

Summary of Interest Rate Forecasts

AIB Treasury Economic Research Unit



18th January 2023

US Interest Rate Forecasts (to end quarter)

	Fed Funds	3 Mth	1 Year	2 Year *	5 Year *
Current	4.375	4.80	5.40	4.43	3.59
Mar'23	4.875	5.25	5.65	4.50	3.70
June'23	5.125	5.40	5.75	4.60	3.75
Sept'23	5.125	5.30	5.60	4.50	3.65

* Swap Forecasts Beyond 1 Year

Eurozone Interest Rate Forecasts (to end quarter)

	Deposit Rate	3 Mth	1 Year	2 Year *	5 Year *
Current	2.00	2.33	3.17	3.10	2.70
Mar'23	3.00	3.25	3.75	3.25	2.80
June'23	3.50	3.65	3.85	3.30	2.90
Sept'23	3.50	3.60	3.75	3.20	2.80

* Swap Forecasts Beyond 1 Year

UK Interest Rate Forecasts (to end quarter)

	Bank Rate	3 Mth	1 Year	2 Year *	5 Year *
Current	3.50	4.02	4.59	4.39	3.90
Mar'23	4.25	4.50	4.75	4.45	3.95
June'23	4.25	4.45	4.70	4.40	3.90
Sept'23	4.25	4.35	4.60	4.25	3.75

* 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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