

Summary of Interest Rate Forecasts

AIB Treasury Economic Research Unit



10th January 2019

US Interest Rate Forecasts (to end quarter)

	Fed Funds	3 Mth	1 Year	2 Year *	5 Year *
Current	2.375	2.80	3.04	2.66	2.58
Mar '19	2.375	2.85	3.10	2.75	2.70
Jun '19	2.625	3.00	3.25	2.90	2.85
Sept '19	2.625	3.05	3.30	3.00	2.95

* Swap Forecasts Beyond 1 Year. Current Rates Sourced From Reuters, Forecasts AIB ERU

Eurozone Interest Rate Forecasts (to end quarter)

	Deposit Rate	3 Mth	1 Year	2 Year *	5 Year *
Current	-0.40	-0.34	-0.17	-0.15	0.21
Mar '19	-0.40	-0.32	-0.15	-0.13	0.25
Jun '19	-0.40	-0.30	-0.13	-0.10	0.30
Sept '19	-0.40	-0.28	-0.10	-0.05	0.40

* Swap Forecasts Beyond 1 Year

UK Interest Rate Forecasts (to end quarter)

	Repo Rate	3 Mth	1 Year	2 Year *	5 Year *
Current	0.75	0.90	1.18	1.13	1.26
Mar '19	0.75	0.92	1.20	1.20	1.35
Jun '19	0.75	0.95	1.25	1.25	1.40
Sept '19	1.00	1.15	1.45	1.45	1.60

* Swap Forecasts Beyond 1 Year

All forecasts prepared by AIB's ERU

Current (at time of writing) interest rates quoted are sourced from Reuters

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