

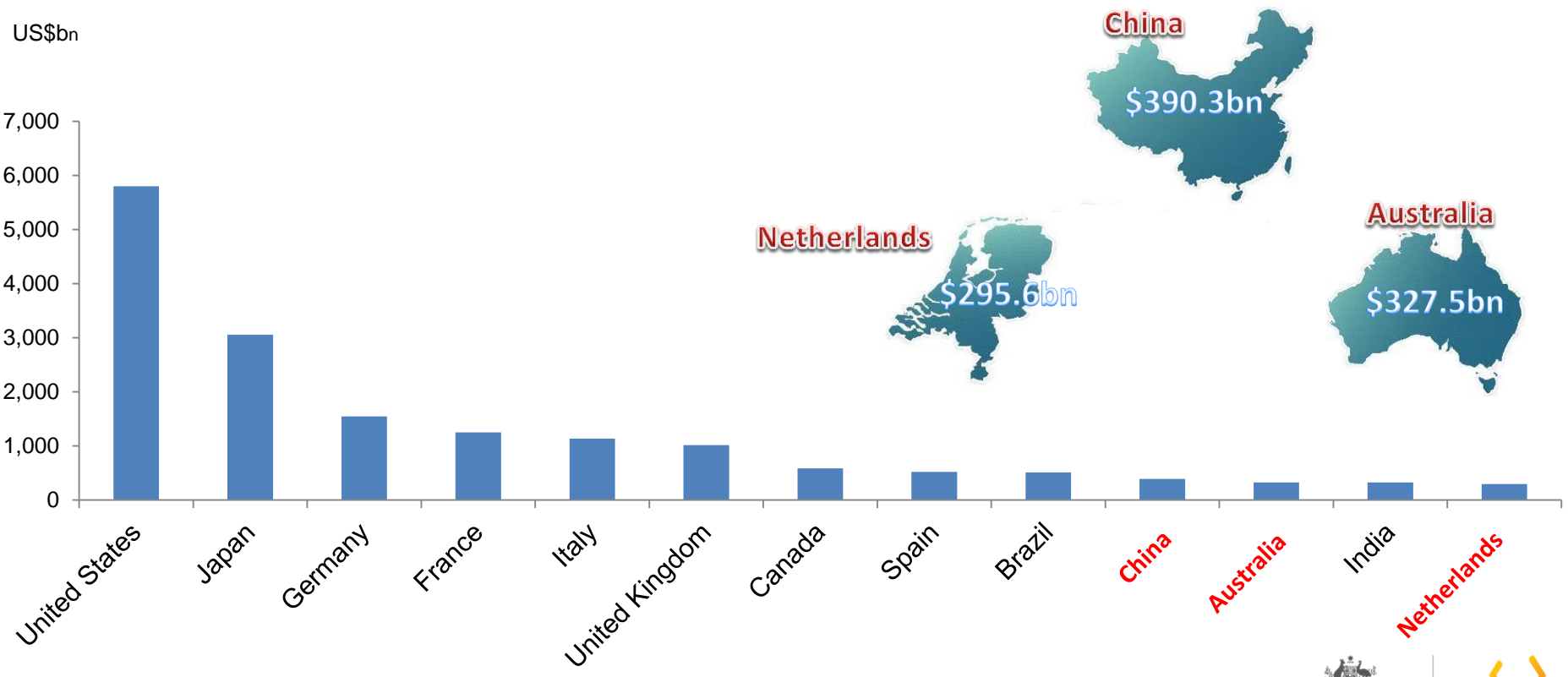
Australia China

20



Relative economic size: 1990 GDP (USD Current Prices)

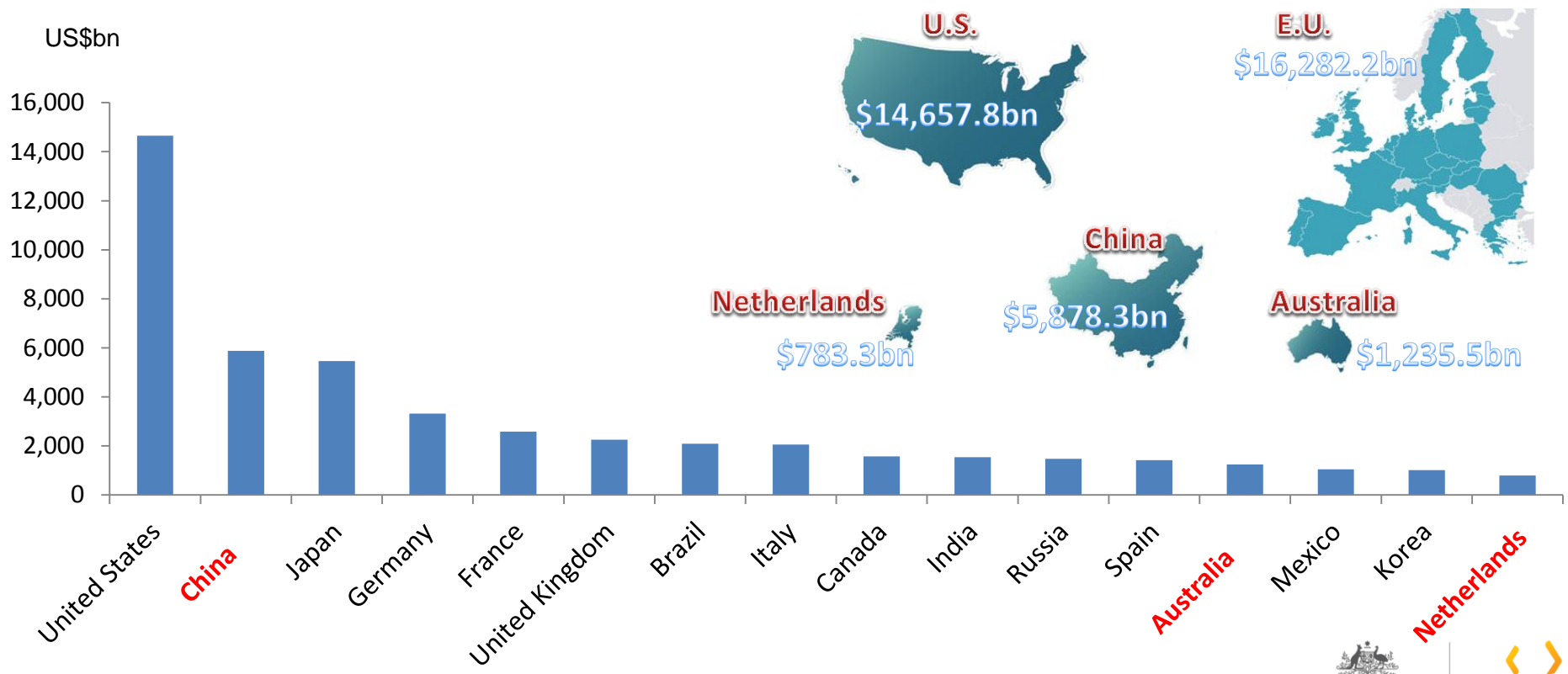
Top 20 countries ranked by Current Price GDP, 1990



Source: International Monetary Fund World Economic Outlook April 2011 database.

Relative economic size: 2010 GDP (USD Current Prices)

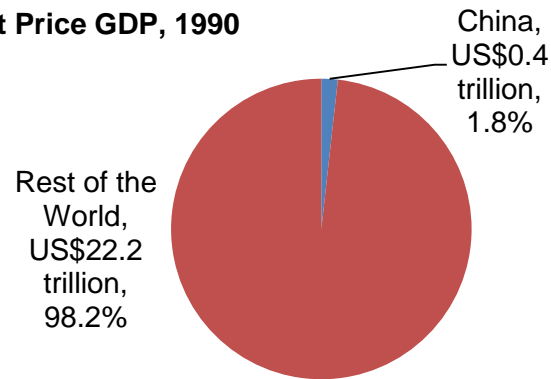
Top 20 countries ranked by Current Price GDP, 2010



Source: International Monetary Fund World Economic Outlook April 2011 database.

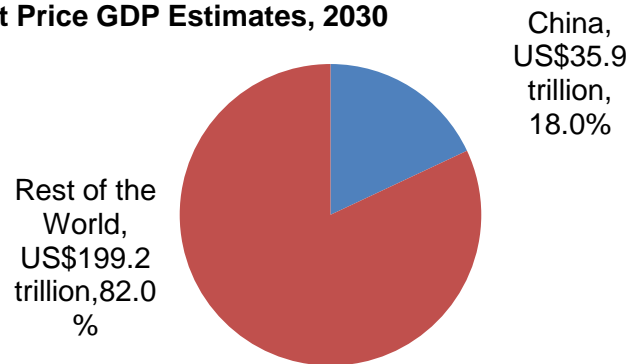
China's economic growth

Current Price GDP, 1990



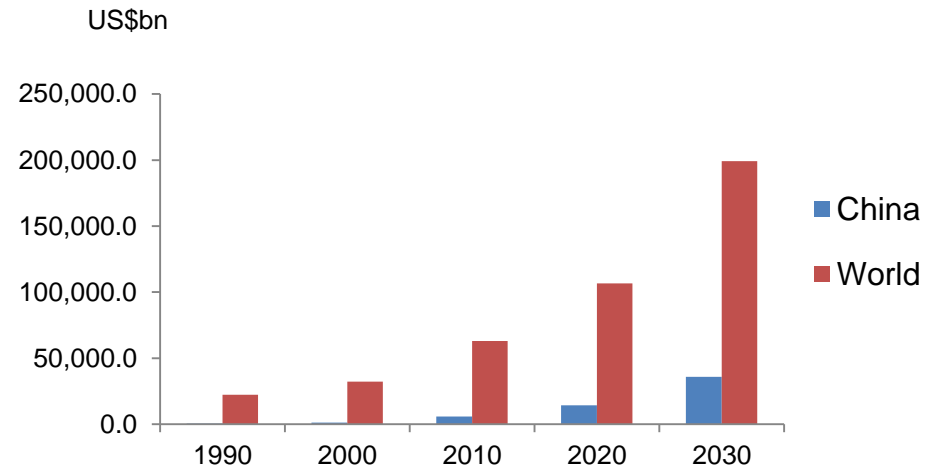
Source: International Monetary Fund World Economic Outlook April 2011 Database.

Current Price GDP Estimates, 2030



Source: United States Department of Agriculture Economic Research Service.

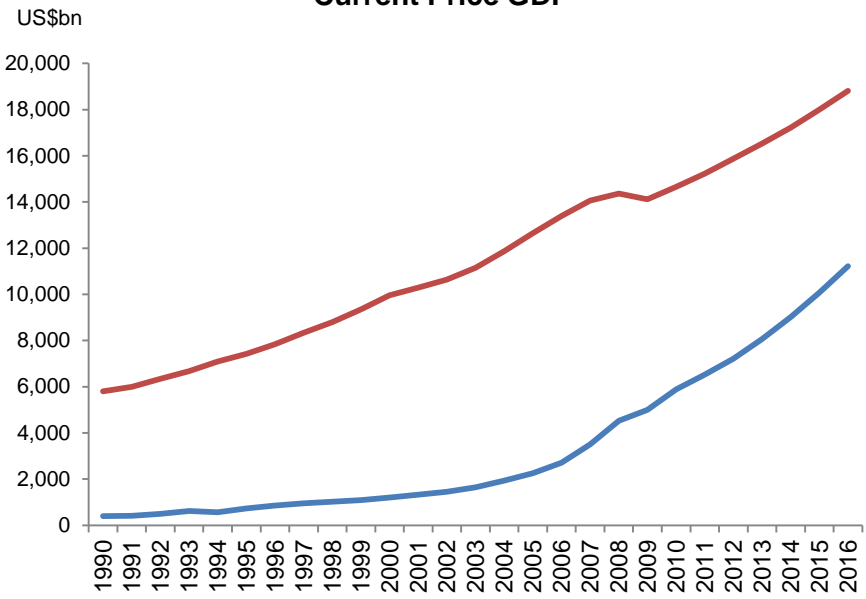
Current Price GDP



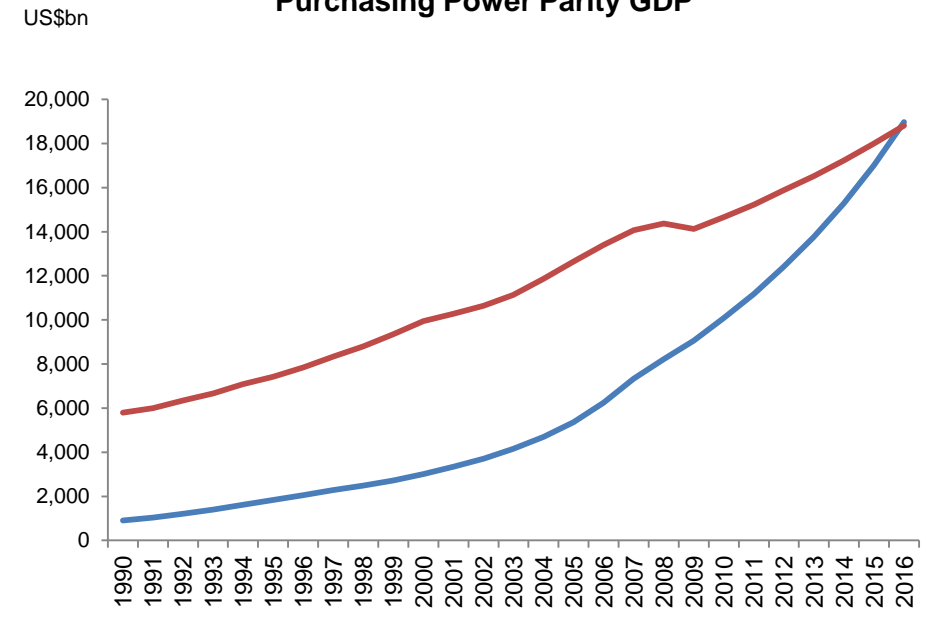
Source: International Monetary Fund World Economic Outlook April 2011 Database; United States Department of Agriculture Economic Research Service.

China and the U.S. – comparative growth

Current Price GDP



Purchasing Power Parity GDP

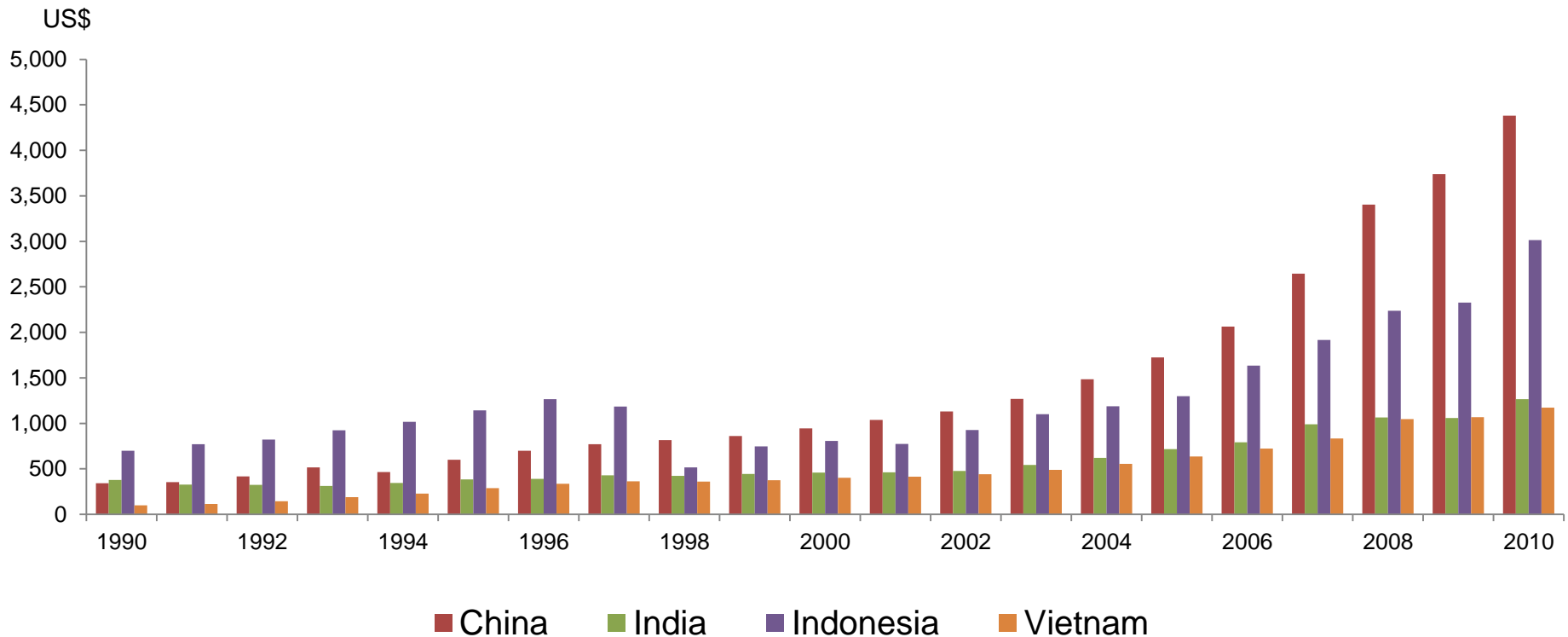


— China — United States

Source: International Monetary Fund World Economic Outlook April 2011 database.

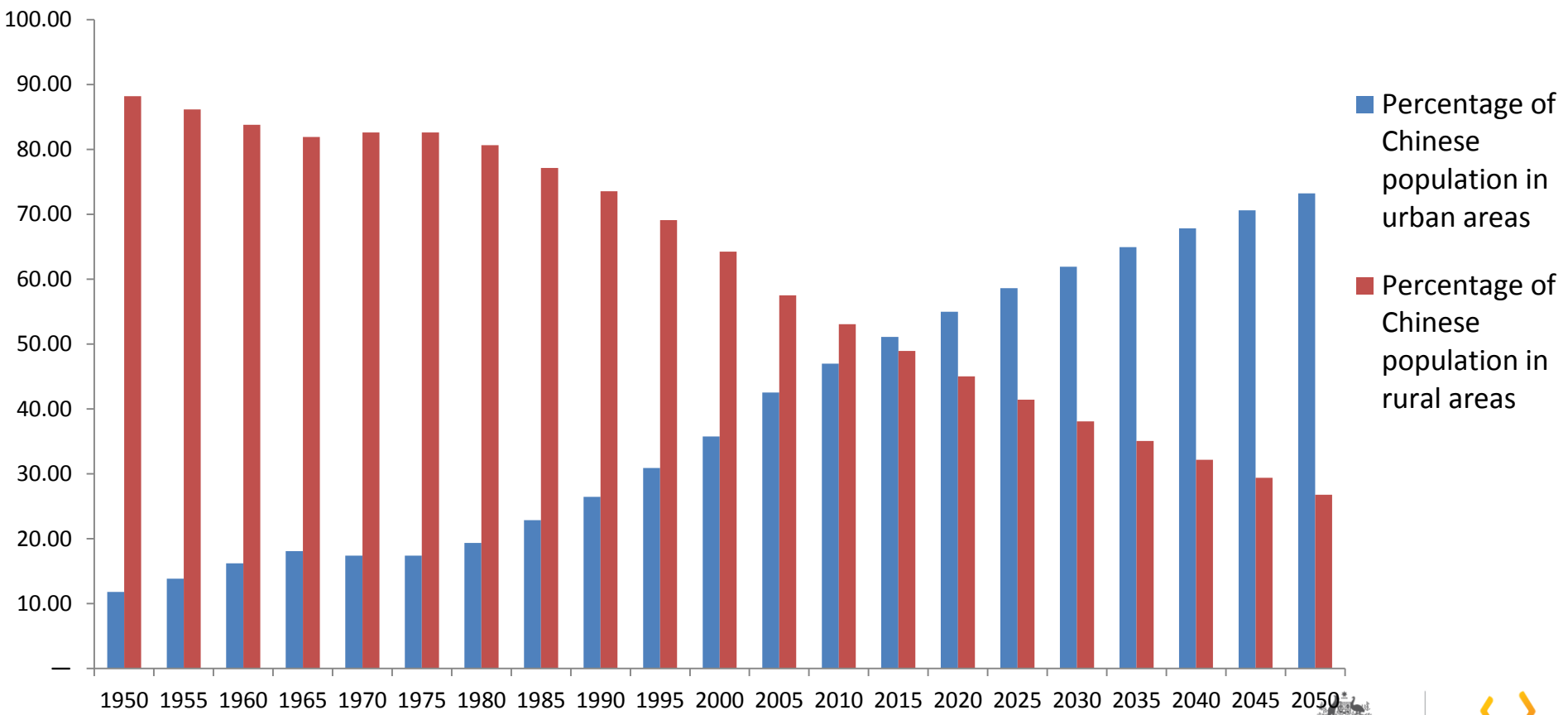
Rapidly rising incomes

Current Price Per Capita GDP

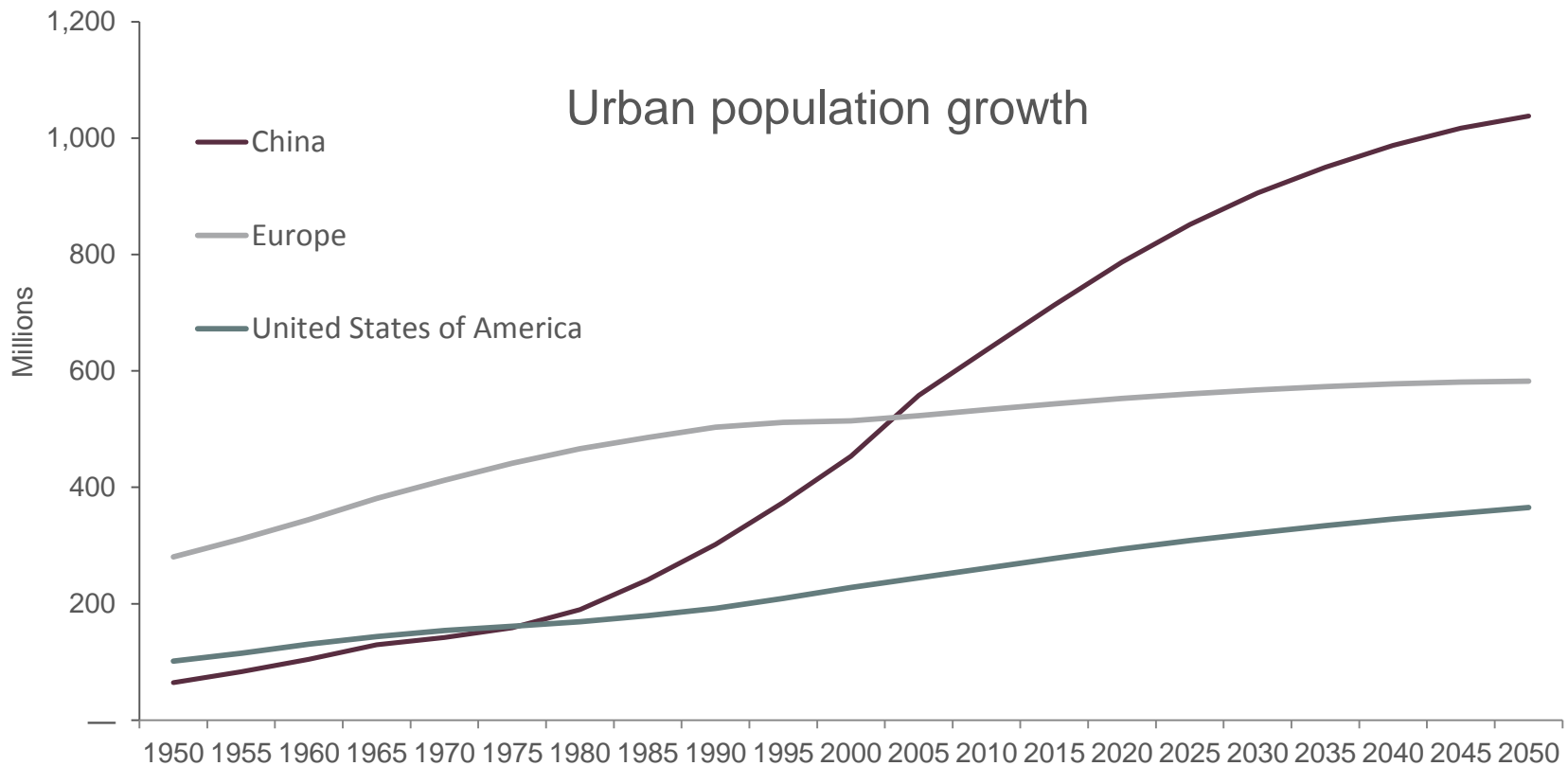


Source: International Monetary Fund World Economic Outlook April 2011 Database.

China's shift to the cities



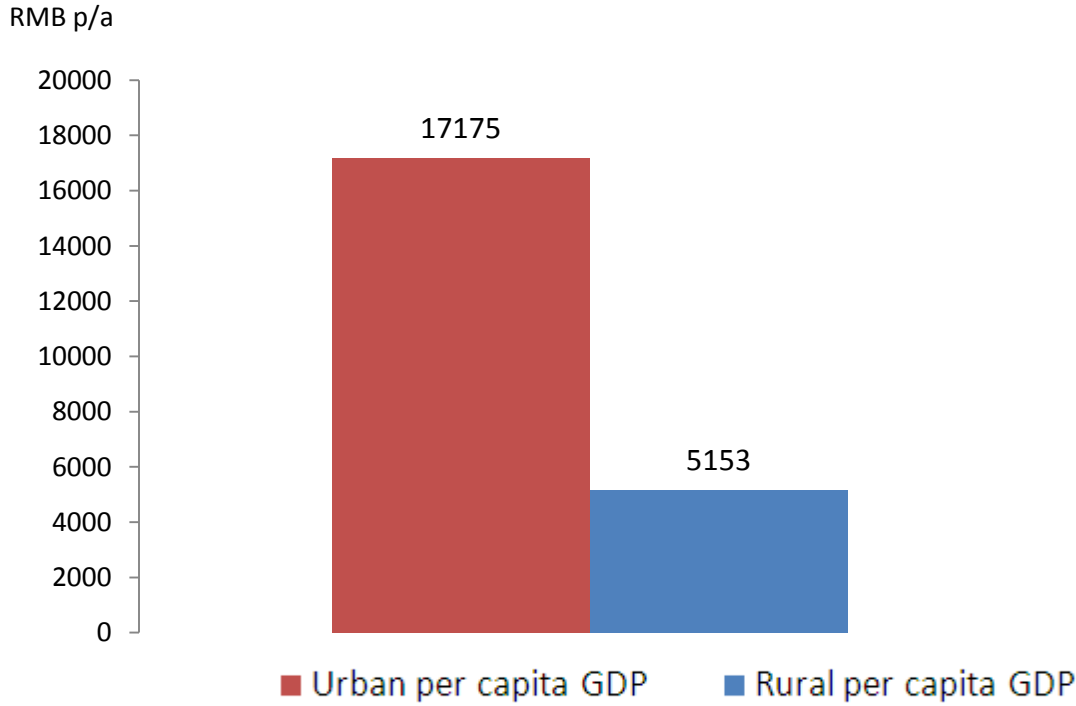
China's rapid urban population growth



Source: UN Dept of Economic and Social Affairs

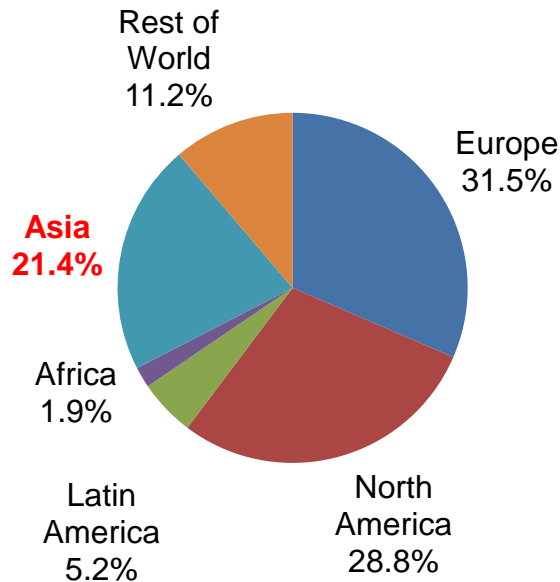
Strong buying power of the urban population

Chinese per capita annual disposable income 2009

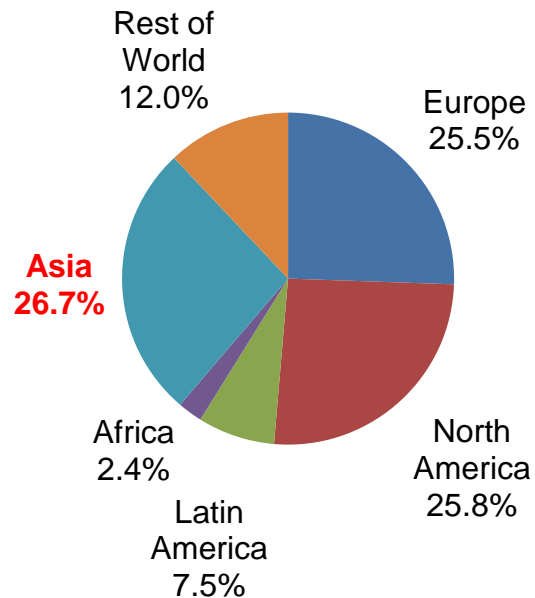


Global economic significance of Asia

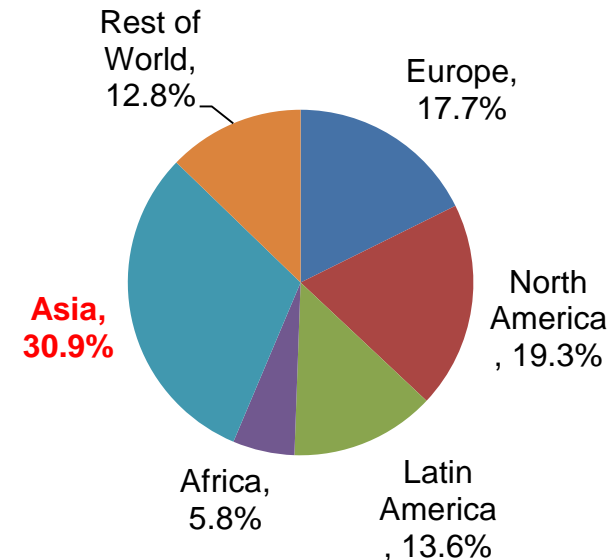
Current Price GDP by Region, 1990



Current Price GDP by Region, 2010



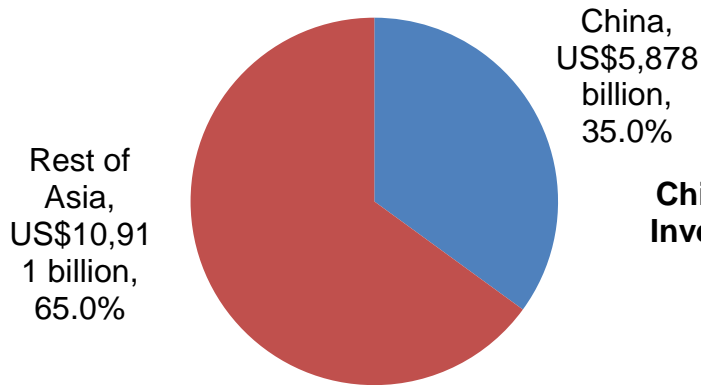
Current Price GDP Estimates by Region, 2030



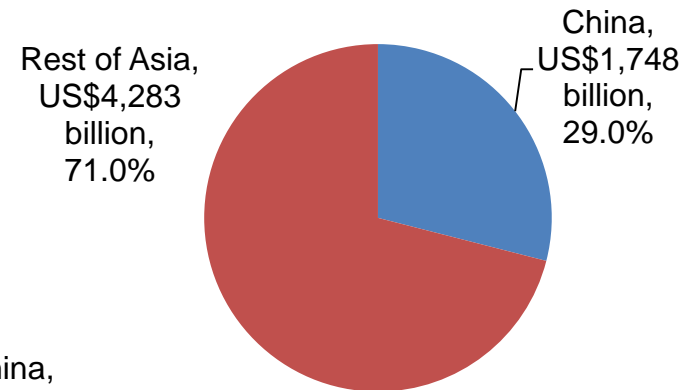
Source: United States Department of Agriculture Economic Research Service.

China: Driving the economic rise of Asia

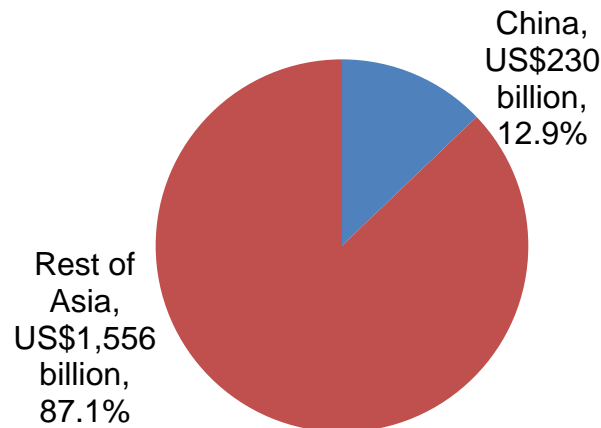
China's Share of Asia's Current Price GDP, 2010



China's Share of Asia's Exports, 2010



China's Share of Asia's Outward Investment Stocks (Levels), 2010

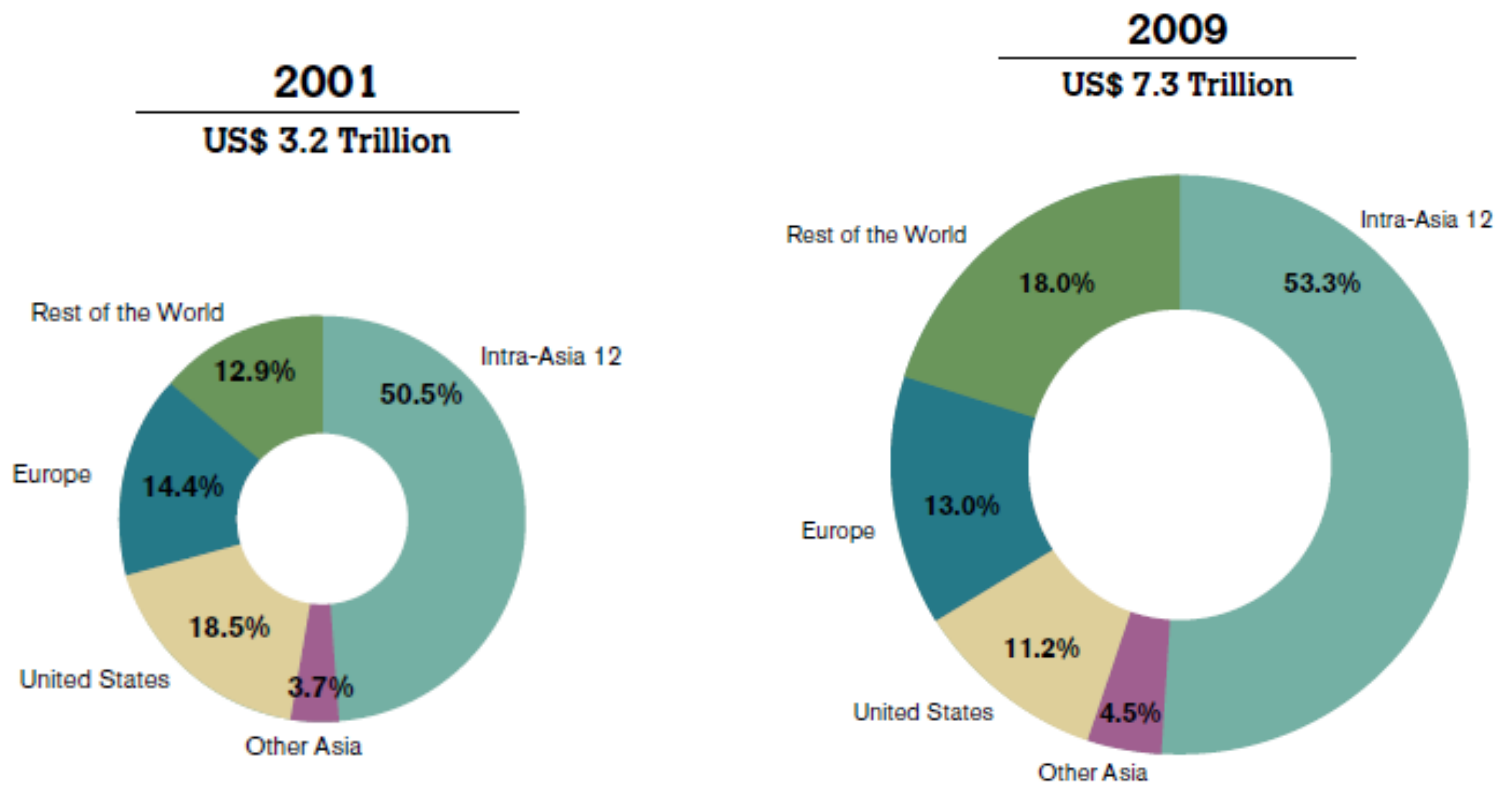


Source: World Trade Organisation Statistics Database.

Source: International Monetary Fund World Economic Outlook April 2011 Database.

Source: UNCTAD Foreign Direct Investment Database.

Over half of Asia's trade is intraregional



Note: "Intra-Asia 12" comprises China, Hong Kong (China), India, Indonesia, Japan, the Republic of Korea, Malaysia, the Philippines, Singapore, Chinese Taipei, Thailand and Viet Nam.

Source: UN Comtrade Database.

China: A key trading partner

Reporting Country	Where China Ranks (2010)
Japan	1st
Republic of Korea	1st
India	1st
Bangladesh	1st
Australia	1st
Malaysia	1st
Indonesia	2nd
Singapore	2nd
Thailand	2nd
Pakistan	2nd
New Zealand	2nd
Papua New Guinea	3rd

Sources: United Nations Comtrade; Australian Bureau of Statistics; Global Trade Information Service Global Trade Atlas; International Monetary Fund Direction of Trade Statistics CD Rom.

Key characteristics of new growth model

12th 5-Year Plan (12FYP) objectives

Reducing inequality and improving the social welfare net

Boosting the services sector

Enhancing environmental sustainability

Continuing development of China's provinces



Increased social protection to boost consumption

12FYP Objective: Reducing inequality and improving the social welfare net

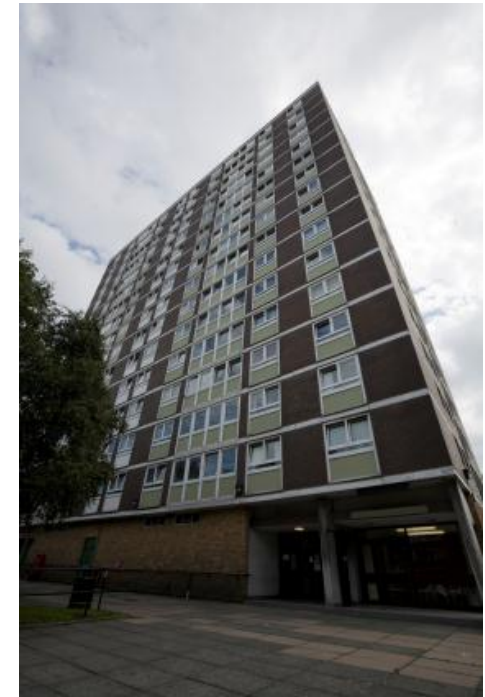
Pension schemes to cover all rural residents and 357 million urban residents

Increase the insurance participation rate of three types of basic medical insurance for urban and rural regions by 3%

Build 36 million sets of government-subsidized houses in urban areas

Increase in the minimum wage by no less than 13 per cent per year

Increase spending on basic medical services and raise payout limits for medical insurance



Projected explosion in China's services sector

12FYP Objective: Boosting the services sector

Increase the contribution of the services industry to GDP

Financial services, logistics, high-tech services, professional/commercial services, retail, tourism, aged and disability care all targeted for development



Projected explosion in demand for environmental services

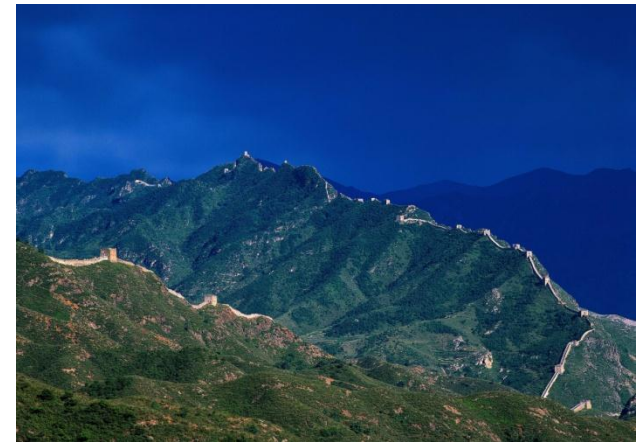
12FYP Objective: Enhancing environmental sustainability

Increase the share of non-fossil fuels in China's energy mix to 11.4 per cent of primary energy consumption

Cut energy consumption per unit of GDP by 16 per cent

Cut carbon dioxide emission per unit of GDP by 17 per cent

Reduce water consumption per unit of value-added industrial output by 30 per cent



Strong focus on China's developing regions

12FYP Objective: Continuing development of China's provinces

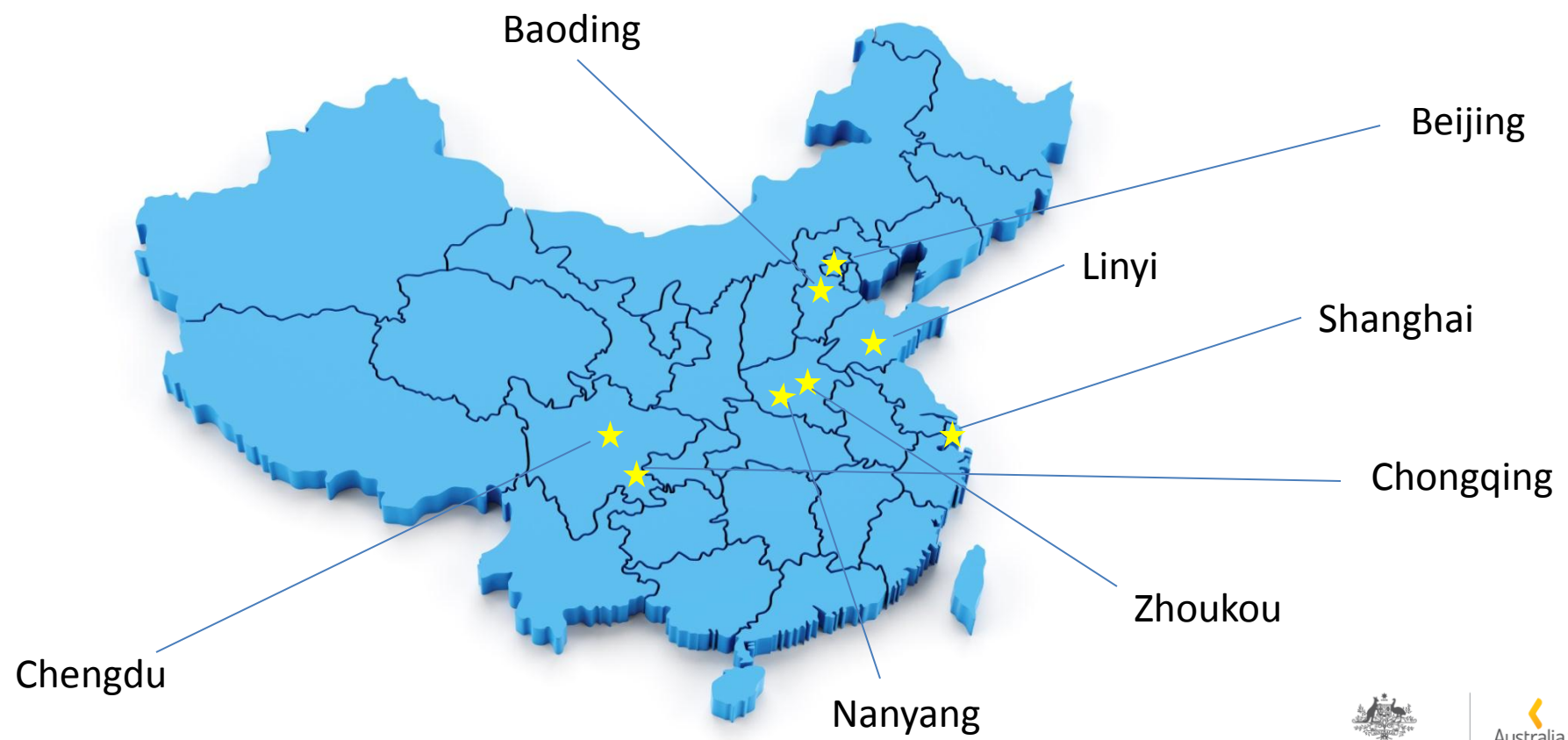
In China's **West** (including Chongqing and Chengdu): Expand infrastructure and enhance economic development through the development of economic zones.

In China's **Northeast**: Reinvigorate the old industrial base

In **Central** China (including Changsha and Wuhan): Expand industry, improve the investment environment and facilitate industry transfer from the eastern seaboard



China's emerging megacities: Population > 10 million

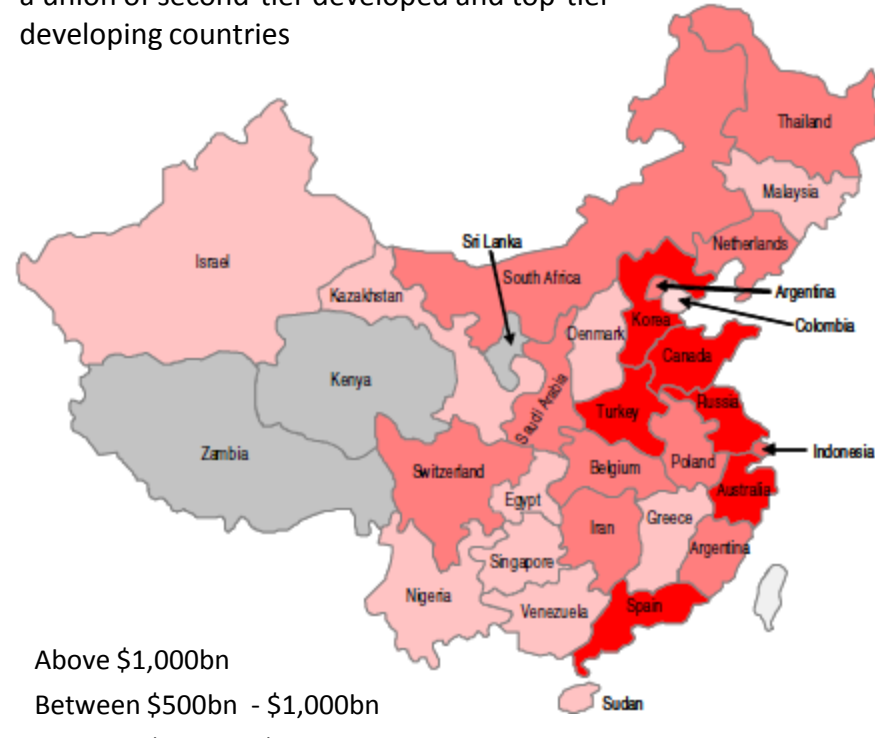


China's emerging megacities

China GDP in 2009 by provinces: a union of leading developing countries



China GDP in 2020 by provinces (projected): a union of second-tier developed and top-tier developing countries

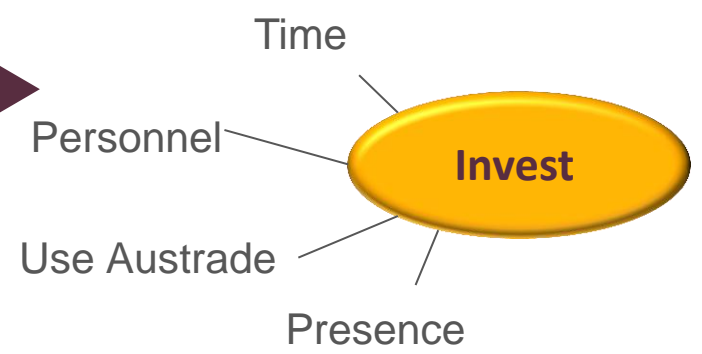
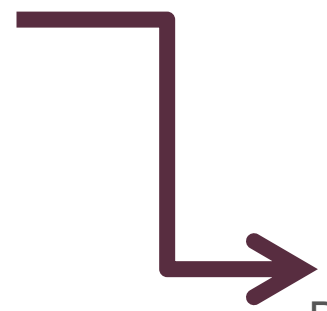


- Above \$1,000bn
- Between \$500bn - \$1,000bn
- Between \$100bn - \$500 bn
- Below \$100bn

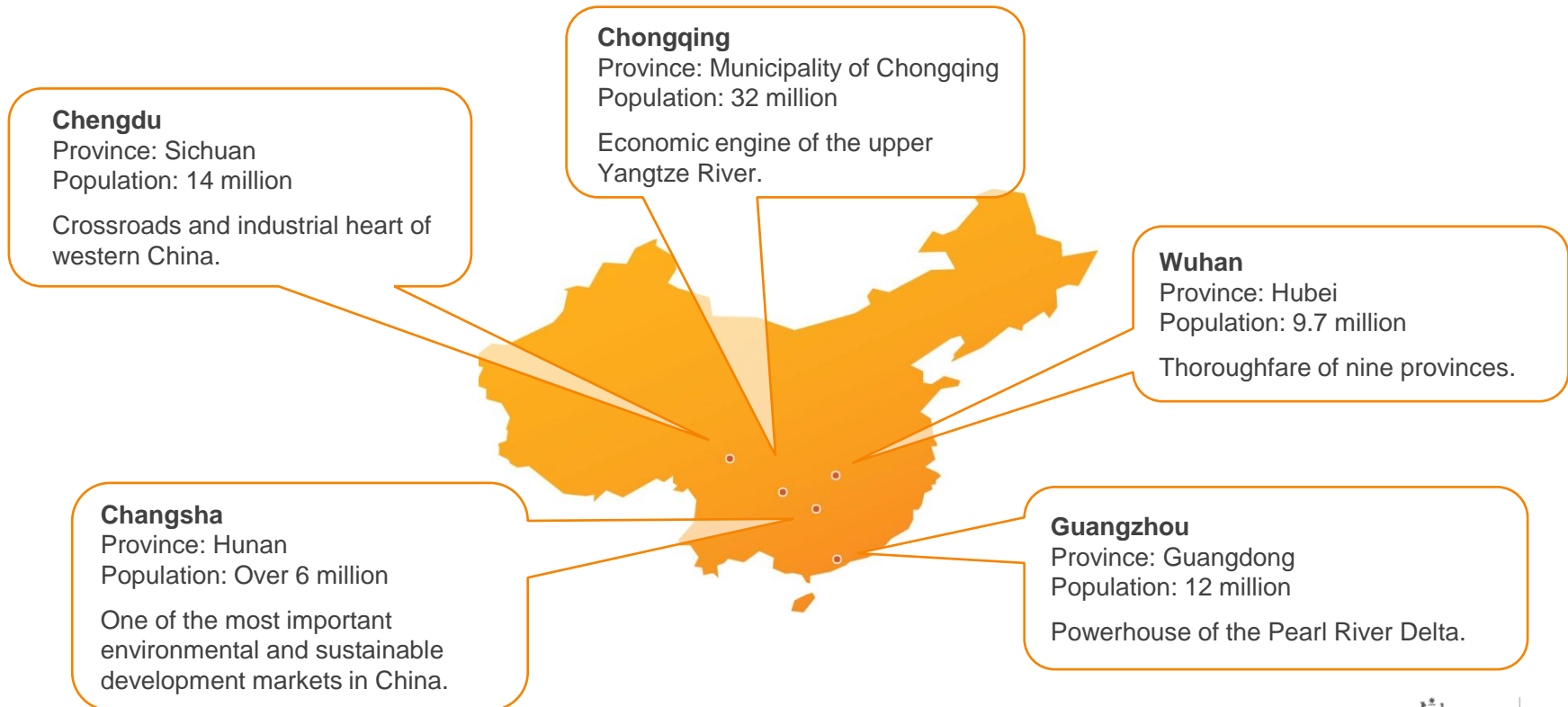
What does this mean for you?

Opportunities

- Clean energy
- Environmental services
- Architecture, design and green building
- Urban planning
- Water, air quality and waste management
- Infrastructure
- Logistics
- Education
- Banking and financial services
- Legal and professional services
- Health services
- Information technology
- Cultural services



Trade mission: 4 – 9 August 2011



Australia must be ahead of the curve

- Plan
- Use our trade and diplomatic network
- Visit and establish a presence
- Bilingual staff
- Look to the long term

