

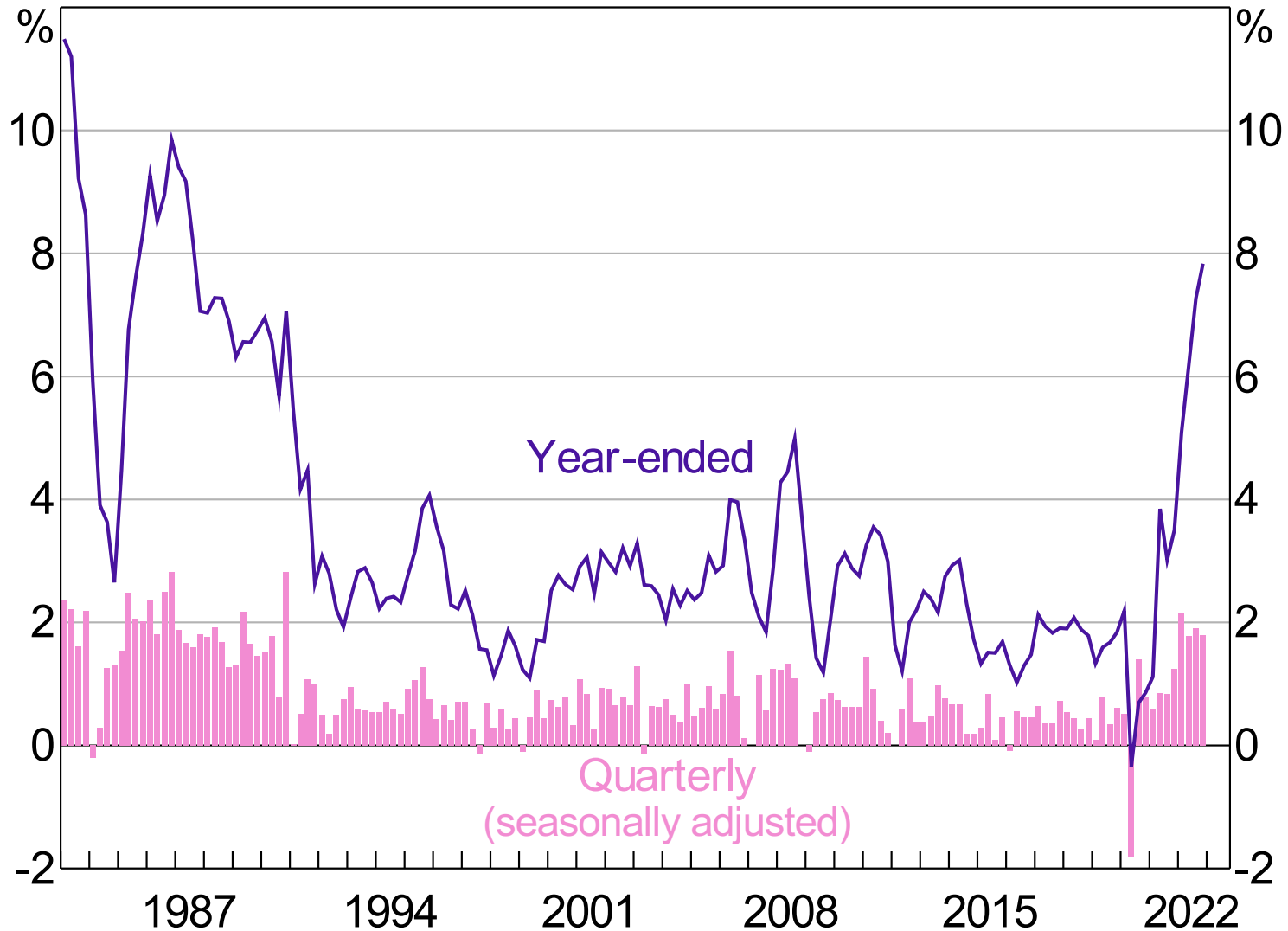


RESERVE BANK OF AUSTRALIA

# Statement on Monetary Policy

February 2023

# Consumer Price Inflation\*

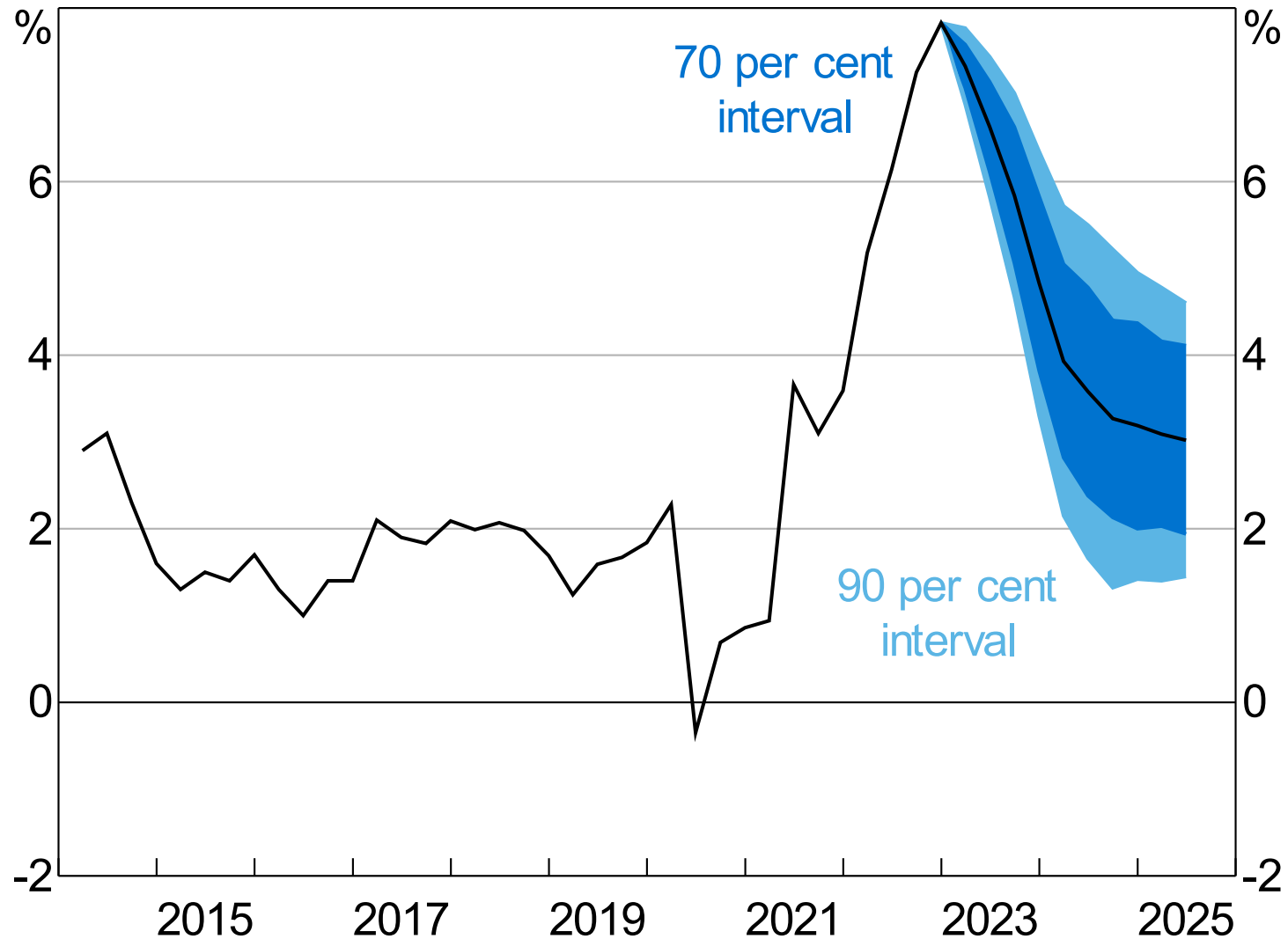


\* Excludes interest charges prior to the September quarter of 1998; adjusted for the tax changes of 1999–2000.

Sources: ABS; RBA

# Headline Inflation Forecast\*

Year-ended

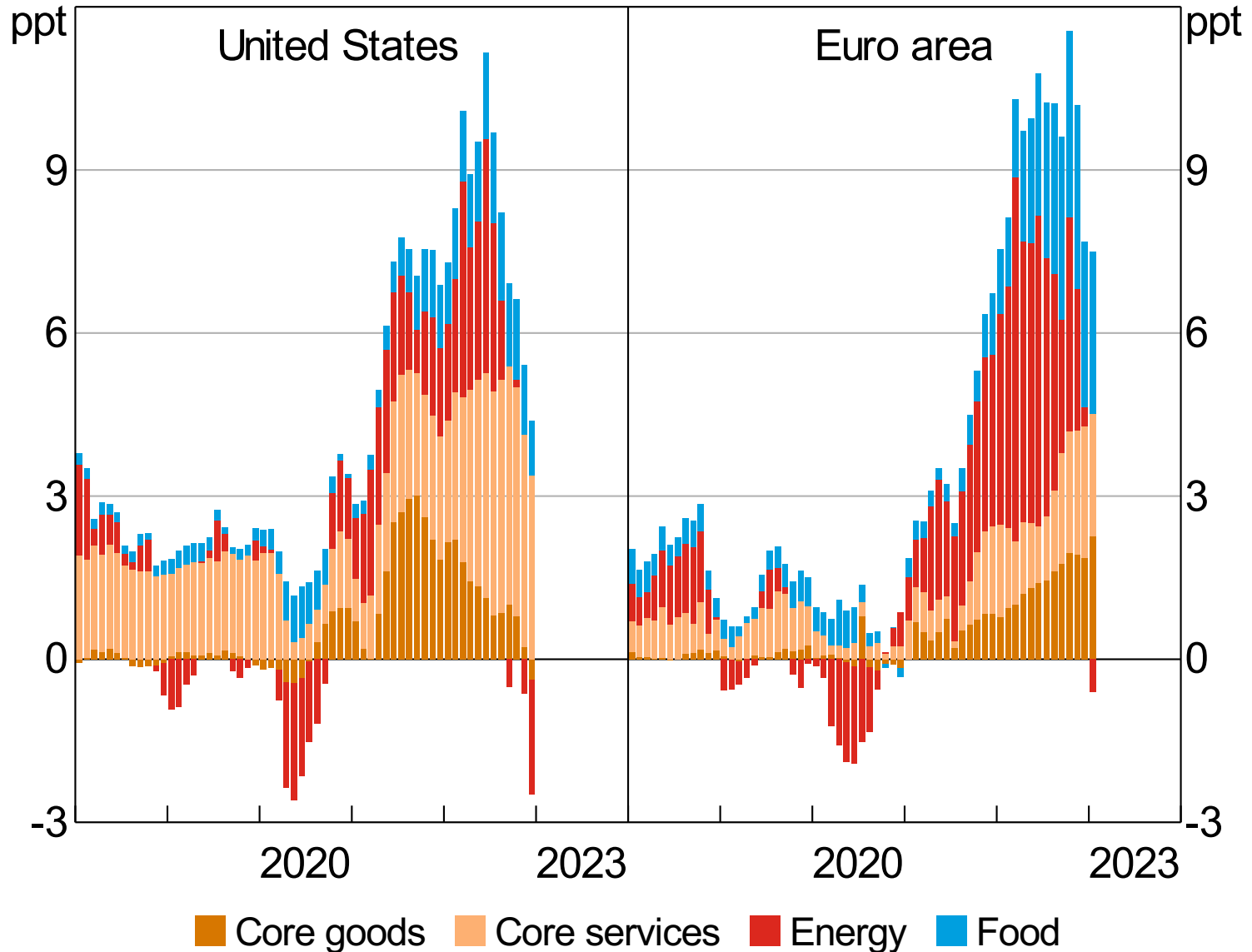


\* Confidence intervals reflect RBA forecast errors since 1993.

Sources: ABS; RBA

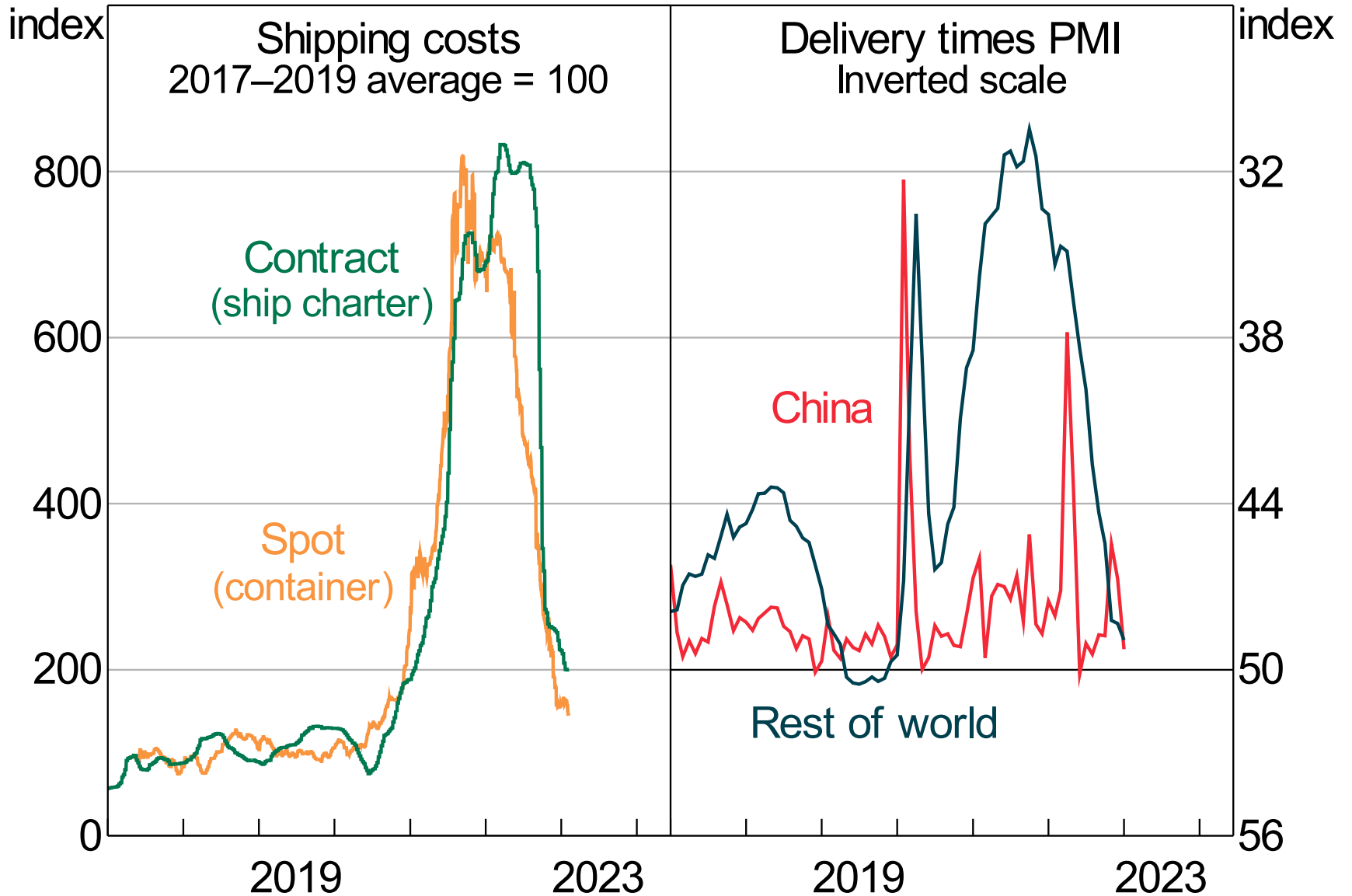
# Contributions to Headline Inflation

Six-month annualised



Sources: BLS; Eurostat; RBA; Refinitiv

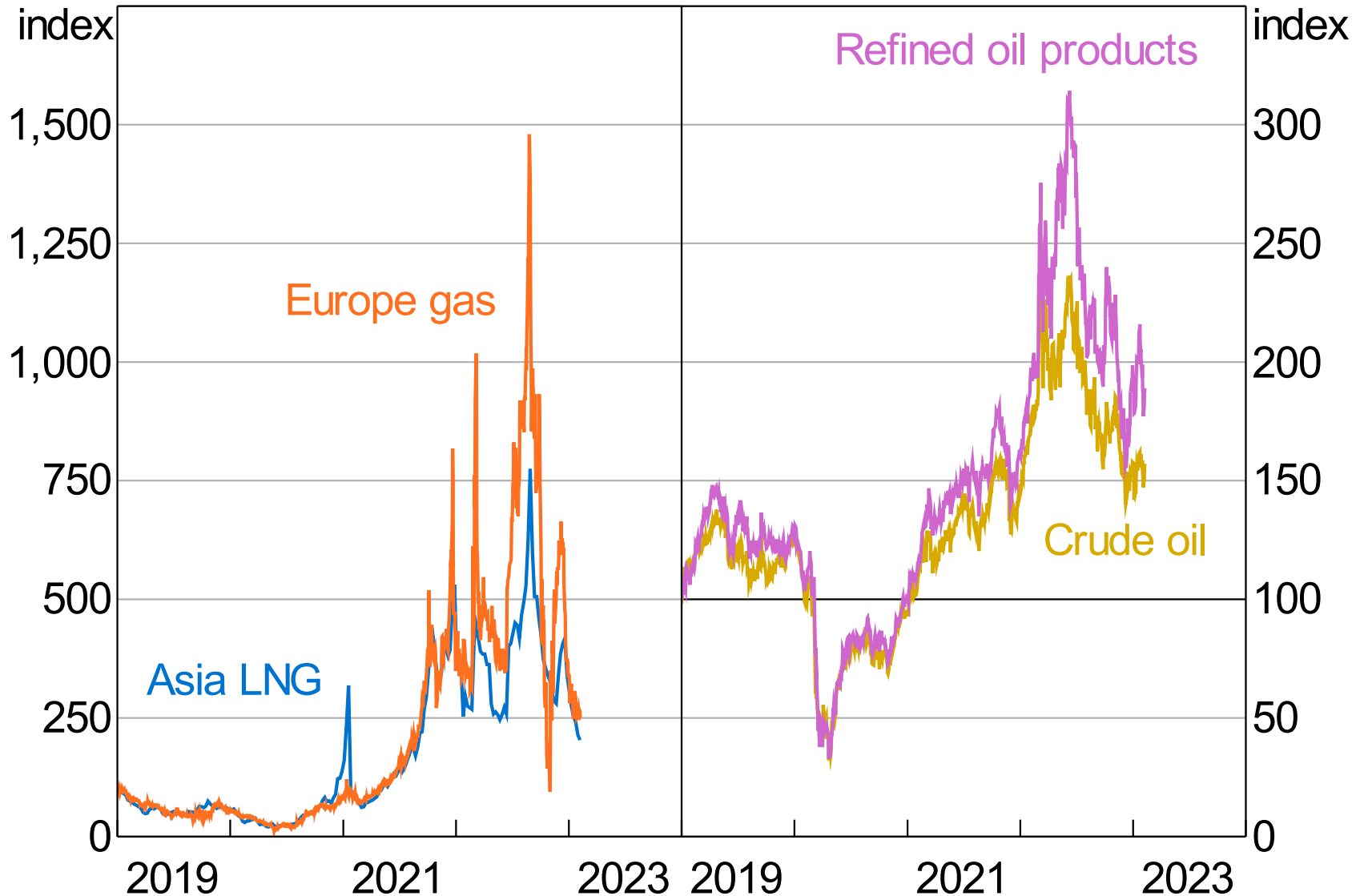
# Supply Indicators



Sources: RBA; Refinitiv

# Energy Commodity Prices

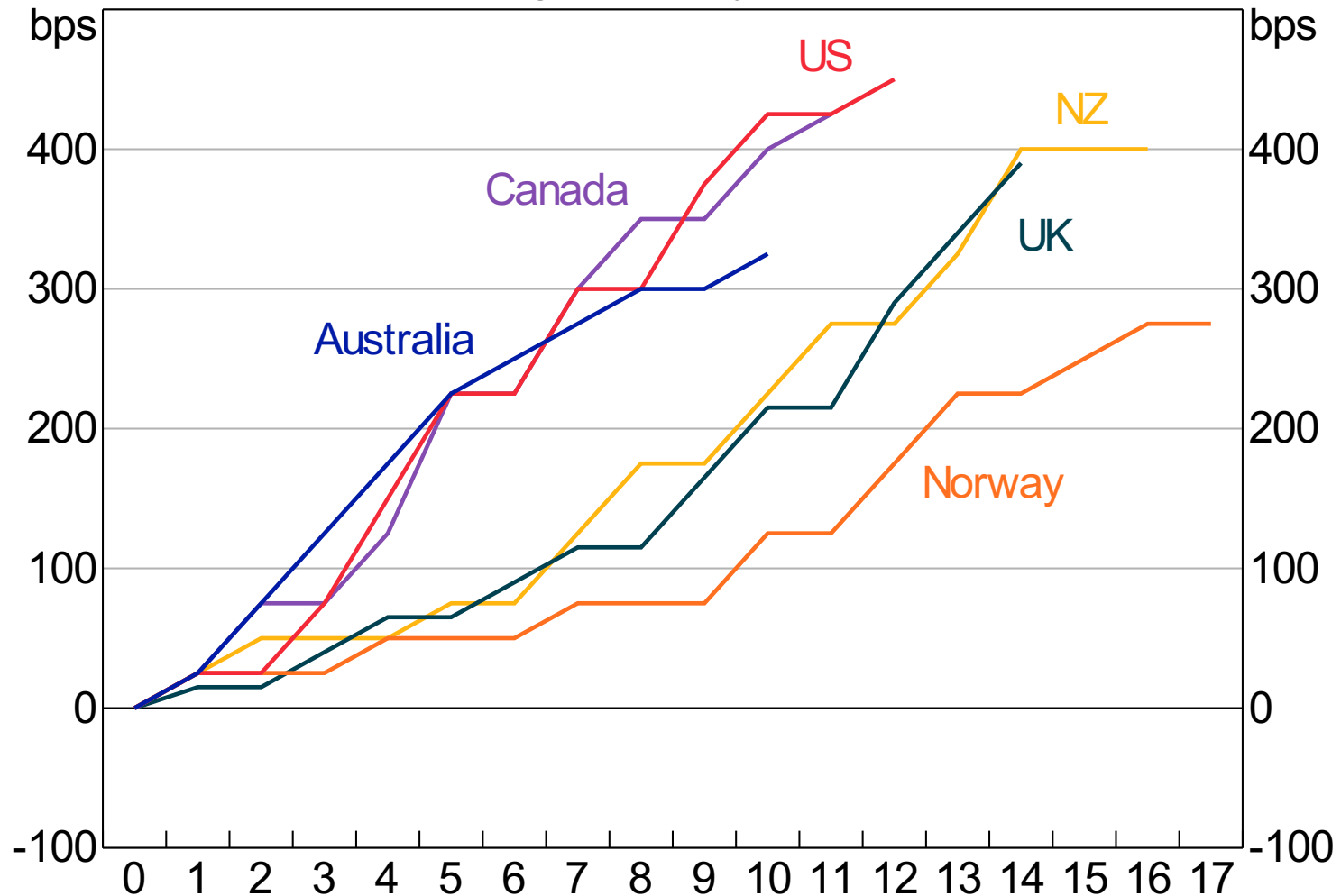
January 2019 = 100



Sources: Bloomberg; RBA; Refinitiv

# Changes in Policy Rates

Month preceding first policy rate increase = 0\*

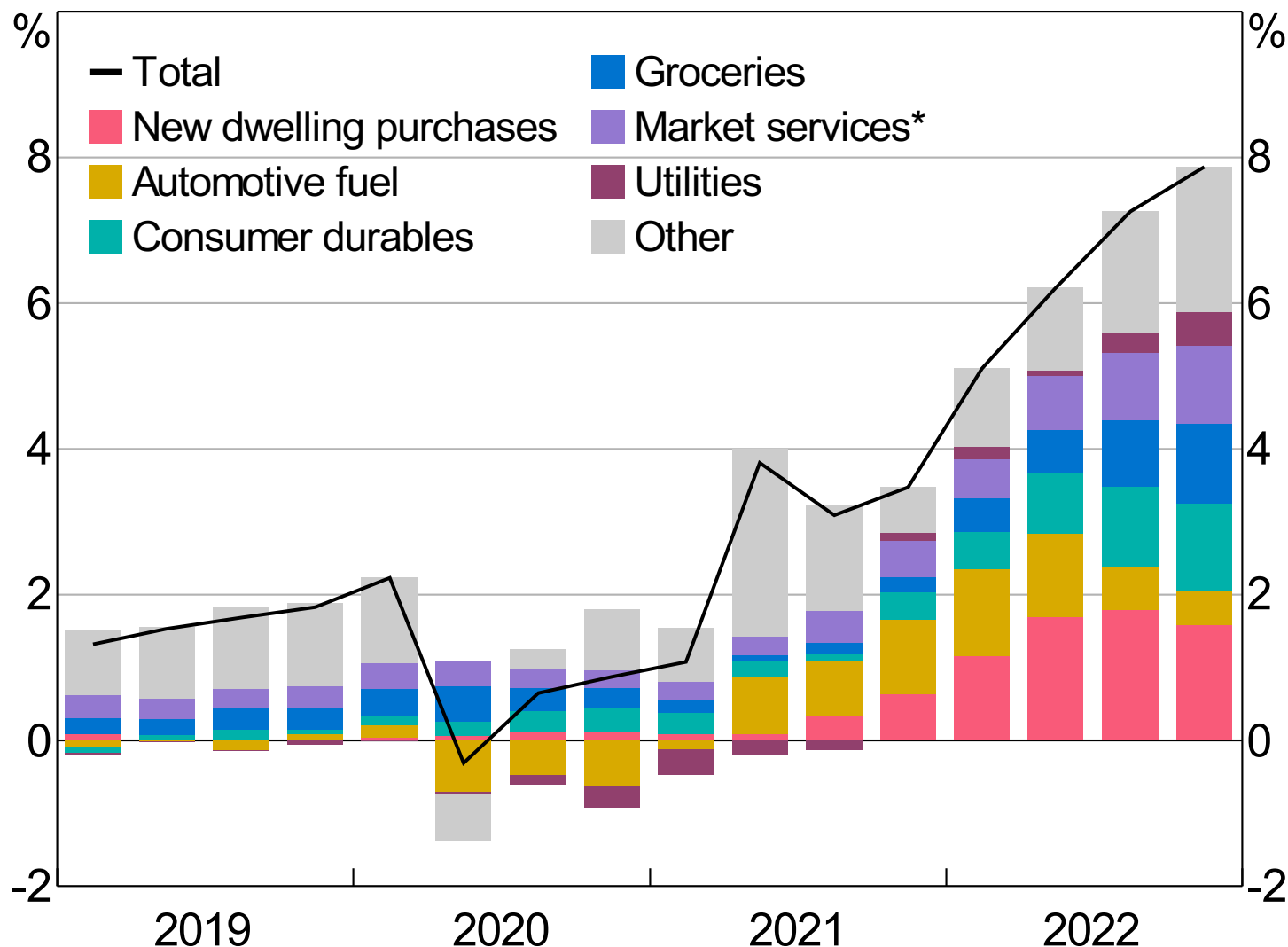


\* Cumulative basis point increase in the policy rate relative to the month immediately preceding first policy rate increase since the onset of the pandemic.

Sources: APRA; central banks; RBA

# CPI Inflation

Year-ended with contributions

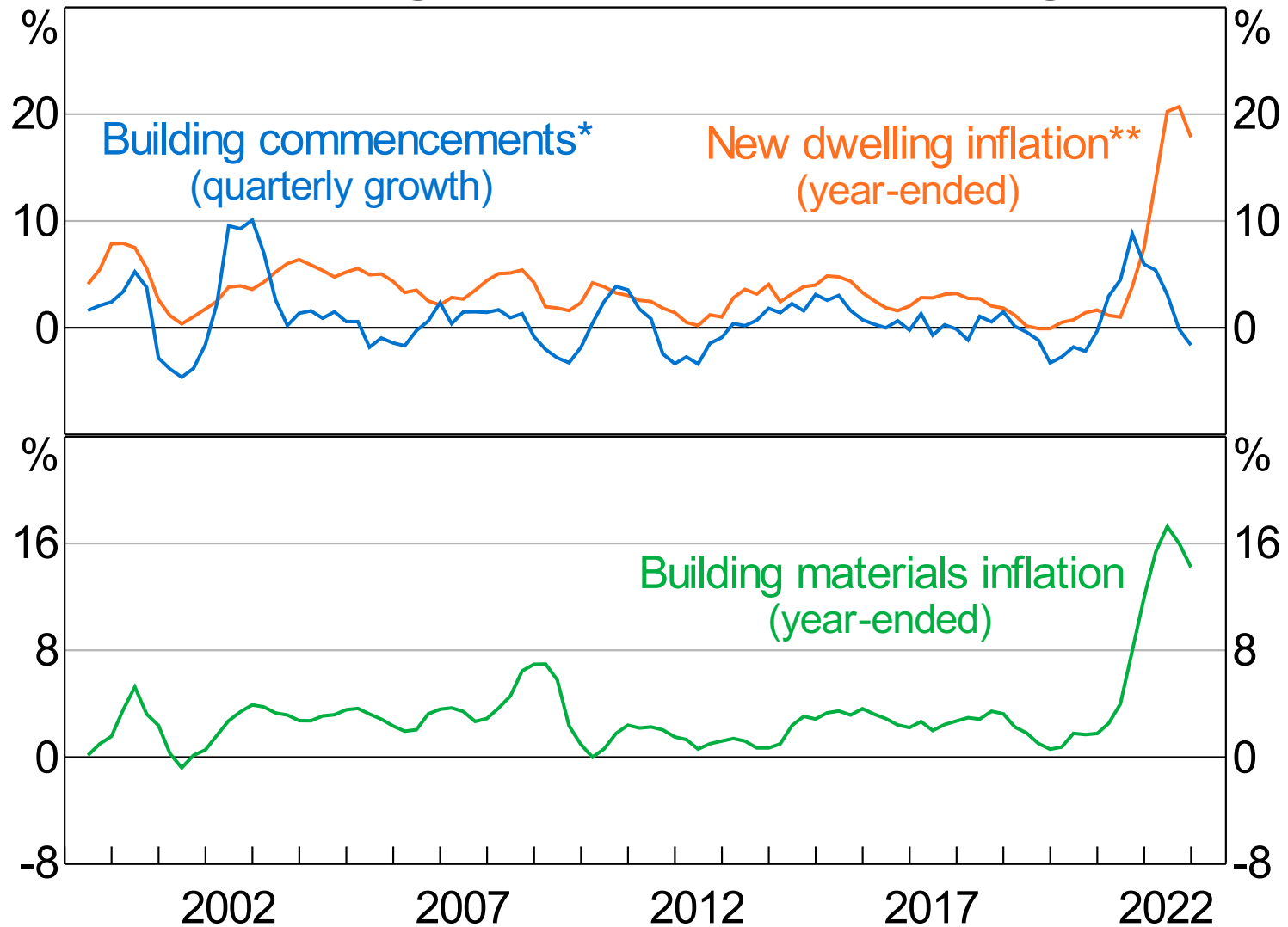


\* Excludes domestic travel and telecommunications.

Sources: ABS; RBA



# New Dwelling Inflation and Building Costs

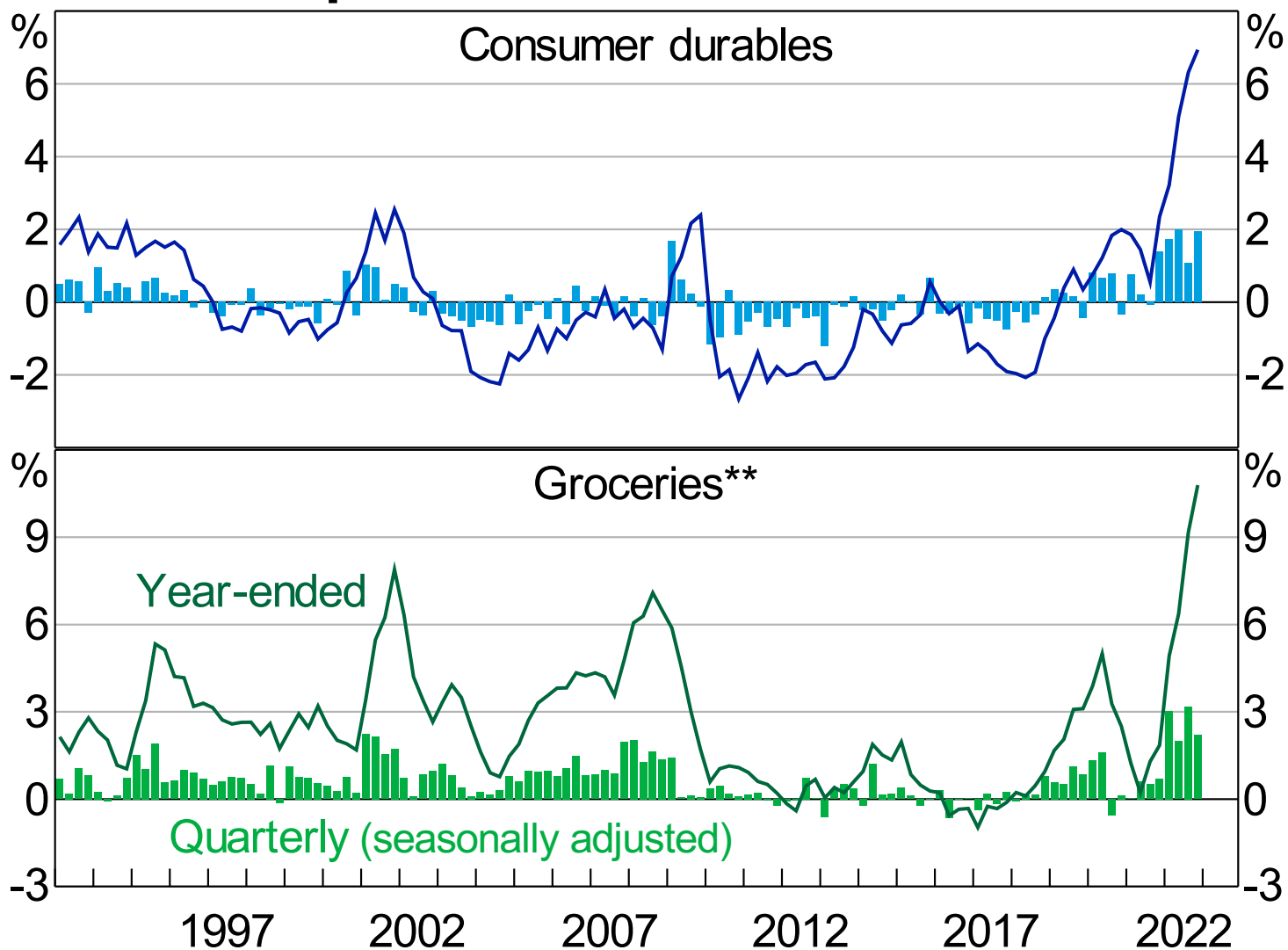


\* Six-quarter average lagged by one quarter.

\*\* Adjusted for the tax changes of 1999–2000.

Sources: ABS; RBA

# Components of Retail Inflation\*

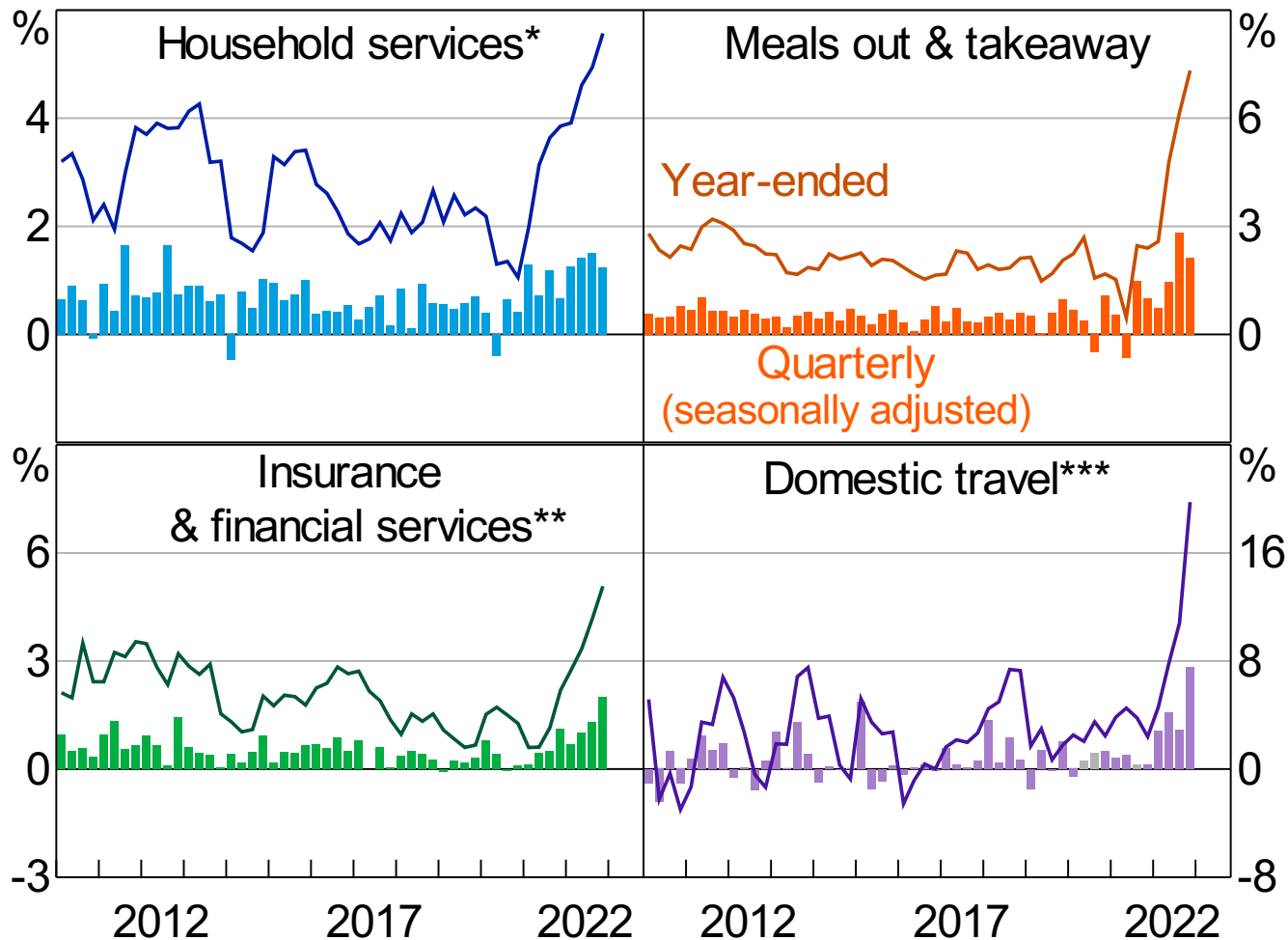


\* Adjusted for the tax changes of 1999–2000.

\*\* Excludes fruit & vegetables.

Sources: ABS; RBA

# Market Services Inflation



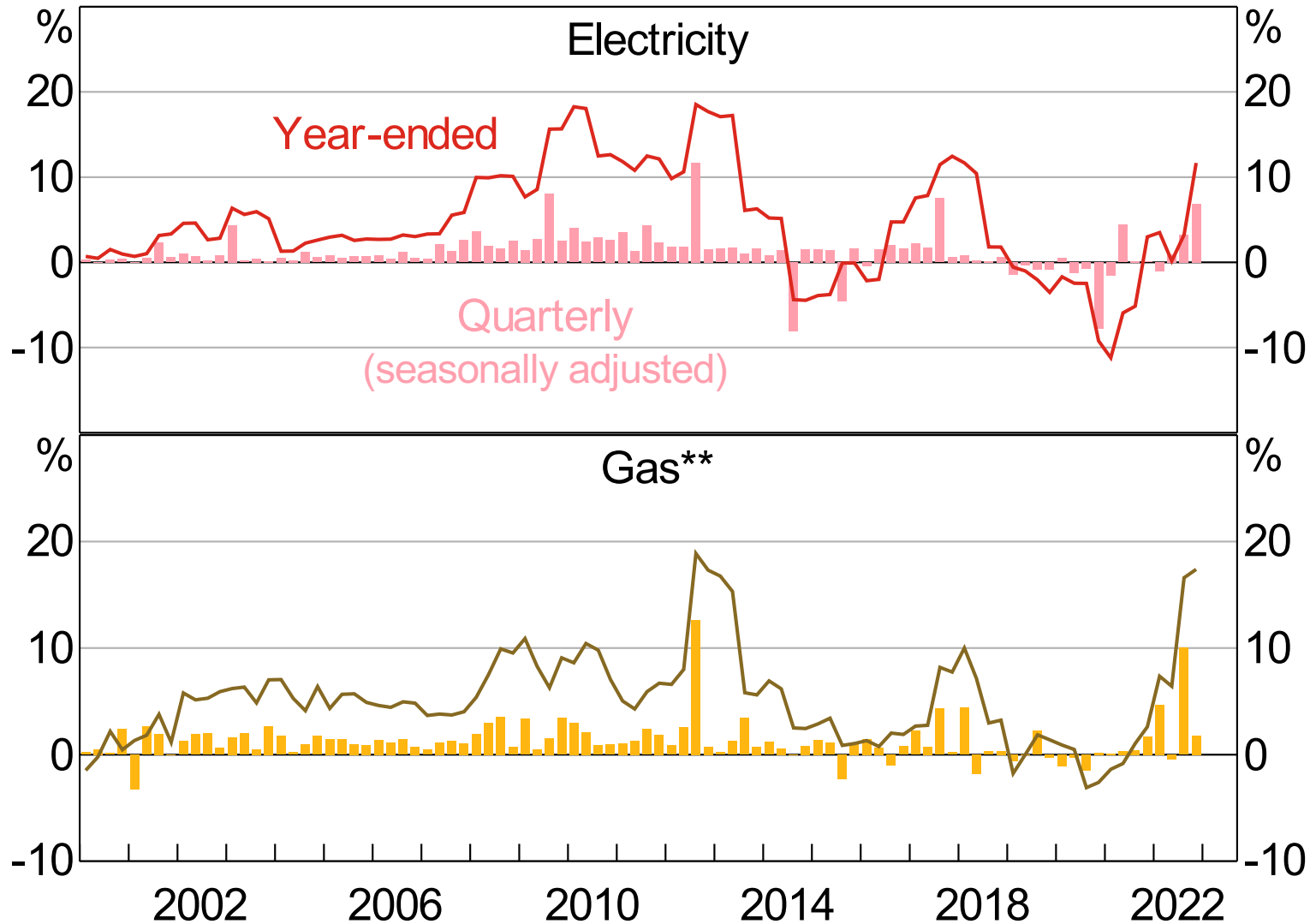
\* Includes home cleaning, vehicle repairs, hairdressing, veterinary services, sports and leisure services.

\*\* Excludes deposit & loans to June quarter of 2011.

\*\*\* Imputed using headline CPI in the June and September quarters of 2020 and September quarter of 2021.

Sources: ABS; RBA

# Utilities Price Inflation\*



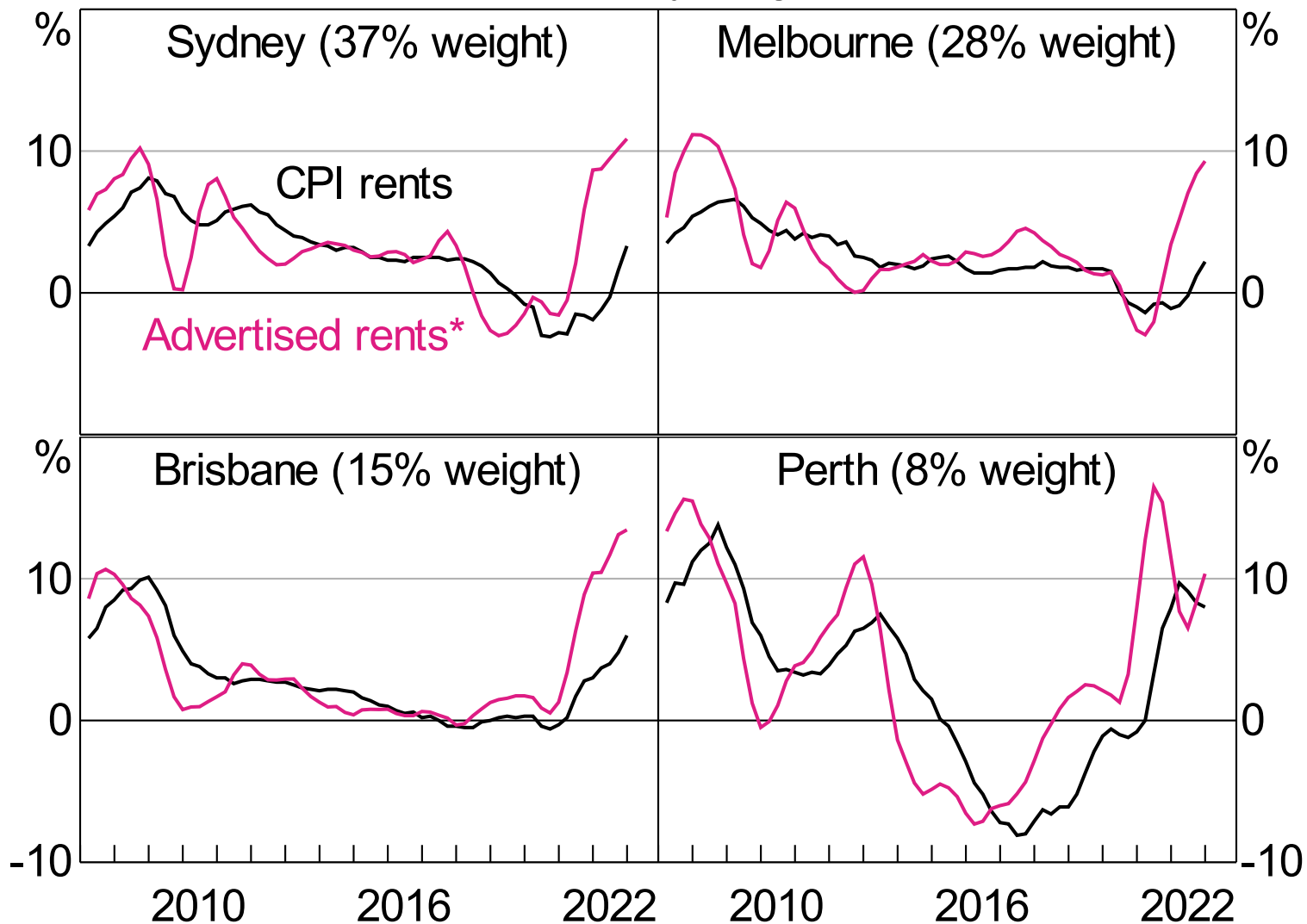
\* Adjusted for the tax changes of 1999–2000.

\*\* Includes other household fuels.

Sources: ABS; RBA

# Rent Inflation

Year-ended, with city weights indicated

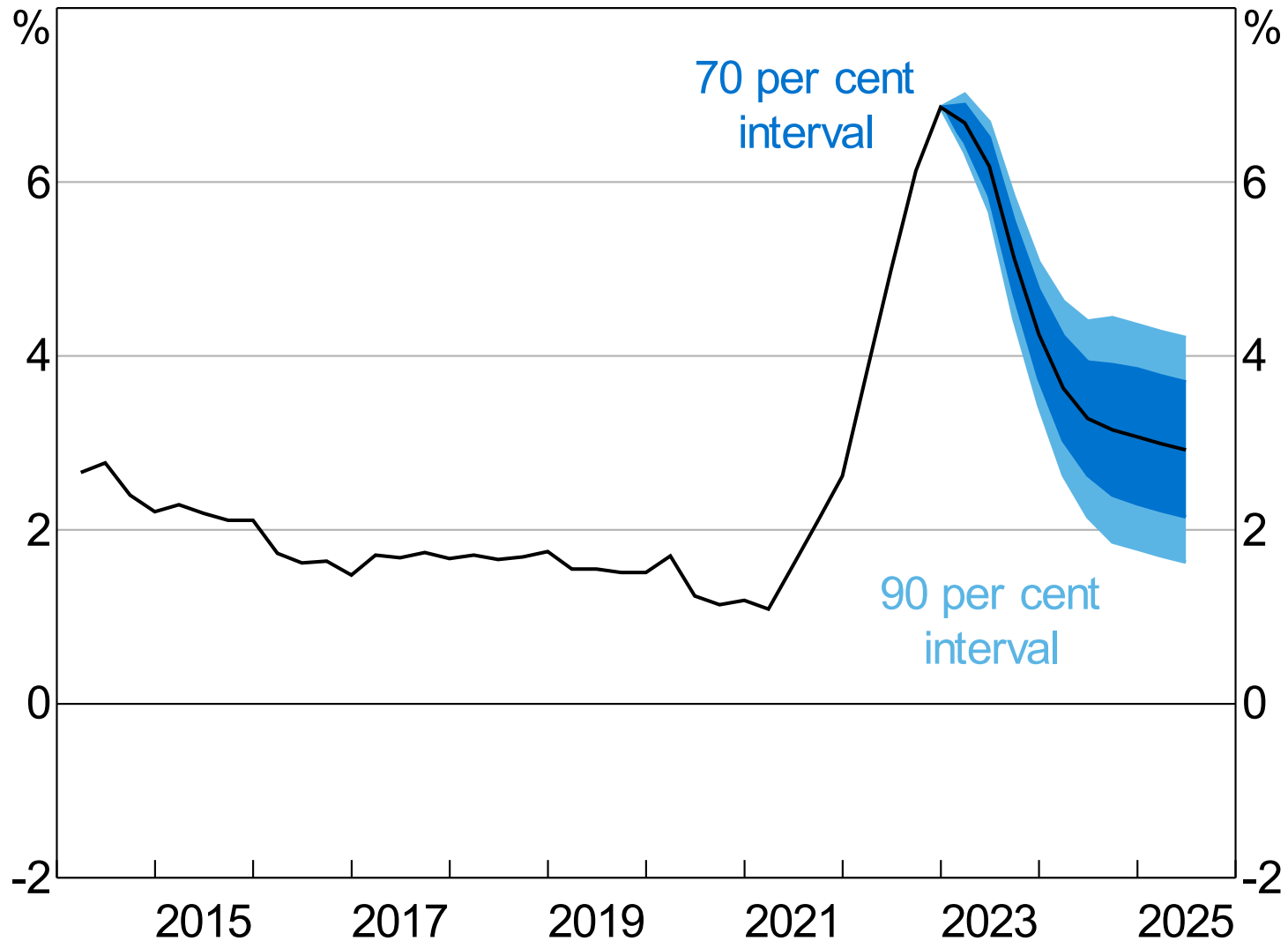


\* Hedonic three-month average.

Sources: ABS; CoreLogic; RBA

# Trimmed Mean Inflation Forecast\*

Year-ended

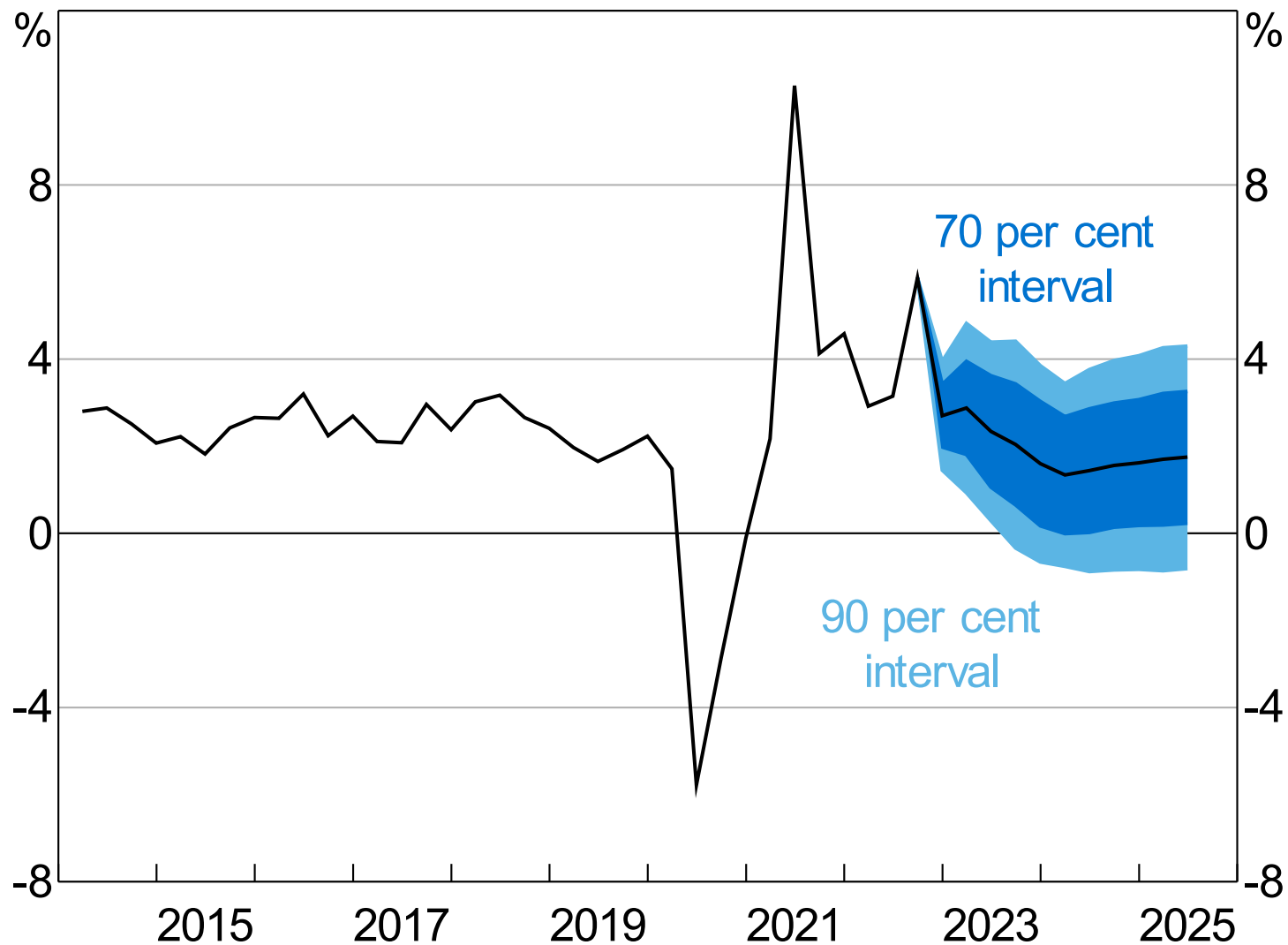


\* Confidence intervals reflect RBA forecast errors since 1993.

Sources: ABS; RBA

# GDP Growth Forecast\*

Year-ended

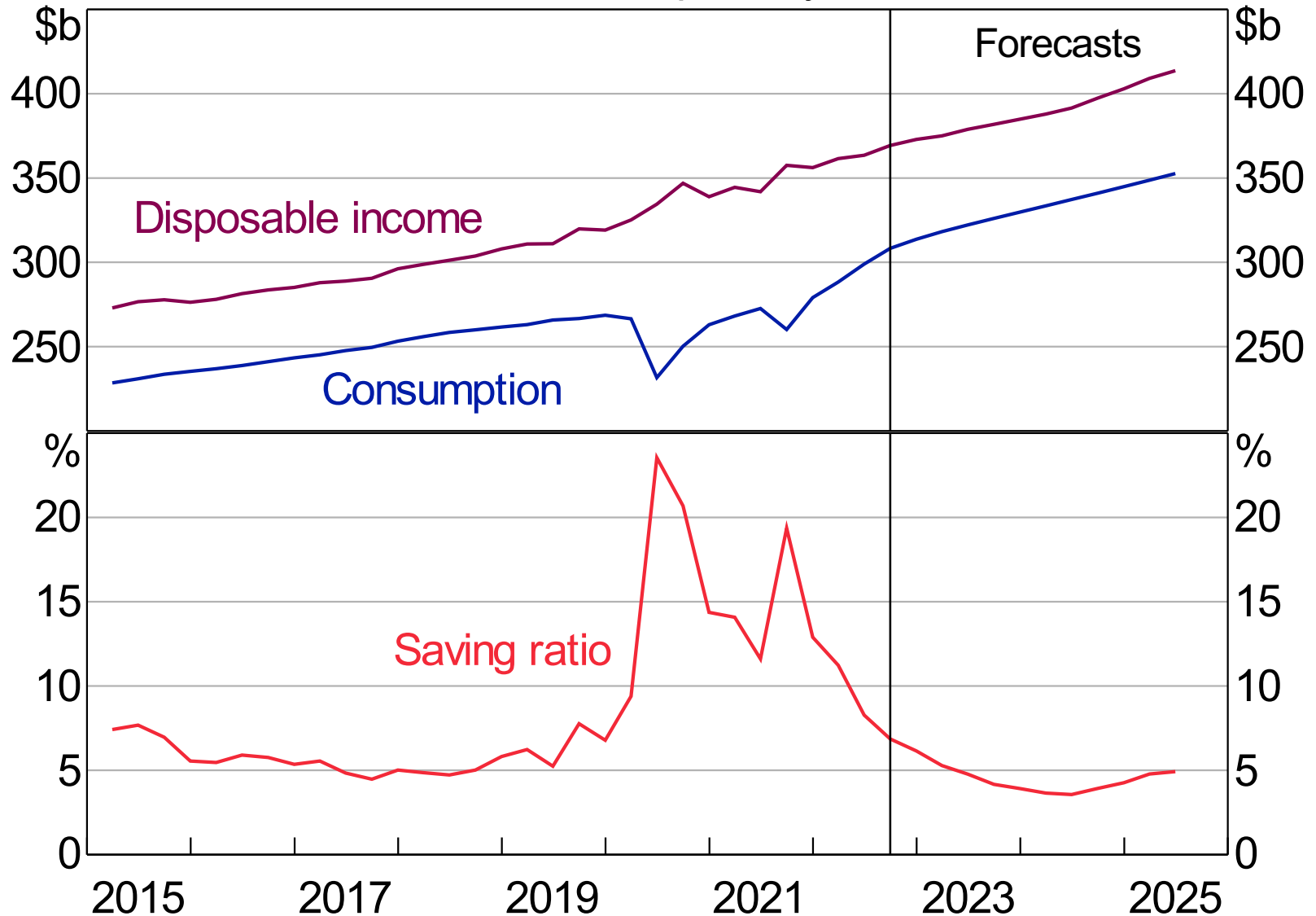


\* Confidence intervals reflect RBA forecast errors since 1993.

Sources: ABS; RBA

# Household Consumption and Income

Nominal, quarterly

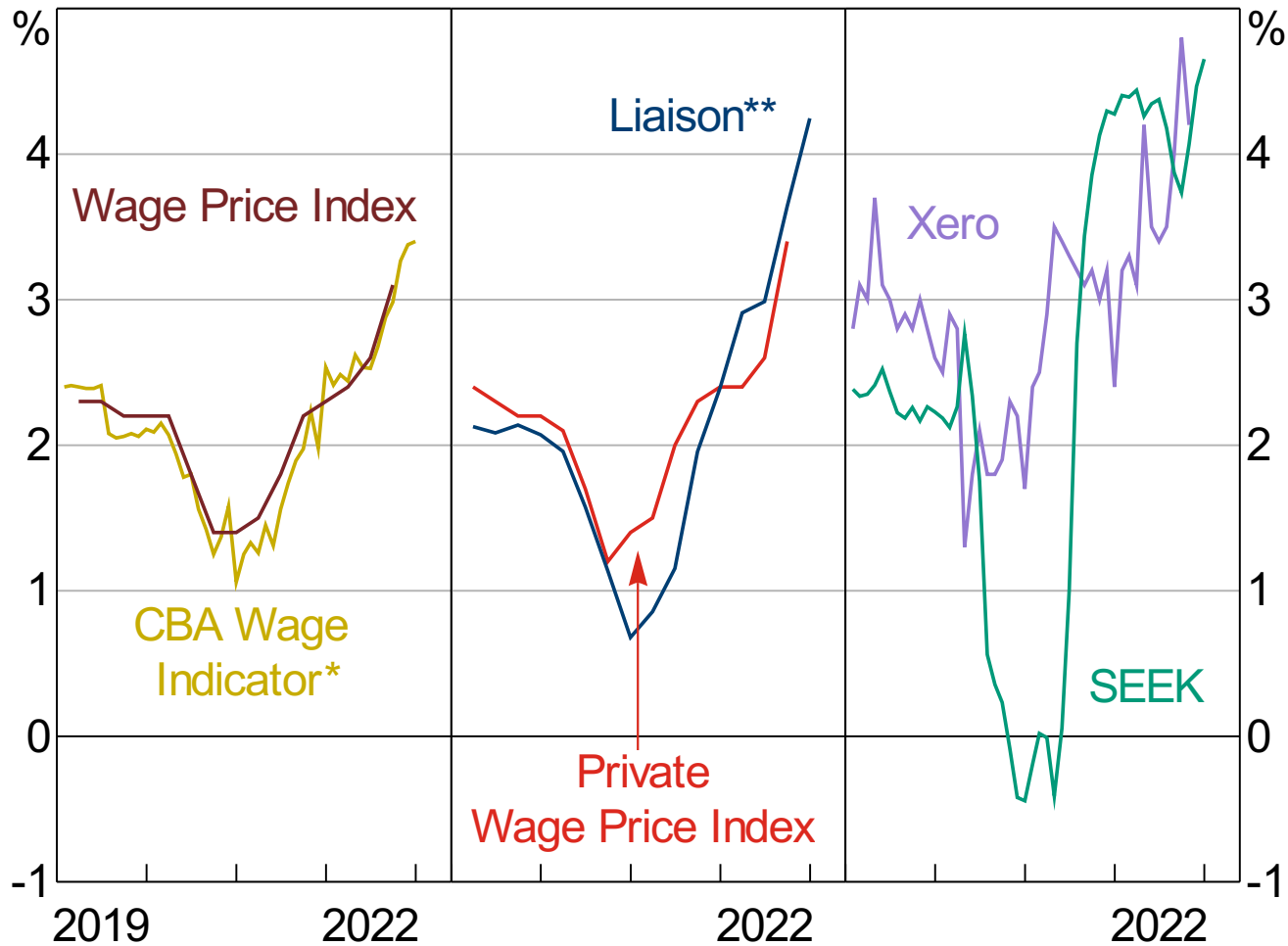


Sources: ABS; RBA



# Timely Measures of Wages Growth

Year-ended



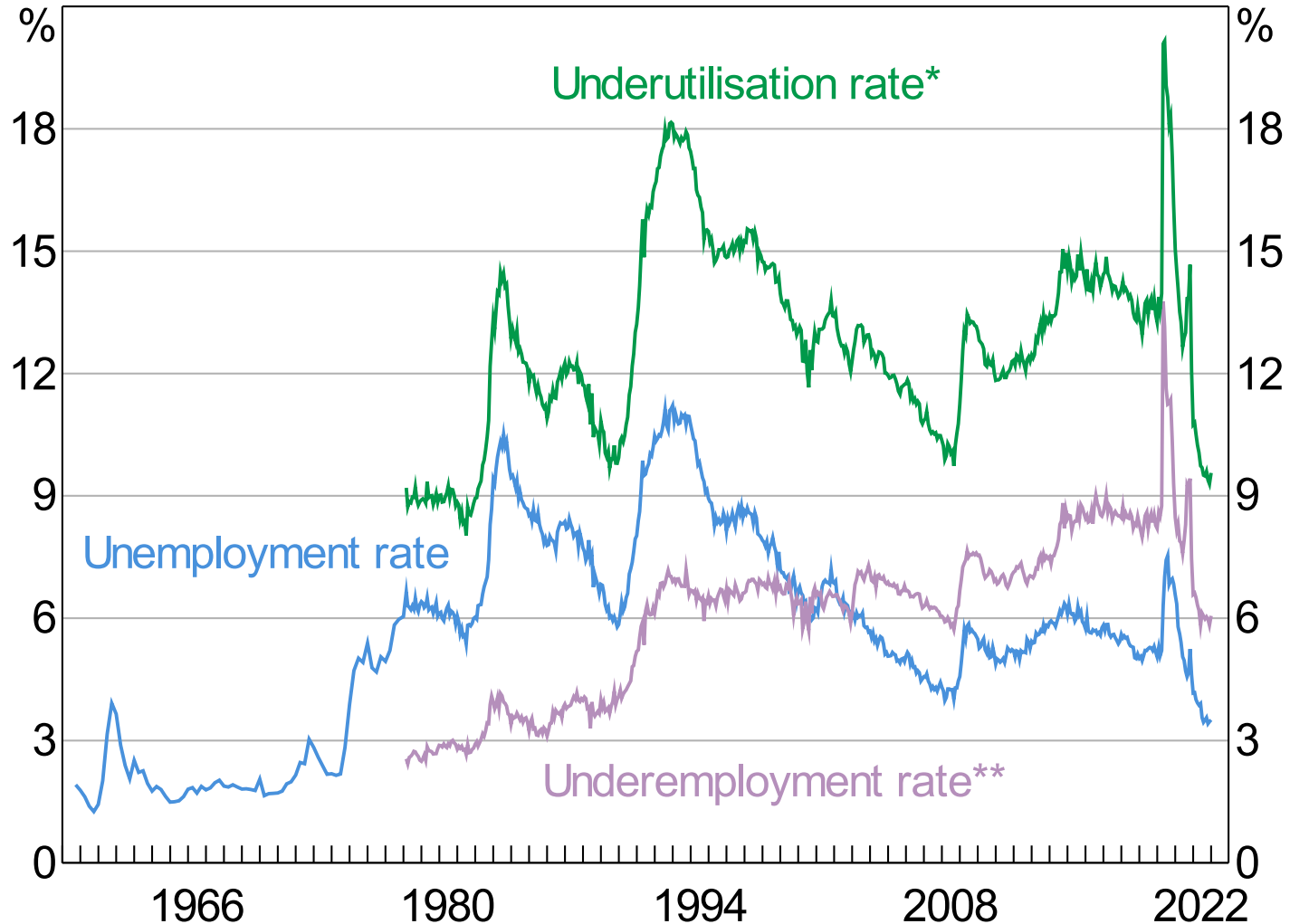
\* Changes in base wages based on a sample of CBA retail banking transactions.

\*\* Private sector; trimmed mean; rescaled to have the same mean as the private Wage Price Index.

Sources: ABS; CBA; RBA; SEEK; Xero Small Business Insights

# Labour Underutilisation

Per cent of labour force

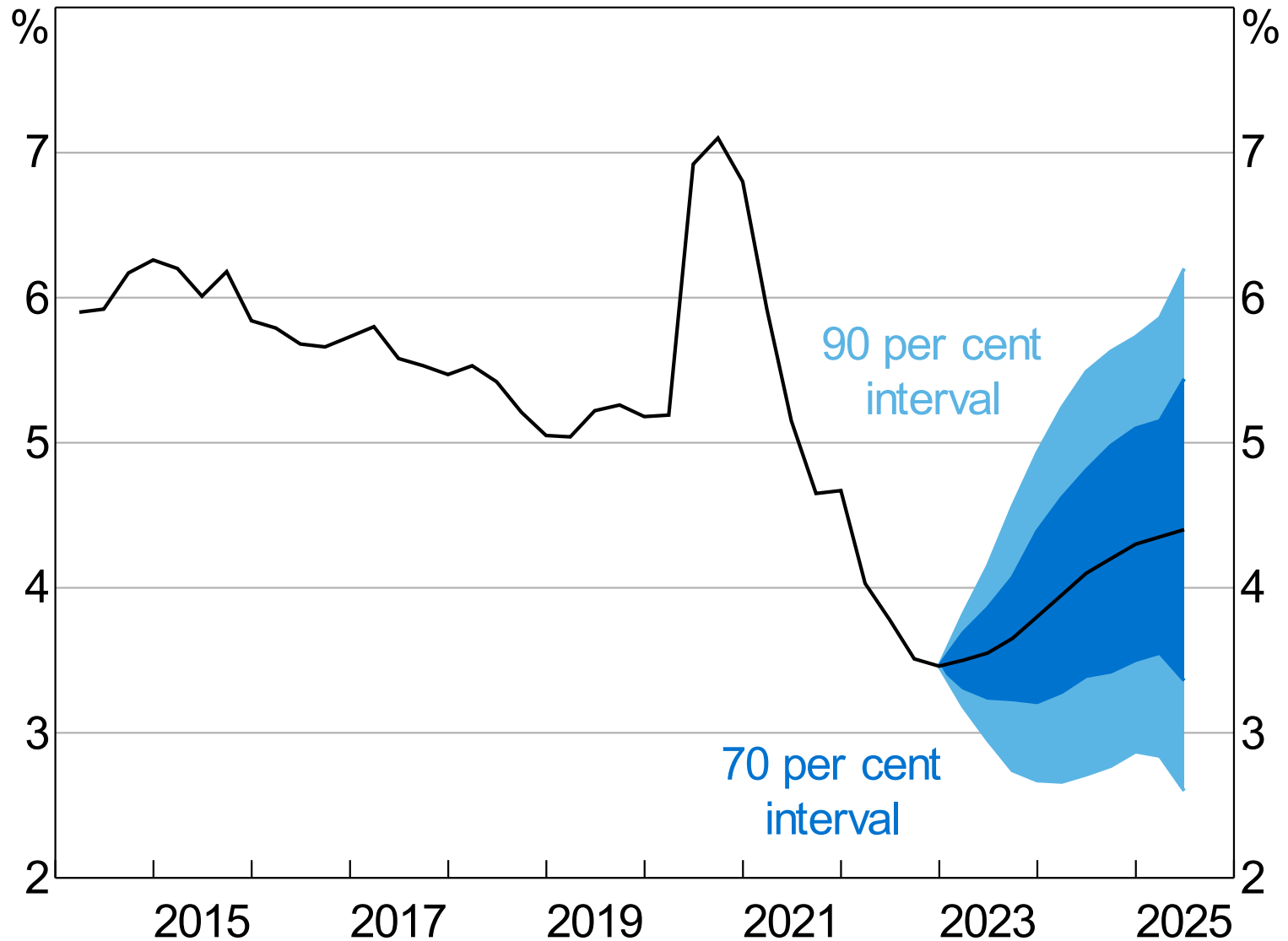


\* Sum of the unemployment and underemployment rates.

\*\* Employed people who want, and are available, to work more hours.

Source: ABS

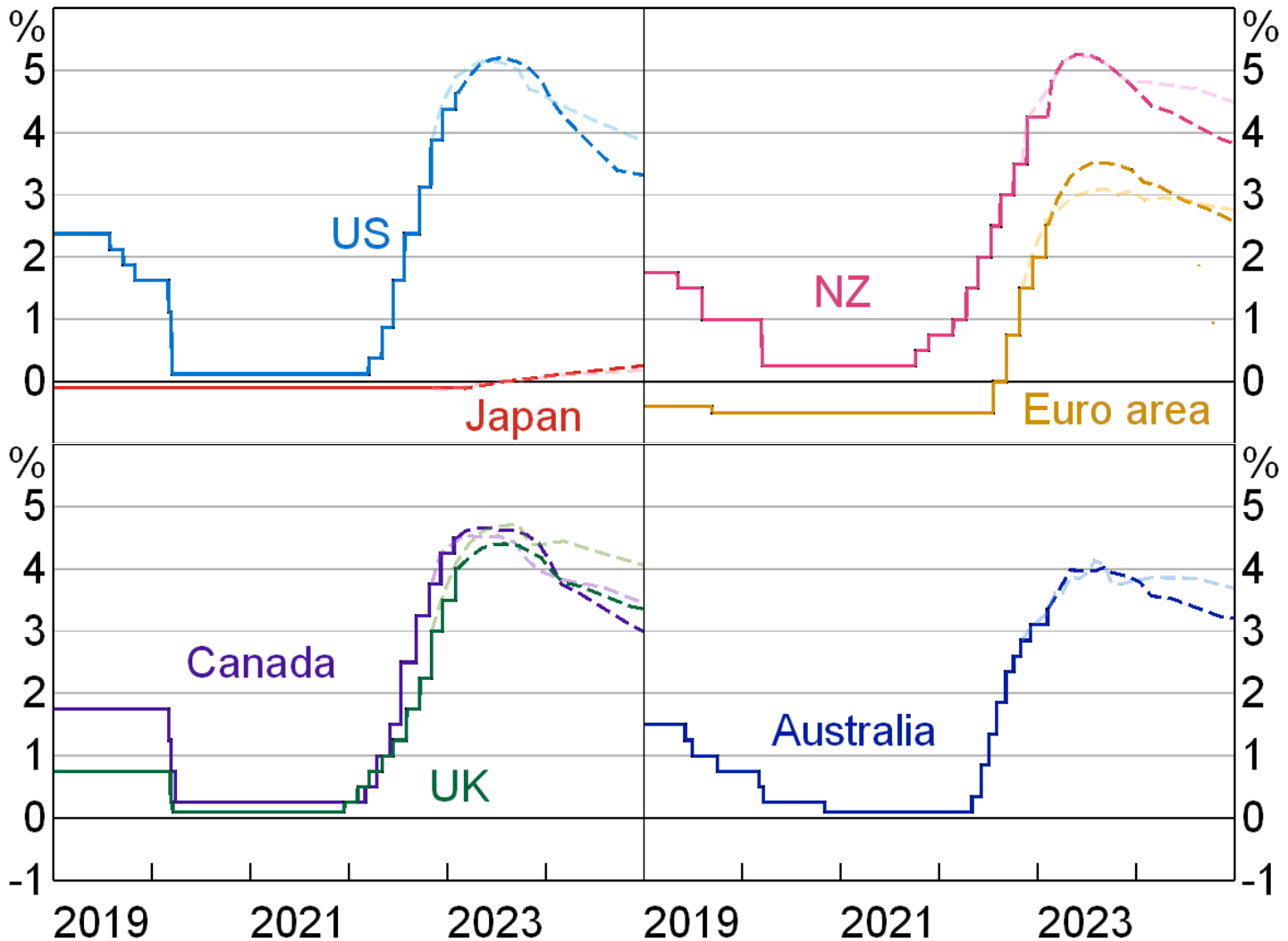
# Unemployment Rate Forecast\*



\* Confidence intervals reflect RBA forecast errors since 1993.

Sources: ABS; RBA

# Policy Rate Expectations\*



\* Darker dashed lines show expectations implied by current overnight indexed swap rates; lighter dashed lines show the same expectations as at the November SMP.

Sources: Bloomberg; RBA