

Summary of Interest Rate Forecasts

AIB Treasury Economic Research Unit



29th August 2023

US Interest Rate Forecasts (to end quarter)

	Fed Funds	3 Mth	1 Year	2 Year *	5 Year *
Current	5.375	5.67	5.86	5.18	4.44
Sept'23	5.375	5.70	5.90	5.20	4.45
Dec'23	5.625	5.85	6.05	5.30	4.50
Mar'24	5.625	5.80	6.00	5.25	4.45

* Swap Forecasts Beyond 1 Year

Eurozone Interest Rate Forecasts (to end quarter)

	Deposit Rate	3 Mth	1 Year	2 Year *	5 Year *
Current	3.75	3.77	3.91	3.71	3.23
Sept'23	4.00	4.05	4.10	3.80	3.30
Dec'23	4.00	4.05	4.10	3.80	3.30
Mar'24	4.00	4.05	4.05	3.75	3.25

* Swap Forecasts Beyond 1 Year

UK Interest Rate Forecasts (to end quarter)

	Bank Rate	3 Mth	1 Year	2 Year *	5 Year *
Current	5.25	5.58	6.04	5.82	5.19
Sept'23	5.50	5.80	6.20	5.95	5.30
Dec'23	5.75	6.05	6.40	6.10	5.40
Mar'24	5.75	6.00	6.30	6.00	5.25

* 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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