

ANZ-Roy Morgan Australian Consumer Confidence Media Release

1 November 2022



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*From 3 January 2022, the interviews for the consumer confidence survey have taken place Monday to Sunday. Previously they were done at the weekend (Saturday and Sunday).

Inflation expectations surge on CPI

- Consumer confidence decreased 1.5% last week, its fifth straight weekly decline. Among the mainland states, confidence increased in NSW and SA, while it was down in Victoria, Queensland and WA.
- 'Weekly inflation expectations' jumped 0.5ppt to 6.6%, its highest weekly value in over a decade. Its four-week moving average rose 0.3ppt to 6.1%.
- The subindex results were mixed. 'Current financial conditions' fell 2.9%, dropping to its lowest since the early stages of the pandemic. 'Future financial conditions' fell 4.2%, dropping 11.4% over the past three weeks.
- 'Current economic conditions' were down 4.3%, after a 1.5% decline the week before. 'Future economic conditions' rose slightly by 0.7%.
- 'Time to buy a major household item' rose 2.7%, after declining 11% over the previous three weeks.

ANZ-Roy Morgan Consumer Confidence and inflation expectations

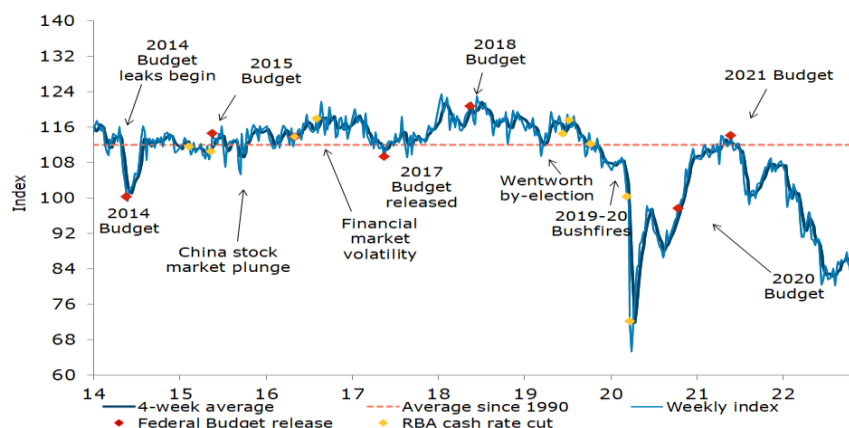
| Last week (24-30 Oct) | Weekly change, % | Four-week average | Monthly average since 1990 | Inflation expectations (four-week ma) |
|-----------------------|------------------|-------------------|----------------------------|---------------------------------------|
| 79.9 | -1.5% | 82.0 | 111.9 | 6.1% |

The weekly ANZ-Roy Morgan Australian Consumer Confidence Rating is based on 1,488 interviews conducted online and over the telephone during the week to Sunday*. Not seasonally adjusted. Further data history on page 6.

ANZ Head of Australian Economics, David Plank, commented:

Consumer confidence decreased 1.5% last week, with the federal budget having no clear positive impact. The Q3 CPI hitting a 32-year high has pushed household inflation expectations to 6.6%, their highest since February 2011. The share of people who think they are financially worse off than the same time last year has risen to 47%, the highest value for this indicator in over three decades. Cost of living concerns, along with expectations of more rate hikes by the RBA, have caused confidence to decline to levels last seen during the early weeks of the COVID lockdowns. This is also reflected in the 15.6% decline in confidence among people paying off their mortgages over the past six weeks. The continued decline in confidence seems to finally be having some impact on spending. ANZ data for **October** indicates the usual run-up in spending seen late in the month is not occurring.

Consumer confidence fell 1.5%

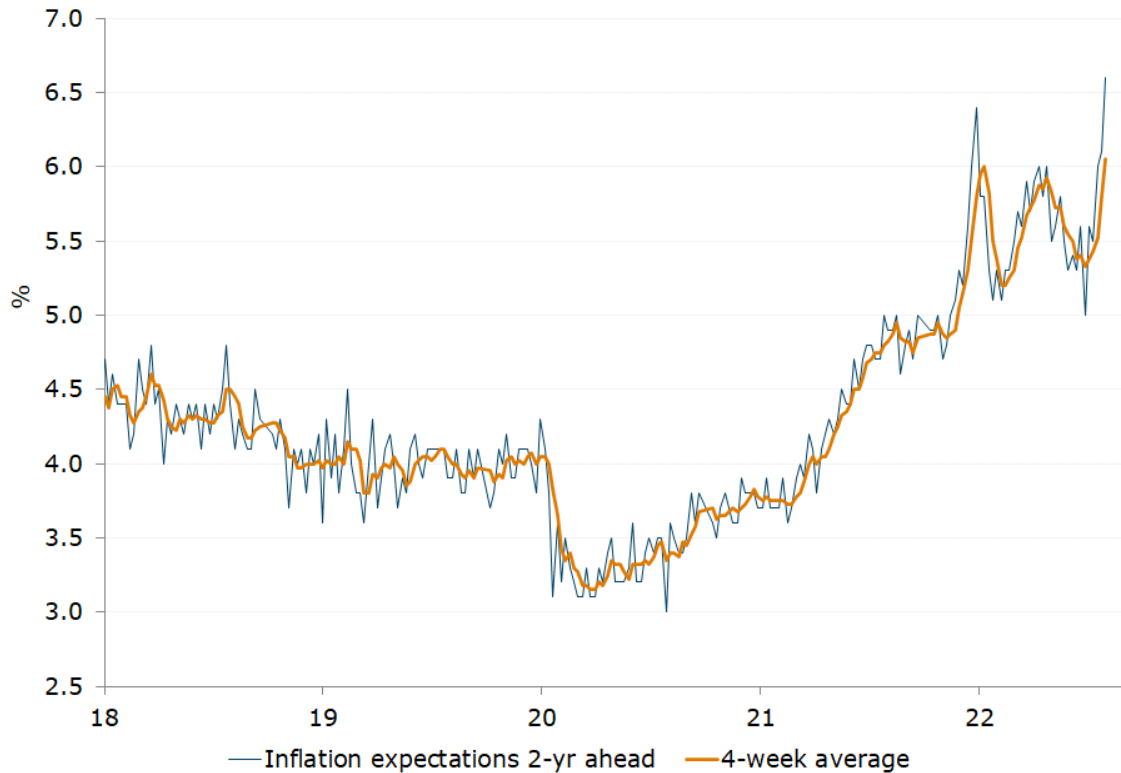


Source: ANZ-Roy Morgan, ANZ Research



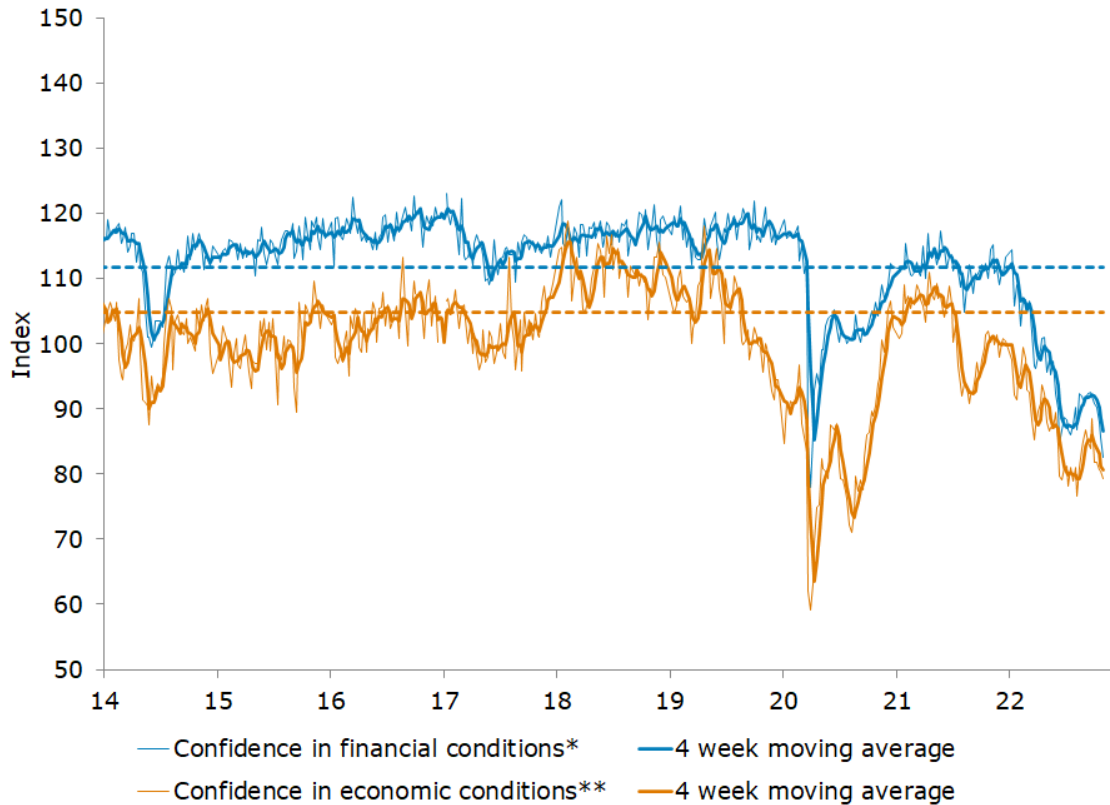
Charts

Figure 1. 'Weekly inflation expectations' rose 0.5ppt to 6.6%, while its four-week moving average was up 0.3ppt to 6.1%



Source: ANZ-Roy Morgan

Figure 2. Confidence in both economic and financial conditions declined



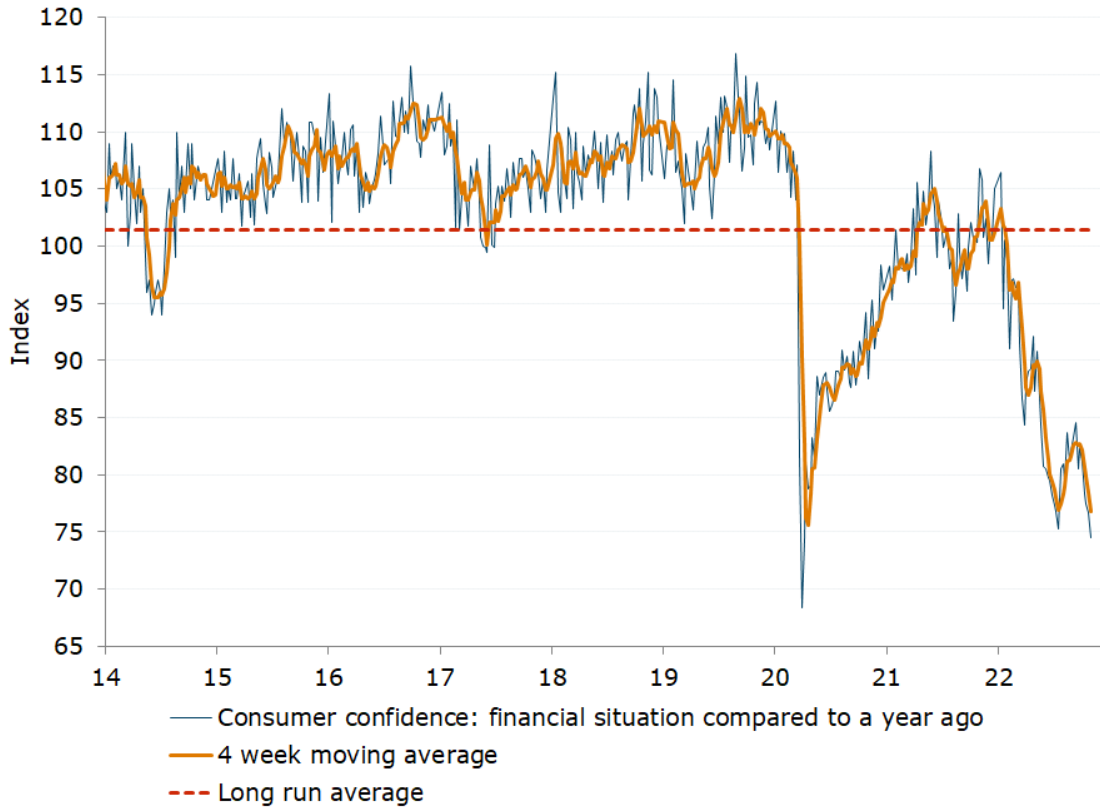
Source: ANZ-Roy Morgan

*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.



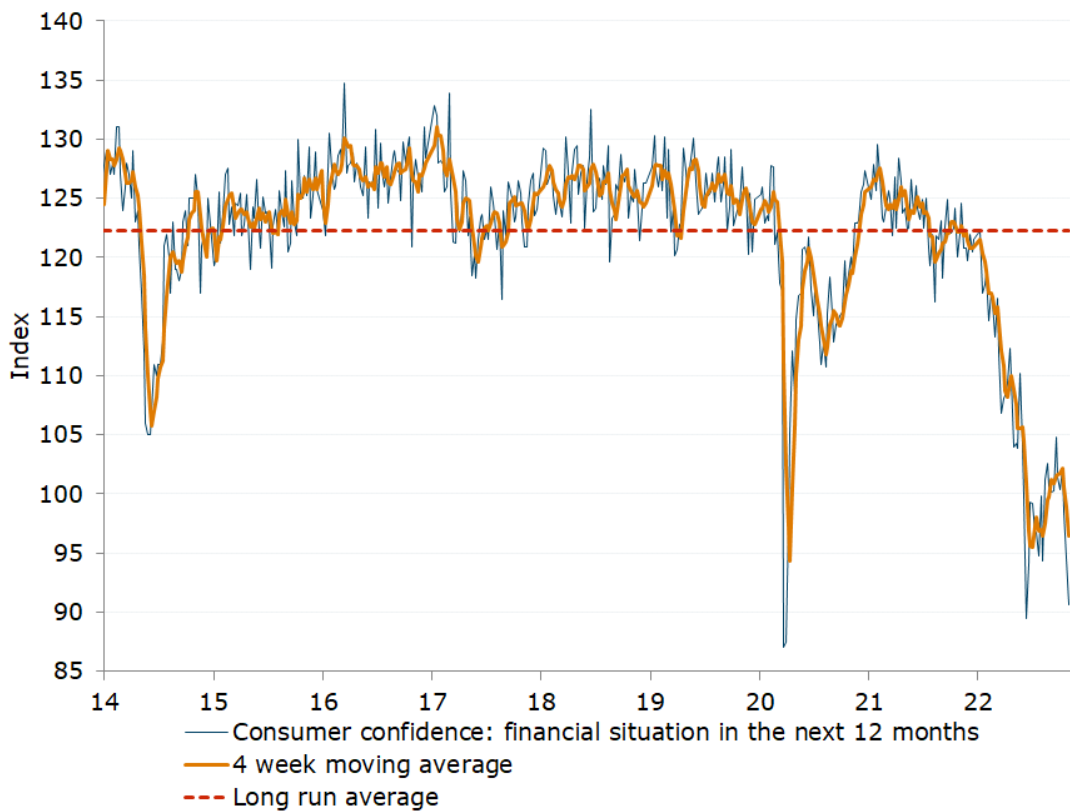
Charts

Figure 3. 'Current financial conditions' fell by 2.9%



Source: ANZ-Roy Morgan

Figure 4. 'Future financial conditions' decreased 4.2%

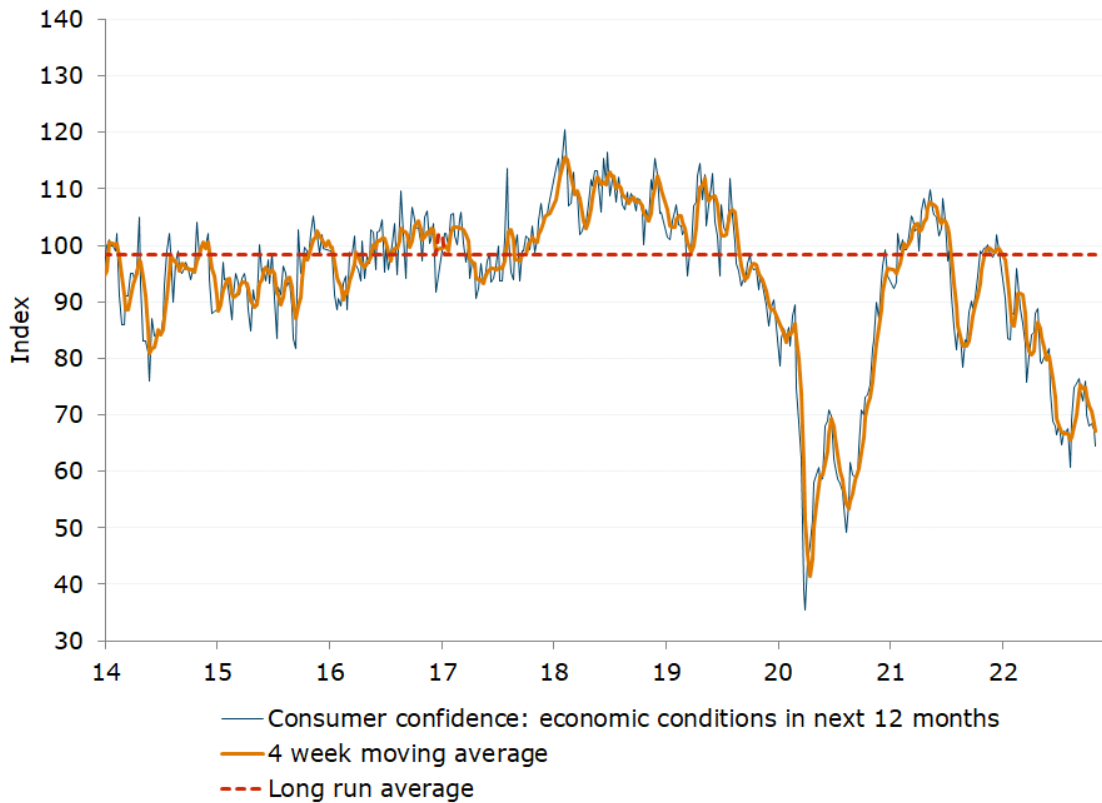


Source: ANZ-Roy Morgan



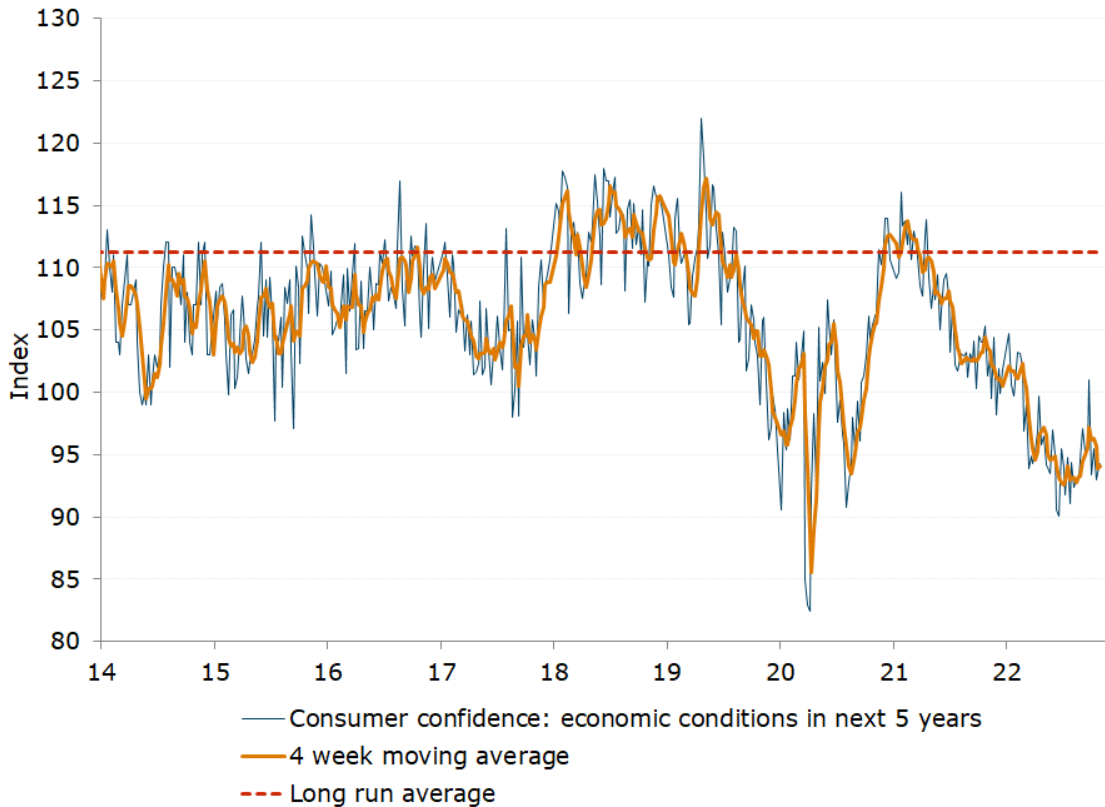
Charts

Figure 5. 'Current economic conditions' dropped 4.3%



Source: ANZ-Roy Morgan

Figure 6. 'Future economic conditions' rose slightly by 0.7%

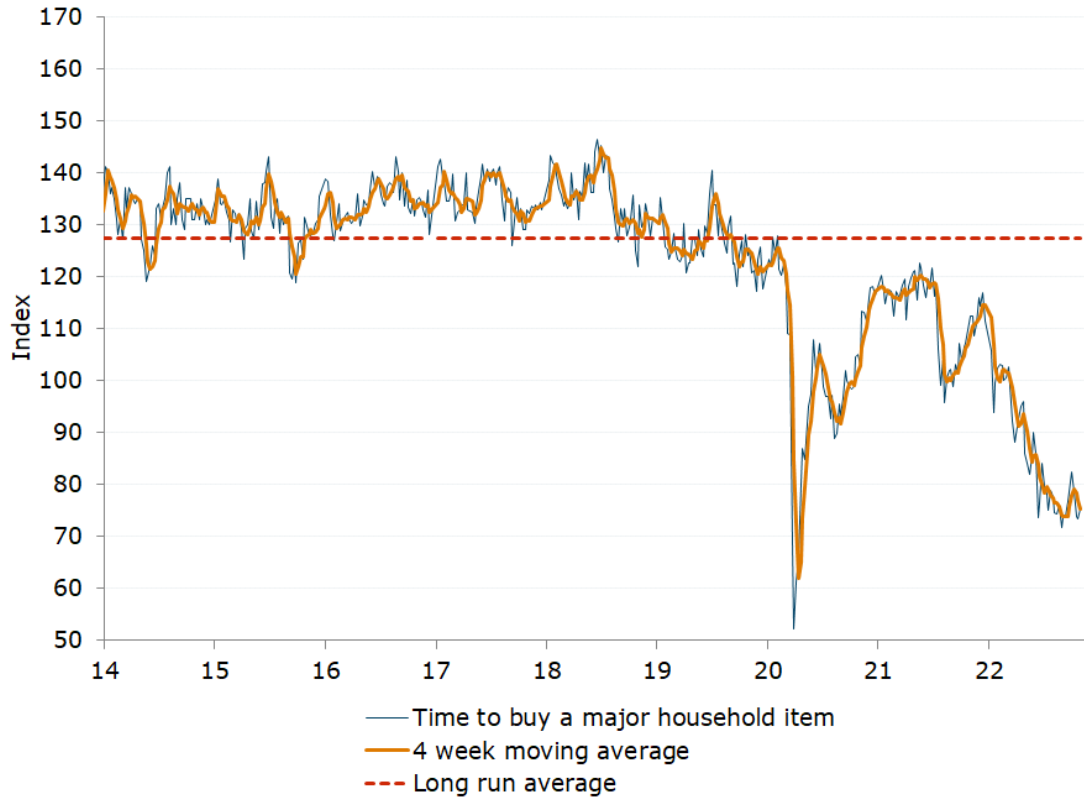


Source: ANZ-Roy Morgan



Charts

Figure 7. 'Time to buy a major household item' grew 2.7%



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 | 115 | - | 102 | 124 | 103 | 113 | 132 | - |
| 2010 avg | 124 | - | 101 | 127 | 124 | 130 | 139 | 5.7 |
| 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 |
| 2020 avg | 96 | - | 92 | 117 | 69 | 100 | 102 | 3.5 |
| 2021 avg | 108 | - | 101 | 123 | 98 | 106 | 113 | 4.2 |
| 7-Nov-21 | 109.0 | 107.8 | 105.8 | 124.6 | 99.7 | 102.8 | 112.4 | 4.9 |
| 14-Nov-21 | 106.0 | 107.6 | 100.8 | 120.8 | 100.1 | 99.5 | 108.6 | 5.0 |
| 21-Nov-21 | 107.4 | 107.7 | 102.4 | 120.8 | 98.4 | 104.4 | 110.9 | 4.6 |
| 28-Nov-21 | 106.0 | 107.1 | 98.5 | 119.7 | 97.8 | 98.2 | 116.0 | 4.8 |
| 5-Dec-21 | 107.5 | 106.7 | 100.6 | 122.0 | 98.8 | 101.9 | 114.3 | 4.9 |
| 12-Dec-21 | 108.0 | 107.2 | 100.8 | 120.5 | 101.8 | 99.9 | 116.8 | 4.7 |
| 19-Dec-21 | 108.4 | 107.5 | 105.0 | 121.5 | 99.1 | 101.8 | 111.3 | 5.0 |
| 9-Jan-22 | 106.0 | 107.5 | 106.5 | 122.3 | 90.5 | 104.7 | 105.8 | 4.9 |
| 16-Jan-22 | 97.9 | 105.1 | 94.5 | 117.0 | 83.6 | 100.6 | 93.7 | 4.9 |
| 23-Jan-22 | 100.1 | 103.1 | 100.5 | 117.7 | 83.2 | 99.7 | 99.6 | 5.0 |
| 30-Jan-22 | 101.8 | 101.5 | 98.7 | 118.7 | 88.1 | 100.8 | 102.3 | 4.7 |
| 6-Feb-22 | 99.9 | 99.9 | 91.0 | 114.6 | 87.8 | 103.2 | 103.0 | 4.8 |
| 13-Feb-22 | 103.2 | 101.3 | 97.0 | 117.0 | 96.0 | 103.1 | 102.8 | 5.0 |
| 20-Feb-22 | 101.8 | 101.7 | 97.2 | 116.2 | 93.6 | 102.0 | 100.1 | 5.1 |
| 27-Feb-22 | 99.2 | 101.0 | 96.4 | 113.3 | 88.9 | 96.9 | 100.5 | 5.3 |
| 6-Mar-22 | 100.1 | 101.1 | 96.5 | 116.6 | 86.1 | 99.0 | 102.5 | 5.2 |
| 13-Mar-22 | 95.8 | 99.2 | 91.5 | 111.9 | 82.7 | 93.9 | 99.0 | 5.6 |
| 20-Mar-22 | 91.2 | 96.6 | 86.6 | 106.8 | 75.7 | 94.9 | 92.2 | 6.0 |
| 27-Mar-22 | 91.1 | 94.6 | 84.4 | 108.1 | 80.3 | 94.3 | 88.2 | 6.4 |
| 3-Apr-22 | 93.4 | 92.9 | 88.0 | 108.3 | 84.1 | 95.2 | 91.2 | 5.8 |
| 10-Apr-22 | 94.6 | 92.6 | 89.0 | 109.4 | 84.7 | 96.9 | 92.7 | 5.8 |
| 17-Apr-22 | 96.8 | 94.0 | 89.3 | 112.3 | 87.9 | 99.7 | 94.9 | 5.3 |
| 24-Apr-22 | 96.5 | 95.3 | 92.1 | 109.8 | 88.8 | 95.8 | 95.9 | 5.1 |
| 1-May-22 | 90.7 | 94.7 | 87.3 | 104.0 | 79.6 | 96.5 | 86.0 | 5.3 |
| 8-May-22 | 90.5 | 93.6 | 90.8 | 104.3 | 79.0 | 94.2 | 84.1 | 5.1 |
| 15-May-22 | 89.3 | 91.8 | 86.8 | 103.9 | 80.2 | 94.0 | 81.8 | 5.3 |
| 22-May-22 | 90.8 | 90.3 | 84.4 | 110.2 | 80.6 | 93.5 | 85.5 | 5.3 |
| 29-May-22 | 90.7 | 90.3 | 80.7 | 104.1 | 81.8 | 97.0 | 90.1 | 5.5 |
| 5-Jun-22 | 87.0 | 89.5 | 80.5 | 99.6 | 74.1 | 95.0 | 85.9 | 5.7 |
| 12-Jun-22 | 80.4 | 87.2 | 79.7 | 89.5 | 68.8 | 90.6 | 73.5 | 5.6 |
| 19-Jun-22 | 81.7 | 85.0 | 79.5 | 94.1 | 68.1 | 90.1 | 76.5 | 5.9 |
| 26-Jun-22 | 84.7 | 83.5 | 78.2 | 99.3 | 66.4 | 95.5 | 84.0 | 5.7 |
| 3-Jul-22 | 83.7 | 82.6 | 77.3 | 99.2 | 68.4 | 94.0 | 79.5 | 5.9 |
| 10-Jul-22 | 81.6 | 82.9 | 76.8 | 96.7 | 64.6 | 91.8 | 78.1 | 6.0 |
| 17-Jul-22 | 81.8 | 83.0 | 75.3 | 96.8 | 67.2 | 94.8 | 75.0 | 5.8 |
| 24-Jul-22 | 82.4 | 82.4 | 80.5 | 94.8 | 66.9 | 91.1 | 78.9 | 6.0 |
| 31-Jul-22 | 84.1 | 82.5 | 80.9 | 99.8 | 67.6 | 94.4 | 77.7 | 5.5 |
| 7-Aug-22 | 80.3 | 82.2 | 79.4 | 94.3 | 60.7 | 92.4 | 74.6 | 5.6 |
| 14-Aug-22 | 84.2 | 82.8 | 83.7 | 101.2 | 69.1 | 93.0 | 74.2 | 5.8 |
| 21-Aug-22 | 85.6 | 83.6 | 81.2 | 102.6 | 74.9 | 93.1 | 76.0 | 5.5 |
| 28-Aug-22 | 85.0 | 83.8 | 82.1 | 100.7 | 75.6 | 94.6 | 71.8 | 5.3 |
| 4-Sep-22 | 86.1 | 85.2 | 83.3 | 100.2 | 76.4 | 97.1 | 73.5 | 5.4 |
| 11-Sep-22 | 85.7 | 85.6 | 84.6 | 100.3 | 74.5 | 95.2 | 73.9 | 5.3 |
| 18-Sep-22 | 86.0 | 85.7 | 80.5 | 104.8 | 72.4 | 95.3 | 76.6 | 5.6 |
| 25-Sep-22 | 87.8 | 86.4 | 82.4 | 101.4 | 75.9 | 101.0 | 78.5 | 5.0 |
| 2-Oct-22 | 85.5 | 86.3 | 81.2 | 100.4 | 70.1 | 93.4 | 82.3 | 5.6 |
| 9-Oct-22 | 84.6 | 86.0 | 78.3 | 102.2 | 68.0 | 95.5 | 78.7 | 5.5 |
| 16-Oct-22 | 82.2 | 85.0 | 77.5 | 98.5 | 68.4 | 93.0 | 73.8 | 6.0 |
| 23-Oct-22 | 81.1 | 83.4 | 76.7 | 94.6 | 67.4 | 93.6 | 73.3 | 6.1 |
| 30-Oct-22 | 79.9 | 82.0 | 74.5 | 90.6 | 64.5 | 94.3 | 75.3 | 6.6 |

Source: ANZ-Roy Morgan



Important notice

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