

# Global Economy Forecasts

AIB Treasury Economic Research Unit



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## GLOBAL ECONOMY: KEY FORECASTS

Annual Average (Unless stated)	2018	2019	2020 (f)	2021 (f)
<b>Economic Growth (% Change)</b>				
World	3.5	2.9	-3.0	5.8
US	2.9	2.3	-5.9	4.7
Euro	1.9	1.2	-7.5	4.7
UK	1.3	1.2	-6.5	4.0
Japan	0.3	1.3	-5.2	3.0
<b>Inflation - CPI (% Change)</b>				
US	2.4	1.8	0.4	1.2
Euro	1.8	1.2	0.0	0.7
UK	2.5	1.8	0.7	1.2
Japan	1.0	0.5	-0.2	0.4
<b>Official Interest Rates (% End Period)</b>				
US (Fed Funds)	2.375	1.625	0.125	0.125
Euro (Refi Rate)	0.0	0.0	0.0	0.0
Euro (Deposit Rate)	-0.40	-0.50	-0.50	-0.50
UK (Bank Rate)	0.75	0.75	0.10	0.10
Japan (Overnight Call Rate)	-0.1	-0.1	-0.1	-0.1
<b>Exchange Rates (Period Average)</b>				
US Dollar-Euro	1.18	1.12	1.09	1.12
Sterling-Euro	0.88	0.88	0.89	0.87
US Dollar-Sterling	1.34	1.27	1.22	1.29
Crude Oil Prices (Brent \$/b)	71	65	35	40

Forecasts prepared by AIB's ERU, except growth forecasts, which are IMF. Historical data sourced from Refinitiv

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