



You are subscribed as %%emailaddress%%

[Forward to a friend](#)

Dear %%First Name%%

The reserve bank met this week deciding to keep interest rates on hold for the third consecutive month.

Most economists expected this decision as there is still a lot of uncertainty about how current economic conditions will play out, and it is seen as prudent for the RBA to sit on their hands and watch and wait.

There are positive statistics in play at the moment which supports this week's decision. China, now Australia's biggest export customer with exports to China peaking in the past three months, is seen as having a significant impact on our local economy. The real recovery of China will quite possibly have the momentum to drag Australia out of recession.

A leading inflation index put out by TD Securities puts inflation at only 1.4% for the financial year just passed. This is well below the RBA's annual inflation expectations of 2-3%. Good news...as inflation has a close co-relation with interest rates. This result will leave the RBA with scope to cut rates in future months if it feels an additional boost is warranted.

Consumer confidence has risen with signs that retail sales are up. One indicator shows it has risen for three months in a row, bolstered by low interest rates and government cash handouts.

Have we reached the bottom of the current economic cycle? Will interest rates move in the next six months? This is anybody's guess...but we will definitely keep you posted. As always if you would like to discuss this with us, please give us a call.



Marc Barlow

Mortgage Broker Melbourne

1557 Burwood Hwy

Tecoma, VIC 3160

1800 111 626

info@mortgagebrokermelbourne.net.au

mortgagebrokermelbourne.net.au

- [Our people](#)
- [Services](#)
- [Calculators](#)
- [Guides](#)
- [Contact us](#)

The contents of this document are intended for information purposes only and may contain personal opinions of the author. It is not intended to be a substitute for specific financial or legal advice. Before making any decisions you should consider your personal situation, objectives and needs. While all reasonable care has been taken in the preparation of this information, we take no responsibility for any actions taken based on the information contained in the newsletter or for any errors or omissions.

MortgageBroker
Melbourne.net.au

[To stop receiving these emails click here.](#)

Mortgage Broker Melbourne
1557 Burwood Hwy Tecoma, VIC 3160
1800 111 626
info@mortgagebrokermelbourne.net.au