



# FX Forecasts

August 2020

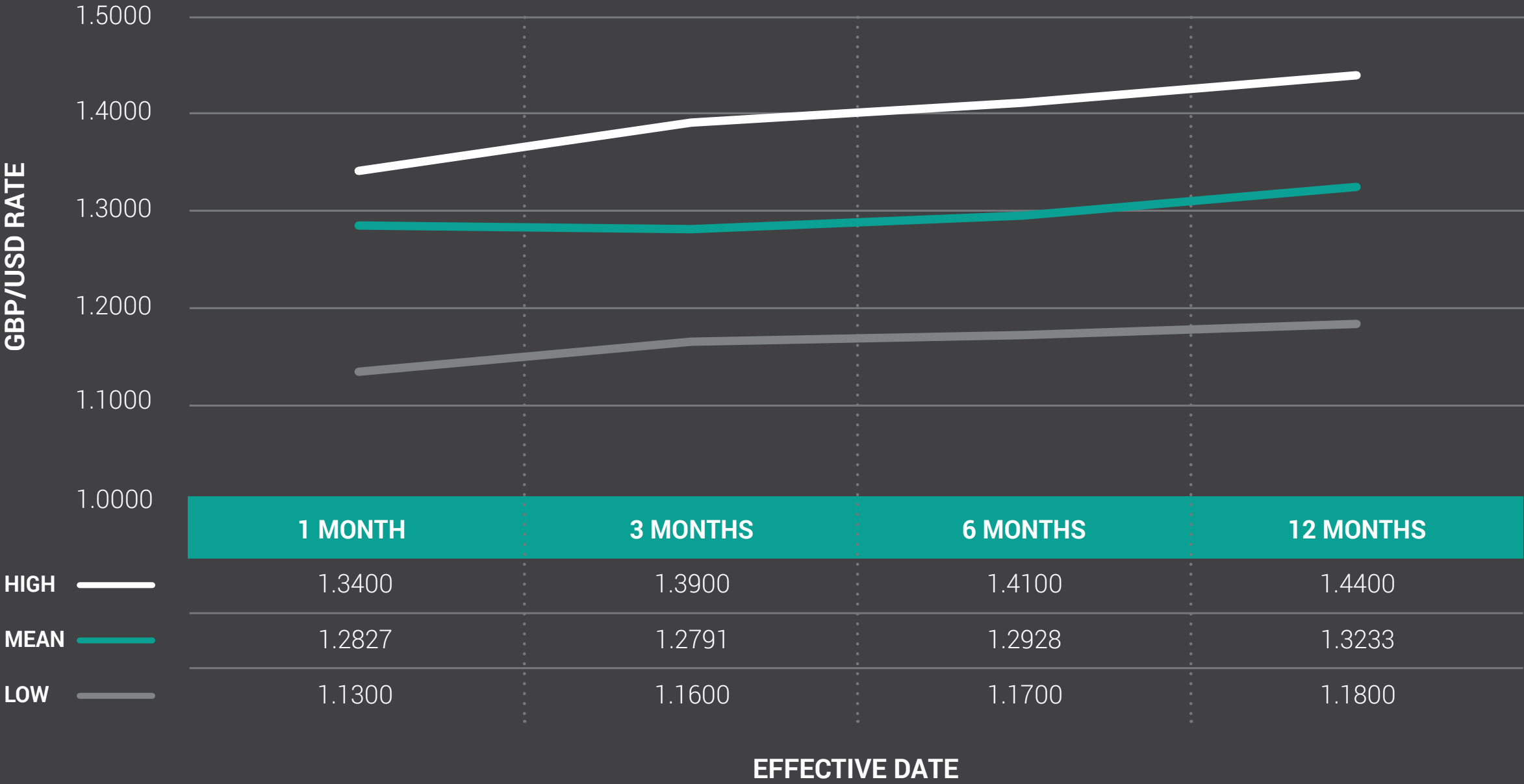
# Introduction

“Science has not yet mastered prophecy. We predict too much for the next year and yet far too little for the next 10.”

- Neil Armstrong

Whilst Neil Armstrong may have these thoughts, given the uncertainty right now, businesses need to have some idea of a consensus (mean forecast) and a potential worst case (high or low forecast) scenario in terms of FX rate. We have collected the views of over 40 financial institutions to articulate the high, low and mean forecasts for the next 12 months in an attempt to provide this information to businesses. As you will see, the forecast still predict a high degree of uncertainty based on the differential.

# Forecasts



## GBPUSD Forecasts

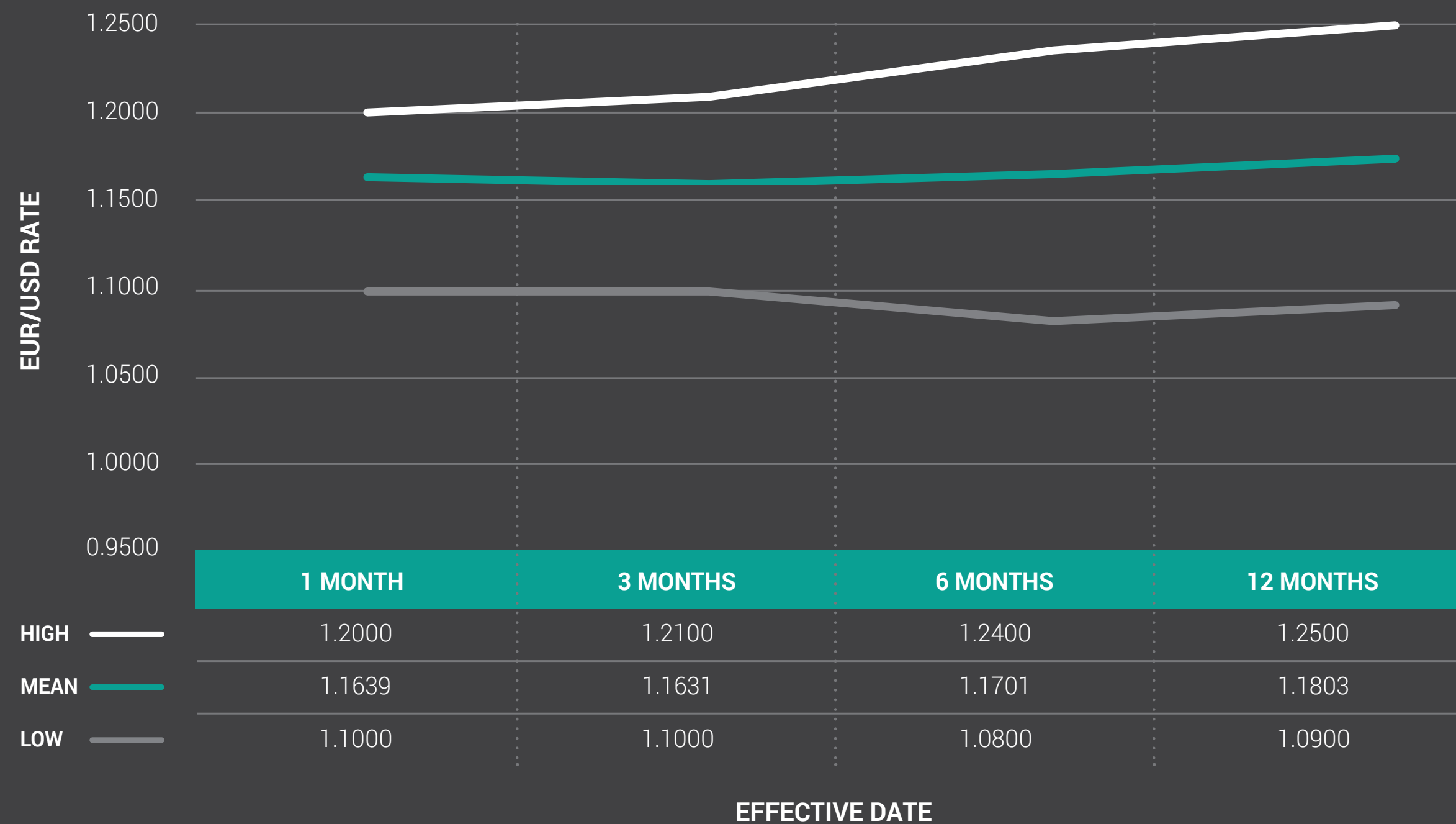
The differential between the high and low for the 12-month period:

**20 cents**

Circa:

**15.88%**

(based on the FX rate at time of writing).



## EURUSD Forecasts

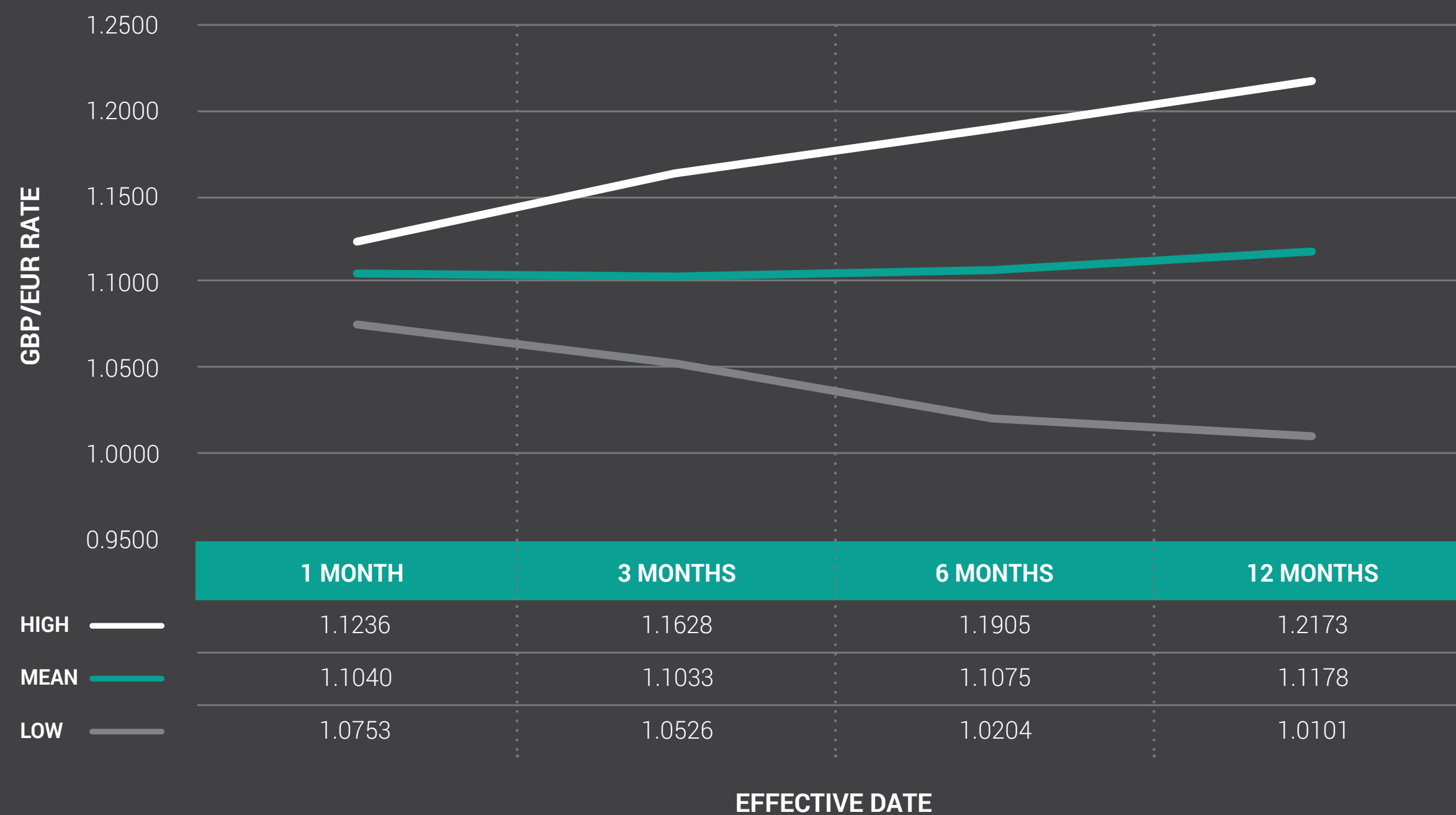
The differential between the high and low for the 12-month period:

**12.5 cents**

Circa:

**11.05%**

(based on the FX rate at time of writing).



## GBPEUR Forecasts

The differential between the high and low for the 12-month period:

**14.5 cents**

Circa:

**12.70%**

(based on the FX rate at time of writing).

# UK £ Events, August 2020

## MONDAY | AUGUST 3

- Manufacturing PMI

## THURSDAY | AUGUST 6

- Bank of England interest rate decision
- Inflation report
- Construction PMI

## TUESDAY | AUGUST 11

- Average earnings
- Unemployment rate
- Claimant count change

## THURSDAY | AUGUST 20

- Retail sales

## WEDNESDAY | AUGUST 5

- Services PMI

## MONDAY | AUGUST 10

- GDP/Manufacturing production
- Construction output
- Goods trade balance
- Industrial production

## WEDNESDAY | AUGUST 19

- CPI

## FRIDAY | AUGUST 28

- Consumer confidence

Infinity International Head Office 25 Canada Square, London E14 5LB

**Tel:** +44 (0) 203 384 7280 | **Email:** [info@iifx.co.uk](mailto:info@iifx.co.uk) | **Website:** [www.iifx.co.uk](http://www.iifx.co.uk)

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