Australia-Alberta Relations





PROFILE

Capital: Canberra

Population: 23.2 Million (2013 est.)

Language: English

Government: Federal Parliamentary

Democracy

Head of State: Queen Elizabeth II, represented by Governor General Sir Peter

Cosgrove (since March 2014)

Head of Government: Prime Minister Tony Abbott (since September 18, 2013)

Currency: CAD \$1 = Australian Dollar [AUD] \$ 1.03 and AUD\$ 1 = CAD\$ 0.98

(October 2014)

GDP: USD\$1.5 trillion (2013 est.)

GDP (PPP): USD \$1.1 billion (2013 est.)

GDP per head (PPP): USD\$ 46, 200 (2013)

est)

GDP growth rate: 2.4% (2013)

Inflation: 2.4% (2013 est.)

Key Industry Sectors: petroleum, natural gas, textiles, apparel, footwear, mining, cement, chemical fertilizers, plywood, rubber, food and tourism.

DID YOU KNOW?

 In 2013, Australia ranked 2nd on the UN's Human Development Index, ahead of Canada (11th).

- Australia and Canada are both members of the Commonwealth, United Nations (UN), World Trade Organization (WTO), Asia Pacific Economic Cooperation (APEC), ASEAN Regional Forum (ARF) and Pacific Islands Forum.
- Both Canada and Australia are negotiating entry into the Trans-Pacific Partnership, a regional trade agreement that also includes Brunei, Chile, Japan, Malaysia, Mexico, New Zealand, Peru, Singapore, the United States, and Vietnam.
- There are more than 180 formal agreements between Australian and Canadian universities, almost 300 members of the Association for Canadian Studies in Australia and New Zealand and more than 2000 Australian and Canadian students enrolled in universities in each country.
- On August 18, 2014, Alberta's Ministry of Human Services signed the Signs of Safety MOU with the Government of Western Australia to draw on its expertise Signs of Safety model so that it can be implemented across Alberta. The Signs of Safety focuses on tools to help workers determine a family's strengths and resources to reduce the risk to the child and to create a safer healthier environment.

RELATIONSHIP OVERVIEW

 Australia and Canada have many similarities such as a federal system with

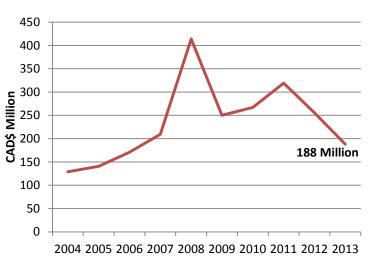
- strong provinces and states; significant Aboriginal communities; large, sparsely populated land masses; and significant natural resources endowments.
- Australia and Alberta have similar economies that are mainly developed through the export of resource commodities and related products and services. As a result, they are major competitors in the agri-food, coal, and education and training sectors, particularly in Asia.
- Through its leadership in the Cairns Group of 18 agricultural exporting countries, Australia advocates increased liberalization of world agricultural trade. Alberta is a strong supporter of this initiative.

TRADE AND INVESTMENT

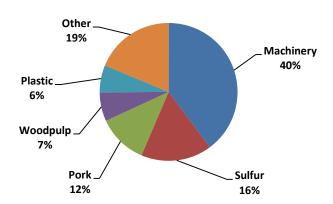
- Between 2009 and 2013 Alberta's exports to Australia averaged CAD\$256 million. Top exports were Machinery, Sulfur, Pork, Woodpulp and Plastics.
 - Between 2009 and 2013, Alberta's direct imports from Australia averaged CAD\$104 million per year. Major imports included beverages (primarily wine and spirits), machinery and precision instruments. (This figure does not include goods sold in Alberta that arrived via distribution hubs in other provinces.)

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Alberta's Merchandise Exports to Australia 2004-2013



Alberta's Merchandise Exports to Australia 2009-2013 (average = CAD\$256 million)



Alberta, British Columbia, Ontario, and Quebec signed a MOU with the Australian Securities and Investments Commission in 2012. This agreement provides investor protections to businesses operating in each other's jurisdictions.

ENERGY

- Australian companies have been investing heavily into Alberta's coal sector. Xstrata, Coalspure, and Riversdale Resources Ltd., have recently acquired coal assets in Alberta.
- Australia's total proven natural gas reserves are the 10th largest in the world at 3.8 trillion cubic meters.
- Australia has a number of Liquid Natural Gas (LNG) projects currently in varying stages of development. The Gorgon Gas Project is expected to be Australia's fourth largest LNG export project once developed. Other projects such as Wheatstone, Greater Sunrise, and the North West Shelf are also planned.
- A number of Alberta companies are active or have an interest in exploration, production, drilling and related services in Australia's energy sector
- TransAlta has been active in Western Australia for nearly two decades and currently has six power plants in the region totaling 425 megawatts of capacity.
- In July 2014, TransAlta announced a \$580-million plan to build, own and operate a new gas-fired power plant in Western Australia. The 150megawatt power station will provide

electricity to state-owned utility Horizon Power and to a subsidiary of Fortescue Metals Group, a major iron ore producer in the area.

- Calgary-based ATCO Power has begun construction on the Karratha Power Station located in Pilbara, Western Australia. With an initial capacity of 86 megawatts (MW), the station is set up to be the most energy efficient in the region.
- Nexen Inc. is now the sole owner and operator of Australia's Buffalo offshore oilfield.
- Calgary-based Bengal Energy Ltd., has 2 exploration blocks in the Timor Sea; one with 100% working interest, and another with 10% working interest in partnership with OMV Australia.

AGRICULTURE

- Alberta exported CAD\$32 million worth of agri-food products to Australia in 2012. The single largest export was pork.
- Australia is a large agricultural producer. Australia has significant beef and pork exports throughout Asia.
 Alberta and Australia may have some common agricultural interests or barriers in the region.
- Increased production of canola in Australia has created opportunities in Alberta's agricultural machinery exports and investment.

EMERGING OPPORTUNITIES

 Key sectors for Alberta businesses in Australia include energy extraction technology, services, environmental goods and services, agricultural goods and agricultural biotechnology, food processing and packaging equipment.

EDUCATION

- Alberta has active teacher exchange programs with the Australian states of Queensland, New South Wales, Victoria, and the Australian Capital Territory.
- The University of Alberta and the University of Calgary have had agreements with many Australian universities, including staff and student exchanges and research collaboration.
- Grant MacEwan University signed a MOU with AustraLearn, an agency that provides study abroad opportunities for Alberta Students in Australia

COMMUNITY

- From 2009 to 2013, 1002 immigrants (52% via the Economic Immigrant class), 5,984 foreign workers and 288 international students arrived in Alberta from Australia.
- Approximately 6,770 Albertans are of Australian descent.

DIPLOMATIC REPRESENTATION

- Her Excellency Louise Hand is the Australian High Commissioner to Canada.
- The post for Australia's Honorary Consul in Calgary is currently vacant.
- Ms. Portia Maier is the Australian Consul General and Senior Trade Advisor in Toronto with jurisdiction for Alberta.
- His Excellency Michael Small is the High Commissioner of Canada in Australia.

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