

Weekly Round Up



20 January 2023

This week's highlights

EUR/\$

Little changed

Sterling

Gains ground

UK CPI Inflation

Dips to 10.5%

US Retail Sales

Soft in Dec

Euro Area

- The euro traded in a narrow range against the dollar either side of \$1.08 over the course of the week
- It was a week of two halves for German 10-year yields, falling to 2% early on before rebounding to 2.15%
- Annual rate of CPI inflation in the zone confirmed at 9.2% in Dec, core rate confirmed at new high of 5.2%

UK

- Sterling gained ground against the dollar (to \$1.2350) and euro (to 87.5p) despite mixed economic data
- Government 10-year bond yields were just marginally lower on the week trading a touch under 3.35%
- The annual rate of CPI inflation dipped to 10.5% in December, while retail sales fell 1.0% from November

US

- Benchmark government 10-year bond yields fell for 3rd consecutive week, down about 5bps to 3.45%
- A number of Fed speakers pointed to a further increase in interest rates over the opening months of 2023
- The value of retail sales dipped for a second month in a row in December, falling by 1.1% from November

Ireland

- The annual rate of CPI inflation dropped for a second month running in December, coming in at 8.2%
- Residential property price inflation nationally eased for 8th straight month in November to 8.6% (y-o-y)
- Dublin property prices rose by 7% in the year to November, while prices outside Dublin were up 9.8%

Monday 23

EA Consumer Confidence

Tuesday 24

Flash PMIs for the EA, UK & US; UK Public Sector Borrowing

Wednesday 25

UK Producer Prices

Thursday 26

IRL New Dwelling Completions; UK CBI Retail Sales; US GDP (Q4), Jobless Claims, New Home Sales

Friday 27

EA Money Supply; US PCE Inflation, Personal Incomes and Spending

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 20th January 2023 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](#).