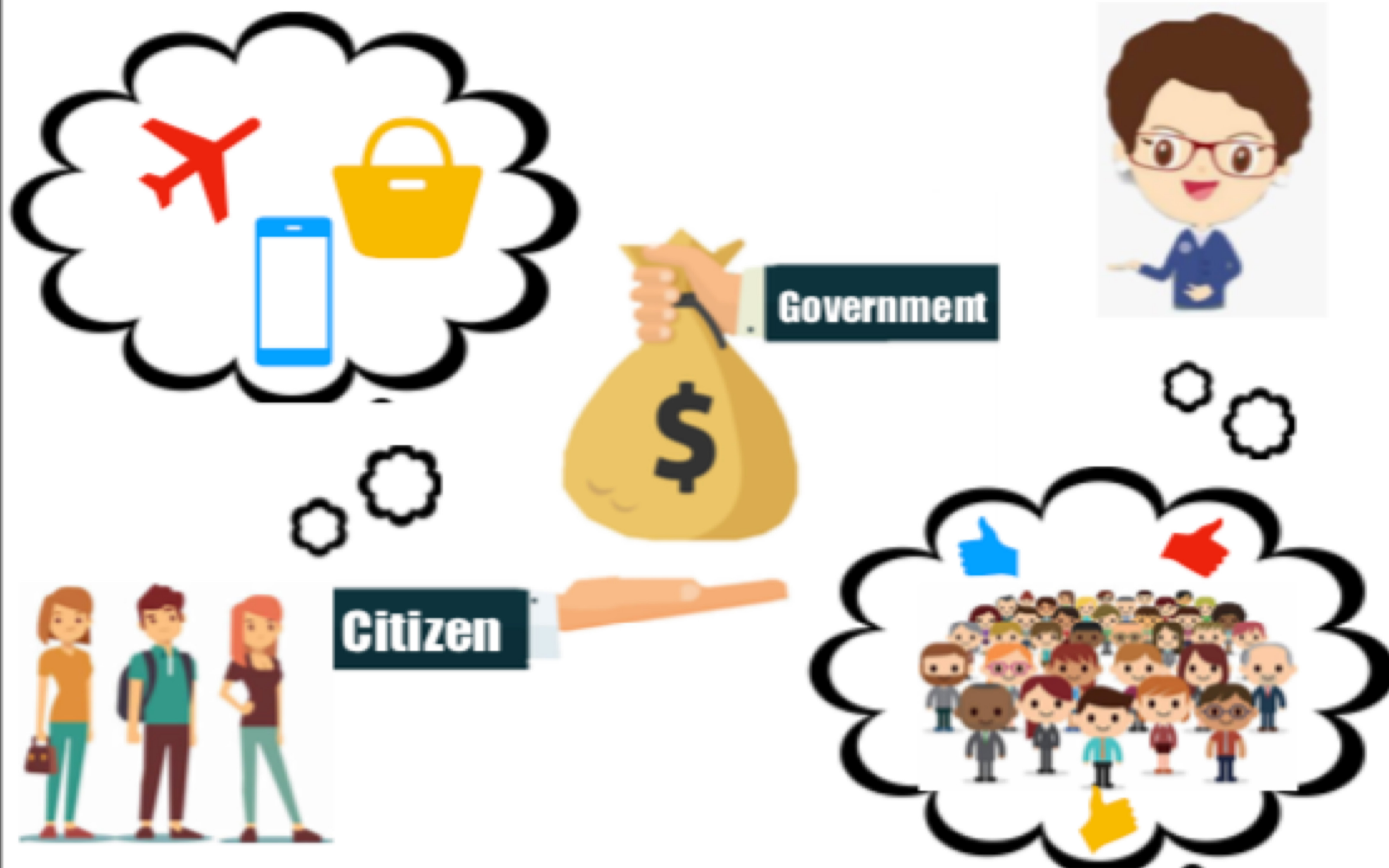




An Analysis on Scheme \$6000 to Predict the Effectiveness of the Caring and Sharing Scheme



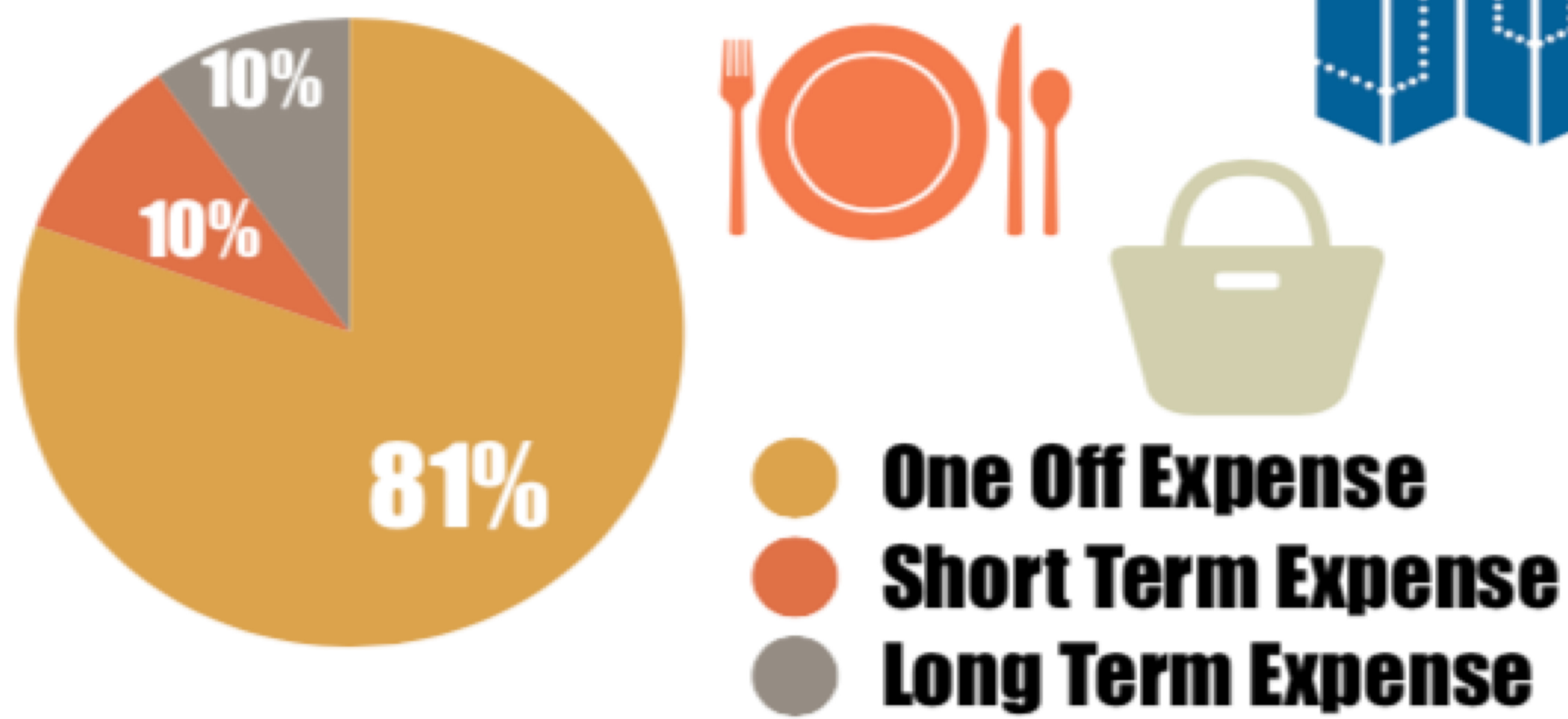
Introduction



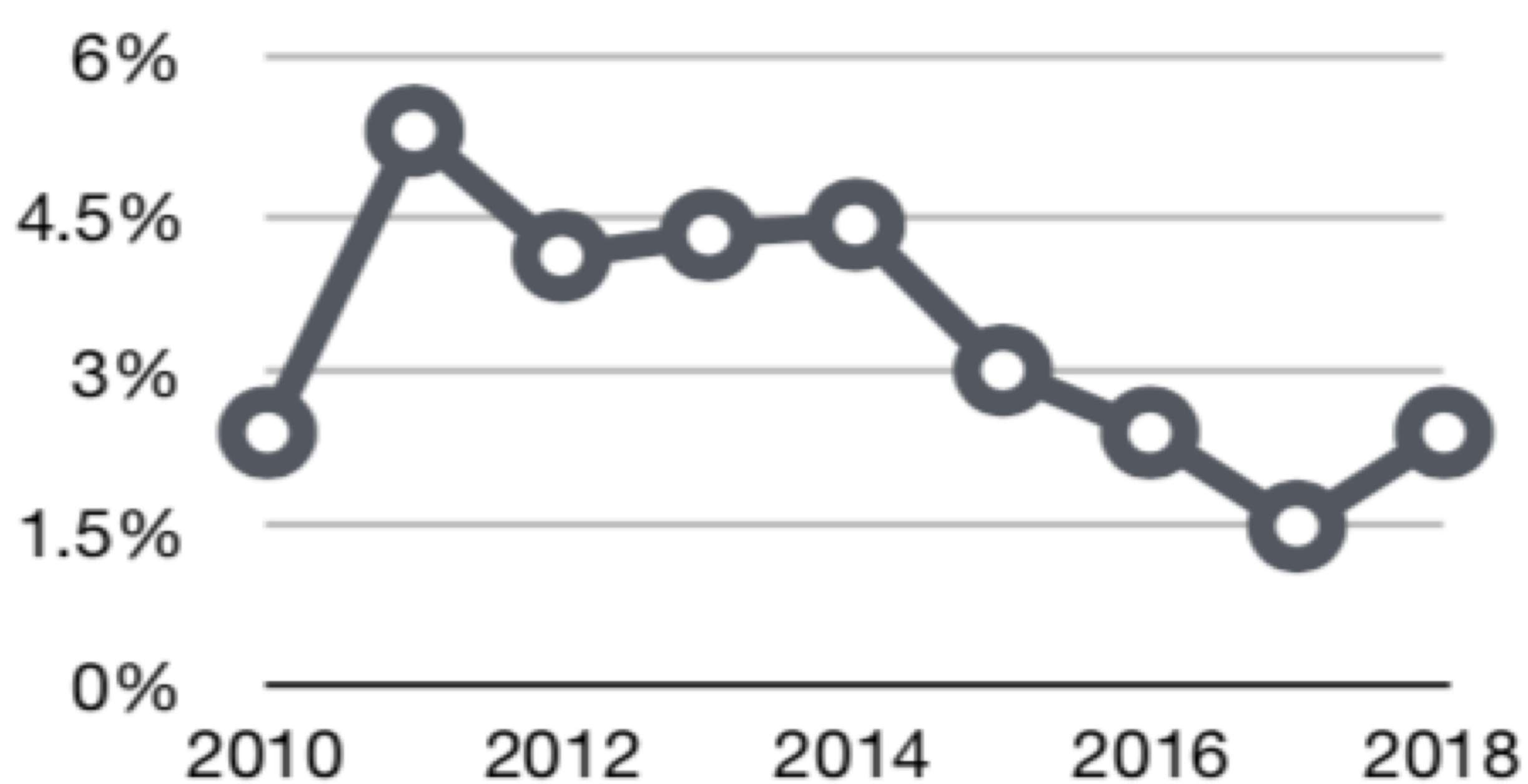
So... is cash handout policy as good as we thought?

Results

How did you spend \$6000 in 2011?



% Change of Consumption Price Index



1. Price level rose → Purchasing power decreased
2. Decreased the effect of increasing the real GDP

Methodology

Data Source:

1. Census and Statistics Department
2. Survey distributed on social platforms

Response:

37 people who were eligible to get \$6000 in 2011

Results

\$6000 Scheme launched : 08/2011 to 12/2012

\$2,131,050m

\$37,000m

Late 2011 - 2012 Consumption

Total distribution in \$6000 Scheme

Assume all receivers used up \$6000
 Policy Effect: $\frac{\$2,131,050 - \$209,405}{\$209,405}$
 = 1.7669% increase in consumption

Prediction

One-off consumption

Price level effect

Insufficient amount

Caring and Sharing Scheme will NOT effective to stimulate the economy