

ZEW / Erste Group Bank - Financial Market Survey CEE: October 2014

Current economic situation	good		acceptable (normal)		bad		balance	
Austria	12.5	(+4.5)	79.2	(-4.8)	8.3	(+0.3)	4.2	(+4.2)
Croatia	3.3	(-0.3)	29.0	(-6.7)	67.7	(+7.0)	-64.4	(-7.3)
Czech Republic	13.8	(+3.4)	79.3	(-6.9)	6.9	(+3.5)	6.9	(-0.1)
Hungary	10.0	(-8.7)	70.0	(+1.2)	20.0	(+7.5)	-10.0	(-16.2)
Poland	30.0	(+10.0)	66.7	(-10.0)	3.3	(±0.0)	26.7	(+10.0)
Romania	12.5	(+2.1)	75.0	(-11.2)	12.5	(+9.1)	0.0	(-7.0)
Slovakia	25.9	(+3.3)	70.4	(-3.8)	3.7	(+0.5)	22.2	(+2.8)
Turkey	13.5	(+3.2)	75.7	(-1.2)	10.8	(-2.0)	2.7	(+5.2)
CEE (incl. Turkey)	12.9	(+6.0)	83.9	(-2.3)	3.2	(-3.7)	9.7	(+9.7)
Eurozone	8.3	(+2.9)	66.7	(-0.9)	25.0	(-2.0)	-16.7	(+4.9)
Economic expectations	improve		no change		worsen		balance	
Austria	31.9	(+6.9)	54.5	(-3.8)	13.6	(-3.1)	18.3	(+10.0)
Croatia	20.0	(-7.6)	70.0	(+18.3)	10.0	(-10.7)	10.0	(+3.1)
Czech Republic	26.6	(-6.7)	56.7	(+6.7)	16.7	(±0.0)	9.9	(-6.7)
Hungary	20.7	(-10.7)	51.7	(+17.4)	27.6	(-6.7)	-6.9	(-4.0)
Poland	30.0	(+10.6)	53.3	(-1.5)	16.7	(-9.1)	13.3	(+19.7)
Romania	32.0	(-14.4)	56.0	(+20.3)	12.0	(-5.9)	20.0	(-8.5)
Slovakia	17.3	(-10.3)	65.5	(+10.3)	17.2	(±0.0)	0.1	(-10.3)
Turkey	21.0	(+4.7)	47.4	(-1.2)	31.6	(-3.5)	-10.6	(+8.2)
CEE (incl. Turkey)	24.2	(-5.8)	58.6	(+15.3)	17.2	(-9.5)	7.0	(+3.7)
Eurozone	27.8	(-9.4)	50.0	(+4.3)	22.2	(+5.1)	5.6	(-14.5)
Inflation rate	increase		no change		decrease		balance	
Austria	20.8	(+7.8)	62.5	(-15.8)	16.7	(+8.0)	4.1	(-0.2)
Croatia	29.0	(+11.1)	58.1	(-13.3)	12.9	(+2.2)	16.1	(+8.9)
Czech Republic	44.8	(-7.0)	48.3	(+3.5)	6.9	(+3.5)	37.9	(-10.5)
Hungary	51.8	(-1.3)	37.9	(-2.7)	10.3	(+4.0)	41.5	(-5.3)
Poland	33.3	(-4.6)	56.7	(+8.4)	10.0	(-3.8)	23.3	(-0.8)
Romania	48.0	(+3.6)	32.0	(-19.9)	20.0	(+16.3)	28.0	(-12.7)
Slovakia	38.0	(+3.5)	51.7	(-6.9)	10.3	(+3.4)	27.7	(+0.1)
Turkey	32.5	(+0.9)	32.4	(-4.4)	35.1	(+3.5)	-2.6	(-2.6)
CEE (incl. Turkey)	37.0	(+8.4)	51.9	(-12.4)	11.1	(+4.0)	25.9	(+4.4)
Eurozone	26.4	(+1.4)	61.8	(+0.7)	11.8	(-2.1)	14.6	(+3.5)
Short-term interest rates	increase		no change		decrease		balance	
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]
Croatia	6.9 (-0.5)	8.0 (-0.7)	58.6 (-8.1)	60.0 (-18.3)	34.5 (+8.6)	32.0 (+19.0)	-27.6 (-9.1)	-24.0 (-19.7)
Czech Republic	3.6 (±0.0)	4.4 (+0.2)	89.3 (+14.3)	91.3 (+8.0)	7.1 (-14.3)	4.3 (-8.2)	-3.5 (+14.3)	0.1 (+8.4)
Hungary	21.4 (+9.2)	21.7 (+7.9)	64.3 (+0.7)	69.6 (+0.6)	14.3 (-9.9)	8.7 (-8.5)	7.1 (+19.1)	13.0 (+16.4)
Poland	10.7 (+7.3)	9.0 (+9.0)	42.9 (+8.4)	45.5 (+1.5)	46.4 (-15.7)	45.5 (-10.5)	-35.7 (+23.0)	-36.5 (+19.5)
Romania	8.3 (-2.4)	15.8 (+7.5)	50.0 (+3.6)	42.1 (-12.1)	41.7 (-1.2)	42.1 (+4.6)	-33.4 (-1.2)	-26.3 (+2.9)
Turkey	30.3 (-12.6)	37.1 (-14.7)	33.3 (-6.7)	25.9 (-5.1)	36.4 (+19.3)	37.0 (+19.8)	-6.1 (-31.9)	0.1 (-34.5)
Eurozone	5.7 (+2.9)		85.7 (+2.4)		8.6 (-5.3)		-2.9 (+8.2)	
Long-term interest rates	increase		no change		decrease		balance	
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]
Croatia	32.1 (-21.8)	24.0 (-15.1)	50.0 (+15.4)	60.0 (+16.5)	17.9 (+6.4)	16.0 (-1.4)	14.2 (-28.2)	8.0 (-13.7)
Czech Republic	37.0 (-3.8)	8.4 (-4.7)	51.9 (+11.2)	83.3 (+9.4)	11.1 (-7.4)	8.3 (-4.7)	25.9 (+3.6)	0.1 (±0.0)
Hungary	50.0 (+1.7)	45.5 (+1.5)	30.8 (-3.7)	40.9 (+0.9)	19.2 (+2.0)	13.6 (-2.4)	30.8 (-0.3)	31.9 (+3.9)
Poland	29.7 (+8.2)	18.2 (+0.8)	40.7 (-16.4)	40.9 (-6.9)	29.6 (+8.2)	40.9 (+6.1)	0.1 (±0.0)	-22.7 (-5.3)
Slovakia	38.5 (+10.9)	13.0 (+0.5)	42.3 (+0.9)	69.6 (+7.1)	19.2 (-11.8)	17.4 (-7.6)	19.3 (+22.7)	-4.4 (+8.1)
Turkey	42.5 (-13.4)	44.9 (-13.7)	33.3 (+6.8)	24.1 (+3.4)	24.2 (+6.6)	31.0 (+10.3)	18.3 (-20.0)	13.9 (-24.0)
Germany	22.5 (-9.8)		58.1 (+3.3)		19.4 (+6.5)		3.1 (-16.3)	
Stock market indices	increase		no change		decrease		balance	
EURO STOXX 50	37.9	(-13.9)	27.6	(+10.4)	34.5	(+3.5)	3.4	(-17.4)
ATX (Austria)	59.1	(-15.9)	22.7	(+12.7)	18.2	(+3.2)	40.9	(-19.1)
NTX (CEE)	47.6	(-19.1)	23.8	(+9.5)	28.6	(+9.6)	19.0	(-28.7)
CROBEX (Croatia)	44.9	(-7.1)	37.9	(+5.9)	17.2	(+1.2)	27.7	(-8.3)
PX 50 (Czech Rep.)	56.6	(+6.6)	21.7	(-1.0)	21.7	(-5.6)	34.9	(+12.2)
BUX (Hungary)	46.2	(-13.1)	26.9	(+8.4)	26.9	(+4.7)	19.3	(-17.8)
WIG (Poland)	53.8	(-4.6)	23.1	(+2.3)	23.1	(+2.3)	30.7	(-6.9)
BET (Romania)	63.7	(-19.7)	22.7	(+14.4)	13.6	(+5.3)	50.1	(-25.0)
SAX (Slovakia)	23.9	(-7.7)	57.1	(+4.5)	19.0	(+3.2)	4.9	(-10.9)
ISE-100 (Turkey)	48.5	(+6.1)	18.2	(+3.0)	33.3	(-9.1)	15.2	(+15.2)
Exchange rates (vs. Euro)	appreciate		no change		depreciate		balance	
Kuna (Croatia)	10.4	(+3.5)	65.5	(+3.4)	24.1	(-6.9)	-13.7	(+10.4)
Koruna (Czech Rep.)	17.8	(-6.4)	78.6	(+26.9)	3.6	(-20.5)	14.2	(+14.1)
Forint (Hungary)	24.2	(+6.6)	37.9	(+5.5)	37.9	(-12.1)	-13.7	(+18.7)
Zloty (Poland)	40.0	(-2.8)	43.3	(+14.7)	16.7	(-11.9)	23.3	(+9.1)
Lei (Romania)	20.0	(+2.7)	60.0	(+8.3)	20.0	(-11.0)	0.0	(+13.7)
Lira (Turkey)	13.6	(+1.8)	43.2	(+19.7)	43.2	(-21.5)	-29.6	(+23.3)
US-Dollar	58.8	(-12.3)	41.2	(+30.7)	0.0	(-18.4)	58.8	(+6.1)

Note: 67 Financial market experts, 13 from which from Turkey, participated in the October survey which was conducted during the period of 9/29-10/14/2014. Analysts were asked about their expectations for the next 6 months. Numbers displayed are percentages (month-over-month percentage point changes compared to the survey in September 2014 in parentheses). Balances refer to the differences between positive and negative assessments.