

Summary of Interest Rate Forecasts

AIB Treasury Economic Research Unit



6th January 2021

US Interest Rate Forecasts (to end quarter)

	Fed Funds	3 Mth	1 Year	2 Year *	5 Year *
Current	0.125	0.23	0.33	0.21	0.47
Mar'21	0.125	0.24	0.35	0.22	0.50
June'21	0.125	0.24	0.37	0.26	0.55
Sept'21	0.125	0.25	0.40	0.30	0.60

* 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	-0.57	-0.49	-0.54	-0.46
Mar'21	-0.50	-0.57	-0.48	-0.52	-0.43
June'21	-0.50	-0.56	-0.47	-0.50	-0.40
Sept'21	-0.50	-0.55	-0.45	-0.45	-0.35

* 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	0.03	0.08	0.06	0.21
Mar'21	0.10	0.04	0.10	0.08	0.25
June'21	0.10	0.05	0.12	0.12	0.30
Sept'21	0.10	0.07	0.15	0.20	0.40

* 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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