Singapore's GDP Grew by 5.7 Per Cent in the Second Quarter of 2026

14 July 2026. Based on advance estimates[1], the Singapore economy grew by 5.7 per cent on a year-on-year basis in the second quarter of 2026, easing from the 6.3 per cent growth in the previous quarter. On a quarter-on-quarter seasonally-adjusted basis, the economy expanded by 1.1 per cent, extending the 1.3 per cent growth in the first quarter.

Gross Domestic Product in Chained (2015) Dollars

	2Q25	3Q25	4Q25	2025	1Q26	**2Q26***
Percentage change over corresponding period of previous year						
Overall GDP	5.4	4.5	5.7	5.0	6.3	**5.7**
Goods Producing Industries	9.0	4.5	9.6	7.6	8.4	**10.4**
Manufacturing	10.5	4.6	11.4	8.7	8.0	**12.2**
Construction	6.6	5.6	4.6	5.2	12.9	**6.2**
Services Producing Industries	4.5	4.3	4.8	4.3	6.2	**4.6**
Wholesale & Retail Trade and Transportation & Storage	5.1	4.4	6.8	5.0	9.3	**6.3**
Information & Communications, Finance & Insurance and Professional Services	4.1	4.6	3.7	4.2	4.5	**3.9**
Accommodation & Food Services, Real Estate, Administrative & Support Services and Other Services Industries	3.8	3.6	2.9	3.1	3.2	**2.7**

[1] The advance GDP estimates for the second quarter of 2026 are computed largely from data in the first two months of the quarter (i.e., April and May 2026). They are intended as an early indication of GDP growth in the quarter and are subject to revision when more comprehensive data become available.

	2Q25	3Q25	4Q25	2025	1Q26	**2Q26***
Quarter-on-quarter growth rate, seasonally-adjusted						
Overall GDP	1.8	1.9	1.3	5.0	1.3	**1.1**
Goods Producing Industries	1.7	3.6	3.3	7.6	-0.3	**3.7**
Manufacturing	1.2	4.5	4.5	8.7	-2.2	**5.3**
Construction	4.8	0.6	0.2	5.2	7.4	**-2.1**
Services Producing Industries	1.9	1.2	1.0	4.3	2.0	**0.3**
Wholesale & Retail Trade and Transportation & Storage	2.7	1.1	1.8	5.0	3.5	**-0.3**
Information & Communications, Finance & Insurance and Professional Services	2.3	1.2	4.6	4.2	-3.5	**1.7**
Accommodation & Food Services, Real Estate, Administrative & Support Services and Other Services Industries	1.7	0.9	-0.4	3.1	1.0	**1.2**

*Advance estimates

<u>Sectoral Performance in Second Quarter 2026</u>

The manufacturing sector grew robustly by 12.2 per cent year-on-year in the second quarter of 2026, accelerating from the 8.0 per cent expansion in the previous quarter. Growth during the quarter was largely driven by output increases in the electronics and precision engineering clusters on account of strong AI-related demand for semiconductors and semiconductor manufacturing equipment respectively. On the other hand, the chemicals and biomedical manufacturing clusters contracted, with the former due to feedstock disruptions arising from the conflict in the Middle East. On a quarter-on-quarter seasonally-adjusted basis, the manufacturing sector grew by 5.3 per cent, a turnaround from the 2.2 per cent contraction in the first quarter.

The construction sector expanded by 6.2 per cent year-on-year in the second quarter, slower than the 12.9 per cent growth in the preceding quarter. Growth during the quarter was supported by an increase in both public and private sector construction output. On a quarter-on-quarter seasonally-adjusted basis, the sector contracted by 2.1 per cent, a pullback from the 7.4 per cent growth in the previous quarter.

Among the services sectors, the wholesale & retail trade and transportation & storage sectors collectively grew by 6.3 per cent year-on-year in the second quarter, moderating from the 9.3 per cent growth in the previous quarter. All sectors within the group expanded during the quarter. Growth in the wholesale trade sector was driven by the machinery, equipment & supplies segment, which grew in line with strong electronics exports growth over the same period. Meanwhile, growth in the transportation & storage sector was led by the water transport segment. On a quarter-on-quarter seasonally-adjusted basis, the wholesale & retail trade and transportation & storage sectors shrank by 0.3 per cent as a group, a reversal from the 3.5 per cent growth in the first quarter.

The group of sectors comprising the information & communications, finance & insurance and professional services sectors expanded by 3.9 per cent year-on-year in the second quarter, extending the 4.5 per cent growth in the previous quarter. All sectors within the group grew during the quarter. Growth in the information & communications sector was bolstered by continued strong demand for IT and digital solutions, while that in the professional services sector was supported by the architectural & engineering, technical testing & analysis services segment. Meanwhile, growth in the finance & insurance sector was largely driven by the banking and insurance segments. On a quarter-on-quarter seasonally-adjusted basis, this group of sectors grew by 1.7 per cent, a turnaround from the 3.5 per cent contraction in the preceding quarter.

Growth of the remaining group of services sectors (i.e., accommodation & food services, real estate, administrative & support services and other services industries sectors) came in at 2.7 per cent year-on-year in the second quarter, easing from the 3.2 per cent growth in the preceding quarter. All sectors within the group registered growth during the quarter, except for the food & beverage services sector. In particular, the real estate sector expanded on the back of steady growth in developer activities. At the same time, growth of the other services industries including health & social services and education remained resilient. On a quarter-on-quarter seasonally-adjusted basis, the sectors in the group collectively expanded at a slightly faster pace of 1.2 per cent compared to the 1.0 per cent growth in the first quarter.

The preliminary GDP estimates for the second quarter of 2026, including performance by sectors, sources of growth, inflation, employment and productivity, will be released in the *Economic Survey of Singapore* in August 2026.

MINISTRY OF TRADE AND INDUSTRY
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