

Summary of Interest Rate Forecasts

5th July 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	0.66	1.24	0.74	0.94
Sept '16	0.375	0.70	1.30	0.90	1.20
Dec '16	0.625	0.90	1.50	1.10	1.40
Mar '17	0.625	0.90	1.55	1.15	1.45

* 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	-0.30	-0.06	-0.24	-0.16
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	0.50	0.52	0.85	0.50	0.59
Sept '16	0.25	0.30	0.70	0.50	0.60
Dec '16	0.25	0.30	0.65	0.50	0.60
Mar '17	0.25	0.30	0.60	0.50	0.60

* 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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