

Weekly Round Up



2 September 2022

This week's highlights

Sterling

Under pressure

Bond Yields

Spike higher again

Euro Area inflation

Up to 9.1% in Aug

US Payrolls

+315k in August

Euro Area

- The euro was broadly flat on the week against the dollar as it continued to trade in and around parity
- German government 10-year bond yields rose ahead of next week's ECB meeting, up 12bps to 1.51%
- Annual rate of both headline and core CPI inflation picked up in August, to 9.1% and 4.3% respectively

UK

- Sterling came under pressure, sliding to sub \$1.16 against the dollar & weakening to almost 87p v euro
- Government 10-year bond yields soared, rising by around 30bps over the week to trade at 2.90%
- House prices up 0.8% in August according to the Nationwide index, annual increase eased to 10%

US

- Employment (payrolls) rose by 315,000 in August following an increase of just over 525k in July
- Unemployment rate ticked up to 3.7% last month, while annual hourly earnings growth steady at 5.2%
- Benchmark government 10-year bond yields jumped by around 15bps on the week to about 3.20%

Ireland

- The Economic Pulse was up 2.1 in August to 72.4, having fallen to a seventeen-month low in July
- GDP rose by 1.8% quarter-on-quarter in Q2 with the annual rate of growth coming in at 11.1%
- Government 10-year bond yields increased by the best part of 15bps on the week to trade at 2.15%

Monday

Services PMIs IRL, EA & UK; EA Retail Sales

Tuesday

IRL Services Index; UK BRC Retail Sales, Construction PMI; US Services PMI, ISM Services Index

Wednesday

IRL Building & Construction Index; EA GDP (Q2, final); US Fed Beige Book, Trade Balance

Thursday

IRL CPI, Vehicle Licenses, Industrial Production; EA ECB Meeting; UK RICS Housing; US Jobless Claims

Friday

IRL Household Saving, Planning Permissions; US Household Net Worth

Contact Us at economics@boi.com

www.Corporate-Economy.BankofIreland.com

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