

Bank of England

Santander in conversation with Huw Pill

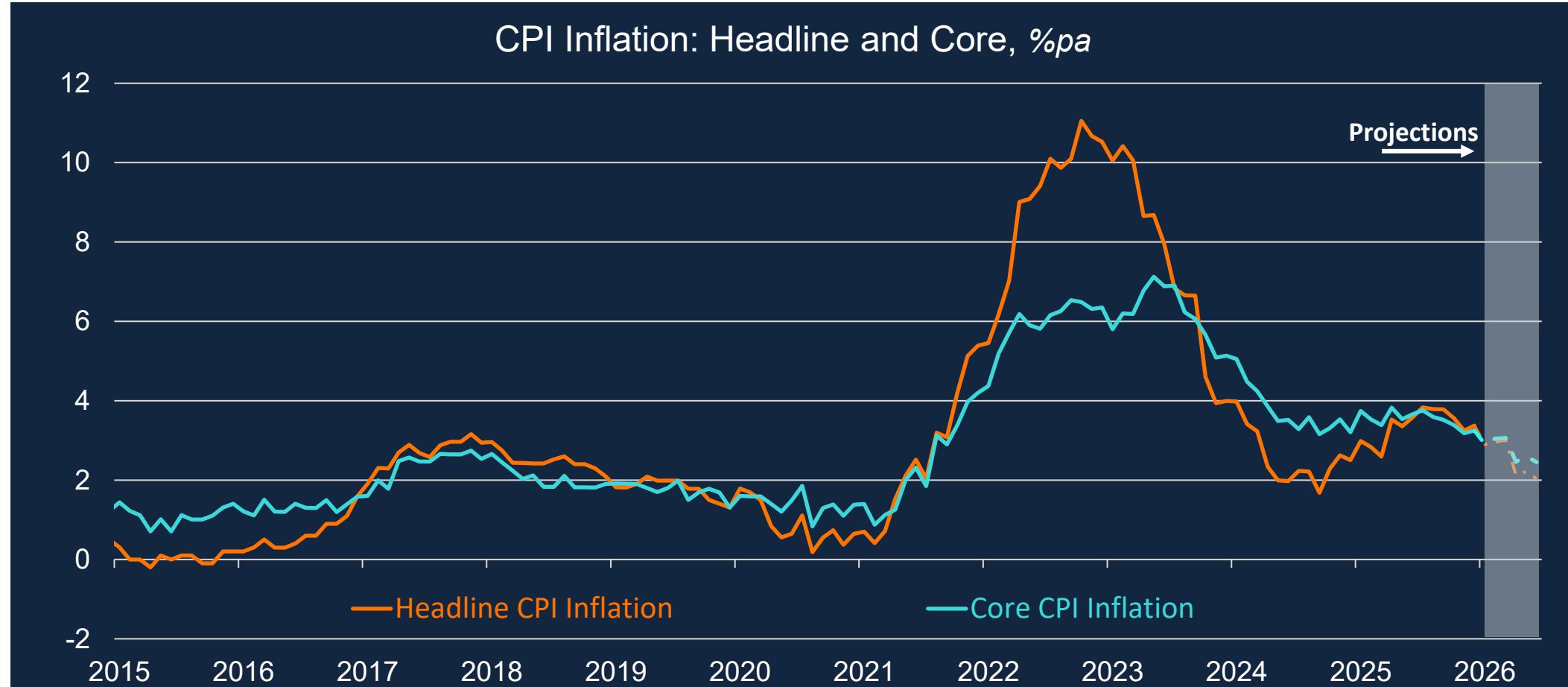
13 February 2026

Huw Pill

Bank of England

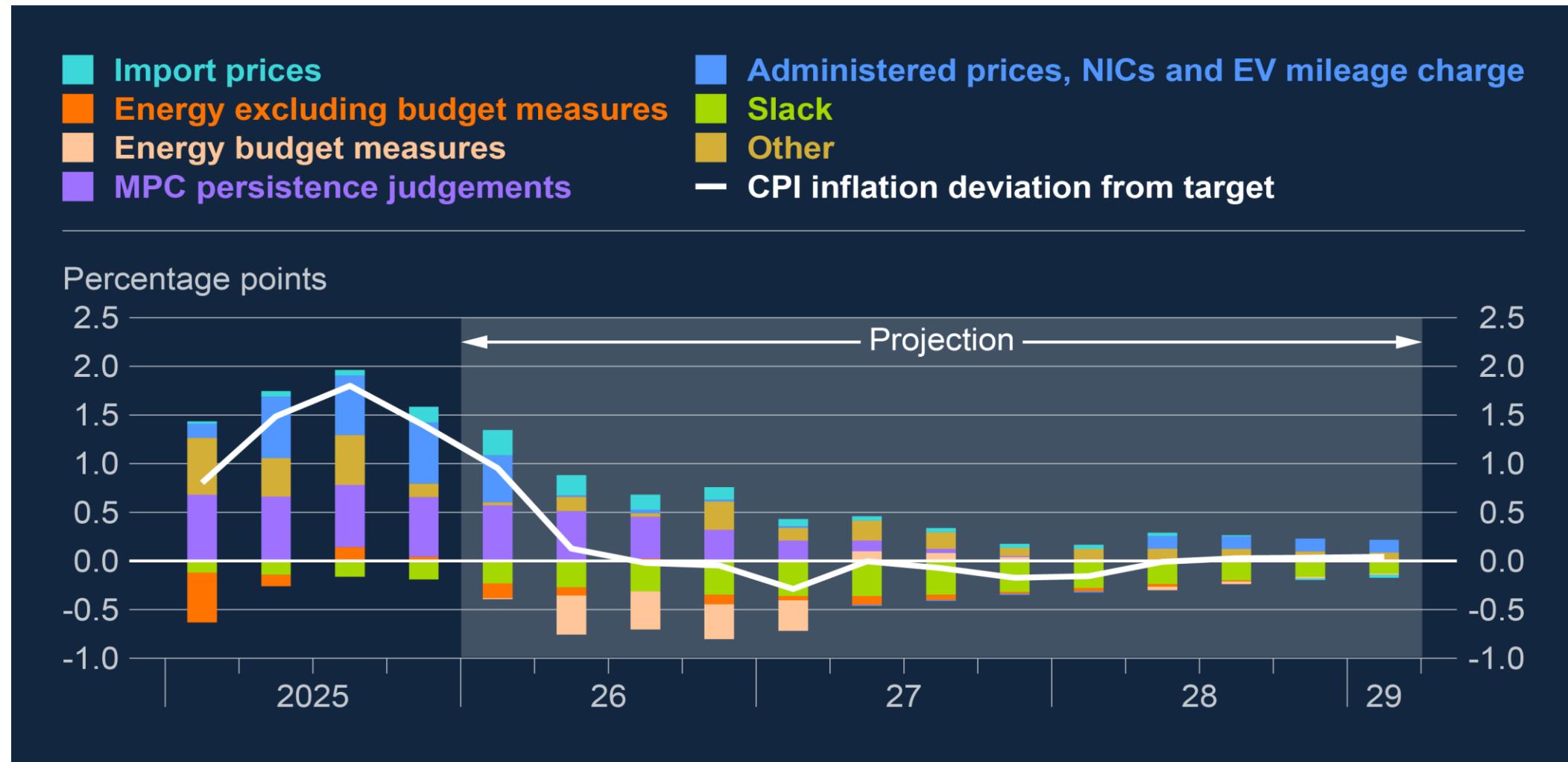


The process of disinflation towards target is on course



Source: ONS, Bank of England

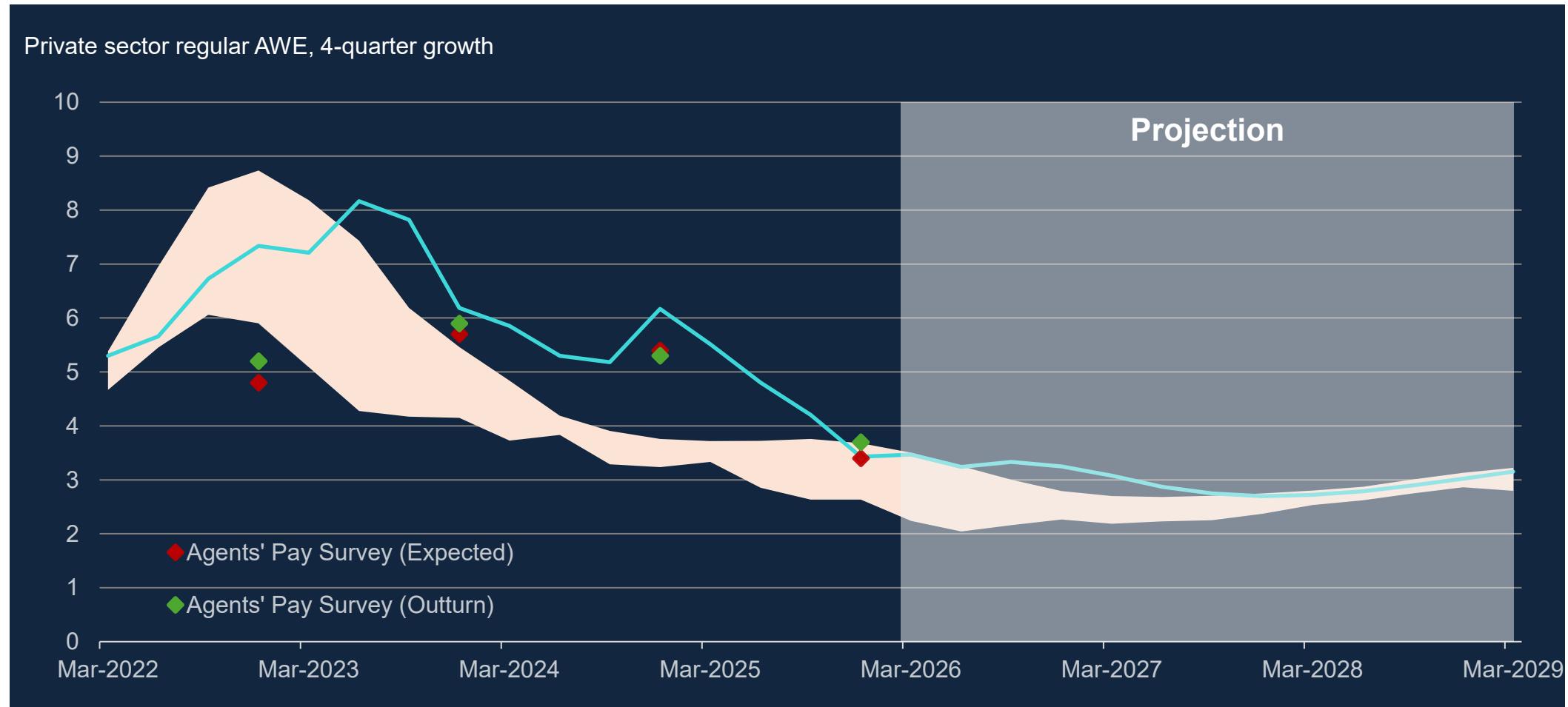
Headline inflation projected to fall to target by Q2-2026



Source: Bank of England

Chart 3.2 from February 2026 MPR

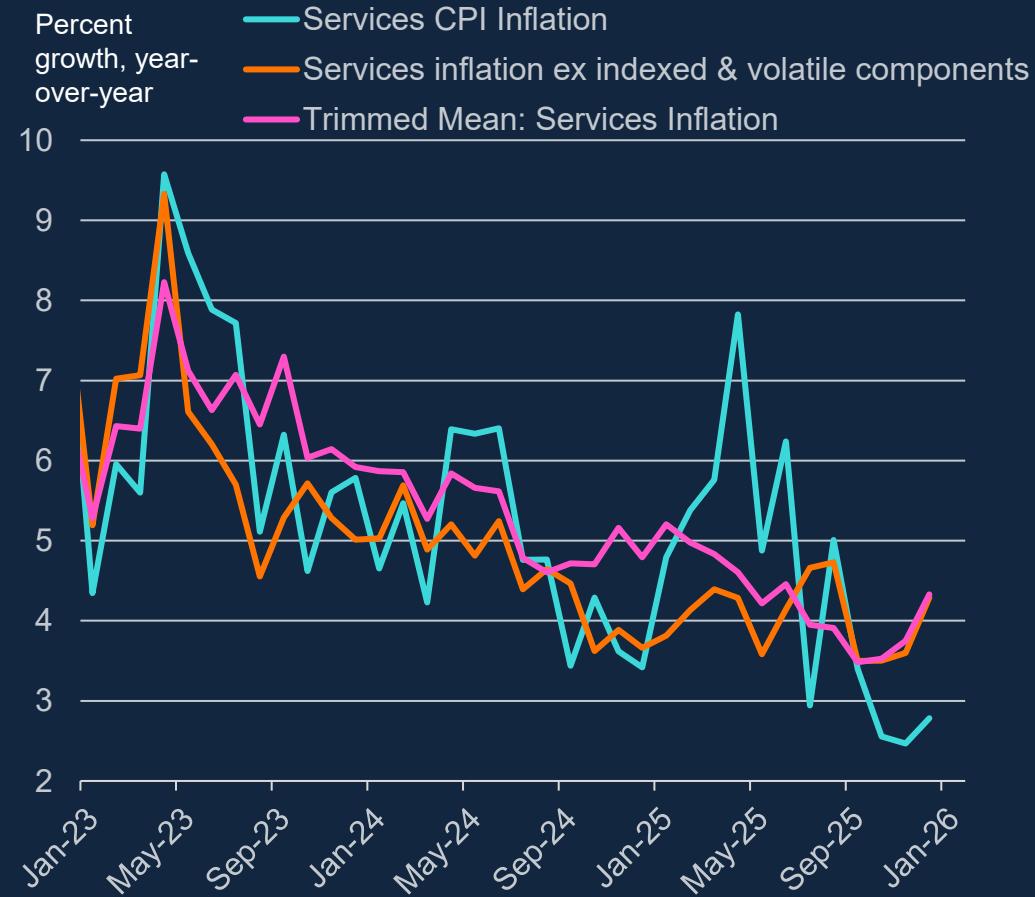
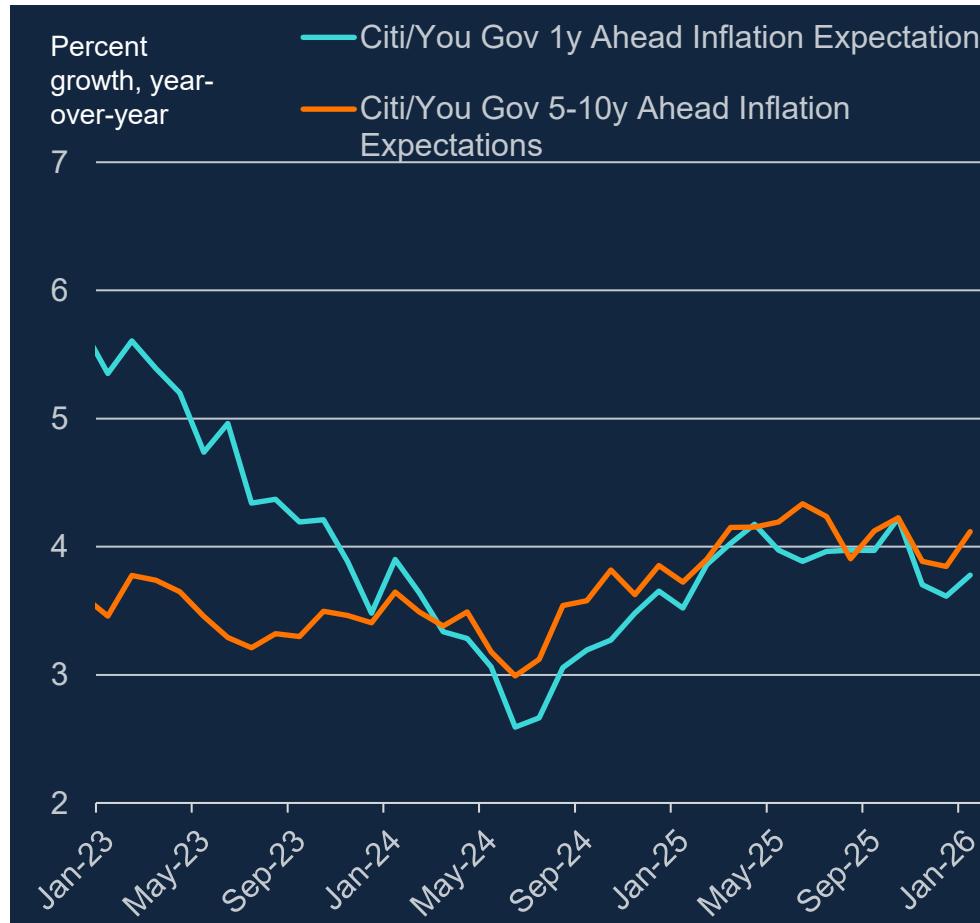
As also seen in the moderation of wage growth



Source: Bank of England

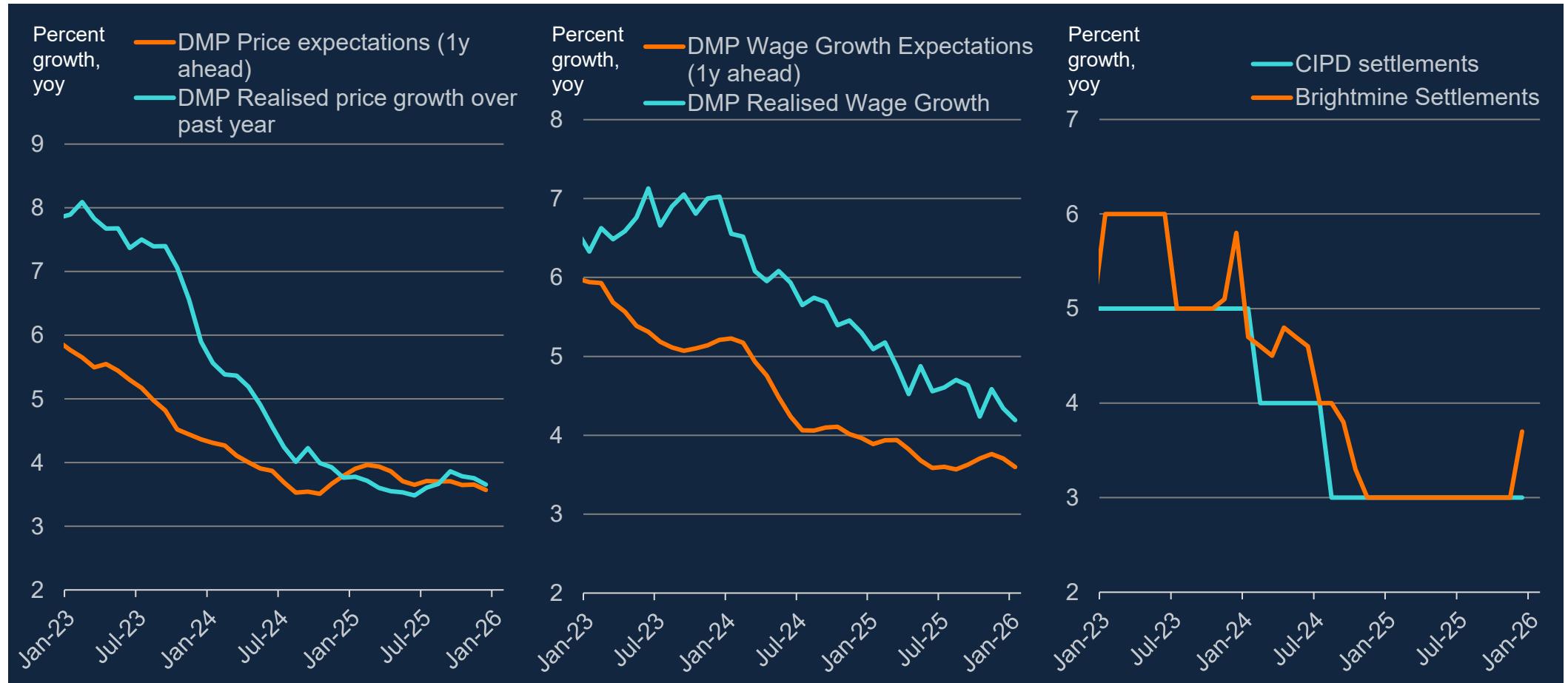
Chart 3.3 from February 2026 MPR

But the process may not yet be complete



Source: Citi/YouGov, ONS, Bank of England

But the process may not yet be complete



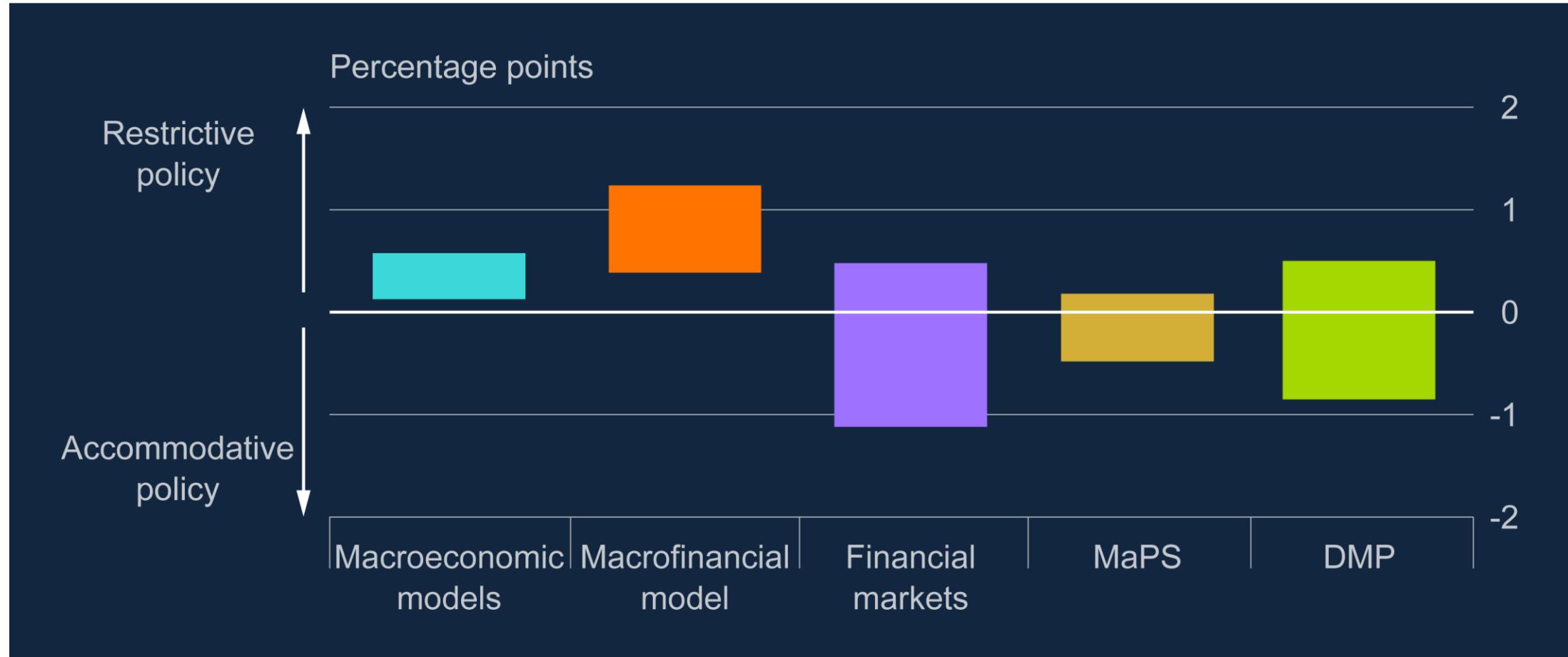
Source: CIPD, Brightmine, Bank of England

Surveys show settlements skewed above target consistent rates



Source: IDR

Different indicators suggest differing degrees of restrictiveness



Source: Bank of England

Chart 3.6 from February 2026 MPR