

Outlook for Interest Rates

The data below shows a variety of forecasts published by a number of institutions. The forecast within this strategy has been drawn from these diverse sources and Council officer's own views.

Link Asset Services Forecast for Interest Rates

(%)	Current*	Mar-20	Jun-20	Sep-20	Dec-20	Mar-21	Jun-21	Sep-21	Dec-21	Mar-22	Jun-22	Sep-22	Dec-22	Mar-23
Bank Rate	0.75	0.75	0.75	0.75	0.75	0.75	1.00	1.00	1.00	1.00	1.25	1.25	1.25	1.25
5 Yr PWLB	2.26	2.30	2.30	2.40	2.40	2.50	2.60	2.70	2.80	2.90	2.90	3.00	3.00	3.10
10 Yr PWLB	2.42	2.50	2.50	2.60	2.60	2.70	2.80	2.90	3.00	3.10	3.10	3.20	3.20	3.30
25 Yr PWLB	2.94	3.00	3.00	3.10	3.20	3.30	3.40	3.50	3.60	3.70	3.80	3.80	3.90	3.90
50 Yr PWLB	2.75	2.90	2.90	3.00	3.10	3.20	3.30	3.40	3.50	3.60	3.70	3.70	3.80	3.80

* current rates taken as at 19 February 2020.

Capital Economics forecast for interest rates

(%)	Current*	Mar-20	Jun-20	Sep-20	Dec-20	Mar-21	Jun-21	Sep-21	Dec-21
Bank Rate	0.75	0.75	0.75	0.75	0.75	0.75	1.00	1.00	1.00
5 Yr PWLB	2.26	2.50	2.50	2.60	2.60	2.70	2.80	2.80	2.90
10 Yr PWLB	2.42	2.70	2.70	2.80	2.80	2.90	3.00	3.00	3.10
25 Yr PWLB	2.94	3.10	3.10	3.20	3.20	3.20	3.30	3.30	3.40
50 Yr PWLB	2.75	3.10	3.10	3.20	3.20	3.30	3.40	3.40	3.50