

CAMA RBA SHADOW BOARD – COMMENTS

JULY 2025

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

No comment.

GUAY LIM

No comment.

WARWICK MCKIBBIN

No comment.

JAMES MORLEY

No comment.

JOHN ROMALIS

No comment.

PETER TULIP

The trimmed mean CPI has come in below expectations. By a bit, relative to RBA and market forecasts; by more relative to what I was expecting; especially as unemployment is also lower.

Some of this looks like lower persistent pressure, so the inflation outlook is lower also, justifying a downward revision to the path of the cash rate.

Partially offsetting this, unemployment has also come in lower.

And the market and RBA are greatly overstating the effect of Trump's tariffs on Australian monetary policy. A trade war will weaken our terms of trade, putting downward pressure on the \$A, increasing inflation. The RBA's reliance on "confidence effects" (on which they have been wrong in the past) suggests the forecasts are being fudged.