Danske Bank Markets in Northern Ireland

Markets Update

Wednesday, 11 November 2026

- **FX Snapshot: GBP/EUR, GBP/USD and EUR/USD -** The dollar strengthened after yesterday's above-forecast US CPI prompted markets to reprice Fed rate expectations. GBP/USD trades around 1.3330, GBP/EUR at 1.1950 and EUR/USD near 1.1155.
- **US inflation lifts Fed rate expectations -** October US CPI rose 0.4% month-on-month while core CPI increased 0.3% for a third month, suggesting broader price pressures. Markets fully price in a 25bp Fed hike on 08-09 Dec, with around a 15% probability of a 50bp hike after Governor Waller said that move should be considered if core CPI reached 0.3% or above. Friday's October PPI and October PCE on 25 Nov will be watched for signs of persistent inflation.
- **Sterling: UK GDP and BoE rate outlook -** Thursday's UK Q3 GDP is a key sterling event, with a Reuters poll forecasting 0.7% quarterly growth, up from 0.5% in Q2. BoE Deputy Governor Clare Lombardelli has not ruled out another hike on 17 Dec, citing growing risks of persistent inflation. UK October CPI on 18 Nov could further shape December rate expectations and sterling positioning.
- **ECB: Around 75% chance of a December hike -** ECB Chief Economist Philip Lane said the rate path depends on energy-price effects on wages and other prices. Although energy prices are reversing, he warned of higher core inflation from second-round effects. Markets price in around a 75% chance of a December hike, up from 66% on Monday, with a move fully priced in by February. Germany's final October inflation figures are due today; the euro may be influenced by the relative pace of ECB and Fed tightening into year-end.
- **AUD at a seven-month low -** The Australian dollar was pinned to a seven-month low on Wednesday and was trailing its peers as grim economic surveys reinforced bets that local interest rates have peaked.
- **Key data and events -** Thursday's Fed speakers include Kansas City's Schmid, Cleveland's Hammack, Chicago's Goolsbee and San Francisco's Daly, whose comments may clarify the December outlook.

Market rates at opening	
GBP/USD	1.3330
GBP/EUR	1.1949
EUR/USD	1.1155
EUR/GBP	0.8368
GBP/AUD	1.9397
GBP/CAD	1.8944
GBP/CHF	1.1027
GBP/DKK	8.9324
GBP/HKD	10.4586
GBP/JPY	211.7700
GBP/NOK	12.6905
GBP/NZD	2.3802
GBP/SEK	13.1735
USD/CNY	6.6701

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.