

Summary of Interest Rate Forecasts

23rd August 2016



AIB Treasury Economic Research Unit

US Interest Rate Forecasts (to end quarter)

	Fed Funds	3 Mth	1 Year	2 Year *	5 Year *
Current	0.375	0.83	1.53	0.99	1.15
Sept '16	0.375	0.85	1.55	1.00	1.20
Dec '16	0.625	1.05	1.75	1.30	1.45
Mar '17	0.625	1.05	1.80	1.40	1.50

* 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	-0.32	-0.07	-0.21	-0.13
Sept '16	-0.50	-0.40	-0.10	-0.25	-0.15
Dec '16	-0.50	-0.40	-0.10	-0.25	-0.15
Mar '17	-0.50	-0.40	-0.10	-0.25	-0.15

* Swap Forecasts Beyond 1 Year

UK Interest Rate Forecasts (to end quarter)

	Repo Rate	3 Mth	1 Year	2 Year *	5 Year *
Current	0.25	0.39	0.73	0.42	0.49
Sept '16	0.25	0.35	0.70	0.40	0.50
Dec '16	0.10	0.20	0.60	0.40	0.50
Mar '17	0.10	0.20	0.60	0.40	0.50

* 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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