

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

<b>Current economic situation</b>																
	good		acceptable (normal)		bad		balance									
Austria	16.6	(- 6.8)	76.7	(+ 3.4)	6.7	(+ 3.4)	9.9	(-10.2)								
Croatia	2.8	(- 5.1)	33.3	(+ 9.6)	63.9	(- 4.5)	-61.1	(- 0.6)								
Czech Republic	13.5	(- 2.7)	70.3	(+10.8)	16.2	(- 8.1)	-2.7	( + 5.4)								
Hungary	7.9	(+ 2.8)	55.3	(+ 9.1)	36.8	(-11.9)	-28.9	( +14.7)								
Poland	31.4	(+ 5.7)	62.9	(- 8.5)	5.7	(+ 2.8)	25.7	( + 2.9)								
Romania	15.6	(+ 3.9)	71.9	(-10.5)	12.5	(+ 6.6)	3.1	(- 2.7)								
Slovakia	14.3	(- 1.5)	74.3	(- 2.0)	11.4	(+ 3.5)	2.9	(- 5.0)								
Turkey	8.4	(-13.6)	45.8	(-22.0)	45.8	(+35.6)	-37.4	( -49.2)								
CEE (incl. Turkey)	11.8	(- 2.5)	73.5	(- 9.8)	14.7	(+12.3)	-2.9	( -14.8)								
Eurozone	13.7	(+ 2.8)	64.7	(- 0.8)	21.6	(- 2.0)	-7.9	( + 4.8)								
<b>Economic expectations</b>																
	improve		no change		worsen		balance									
Austria	51.7	(- 5.4)	48.3	(+ 5.4)	0.0	(± 0.0)	51.7	(- 5.4)								
Croatia	32.4	(- 4.2)	59.5	(+10.7)	8.1	(- 6.5)	24.3	( + 2.3)								
Czech Republic	72.2	(+ 1.9)	27.8	(- 1.9)	0.0	(± 0.0)	72.2	( + 1.9)								
Hungary	56.4	(+ 1.2)	43.6	(+ 4.1)	0.0	(- 5.3)	56.4	( + 6.5)								
Poland	58.3	(- 6.4)	41.7	(+ 6.4)	0.0	(± 0.0)	58.3	(- 6.4)								
Romania	59.3	(- 7.4)	34.4	(+ 4.1)	6.3	(+ 3.3)	53.0	( -10.7)								
Slovakia	71.4	(+ 9.2)	28.6	(- 9.2)	0.0	(± 0.0)	71.4	( + 9.2)								
Turkey	12.5	(-15.5)	37.5	(- 9.9)	50.0	(+25.4)	-37.5	( -40.9)								
CEE (incl. Turkey)	28.5	(-19.0)	62.9	(+20.4)	8.6	(- 1.4)	19.9	( -17.6)								
Eurozone	52.0	(- 9.8)	44.0	(+14.9)	4.0	(- 5.1)	48.0	( - 4.7)								
<b>Inflation rate</b>																
	increase		no change		decrease		balance									
Austria	23.1	(+ 0.9)	61.5	(+ 2.2)	15.4	(- 3.1)	7.7	( + 4.0)								
Croatia	35.3	(+ 9.6)	41.2	(-20.3)	23.5	(+10.7)	11.8	(- 1.1)								
Czech Republic	45.7	(+17.6)	42.9	(-13.4)	11.4	(- 4.2)	34.3	( +21.8)								
Hungary	51.5	(- 1.4)	31.4	(- 1.0)	17.1	(+ 2.4)	34.4	(- 3.8)								
Poland	64.5	(+19.3)	25.8	(-12.9)	9.7	(- 6.4)	54.8	( +25.7)								
Romania	50.0	(+11.3)	26.7	(- 5.6)	23.3	(- 5.7)	26.7	( +17.0)								
Slovakia	41.1	(+11.7)	47.1	(+ 5.9)	11.8	(-17.6)	29.3	( +29.3)								
Turkey	66.6	(+41.1)	16.7	(-26.9)	16.7	(-14.2)	49.9	( +55.3)								
CEE (incl. Turkey)	51.5	(+18.2)	36.4	(- 9.8)	12.1	(- 8.4)	39.4	( +26.6)								
Eurozone	31.3	(+ 0.7)	58.3	(+ 3.2)	10.4	(- 3.9)	20.9	( + 4.6)								
<b>Short-term interest rates</b>																
	increase		no change		decrease		balance									
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[rel.]							
Croatia	18.8	(- 9.0)	27.6	(- 3.6)	65.6	(+12.8)	55.2	(- 1.1)	15.6	(- 3.8)	17.2	(+ 4.7)	3.2	(- 5.2)	10.4	(- 8.3)
Czech Republic	11.7	(+11.7)	6.9	(- 0.5)	82.4	(- 4.7)	89.7	(+ 0.8)	5.9	(- 7.0)	3.4	(- 0.3)	5.8	(+18.7)	3.5	(- 0.2)
Hungary	19.0	(-11.3)	18.2	(-19.7)	35.1	(+13.9)	33.3	(+12.6)	45.9	(- 2.6)	48.5	(+ 7.1)	-26.9	(- 8.7)	-30.3	(-26.8)
Poland	18.2	(+11.3)	14.8	(+ 6.5)	69.7	(- 6.2)	74.1	(-13.4)	12.1	(- 5.1)	11.1	(+ 6.9)	6.1	(+16.4)	3.7	(- 0.4)
Romania	21.9	(- 2.3)	17.8	(-14.2)	40.6	(+ 9.6)	39.3	(+ 7.3)	37.5	(- 7.3)	42.9	(+ 6.9)	-15.6	(+ 5.0)	-25.1	(-21.1)
Turkey	68.7	(+21.7)	72.0	(+20.9)	27.1	(-10.2)	23.3	(-12.3)	4.2	(-11.5)	4.7	(- 8.6)	64.5	(+33.2)	67.3	(+29.5)
Eurozone	17.6	(+ 9.6)			76.5	(+ 0.5)			5.9	(-10.1)			11.7	(+19.7)		
<b>Long-term interest rates</b>																
	increase		no change		decrease		balance									
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[rel.]							
Croatia	58.0	(- 2.0)	43.3	(- 1.9)	32.3	(+ 3.7)	50.0	(+11.3)	9.7	(- 1.7)	6.7	(- 9.4)	48.3	(- 0.3)	36.6	(+ 7.5)
Czech Republic	46.4	(+ 8.4)	14.8	(+10.9)	50.0	(- 1.7)	77.8	(+ 8.6)	3.6	(- 6.7)	7.4	(-19.5)	42.8	(+15.1)	7.4	(+30.4)
Hungary	60.6	(+ 6.0)	43.7	(- 3.0)	30.3	(+ 6.1)	34.4	(+11.1)	9.1	(-12.1)	21.9	(- 8.1)	51.5	(+18.1)	21.8	(+ 5.1)
Poland	56.6	(+22.1)	31.1	(+11.1)	36.7	(-11.6)	58.6	(+ 6.6)	6.7	(-10.5)	10.3	(-17.7)	49.9	(+32.6)	20.8	(+28.8)
Slovakia	53.3	(+ 0.2)	14.2	(+ 3.5)	40.0	(+ 8.7)	67.9	(+ 3.6)	6.7	(- 8.9)	17.9	(- 7.1)	46.6	(+ 9.1)	-3.7	(+10.6)
Turkey	73.4	(+17.4)	69.8	(+23.0)	22.2	(+ 4.2)	18.6	(- 6.9)	4.4	(-21.6)	11.6	(-16.1)	69.0	(+39.0)	58.2	(+39.1)
Germany	55.3	(± 0.0)			42.1	(± 0.0)			2.6	(± 0.0)			52.7	(± 0.0)		
<b>Stock market indices</b>																
	increase		no change		decrease		balance									
EURO STOXX 50	66.6	(+ 9.8)	16.7	(+ 0.8)	16.7	(-10.6)	49.9	( +20.4)								
ATX (Austria)	78.6	(+14.3)	10.7	(- 3.6)	10.7	(-10.7)	67.9	( +25.0)								
NTX (CEE)	69.0	(+ 6.5)	13.8	(+ 4.4)	17.2	(-10.9)	51.8	( +17.4)								
CROBEX (Croatia)	57.6	(- 3.5)	33.3	(+ 8.3)	9.1	(- 4.8)	48.5	( + 1.3)								
PX 50 (Czech Rep.)	64.3	(+ 1.0)	25.0	(+ 8.3)	10.7	(- 9.3)	53.6	( +10.3)								
BUX (Hungary)	61.3	(+14.4)	25.8	(- 2.3)	12.9	(-12.1)	48.4	( +26.5)								
WIG (Poland)	65.6	(+14.0)	17.2	(- 8.6)	17.2	(- 5.4)	48.4	( +19.4)								
BET (Romania)	77.8	(+ 9.9)	11.1	(+ 0.4)	11.1	(-10.3)	66.7	( +20.2)								
SAX (Slovakia)	43.5	(+ 1.2)	47.8	(+13.2)	8.7	(-14.4)	34.8	( +15.6)								
ISE-100 (Turkey)	37.0	(- 6.6)	21.7	(+ 1.7)	41.3	(+ 4.9)	-4.3	( -11.5)								
<b>Exchange rates (vs. Euro)</b>																
	appreciate		no change		depreciate		balance									
Kuna (Croatia)	17.1	(-10.4)	62.9	(+12.9)	20.0	(- 2.5)	-2.9	( - 7.9)								
Koruna (Czech Rep.)	29.4	(+ 3.1)	61.8	(+ 3.9)	8.8	(- 7.0)	20.6	( +10.1)								
Forint (Hungary)	11.4	(- 1.1)	48.6	(+18.6)	40.0	(-17.5)	-28.6	( +16.4)								
Zloty (Poland)	36.3	(- 9.4)	48.5	(+17.1)	15.2	(- 7.7)	21.1	(- 1.7)								
Lei (Romania)	22.5	(- 1.8)	58.1	(+ 3.6)	19.4	(- 1.8)	3.1	(± 0.0)								
Lira (Turkey)	20.9	(- 5.9)	33.3	(+ 1.2)	45.8	(+ 4.7)	-24.9	( -10.6)								
US-Dollar	61.2	(+ 4.6)	24.5	(+ 1.9)	14.3	(- 6.5)	46.9	( +11.1)								

Note: 92 Financial market experts, 20 from which from Turkey, participated in the January survey which was conducted during the period of 1/7-1/21/2014. 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 December 2013 in parentheses). Balances refer to the differences between positive and negative assessments.