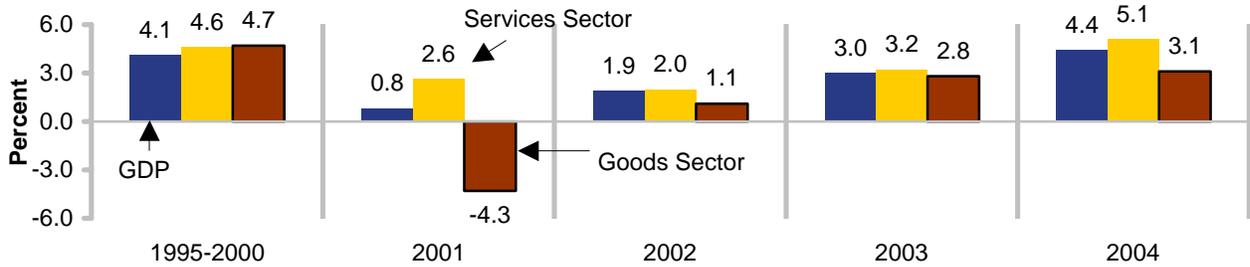




GDP BY INDUSTRY: Expansion in 2004 Led by Broad-Based Growth in Services Sector

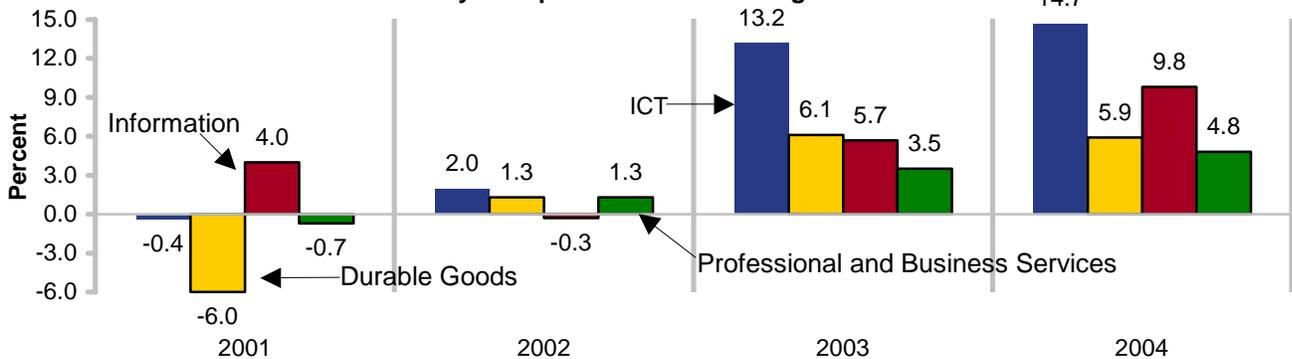
Newly-available data on the industry distribution of growth in GDP show the services sector led the economic expansion in 2004. Manufacturing, within the goods sector, continued its recovery but was outpaced by the services sector.

Annual Percent Changes in Real Value Added



- Real growth in the services sector increased 5.1 percent in 2004, as 7 out of 10 services-sector industry groups grew faster than the 4.4 percent growth in real GDP.
 - The information industry group increased 9.8 percent in 2004 – exceeding its 1995-2000 average annual growth of 8.0 percent. Finance, insurance, real estate, rental and leasing increased 5.6 percent in 2004, and accounted for over 25 percent of real GDP growth.
- Real growth in the goods sector increased 3.1 percent in 2004 after growing 2.8 percent in 2003, as only 1 out of 5 broad goods-sector industry groups grew faster than real GDP.
 - Growth in durable-goods manufacturing industries increased 5.9 percent. These industries accounted for most of the increase in private goods-producing industries in 2004.
- ICT-producing industries increased 14.7 percent. These industries accounted for 13 percent of real GDP growth yet comprised just 4.2 percent of current-dollar GDP in 2004.¹

Annual Percent Changes in Real Value Added for Industry Groups with ICT-Producing Industries



¹Consists of computer and electronic products within durable-goods manufacturing; publishing (includes software) and information and data processing services within information; and computer systems design and related services within professional and business services.

BEA's data—including GDP, personal income, the balance of payments, foreign direct investment, the input-output accounts, and economic data for states, local areas, and industries—are available on its Web site: <www.bea.gov>.

NOTES: These estimates are published for broad industry groups on the 1997 North American Industry Classification System and are prepared using a methodology that differs from the methodology used to prepare the integrated annual industry accounts.