

CAMA RBA SHADOW BOARD – COMMENTS

DECEMBER 2020

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.

RENÉE FRY-MCKIBBIN

No comment.

MARIANO KULISH

No comment.

GUAY LIM

No comment.

WARWICK MCKIBBIN

No comment.

JAMES MORLEY

The clearer commitment by the RBA to maintain low interest rates until inflation is sustainably within the target range and noting that this timeframe is expected to be at least 3 years is a welcome development. Further communications to reinforce this commitment and to ensure various measures of inflation expectations also return to the 2-3 per cent target range should also be undertaken at every opportunity. In particular, “sustainably” should be clarified to mean that some measures of inflation expectations need to return to the top half of the target range prior to giving any shorter signal about when the policy rate might be raised, such as will eventually be done when removing or modifying the yield-curve control target on 3-year government bonds.

JOHN ROMALIS

No comment.

JEFFREY SHEEN

No comment.