

Summary of Interest Rate Forecasts

AIB Treasury Economic Research Unit



18th August 2021

US Interest Rate Forecasts (to end quarter)

	Fed Funds	3 Mth	1 Year	2 Year *	5 Year *
Current	0.125	0.13	0.24	0.31	0.84
Sept'21	0.125	0.14	0.25	0.31	0.85
Dec'21	0.125	0.15	0.28	0.35	0.90
Mar'22	0.125	0.17	0.32	0.40	1.00

* 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	-0.56	-0.50	-0.49	-0.38
Sept'21	-0.50	-0.55	-0.50	-0.49	-0.37
Dec'21	-0.50	-0.55	-0.49	-0.48	-0.35
Mar'22	-0.50	-0.55	-0.48	-0.45	-0.30

* 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	0.07	0.21	0.48	0.68
Sept'21	0.10	0.08	0.22	0.50	0.70
Dec'21	0.10	0.09	0.25	0.55	0.75
Mar'22	0.10	0.10	0.30	0.60	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 Reuters

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