Best Practice China: Return of national workers from abroad



With financial incentives, Germany can tap into the potential of German professionals and students abroad to encourage their return.

Objective

Bring back German workers and students from abroad with financial incentives

Implementation in China

- Thousand Talents Program: National policy for qualified overseas Chinese professionals with incentives like research funding, housing subsidies, and tax benefits to encourage their return
- Focus on fields of science, technology, and education
- Young Thousand Talents: Encourages return of Chinese students abroad with scholarships and incentives for post-study return
- **Personal motivations** for return: Professional advantages, domestic opportunities, economic optimism, family reconnection

Outcome of Chinas measures

- Overall limited success with measures for return of Chinese workers
- Increasing number of Chinese students returning to China
- Challenges with recognizing foreign degrees and qualifications in contrast

Germany's status

- At least 200,000 highly qualified Germans are currently working abroad, and over 130,000 Germans study abroad.
- Current efforts on building a stronger bridge for German returnees, emphasizing transparency about opportunities, and providing increased support for their return and reintegration

Policy recommendations for Germany

- Target highly qualified Germans abroad, especially in critical fields with similar incentives as China
- Facilitate post-study return of students abroad to contribute skills domestically
- Welcome (back) culture and streamlining bureaucratic processes

Possible Scenario

- Objective: 20% more skilled German workers return from abroad
- Impact: Yearly increase in the workforce by 40,000
- **Costs:** Accounted for financial incentives. Estimated in the low seven-figure range

Executive Summary Introduction Quantification Possible Solutions Conclusion Sources: BMWK, CCG, Destatis, UN