



PHD Research Bureau
PHD Chamber of Commerce and Industry



ECB increases three key interest rates by 25 basis points

Given the continued inflationary pressures, the European Central Bank (ECB) increased three key ECB interest rates by 25 basis points. This is the record high. The ECB has revised its rates upwards for the 10th time, straight. The decision is also contingent upon the strengthening of monetary policy transmission. The Governing Council is committed to ensuring that inflation returns to its medium-term objective of 2%.

As a result, the interest rate on the main refinancing operations, as well as the interest rates on the marginal lending facility and the deposit facility, will be raised to 4.50%, 4.75%, and 4.00%, respectively, effective from September 20, 2023. Financing conditions have tightened further, reducing demand, which is an essential component in restoring inflation to goal. Due to the growing impact of this tightening on domestic demand and the worsening foreign trade climate, ECB officials have drastically reduced their economic growth predictions. They now forecast that the eurozone economy will grow by 0.7% in 2023, 1.0% in 2024, and 1.5% in 2025.

To read the complete note, Please click the below link:

<https://www.ecb.europa.eu/press/pr/date/2023/html/ecb.mp230914~aab39f8c21.en.html>

Please contact for any query related to this mail to Dr. Mansi Vinaik, Deputy Secretary at mansi.vinaik@phdcci.in with a cc to Dr S P Sharma, Chief Economist | DSG at spsharma@phdcci.in, PHD Chamber of Commerce and Industry.

Warm Regards,

Dr S P Sharma

Chief Economist | DSG

PHD Chamber of Commerce and Industry

PHD House, 4/2 Siri Institutional Area

August Kranti Marg, New Delhi-110016, India

Tel: +91 49545454

Fax: +91 11 26855450

Email: spsharma@phdcci.in

Website: www.phdcci.in



Follow us on



"Voice of Industry & Trade"



PHD House, 4/2 Siri Institutional Area, August Kranti Marg, New Delhi - 110 016 [India] • Tel. : +91-11-2686 3801-04, 49545454, 49545400
Fax : +91-11-2685 5450, 49545451 • E-mail : phdcci@phdcci.in • Website : www.phdcci.in, CIN: U74899DL1951GAP001947

Connect with us:

