

ANZ-Roy Morgan Australian Consumer Confidence Media Release

23 July 2019



This is not personal advice. It does not consider your objectives or circumstances. Please refer to the Important Notice.

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
[@ANZ_Research](https://twitter.com/ANZ_Research)

Contact
research@anz.com

Series available at **Bloomberg**
 AU: ALLX AUANZ <GO>
 NZ: ALLX NZANZ <GO>

Previous reports available to subscribers on [ANZ Live](#)

Confidence up a touch

- Confidence gained 0.3% last week. The financial and economic conditions subcomponents were positive, implying the detail was better than the headline suggested.
- Current finances gained 2.8%, while future financial conditions were up 0.3%. Both the indices are comfortably above their respective long-term average.
- The economic subindices were also positive, with current economic conditions gaining 3.4% and future economic conditions rising by 1%.
- The 'Time to buy a major household item' was the only subindex that fell, dropping 4.4%. The four-week moving average for inflation expectations was flat at 4.0%, though weekly inflation expectations rose for the third consecutive week.

ANZ-Roy Morgan Consumer Confidence and inflation expectations

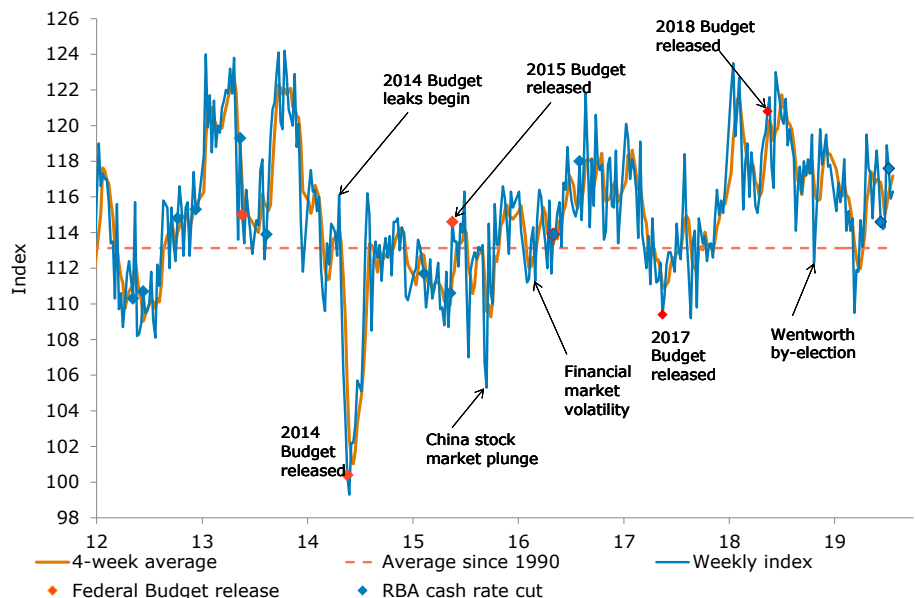
| Last week (20-21 Jul) | Weekly change, % | Four-week average | Monthly average since 1990 | Inflation expectations (four-week ma) |
|-----------------------|------------------|-------------------|----------------------------|---------------------------------------|
| 116.3 | 0.3% | 117.2 | 113.1 | 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 was up marginally last week after two consecutive falls, with the detail a little more positive with all the financial and economic conditions readings rising. Of particular note, given the upcoming RBA decision, was the stability of inflation expectations at 4% for the four-week moving average. This has printed at 4% for three weeks in a row and is up from the low of 3.8% seen in mid-June. This will provide comfort to the RBA that the slide in consumer inflation expectations has been arrested."

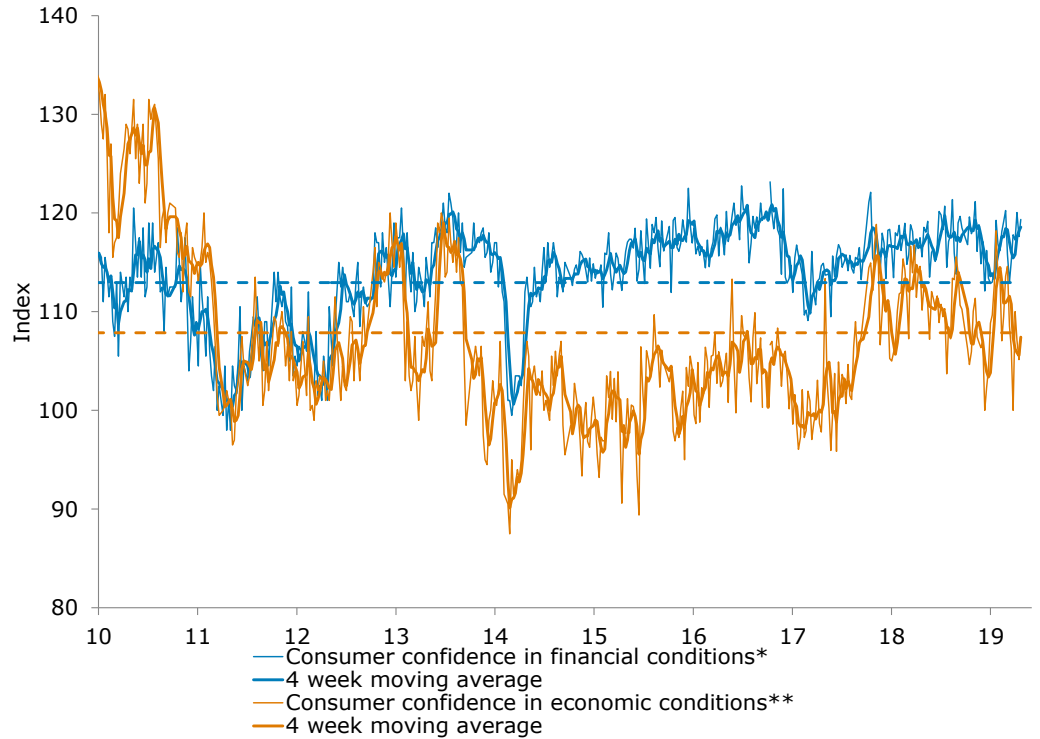
Confidence up 0.3%



Source: ANZ-Roy Morgan



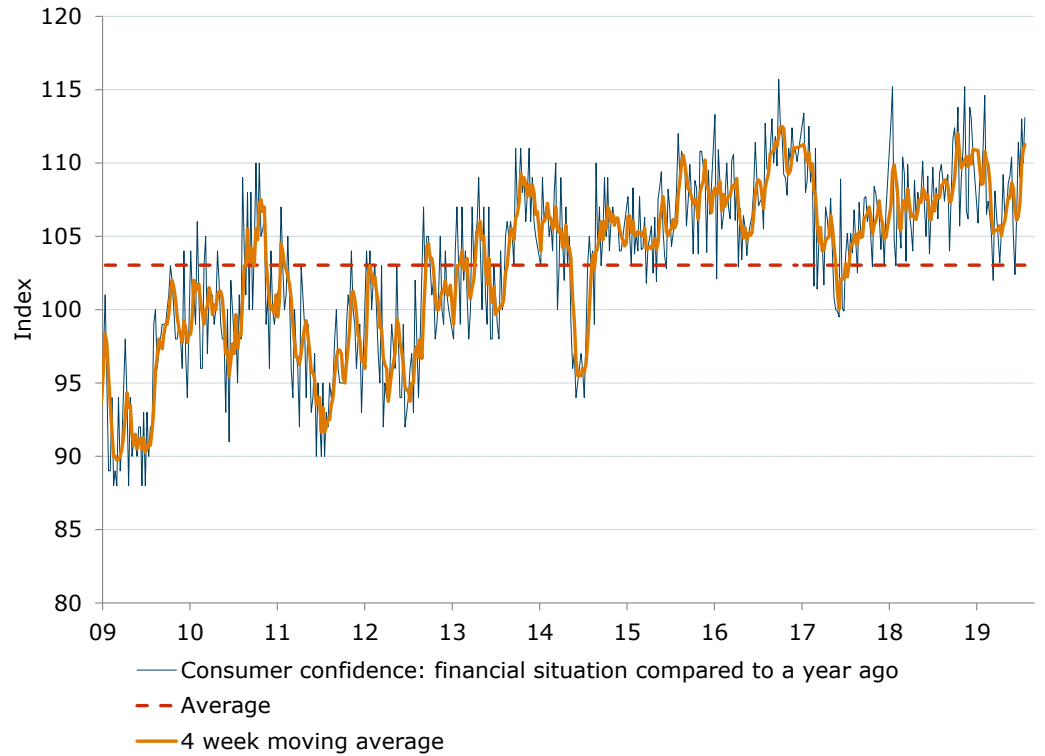
Figure 1. Both financial and economic conditions increased



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.

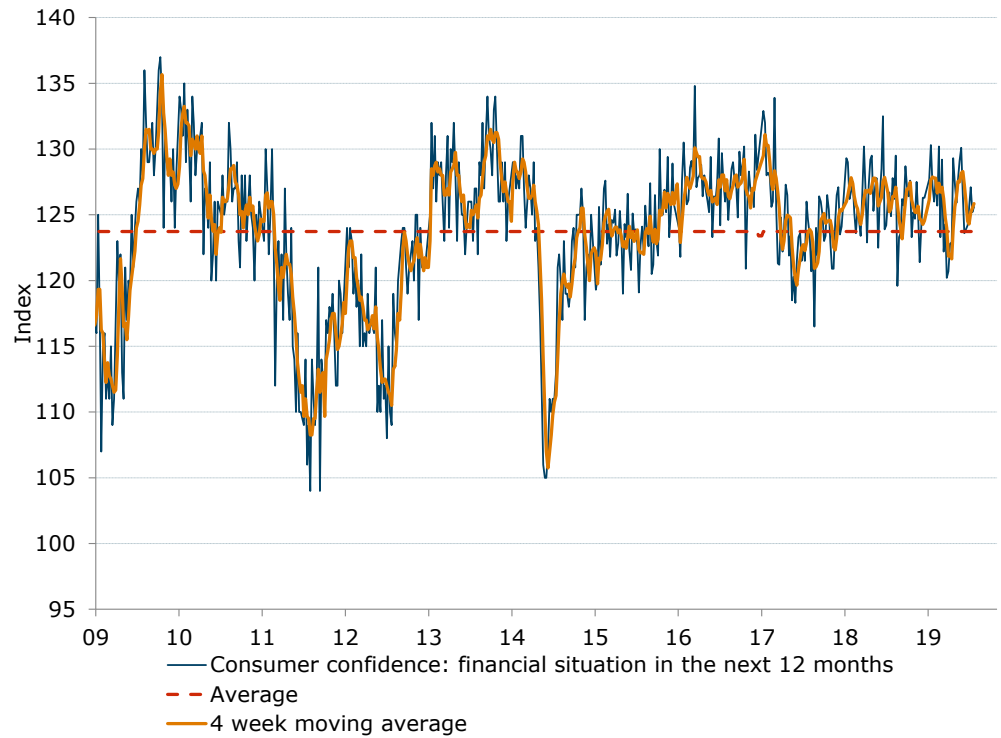
Figure 2. 'Current finances' up by 2.8%



Source: ANZ-Roy Morgan

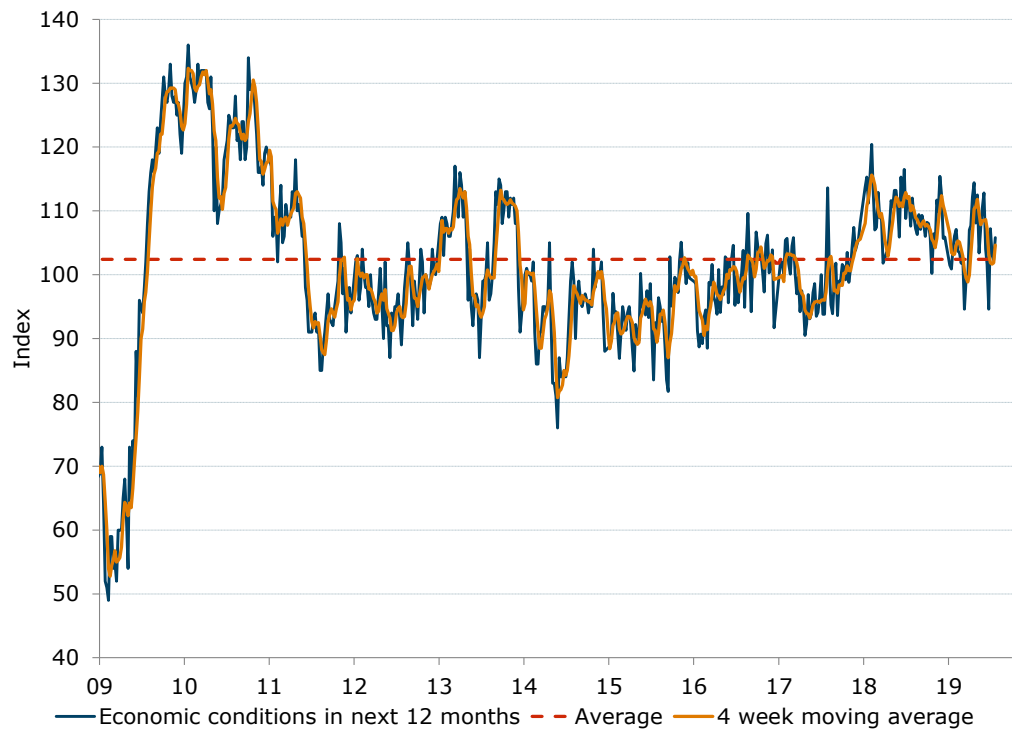


Figure 3. 'Future financial conditions' up marginally by 0.3%



Source: ANZ-Roy Morgan

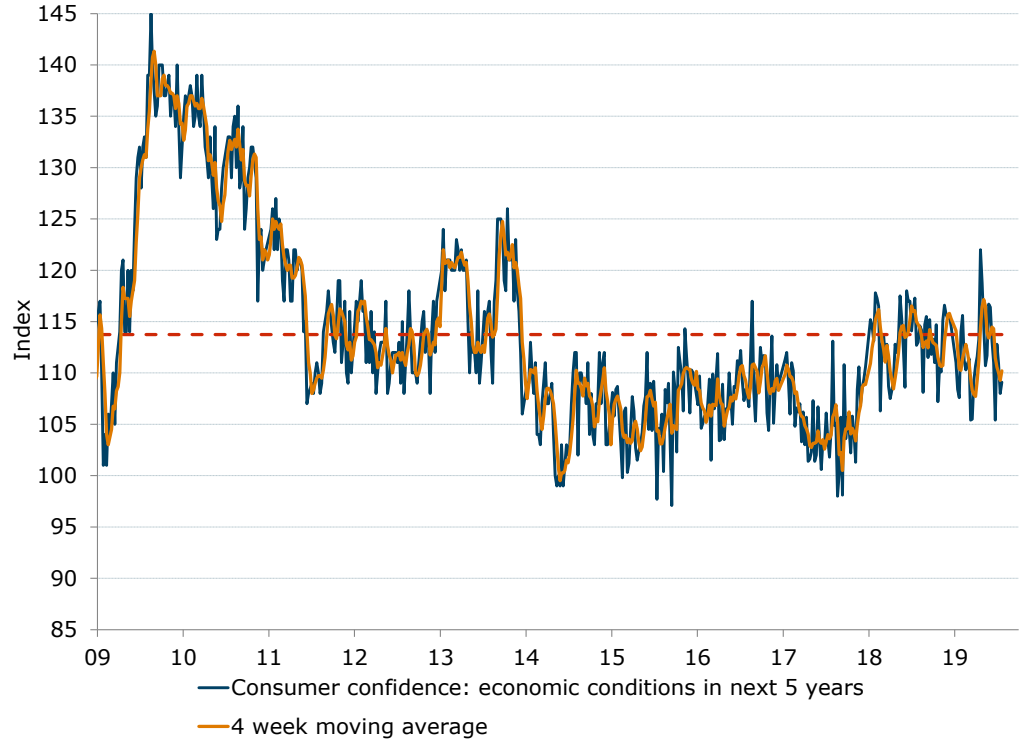
Figure 4. 'Current economic conditions' gained 3.4% after falling 1.0% last week



Source: ANZ-Roy Morgan

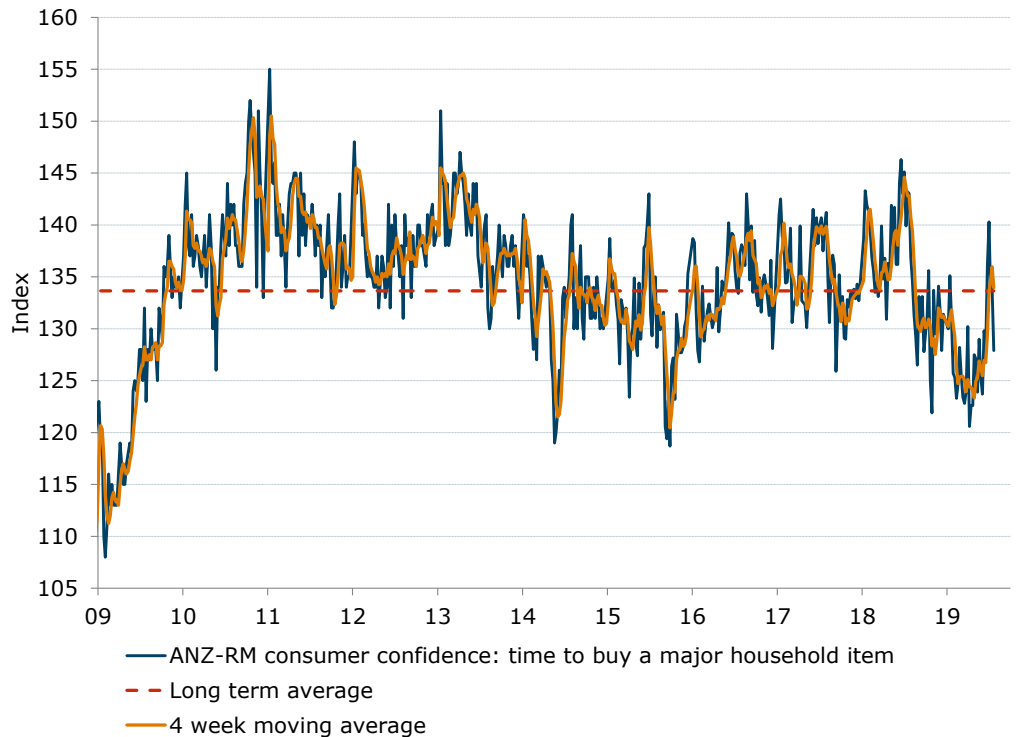


Figure 5. 'Future economic conditions' gained 1.0%



Source: ANZ-Roy Morgan

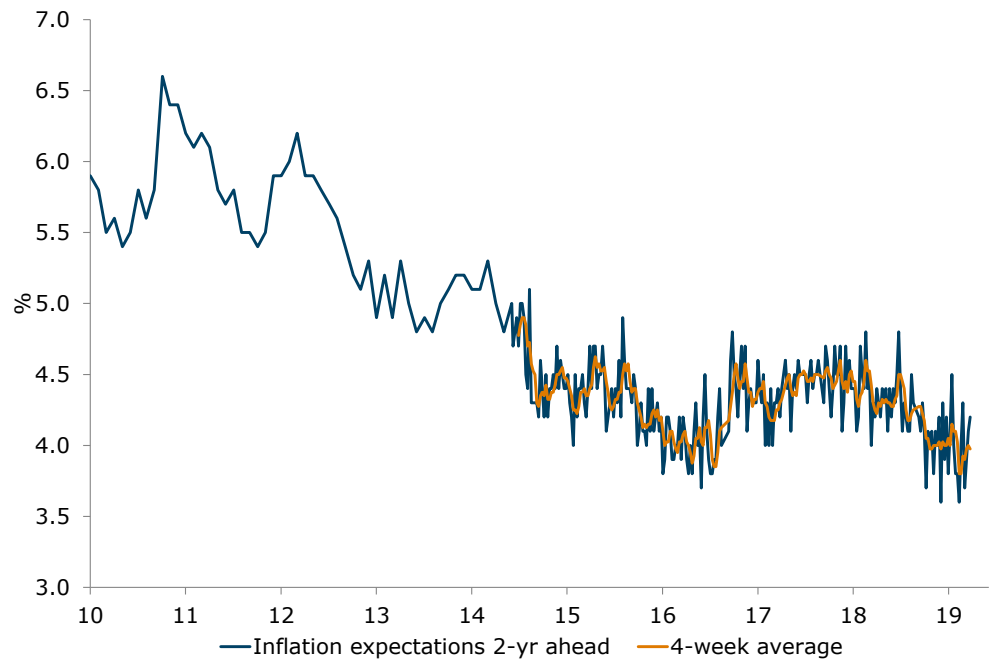
Figure 6. 'Time to buy a household item' fell 4.4% and is below the long term average



Source: ANZ-Roy Morgan



Figure 7. Four-week moving average inflation expectations flat at 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 |
| 14-Jul-19 | 115.9 | 116.7 | 110.0 | 125.2 | 102.3 | 108.0 | 133.8 | 4.1 |
| 21-Jul-19 | 116.3 | 117.2 | 113.1 | 125.6 | 105.8 | 109.1 | 127.9 | 4.2 |

Source: ANZ-Roy Morgan



Important notice

[4 April 2019]

This publication is published by Australia and New Zealand Banking Group Limited ABN 11 005 357 522 ("ANZBGL") in Australia. This publication is intended as thought-leadership material. It is not published with the intention of providing any direct or indirect recommendations relating to any financial product, asset class or trading strategy.

The information in this publication is not intended to influence any person to make a decision in relation to a financial product or class of financial products. It is general in nature and does not take account of the circumstances of any individual or class of individuals. Nothing in this publication constitutes a recommendation, solicitation or offer by ANZBGL or its branches or subsidiaries (collectively "ANZ") to you to acquire a product or service, or an offer by ANZ to provide you with other products or services. All information contained in this publication is based on information available at the time of publication. While this publication has been prepared in good faith, no representation, warranty, assurance or undertaking is or will be made, and no responsibility or liability is or will be accepted by ANZ in relation to the accuracy or completeness of this publication or the use of information contained in this publication. ANZ does not provide any financial, investment, legal or taxation advice in connection with this publication.