

ANZ-Roy Morgan Australian Consumer Confidence Media Release

9 July 2019



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Contributors
Shaurya Mishra
Junior Economist
 +91 80 6795 0463
Shaurya.Mishra@anz.com

David Plank
Head of Australian Economics
 +61 2 8037 0029
David.Plank@anz.com

Follow us on Twitter
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Contact
research@anz.com

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Confidence consolidates

- Confidence declined by 1.1% last week, with the decline following the prior week’s 4% gain. The performance of the sub-indices was mixed, with financial conditions up and the others down.
- Current finances were up by 3.7% for the week, while future finances gained 1.3%.
- In contrast, the economic conditions sub-indices were down; with current economic conditions falling 3.6% and future economic conditions losing 1.7%. The decline in these indices was not that disappointing when compared to the gains of 13.3% and 7% respectively in the previous reading.
- The ‘Time to buy a major household item’ was down by 4.6%. The four-week moving average for inflation expectations was up 0.1ppt to 4%.

ANZ-Roy Morgan Consumer Confidence and inflation expectations

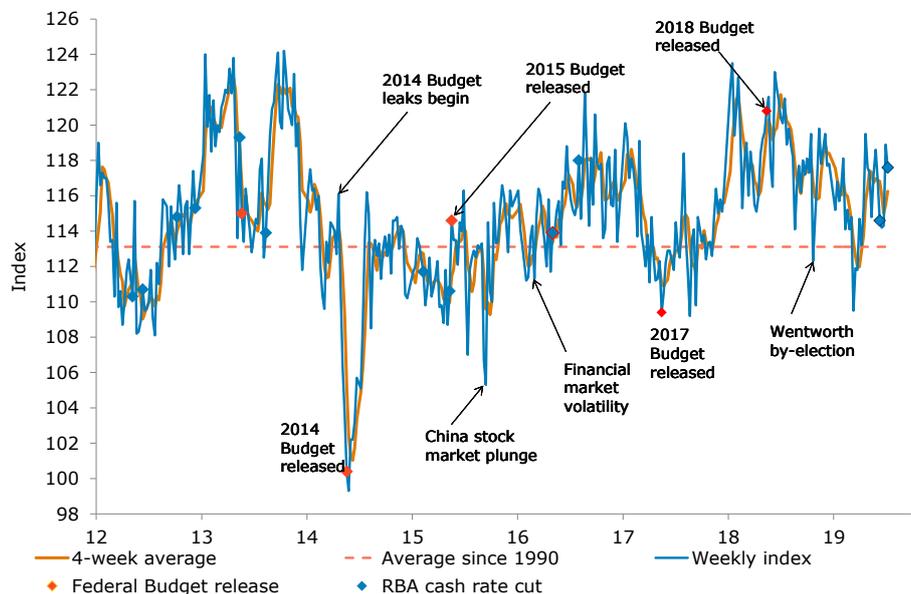
| Last week (6-7 Jul) | Weekly change, % | Four-week average | Monthly average since 1990 | Inflation expectations (four-week ma) |
|---------------------|------------------|-------------------|----------------------------|---------------------------------------|
| 117.6 | -1.1% | 116.3 | 113.1 | 4.0% |

Data collected last weekend (Saturday and Sunday), based on around 1,000 face-to-face interviews. Not seasonally adjusted. Further data history on page 6.

ANZ Head of Australian Economics, David Plank, commented:

“Confidence fell 1.1%, despite the RBA’s second rate cut. The passage of the tax cuts has also not been an immediate boost to sentiment. We need to put this in context, however. Consumer confidence rose sharply in the prior week and is above average, so some consolidation is not completely unexpected. Interestingly, confidence also fell immediately following the June RBA rate cut, suggesting the immediate take-away from monetary easing is not necessarily positive. The mixed nature of last week’s data, with another trade surplus but soft retail sales, may also have contributed.”

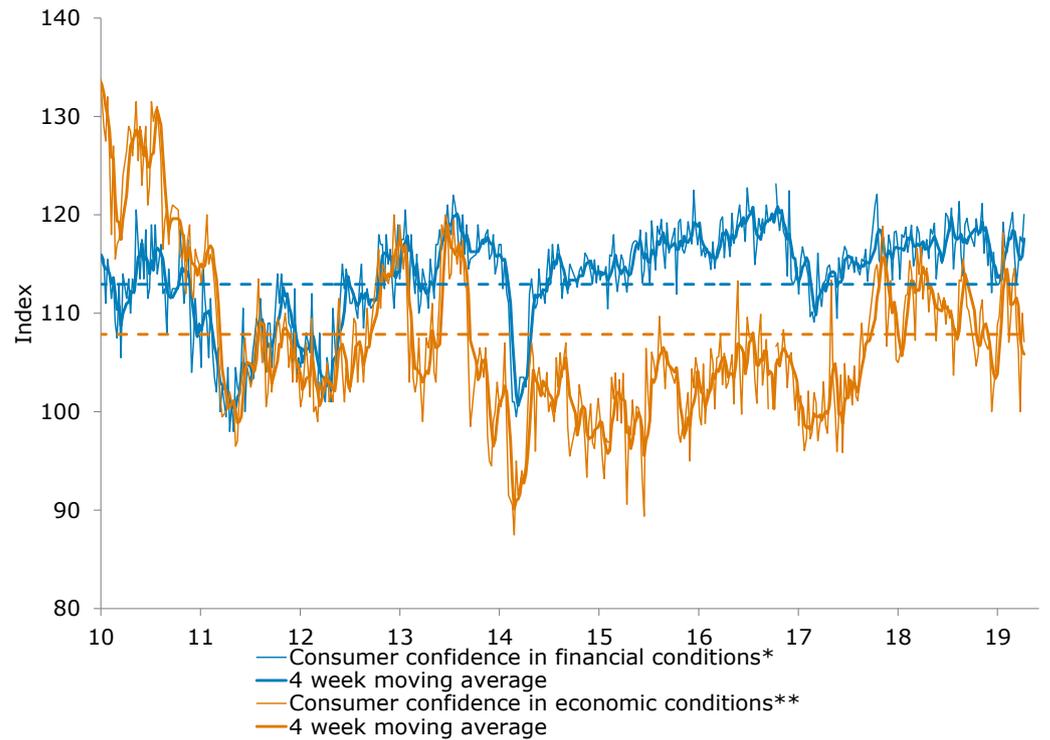
Confidence subsides a touch



Source: ANZ-Roy Morgan



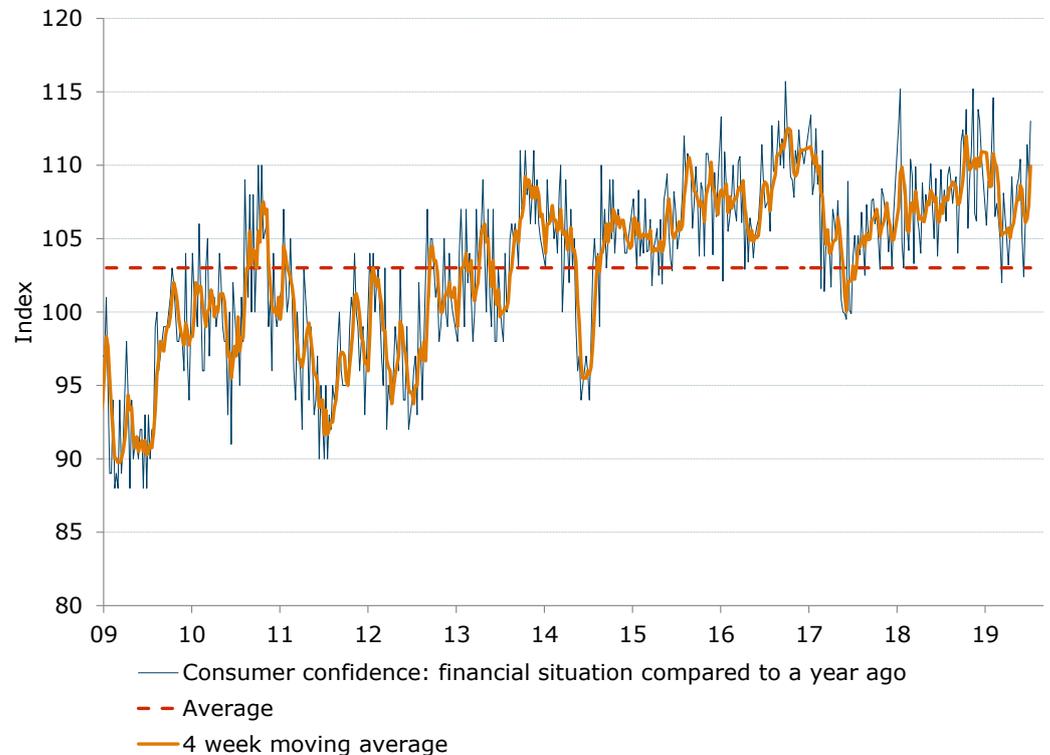
Figure 1. Financial conditions gained but economic conditions' closes below the long-term average



Source: ANZ-Roy Morgan

Note: Financial conditions index is an average of 'financial situation compared to a year ago' and 'financial situation next year' sub-indices. Economic conditions index is an average of 'economic conditions in 12 months' and 'economic conditions in five years' sub-indices.

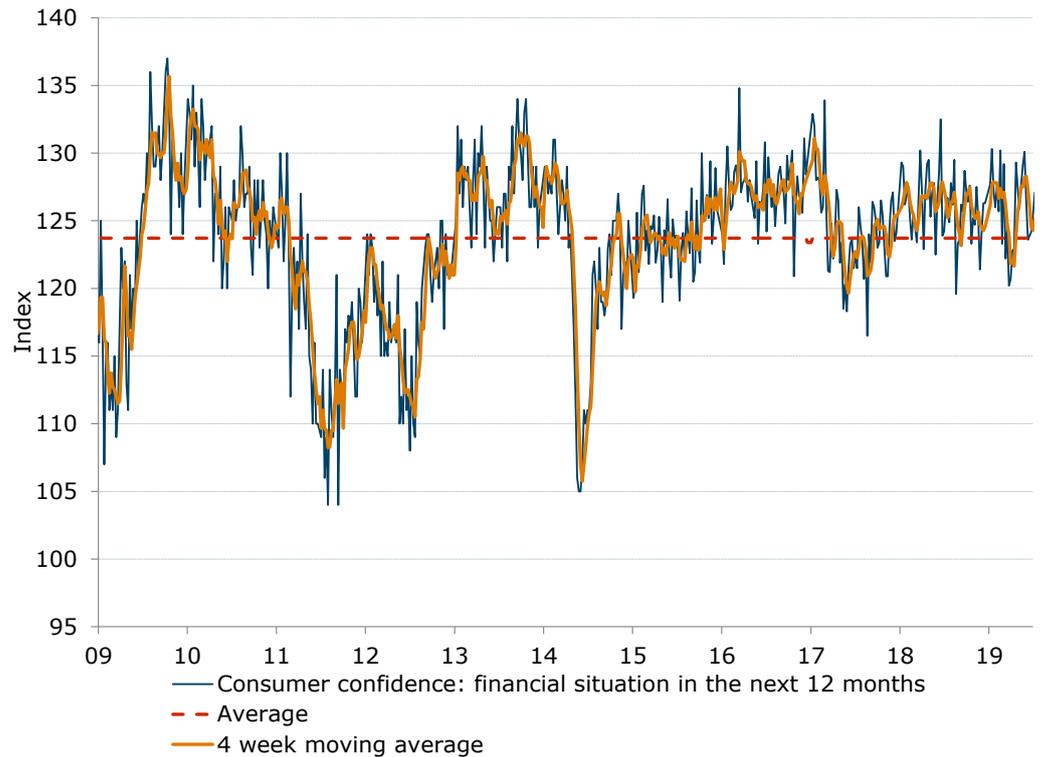
Figure 2. 'Current finances' up by 3.7%



Source: ANZ-Roy Morgan

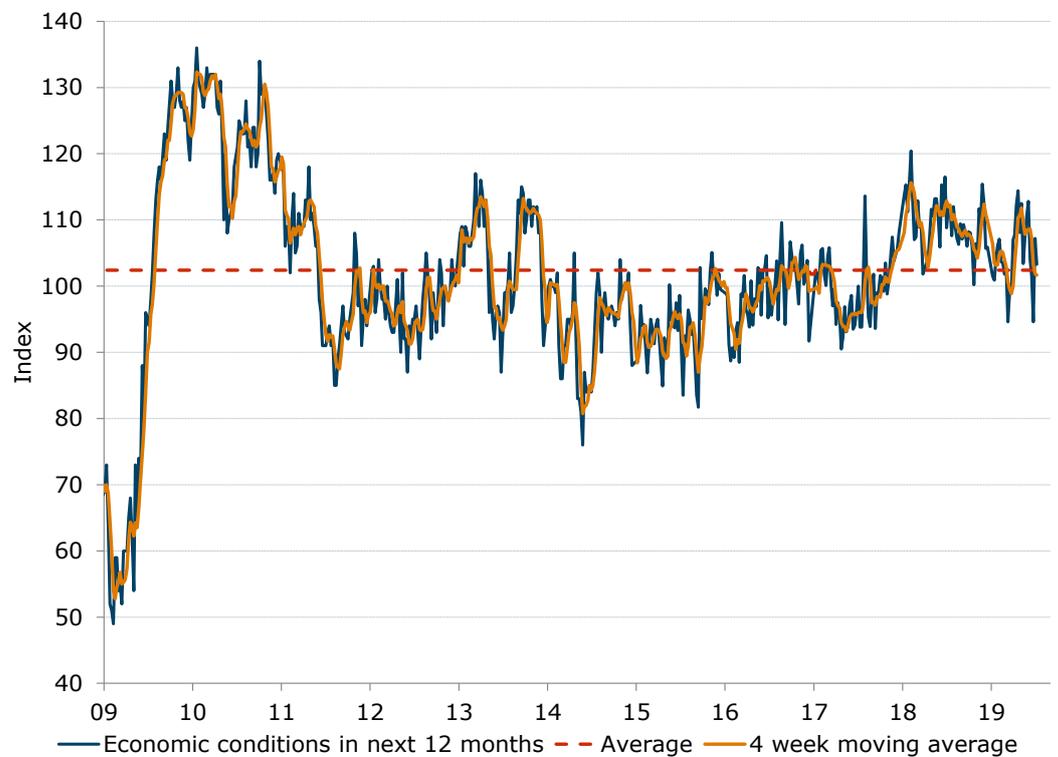


Figure 3. 'Future financial conditions' up by 1.3%



Source: ANZ-Roy Morgan

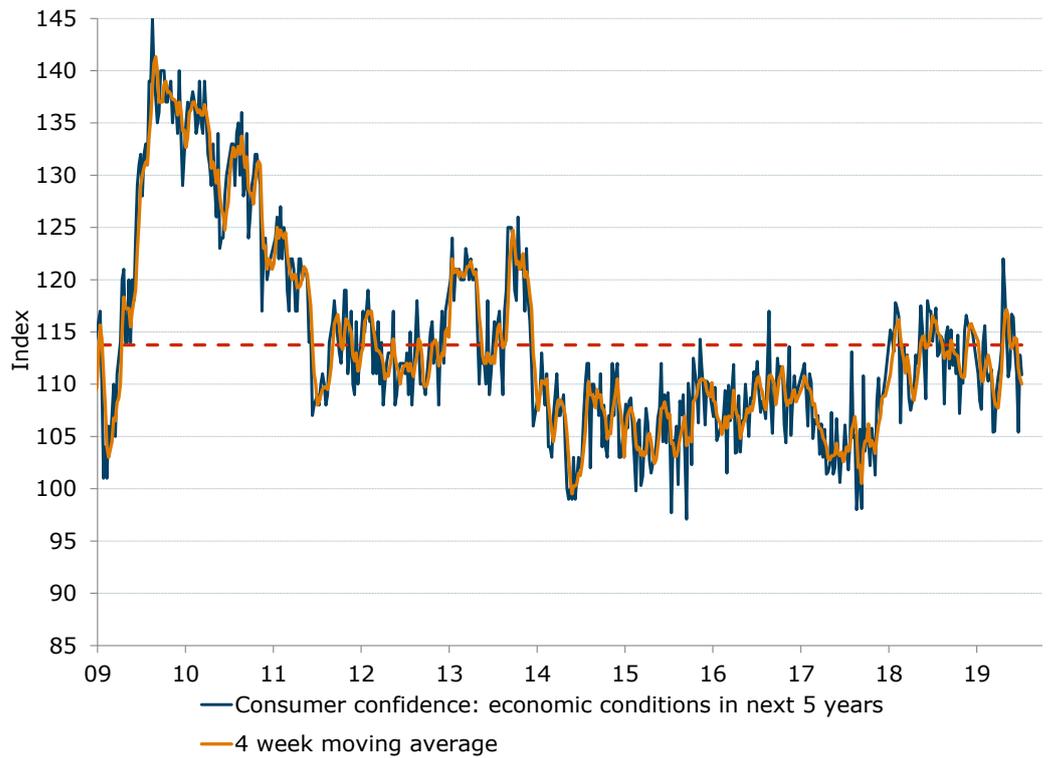
Figure 4. 'Current economic conditions' fell 3.6% after gaining 13.3% previously



Source: ANZ-Roy Morgan

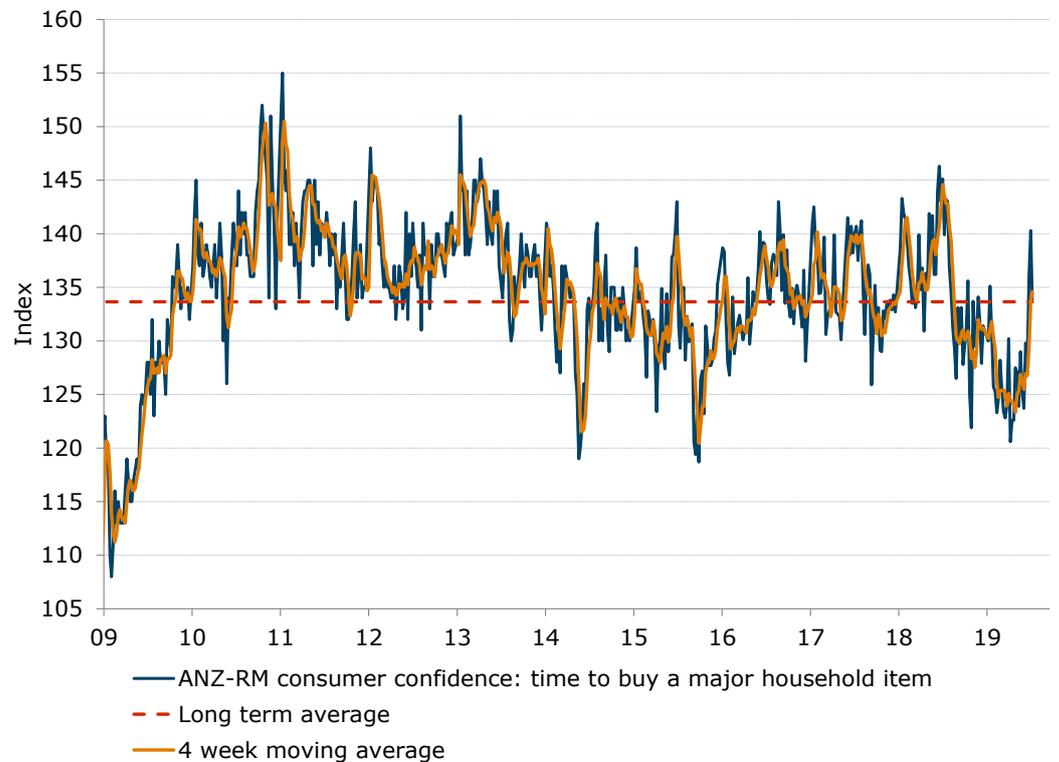


Figure 5. 'Future economic conditions' also fell by 1.7%, after gaining 7.0% previously



Source: ANZ-Roy Morgan

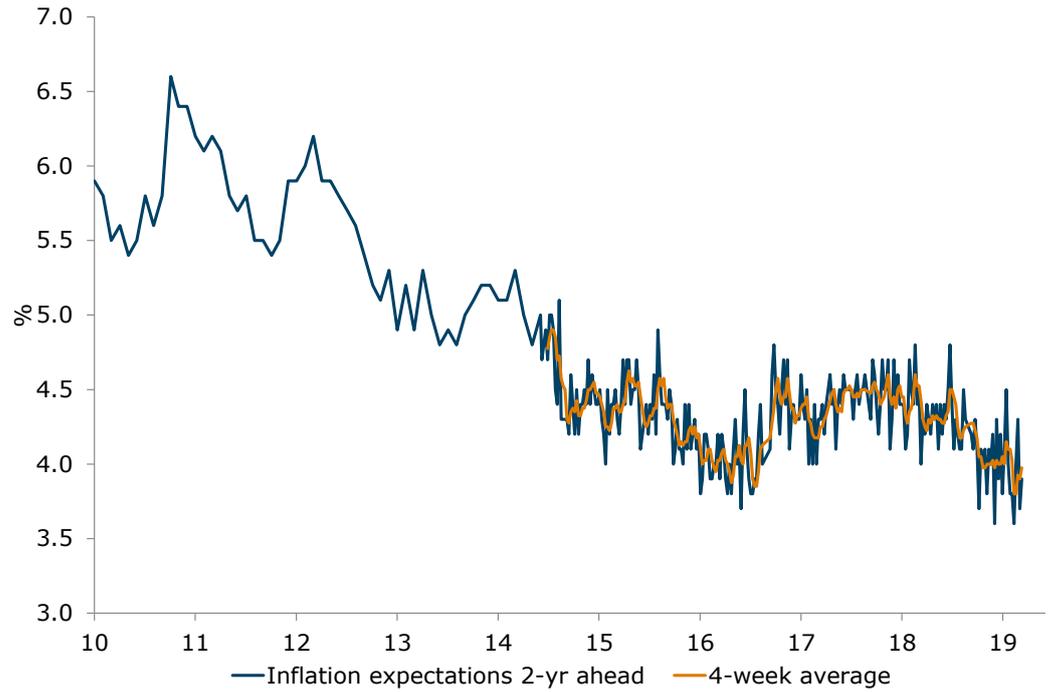
Figure 6. 'Time to buy a household item' a notch above long term average



Source: ANZ-Roy Morgan



Figure 7. Four-week moving average inflation expectations increases to 4%



* Data from Oct-2014 is weekly.
Data prior to that is monthly.

Source: ANZ-Roy Morgan



Data table

Table 1. ANZ-Roy Morgan Australian Consumer Confidence

| | Headline index | | Subindices | | | | Inflation Expectations | |
|-----------------------|----------------|-----------------------|---|----------------------------------|----------------------------------|-------------------------------------|---------------------------------------|--|
| | Last week | 4-week moving average | 1. Financial situation compared to a year ago | 2. Financial situation next year | 3. Economic conditions next year | 4. Economic conditions next 5 years | 5. Time to buy a major household item | 6. Inflation expectations 2-year ahead (%) |
| Avg since 2001 | 116 | - | 103 | 124 | 105 | 114 | 134 | - |
| 2011 avg | 114 | - | 97 | 117 | 101 | 116 | 140 | 6.0 |
| 2012 avg | 113 | - | 99 | 118 | 97 | 113 | 138 | 5.8 |
| 2013 avg | 119 | - | 104 | 128 | 106 | 118 | 139 | 5.0 |
| 2014 avg | 111 | - | 104 | 121 | 94 | 106 | 132 | 4.9 |
| 2015 avg | 112 | - | 107 | 124 | 94 | 106 | 131 | 4.4 |
| 2016 avg | 115 | - | 109 | 127 | 99 | 108 | 134 | 4.1 |
| 2017 avg | 114 | - | 105 | 124 | 100 | 105 | 135 | 4.4 |
| 2018 avg | 119 | - | 108 | 126 | 109 | 113 | 135 | 4.4 |
| 1-Apr-18 | 115.5 | 116.9 | 105.6 | 127.2 | 102.5 | 107.5 | 134.8 | 4.7 |
| 8-Apr-18 | 115.1 | 116.6 | 104.0 | 122.9 | 103.4 | 108.3 | 136.8 | 4.4 |
| 15-Apr-18 | 116.0 | 116.0 | 108.8 | 127.2 | 103.9 | 109.3 | 130.9 | 4.6 |
| 22-Apr-18 | 118.4 | 116.3 | 106.2 | 129.2 | 107.4 | 112.8 | 136.3 | 4.4 |
| 29-Apr-18 | 119.2 | 117.2 | 108.0 | 129.5 | 111.6 | 112.0 | 135.1 | 4.4 |
| 6-May-18 | 119.6 | 118.3 | 107.1 | 125.3 | 110.6 | 113.3 | 141.9 | 4.4 |
| 13-May-18 | 120.8 | 119.5 | 107.9 | 127.1 | 113.20 | 117.5 | 138.1 | 4.1 |
| 20-May-18 | 121.6 | 120.3 | 110.1 | 127.8 | 113.20 | 115.3 | 141.7 | 4.2 |
| 27-May-18 | 117.7 | 119.9 | 107.1 | 122.5 | 110.5 | 112.4 | 136.2 | 4.7 |
| 3-Jun-18 | 116.5 | 119.2 | 105.0 | 126.5 | 105.9 | 108.6 | 136.2 | 4.5 |
| 10-Jun-18 | 123.0 | 119.7 | 109.1 | 128.5 | 115.3 | 118.0 | 144.0 | 4.4 |
| 17-Jun-18 | 122.1 | 119.8 | 103.8 | 132.5 | 110.9 | 117.0 | 146.3 | 4.8 |
| 24-Jun-18 | 121.4 | 120.8 | 106.7 | 123.9 | 116.5 | 117.0 | 143.0 | 4.4 |
| 1-Jul-18 | 120.4 | 121.7 | 109.7 | 124.2 | 108.8 | 114.1 | 145.1 | 4.5 |
| 8-Jul-18 | 120.1 | 121.0 | 106.7 | 126.1 | 111.7 | 115.9 | 139.9 | 4.0 |
| 15-Jul-18 | 121.5 | 120.9 | 108.3 | 126.7 | 111.9 | 117.3 | 143.2 | 4.3 |
| 22-Jul-18 | 118.9 | 120.2 | 106.2 | 124.9 | 107.6 | 112.7 | 143.0 | 4.2 |
| 29-Jul-18 | 119.8 | 120.1 | 109.3 | 127.8 | 112.0 | 113.0 | 136.9 | 4.4 |
| 5-Aug-18 | 118.9 | 119.8 | 109.9 | 126.2 | 109.0 | 114.6 | 134.6 | 4.3 |
| 12-Aug-18 | 118.2 | 119.0 | 108.8 | 129.5 | 107.2 | 114.2 | 131.3 | 4.2 |
| 19-Aug-18 | 114.1 | 117.8 | 107.4 | 119.6 | 106.3 | 108.1 | 129.3 | 4.4 |
| 26-Aug-18 | 116.5 | 116.9 | 108.7 | 123.3 | 109.4 | 114.7 | 126.5 | 4.3 |
| 2-Sep-18 | 117.7 | 116.6 | 109.2 | 123.6 | 107.1 | 115.5 | 133.1 | 4.4 |
| 9-Sep-18 | 116.2 | 116.1 | 104.0 | 126.2 | 109.3 | 111.5 | 130.1 | 4.1 |
| 16-Sep-18 | 118.0 | 117.1 | 107.8 | 125.7 | 108.0 | 115.2 | 133.1 | 4.4 |
| 23-Sep-18 | 117.2 | 117.3 | 111.6 | 128.7 | 106.0 | 111.8 | 127.8 | 4.2 |
| 30-Sep-18 | 118.1 | 117.4 | 112.4 | 127.2 | 108.2 | 113.3 | 129.4 | 4.4 |
| 7-Oct-18 | 117.3 | 117.7 | 110.2 | 126.4 | 108.0 | 111.0 | 130.9 | 4.3 |
| 14-Oct-18 | 119.5 | 118.0 | 113.8 | 127.6 | 105.9 | 114.7 | 135.6 | 4.5 |
| 21-Oct-18 | 112.3 | 116.8 | 105.7 | 123.3 | 100.2 | 107.2 | 125.0 | 4.8 |
| 28-Oct-18 | 114.6 | 115.9 | 109.0 | 125.2 | 106.4 | 110.5 | 121.9 | 4.4 |
| 4-Nov-18 | 116.8 | 115.8 | 110.9 | 124.7 | 104.4 | 110.1 | 133.7 | 4.1 |
| 11-Nov-18 | 119.8 | 115.9 | 115.2 | 127.5 | 111.7 | 115.1 | 129.5 | 4.3 |
| 18-Nov-18 | 117.8 | 117.3 | 106.7 | 125.2 | 109.9 | 116.6 | 130.7 | 4.2 |
| 25-Nov-18 | 118.6 | 118.3 | 106.2 | 121.4 | 115.4 | 115.7 | 134.1 | 4.1 |
| 2-Dec-18 | 119.5 | 118.9 | 113.8 | 124.2 | 112.5 | 115.3 | 131.6 | 4.1 |
| 9-Dec-18 | 117.7 | 118.4 | 113.0 | 126.3 | 105.7 | 115.6 | 127.9 | 4.5 |
| 16-Dec-18 | 117.8 | 118.4 | 110.7 | 126.3 | 105.9 | 114.6 | 131.4 | 4.3 |
| 6-Jan-19 | 115.2 | 117.6 | 105.9 | 127.7 | 101.5 | 111.0 | 130.0 | 4.2 |
| 13-Jan-19 | 116.8 | 116.9 | 108.9 | 130.3 | 100.9 | 108.4 | 135.1 | 4.1 |
| 20-Jan-19 | 115.7 | 116.4 | 108.6 | 127.2 | 104.3 | 107.6 | 130.8 | 4.3 |
| 27-Jan-19 | 116.5 | 116.1 | 111.0 | 126.0 | 106.1 | 114.0 | 125.7 | 4.1 |
| 3-Feb-19 | 118.1 | 116.8 | 114.6 | 127.7 | 107.1 | 115.6 | 125.3 | 3.7 |
| 10-Feb-19 | 114.1 | 116.1 | 106.5 | 125.7 | 103.7 | 111.2 | 123.3 | 4.1 |
| 17-Feb-19 | 115.2 | 116.0 | 107.4 | 130.2 | 103.5 | 110.3 | 124.6 | 4.0 |
| 24-Feb-19 | 114.1 | 115.4 | 106.4 | 123.3 | 101.8 | 110.9 | 128.2 | 4.1 |
| 3-Mar-19 | 114.8 | 114.6 | 105.0 | 129.2 | 102.7 | 111.4 | 125.5 | 3.8 |
| 10-Mar-19 | 109.5 | 113.4 | 102.0 | 122.2 | 94.6 | 105.4 | 123.4 | 4.1 |
| 17-Mar-19 | 111.9 | 112.6 | 108.1 | 124.3 | 99.1 | 105.5 | 122.8 | 4.0 |
| 24-Mar-19 | 111.8 | 112.0 | 106.6 | 120.2 | 99.0 | 109.3 | 124.0 | 4.2 |
| 31-Mar-19 | 114.7 | 112.0 | 105.0 | 120.7 | 107.0 | 110.7 | 130.2 | 3.6 |
| 7-Apr-19 | 113.2 | 112.9 | 103.2 | 122.8 | 107.7 | 111.6 | 120.6 | 4.3 |
| 14-Apr-19 | 115.3 | 113.8 | 105.4 | 122.9 | 112.2 | 113.3 | 122.6 | 3.9 |
| 21-Apr-19 | 119.5 | 115.7 | 109.2 | 129.3 | 114.4 | 122.0 | 122.6 | 4.2 |
| 28-Apr-19 | 117.6 | 116.4 | 106.3 | 127.4 | 108.1 | 118.8 | 127.5 | 3.8 |
| 5-May-19 | 117.3 | 117.4 | 106.5 | 125.9 | 112.5 | 114.5 | 127.1 | 4.1 |
| 12-May-19 | 114.8 | 117.3 | 108.6 | 127.6 | 103.4 | 110.7 | 123.9 | 4.5 |
| 19-May-19 | 117.2 | 116.7 | 109.1 | 129.1 | 107.3 | 111.7 | 129.0 | 4.0 |
| 26-May-19 | 118.6 | 117.0 | 110.4 | 130.1 | 110.5 | 116.7 | 125.3 | 3.8 |
| 2-Jun-19 | 116.9 | 116.9 | 105.2 | 126.4 | 112.8 | 116.4 | 123.7 | 3.8 |
| 9-Jun-19 | 114.6 | 116.8 | 102.4 | 123.6 | 104.0 | 113.1 | 129.8 | 3.6 |
| 16-Jun-19 | 114.2 | 116.1 | 106.4 | 123.9 | 101.6 | 111.0 | 128.2 | 4.0 |
| 23-Jun-19 | 114.3 | 115.0 | 111.4 | 124.2 | 94.6 | 105.4 | 136.0 | 4.3 |
| 30-Jun-19 | 118.9 | 115.5 | 109.0 | 125.5 | 107.2 | 112.8 | 140.3 | 3.7 |
| 7-Jul-19 | 117.6 | 116.3 | 113.0 | 127.1 | 103.3 | 110.9 | 133.8 | 3.9 |

Source: ANZ-Roy Morgan



Important notice

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