

Attracting Investment will Power Australia's Economic Recovery

The Contribution

The contribution of the oil and gas industry to Australia's economy is significant.



More than
\$450bn Invested
over the last decade in oil and gas projects supporting jobs, businesses and communities in regional Australia



Supporting
80,000 Jobs
directly and indirectly. For every job in oil and gas, another 10 jobs are supported in Australia



Around
4% of GDP
contribution in 2019-20, up from 3% in 2018-19



\$77bn Paid in Tax
to build roads, hospitals and schools

The Opportunity

The opportunity is for Australia to secure the next wave of industry development and help power the nation's economic recovery

A growing oil and gas sector can make an even larger contribution to Australia's economy¹



\$350bn Boost
to Australia's economic output from potential oil and gas investment, stimulating growth in other industries like business services, trade, finance, construction and manufacturing



220,000 Extra Jobs
created between 2021 and 2040



\$286bn
in direct and indirect tax and government payments to build infrastructure and help communities all over Australia (high-growth scenario)

Economic impacts of high growth scenario

Variable	2021-40	2025	2030	2040
Gross Domestic Product (GDP), \$billion [^]	352.7	27.4	41.8	4.9
Gross National Income (GNI), \$billion [^]	241.9	30.1	27.6	28.1
Employment, FTE [*]	220,000	13,000	11,000	13,000

[^] Estimates are reported as Net Present Value (NPV) and adopt a discount rate of 7%.

^{*} Employment is reported as a cumulative total and is not discounted. Source: EY analysis.

The Solution

Investment is needed to stimulate local economies, create employment and generate long-term government revenues.

Australia must position itself as an attractive, lower-risk investment destination for all industries.

¹ Under a 'high growth scenario', where in addition to investment for projects that are currently under development or have very high levels of investor commitment, Australia is able to secure investment in projects that have higher levels of uncertainty associated with their development.

The Actions

Action in four areas will attract investment and unleash the benefits of a new wave of oil and gas projects:

1. Improve investment allowances to make Australia an attractive investment destination
2. Reduce investment costs by streamlining regulation
3. Encourage exploration of Australia's vast oil and gas resources
4. Promote open and competitive markets to lower investment risk



appea

the voice of australia's oil and gas industry