



# NZ – Constrained

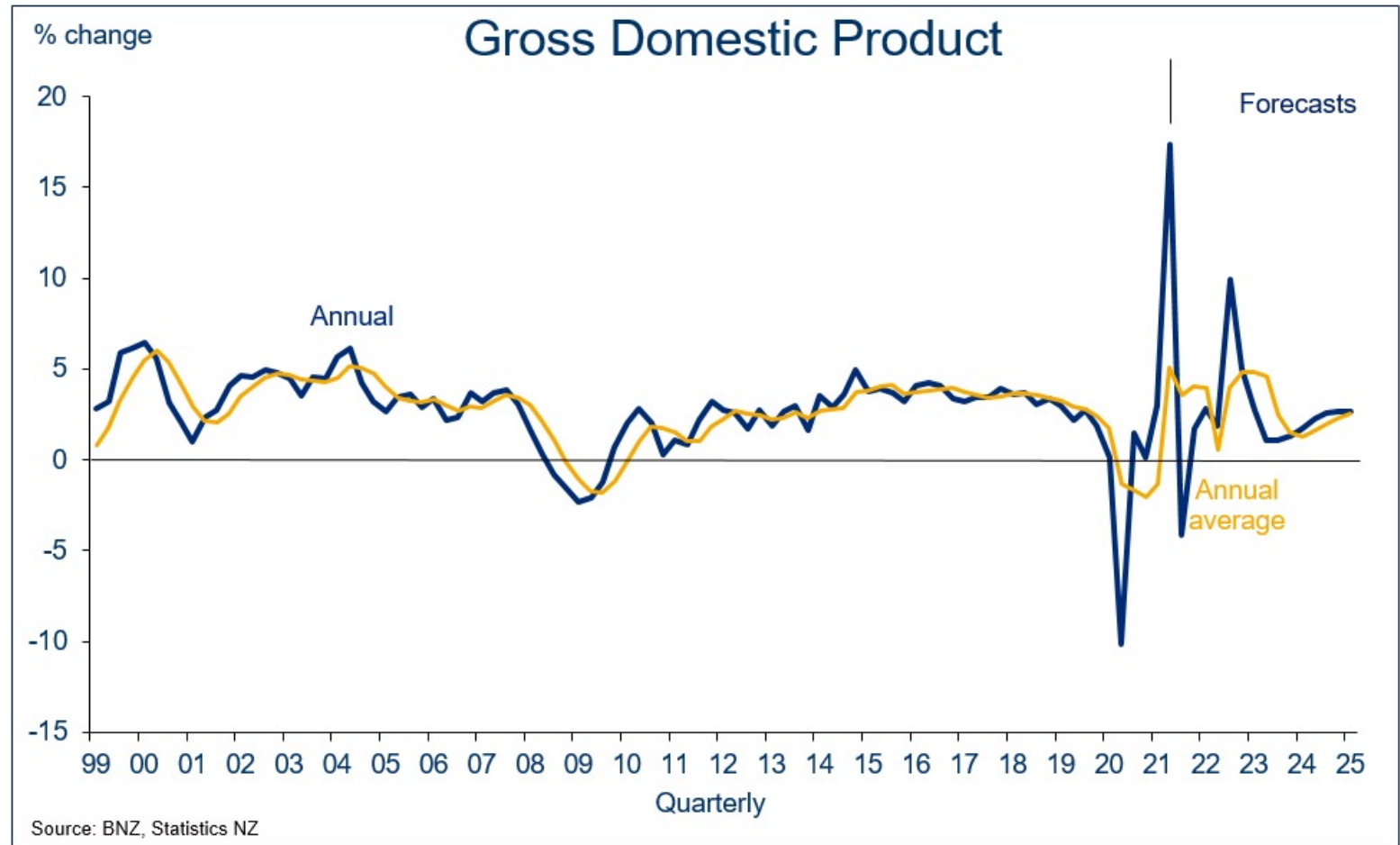
Stephen Toplis, October 2021

BNZ Markets

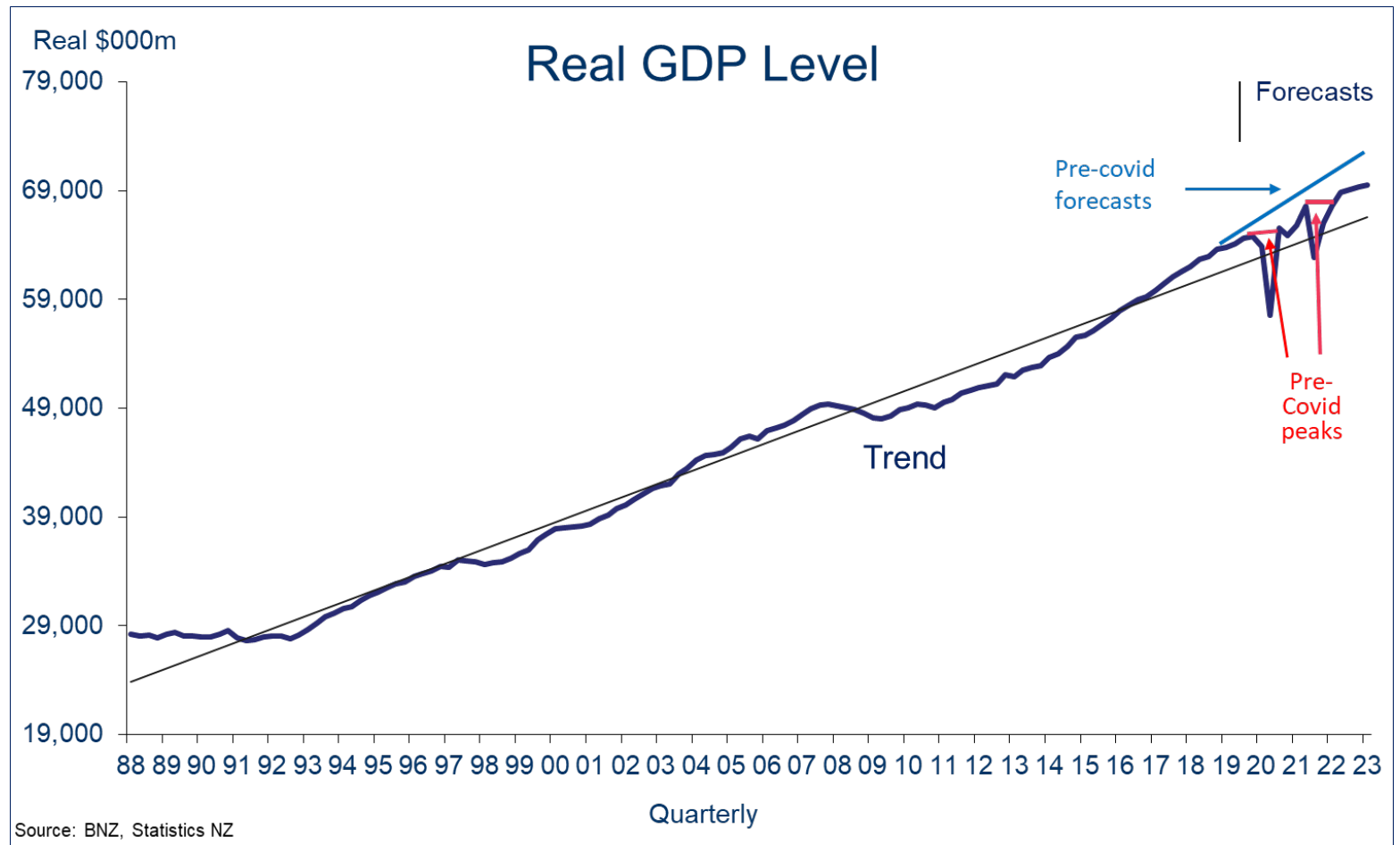


MARKETS

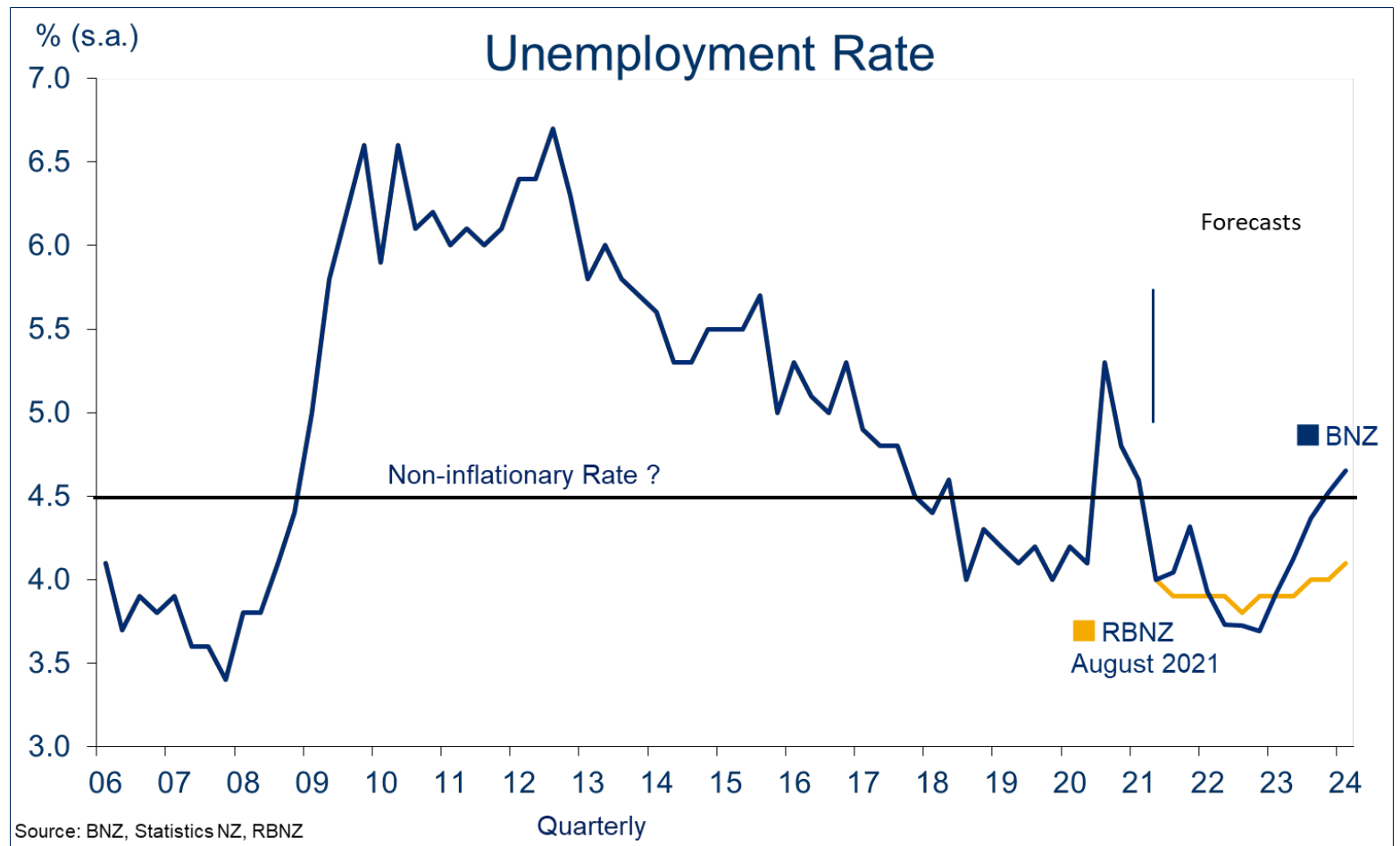
# Growth bounce expected



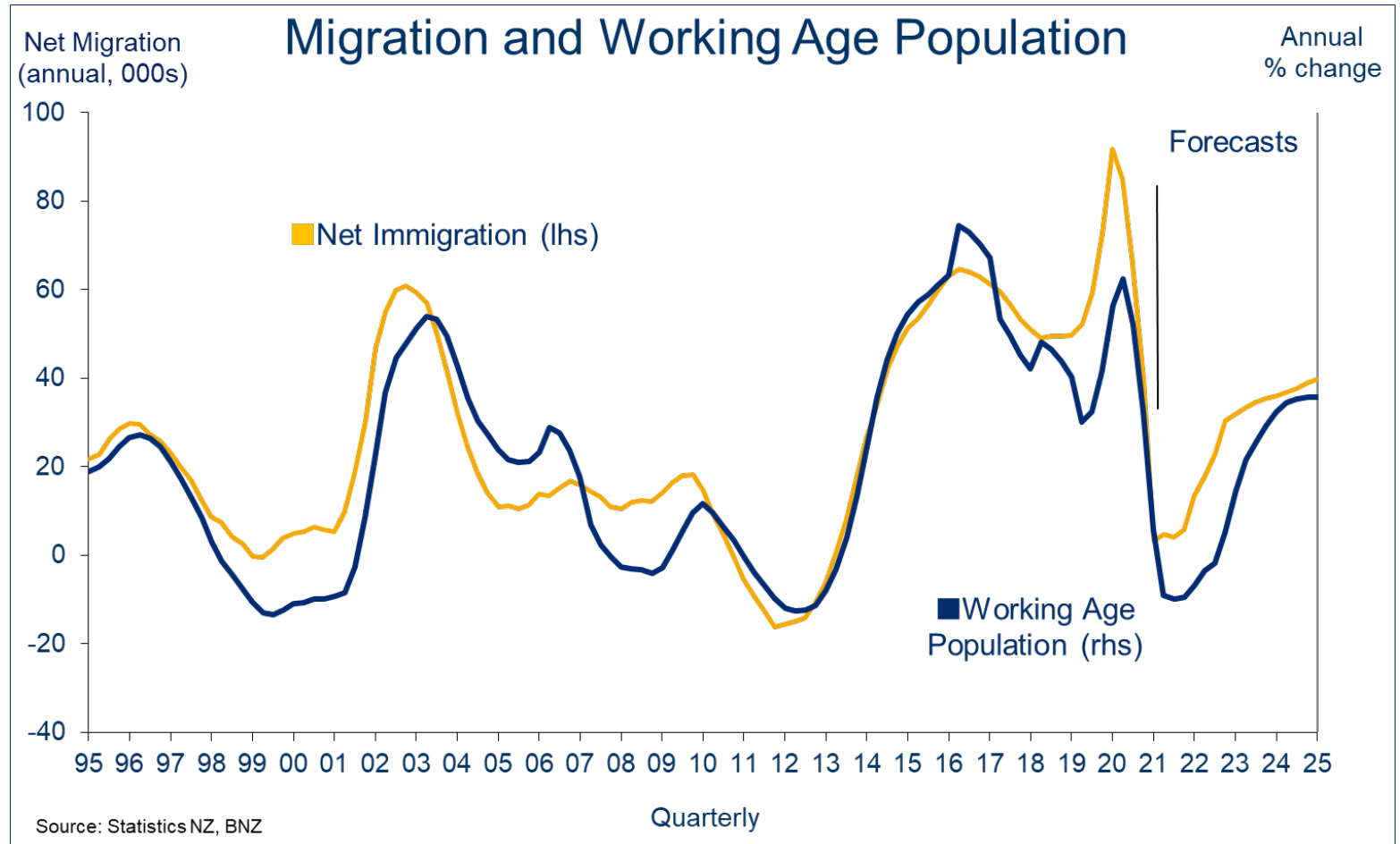
# Think levels



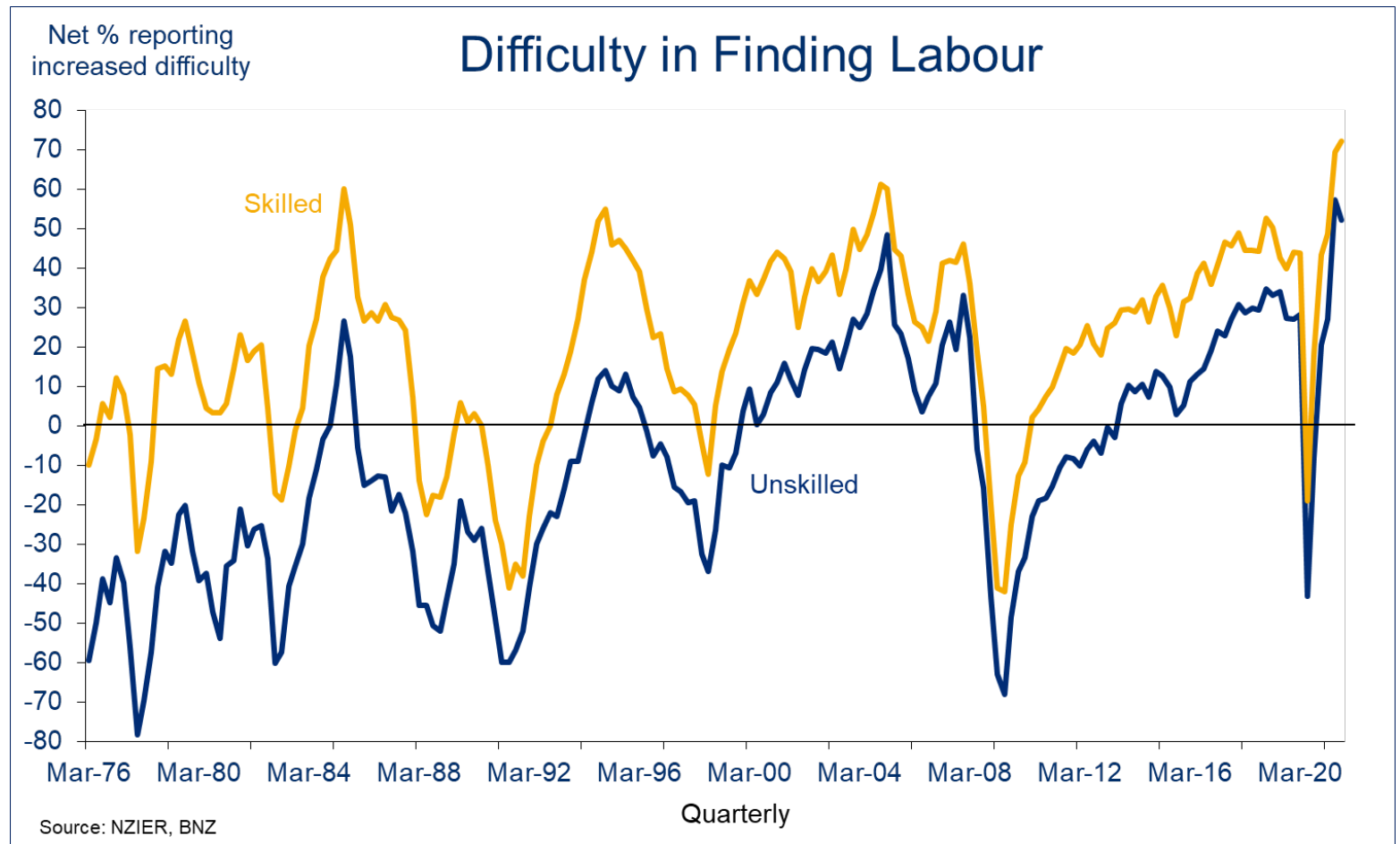
# Maximum sustainable employment



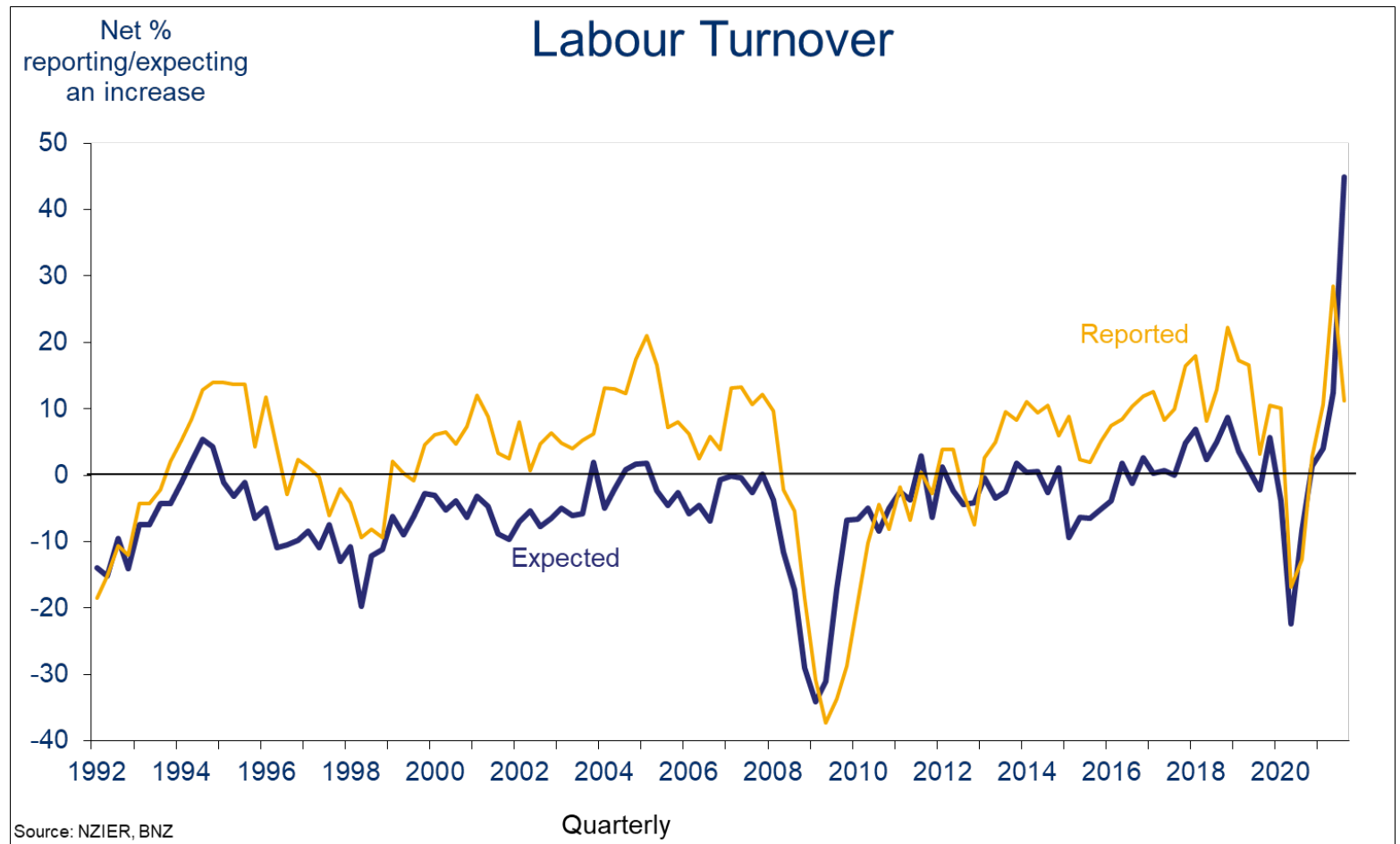
# Labour supply weak



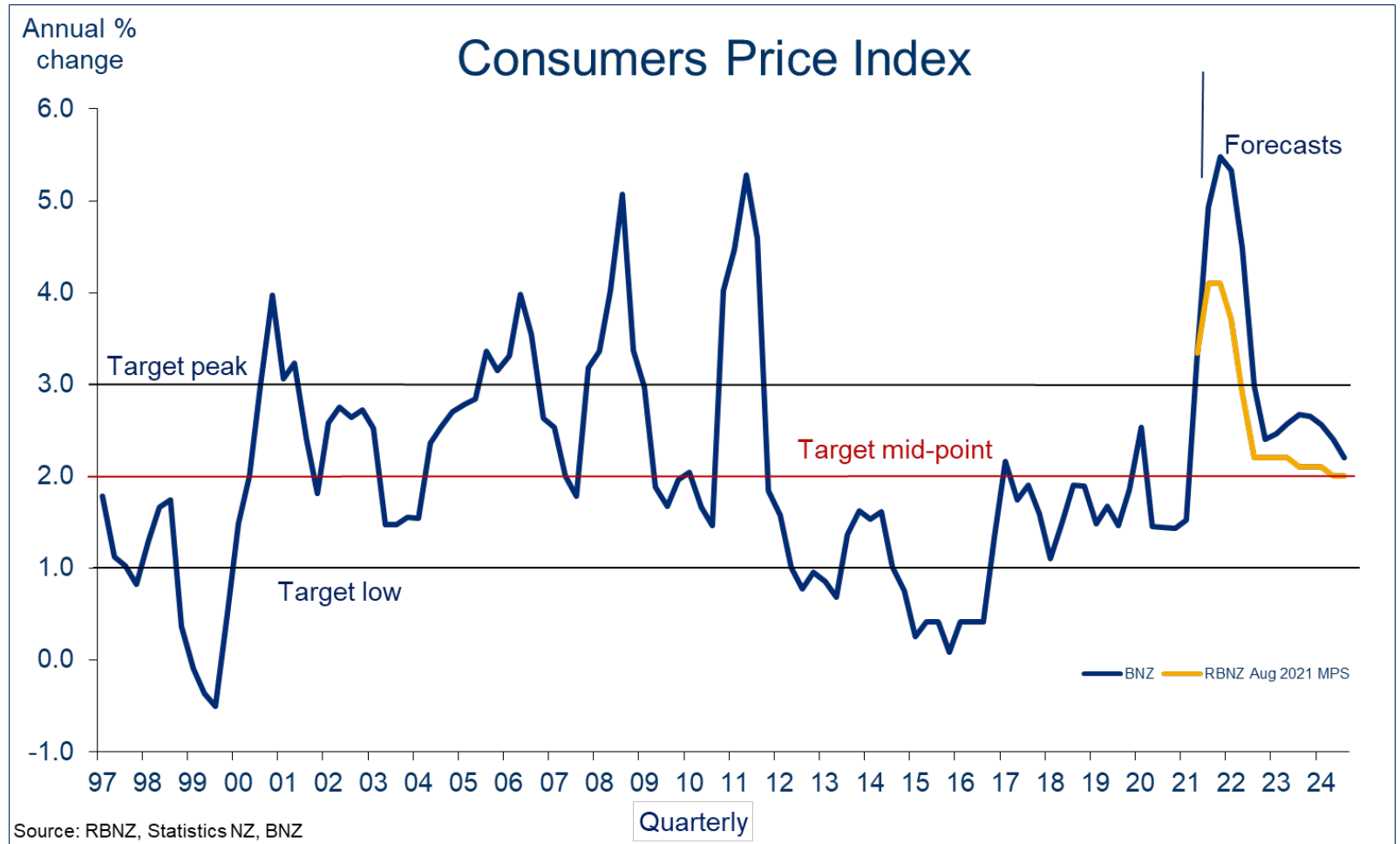
# Job shortages severe



# Labour turnover extreme

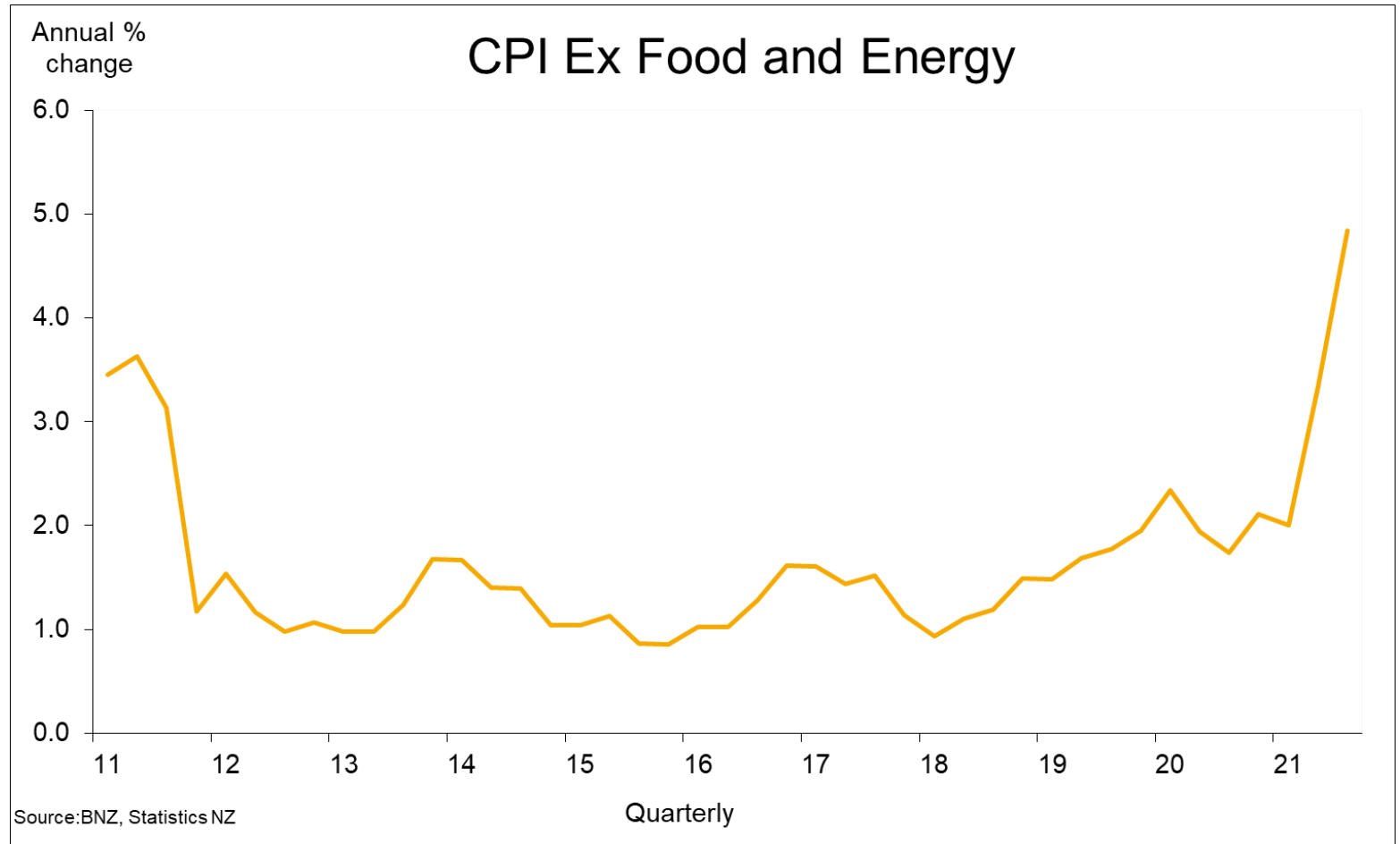


# CPI inflation soars

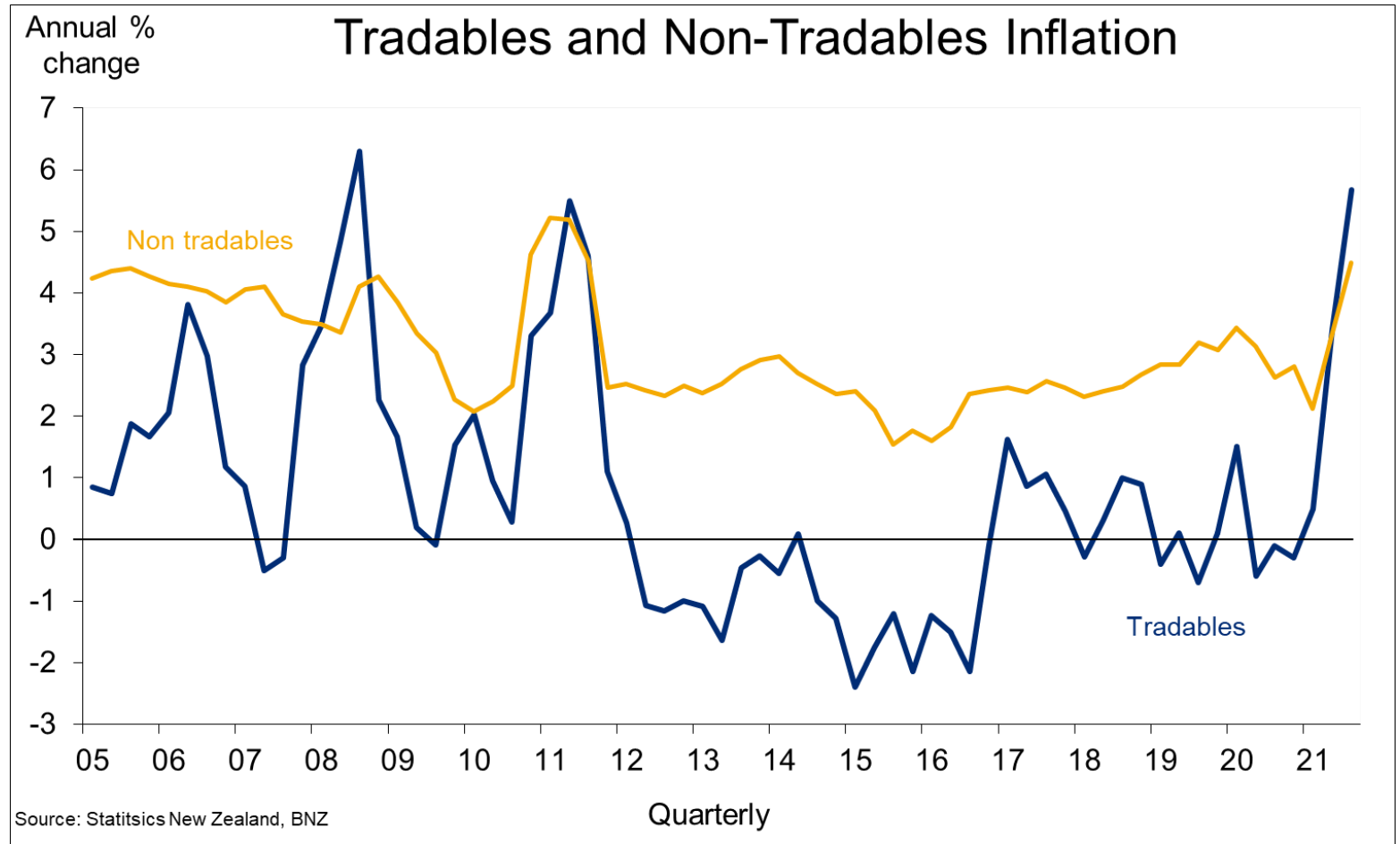




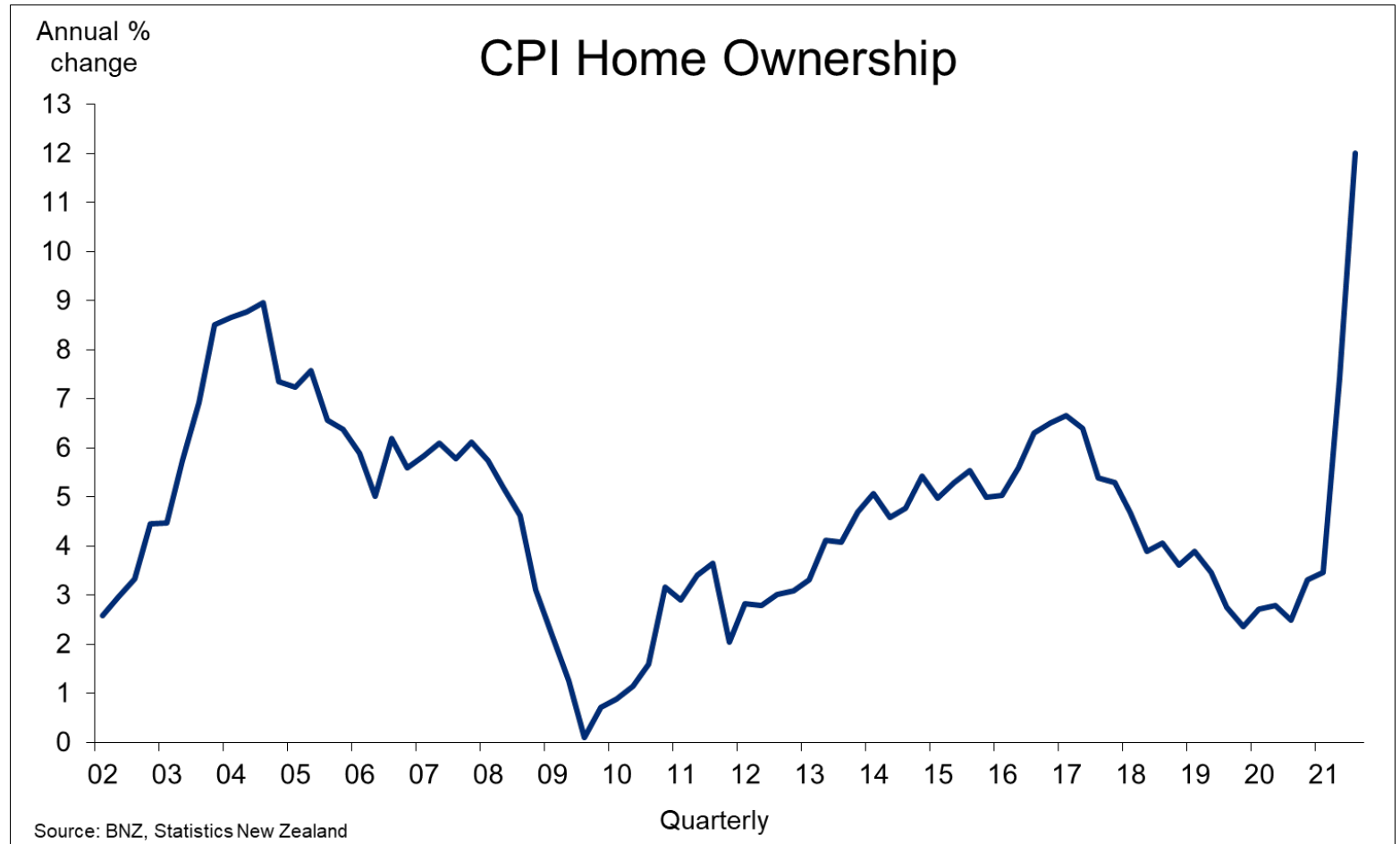
# Not just fuel



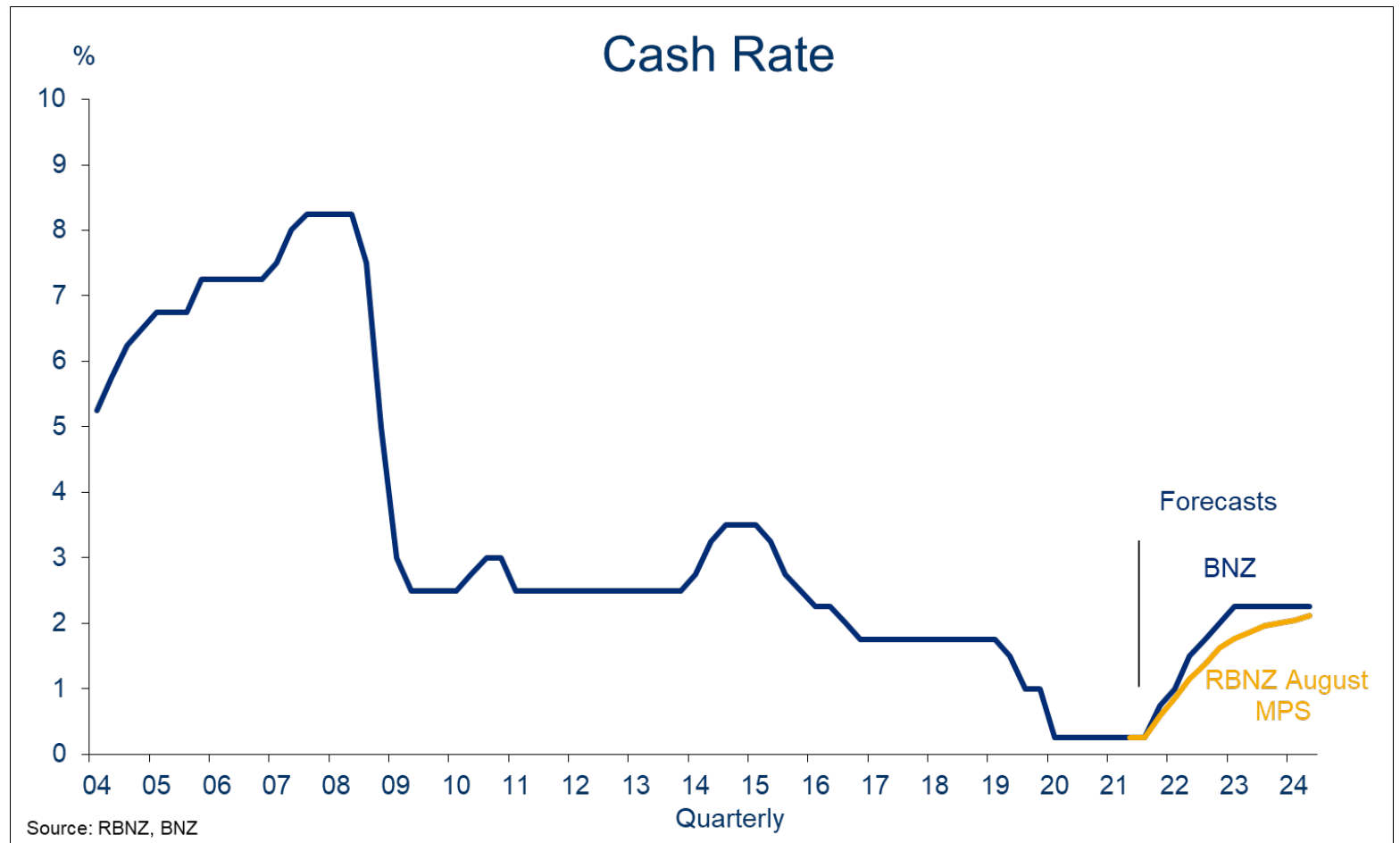
# Non-tradables a worry



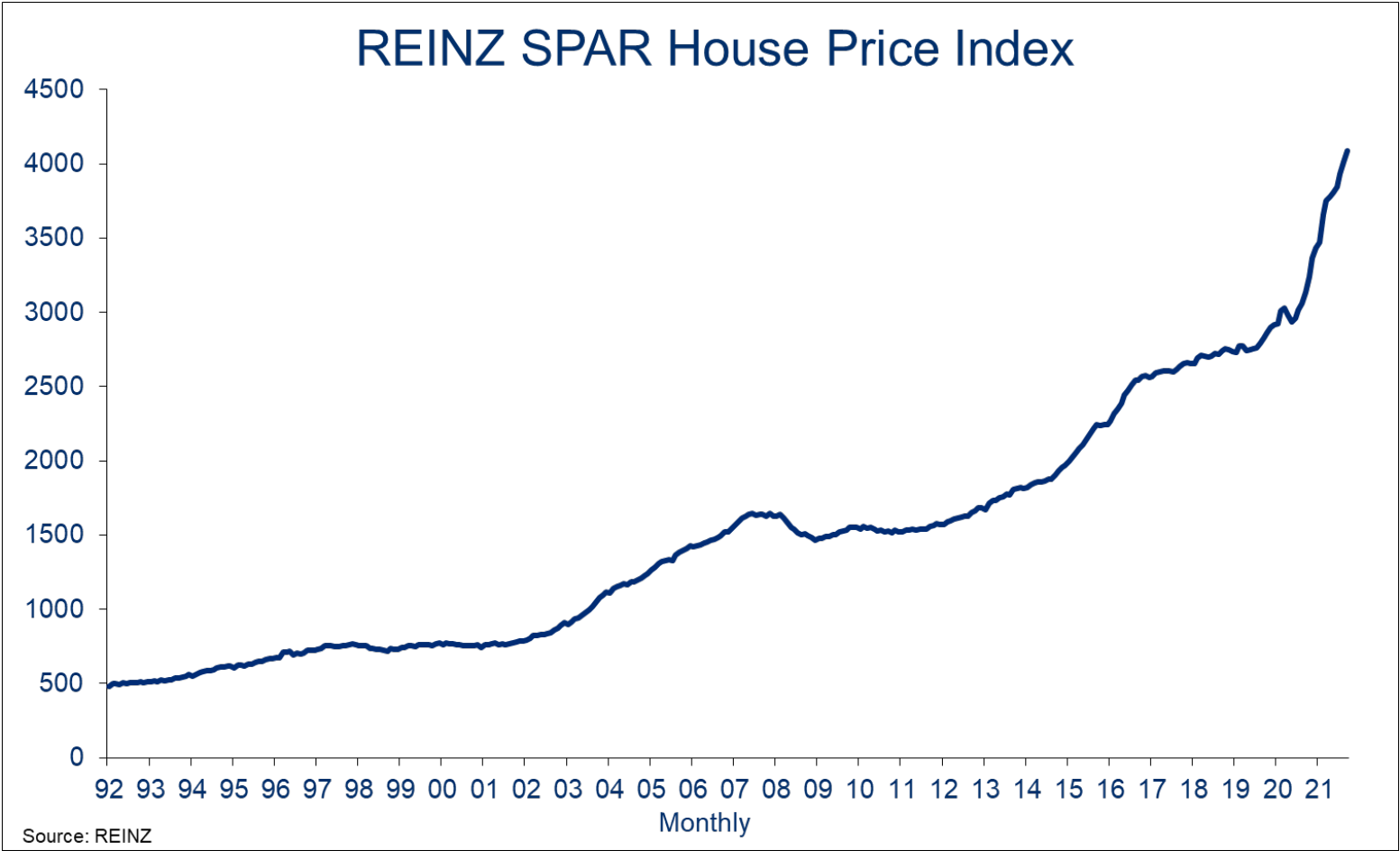
# As home ownership costs explode



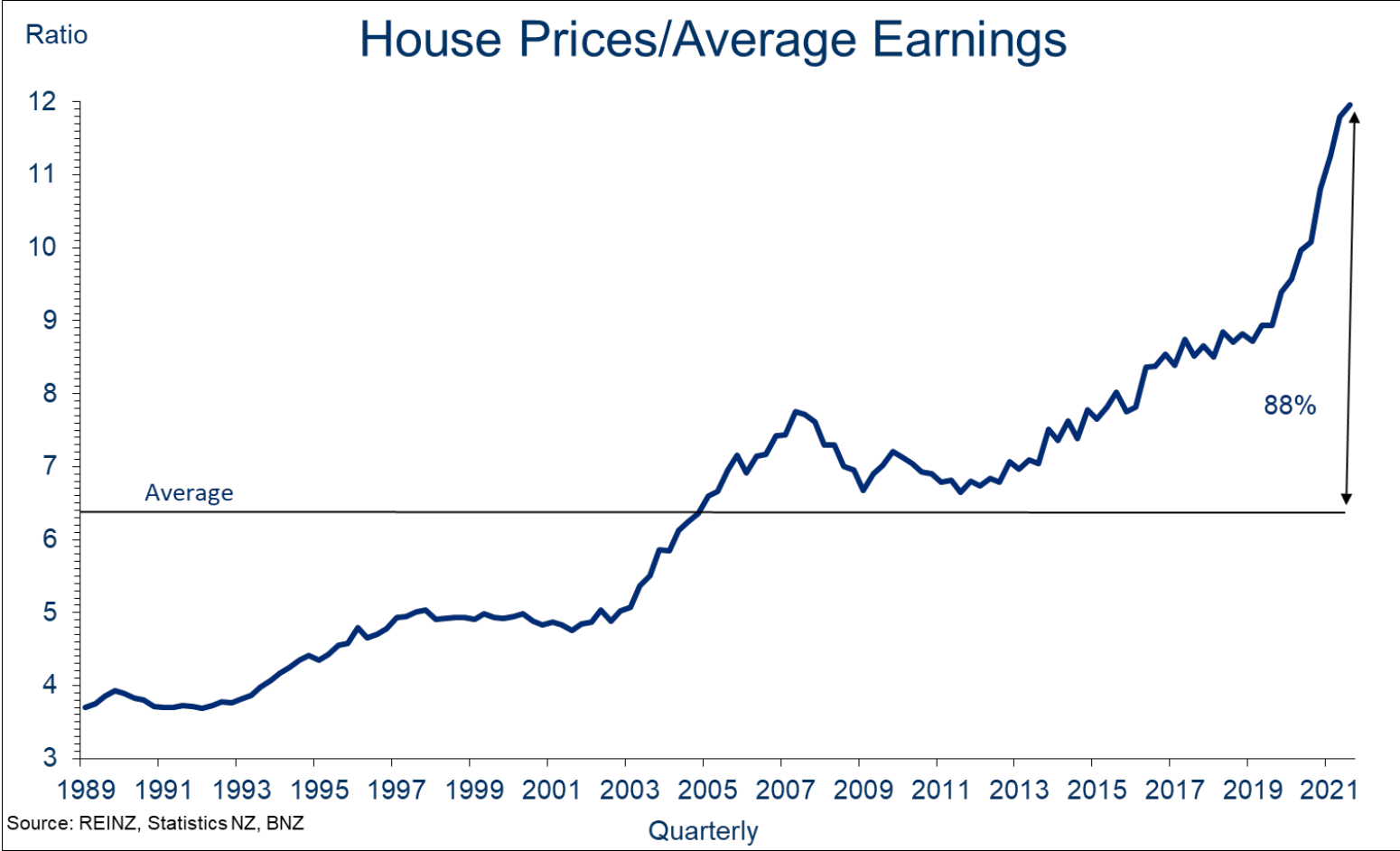
# So interest rates rise



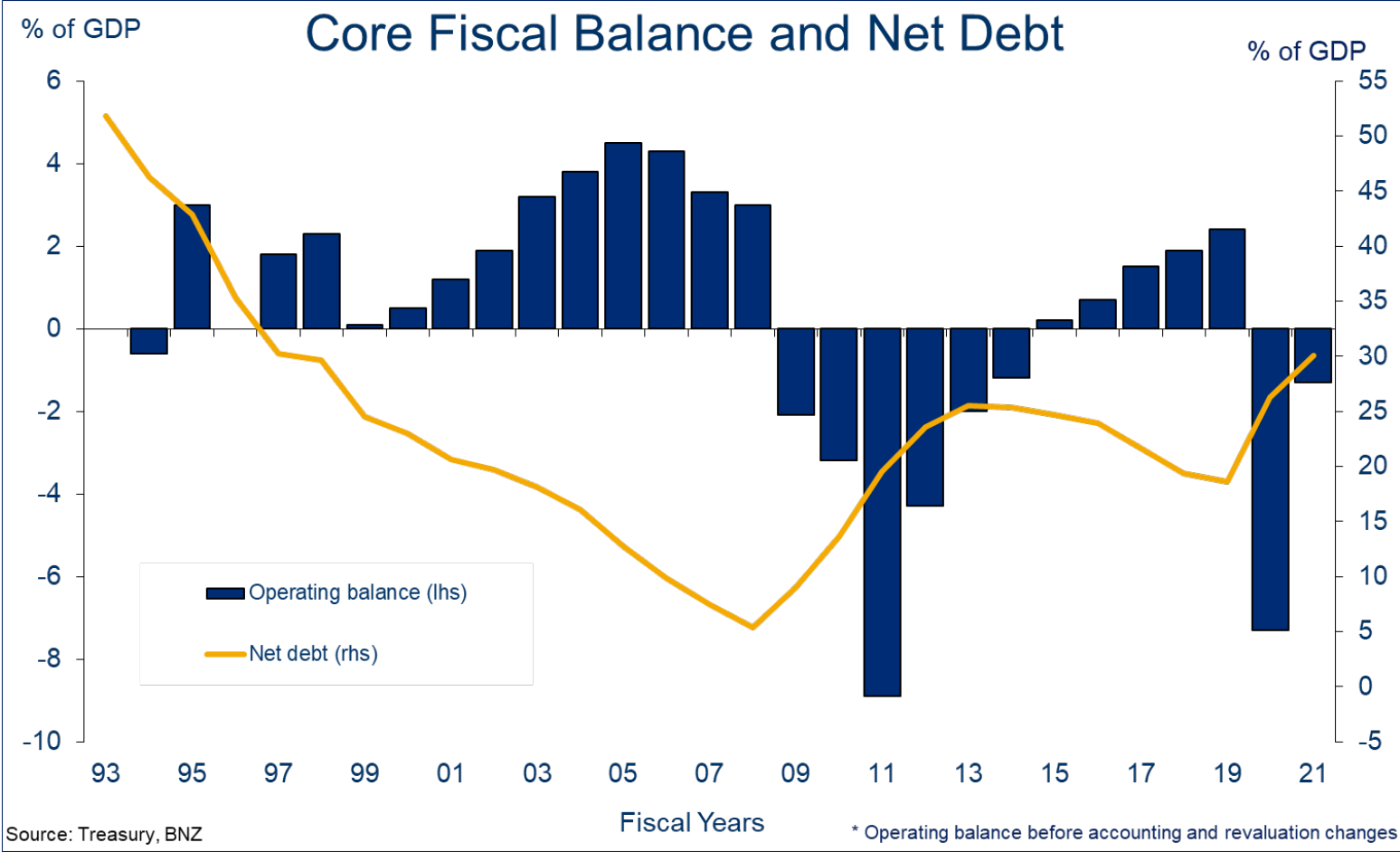
# House prices ridiculous



# Correction desired



# Fiscal to do heavy lifting



# Money to burn

