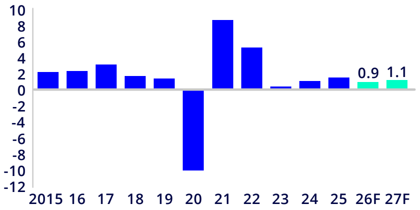
UK Outlook Infographic

July 2026

Bank of Ireland

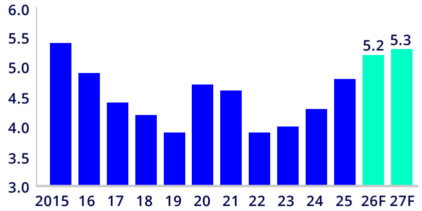
Outlook

GDP



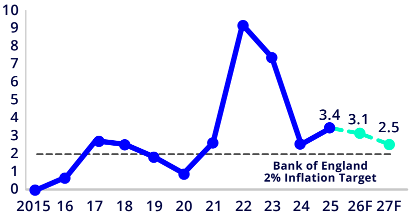
GDP Growth (annual % change)
Source: ONS & Bank of Ireland

Unemployment



Unemployment Rate (%, annual average)
Source: ONS & Bank of Ireland

Inflation



Inflation Rate (%, annual average)
Source: ONS & Bank of Ireland

Consumer

Inflation

@ 2.6%

June 2026

Unemployment

@ 4.9%

Mar-May 2026

Wages

4.3%

year-on-year
Mar-May 2026

Mortgage interest rates

Economy

New Prime Minister and Chancellor

US/Iran situation still very volatile

GDP forecasts tweaked higher

Unemployment to tick up further

BoE to remain on hold

Risks

US-Iran conflict

Energy price volatility

Fiscal challenges/Gilt yields

Business

GDP

0.1%

month-on-month
May 2026

Oil prices high and volatile

Business cost pressures and challenges

BoE Bank Rate

3.75%

Outlook

	GDP	Employment	Unemployment Rate	Inflation
2024	1.0%	0.8%	4.3%	2.5%
2025	1.3%	1.6%	4.9%	3.4%
2026F	0.9%	0.7%	5.2%	3.1%
2027F	1.1%	0.7%	5.3%	2.5%

Prepared by: Bank of Ireland Economic Research Unit
Sources: Bank of Ireland, ONS, Bank of England, Bloomberg.