

Palestinian Central Bureau of Statistics

Press Release

For the Gross Domestic Product by Institutional Sector at Current Prices 2001-2002

This Release presents the Gross Domestic Product (GDP) by Institutional Sector at current prices, which gives a coherent overview for the Palestinian economy structure according to the five institutional sectors which are reported in the United Nation's System of National Accounts 1993 (SNA' 93), and these sectors are: Non-Financial Sector, Financial Sector, Government Sector, Non-Profit institutions serving households (NPISH) Sector, and Households Sector.

The **Household Sector** has the highest contribution to GDP 46.9% in 2002, and 42.9% in 2001. which shows the dependence of the Palestinian economy on small projects and family properties. The share of the **Non-Financial enterprises Sector** (which is considered as the second major sector in the Palestinian economy) in GDP declines from 26.5% in 2001 to 22.6% in 2002. **Government sector** contribution to GDP had increased to reach 22.0% and 21.5% in 2001 and 2002 respectively. Meanwhile the percentage contribution to GDP by the **NPISH sector** increased in 2002 to reach 5.1% while it was 4.5% in 2001. finally the **Financial sector** contribution to GDP was 3.9% in 2002 and 4.1% in 2001.

Household sector had contributed with the whole share of agricultural value added, and more than 70.0% of the construction value added as average in 2001,2002. While it contributed by 71.0% to total value added of the whole sale and retail trade activities in 2001,2002. This sector had also a contribution with 94.8% to total value added of real estate, renting and business services in 2002, and 91.7% in 2001. While it has the lowest share to the total value added of education activity (3.0% during the mentioned years).

The **Non-Financial enterprises Sector** contribution to total value added of Mining, manufacturing, electricity and water supply was 50.6% in 2002, while it reached 59.3% in 2001. The share of this sector to Transportation, Storage and Telecommunications activities was 50.6% in 2001, increased to 54.2% in 2002, and it was 100% to the gross value added of public owned enterprises during 2001,2002.

The Government Sector Contribution to GDP increased since the break down of Intifada followed by the Israeli measured. It had contributed with the whole share of public administration and defense. and with 52.7% and 52.6% to the total value added of education during 2001,2002 respectively. Government sector had also contributed to electricity and water supply by 48.4% in 2002 and 37.9% in 2001, and Health and social work activities with a percentage of 33.1% in 2001 and 35.2% in 2002.

The data shows that **the financial enterprises sector** value added declines by 11.8% between 2001 and 2002 in the Palestinian Territory.

And finally the **NPISH Sector**, the contribution of this sector was mainly on education and health, it had contributed to total value added of education by 39.2% in 2002 and 34.5% in 2001, while its contribution to health and social work activities in 2001,2002 was 36.5% and 43.3% respectively.

