

June 2016

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July issue available on June 24, 2016
 FX4casts is published by Forecasts Unlimited, Inc.
 Alan Teck, Ph.D., Publisher Tel (757-250-3569)
 Marsha Kameron, Associate Publisher

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Summary of FX4casts Consensus Currency Forecasts

June 2016

	Spot Rate 26-May-16	CONSENSUS FORECASTS for end of periods					Local Currency		
		1M	3M	6M	12 M	24 M	% Change		
							Past Yr.	Past M	Yr Ahead
EUROPE									
British pound	1.470	1.476	1.485	1.497	1.502	1.524	-3.9	0.8	2.2
Czech koruna	24.2	24.4	24.5	24.8	25.1	24.8	3.7	-1.7	-3.6
Danish krone	6.65	6.70	6.73	6.80	6.88	6.80	2.6	-1.5	-3.3
Euro	1.118	1.110	1.105	1.094	1.081	1.094	2.3	-1.6	-3.3
Hungarian forint	281	283	284	288	293	290	0.4	-2.5	-4.1
Norwegian krone	8.28	8.32	8.36	8.39	8.44	8.31	-6.2	-2.0	-1.9
Polish zloty	3.94	3.96	3.99	4.04	4.12	4.07	-4.1	-1.8	-4.4
Russian rouble	65.2	65.9	66.8	68.1	69.8	68.4	-19.8	-0.5	-6.5
Swedish krona	8.30	8.32	8.34	8.36	8.39	8.27	2.0	-2.8	-1.1
Swiss franc	0.991	0.994	0.988	1.003	1.017	1.008	-4.4	-2.4	-2.6
Turkish lira	2.94	2.97	3.01	3.07	3.13	3.06	-9.5	-4.1	-6.1
ASIA									
Australian dollar	0.721	0.720	0.718	0.711	0.704	0.731	-5.8	-5.2	-2.4
Chinese renminbi	6.56	6.58	6.60	6.70	6.80	6.88	-5.5	-1.3	-3.5
Hong Kong dollar	7.76	7.76	7.76	7.76	7.76	7.76	0.0	0.0	0.0
Indian rupee	67.2	67.4	67.8	68.1	68.5	68.0	-4.9	-1.0	-2.0
Indonesian rupiah	13,584	13,692	13,741	13,816	14,157	13,974	-2.7	-0.2	-4.0
Japanese yen	110.0	110.6	111.6	112.8	114.7	113.1	12.8	-1.6	-4.1
New Zealand dollar	0.673	0.678	0.671	0.664	0.655	0.684	-6.9	-3.3	-2.7
Philippine peso	46.7	46.9	47.3	47.7	48.2	47.4	-4.4	0.3	-3.1
Singapore dollar	1.38	1.39	1.40	1.42	1.43	1.40	-1.8	-2.3	-3.8
So. Korean won	1,180	1,184	1,191	1,218	1,230	1,215	-6.3	-3.6	-4.0
Taiwan dollar	32.6	32.7	32.9	33.2	33.7	33.1	-6.0	-0.8	-3.4
Thai baht (offshore)	35.6	35.7	35.9	36.3	36.7	35.8	-5.1	-1.7	-3.0
AMERICAS									
Argentine peso	14.05	14.12	14.30	15.72	15.48	16.88	-36.1	1.1	-9.2
Brazilian real	3.58	3.60	3.63	3.75	3.81	3.95	-12.3	-1.5	-6.0
Canadian dollar	1.296	1.297	1.299	1.304	1.308	1.283	-3.6	-3.1	-0.9
Chilean peso	691	694	698	704	712	703	-10.9	-3.5	-2.9
Colombian peso	3,061	3,072	3,083	3,184	3,217	3,172	-17.2	-4.2	-4.8
Mexican peso	18.40	18.46	18.52	18.61	18.79	18.52	-16.8	-5.7	-2.1
Venezuelan bolivar	10.00	12.00	15.42	24.18	35.41	66.87	-37.0	0.0	-71.8
OTHER									
South African rand	15.56	15.67	15.88	16.05	16.28	16.08	-22.8	-7.4	-4.4
Trade Weighted \$	90.8	91.2	91.5	92.6	93.8	93.5	1.8	1.3	3.3

The outlook for 40 additional currencies is on page 14

FX4casts Interest Rate Forecasts

Forecasts are for the end of the indicated monthly periods

June 2016

	24-May-16	3 Months	6 Months	12 Months
EUROPE				
Czech Republic				
2- week repo rate	0.05	0.05	0.05	0.05
10-yr. gov't bond	0.48	0.50	0.57	0.64
Denmark				
3-month Cibor	-0.10	-0.12	-0.12	-0.14
12-month Cibor	0.27	0.25	0.25	0.35
10-yr. gov't bond	0.45	0.47	0.55	0.70
Euro				
90-day Libor	-0.28	-0.30	-0.30	-0.32
12-month Libor	-0.03	-0.05	-0.05	0.05
10-yr. gov't bond	0.18	0.20	0.28	0.45
Hungary				
Base rate	1.05	0.80	0.80	0.70
10-yr. gov't bond	3.38	3.26	3.22	3.30
Norway				
3-month T- Bill	0.52	0.49	0.27	0.27
12-month T Bill	0.50	0.40	0.32	0.36
10-yr. gov't bond	1.40	1.36	1.32	1.44
Poland				
Refi rate	1.50	1.25	1.15	1.00
10-yr gov't bond	3.03	2.90	2.93	3.05
Russia				
Refi rate	11.00	11.00	10.75	10.50
10-yr. gov't bond	8.93	9.18	9.33	9.45
Sweden				
3-month Stibor	-0.47	-0.47	-0.47	-0.42
12-month Stibor	na	na	na	na
10-yr gov't bond	1.15	1.11	1.11	1.19
Switzerland				
3-month-libor	-0.73	-0.75	-0.73	-0.63
12-month Libor	-0.52	-0.54	-0.52	-0.21
10-yr. gov't bond	-0.30	-0.28	-0.24	-0.15
Turkey				
Short-term IR	10.70	10.55	10.25	9.95
10-yr. gov't bond	10.20	10.10	10.05	9.55
United Kingdom				
90-day Libor	0.59	0.60	0.65	0.90
12-month Libor	1.00	1.05	1.12	1.25
10-yr. gov't bond	1.58	1.72	1.88	2.05

Consensus Growth Forecasts

June 2016

% change for GDP in the indicated calendar year divided by the previous calendar year

EUROPE	Actual				Forecasts	
	2012	2013	2014	2015	2016	2017
Austria	0.8	0.3	0.4	0.9	1.3	1.5
Belgium	0.2	0.0	1.3	1.4	1.3	1.6
United Kingdom	1.2	2.2	2.9	2.3	2.0	2.2
Bulgaria	0.8	0.9	1.7	2.8	3.0	3.2
Czech Republic	-0.9	-0.5	2.0	4.2	2.5	2.7
Denmark	-0.1	-0.2	1.3	1.2	1.5	1.8
Eurozone	-0.8	-0.2	0.9	1.5	1.5	1.6
Finland	-1.4	-0.8	-0.7	0.5	0.7	1.2
France	0.2	0.7	0.2	1.2	1.3	1.5
Germany	0.4	0.3	1.6	1.7	1.6	1.5
Greece	-7.3	-3.2	0.7	-0.2	-1.0	1.2
Hungary	-1.7	1.9	3.7	2.9	2.3	2.5
Ireland	0.2	1.4	5.2	7.8	4.8	3.7
Italy	-2.8	-1.7	-0.4	0.8	1.1	1.3
Netherlands	-1.1	-0.5	1.0	2.0	1.6	1.7
Norway	3.6	2.3	2.3	1.0	1.2	1.8
Poland	1.6	1.3	3.3	3.6	3.5	3.4
Portugal	-4.0	-1.1	0.9	1.5	1.4	1.6
Romania	0.6	3.5	3.0	3.8	4.0	3.4
Russia	3.5	1.3	0.7	-3.7	-1.4	1.1
Spain	-2.6	-1.7	1.4	3.2	2.7	2.3
Sweden	-0.3	1.2	2.3	4.1	3.4	2.6
Switzerland	1.1	1.8	1.9	0.9	1.2	1.5
Turkey	2.1	4.2	3.0	4.0	3.2	3.4
ASIA						
Australia	3.5	2.0	2.6	2.5	2.5	2.9
China	7.7	7.7	7.3	6.9	6.4	6.2
Hong Kong	1.7	3.1	2.6	2.4	1.8	2.0
India	5.6	6.6	7.2	7.5	7.5	7.6
Indonesia	6.0	5.6	5.0	4.8	5.0	5.2
Japan	1.7	1.4	-0.1	0.5	0.6	0.5
Malaysia	5.5	4.7	6.0	5.0	4.3	4.5
New Zealand	2.6	2.4	3.7	2.5	2.6	2.7
Philippines	6.7	7.1	6.1	5.8	6.0	5.9
Singapore	3.4	4.7	3.3	2.0	1.8	2.2
South Korea	2.3	2.9	3.3	2.6	2.6	2.8
Taiwan	2.1	2.2	3.9	0.7	1.4	2.2
Thailand	7.2	2.7	0.8	2.8	2.9	3.3
AMERICAS						
Argentina	0.8	2.9	0.5	2.1	-1.0	3.3
Brazil	1.9	3.0	0.1	-3.8	-3.7	0.6
Canada	1.7	2.2	2.5	1.2	1.6	2.1
Chile	5.5	4.0	1.9	2.1	1.9	2.6
Colombia	4.0	4.9	4.4	3.1	2.5	3.1
Mexico	4.0	1.3	2.3	2.5	2.5	2.9
Peru	6.0	5.9	2.4	3.3	3.5	4.0
United States	2.2	1.5	2.4	2.4	1.9	2.3
Venezuela	5.6	1.3	-3.7	-7.4	-12.7	-7.9
OTHER						
South Africa	2.2	2.2	1.5	1.3	0.9	1.8
Israel	2.9	3.3	2.6	2.5	2.8	3.1
Global	3.2	3.0	3.4	3.1	2.8	3.1

UNITED KINGDOM

Forecasts for United Kingdom Interest Rates & Economic Indicators				
	Spot	3 mos	6 mos	12 mos.
USD/GBP	1.470	1.485	1.497	1.502
Fwd rates	"	1.464	1.465	1.468
90-day Libor	0.59	0.60	0.65	0.90
12 Mo. Libor	1.00	1.05	1.12	1.25
10-Yr. Bond	1.58	1.72	1.88	2.05
	2014	2015	2016	2017
GDP (1)	2.9	2.3	2.0	2.2
CPI (1)	1.5	0.0	0.7	1.7
Curr Acct (2)	-5.1	-4.4	-4.7	-4.0

(1) y/y (2) % of GDP

FX rates on 5/26: Interest rates on 5/24

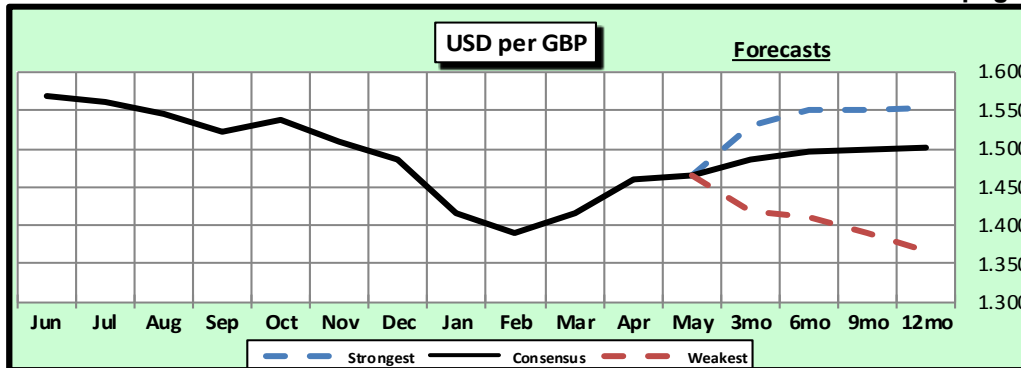
USD per GBP	Quarterly Averages	End of Quarter
2015		1.475
2016 1Q	1.444	1.413
2Q	1.445	1.476
3Q	1.481	1.487
4Q	1.492	1.497
2017 1Q	1.498	1.500
2Q	1.501	1.502
3Q	1.505	1.508
4Q	1.510	1.513

* Forecasted and interpolated rates

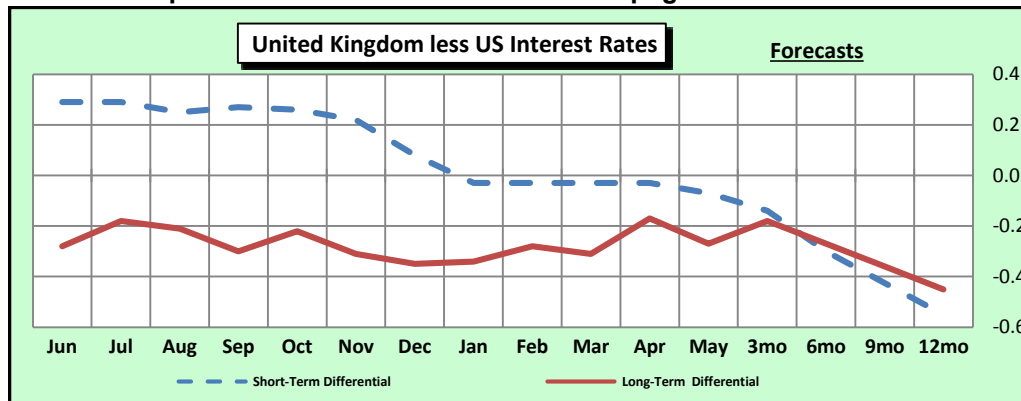
Long-term consensus currency forecasts with 95% confidence intervals

	Yearly Averages					Year-End Rates					
	2016	2017	2018	2019	2020	2015	2016	2017	2018	2019	2020
Most Likely	1.473	1.492	1.543	1.585	1.617	1.475	1.471	1.513	1.574	1.596	1.637
High	1.547	1.567	1.620	1.664	1.697		1.545	1.589	1.652	1.676	1.719
Low	1.399	1.417	1.466	1.506	1.536		1.397	1.437	1.495	1.516	1.555

The consensus forecasts and 95% confidence intervals on the chart are on page 2



Comparative Interest Rates from data on pages 8 - 10



5/24	Actuals
	3mo. 10yr.
GBP	0.59 1.58
USD	0.66 1.85