



Australian Government

Department of Agriculture
and Water Resources

ABARES



REGIONAL
OUTLOOK

Big picture issues affecting agriculture in the north

Trish Gleeson

Australian Bureau of Agricultural
and Resource Economics and Sciences

5 July 2017

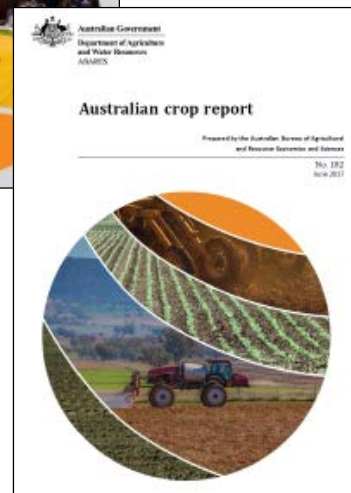
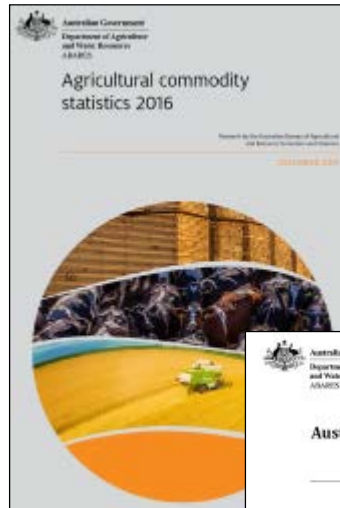


Research by the
Australian Bureau of Agricultural and Resource Economics and Sciences

Australian Bureau of Agricultural & Resource Economics and Sciences (ABARES)



Statistics



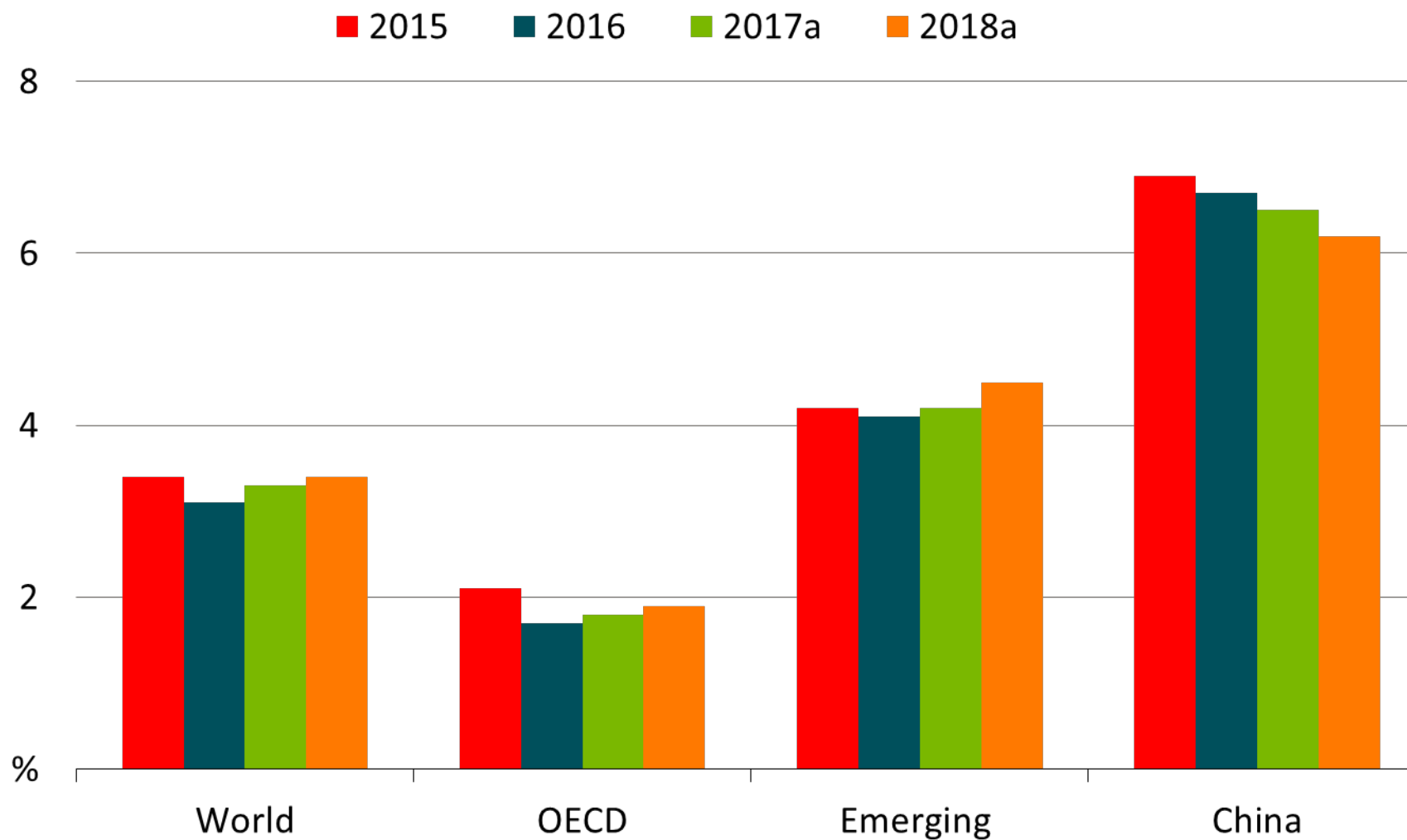
Forecasting



Analysis

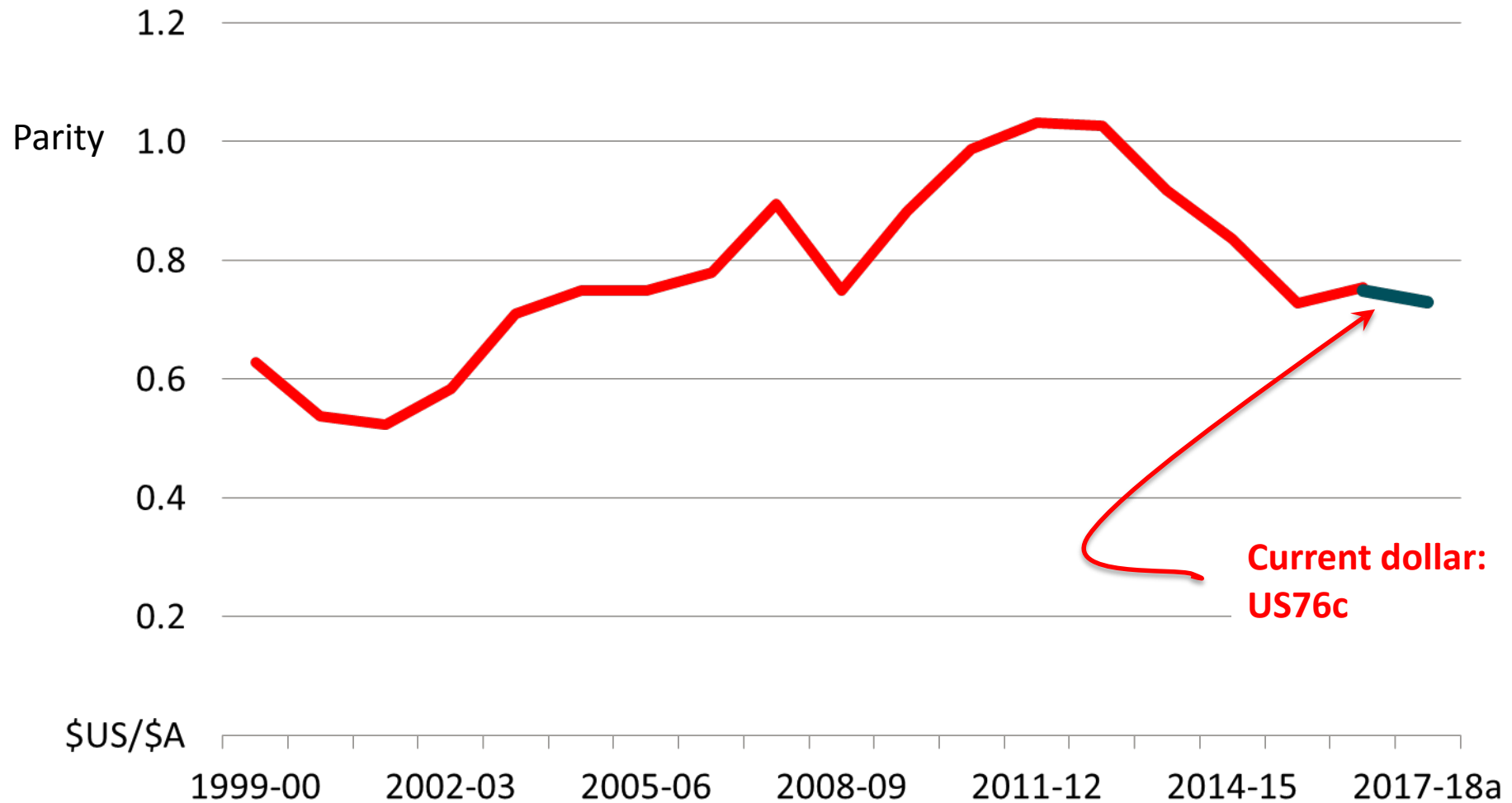


World Economic Growth



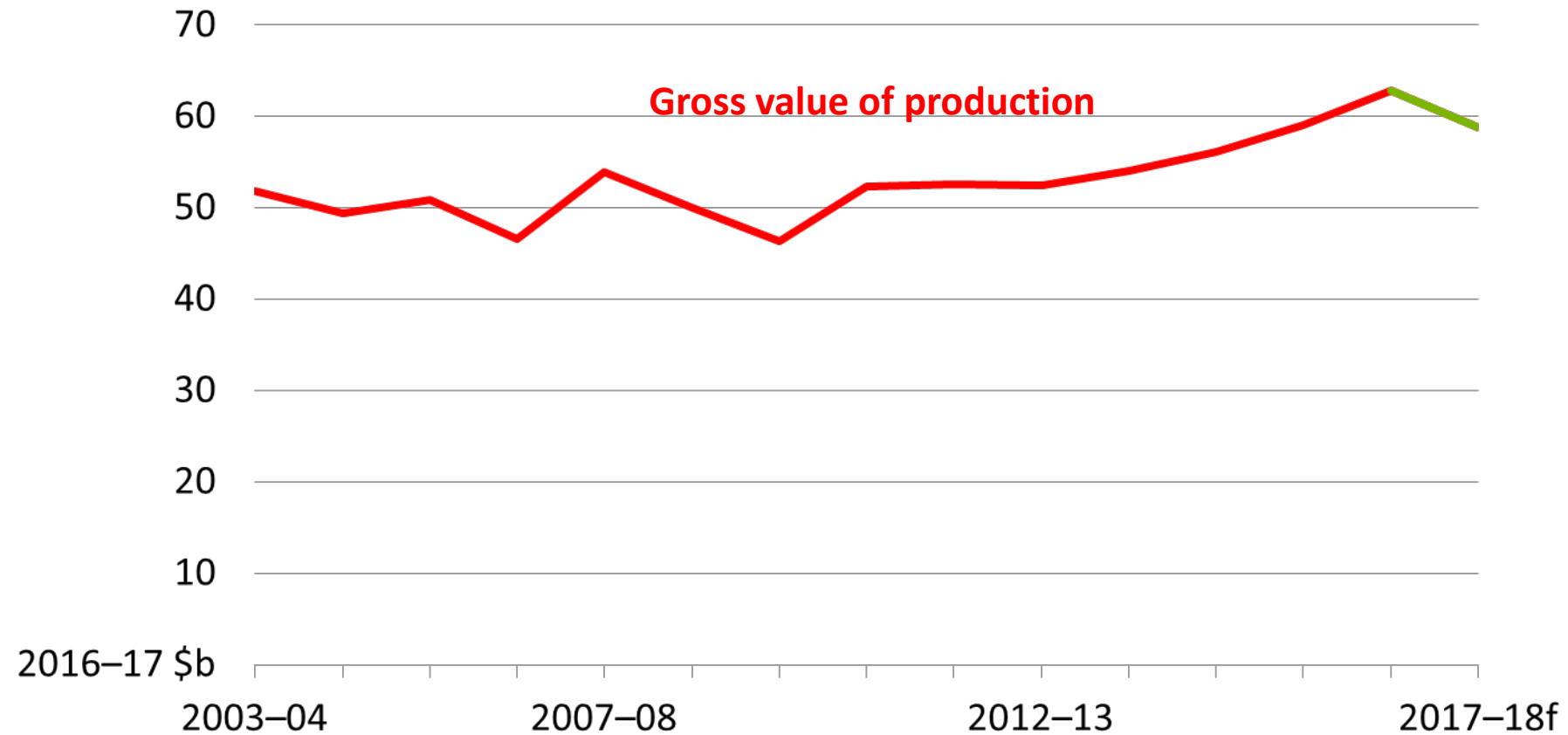
a ABARES assumption

Australian dollar has fallen



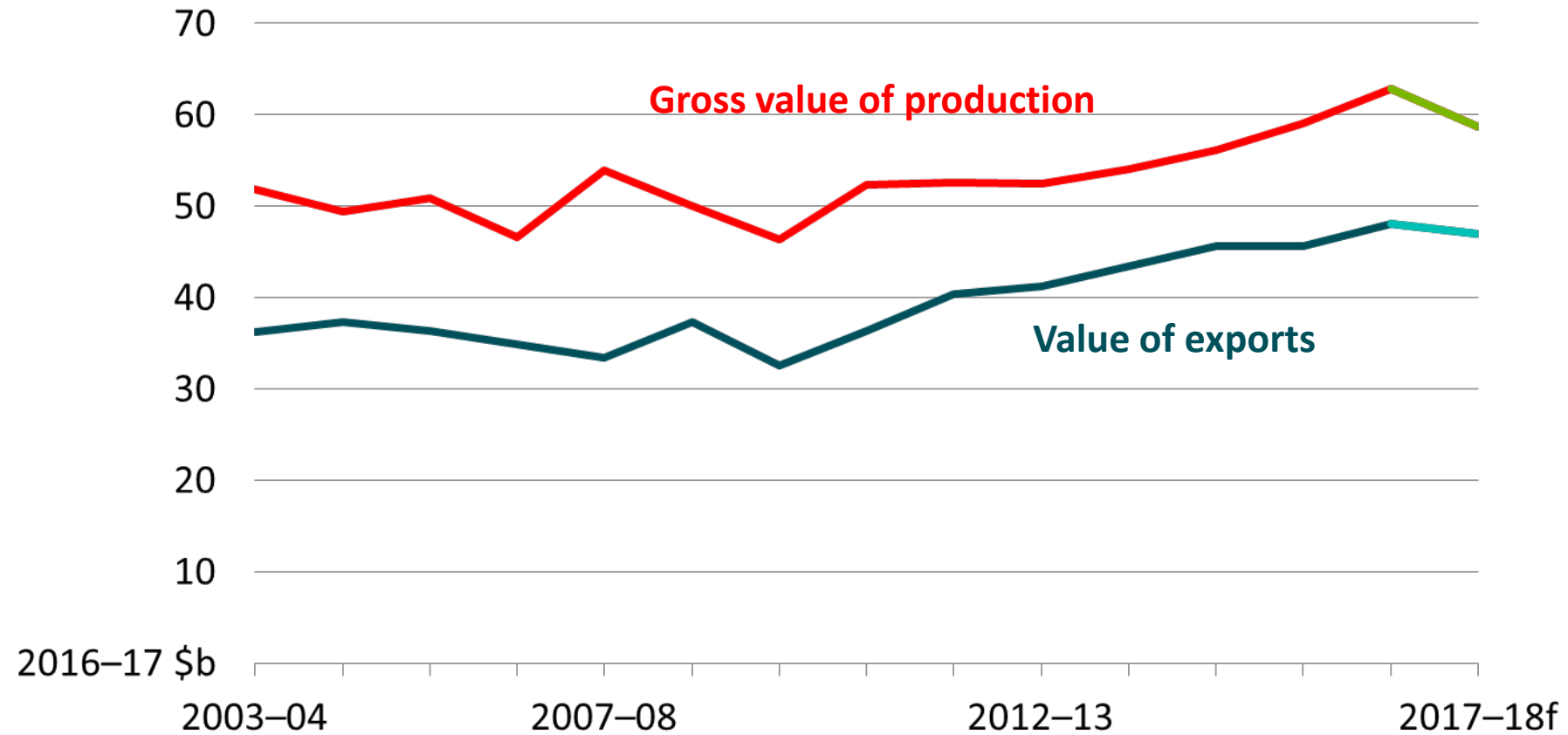
a ABARES assumption

Value of agricultural production and exports



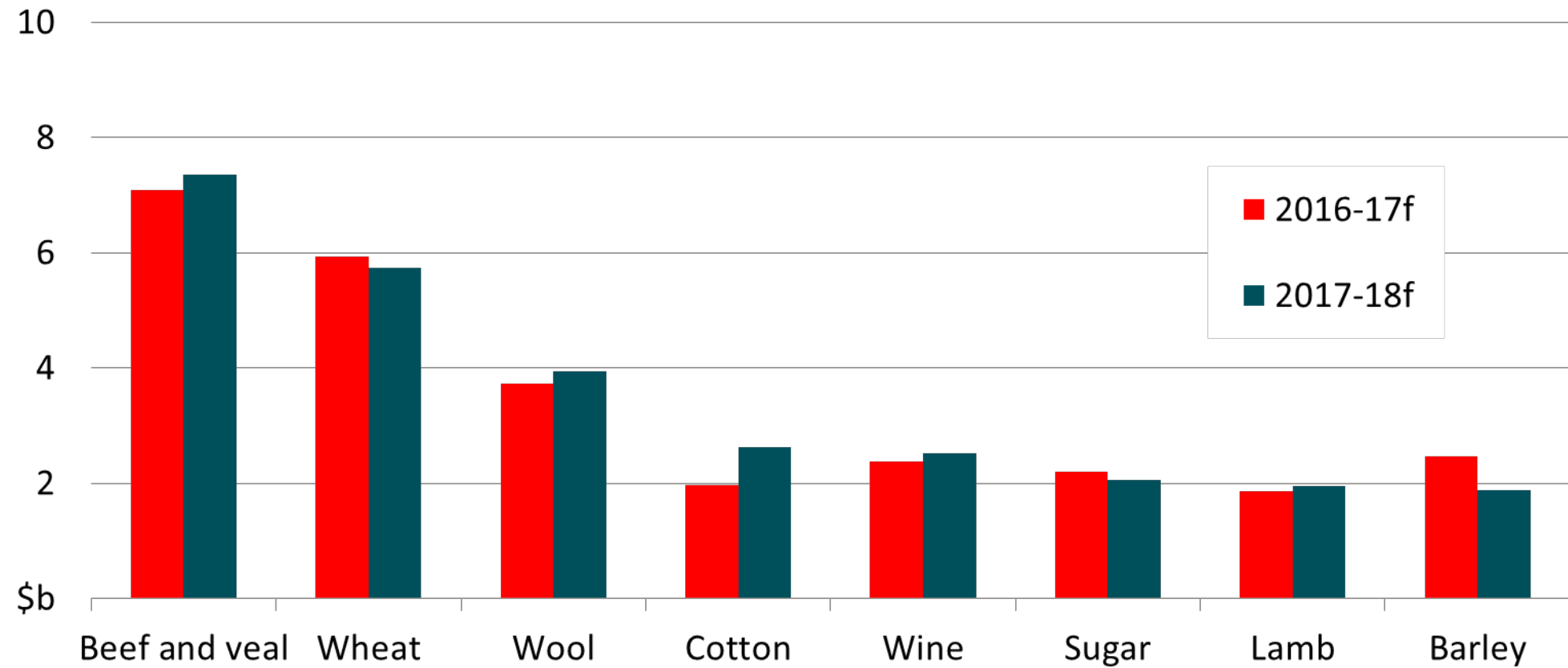
f ABARES forecast.

Value of agricultural production and exports



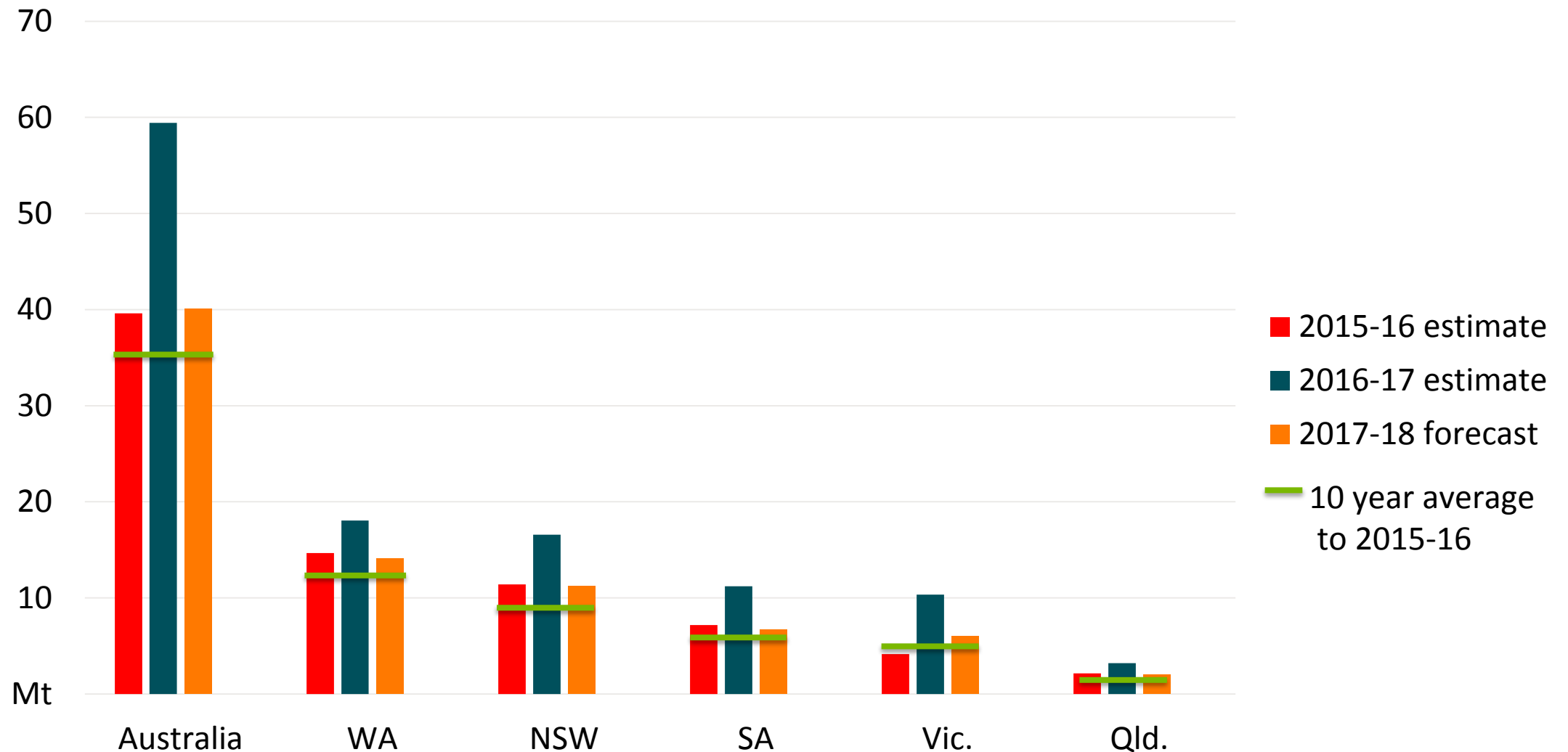
f ABARES forecast.

Major Australian agricultural exports

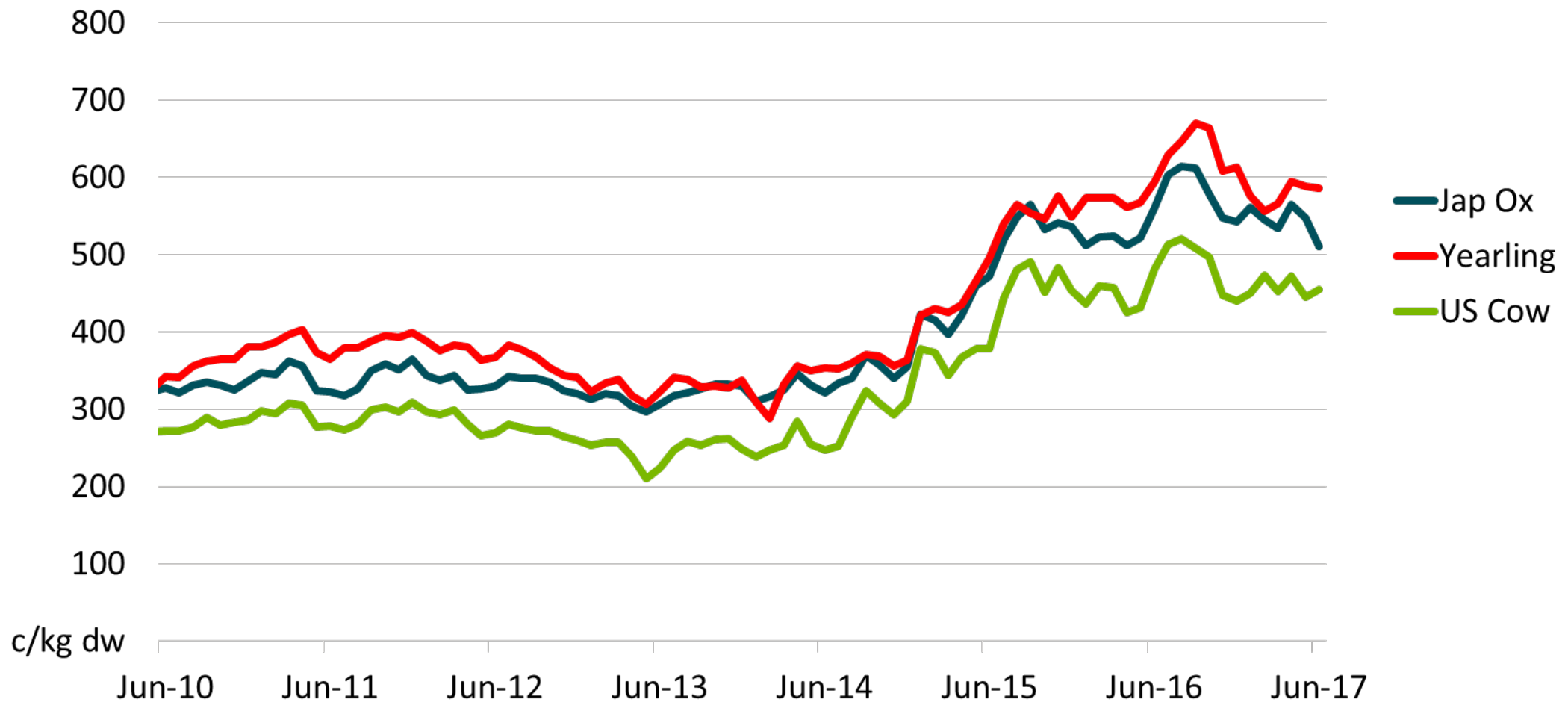


f ABARES forecast.

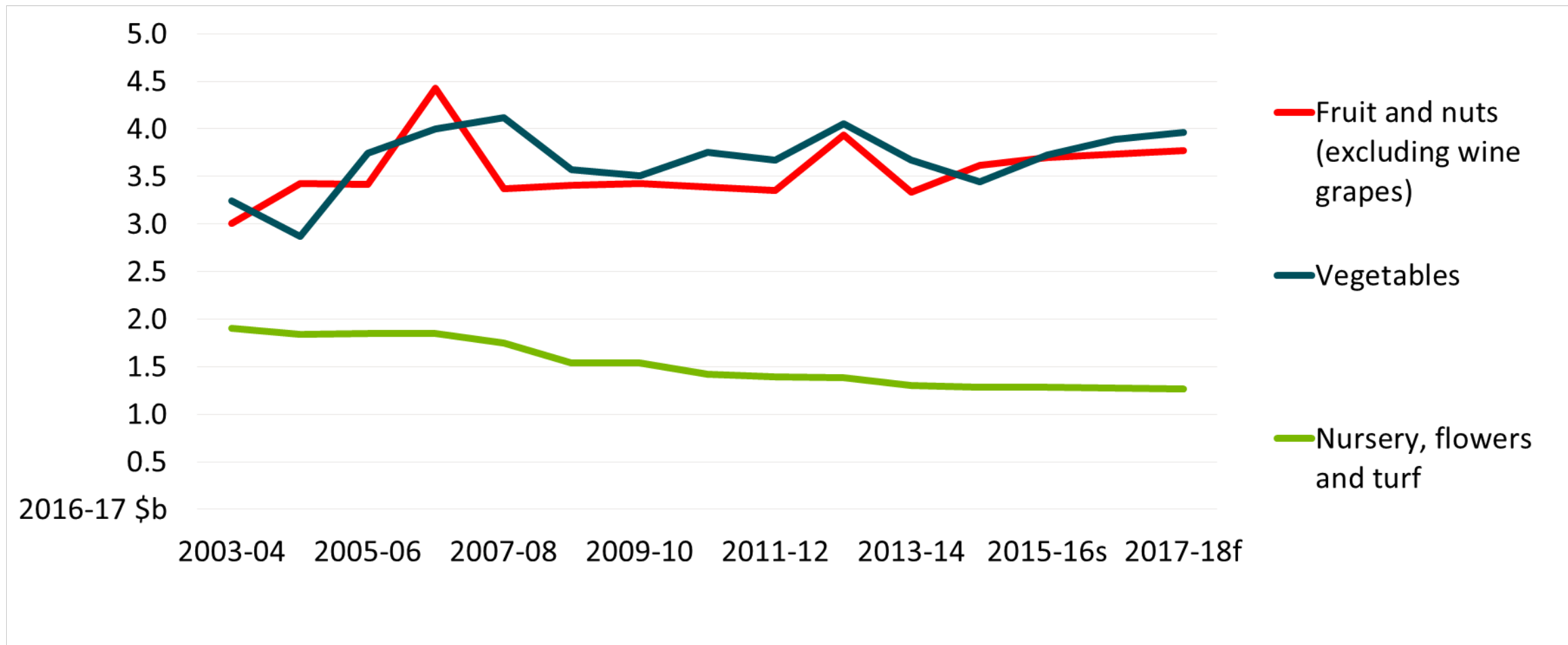
Australian winter crop production



National saleyard cattle prices, monthly



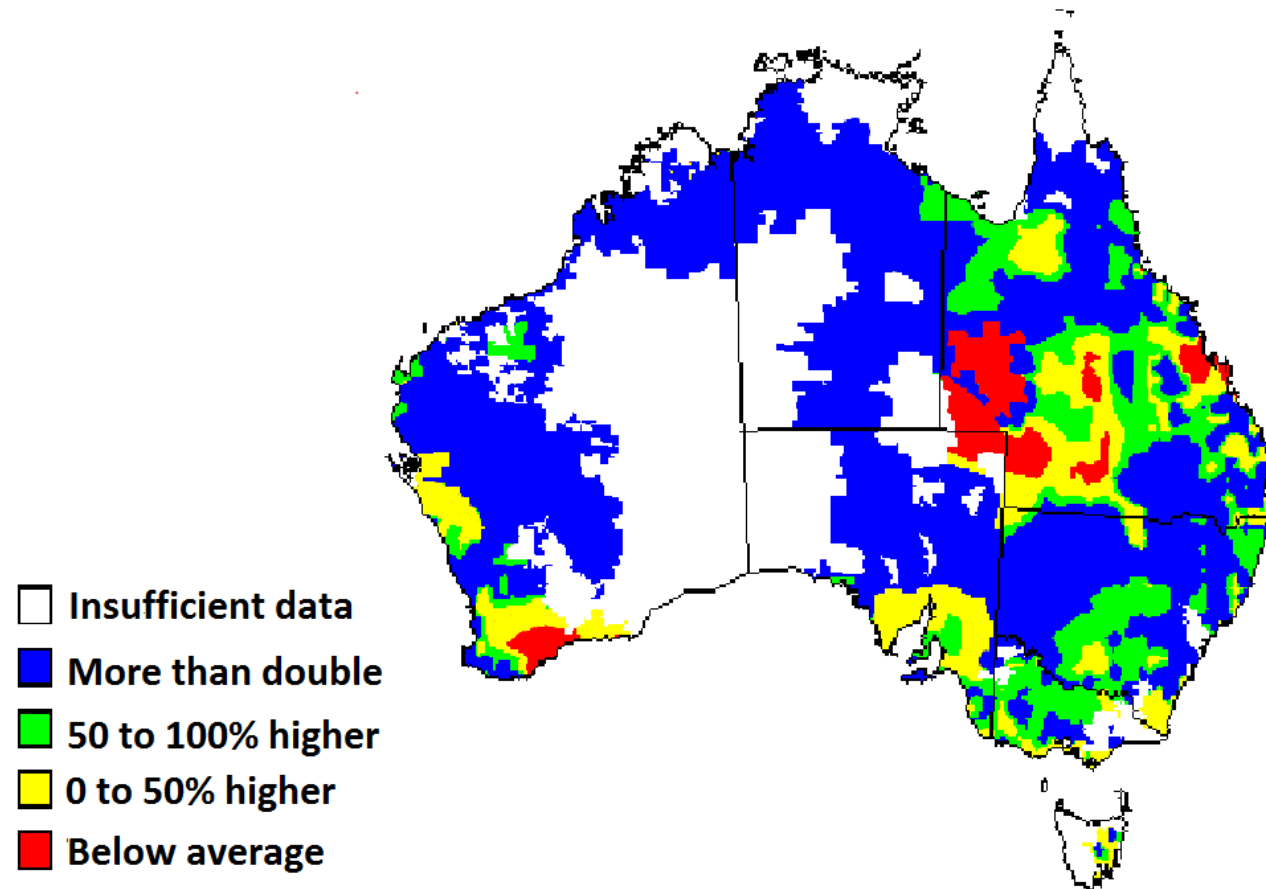
Gross value of horticulture production



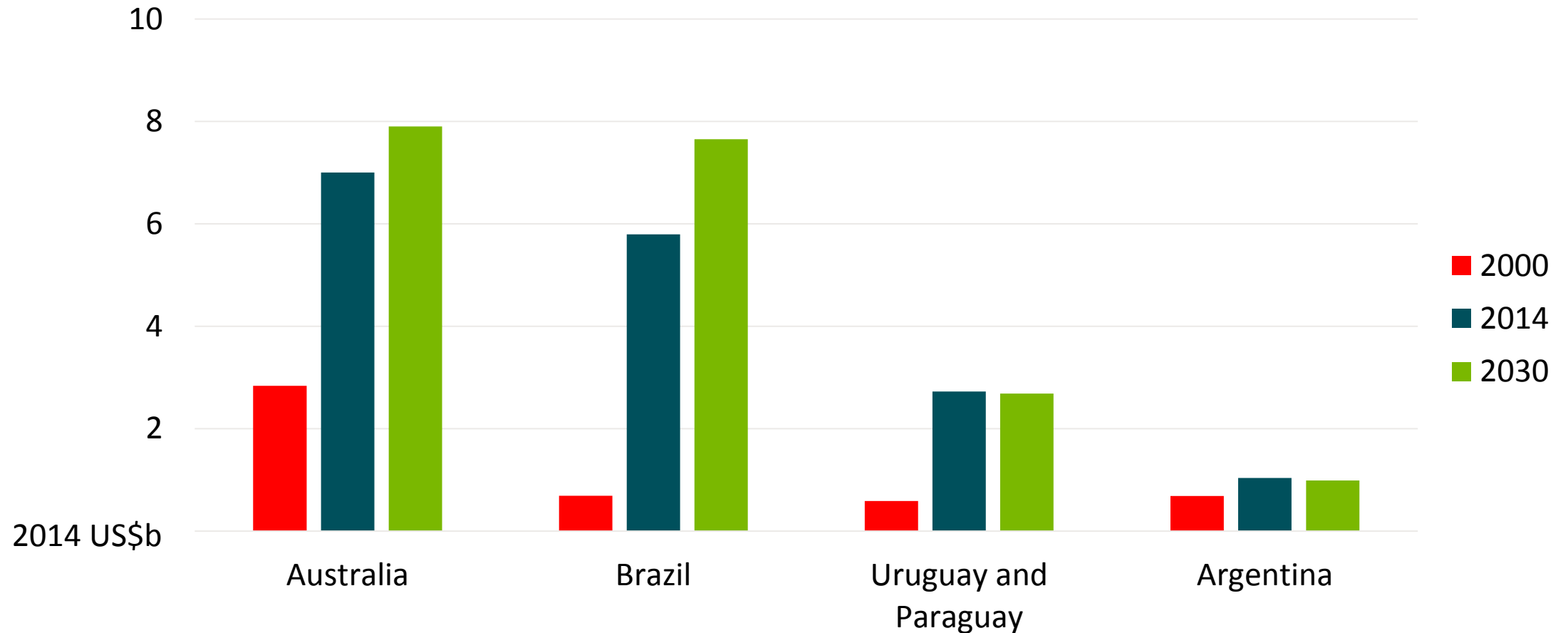
s ABARES estimate z ABARES projection

Current farm cash income compared to average for previous 10 years

2016-17 dollars



Beef export value, Australia and South America



Source: *South America: an emerging competitor for Australia's beef industry* (Hyde M, Thorpe S, Waring A, Moir B & Gunning-Trant C 2016)

Drivers of growth in beef exports between 2000 and 2014

Australia

Export value (2014 US\$)

- 2000 US\$2.8 billion
- 2014 US\$7.0 billion

Export supply costs

↑ 26%

Market access

↑ 88%

Real exchange rates

↓ 22%

Income growth

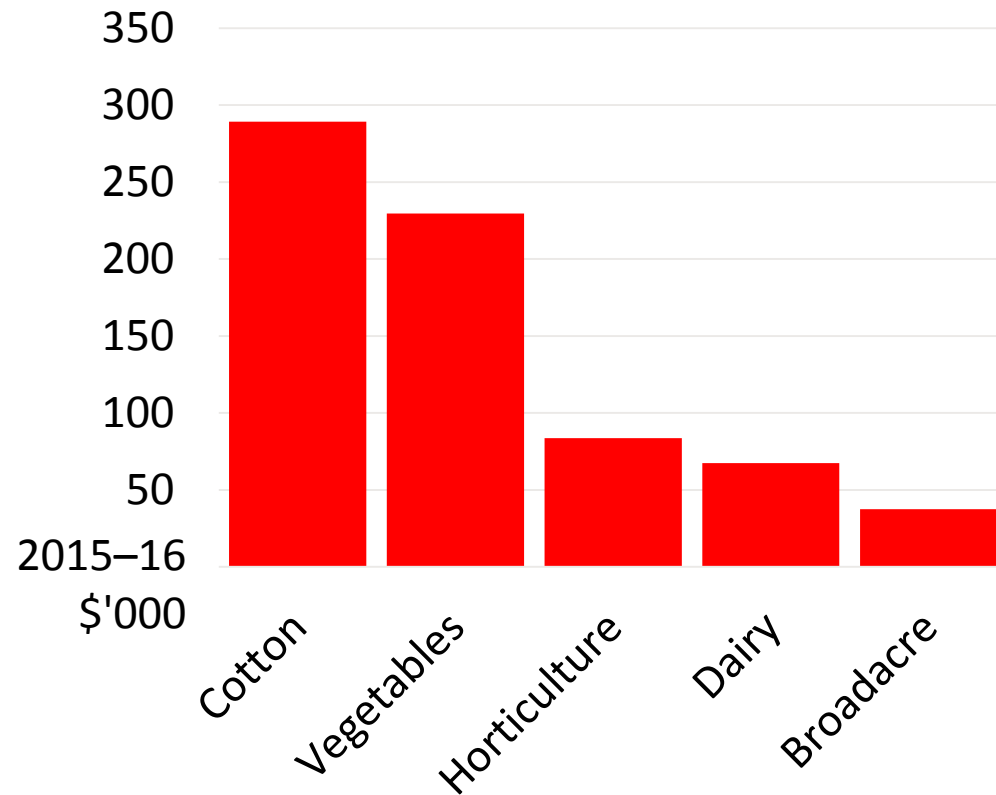
↑ 8%

Drivers of growth in beef exports between 2000 and 2014

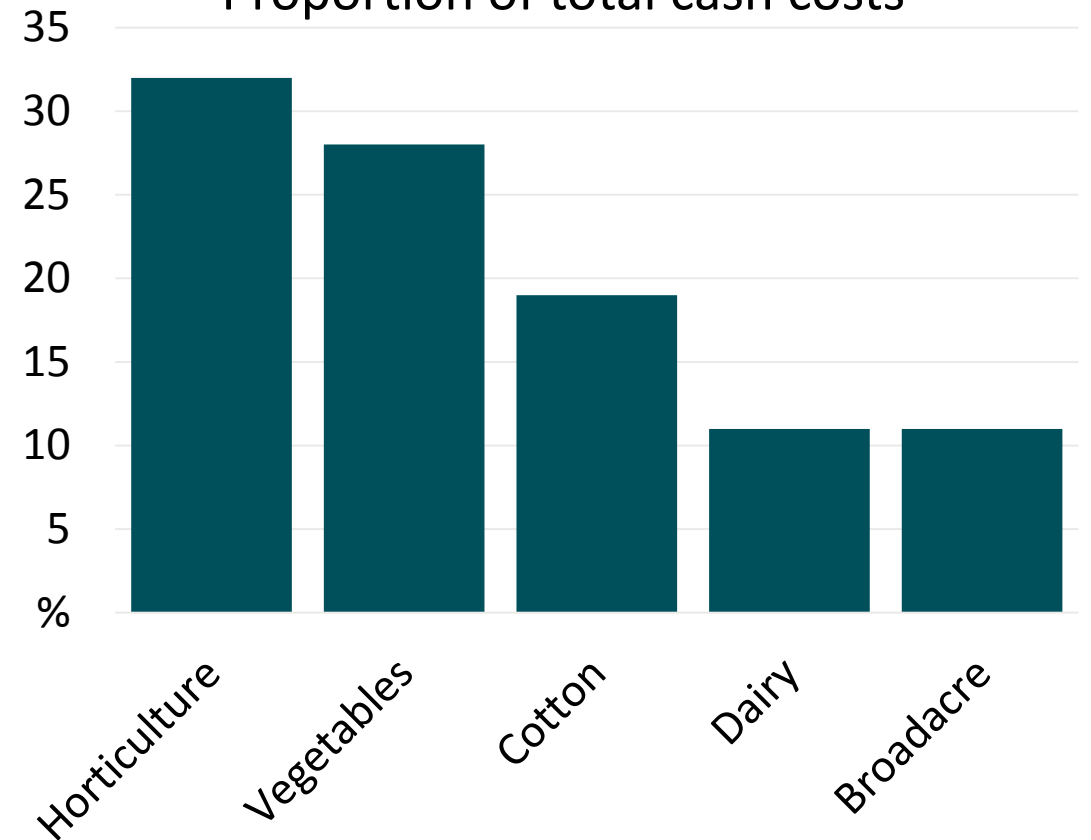
	<u>Australia</u>	<u>Brazil</u>
Export value (2014 US\$)		
• 2000	US\$2.8 billion	US\$0.7 billion
• 2014	US\$7.0 billion	US\$5.8 billion
Export supply costs	↑ 26%	↑ 37%
Market access	↑ 88%	↑ 55%
Real exchange rates	↓ 22%	— 0%
Income growth	↑ 8%	↑ 8%

Labour force survey

Total expenditure on labour

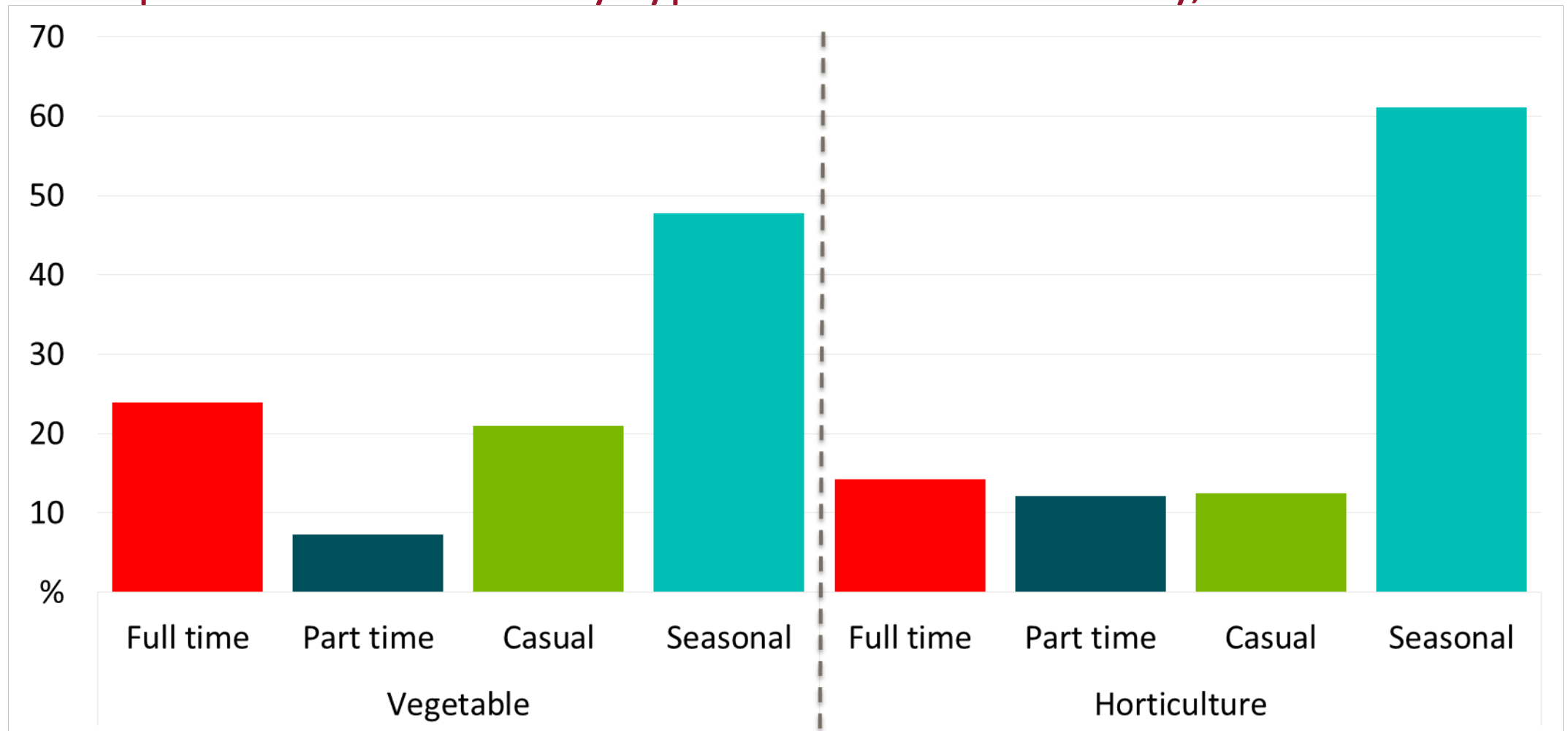


Proportion of total cash costs



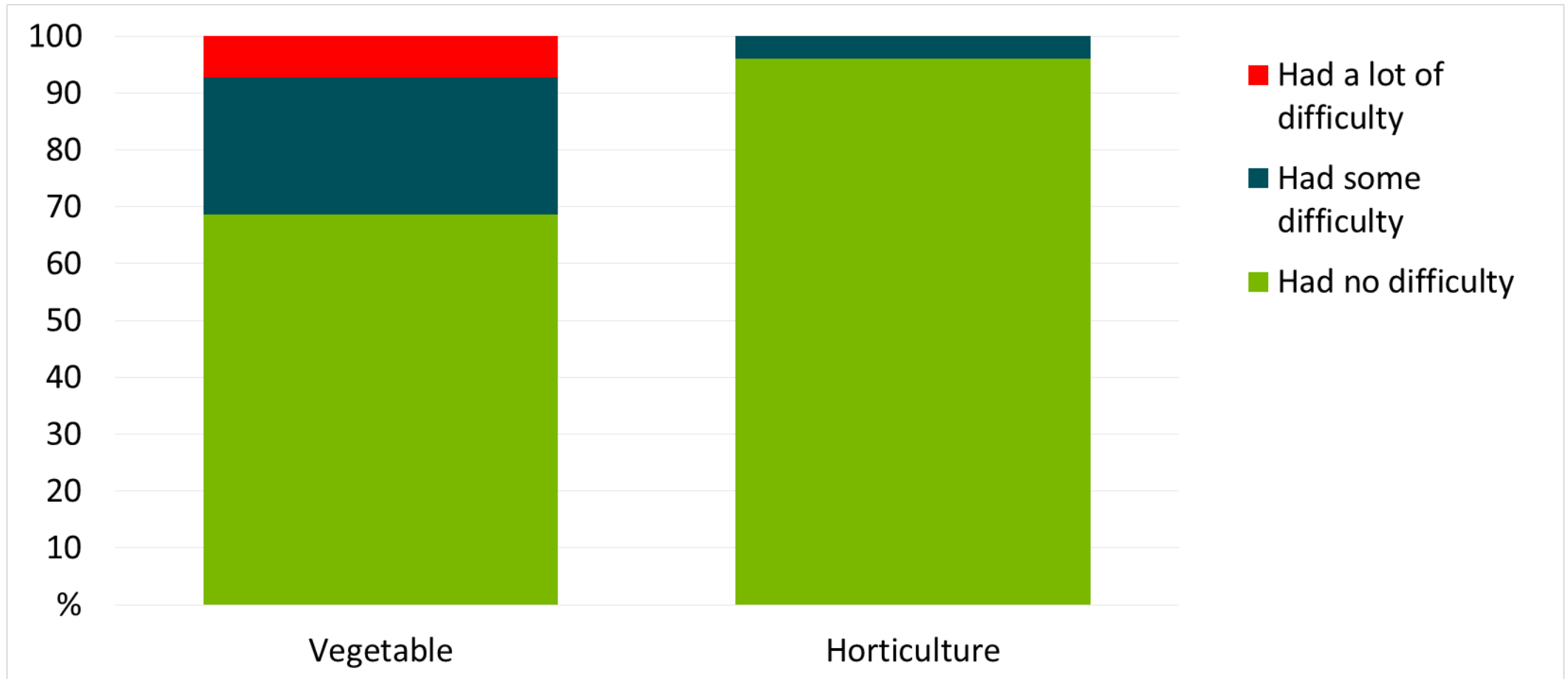
Labour force survey

Proportion of workers by type of work and industry, 2015-16



Labour force survey

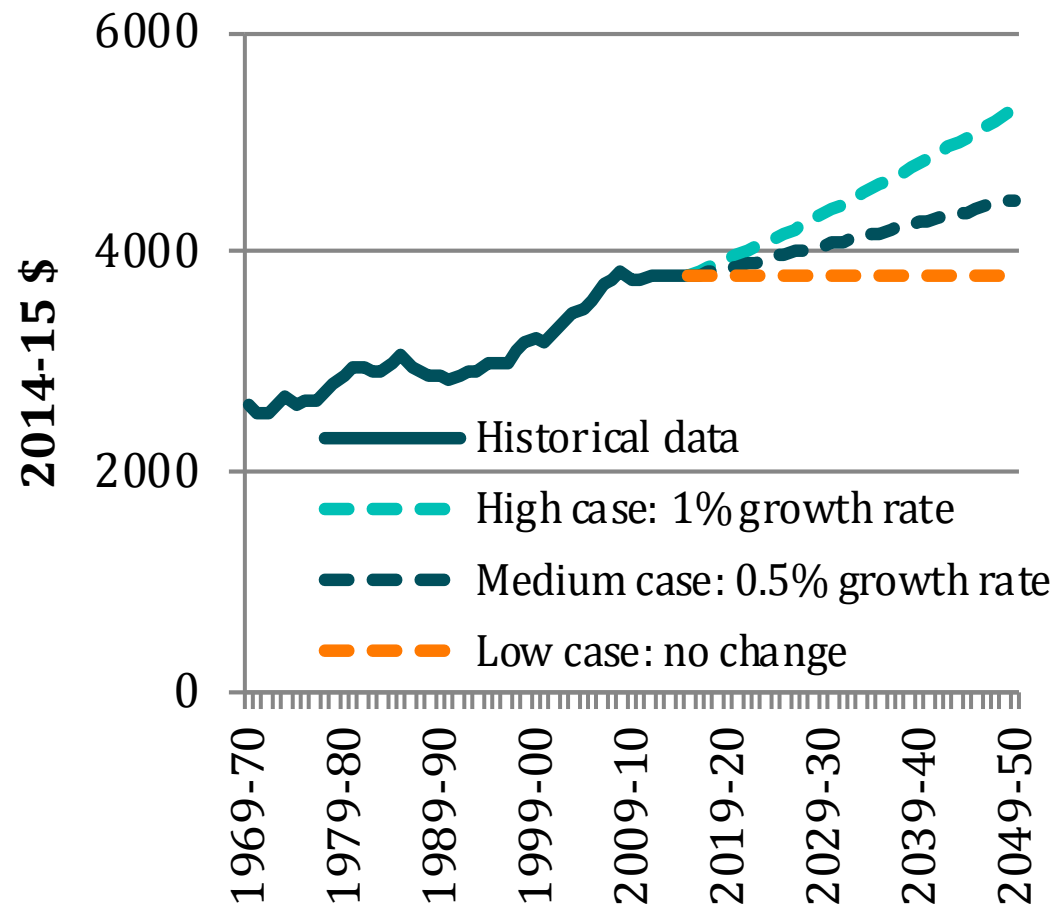
Difficulty recruiting, by industry, 2015-16



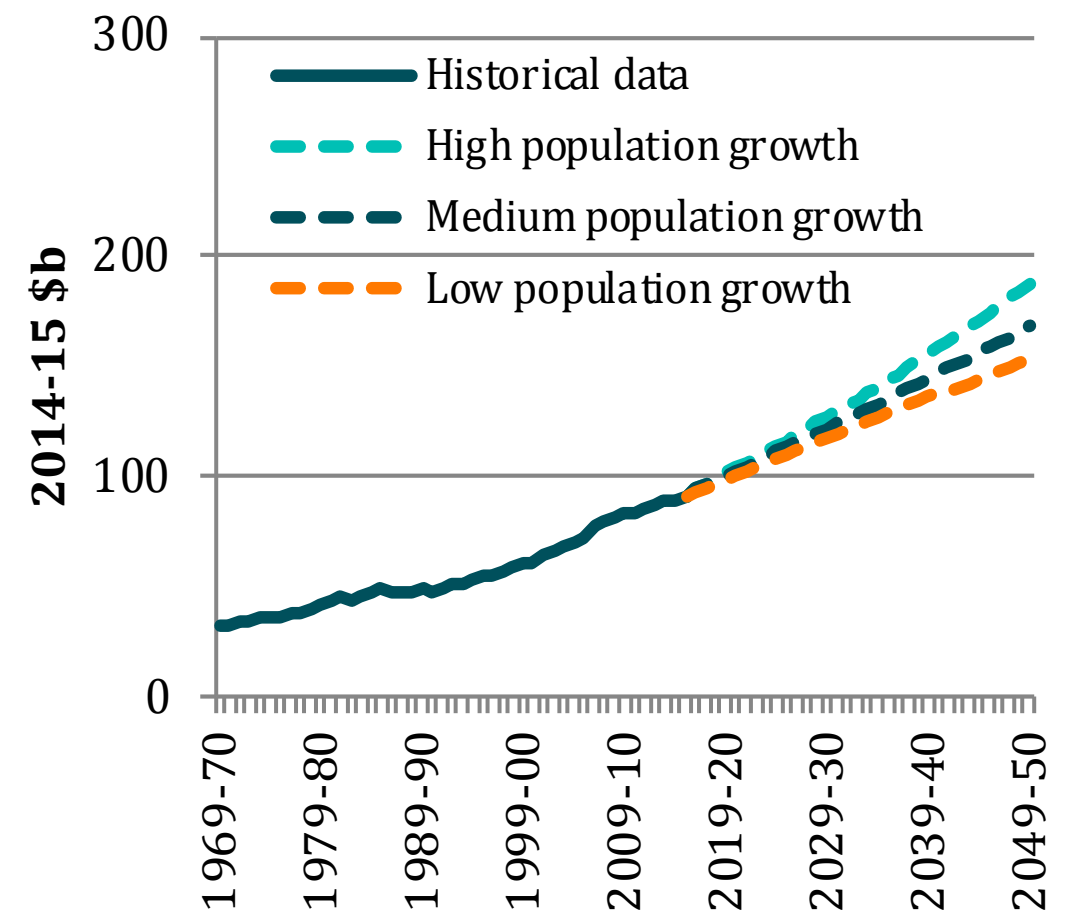
Australia's household food consumption

Indicative projections to 2049-50

a) Food expenditure per person

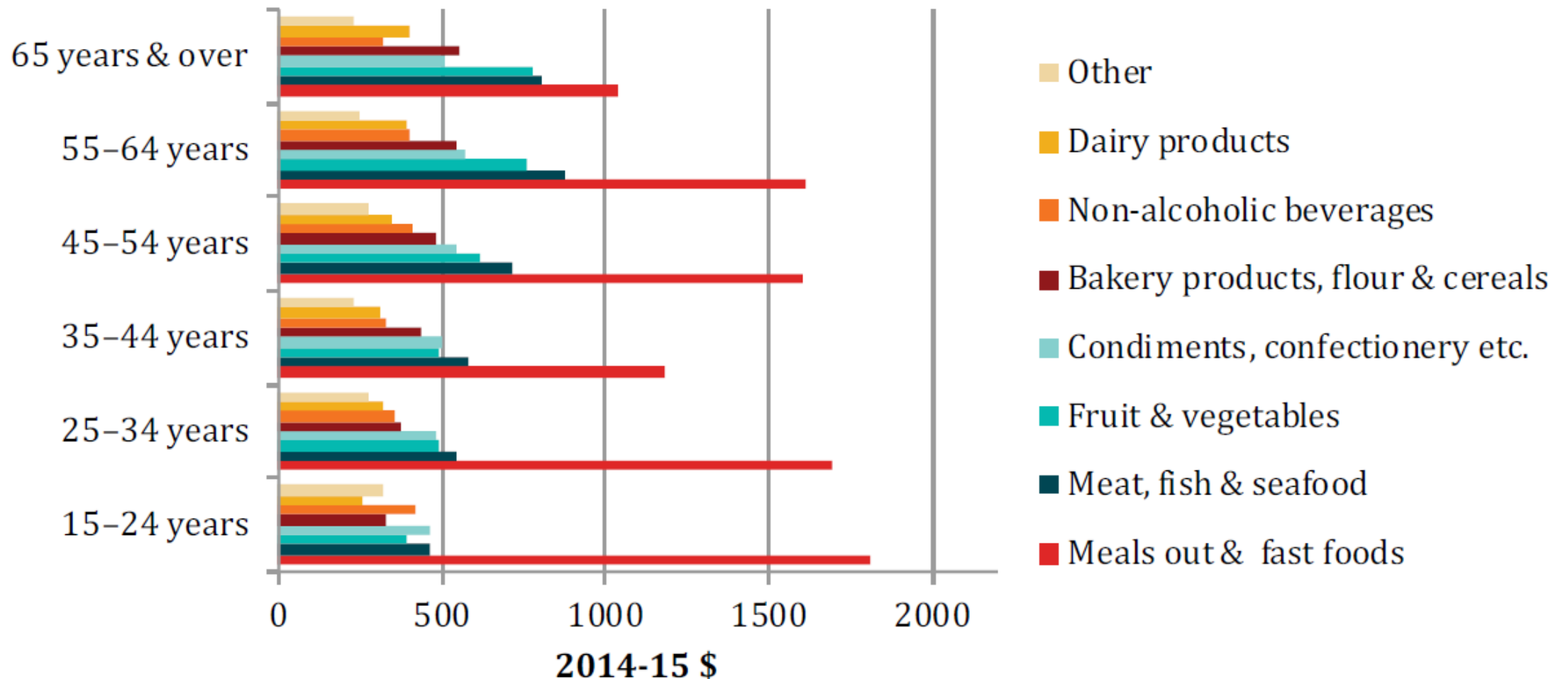


b) Total food expenditure



Household food expenditure per person

By age category for household reference person, 2009-10





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