

Summary of Interest Rate Forecasts

AIB Treasury Economic Research Unit



21st August 2018

US Interest Rate Forecasts (to end quarter)

	Fed Funds	3 Mth	1 Year	2 Year *	5 Year *
Current	1.875	2.31	2.81	2.77	2.84
Sep '18	2.125	2.50	2.95	2.95	3.00
Dec '18	2.375	2.70	3.10	3.10	3.15
Mar '19	2.375	2.75	3.20	3.20	3.25

* Swap Forecasts Beyond 1 Year

Eurozone Interest Rate Forecasts (to end quarter)

	Deposit Rate	3 Mth	1 Year	2 Year *	5 Year *
Current	-0.40	-0.36	-0.23	-0.16	0.27
Sep '18	-0.40	-0.34	-0.21	-0.15	0.30
Dec '18	-0.40	-0.32	-0.18	-0.10	0.35
Mar '19	-0.40	-0.30	-0.15	-0.05	0.45

* 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	0.80	1.04	1.08	1.31
Sep '18	0.75	0.80	1.05	1.08	1.30
Dec '18	0.75	0.80	1.10	1.15	1.40
Mar '19	0.75	0.85	1.15	1.25	1.50

* Swap Forecasts Beyond 1 Year

Current Rates Sourced From Reuters, Forecasts AIB ERU

All forecasts prepared by AIB's ERU

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

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