

Singapore's GDP Grew by 4.3 Per Cent in the Second Quarter of 2025

14 July 2025. Based on advance estimates¹, the Singapore economy grew by 4.3 per cent on a year-on-year basis in the second quarter of 2025, extending the 4.1 per cent growth in the previous quarter. On a quarter-on-quarter seasonally-adjusted basis, the economy expanded by 1.4 per cent, a turnaround from the 0.5 per cent contraction in the first quarter of 2025.

For the first half of 2025 as a whole, GDP growth averaged 4.2 per cent year-on-year. Looking forward, there remain significant uncertainty and downside risks in the global economy in the second half of 2025 given the lack of clarity over the tariff policies of the US.

Gross Domestic Product in Chained (2015) Dollars

	2Q24	3Q24	4Q24	2024	1Q25	2Q25*
Percentage change over corresponding period of previous year						
Overall GDP	3.4	5.7	5.0	4.4	4.1	4.3
Goods Producing Industries	0.7	9.8	6.5	4.2	4.3	5.0
Manufacturing	-0.6	11.2	7.4	4.3	4.4	5.5
Construction	5.8	5.6	4.4	4.5	5.1	4.9
Services Producing Industries	4.1	4.4	4.6	4.4	3.7	4.1
Wholesale & Retail Trade and Transportation & Storage	4.4	6.0	5.6	5.0	4.6	4.8
Information & Communications, Finance & Insurance and Professional Services	5.9	4.2	4.4	5.2	3.7	3.8
Accommodation & Food Services, Real Estate, Administrative & Support Services and Other Services	1.4	1.8	2.5	2.1	2.3	3.4

¹ The advance GDP estimates for the second quarter of 2025 are computed largely from data in the first two months of the quarter (i.e., April and May 2025). They are intended as an early indication of GDP growth in the quarter and are subject to revision when more comprehensive data become available.

	2Q24	3Q24	4Q24	2024	1Q25	2Q25*
Quarter-on-quarter growth rate, seasonally-adjusted						
Overall GDP	1.1	3.0	0.5	4.4	-0.5	1.4
Goods Producing Industries	0.2	9.0	0.0	4.2	-4.4	0.9
Manufacturing	-0.9	11.7	0.0	4.3	-5.5	0.1
Construction	5.1	1.9	0.3	4.5	-1.8	4.4
Services Producing Industries	1.0	1.2	0.9	4.4	0.6	1.4
Wholesale & Retail Trade and Transportation & Storage	2.8	1.1	-0.1	5.0	0.8	2.7
Information & Communications, Finance & Insurance and Professional Services	1.2	1.2	5.9	5.2	-4.4	1.3
Accommodation & Food Services, Real Estate, Administrative & Support Services and Other Services	-0.5	1.2	0.3	2.1	1.2	0.7

*Advance estimates

Sectoral Performance in Second Quarter 2025

The manufacturing sector grew by 5.5 per cent year-on-year in the second quarter of 2025, faster than the 4.4 per cent expansion in the previous quarter. Growth was driven by output expansions across all clusters, except for the chemicals and general manufacturing clusters. On a quarter-on-quarter seasonally-adjusted basis, the sector grew by 0.1 per cent, a reversal from the 5.5 per cent contraction in the first quarter.

The construction sector expanded by 4.9 per cent year-on-year in the second quarter, easing slightly from the 5.1 per cent growth in the preceding quarter. Growth during the quarter was supported by an increase in public sector construction output. On a quarter-on-quarter seasonally-adjusted basis, the sector posted growth of 4.4 per cent, reversing the 1.8 per cent contraction in the previous quarter.

Among the services sectors, the wholesale & retail trade and transportation & storage sectors collectively grew by 4.8 per cent year-on-year in the second quarter, extending the 4.6 per cent growth in the previous quarter. All sectors within the group expanded during the quarter. Growth in the transportation & storage sector was mainly driven by the water transport segment, while that in the wholesale trade sector was led by the machinery, equipment & supplies segment. These segments were in turn partly boosted by front-loading activities in the region ahead of the expiration of the 90-day pause in the US' reciprocal tariffs. Meanwhile, the retail trade sector expanded on account of higher sales volumes in both the motor vehicle and non-motor vehicle segments. On a quarter-on-quarter seasonally-adjusted basis, growth in the wholesale & retail trade and transportation & storage sectors as a whole picked up to 2.7 per cent, from 0.8 per cent in the first quarter.

The group of sectors comprising the information & communications, finance & insurance and professional services sectors expanded by 3.8 per cent year-on-year in the second quarter, following the 3.7 per cent growth in the previous quarter. All sectors within the group grew during the quarter. Growth in the information & communications sector was supported by continued strong demand for IT and digital solutions, while that in the professional services sector was led by the head offices & business representative offices segment. At the same time, growth in the finance & insurance sector was largely driven by banking activities, as well as activities auxiliary to financial activities. On a quarter-on-quarter seasonally-adjusted basis, this group of sectors grew by 1.3 per cent, a turnaround from the 4.4 per cent contraction in the first quarter.

Growth of the remaining group of services sectors (i.e., accommodation & food services, real estate, administrative & support services and other services sectors) came in at 3.4 per cent year-on-year in the second quarter, faster than the 2.3 per cent growth in the preceding quarter. All sectors within the group posted expansions during the quarter. In particular, growth in the accommodation sector was supported by the year-on-year increase in international visitor arrivals. On a quarter-on-quarter seasonally-adjusted basis, the sectors in the group collectively expanded by 0.7 per cent, moderating from the 1.2 per cent growth in the first quarter.

The preliminary GDP estimates for the second quarter of 2025, including performance by sectors, sources of growth, inflation, employment and productivity, will be released in the *Economic Survey of Singapore* in August 2025.

MINISTRY OF TRADE AND INDUSTRY
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