

CAMA RBA SHADOW BOARD – COMMENTS

MAY 2023

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.

BESA DEDA

No comment.

BEGOÑA DOMINGUEZ

No comment.

MARIANO KULISH

The RBA should increase the cash rate and communicate its intention to continue to do so until there is more substantial evidence that inflation has turned the corner. The financial stability concerns in the US and Europe have subsided and the latest monthly measure of inflation fell, which is a positive development, but with inflation at 6.8% (Feb 2023), inflation is still too high given the current level of the cash rate. In fact, the real cash rate continues to be near historic lows as well as the unemployment rate at 3.5% suggesting monetary policy settings remain expansionary. More needs to be done to put monetary policy on a more contractionary stance over the forecast horizon in order to ensure inflation returns to target faster than by 2025 and inflation expectations remain anchored.

GUAY LIM

No comment.

WARWICK MCKIBBIN

No comment.

JAMES MORLEY

No comment.

JOHN ROMALIS

No comment.

PETER TULIP

I support a substantial increase in interest rates for the reasons set out in the April 2023 minutes. <https://www.rba.gov.au/monetary-policy/rba-board-minutes/2023/2023-04-04.html>