



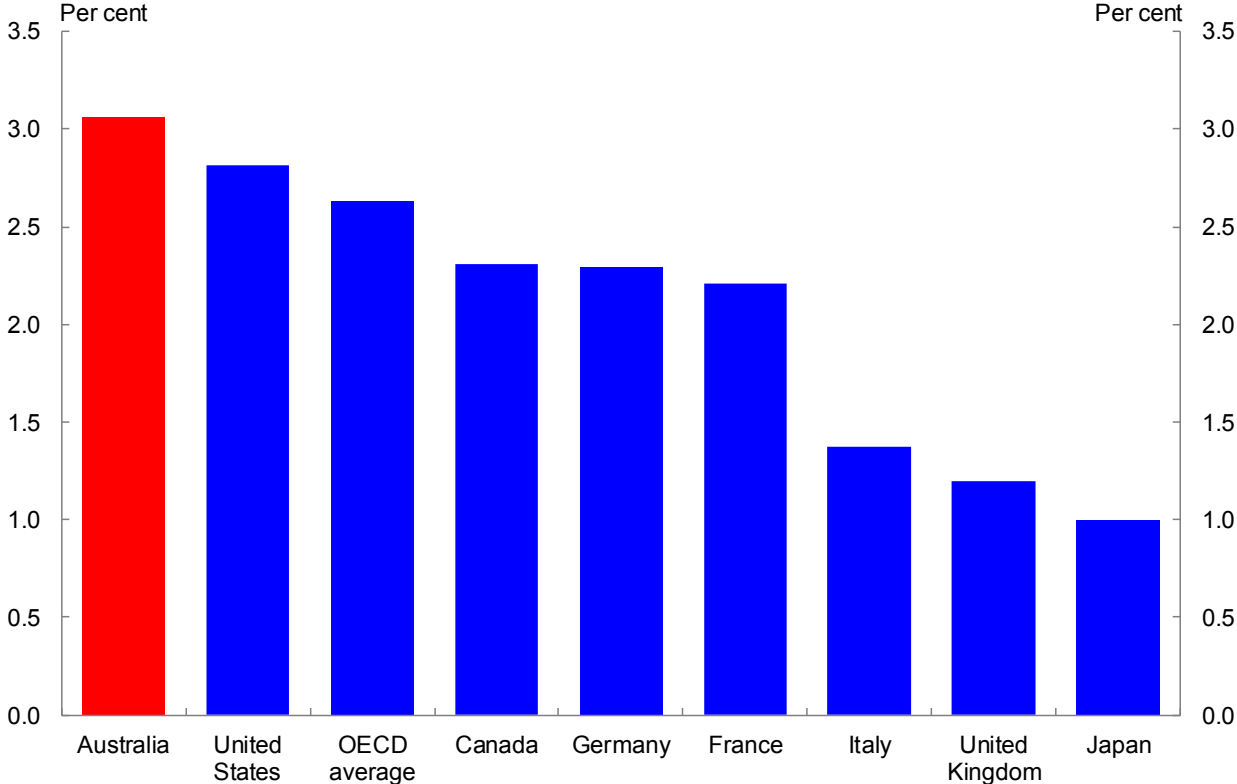
Building Australia's economic and social resilience

Address to CEDA

25 June 2018

The Hon Scott Morrison MP
Treasurer

Global growth leaderboard



Note: Real GDP growth, seasonally adjusted data used for United States and France, all other countries based on non-seasonally adjusted data. Source: Thomson Reuters; National Statistical Agencies

Our plan for a stronger economy



Lower, fairer, simpler



From
2018-19

Lower taxes for low and middle income earners first.

With over 10 million low and middle income Australians receiving up to \$530 in tax relief for the 2018-19 income year

From
2022-23

Fairer system by tackling bracket creep.

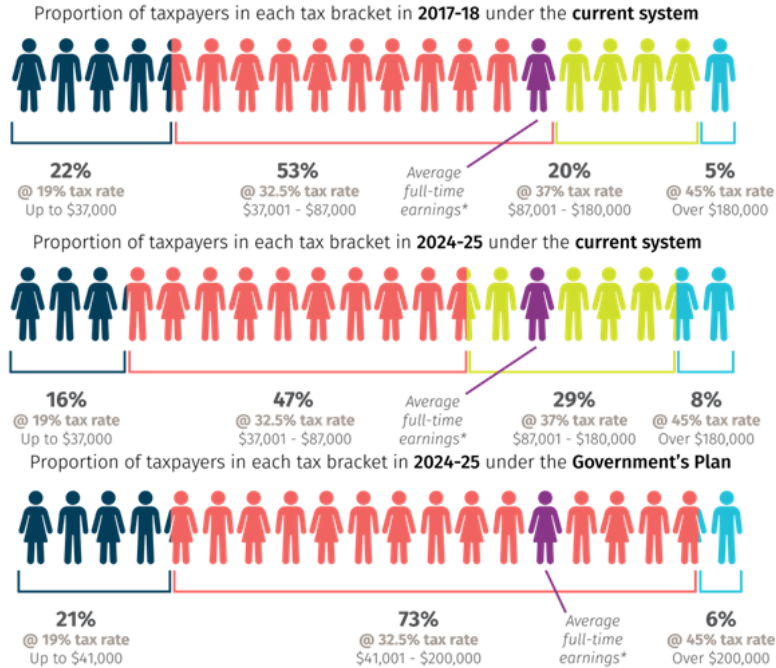
Rewarding effort and aspiration by low and middle income earners

From
2024-25

Simpler system over the medium-term.

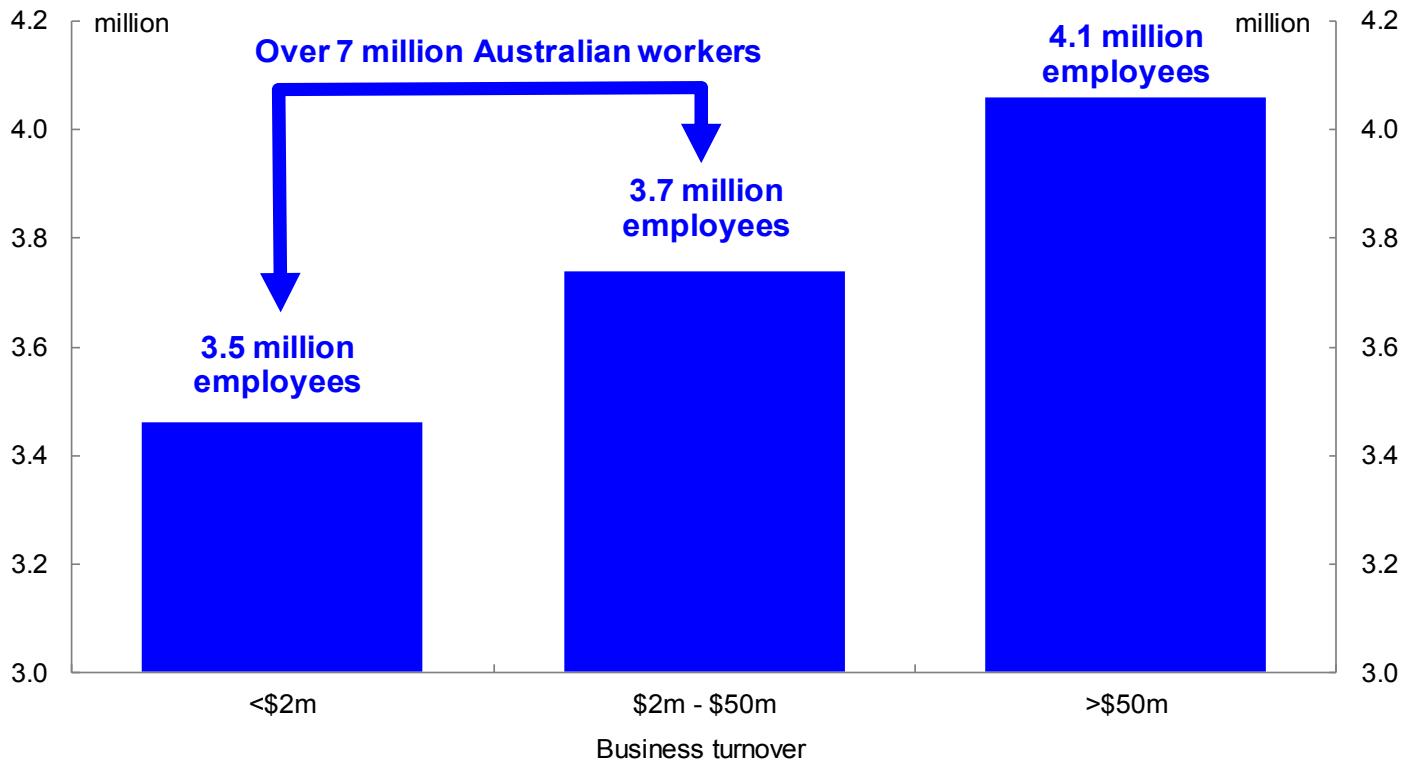
Abolishing the 37 per cent tax bracket and maintaining the highest marginal tax rate at a similar multiple of average earnings

More Australians will face lower rates of tax



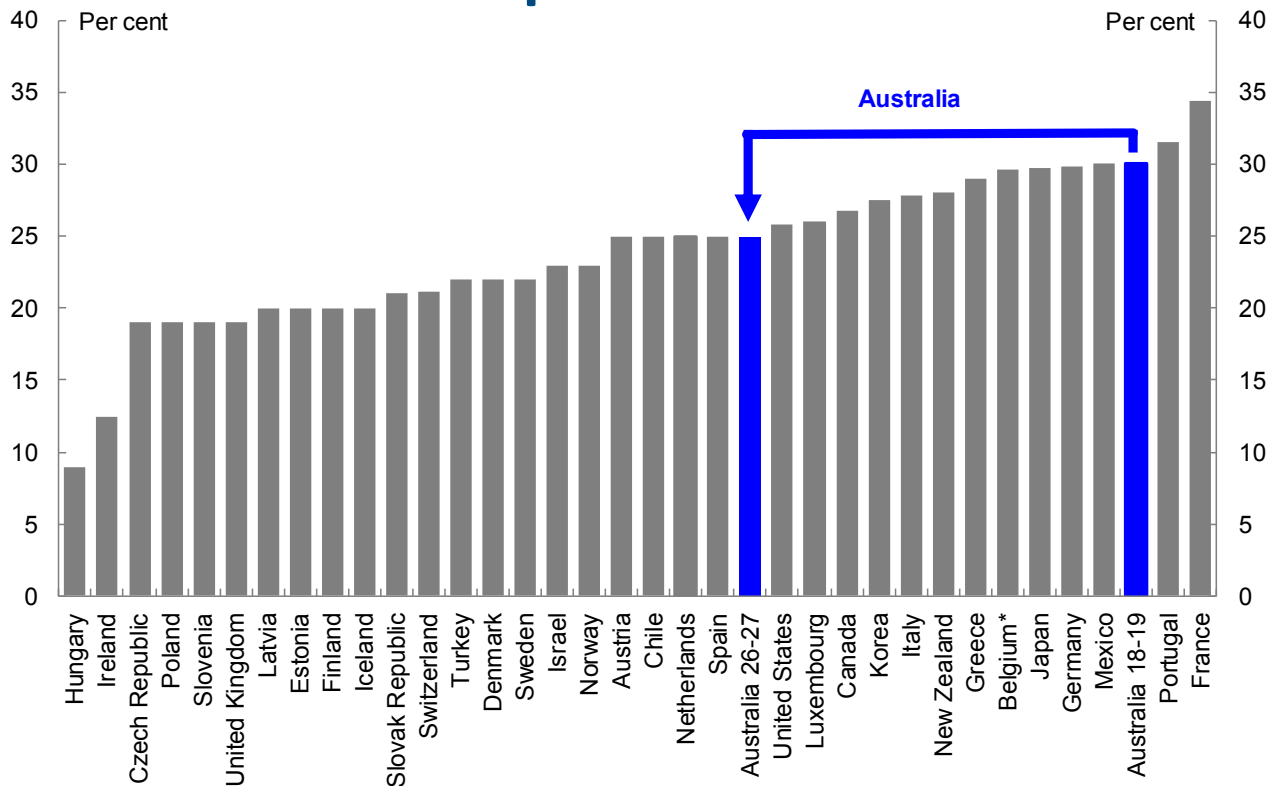
Note:*Average full-time earnings includes both males and females, and excludes earnings from overtime work.

A plan for all Australian workers



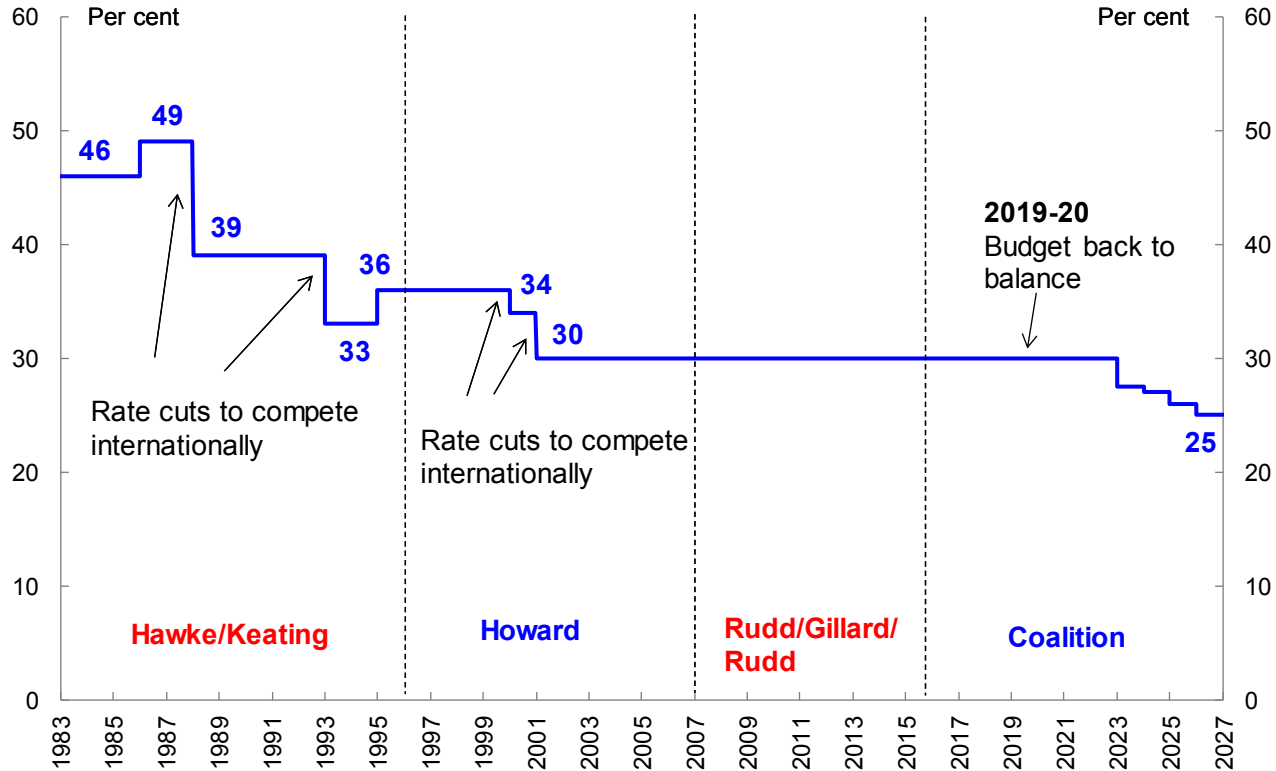
Source: Treasury estimates from 2015-16 Taxation Statistics

OECD corporate tax rates



Note: All listed rates are combined central and provincial government company tax rates (inclusive of surcharges).
Source: May 2018 OECD Revenue Statistics and Treasury for Australian tax rates.

Australia's corporate tax rate



Note: Rate applying to corporates above turnover thresholds.

What Labor use to believe

JIM CHALMERS Australia would go well out of a lower company rate than it is right now.

CHRIS BOWEN reducing company tax ... promotes investment, creates jobs and drives growth.

**BILL
SHORTEN**

Any student of Australian business and economic history since the mid-80s knows that part of Australia's success was derived through the reduction in the company tax rate. We need to be able to make life easier for Australian businesses.

**BILL
SHORTEN**

Cutting the company income tax rate increases domestic productivity and domestic investment. More capital means higher productivity and economic growth and leads to more jobs and higher wages.

**WAYNE
SWAN**

Reducing company tax will create new jobs and grow the economy right around the country – to the ultimate benefit of all Australians.

JULIA GILLARD If you are against cutting company tax, you are against economic growth.

Making multinationals pay their fair share of tax



Completed

Multinational anti-avoidance law

Diverted profits tax

Updating transfer pricing rules

Increasing penalties on multinationals

Establishing a Tax Avoidance Taskforce



Being implemented

Better protecting tax whistleblowers

Tackling hybrid mismatch arrangements

The OECD Multilateral instrument



New measures

Tighter rules on stapled structures

Improving the integrity of the thin capitalisation rules

Broadening the scope of large multinationals being subject to the MAAL and the DPT



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