

ANZ-Roy Morgan Australian Consumer Confidence Media Release

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Confidence down a touch

- Confidence fell 0.6% last week, reversing a bit over half the prior week's increase. This continues the recent sawtooth pattern. Confidence remains well below average.
- In a repeat of last week's pattern, there were largely offsetting moves within the sub-components of financial and economic conditions. 'Current financial conditions' dropped 3%, while 'future financial conditions' were up 3.8%. In a similar pattern, the 4.1% drop in 'current economic conditions' didn't quite offset the 5.3% lift in 'future economic conditions'.
- 'Time to buy a major household item' fell 5%, to its lowest level since mid-December. The four-week moving average of 'inflation expectations' was unchanged at 4.1%.

ANZ-Roy Morgan Consumer Confidence and inflation expectations

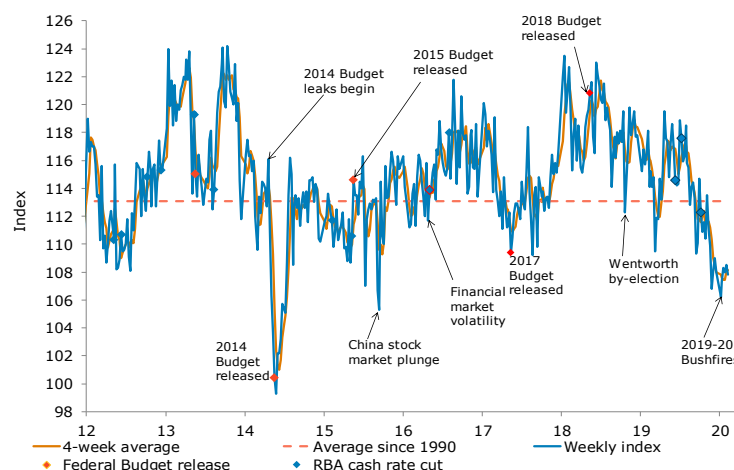
| Last weekend (8-9 Feb) | Weekly change, % | Four-week average | Monthly average since 1990 | Inflation expectations (4-week ma) |
|------------------------|------------------|-------------------|----------------------------|------------------------------------|
| 107.8 | -0.6% | 108.2 | 113.1 | 4.1% |

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:

Consumer confidence has displayed a sawtooth pattern in recent weeks, with offsetting moves in many of the components leading to a lack of overall direction. Last week's upbeat assessment of the outlook by the RBA may have buoyed 'future economic conditions', which rose to their highest level since mid-November. 'Future financial conditions' also rose sharply, jumping to their highest level since early November. Sentiment around current conditions, though, was lower, as were views on whether it was 'time to buy a major household item'. Heavy rain and floods in parts of the east coast and the coronavirus epidemic may have contributed to the weakness in these aspects of the survey. Overall, consumers are cautious, and it is difficult to see this lessening any time soon.

Confidence falls 0.6%, remaining well below average

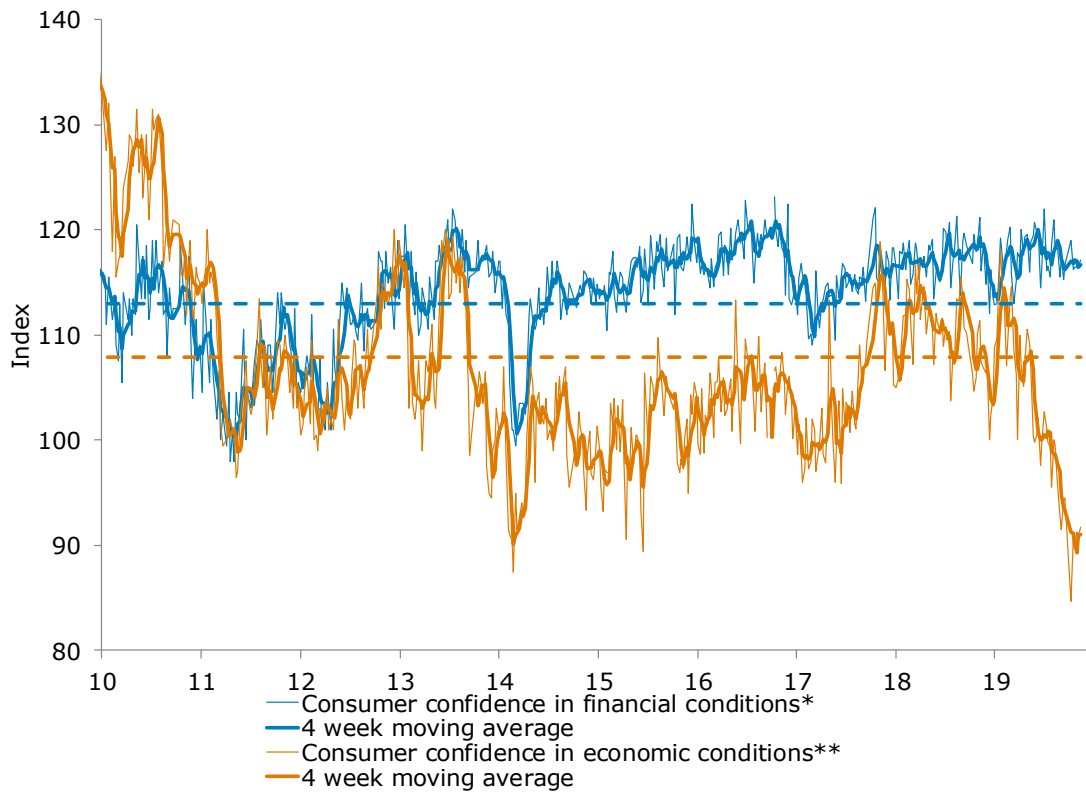


Source: ANZ-Roy Morgan



Charts

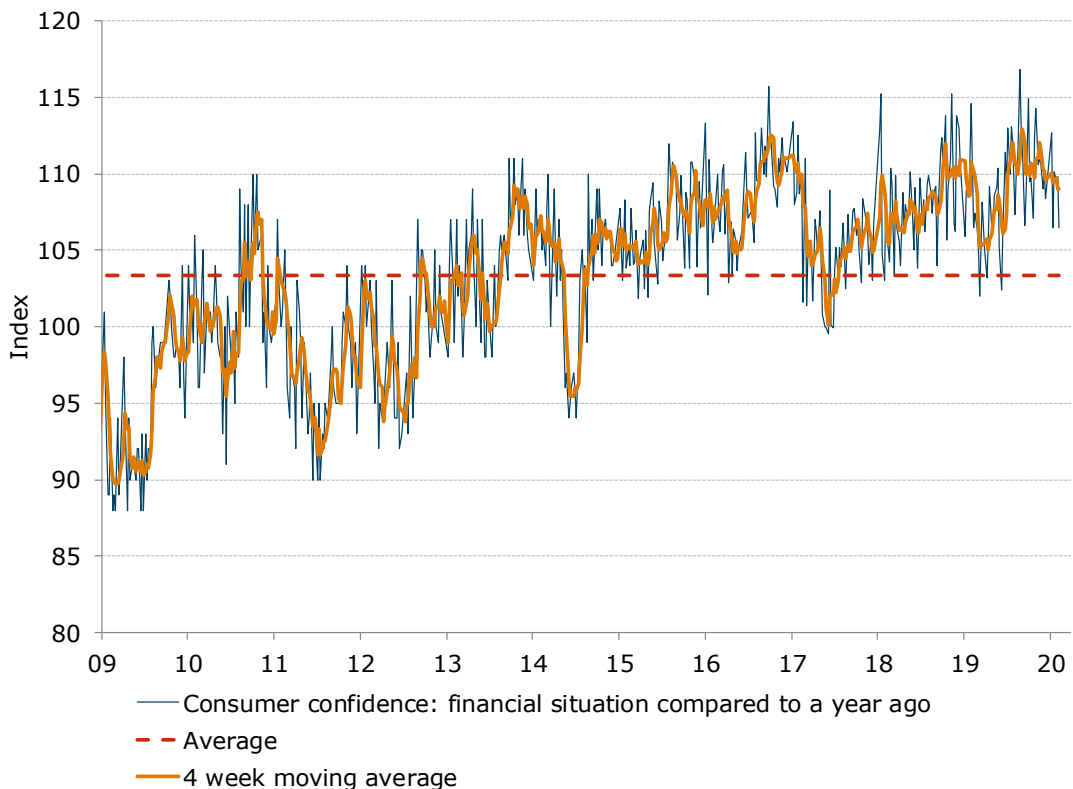
Figure 1. 'Financial' and 'economic' conditions were both up a touch



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' fell 3% but remain well above the long-run average

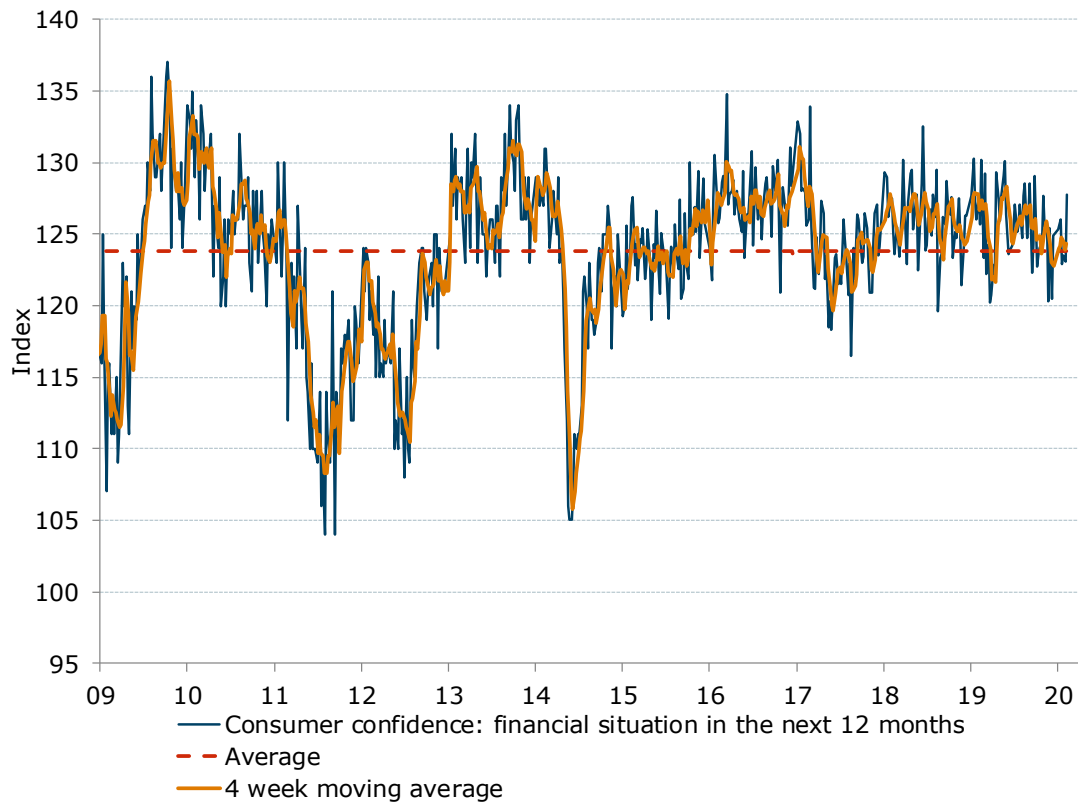


Source: ANZ-Roy Morgan



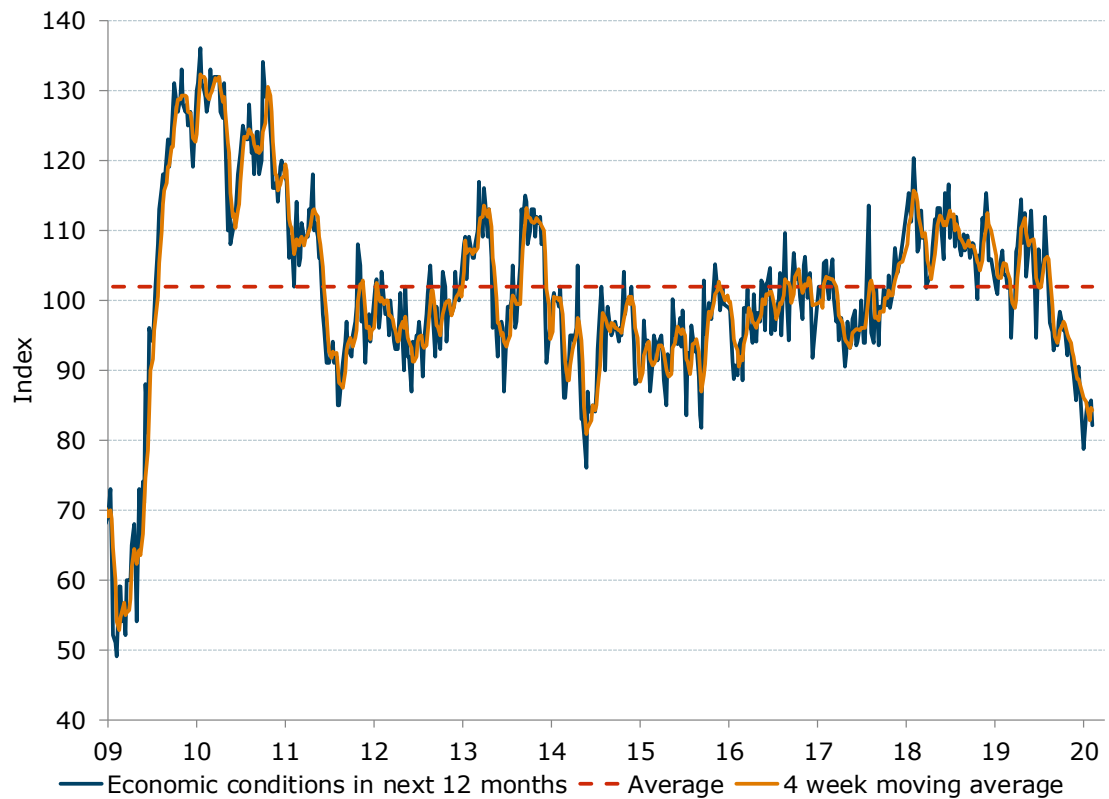
Charts

Figure 3. 'Future financial conditions' rose 3.8%



Source: ANZ-Roy Morgan

Figure 4. 'Current economic conditions' struggled to sustain any recovery

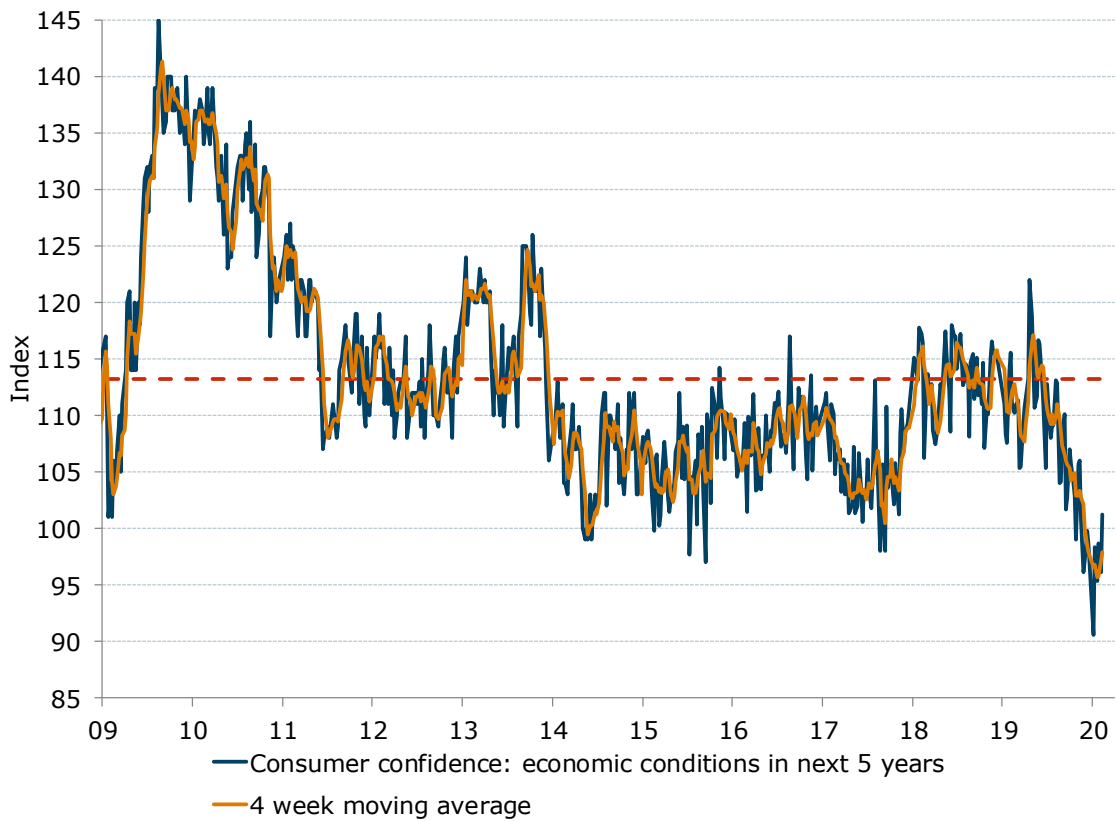


Source: ANZ-Roy Morgan



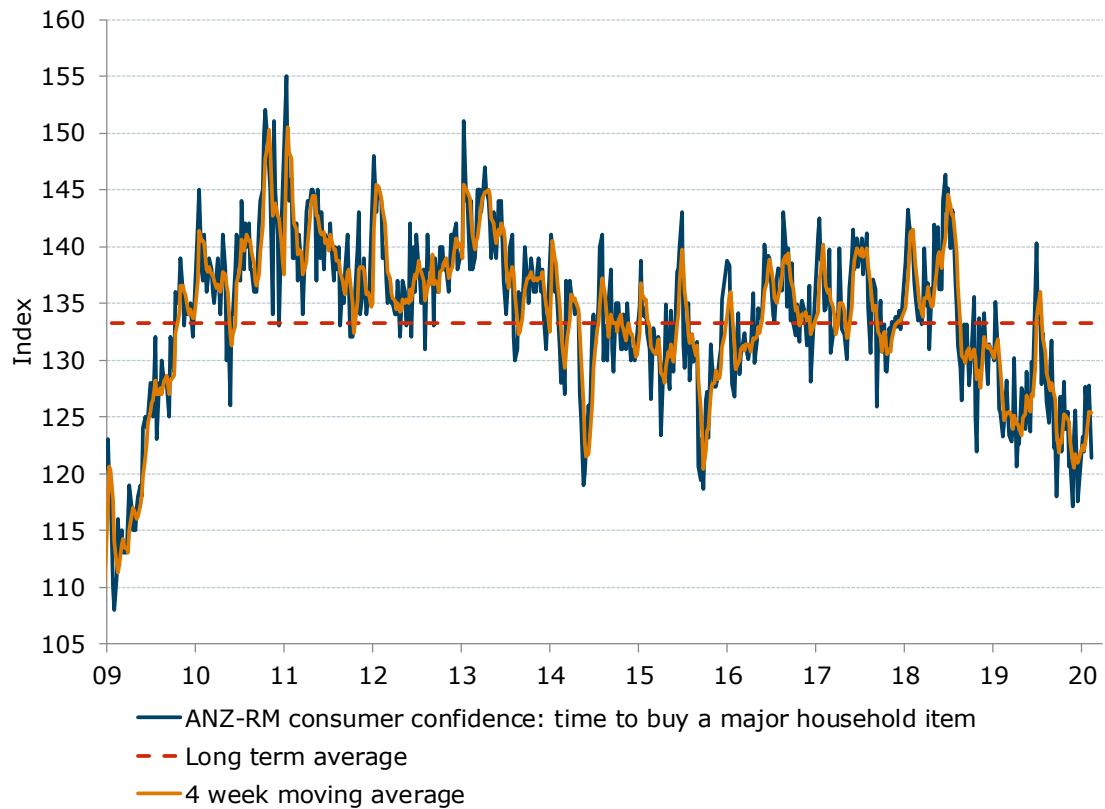
Charts

Figure 5. 'Future economic conditions' rose 5.3% continuing the bounce from last week



Source: ANZ-Roy Morgan

Figure 6. 'Time to buy a household item' fell 5% after rising 2.7% previously

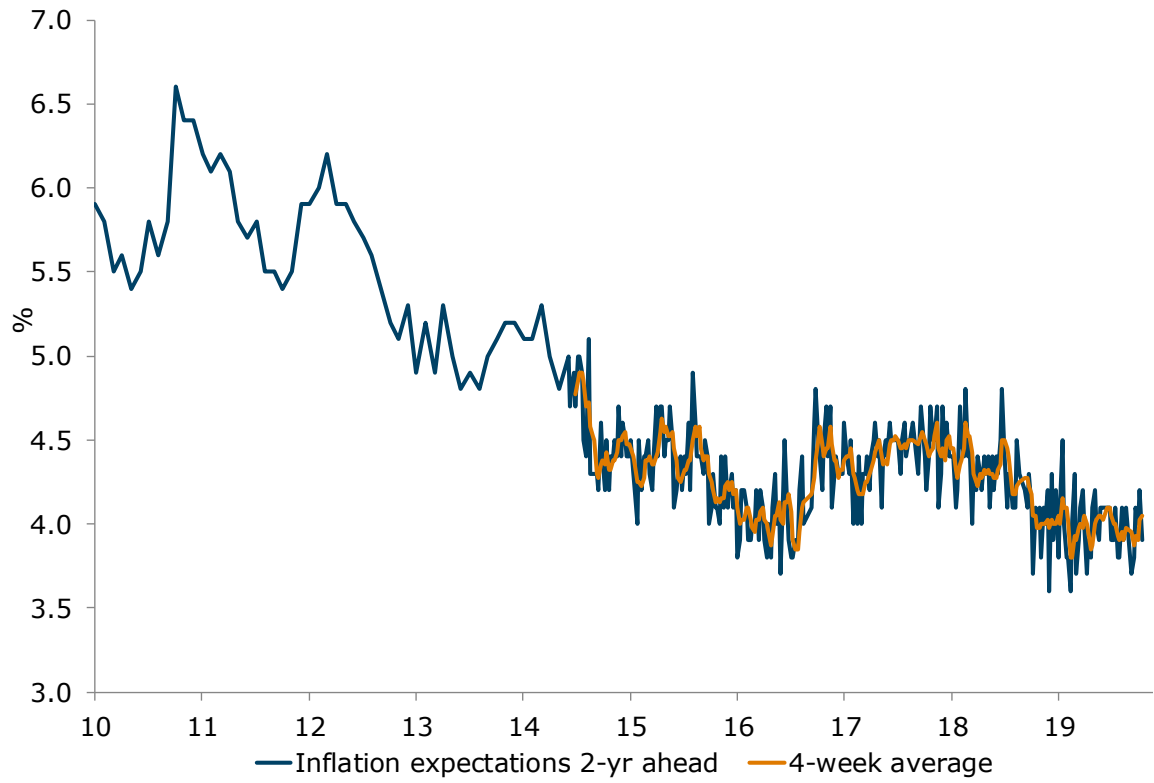


Source: ANZ-Roy Morgan



Charts

Figure 7. Four-week moving average 'inflation expectations' was up by 0.1ppt to 4.1%



* 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 | 113 | 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 |
| 2019 avg | 114 | - | 109 | 126 | 101 | 109 | 126 | 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 |
| 28-Jul-19 | 118.5 | 117.1 | 112.1 | 127.1 | 111.9 | 109.1 | 132.4 | 4.0 |
| 4-Aug-19 | 115.8 | 116.6 | 107.3 | 124.7 | 105.1 | 113.2 | 128.9 | 3.7 |
| 11-Aug-19 | 115.5 | 116.5 | 110.1 | 127.7 | 100.6 | 112.9 | 126.3 | 3.9 |
| 18-Aug-19 | 112.8 | 115.7 | 110.3 | 128.5 | 96.8 | 104.0 | 124.5 | 3.8 |
| 25-Aug-19 | 114.1 | 114.6 | 116.8 | 124.7 | 95.4 | 104.2 | 129.5 | 4.1 |
| 1-Sep-19 | 114.4 | 114.2 | 113.0 | 126.3 | 92.8 | 108.2 | 131.7 | 4.2 |
| 8-Sep-19 | 113.3 | 113.7 | 111.7 | 128.5 | 94.1 | 110.1 | 122.3 | 4.0 |
| 15-Sep-19 | 109.3 | 112.8 | 106.6 | 122.3 | 93.5 | 101.7 | 122.6 | 3.9 |
| 22-Sep-19 | 110.1 | 111.8 | 108.6 | 124.3 | 96.9 | 102.7 | 118.0 | 4.1 |
| 29-Sep-19 | 114.7 | 111.9 | 114.9 | 129.1 | 98.3 | 107.0 | 124.3 | 4.1 |
| 6-Oct-19 | 112.3 | 111.6 | 109.5 | 122.7 | 96.6 | 105.8 | 126.8 | 4.1 |
| 13-Oct-19 | 110.9 | 112.0 | 109.7 | 123.5 | 95.6 | 104.0 | 121.9 | 4.1 |
| 20-Oct-19 | 111.6 | 112.4 | 107.1 | 124.0 | 95.9 | 102.9 | 128.1 | 4.1 |
| 27-Oct-19 | 110.4 | 111.3 | 112.5 | 124.5 | 92.1 | 99.0 | 123.9 | 3.9 |
| 3-Nov-19 | 113.5 | 111.6 | 114.3 | 127.7 | 94.5 | 105.7 | 125.5 | 3.9 |
| 10-Nov-19 | 111.1 | 111.7 | 110.6 | 125.6 | 93.0 | 106.0 | 120.6 | 4.1 |
| 17-Nov-19 | 109.9 | 111.2 | 110.9 | 125.8 | 90.6 | 100.8 | 121.1 | 3.8 |
| 24-Nov-19 | 106.8 | 110.3 | 110.8 | 120.3 | 89.4 | 96.2 | 117.1 | 3.8 |
| 1-Dec-19 | 108.1 | 109.0 | 109.0 | 125.4 | 85.7 | 97.2 | 123.3 | 4.1 |
| 8-Dec-19 | 109.0 | 108.5 | 110.1 | 120.5 | 89.0 | 99.8 | 125.6 | 3.9 |
| 15-Dec-19 | 108.0 | 108.0 | 108.4 | 124.9 | 90.4 | 98.6 | 117.6 | 4.1 |
| 5-Jan-20 | 106.2 | 107.8 | 112.7 | 125.3 | 78.7 | 90.6 | 123.3 | 3.7 |
| 12-Jan-20 | 107.3 | 107.6 | 106.5 | 126.0 | 83.5 | 98.4 | 121.9 | 3.8 |
| 19-Jan-20 | 108.3 | 107.5 | 110.1 | 122.9 | 85.3 | 95.4 | 127.6 | 4.1 |
| 26-Jan-20 | 108.0 | 107.5 | 109.5 | 123.5 | 83.8 | 98.7 | 124.5 | 4.0 |
| 2-Feb-20 | 108.5 | 108.0 | 109.8 | 123.1 | 85.6 | 96.2 | 127.8 | 4.2 |
| 9-Feb-20 | 107.8 | 108.2 | 106.5 | 127.8 | 82.1 | 101.3 | 121.4 | 3.9 |

Source: ANZ-Roy Morgan



Important notice

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