

PROSPECTS FOR AUSTRALIA'S TRAVEL & TOURISM ECONOMY

Sarah Hunter, Head of Australia Macroeconomics

2nd August 2017

ABOUT BIS OXFORD ECONOMICS

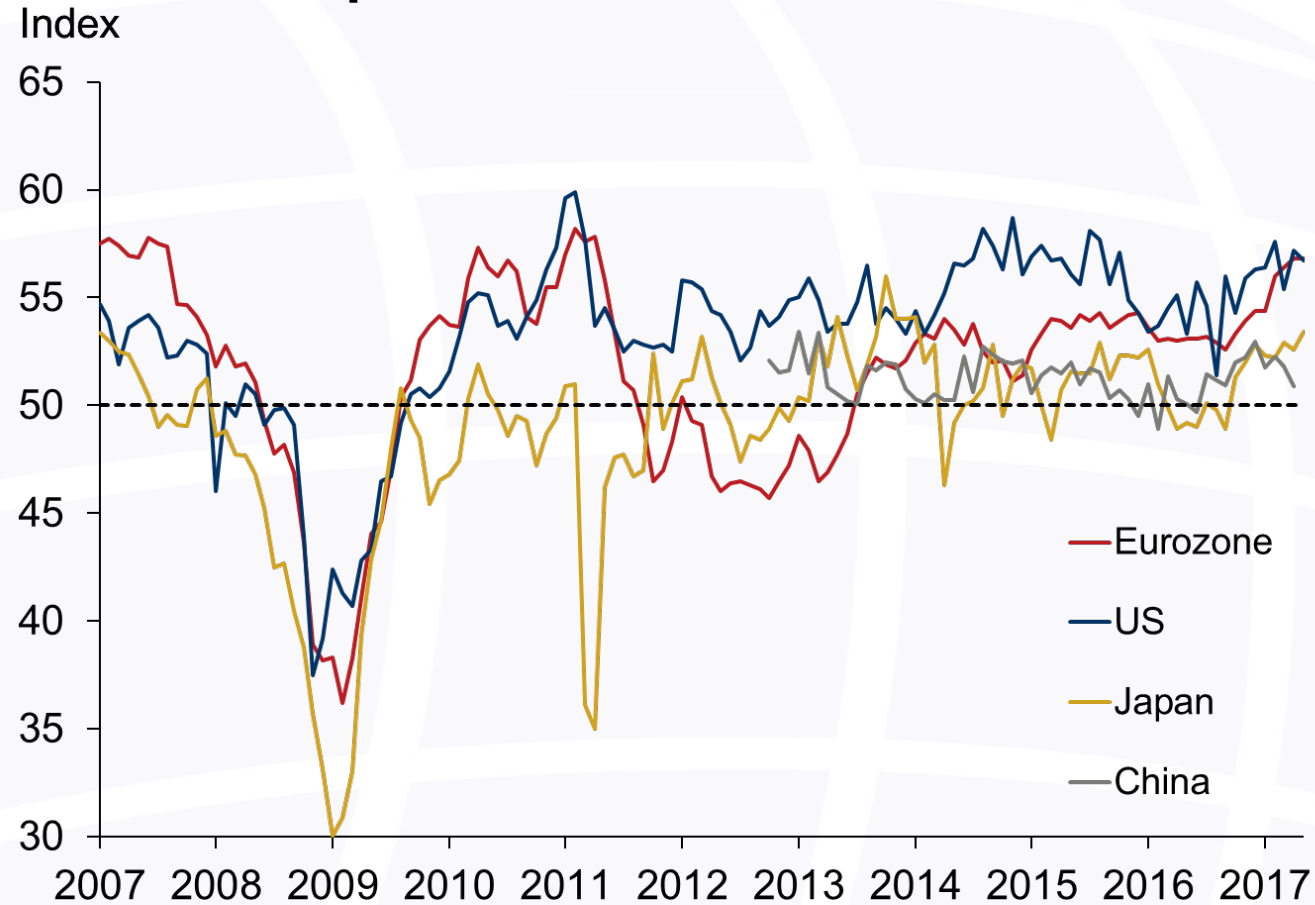
- World leader in global forecasting and quantitative analysis. Over 1,200 clients across international corporations, financial institutions, government organisations and universities.
- Founded in 1981 as a commercial venture with Oxford University's business college, Oxford Economics is now a leading independent economic consultancy. Recently acquired BIS Sharpnel, to create BIS Oxford Economics in Australia.
- Headquartered in Oxford, with a staff of 350 (including 200 economists)
- Our best-of-class global economic and industry models and analytical tools give us an unparalleled ability to forecast external market trends and assess their economic, social and business impact.





TRADE DRIVING PICK-UP IN MOMENTUM

World: Composite PMIs

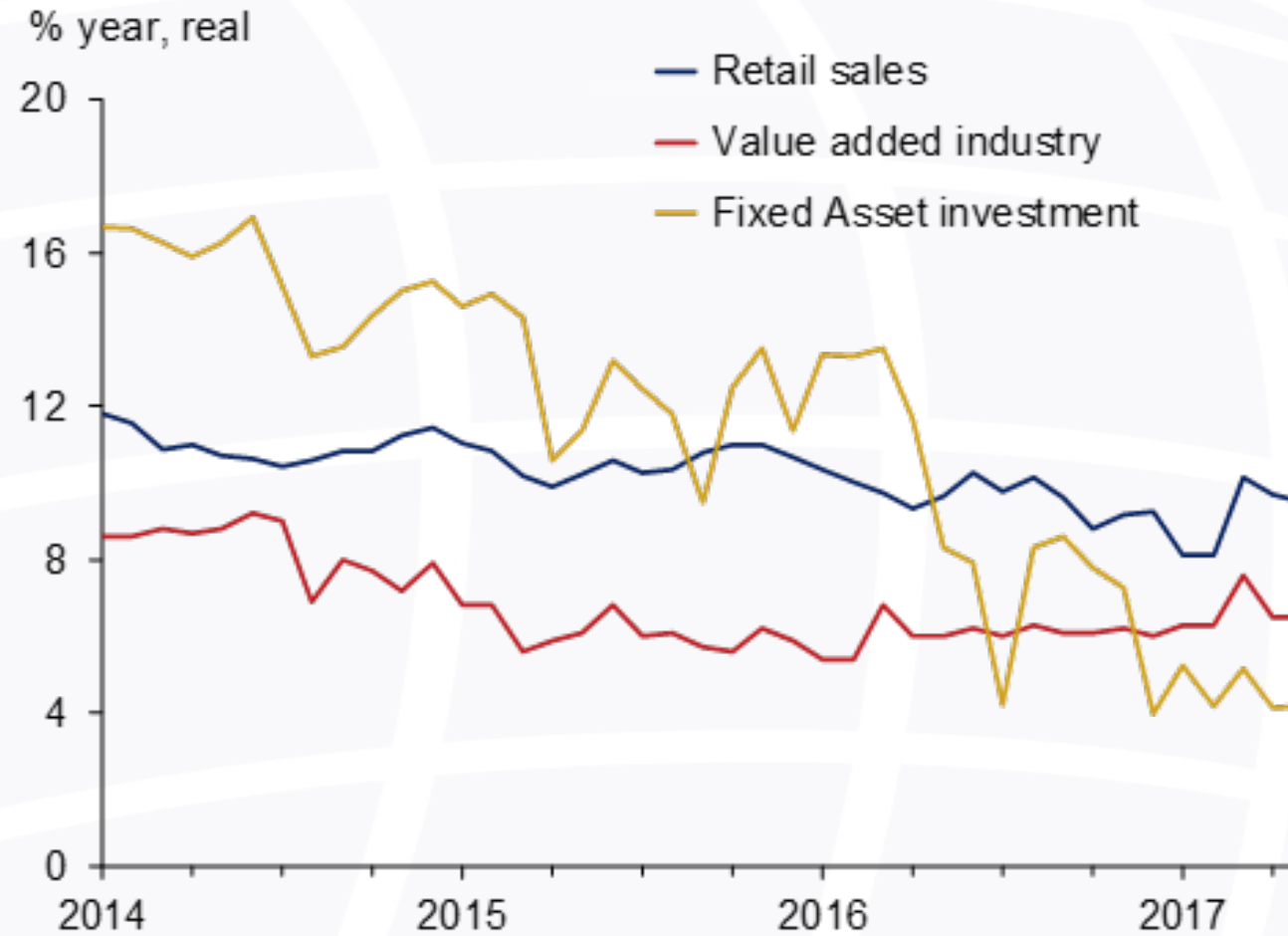


Source : Oxford Economics/PMI



CHINA STRONGER THAN EXPECTED IN 2017

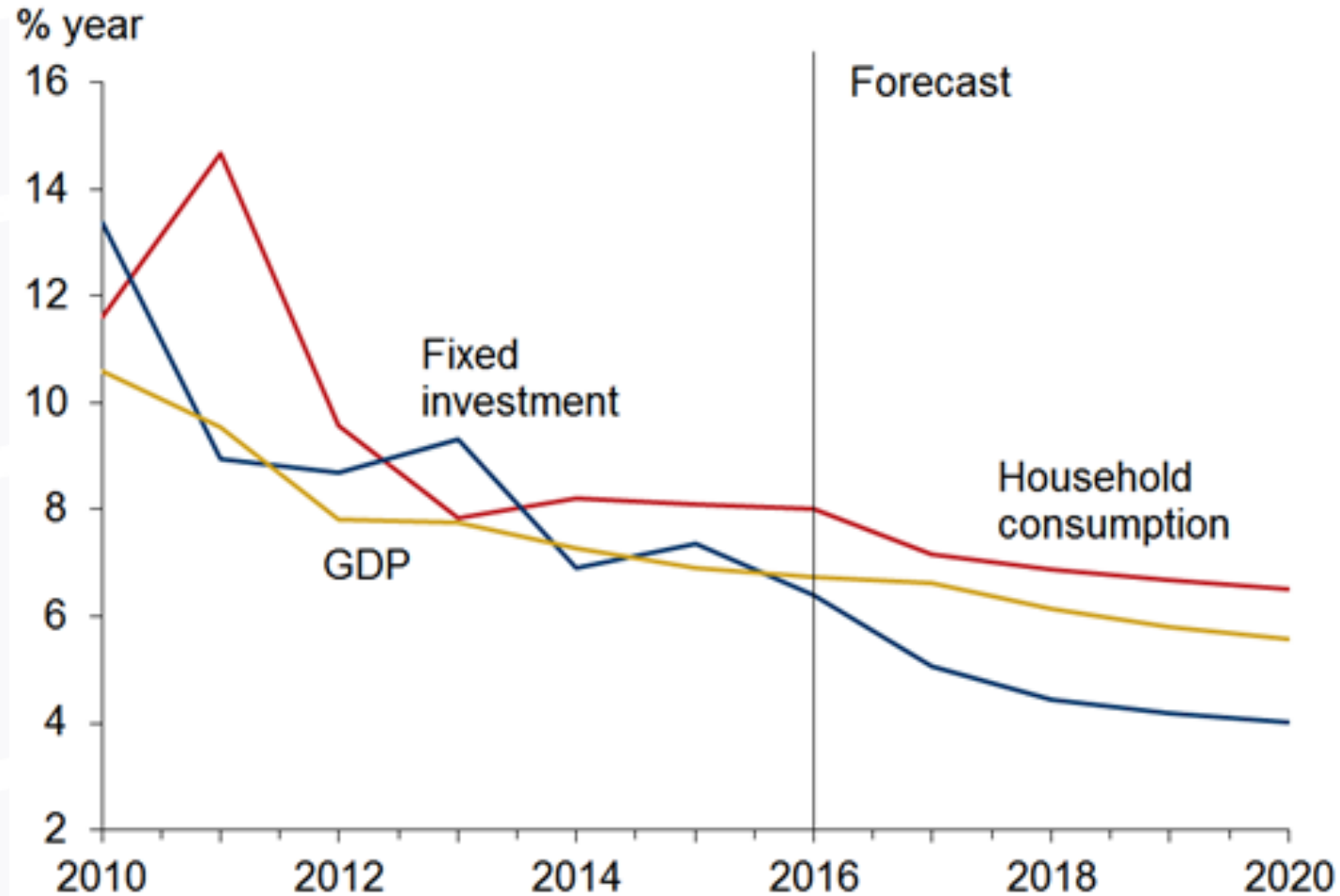
China: Key cyclical indicators



Source: Oxford Economics/Haver Analytics



China: Real consumption and investment

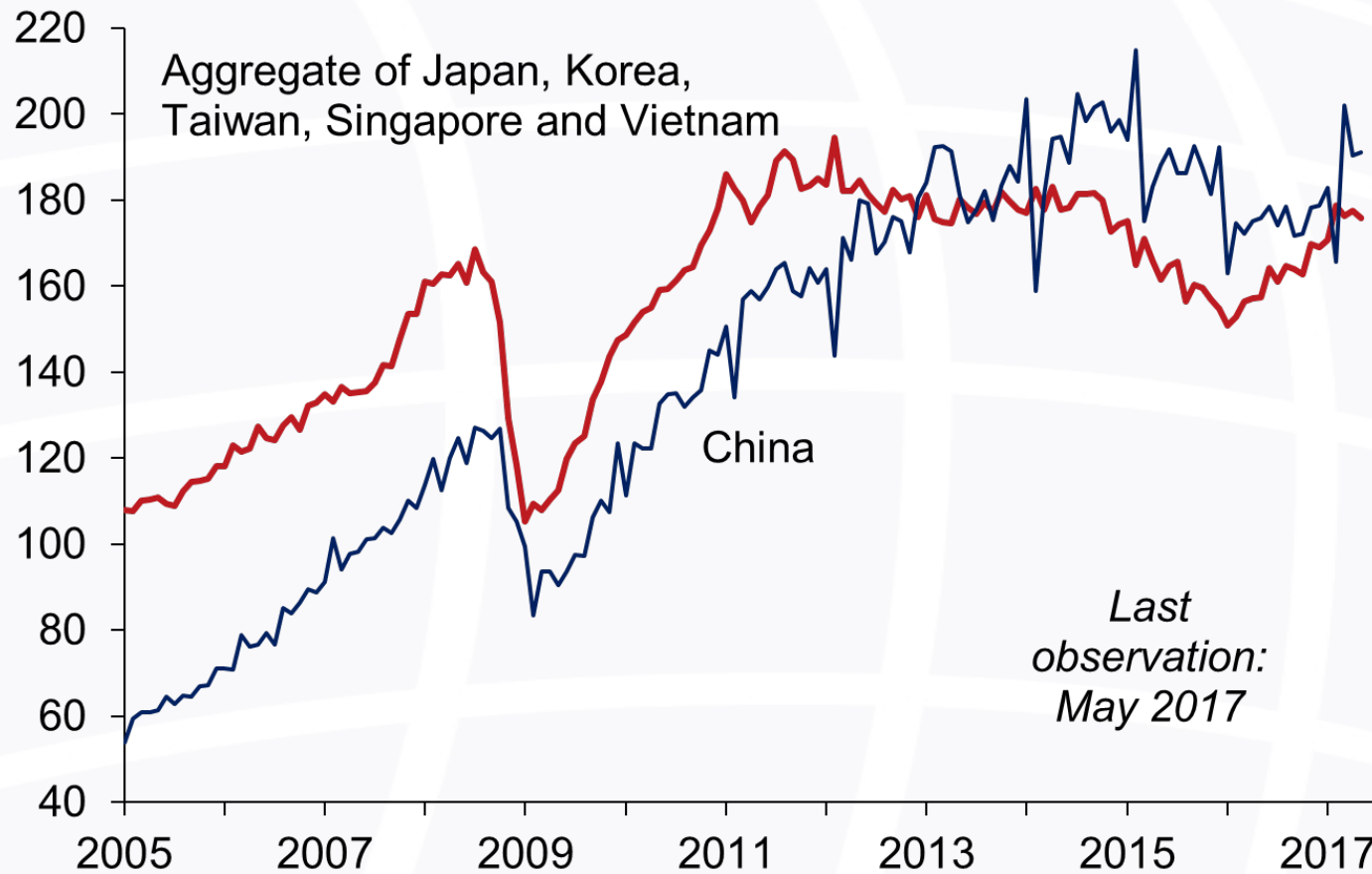


Source: Oxford Economics



Asia: Exports

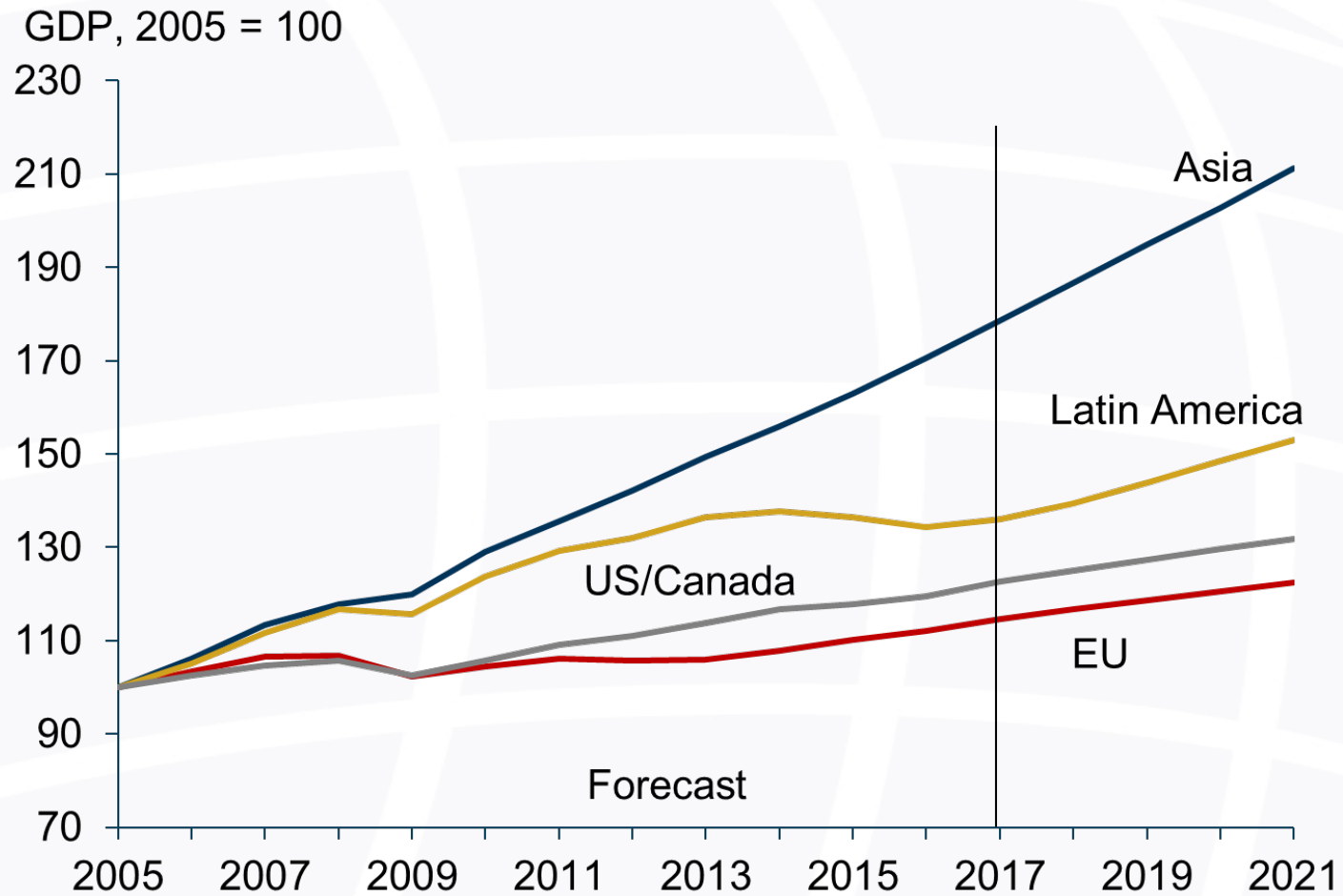
US\$ bn (seasonally adjusted)



*Last
observation:
May 2017*

Source: Haver Analytics

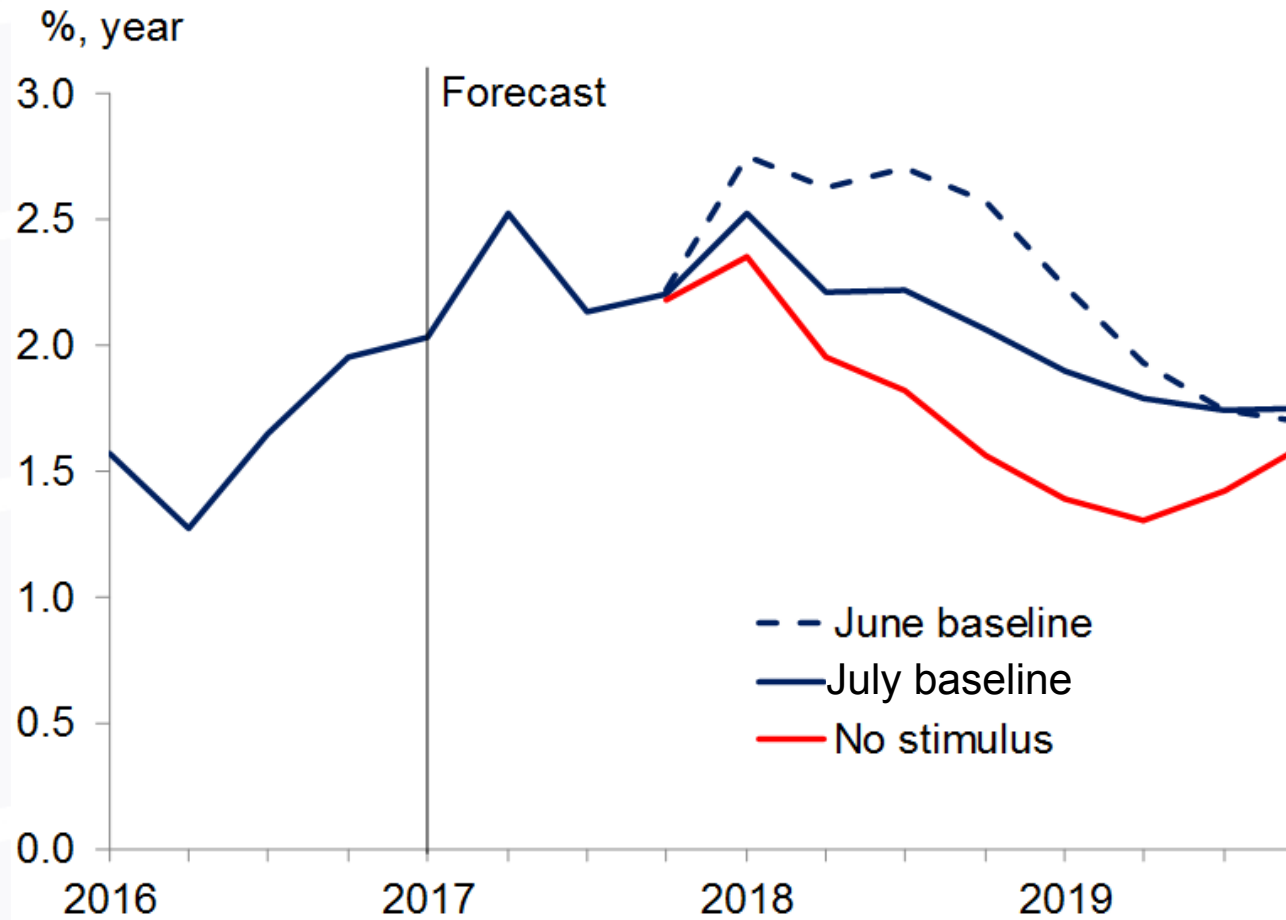
Prospects for real GDP



Source : Oxford Economics



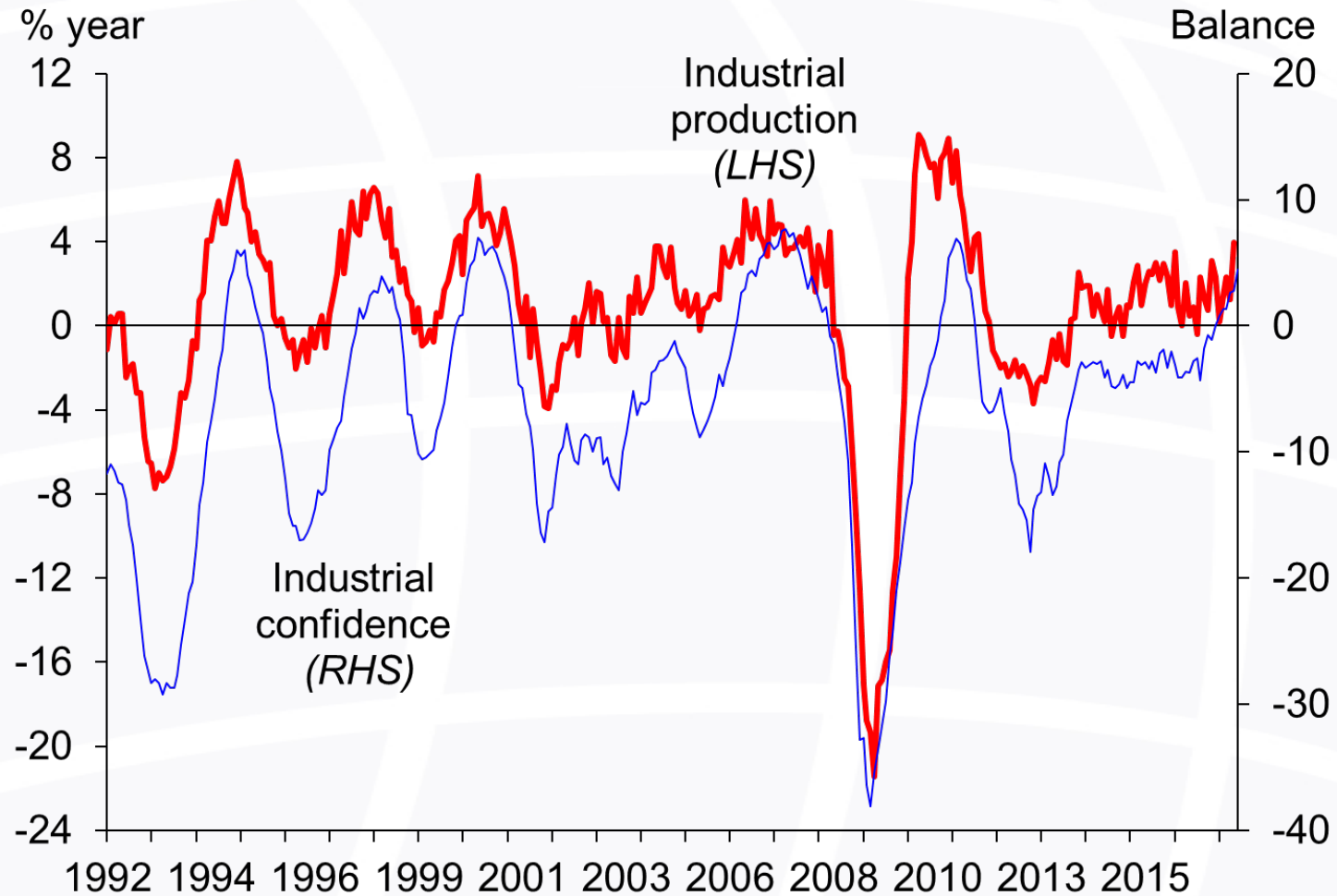
US: Real GDP Growth



Source : Oxford Economics



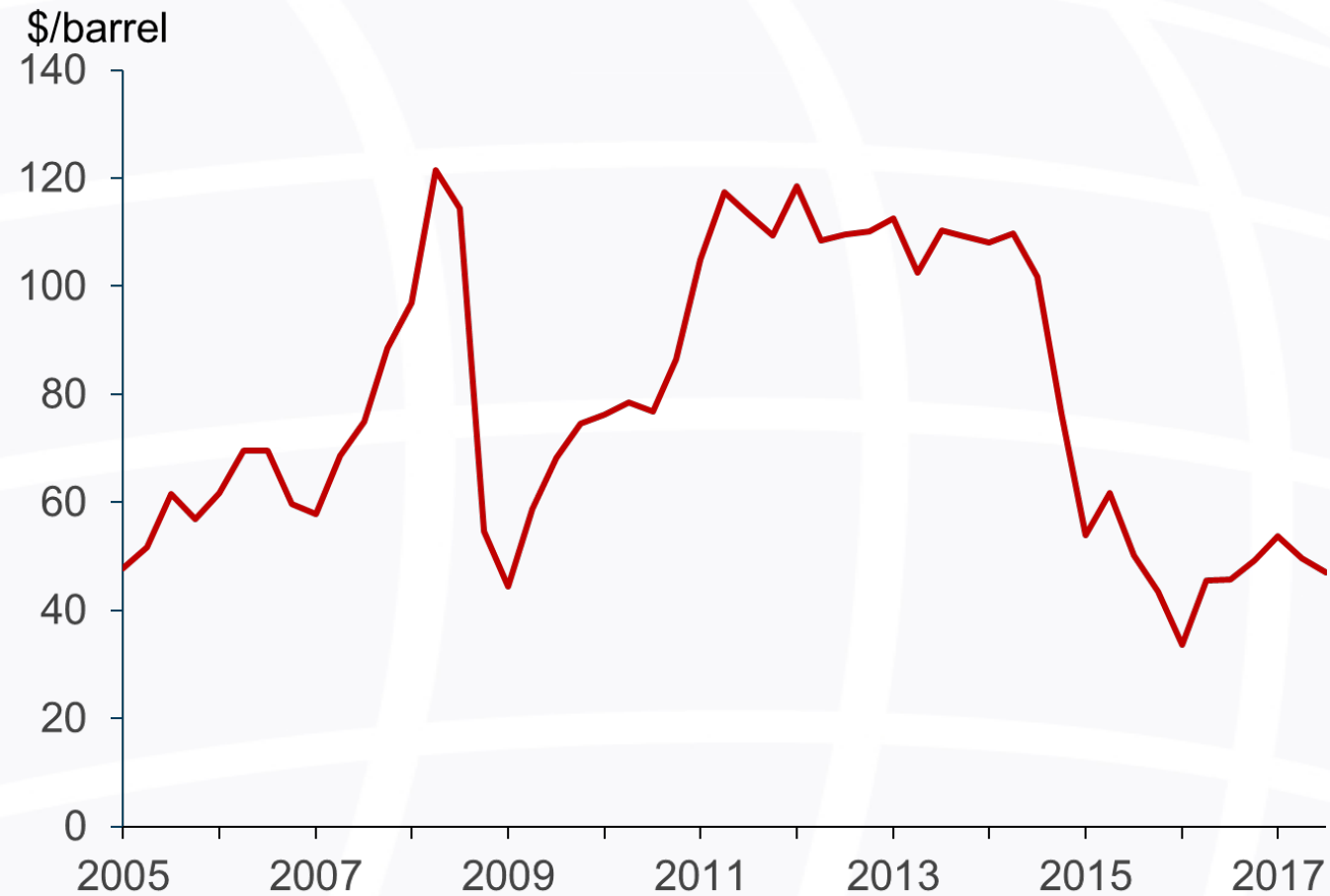
Eurozone: Industrial production and confidence



Source: Haver Analytics

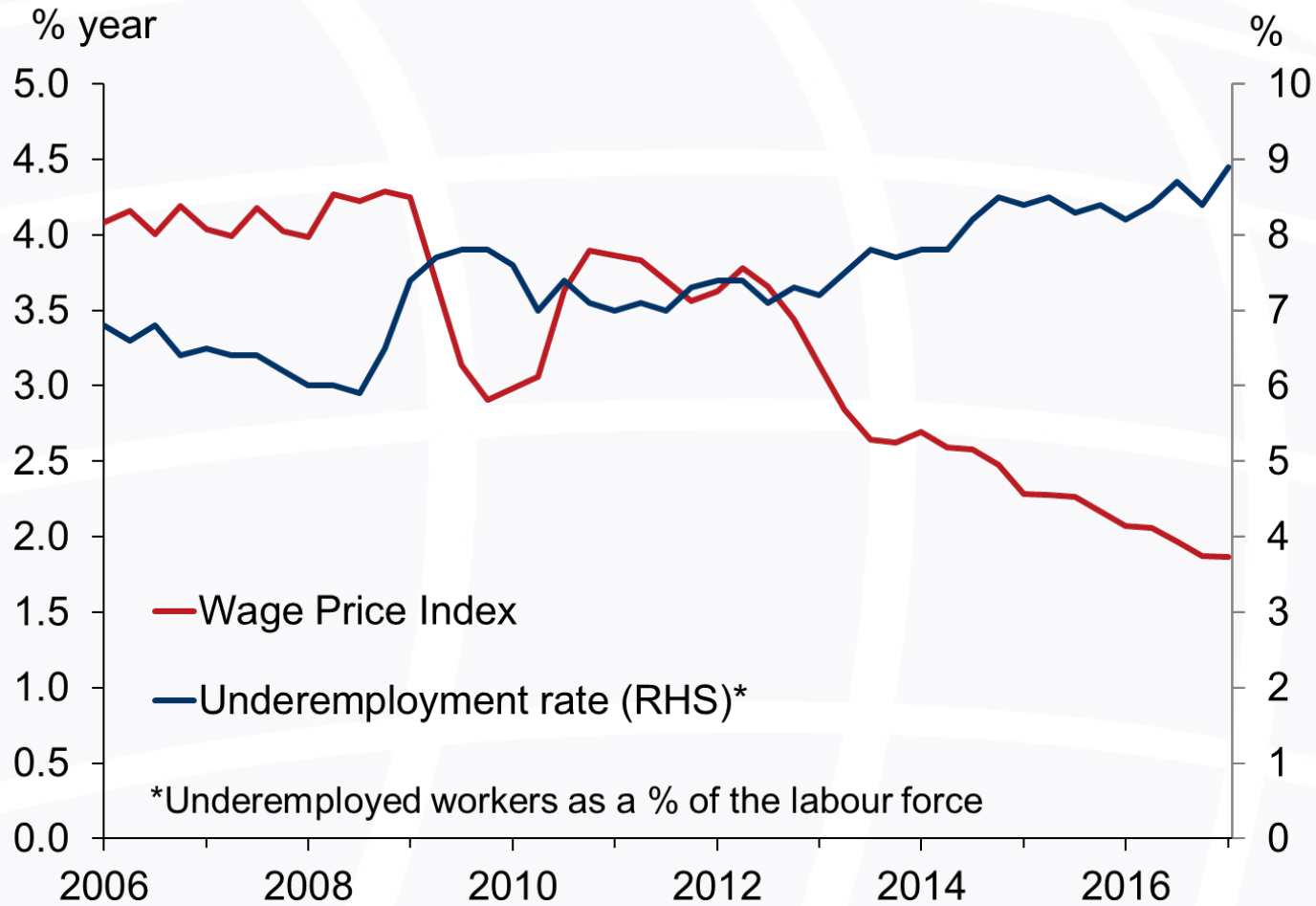


Brent crude spot rate



Source : Haver Analytics/Oxford Economics

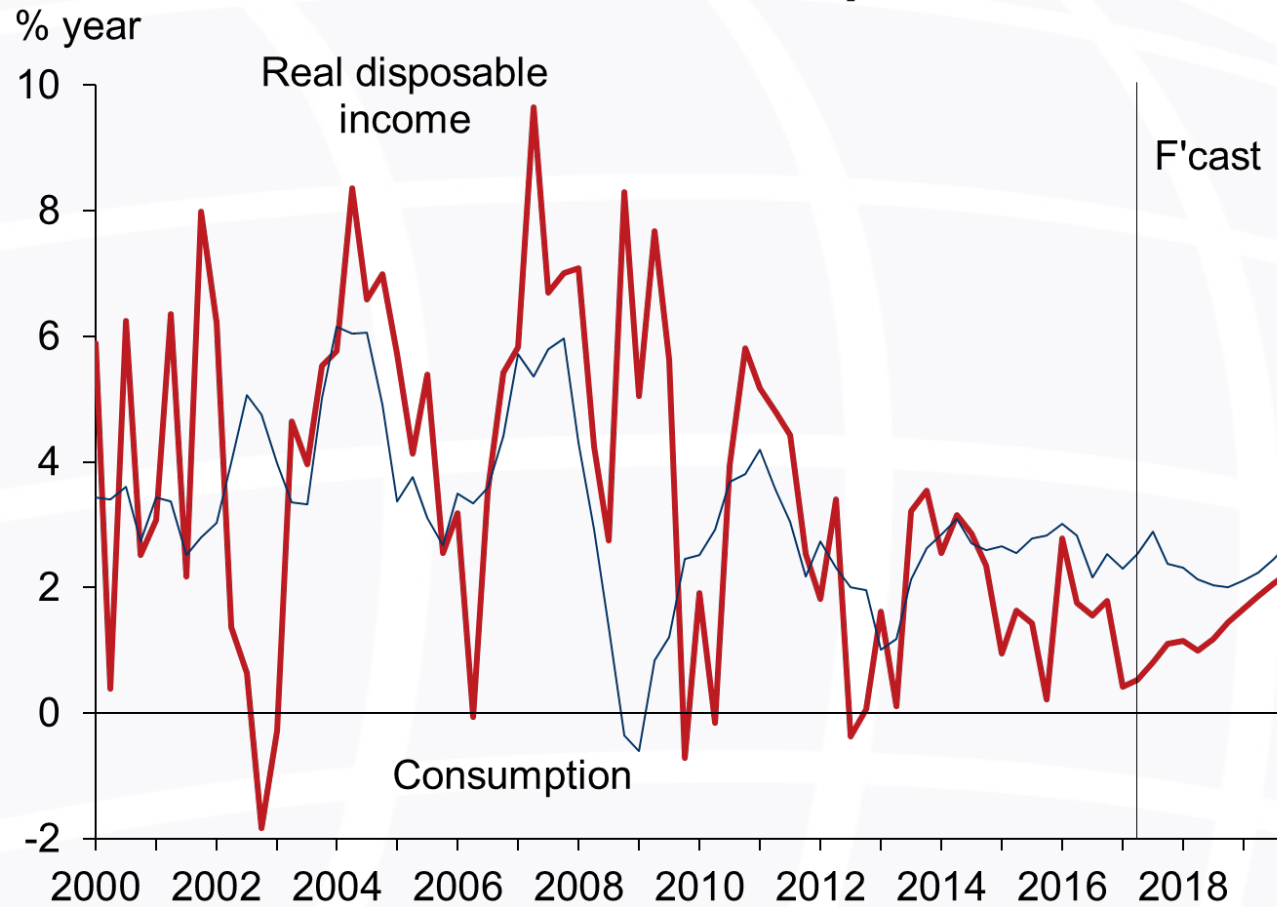
Australia: WPI and underemployment rate



Source : Haver Analytics/ABS/Oxford Economics

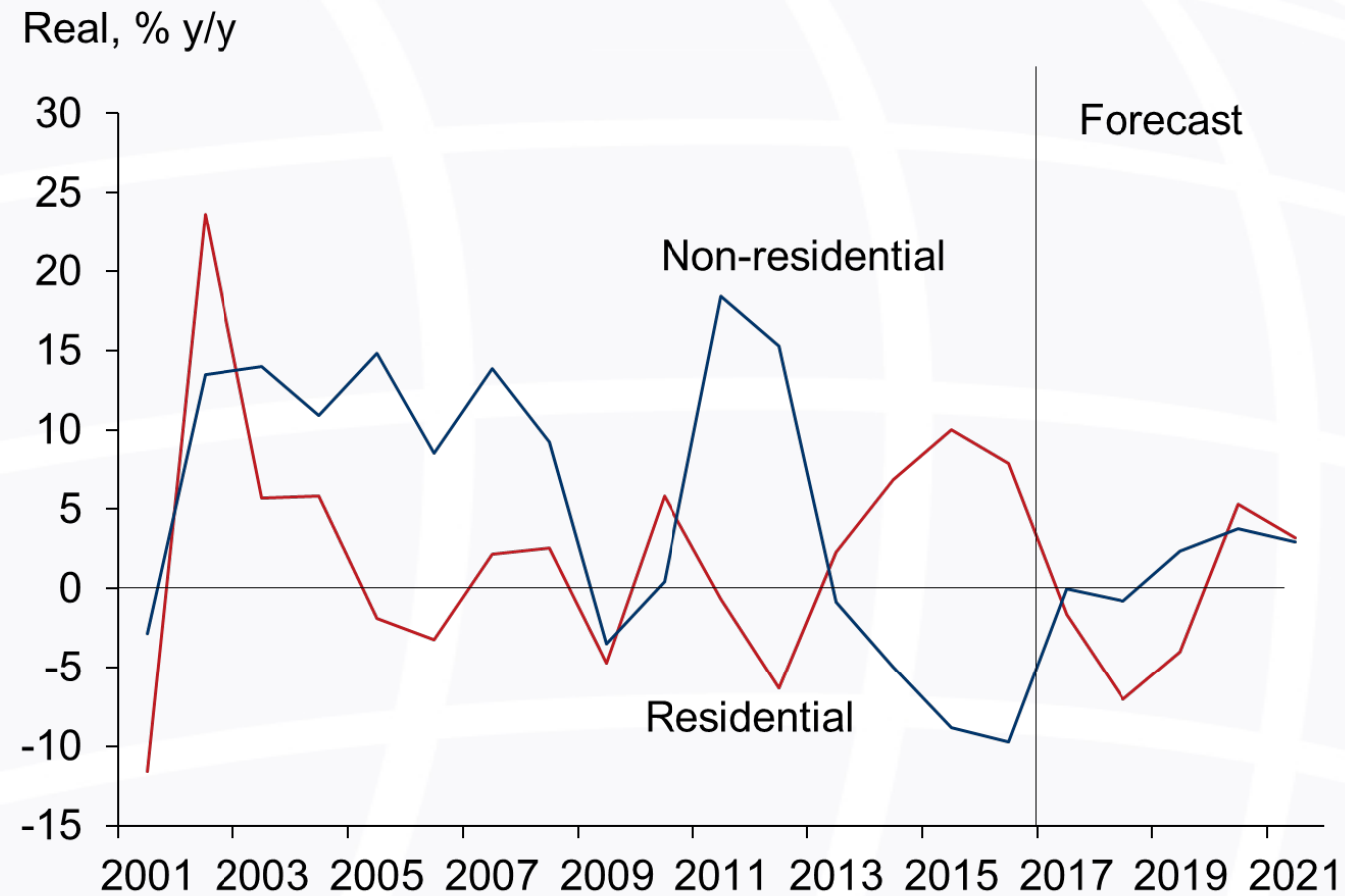


Australia: Income and consumption



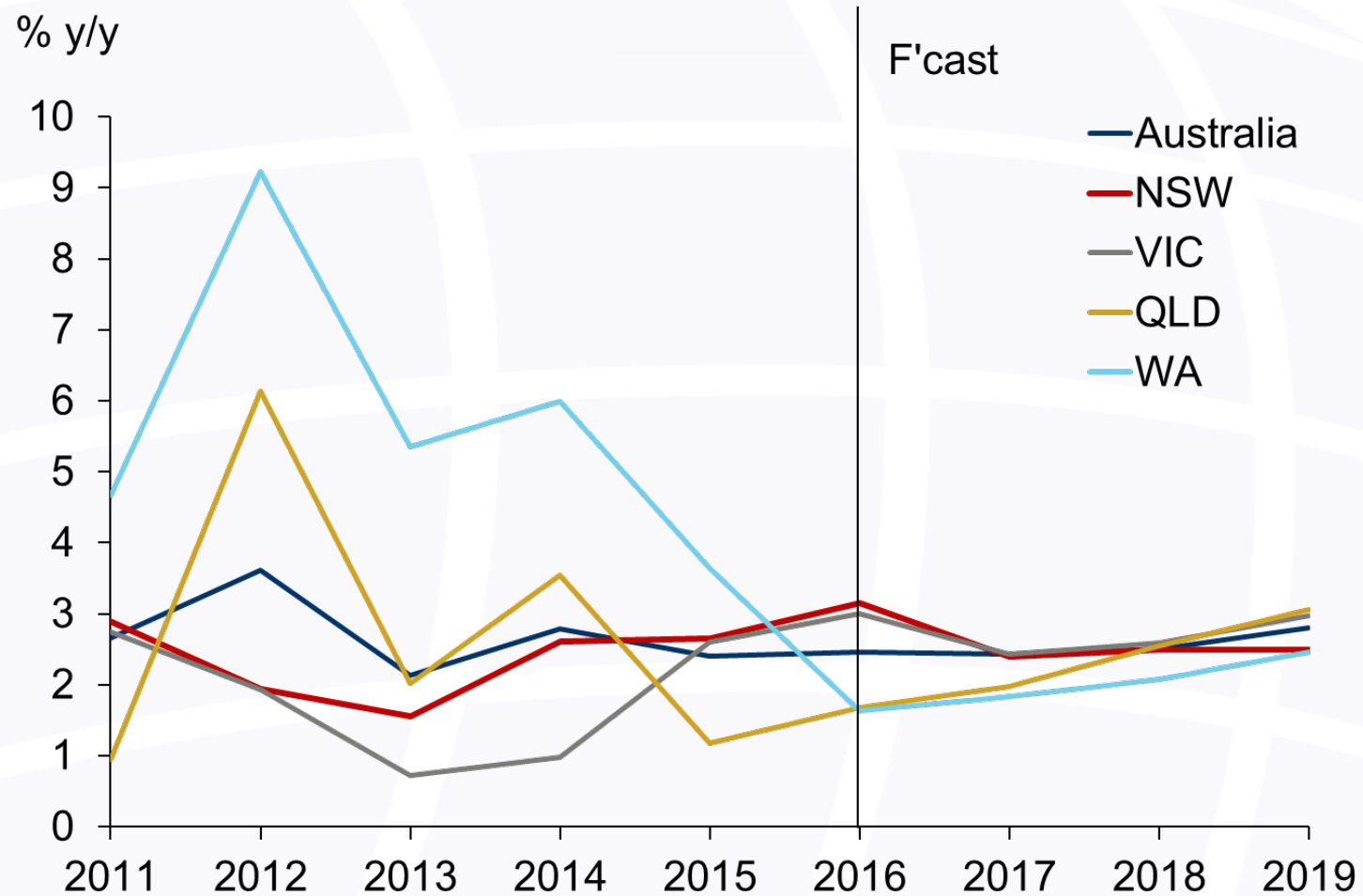
Source: Oxford Economics

Australia: Private sector investment



Source: Oxford Economics/ABS

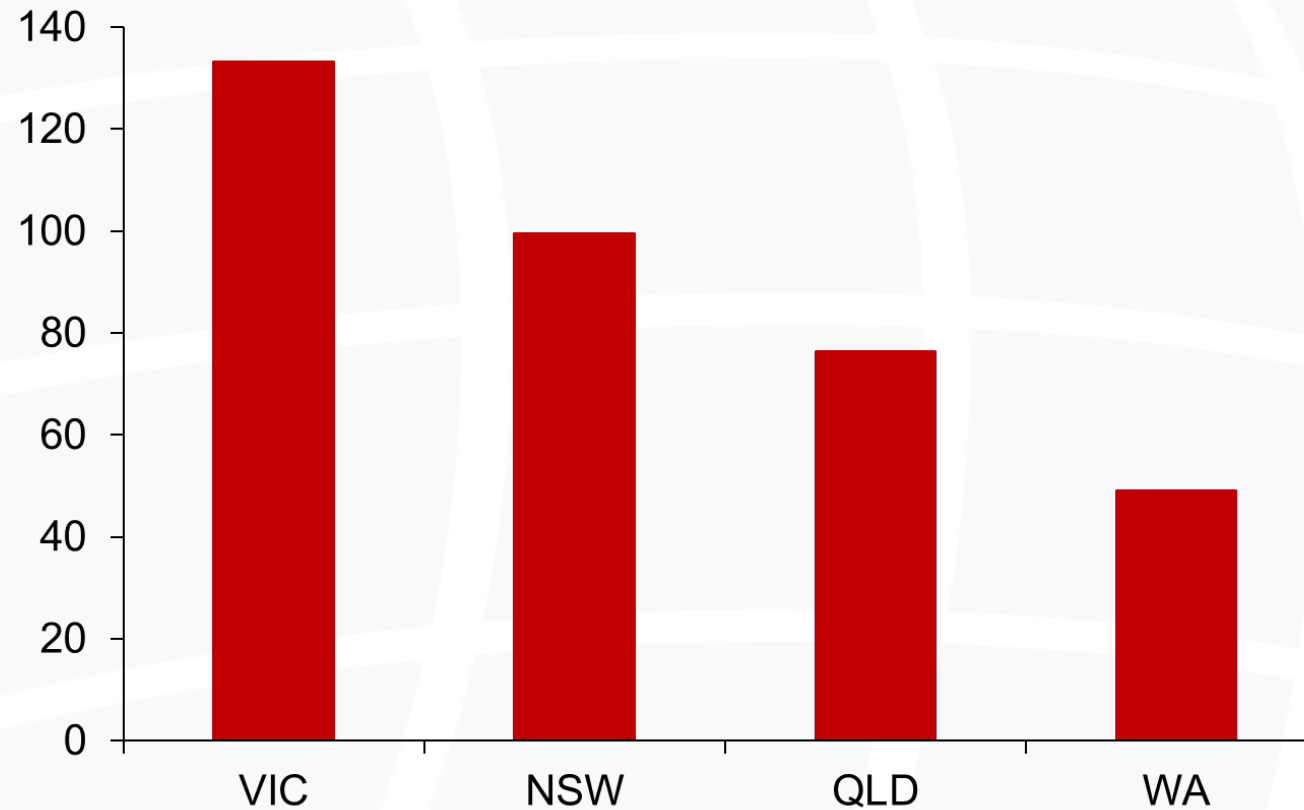
Australia: GDP/GSP



Source: Oxford Economics/ABS

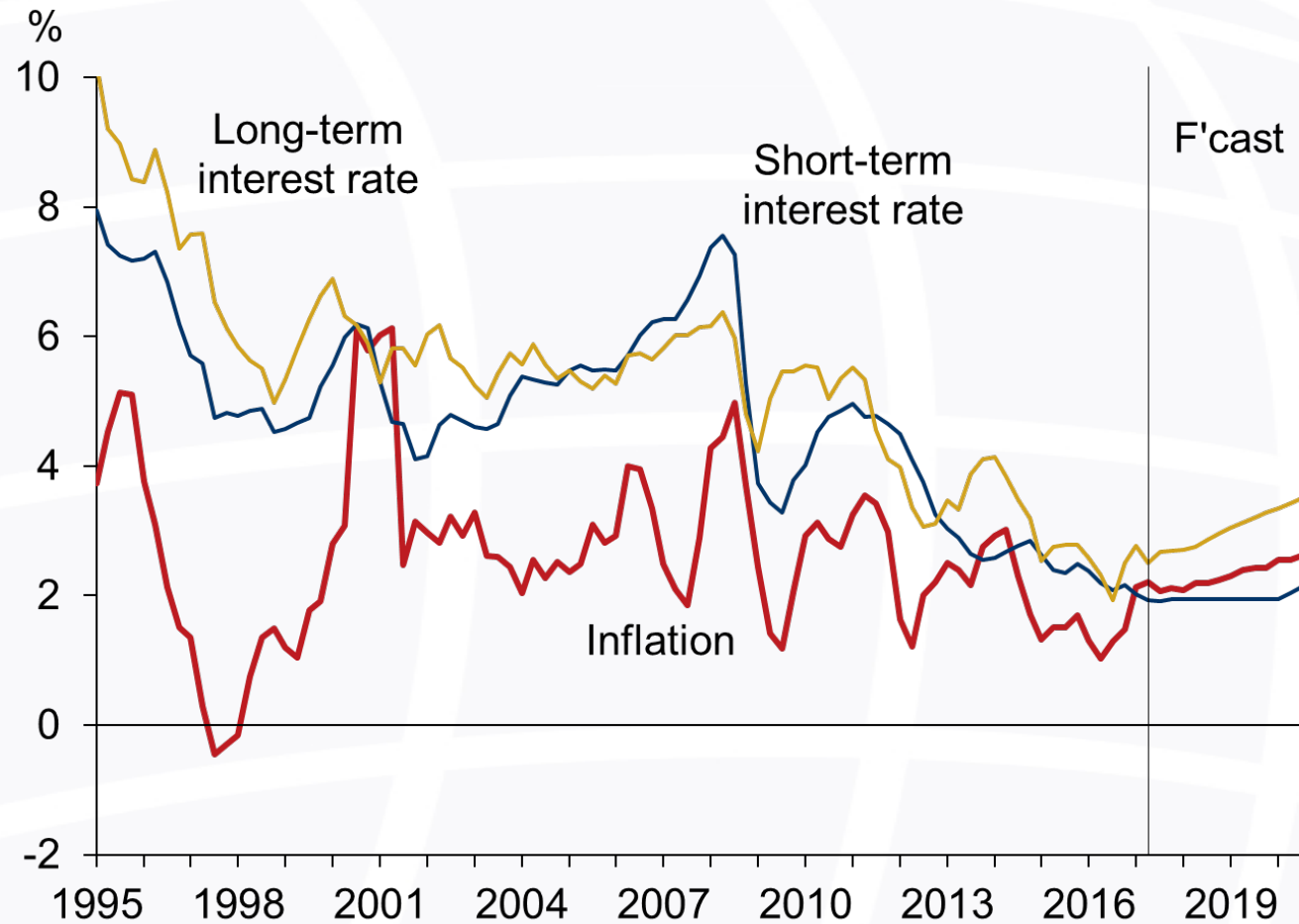
Australia: State employment

Cumulative increase, 2016 - 2018



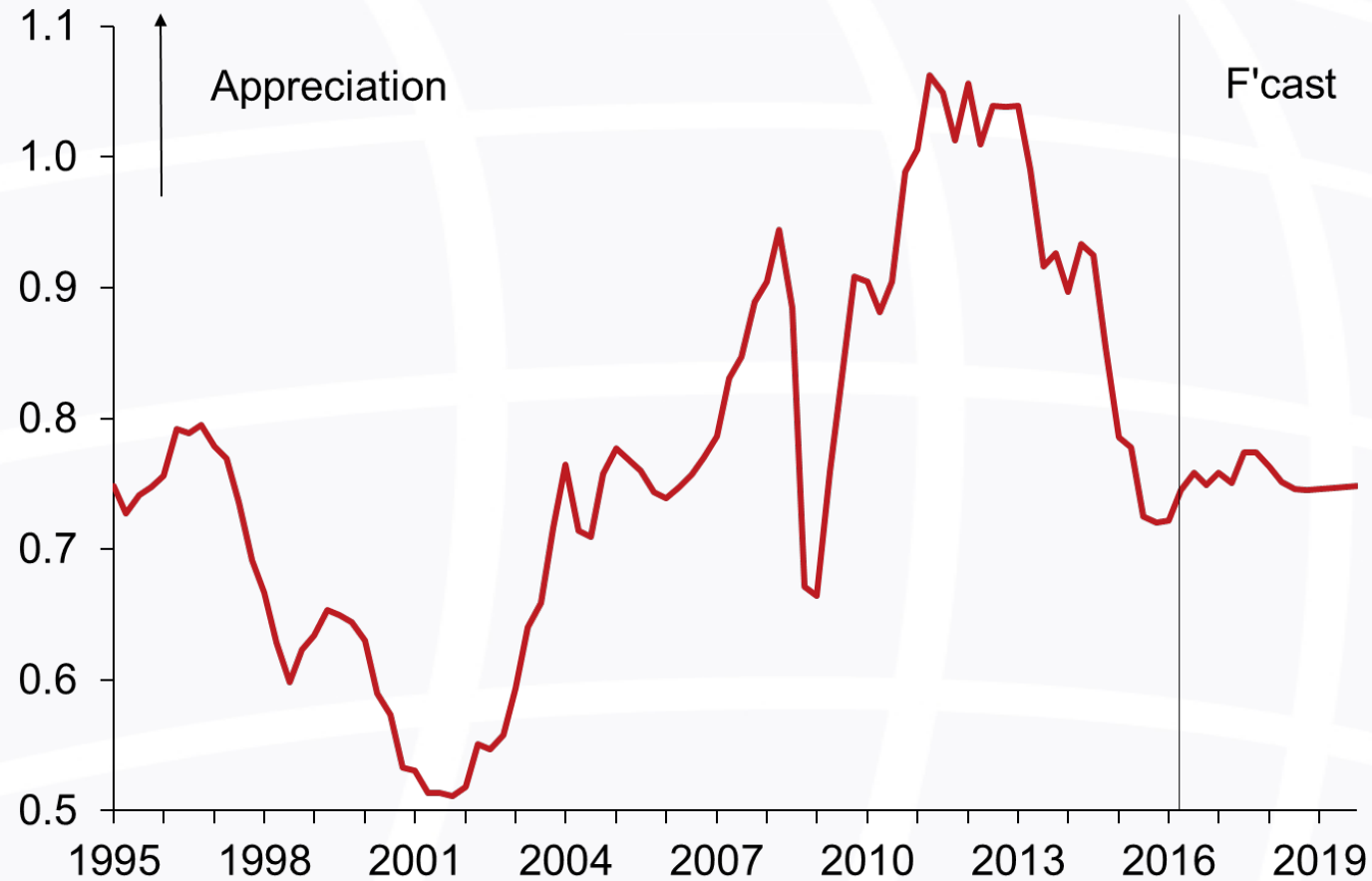
Source: Oxford Economics/ABS

Australia: Monetary conditions



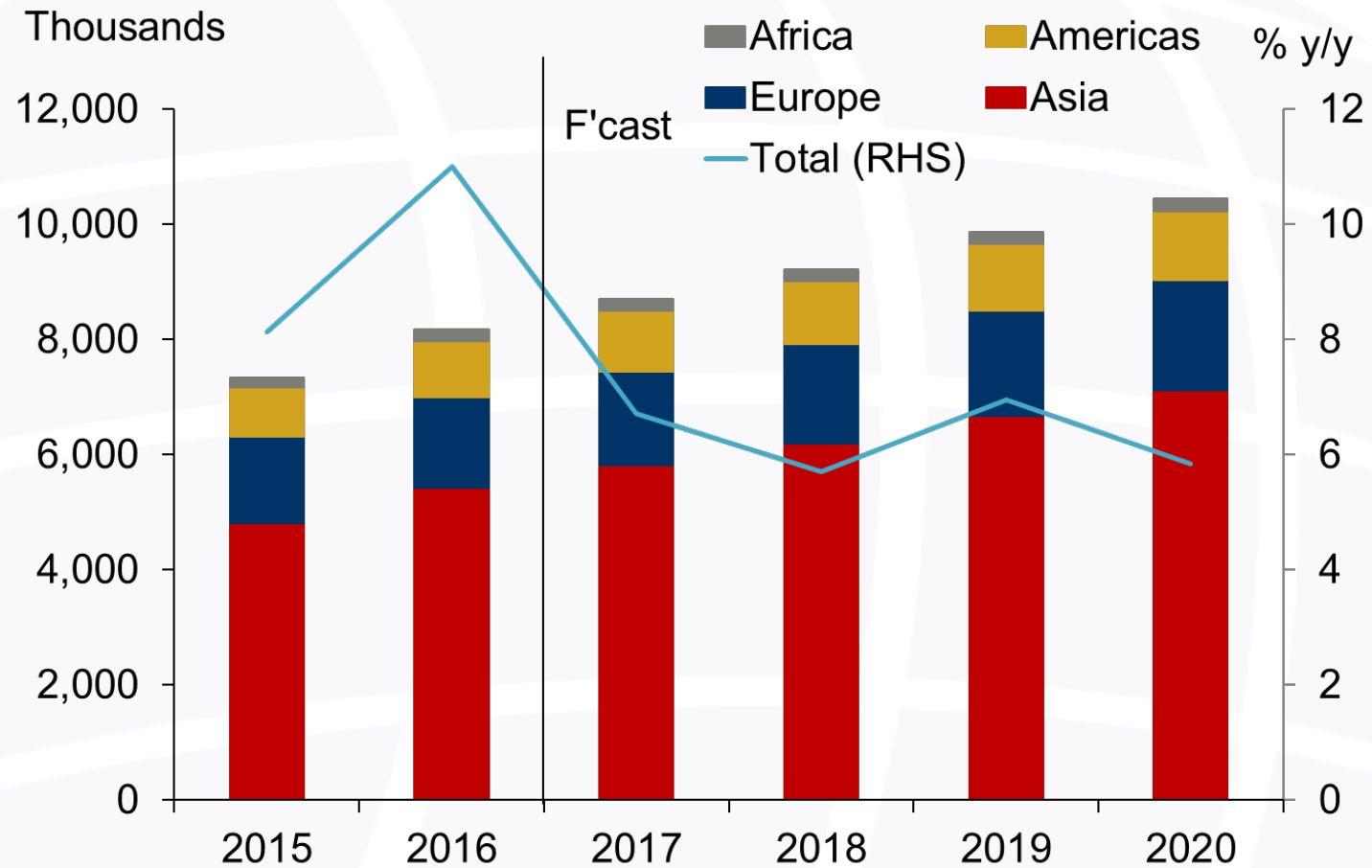
Source: Oxford Economics

Australia: Exchange rate US\$ per A\$



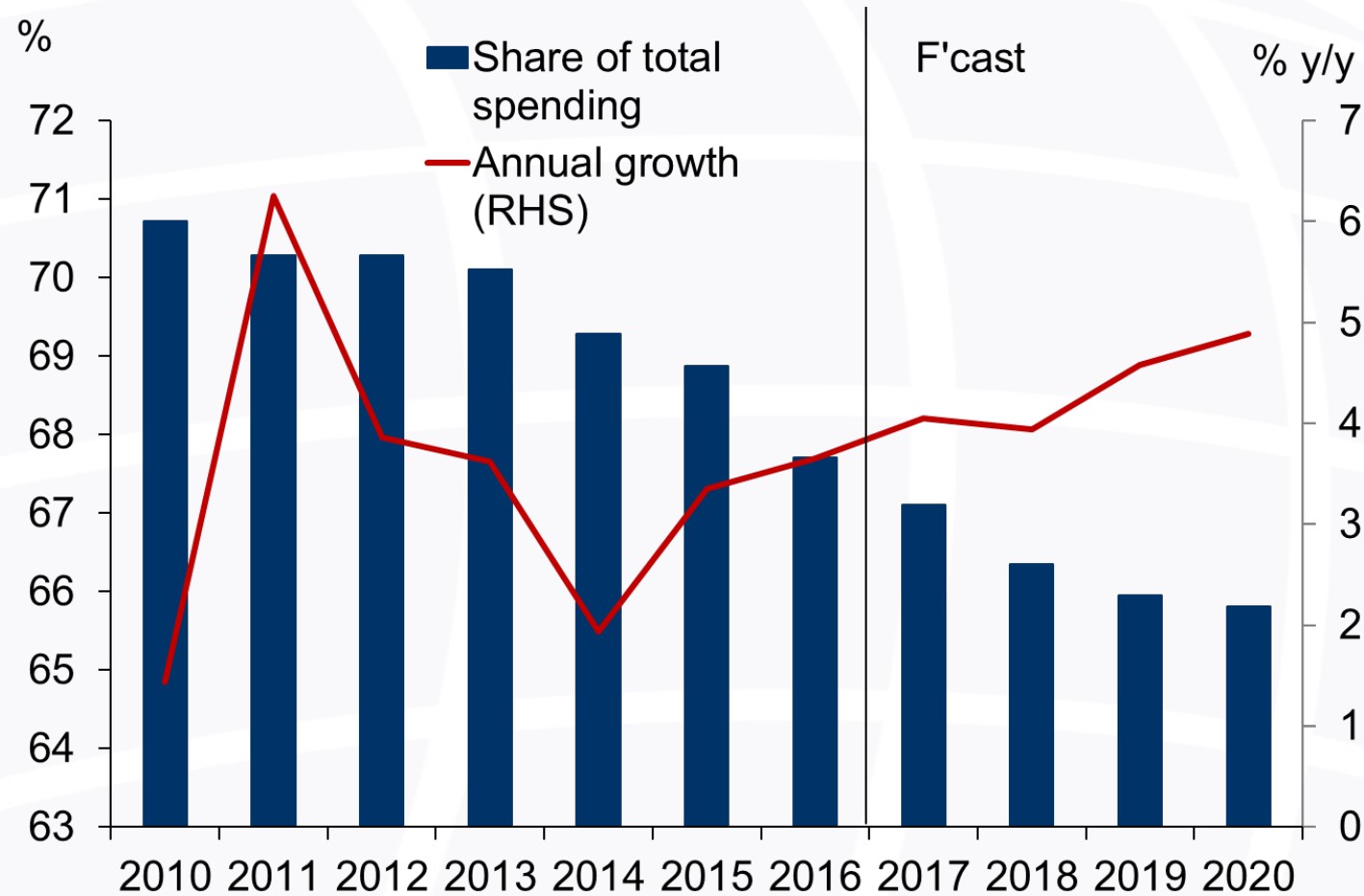
Source: Oxford Economics

Australia: International arrivals



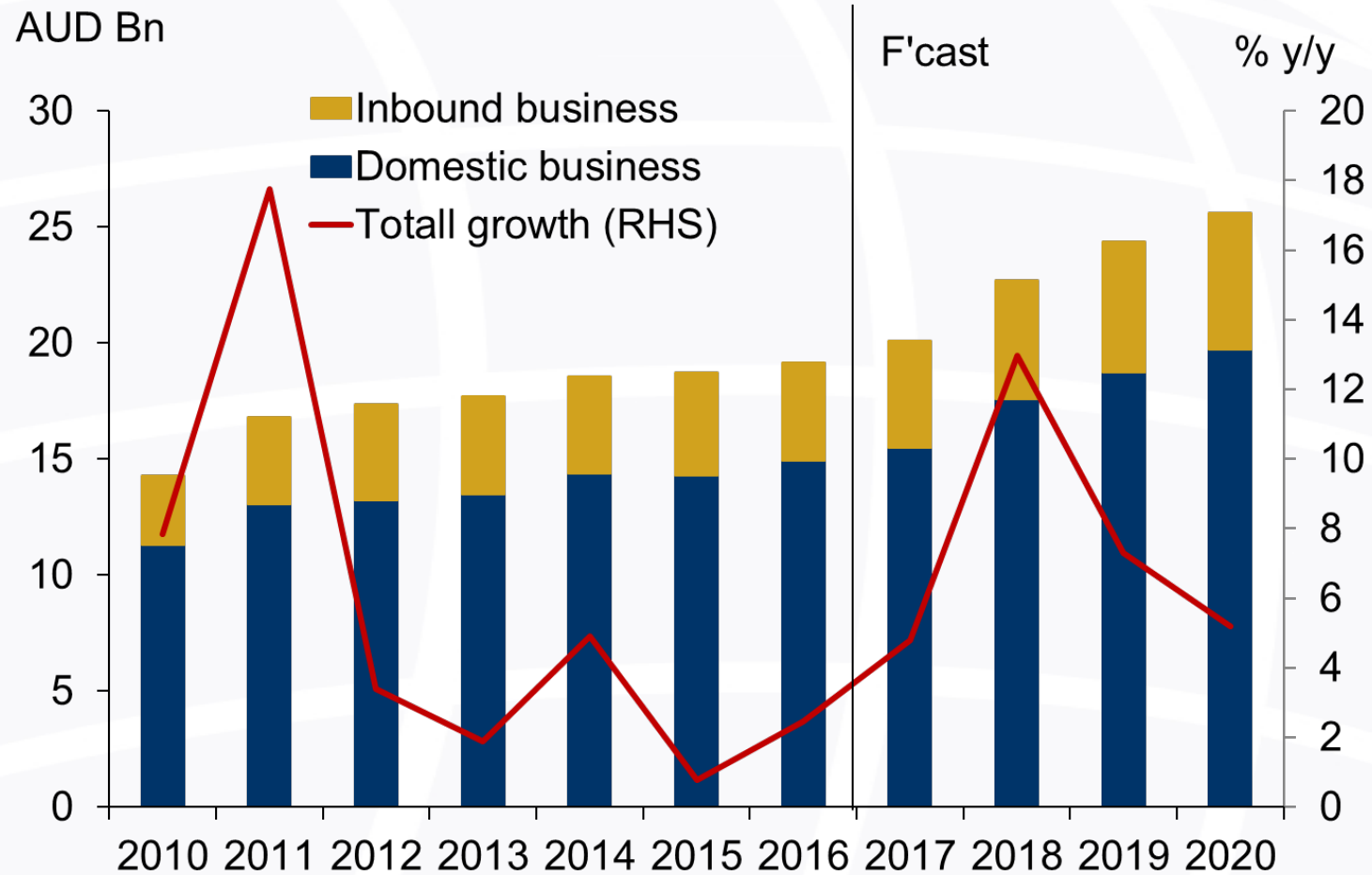
Source: Oxford Economics/ABS

Australia: Domestic tourism spending



Source: Oxford Economics/ABS

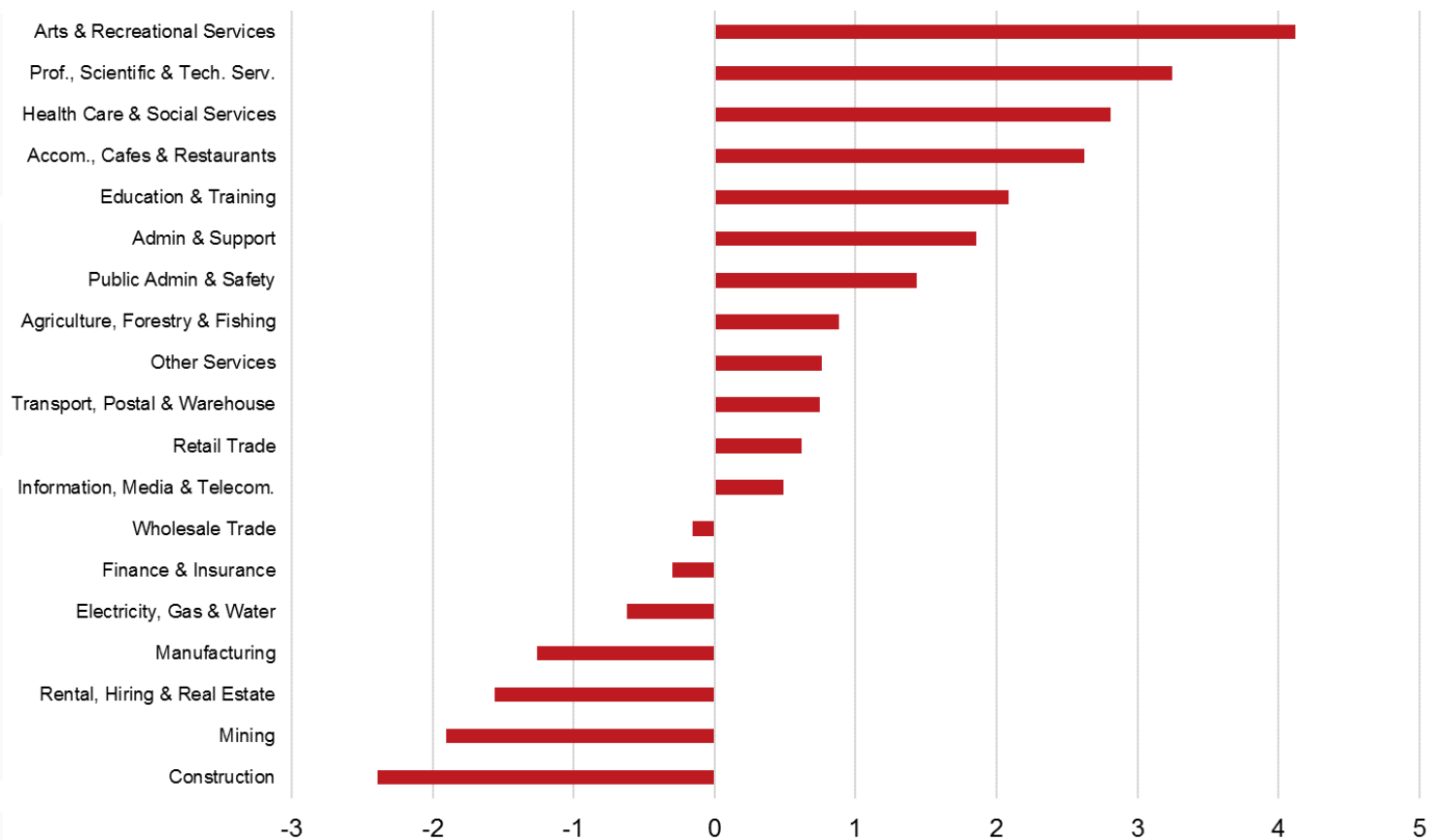
Australia: Business travel spending



Source: Oxford Economics/ABS



Australia: Employment



Source: Oxford Economics/ABS

Cumulative percentage increase, FY17 & FY18



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