

Summary of Interest Rate Forecasts

AIB Treasury Economic Research Unit



1st July 2021

US Interest Rate Forecasts (to end quarter)

	Fed Funds	3 Mth	1 Year	2 Year *	5 Year *
Current	0.125	0.15	0.25	0.32	0.94
Sept'21	0.125	0.15	0.27	0.33	0.95
Dec'21	0.125	0.16	0.28	0.35	1.00
Mar'22	0.125	0.17	0.30	0.40	1.05

* Swap Forecasts Beyond 1 Year

Eurozone Interest Rate Forecasts (to end quarter)

	Deposit Rate	3 Mth	1 Year	2 Year *	5 Year *
Current	-0.50	-0.55	-0.49	-0.45	-0.25
Sept'21	-0.50	-0.55	-0.48	-0.45	-0.23
Dec'21	-0.50	-0.54	-0.47	-0.43	-0.20
Mar'22	-0.50	-0.53	-0.45	-0.40	-0.15

* Swap Forecasts Beyond 1 Year

UK Interest Rate Forecasts (to end quarter)

	Bank Rate	3 Mth	1 Year	2 Year *	5 Year *
Current	0.10	0.08	0.18	0.37	0.70
Sept'21	0.10	0.08	0.18	0.38	0.70
Dec'21	0.10	0.09	0.19	0.40	0.75
Mar'22	0.10	0.10	0.20	0.45	0.80

* 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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