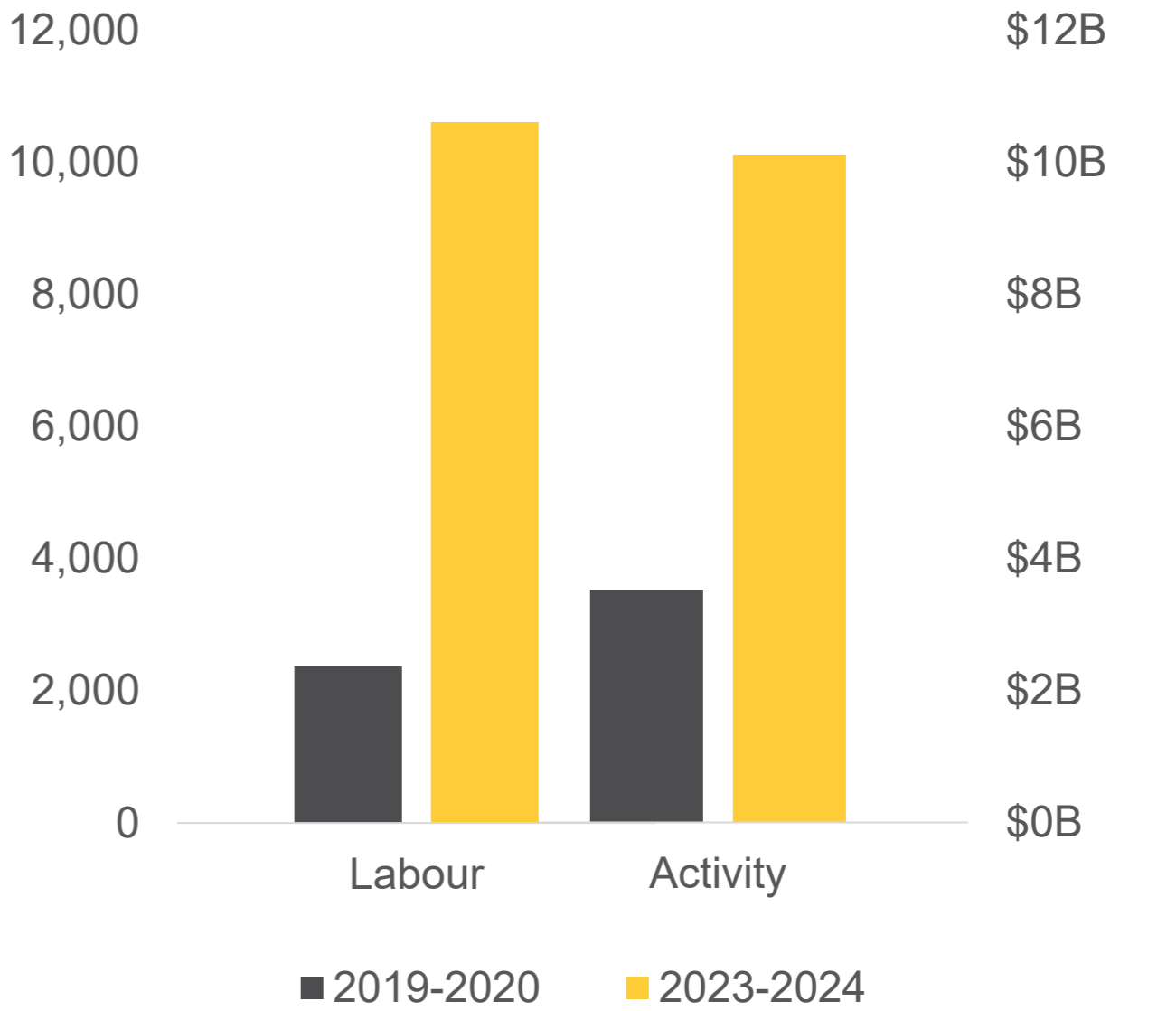


Major Projects Pipeline



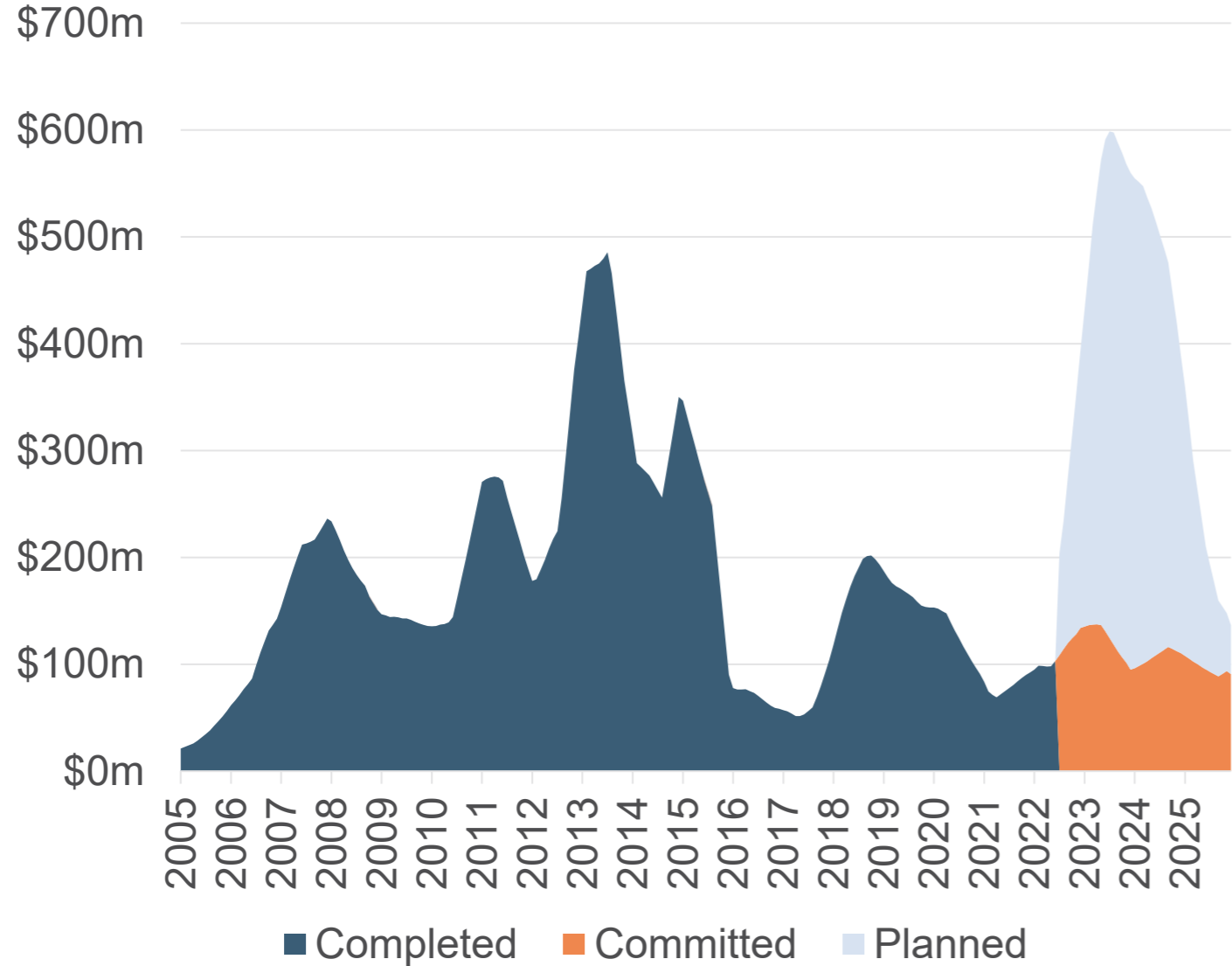
Source: CSQ

Major Projects Pipeline, Mackay-Whitsundays

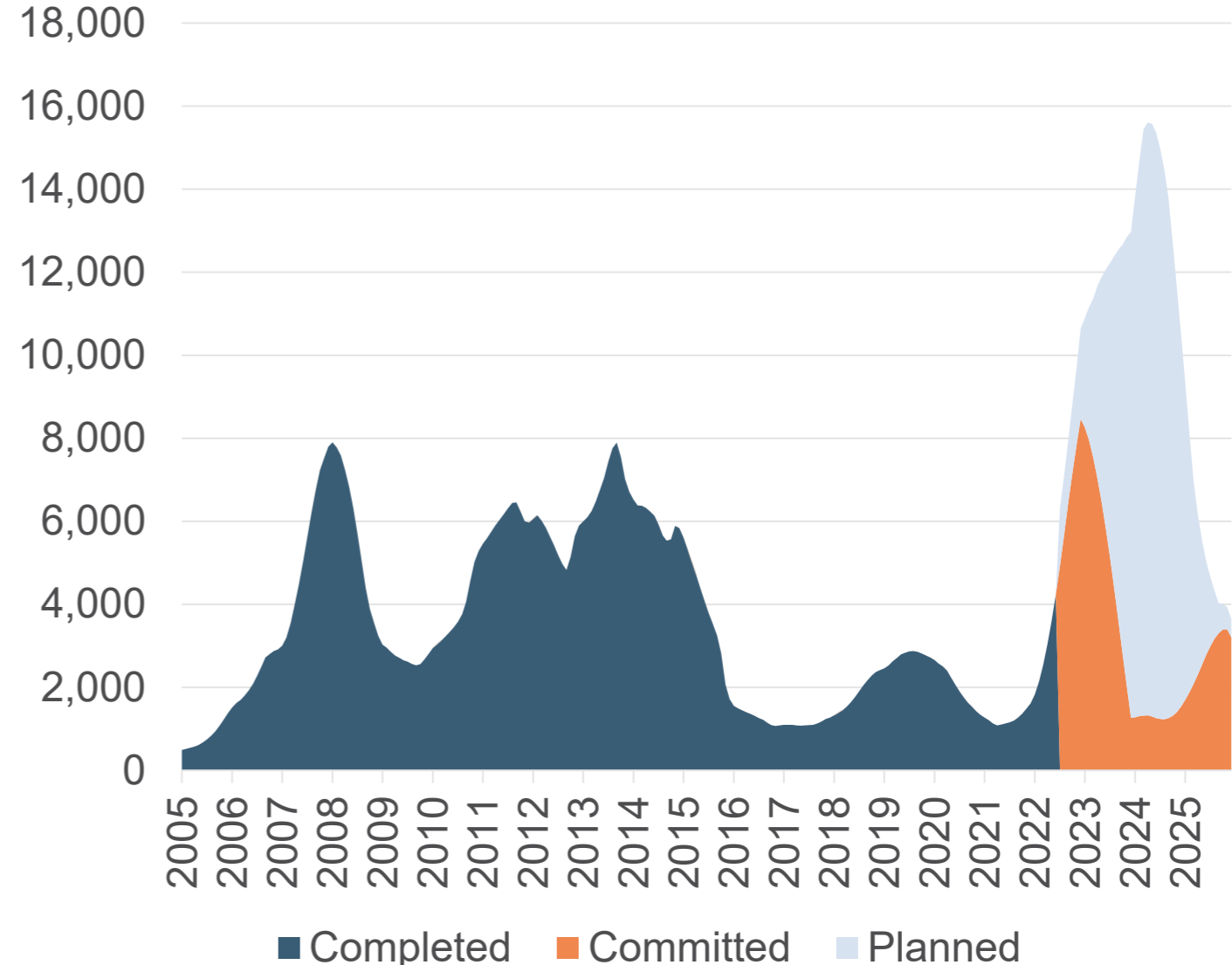


Major Projects Pipeline

Major Project Investment, Mackay-Whitsundays



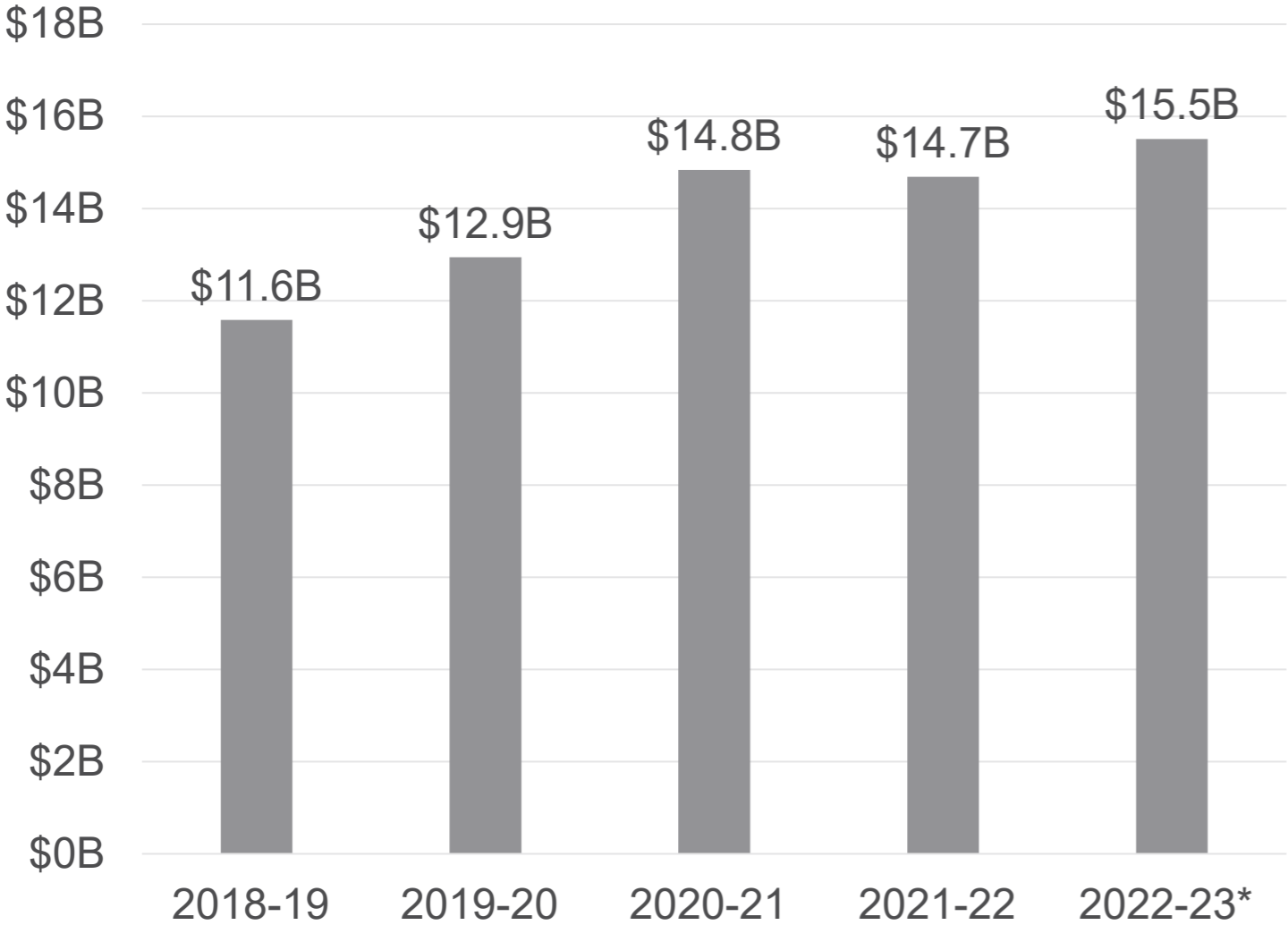
Major Project Labour Demand, Mackay-Whitsundays



Source: CSQ

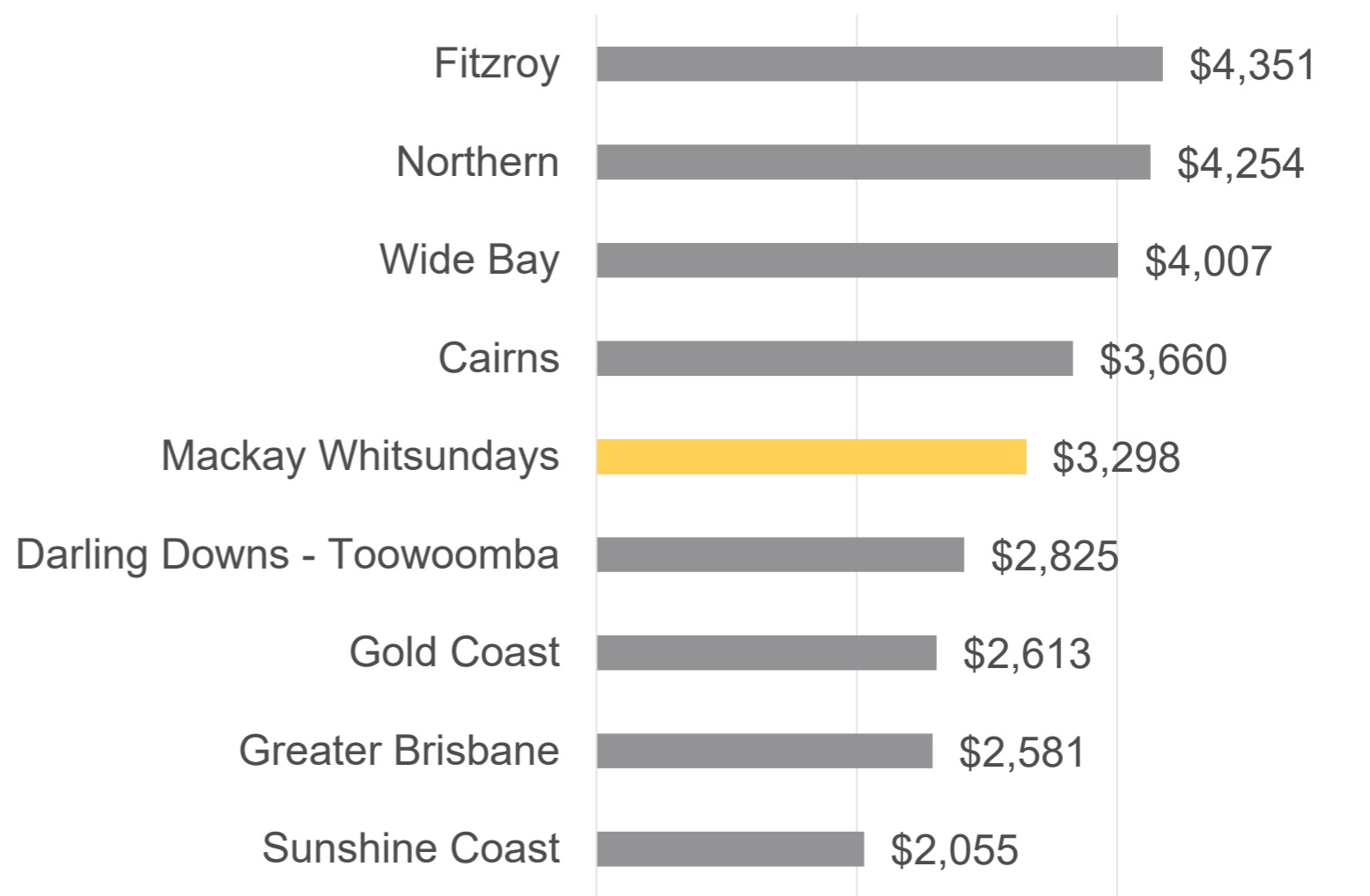
Public Spend A Big Driver

Queensland Government CAPEX

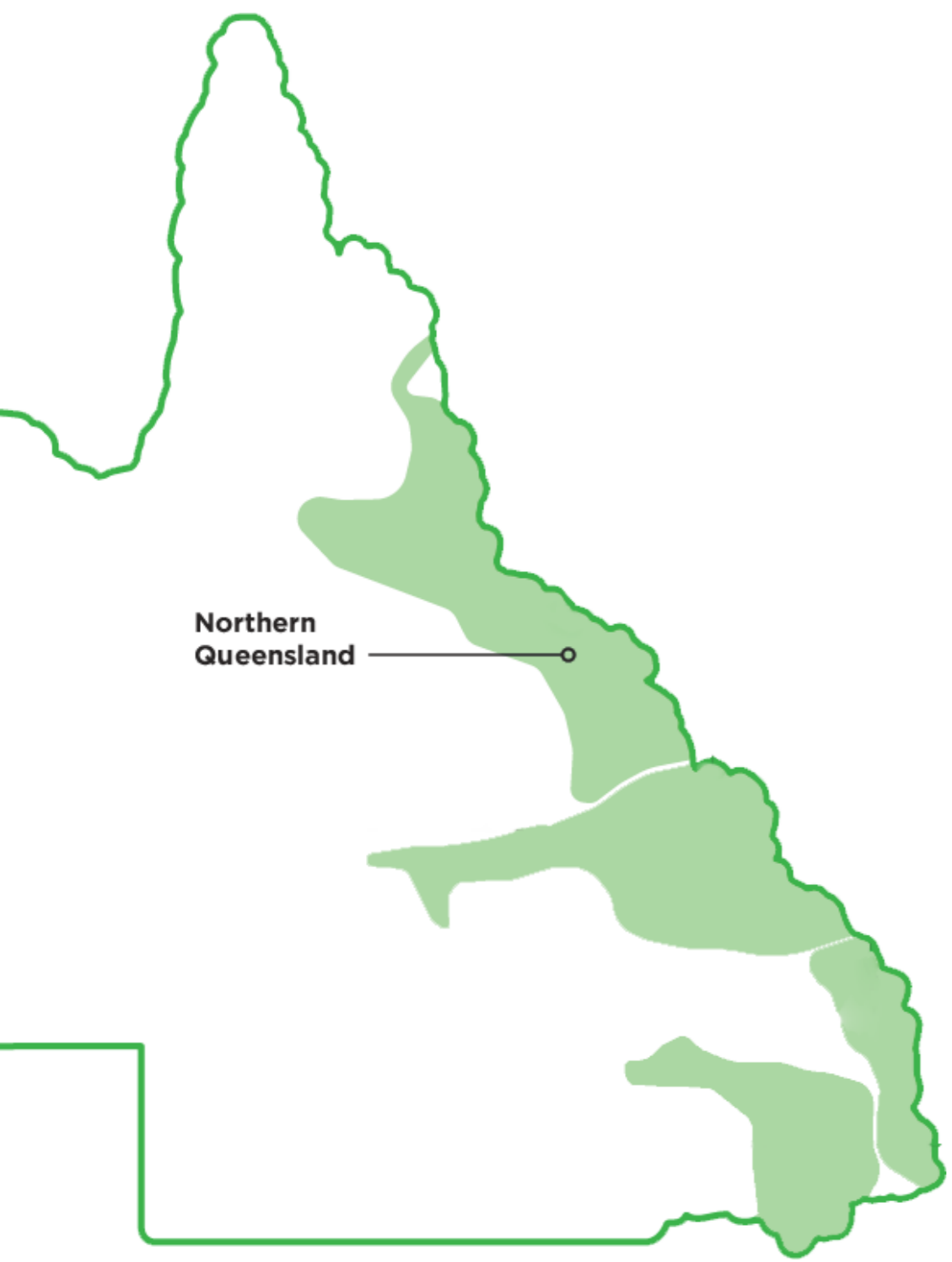


* Budget estimate

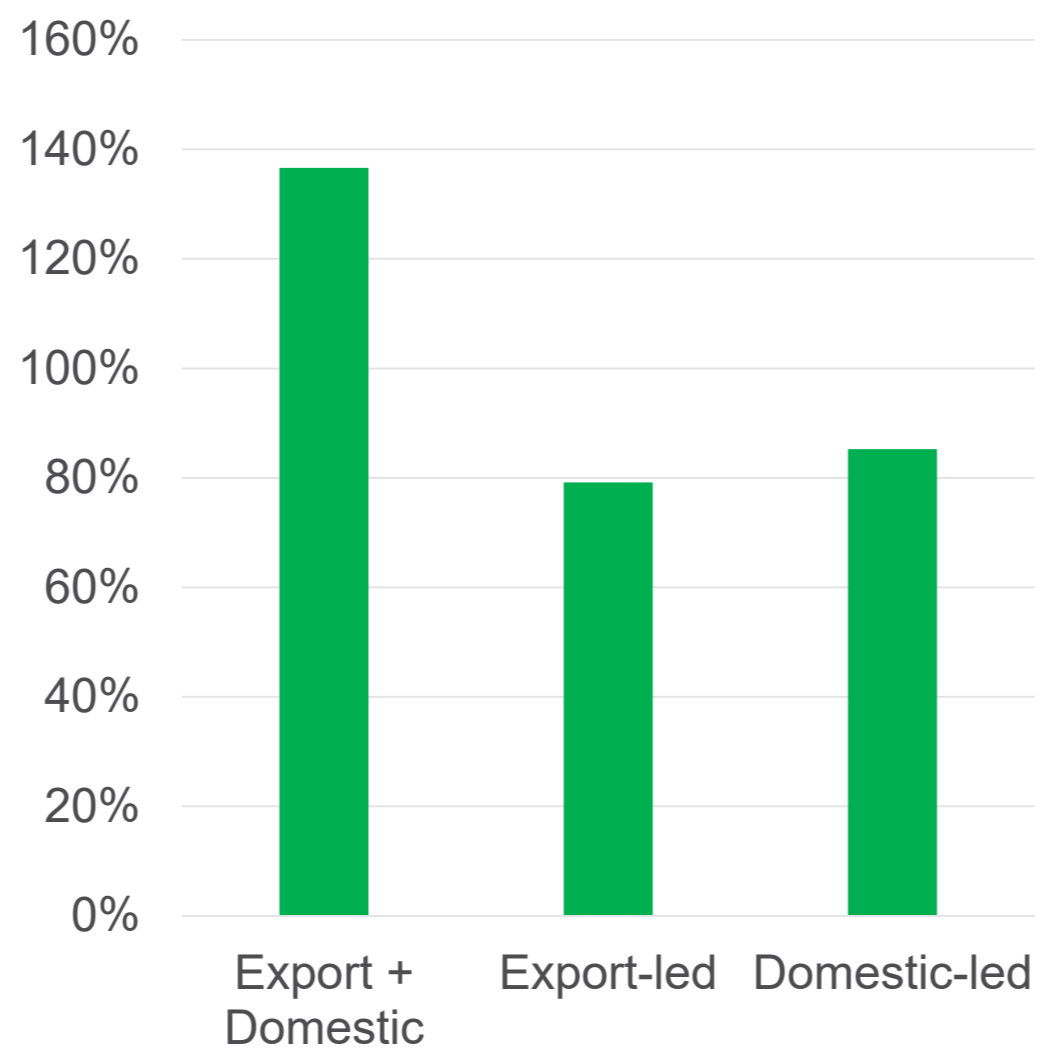
Queensland Government CAPEX per capita, 2022-23



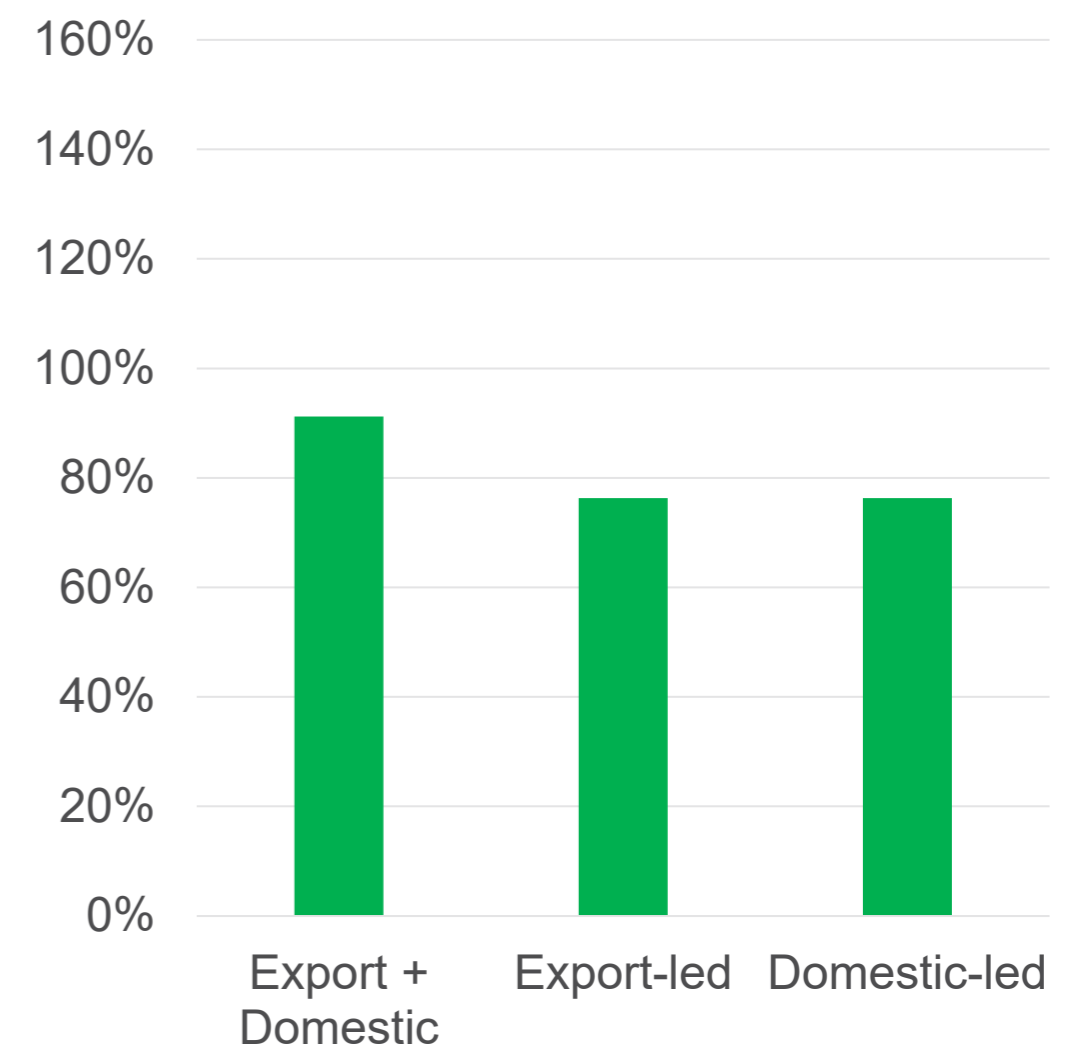
Renewables another big driver



Impacts on construction activity



Impacts on construction labour

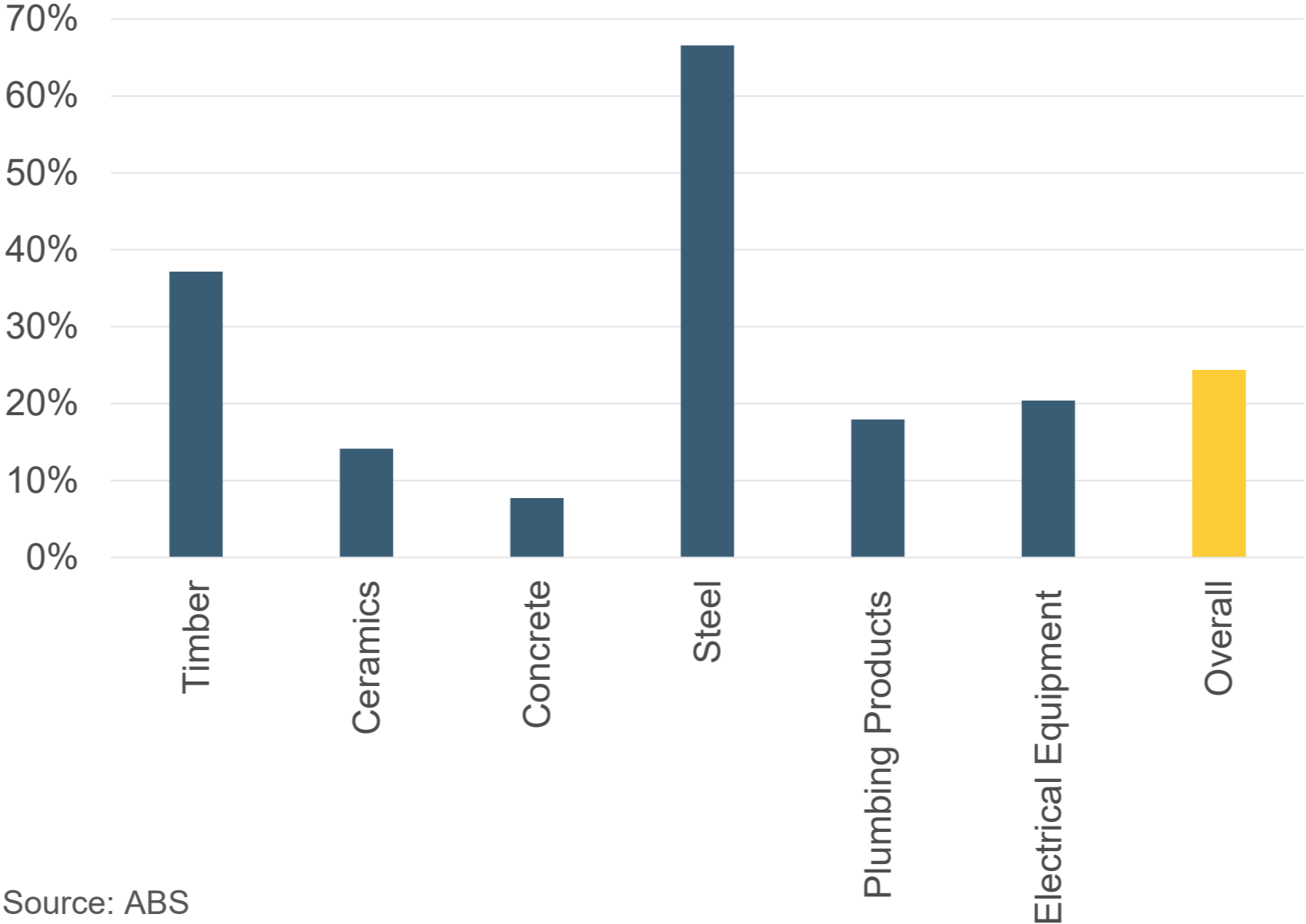


csq.org.au/renewables

Supply-Side Bottlenecks

Material Inflation Has Peaked*

Construction Material Price Rises, Mar '20 – Jun '22

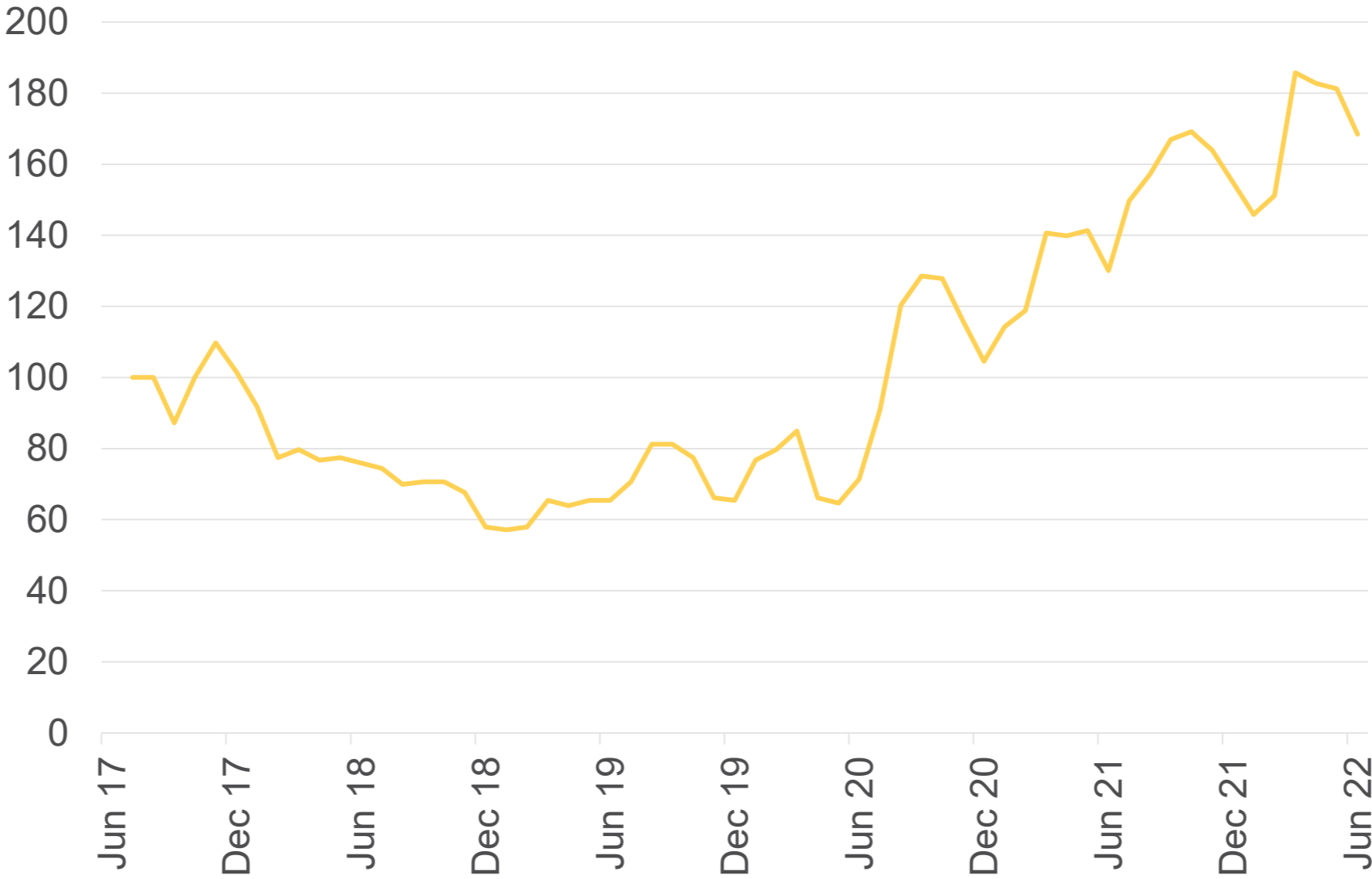


Source: ABS

* Probably

Labour Market Still Tight

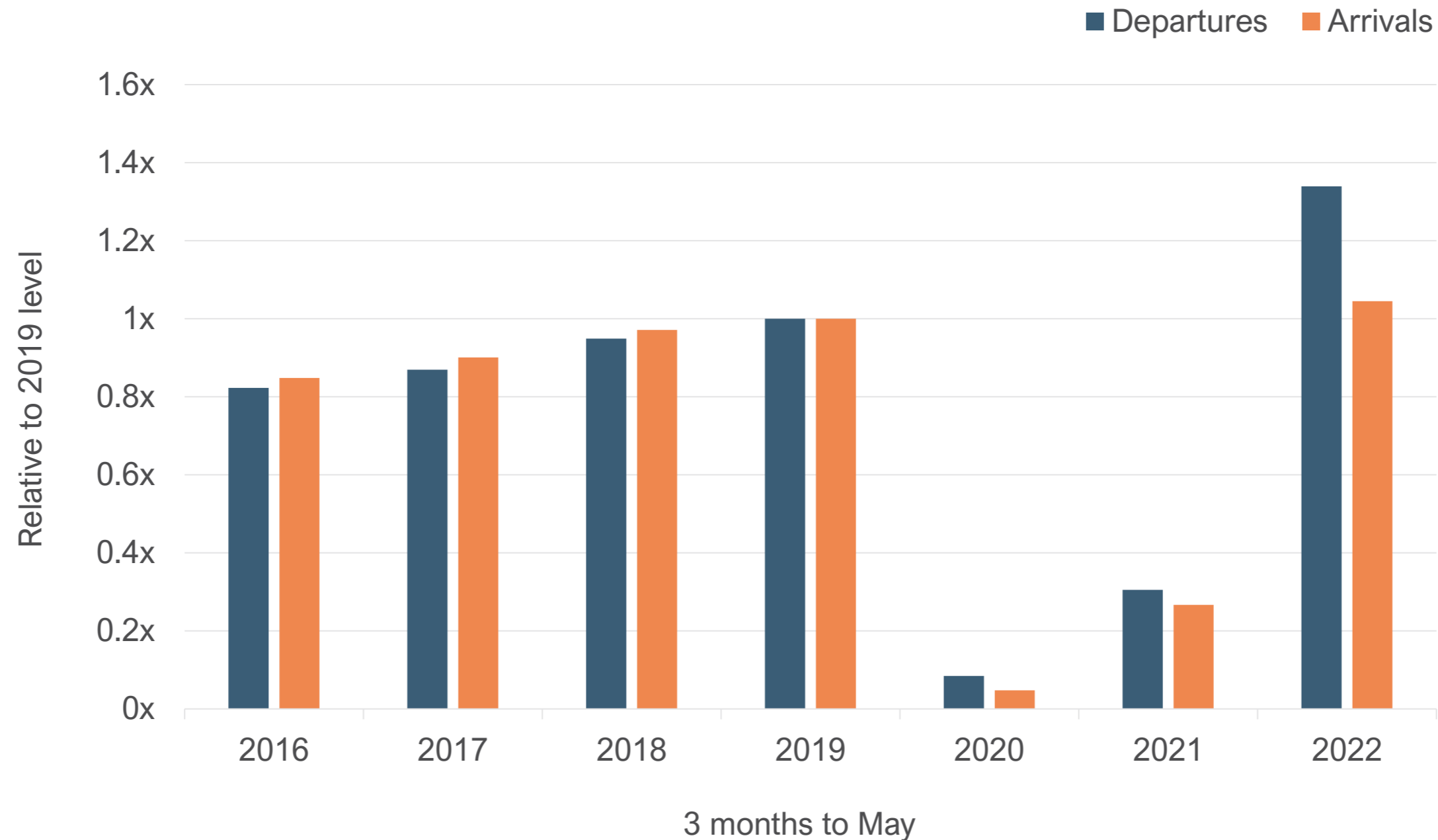
Construction Trade Job Ads, Mackay-Whitsundays (index)



Source: NSC, ABS

The Problem Is *Emigration*

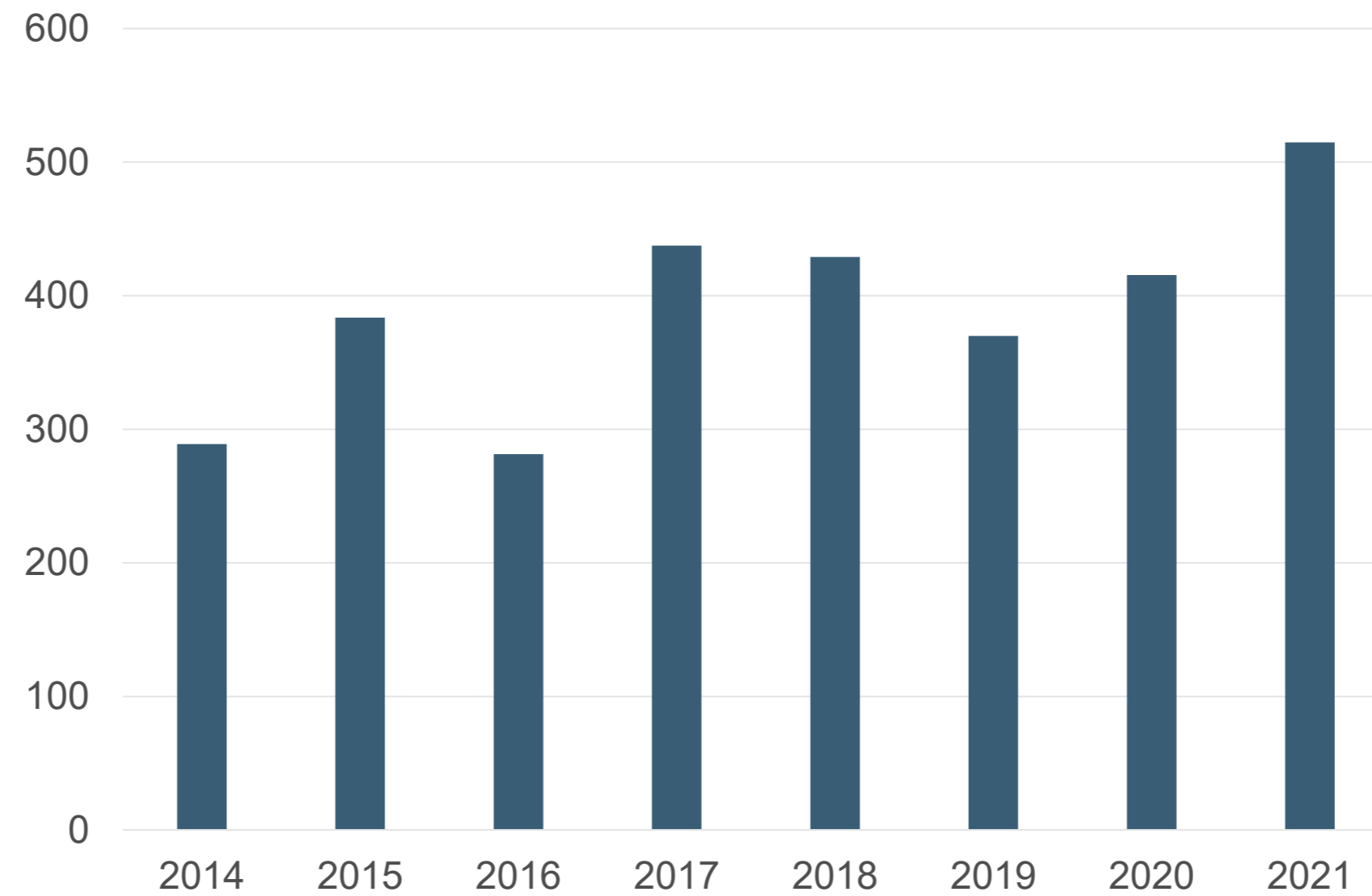
Overseas migration, permanent and long-term, Australia



Source: ABS

A Silver Lining

Construction Apprentice Commencements, Mackay-Whitsundays



Thank You