

Agenda

- Australia's Extreme China Dependence
 - Tourism
 - Education
 - Commodities
- Impact of Coronavirus
 - Direct export impacts: Professor Salvatore Babones' modelling
 - Indirect economy impacts



Facebook.com/nucleuswealth



Linkedin.com/company/nucleuswealth



Instagram.com/nucleus_wealth



Twitter.com/nucleuswealth

Leith van Onselen
Tim Fuller
Damien Klassen

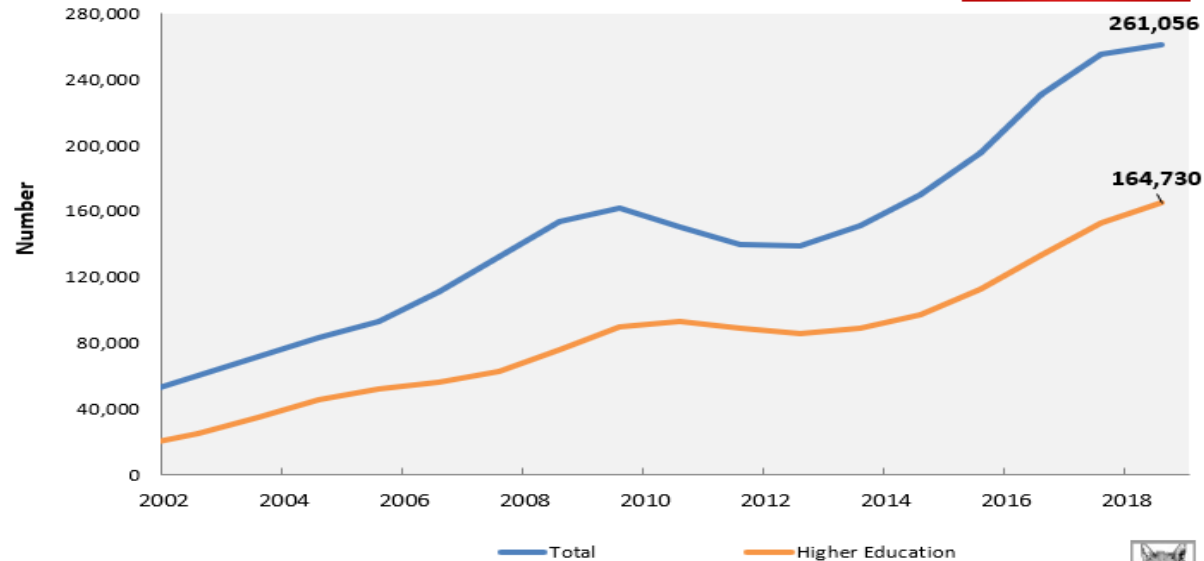


China biggest source of international students and tourists

Strong growth over many years

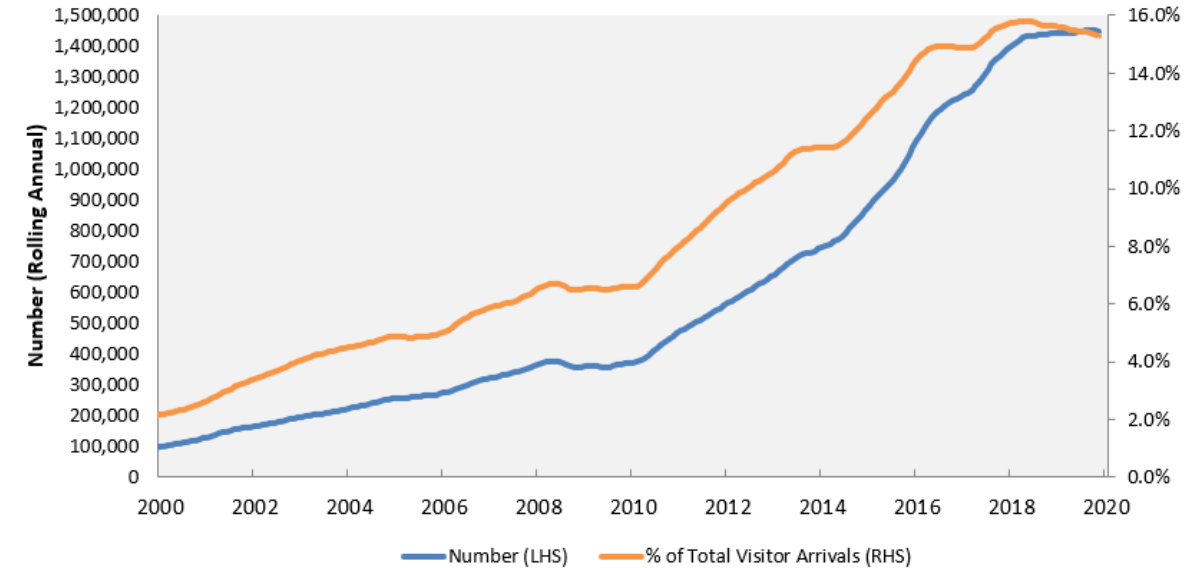
Chinese International Student Enrolments

Source: Department of Education



Short-term Arrivals from China

Source: Australian Bureau of Statistics



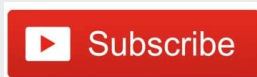
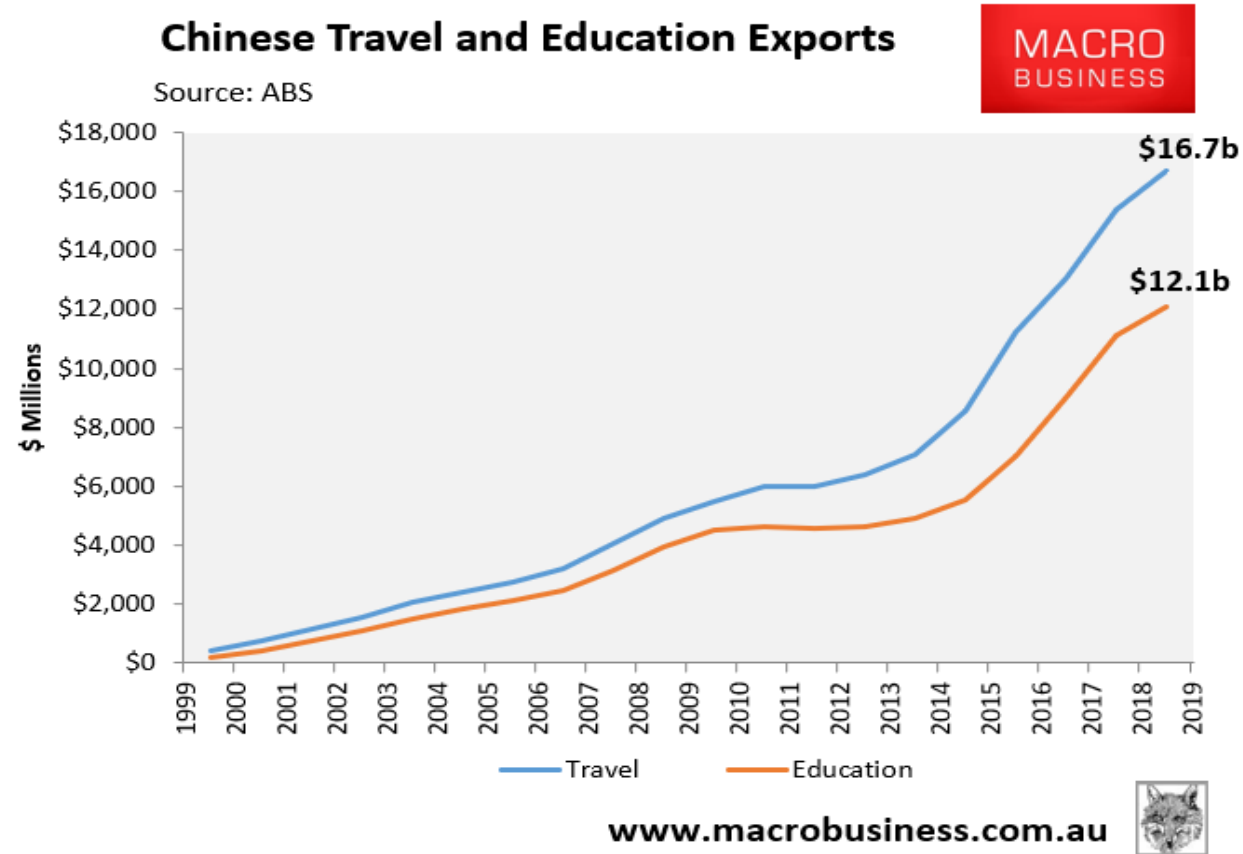
<https://nucleuswealth.com/subscribe>
Join the podcast mailing list to be notified about future episodes

Leith van Onselen
Tim Fuller
Damien Klassen



Massive export earner

\$28.8 billion in travel and education exports in 2019



Stay up to date & receive notifications



Like

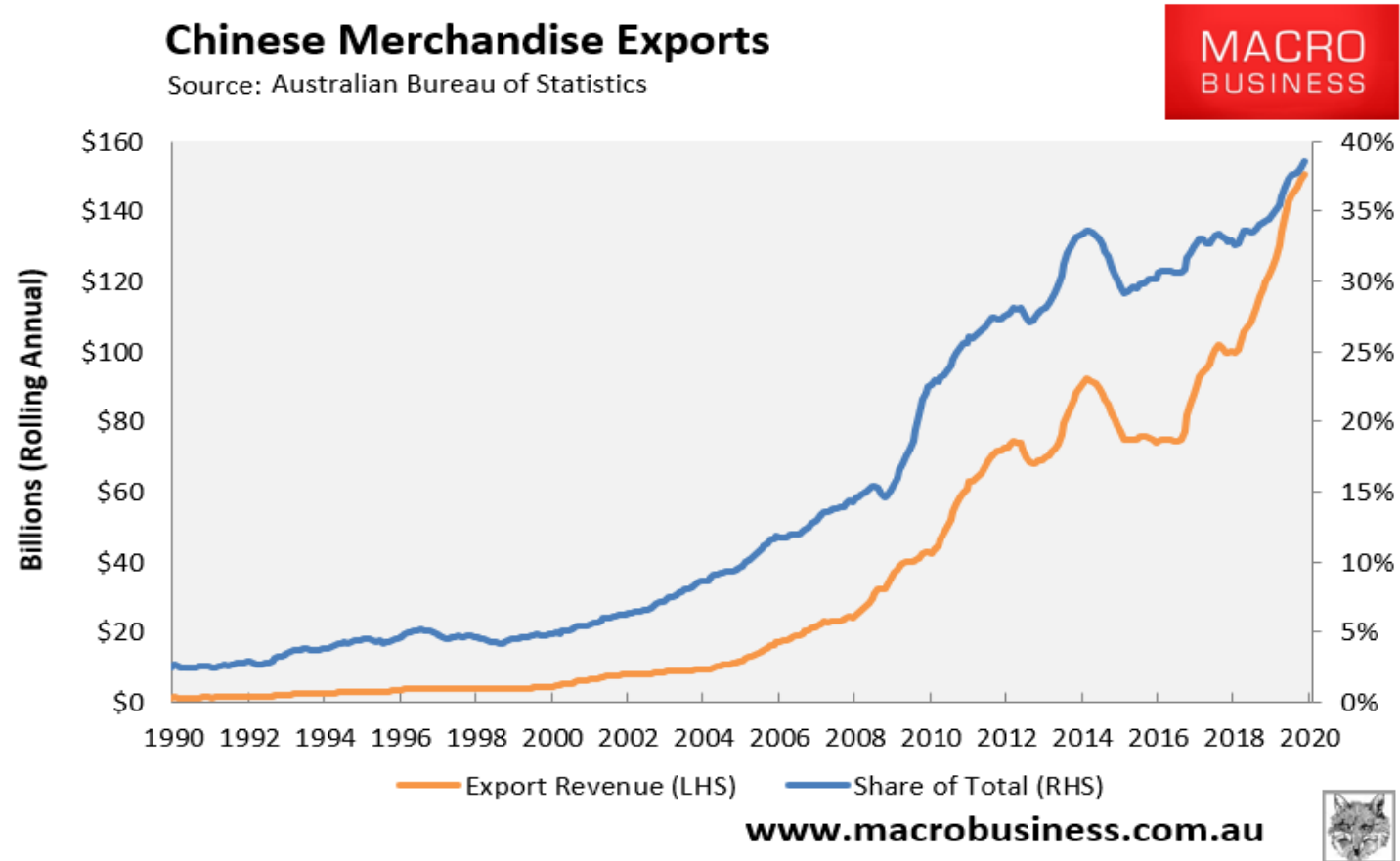
Leave a like if you enjoyed

Leith van Onselen
Tim Fuller
Damien Klassen



China also biggest merchandise export market

~40% of Australia's goods exports go to China (\$150 billion in 2019)



Facebook.com/nucleuswealth



Linkedin.com/company/nucleuswealth



Instagram.com/nucleus_wealth



Twitter.com/nucleuswealth

Leith van Onselen
Tim Fuller
Damien Klassen



Salvatore Babones: Virus to cost \$8b to \$12b in lost export earnings

Tourism, education and minerals hardest hit

Table 2. Potential Coronavirus Revenue Losses by Industry

Export industry	Exports to mainland China + HKG / Macau	Minimum likely export revenue loss during epidemic	Maximum likely export revenue loss during epidemic	Minimum likely 2020 export revenue loss (assuming a 6 month epidemic)	Maximum likely 2020 export revenue loss (assuming a 6 month epidemic)
ALL GOODS	\$157,211,818,978			\$3,152,959,086	\$5,247,498,962
Agriculture	\$10,663,768,958	2.490%	5.920%	\$132,763,924	\$315,647,561
Beverages	\$1,397,991,961	0.500%	2.000%	\$3,494,980	\$13,979,920
Minerals	\$94,259,485,878	5.475%	8.840%	\$2,580,353,426	\$4,166,269,276
Fossil fuels	\$15,218,756,810	5.475%	8.840%	\$416,613,468	\$672,669,051
Animal/vegetable oils	\$61,796,568	0.500%	2.000%	\$154,491	\$617,966
Chemicals	\$2,843,461,538	0.500%	2.000%	\$7,108,654	\$28,434,615
Manufactures	\$3,506,227,569	0.500%	2.000%	\$8,765,569	\$35,062,276
Machinery	\$1,481,829,773	0.500%	2.000%	\$3,704,574	\$14,818,298
Gold, etc.	\$27,778,499,923	INSUFFICIENT DATA		--	--
ALL SERVICES	\$17,840,657,534			\$4,757,069,607	\$6,640,467,610
Passenger transport	\$475,152,000	40.0%	80.0%	\$95,030,400	\$190,060,800
Freight transport	\$725,760,000	20.0%	60.0%	\$72,576,000	\$217,728,000
Business travel	\$554,680,000	40.0%	80.0%	\$110,936,000	\$221,872,000
Education	\$9,376,027,397	60.0%	80.0%	\$2,812,808,219	\$3,750,410,959
Tourism	\$4,300,650,000	70.0%	90.0%	\$1,505,227,500	\$1,935,292,500
Financial services	\$987,561,000	20.0%	40.0%	\$98,756,100	\$197,512,200
Telecommunications services	\$178,364,000	0.5%	2.0%	\$445,910	\$1,783,640
Management consulting	\$596,752,000	20.0%	40.0%	\$59,675,200	\$119,350,400
All other services	\$645,711,137	0.5%	2.0%	\$1,614,278	\$6,457,111
ALL EXPORTS	\$175,052,476,512			\$7,910,028,693	\$11,887,966,572



<https://nucleuswealth.com/subscribe>
Join the podcast mailing list to be notified about future episodes

Leith van Onselen
Tim Fuller
Damien Klassen



Broader economic impacts

Q1 and Q2 GDP likely to fall, pushing Australia into recession

- Risk of widespread quarantines impacting
 - Schools
 - Universities
 - Workplaces
 - Travel
 - Public events
- Negative wealth effect (shares, property falls)
- Consumer boycott
- Public health costs



Facebook.com/nucleuswealth



Linkedin.com/company/nucleuswealth



Instagram.com/nucleus_wealth



Twitter.com/nucleuswealth

Leith van Onselen
Tim Fuller
Damien Klassen

