

Easter 2023 is here; we hope you enjoy the Easter break with family and friends.

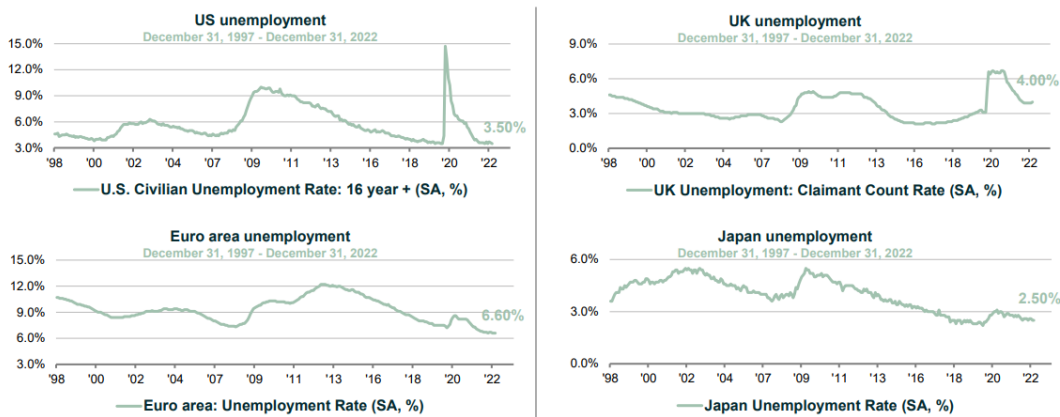
Unemployment – Question - Can we have a recession with low unemployment?

Interest rates have either peaked or very close to the top in this cycle. In the United States and Europe, the signs are pointing to a recession sometime later this year.

With rising interest rates, higher than normal inflation, increasing stress caused by cost-of-living increases, not to mention much higher rent and or higher mortgage repayments. The only bright spot is our low unemployment, and one must reflect on the possibility of a recession with low unemployment – is it possible?

Well, most economists agree that the answer is NO.

Employment remains at historical lows



Low unemployment rates will continue to pressure wages and overall inflation, keeping central banks guarded about any "pivot." Could the lack of a pivot create a hard landing?

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History tells us that during recessions, unemployment will rise, unemployment has always been a part of a recession.

Will low unemployment reduce the risk of a recession and only time will give us the answer!

For now, our investment strategy is to buy quality assets at discounted prices. Most of our investments produce monthly income across a diverse range of securities to support you when you need it the most.

If you would like further information on any of the above, or if you wish to discuss any aspect of your portfolio or account, please call either William or Wayne at the number below or drop us an email.

General Advice Warning

The above contains information that is general in nature. It does not take into account your objectives, financial situation or needs of any particular person. You need to consider your financial situation and needs before making any decisions based on this information. Please arrange an appointment to seek personal financial and taxation advice prior to acting on this information.

Either William or Wayne can be contacted directly on the phone number or email address below if you wish to discuss any concerns or issues.

PRICE FINANCIAL INTELLIGENCE PTY LTD - ASL: 402367

Ph: 02 9875 2444 • Fax: 02 9481 0594 • PO Box 750, Pennant Hills, NSW 1715 • Unit 11, 1 Central Avenue, Thornleigh NSW 2120 • Website: www.pricefinancial.com.au • Email: info@pricefinancial.com.au