

Bank base rates should be no more than 3% by now

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This [morning's short video](#) has now been published. In it, I argue that it is an economic scandal in the making that Bank of England base interest rates are not tumbling right now.



You [can view the video here](#).

The transcript is:

The Bank of England's base rate should have been cut to no more than 3 per cent by now and on a downward trajectory, but it isn't. It's at 5. 25 per cent and at the same time we've learned that inflation is at 2 per cent, which is on target.

In May 2021 we were on inflation target at 2 per cent but the bank base rate was 0.1%. Now we have bank base rate of 5. 25 per cent and inflation of 2%. This makes no sense at all.

And if Labour wants to see any growth in the economy, those bank base rates have to tumble incredibly quickly for that to happen.

I hope it does, because we're all being penalised by Bank of England base rates, which are at an unnecessarily and inappropriate high level.