

Federal Budget Fast Facts. The China perspective.



There are not many impacts specific to China, but the changes that have come through should strengthen and enhance an already strong relationship.

The key takeouts are:

- The Budget forecast economic growth in 2016 to be 2.5%, the highest amongst OECD countries. Inflation is forecast to be around 2.25%, providing the backdrop for an above average return for investments into Australia
- The Australian Government is targeting unemployment to fall over the next 4 years to 5.5%. Initiatives to support this goal will be favourable into service industries, like tourism
- Proposed infrastructure spending, including the Melbourne to Brisbane Rail project, will present opportunities for large Chinese companies to participate in the development
- Major spending in rural and regional industries will enhance the competitiveness of agricultural produce from Australia
- A proposed additional diplomat is to be established in China which should enhance investment in both Australia and China.

What does this mean for you:

The Budget provides further opportunities for Chinese investments into industries such as tourism, infrastructure and agriculture. Australia continues to be a stable economy with significant opportunity for Chinese investment.

ShineWing Australia
Budget Rating:

Doesn't
add up.

Too
taxing.

Nice work
Scott.

