

Weekly Round Up



16 September 2022

This week's highlights

Sterling

Loses ground

EUR/\$

Marginally lower

Bond Yields

Head further north

UK CPI Inflation

Dips in Aug

Euro Area

- It was a week of two halves for EUR/\$, which initially rose to almost \$1.02 before slipping below parity
- German government 10-year bond yields continued their ascent, rising by a further 10bps to 1.75%
- Annual rate of inflation nudged up to 9.1% in August according to final CPI reading, core rate up to 4.3%

UK

- GDP rose by 0.2% month-on-month in July, which only partially reversed July's decline of 0.6%
- The annual rate of CPI inflation dipped to 9.9% in August, though the core rate ticked up again to 6.3%
- Sterling had a poor time of it, falling 2 cents to \$1.14 against the dollar and down 1p to 87.5p v euro

US

- Retail sales posted a modest increase (+0.3%) in Aug, but industrial output fell slightly (-0.2%) last month
- Benchmark government 10-year bond yields rose by another 10bps on the week to around 3.45%
- The Fed meets next Tuesday and Wednesday with another 75bps hike in interest rates on the cards

Ireland

- The annual rate of residential property price inflation nationally eased to 13% in July from 14% in June
- Residential property prices rose by 10.4% year-on-year in Dublin and by 15.2% y-o-y outside of Dublin
- Government 10-year bond yields headed north again this week, rising by around 5bps to just over 2.35%

Monday	EA Construction Output; UK Rightmove House Prices; US Housing Market Index
Tuesday	EA Current Account; US Housing Starts
Wednesday	UK Public Sector Borrowing; US Fed meeting, Existing Home Sales
Thursday	EA Consumer Confidence; UK BOE Meeting; US Jobless Claims, Leading Index
Friday	IRL Wholesale Price Index; Flash PMIs EA, UK & US; UK Consumer Confidence

Contact Us at economics@boi.com

www.Corporate-Economy.BankofIreland.com

Disclaimer

This document has been prepared by the Economic Research Unit at The Governor and Company of the Bank of Ireland ("BOI") for information purposes only and BOI is not soliciting any action based upon it. BOI believes the information contained herein to be accurate but does not warrant its accuracy nor accepts or assumes any responsibility or liability for such information other than any responsibility it may owe to any party under the European Union (Markets in Financial Instruments) Regulations 2017 as may be amended from time to time, and under the Financial Conduct Authority rules (where the client is resident in the UK), for any loss or damage caused by any act or omission taken as a result of the information contained in this document. Any decision made by a party after reading this document shall be on the basis of its own research and not be influenced or based on any view or opinion expressed by BOI either in this document or otherwise. This document does not address all risks and cannot be relied on for any investment contract or decision. A party should obtain independent professional advice before making any investment decision. Expressions of opinion contained in this document reflect current opinion as at 16th September 2022 and is based on information available to BOI before that date. This document is the property of BOI and its contents may not be reproduced, either in whole or in part, without the express written consent of a suitably authorised member of BOI. Bank of Ireland is authorised and regulated by the Central Bank of Ireland. Authorised by the Prudential Regulation Authority and with deemed variation of permission. Subject to regulation by the Financial Conduct Authority and limited regulation by the Prudential Regulation Authority. The nature and extent of consumer protections may differ from those for firms based in the UK. Details of the Temporary Permissions Regime, which allows EEA-based firms to operate in the UK for a limited period while seeking full authorisation, are available on the Financial Conduct Authority's website. The Governor and Company of the Bank of Ireland is incorporated in Ireland with limited liability. Registered Office 40 Mespil Road, Dublin 4, Ireland.

Registered Number C1.

[Update My Preferences](#)

If you'd rather not receive future e-mails from us, please [opt-out here](#).