

Annual %
change

Consumers Price Index

Apologies to Sir Edmund Hillary

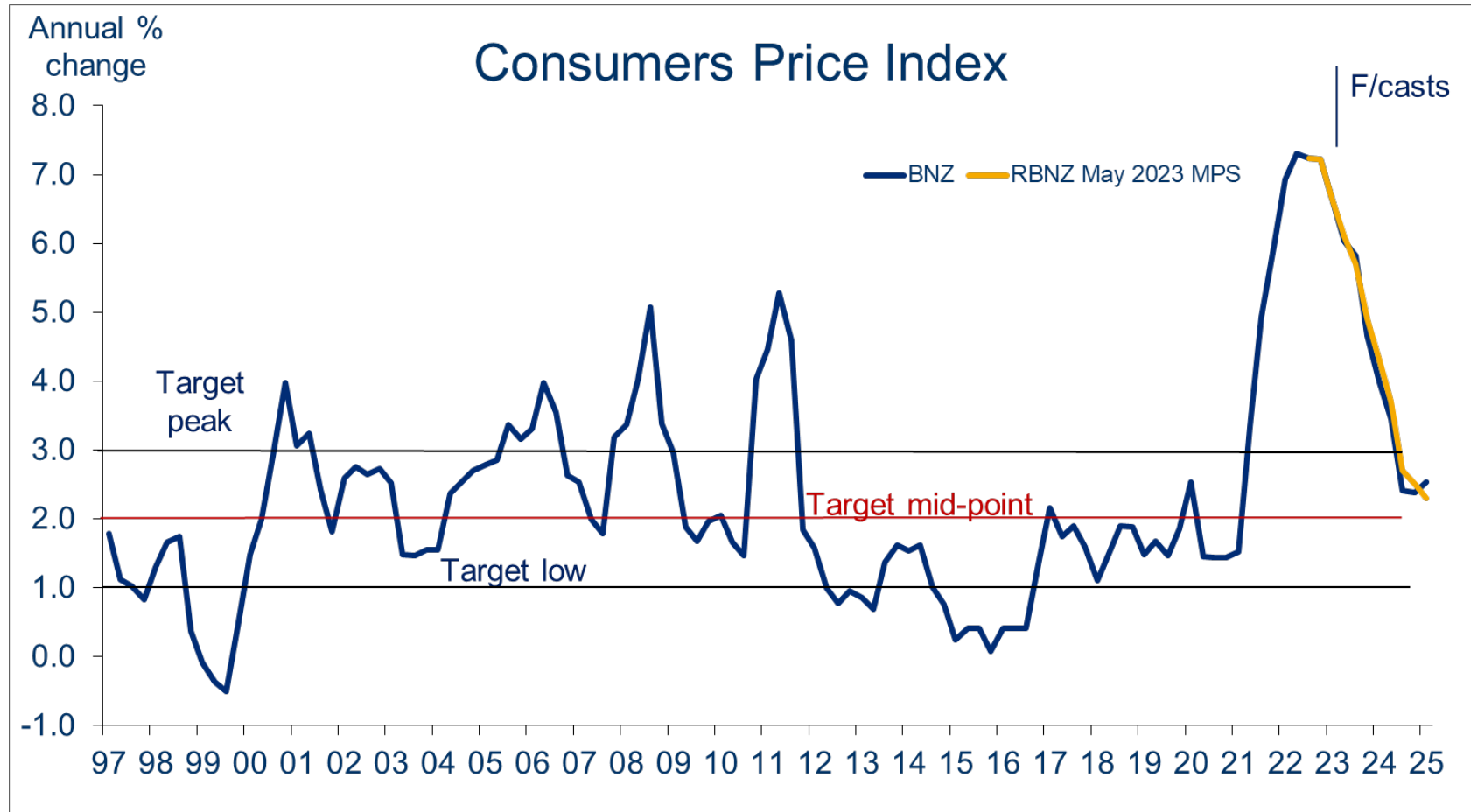
Craig Ebert

June 2023

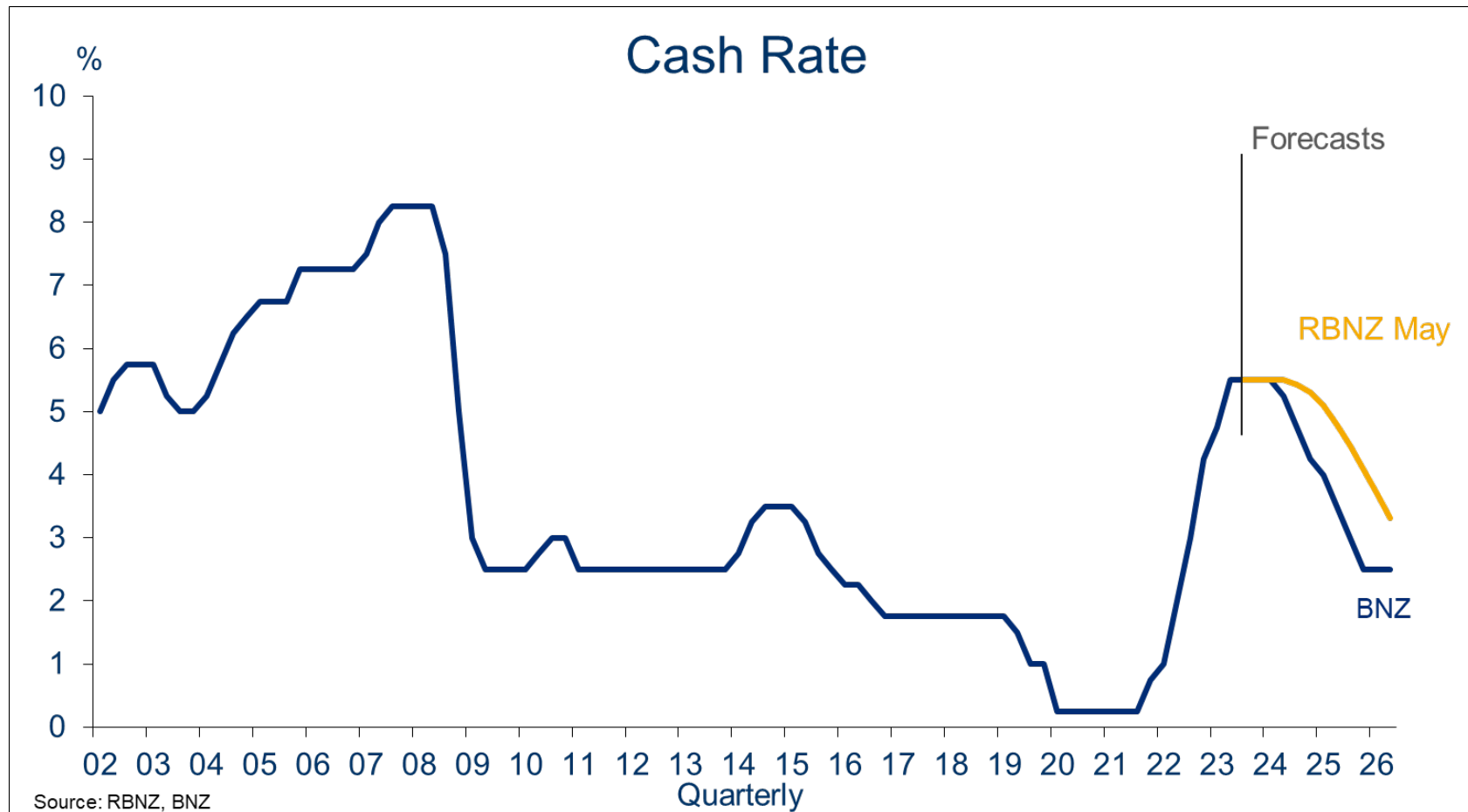


WELL...
WE KNOCKED
THE BASTARD OFF.

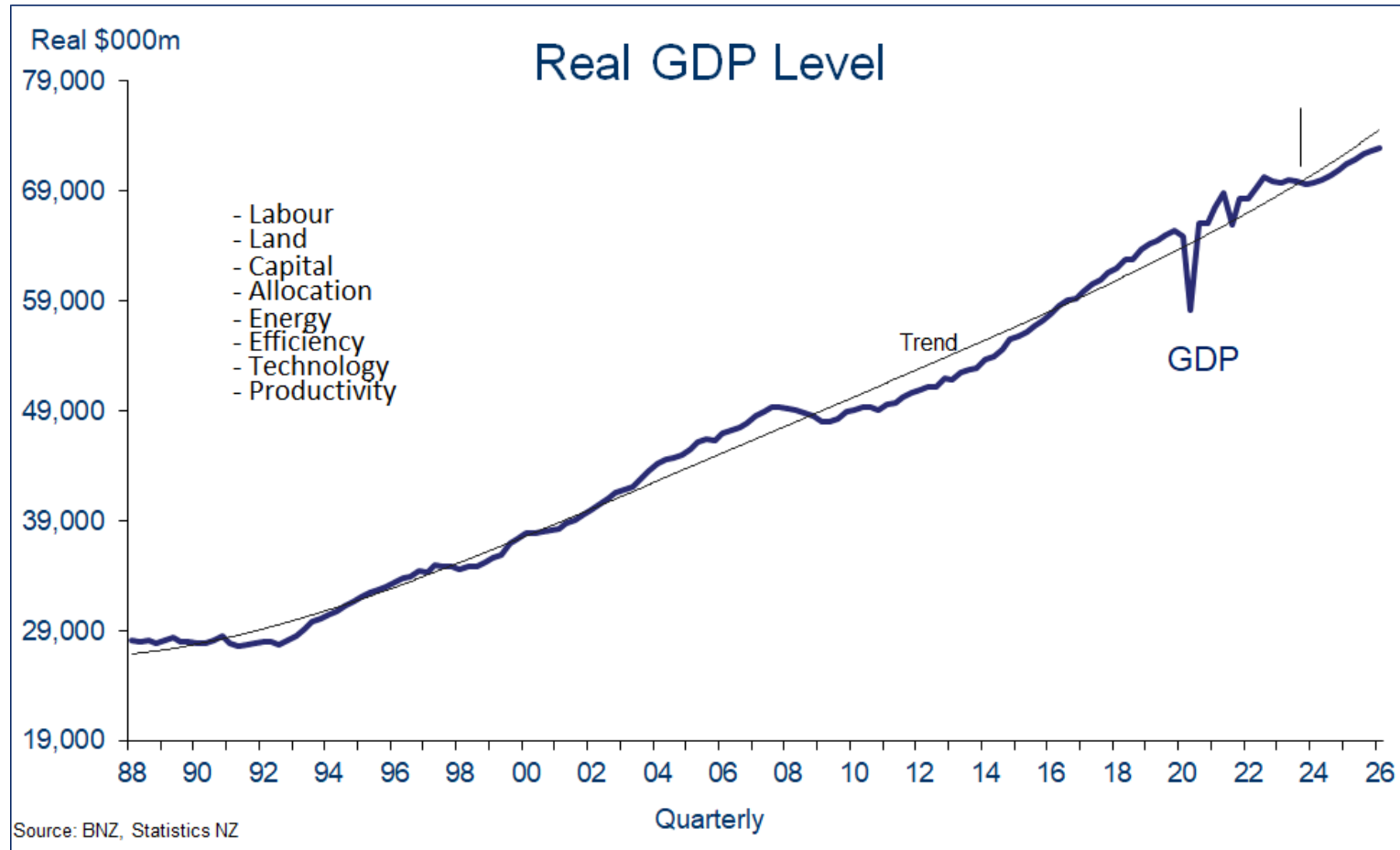
Inflation is falling



The cash rate has peaked



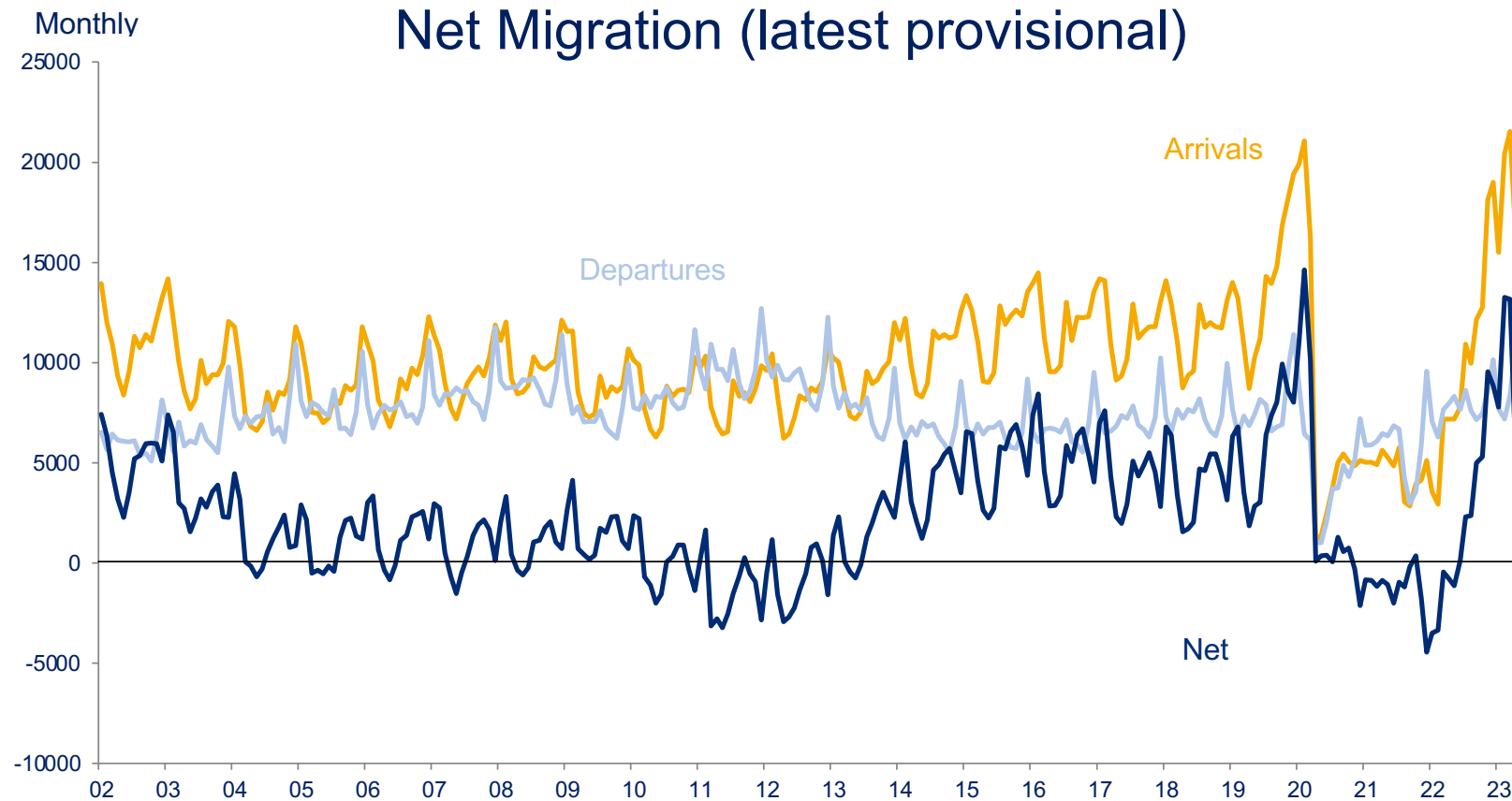
GDP is levelling off



Labour market easing

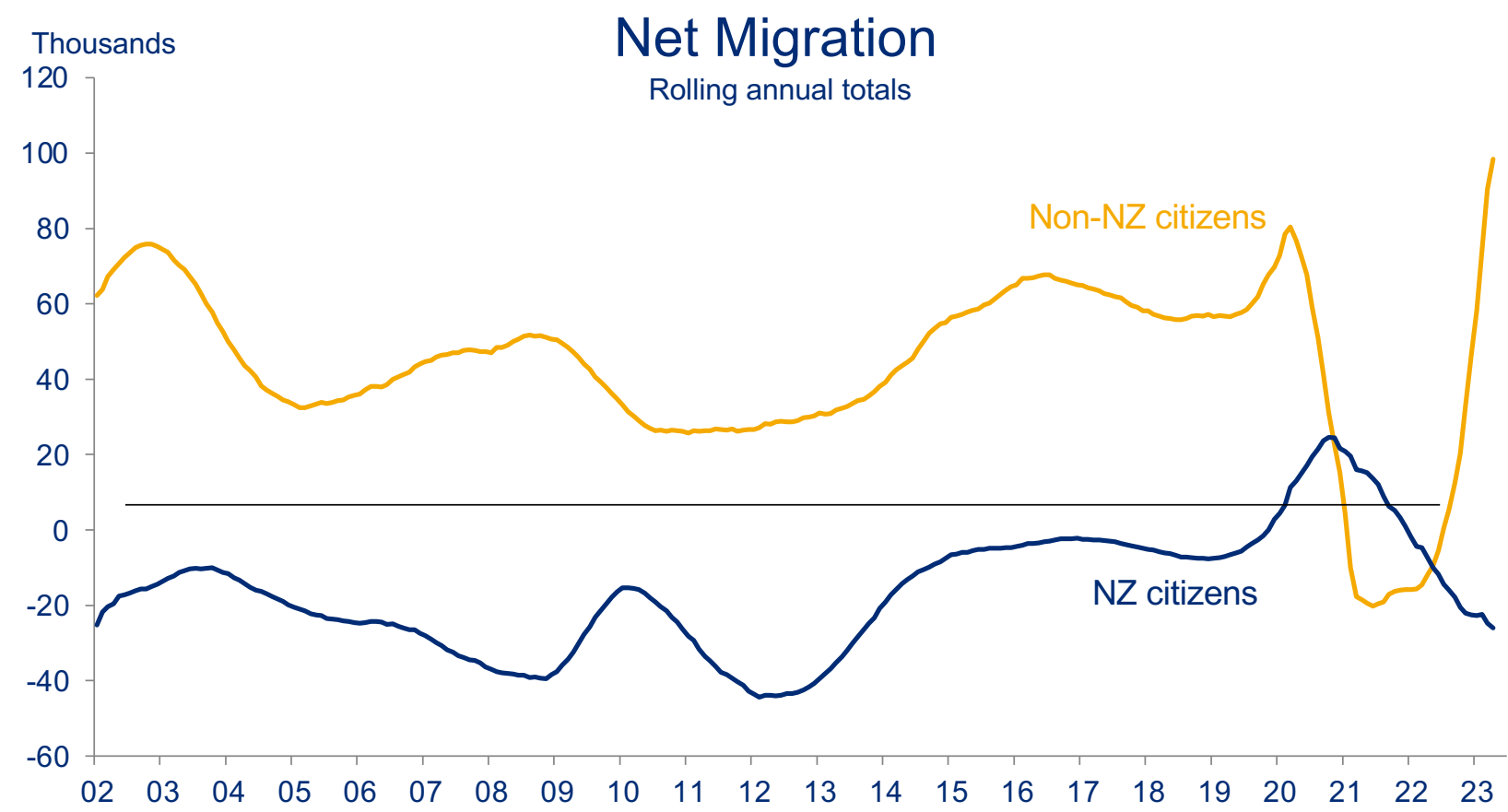
- Migration goes ballistic
- So labour supply spikes
- Easier to find staff
- Allowing employment growth
- Diminishing wage pressure

Peaking?



Source: BNZ, Statistics New Zealand

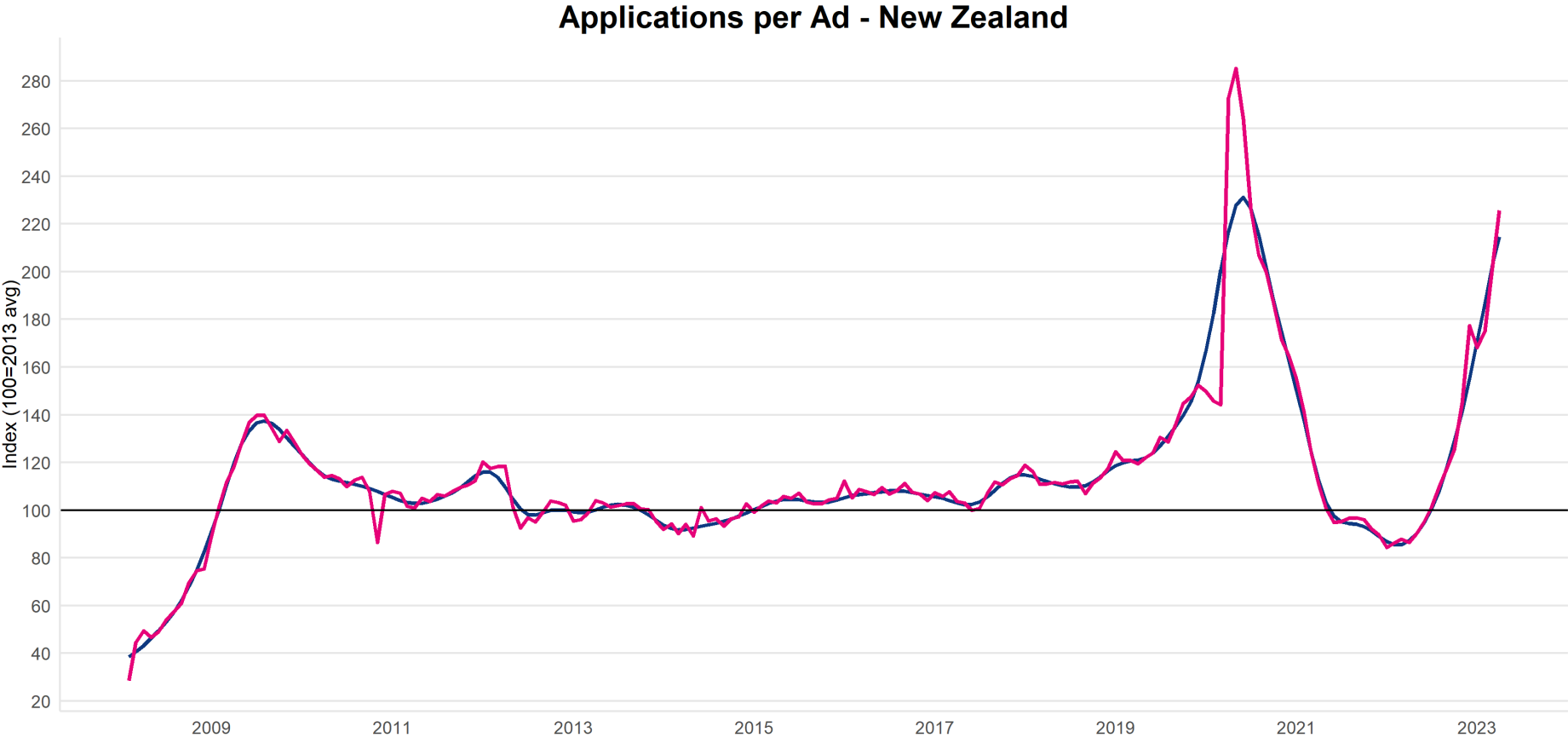
It's all foreign to us



Source: BNZ, Stats NZ

New Zealand

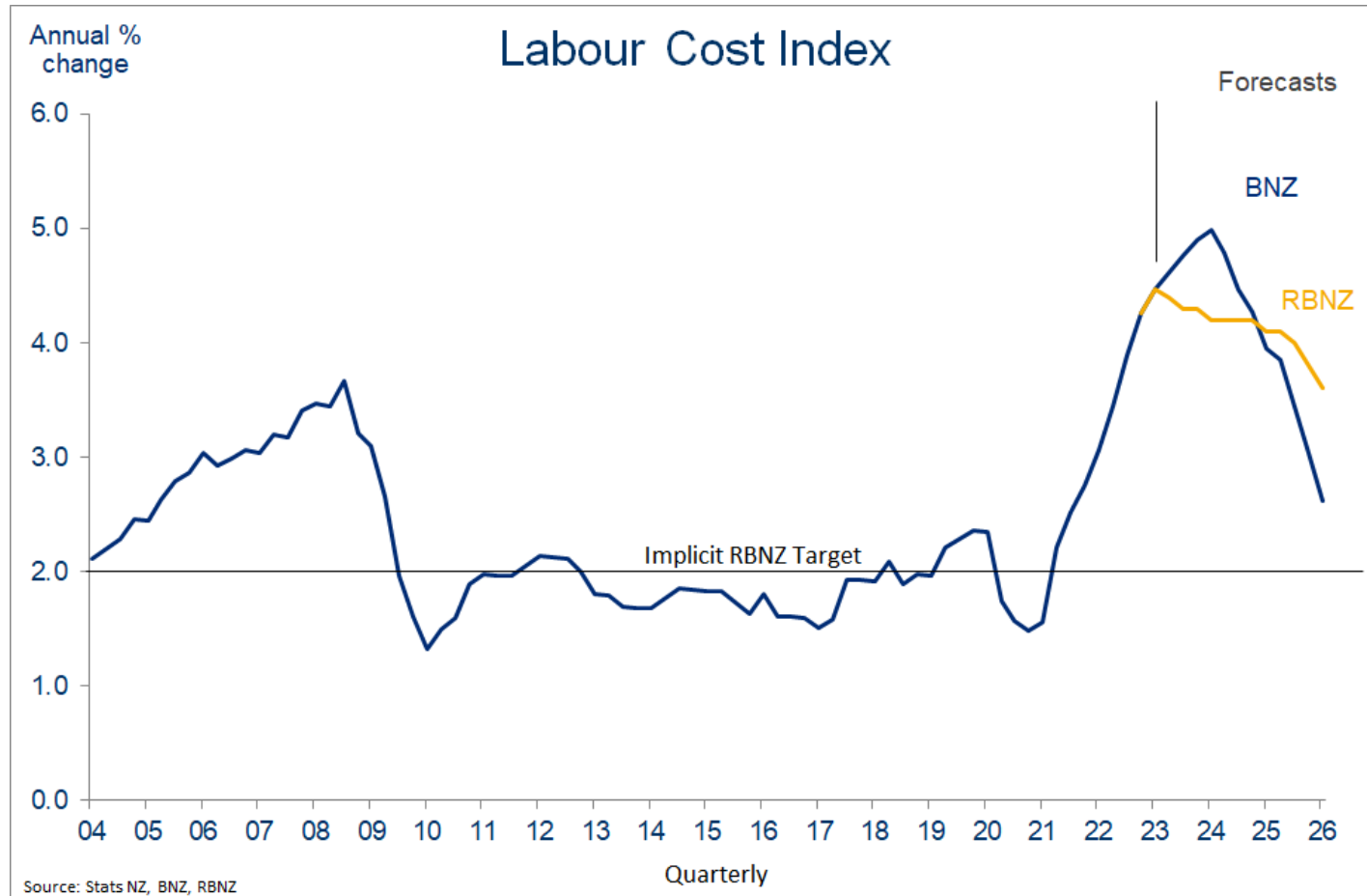
Seasonally Adjusted Trend



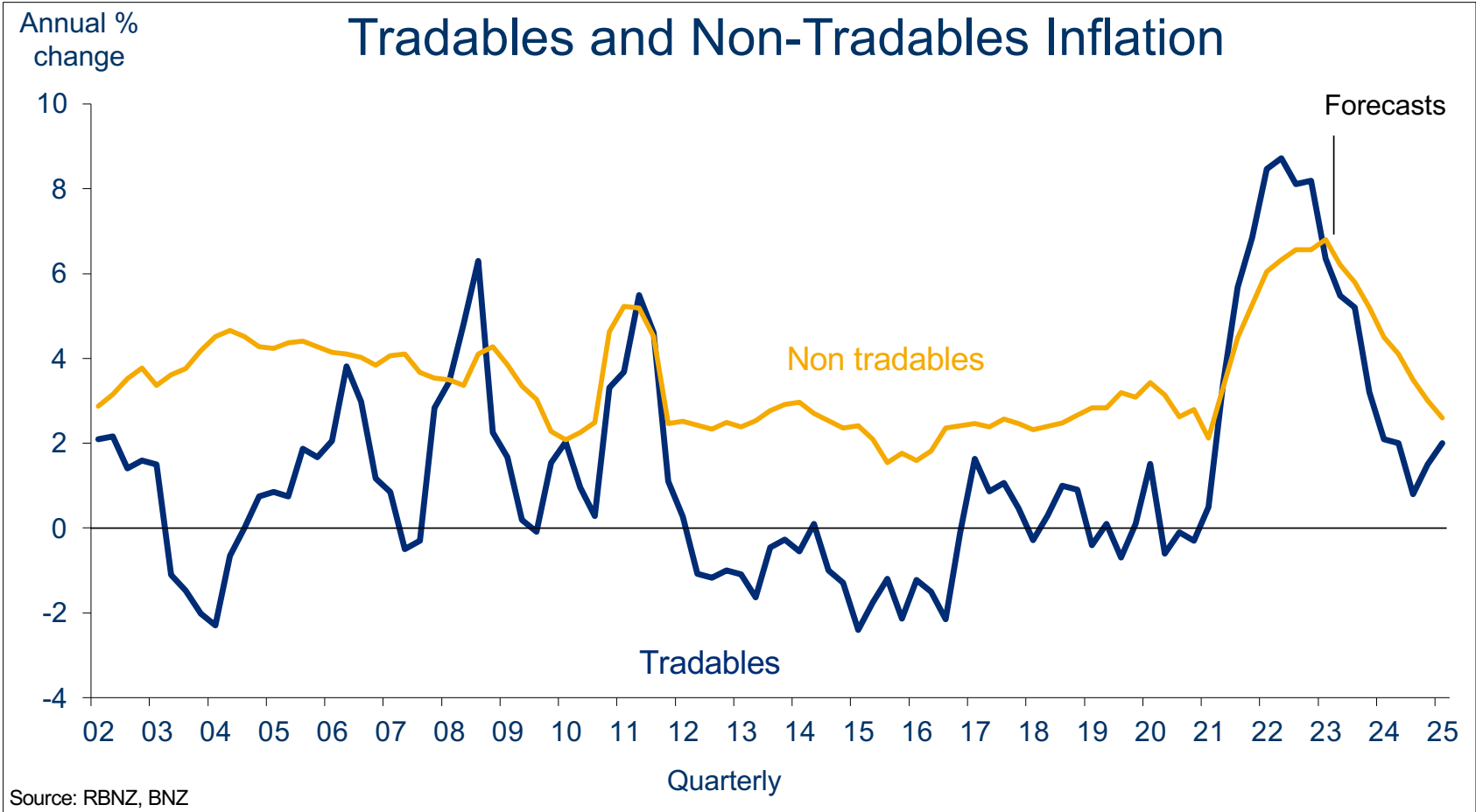
Still sticking points

- Unemployment rate slow in rising
- Core inflation problematic
- Inflation expectations too high

Something to note



Global versus domestic



A number of scenarios

