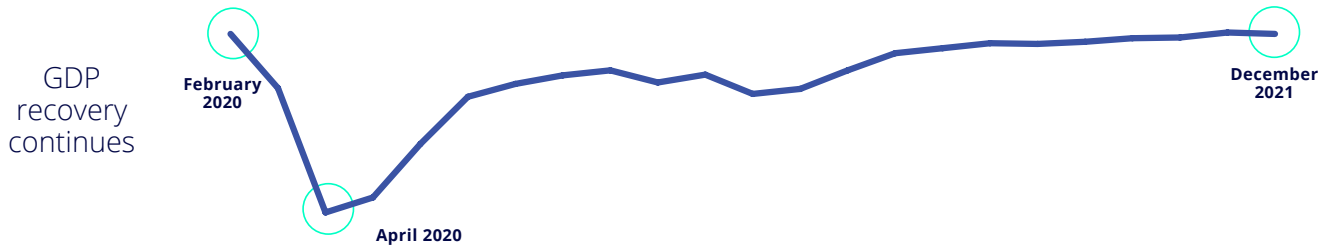


Recent Developments



Public health restrictions lifted



Excess savings unwinding



Inflation high

@ 5.5%

YoY January 2022

Consumer sentiment dips



Composite PMI

@ 60.2

Flash February 2022

Brexit after-effects



BoE hikes interest rates



£ strengthens to 83p

Outlook

	GDP	Consumer Spending	Investment	Exports	Employment	Unemployment Rate	Inflation
2021	7.5%	6.1%	5.3%	-1.1%	-0.5%	4.5%	2.6%
2022f	4.5%	5.5%	7.5%	5.5%	1.4%	4.0%	6.5%
2023f	2.0%	1.8%	4.5%	4.0%	1.0%	3.9%	3.0%

Economic & jobs growth ahead

Households spending but inflation biting

Business investment to catch up

Risks

- Persistent supply constraints
- Geopolitics

Prepared by: Bank of Ireland Economic Research Unit

Sources: Bank of Ireland, ONS, HM Government, Bank of England, Bloomberg, IHS Markit, GfK

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 22nd February 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.