Danske Bank Markets in Northern Ireland

Markets Update

Tuesday, 10 November 2026

- **FX snapshot: GBP, EUR & USD -** GBP/USD is trading around 1.3450 this morning, with EUR/USD at 1.1240 and GBP/EUR at 1.1970. On Monday, sterling rose 0.60% to USD 1.3429 and the euro gained 0.64% to USD 1.1213, while the dollar index fell 0.47% to 101.75 as risk appetite improved.
- **Iran de-escalation weighs on the dollar -** Markets see a reduced risk of escalation after President Trump said that further attacks on Iran were highly unlikely while diplomacy continued. Brent crude fell more than 5% to USD 92.57 per barrel, easing inflation pressures and supporting a shift away from safe-haven currencies, including the dollar, towards risk-sensitive currency pairs.
- **US CPI on Tuesday: a key release for the Fed -** October's US consumer price index (CPI), due on Tuesday, is viewed as this week's key release. Economists polled by Reuters expect monthly increases of 0.3% in headline CPI and 0.2% in core CPI. Fed funds futures imply an approximately 84% probability of a rate hike at the 8-9 December meeting, up from a week earlier following Friday's stronger-than-expected payroll increase of 165,000. Higher-than-expected inflation would likely support the dollar, while a lower reading could extend the recovery in EUR/USD and GBP/USD.
- **UK Q3 GDP on Thursday: sterling's next test -** A Reuters poll forecasts UK GDP growth of 0.7% in the third quarter, up from 0.5% in the second quarter, ahead of Thursday's release. Last Thursday, the Bank of England (BoE) raised rates to 4.00% in an 8-1 vote, with the dissenting member favouring a larger increase. Governor Bailey warned that at least one further increase was likely if the Iran conflict persists. Markets are pricing in roughly 76 basis points of tightening through to the end of 2027. Stronger GDP growth could reinforce expectations of further BoE tightening and support GBP/EUR, which is near a 20-month high.
- **Week ahead: central bank speakers & US midterm developments -** This week's central bank speakers include BoE Governor Bailey, who will discuss central bank independence in Zurich tonight; the Fed's Bowman, Waller, Goolsbee and Barkin; and the ECB's Cipollone, who will speak on the digital euro. Markets view the Democrats' congressional sweep as limiting Trump's tariff and Iran agenda, weighing on the dollar and supporting risk-sensitive currencies. Trade experts caution that executive trade powers remain largely intact, with new tariff investigations still expected. Eurozone finance ministers are discussing the succession to Lagarde as ECB president, with former Dutch central bank governor Klaas Knot and Spain's Pablo Hernandez de Cos as the two candidates. Markets see the choice as potentially shaping European monetary policy into 2027.

Market rates at opening	
GBP/USD	1.3455
GBP/EUR	1.1971
EUR/USD	1.1239
EUR/GBP	0.8352
GBP/AUD	1.9432
GBP/CAD	1.8981
GBP/CHF	1.1005
GBP/DKK	8.9484
GBP/HKD	10.5536
GBP/JPY	212.4500
GBP/NOK	12.6663
GBP/NZD	2.3846
GBP/SEK	13.1528
USD/CNY	6.6690

CONTACT INFORMATION

Contact Markets on 028 9089 1111 / 028 9089 1100

We may record or monitor calls to confirm details of our conversations, and for verification and quality purposes. Lines are open 8am to 5pm Monday - Friday except for bank holidays or other holidays in Northern Ireland when the bank is not open for business. Call charges may vary. Please contact your phone company for details. We may record or monitor calls to confirm details of our conversations, and for verification and quality purposes.

EMAIL: **markets@danskebank.co.uk** ***WEBSITE:*** **www.danskebank.co.uk**

Issued by Northern Bank Limited trading as Danske Bank (the "Bank" or "We").

So far as the law or regulation allow, We disclaim any warranty or representation as to the accuracy or reliability of the information and statements in this commentary. We will not be liable for any loss or damage suffered from relying on this commentary. This commentary does not purport to contain all relevant information. Recipients should not rely on its contents but should make their own assessment and seek professional advice relevant to their circumstances. This commentary is for information purposes only, is not intended as an offer or solicitation, nor is it the intention of the Bank to create legal relations on the basis of the information contained in it. No part of this commentary may be reproduced without our prior permission.

Danske Bank is a trading name of Northern Bank Limited which is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority. Registered in Northern Ireland (registered number R568). Registered Office: Donegall Square West Belfast BT1 6JS. Northern Bank Limited is a member of the Danske Bank Group.