

# ANZ-Roy Morgan Australian Consumer Confidence Media Release

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## No immediate boost from RBA cut

- Confidence fell for a second week in a row, dropping by 2.0% last week; it remains above the long-term average, however. 'Time to buy a household item' was the only 'green shoot', rising a solid 4.9%.
- Current financial conditions fell by 2.7%, while sentiment toward future finances was down 2.2%. This weekly decline has resulted in the subindices closing below their long-term averages.
- Current economic conditions dropped a significant 7.8% after rising for three consecutive weeks. It is still a touch above the long-run average. Future economic conditions fell by 2.8%, which resulted in the subindex falling below the long-term average.
- The four-week moving average for inflation expectations fell by 0.2ppt to 3.8%, with the weekly reading down to a very low 3.6%.

## ANZ-Roy Morgan Consumer Confidence and inflation expectations

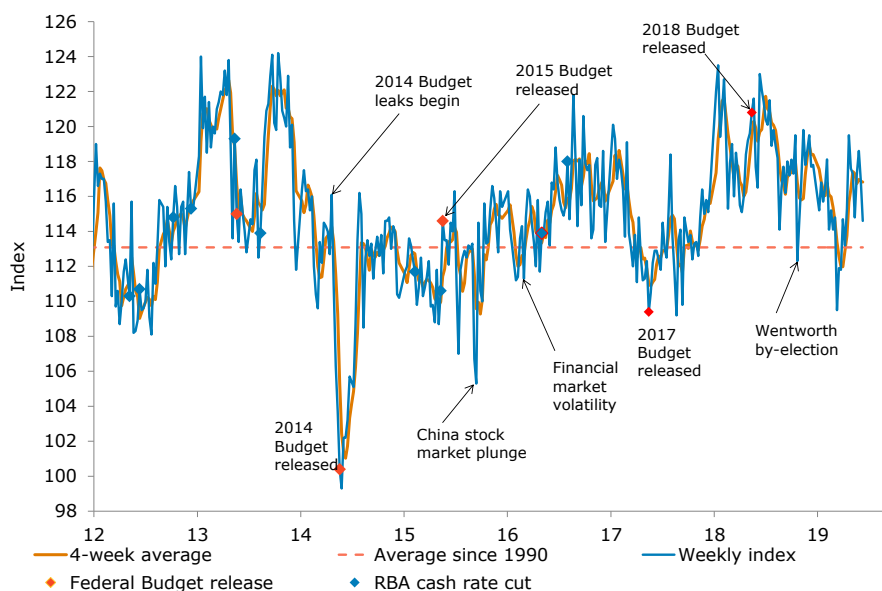
Last week (8–9 Jun)	Weekly change, %	Four-week average	Monthly average since 1990	Inflation expectations (four-week ma)
114.6	-2.0%	116.8	113.1	3.8%

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:

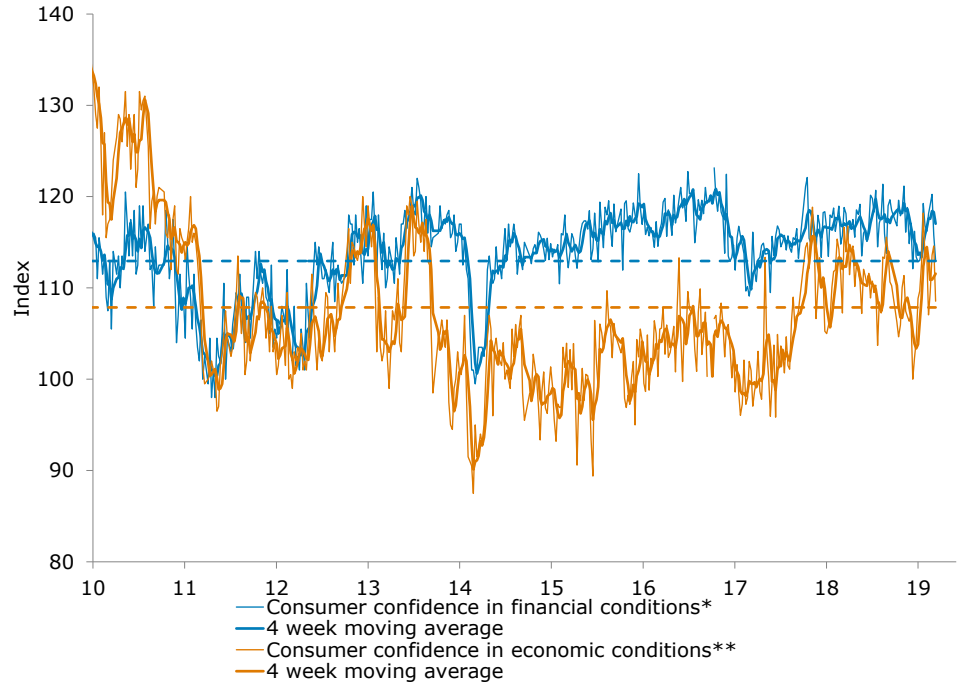
"Weak Q1 GDP and the soft retail figure for April have seen consumer confidence move lower over the past week, despite the rate cut from the RBA. Looking back to the rate cuts in 2015 and 2016, there was no tendency for confidence to rise immediately following the move lower in rates. So it's not particularly surprising that there has been no immediate boost from the rate cut. Inflation expectations readings below 4% seem to have become the norm in the past couple of month, which is unique in the history of this survey and something the RBA will be taking note of."

## Confidence down by 2.0%





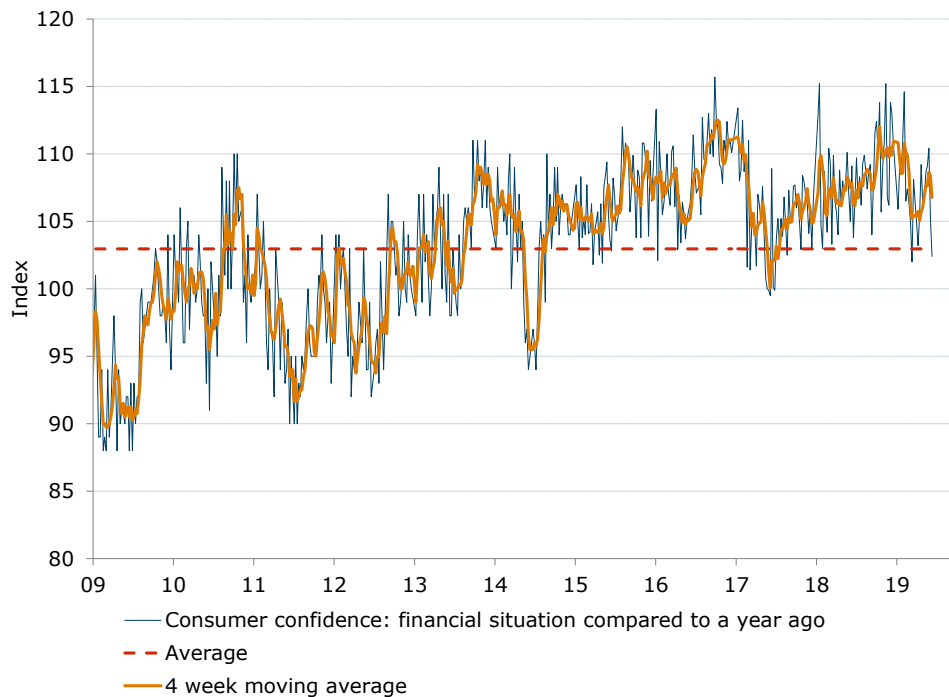
**Figure 1. Financial and economic conditions fall in unison**



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.

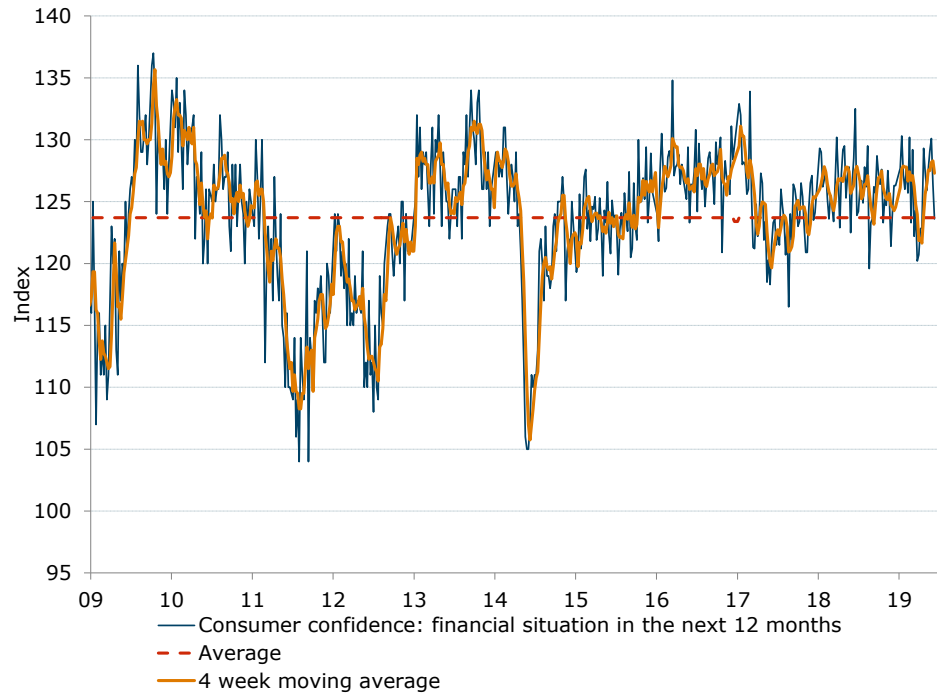
**Figure 2. 'Current finances' below long term average**



Source: ANZ-Roy Morgan

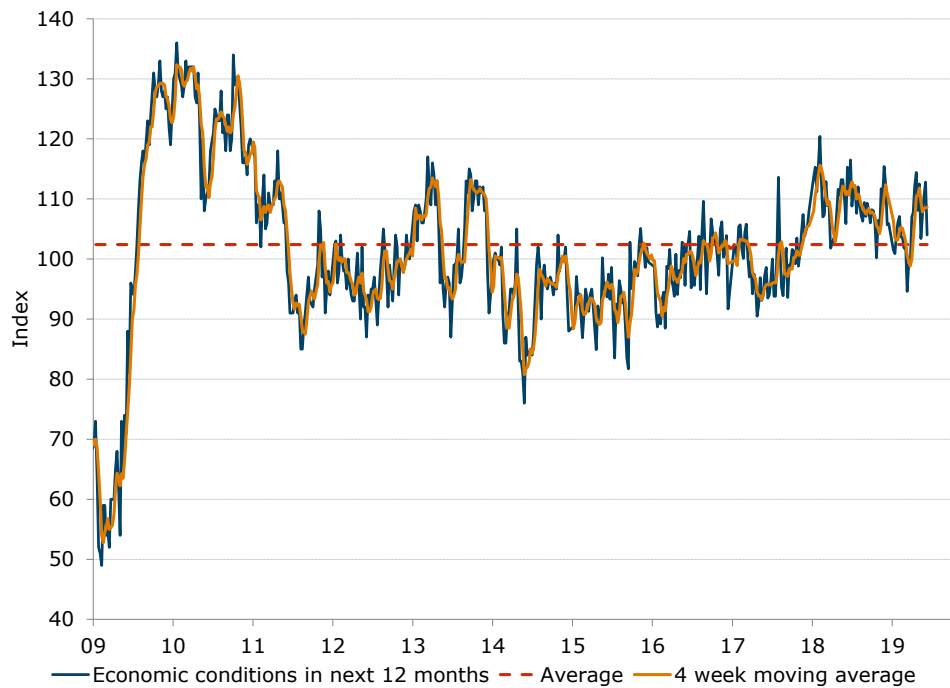


Figure 3. 'Future financial conditions' down 2.2%



Source: ANZ-Roy Morgan

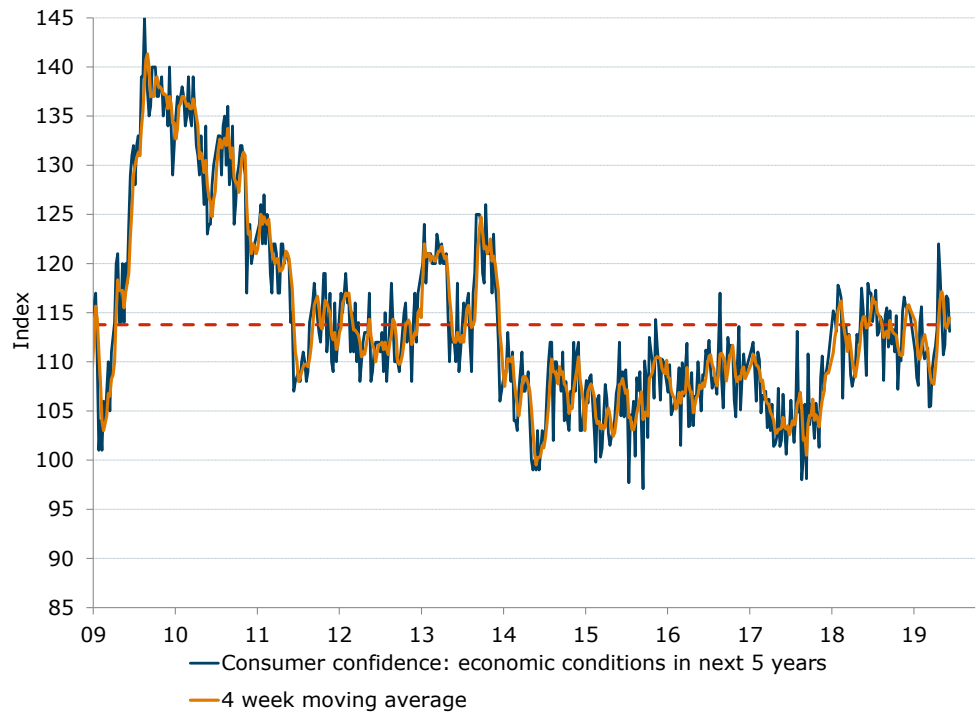
Figure 4. 'Current economic conditions' down 7.8% after rising for three consecutive weeks



Source: ANZ-Roy Morgan

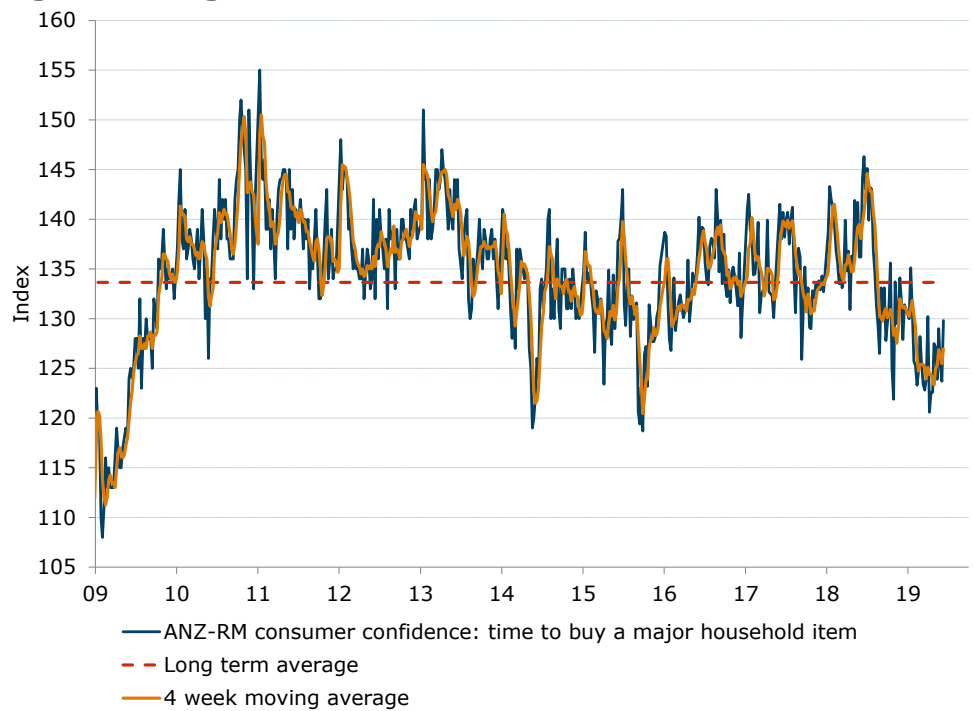


**Figure 5. 'Future economic conditions' down by 2.8% and closes below its long-term average**



Source: ANZ-Roy Morgan

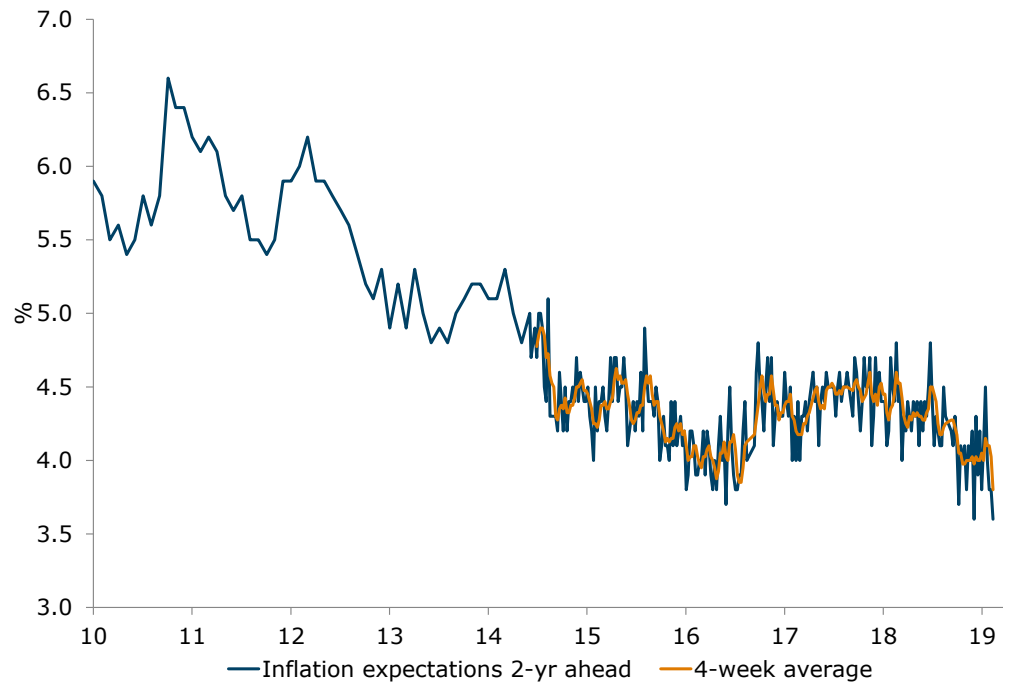
**Figure 6. 'Time to buy a household item' up by 4.9% but still below the long term averages**



Source: ANZ-Roy Morgan



**Figure 7. Four-week moving average inflation expectations down by 0.2ppt to 4.0%**



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

Source: ANZ-Roy Morgan



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