

Summary of Interest Rate Forecasts

AIB Treasury Economic Research Unit



30th September 2019

US Interest Rate Forecasts (to end quarter)

| | Fed Funds | 3 Mth | 1 Year | 2 Year * | 5 Year * |
|---------|-----------|-------|--------|----------|----------|
| Current | 1.875 | 2.10 | 2.04 | 1.64 | 1.51 |
| Dec '19 | 1.875 | 2.00 | 1.95 | 1.65 | 1.55 |
| Mar '20 | 1.625 | 1.75 | 1.75 | 1.65 | 1.55 |
| June'20 | 1.625 | 1.75 | 1.80 | 1.70 | 1.65 |

* 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 | -0.44 | -0.36 | -0.46 | -0.41 |
| Dec '19 | -0.50 | -0.45 | -0.38 | -0.48 | -0.40 |
| Mar '20 | -0.60 | -0.55 | -0.45 | -0.50 | -0.45 |
| June'20 | -0.60 | -0.55 | -0.45 | -0.50 | -0.45 |

* Swap Forecasts Beyond 1 Year

UK Interest Rate Forecasts (to end quarter)

| | Repo Rate | 3 Mth | 1 Year | 2 Year * | 5 Year * |
|---------|-----------|-------|--------|----------|----------|
| Current | 0.75 | 0.76 | 0.89 | 0.66 | 0.61 |
| Dec '19 | 0.75 | 0.80 | 0.95 | 0.70 | 0.65 |
| Mar '20 | 0.75 | 0.80 | 0.95 | 0.75 | 0.75 |
| June'20 | 0.75 | 0.85 | 1.00 | 0.85 | 0.85 |

* Swap Forecasts Beyond 1 Year

All forecasts prepared by AIB's ERU

Current (at time of writing) interest rates quoted are sourced from Refinitiv

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