

7 December 2023

Hon Nicola Willis
Minister of Finance
Parliament
Wellington

Dear Minister Willis

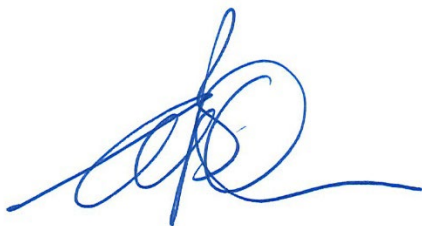
Thank you for your letter received 7 December seeking our views on proposed changes to the Monetary Policy Committee's Charter. The Monetary Policy Committee (MPC) is supportive of the proposed changes.

The Committee suggests one amendment, being that the reference to the sustainability of house prices in paragraph 2b)iii is shifted to 2e). That paragraph would read:

2e) The MPC should seek to understand material interactions between fiscal and monetary policy, interactions with the Government's economic objectives, the effects of monetary policy decisions on the sustainability of house prices, and support information sharing between the Reserve Bank and The Treasury to facilitate this understanding.

We look forward to receiving the final version of the Charter.

Yours sincerely



Adrian Orr
Chair, Monetary Policy Committee