

# CAMA RBA SHADOW BOARD – COMMENTS

**JULY 2019**

Each CAMA RBA Shadow Board member is invited (but not obliged) to provide a personal comment on monetary conditions. Neither the comments nor the probabilities constitute financial advice. The views of the Shadow Board members are not those of CAMA. Any individuals utilizing these comments, or the probabilities, do so at their own risk.

**SALLY AULD**

No comment.

**PAUL BLOXHAM**

No comment.

**MARK CROSBY**

Little has changed over the past month to warrant a further rate cut, and given the likely ineffectiveness of that cut it would seem that sitting on one's hand would be the best course for this month. At the 6 months and longer horizons a formal change in inflation target to 1 to 3 percent with rates then allowed to rise would be the best path.

**RENÉE FRY-MCKIBBIN**

No comment.

**GUAY LIM**

No comment.

**WARWICK MCKIBBIN**

No comment.

**JAMES MORLEY**

No comment.

**JOHN ROMALIS**

No comment.

**JEFFREY SHEEN**

The weakness in GDP growth and the labour market revealed after the June2019 Board meeting justified the cash rate cut at that meeting. Another cut in July is needed to help consolidate the intended future effects on the real economy. If fiscal stimulus measures are sufficiently established by the new Morrison government, further cuts in the cash rate may be unnecessary within the next 12 months. However the global outlook for the next 12 months does not look promising for the Australian economy, and it is possible that both fiscal and monetary easing may be further required.