

Bank of England

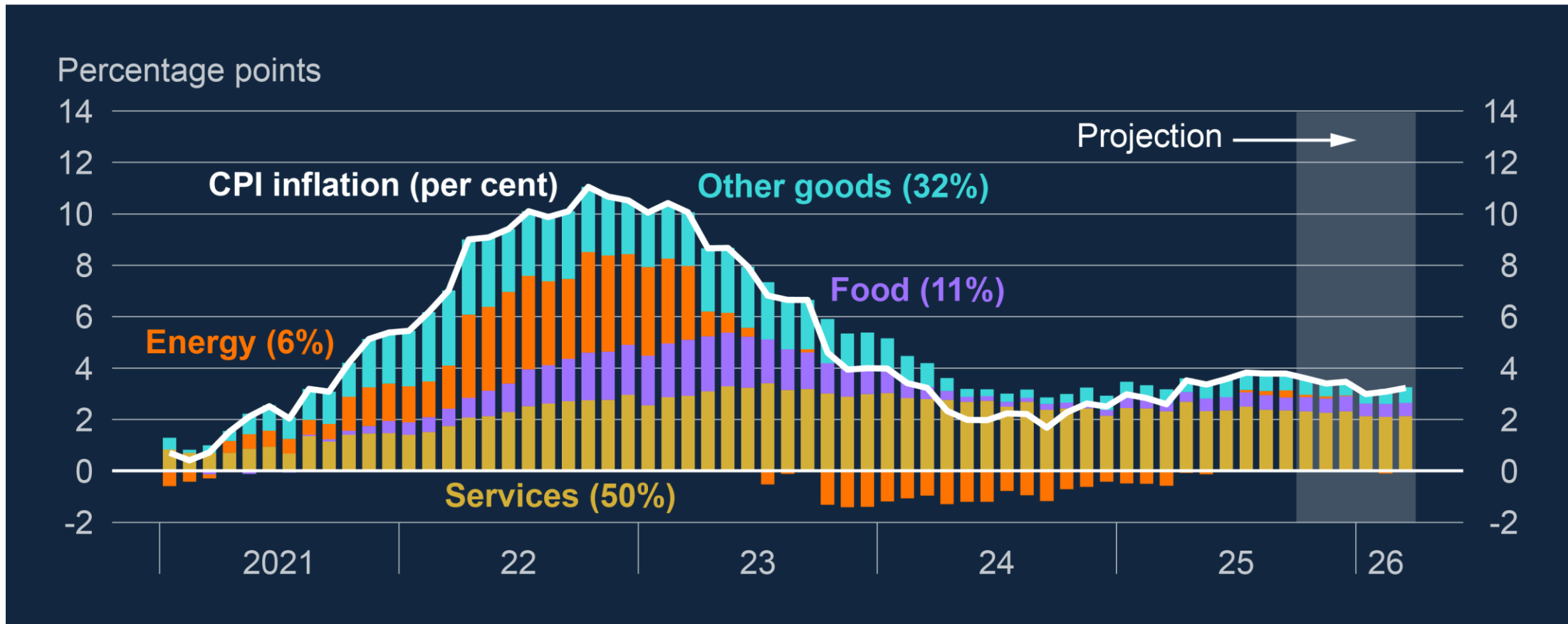
Monetary Policy Report November 2025

Press Conference



Chart 1: Inflation is expected to have peaked at 3.8% in September

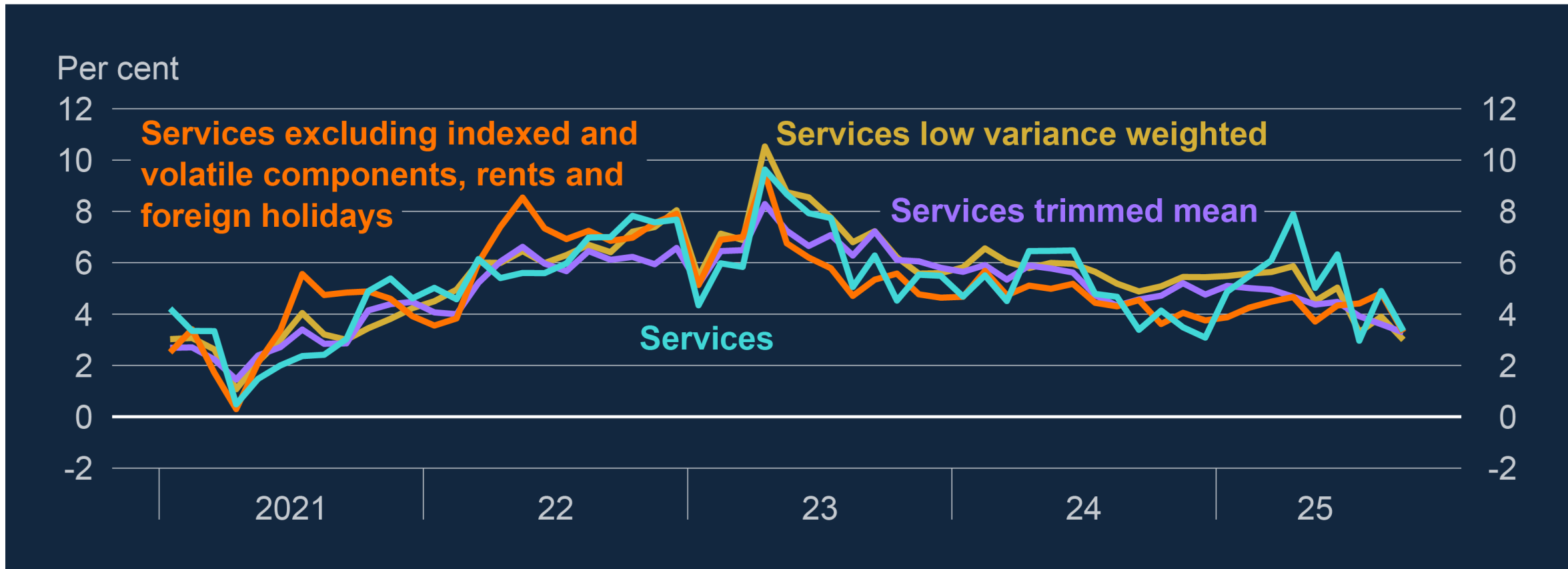
Contributions to CPI inflation (with CPI basket weights)



Sources: Bloomberg Finance L.P., Department for Energy Security and Net Zero, ONS and Bank calculations

Chart 2: Underlying services disinflation has continued

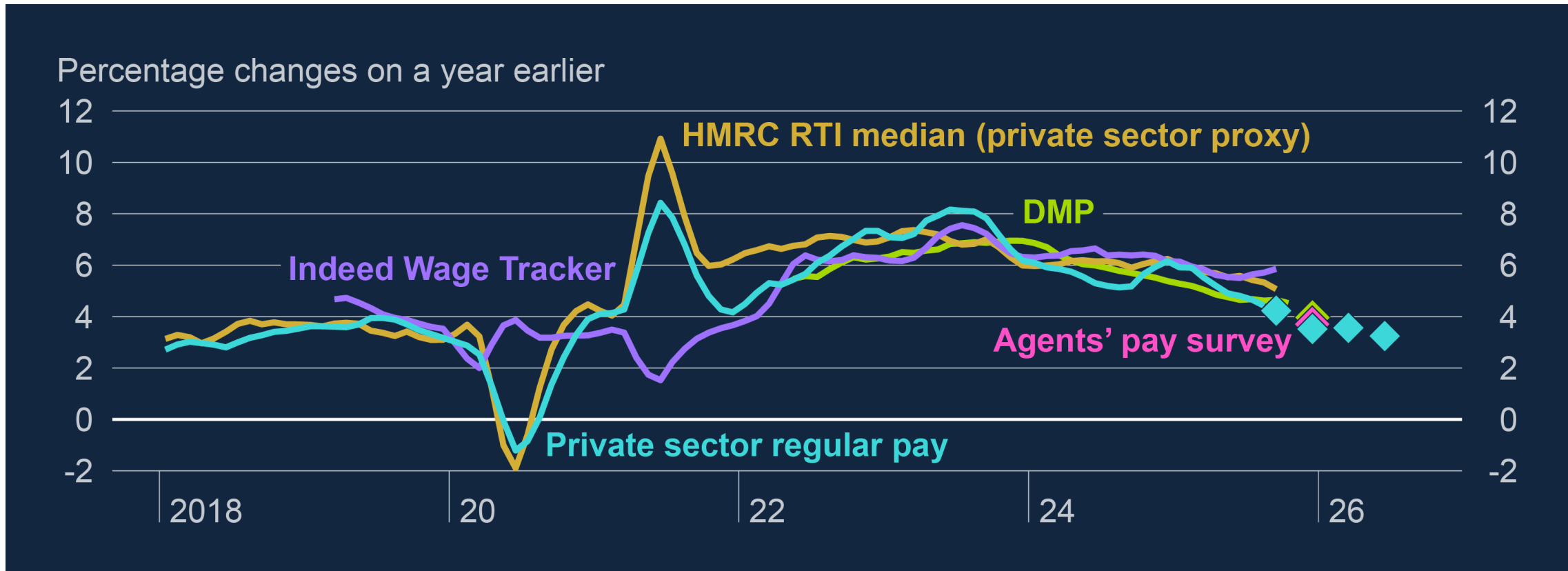
Measures of three-month average monthly annualised services price inflation



Sources: ONS and Bank calculations

Chart 3: Indicators of wage growth have declined over 2025

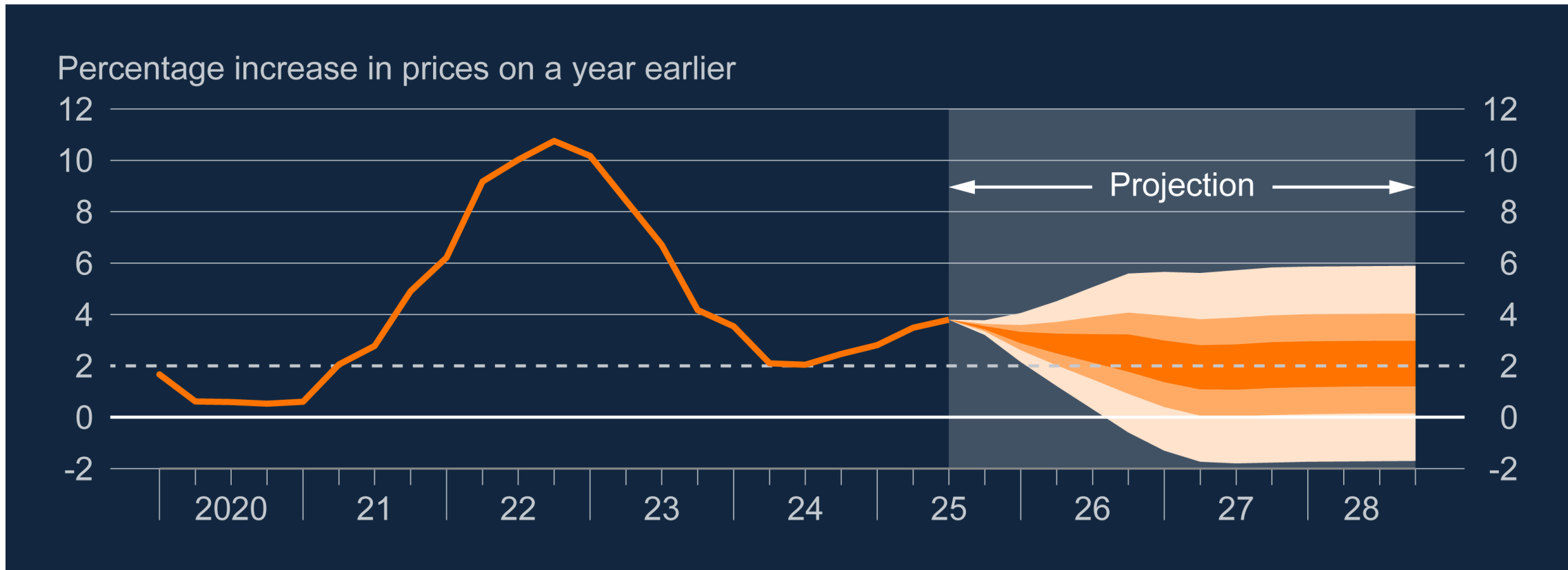
Measures of private sector wage growth



Sources: Bank Agents, DMP Survey, HMRC, Indeed, ONS and Bank calculations

Chart 4: Inflation is projected to return to the 2% target

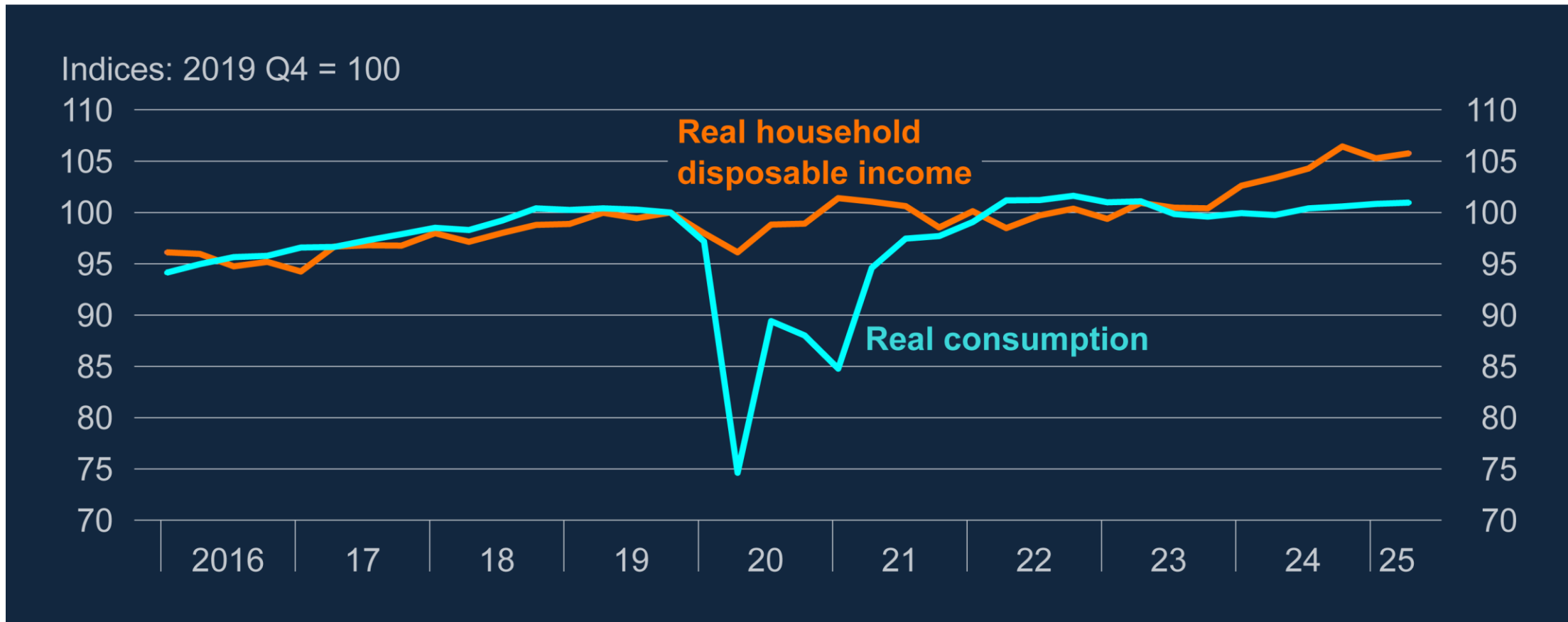
CPI inflation projection conditional on market-implied path for Bank Rate



Sources: ONS and Bank calc.

Chart 5: Real consumption growth has been very weak

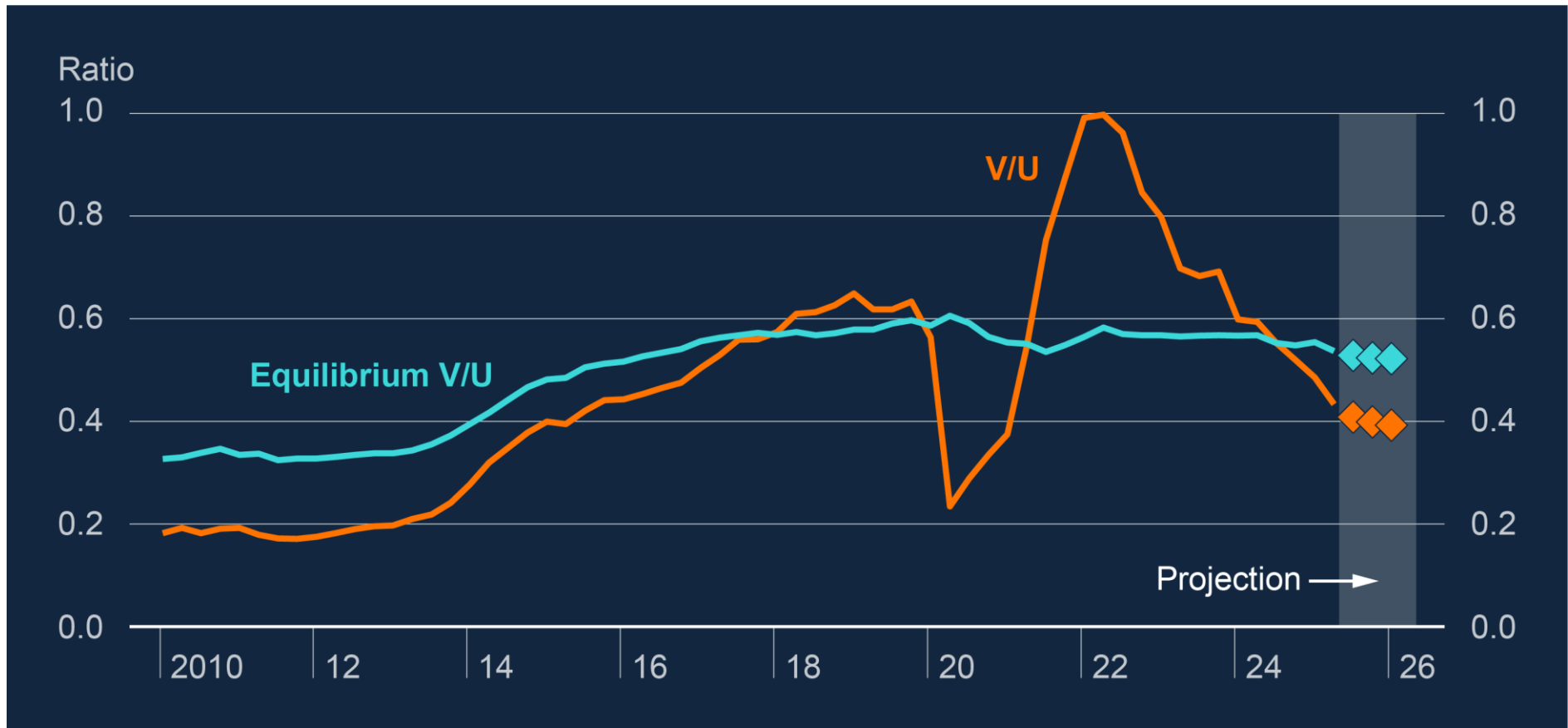
Real household consumption and disposable income



Sources: ONS and Bank calc.

Chart 6: Labour market conditions have continued to ease

The ratio of vacancies to unemployment and its equilibrium level



Sources: Advertising association/World Advertising Research Centre Expenditure Report, ONS and Bank calculations

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