

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

Current economic situation																
	good		acceptable (normal)		bad		balance									
Austria	23.8	(+ 2.0)	71.4	(- 2.5)	4.8	(+ 0.5)	19.0	(+ 1.5)								
Croatia	10.3	(+ 7.0)	34.5	(+ 5.5)	55.2	(-12.5)	-44.9	(+19.5)								
Czech Republic	37.9	(+28.2)	62.1	(-25.0)	0.0	(- 3.2)	37.9	(+31.4)								
Hungary	13.8	(+10.7)	69.0	(+ 0.2)	17.2	(-10.9)	-3.4	(+21.6)								
Poland	46.7	(+10.0)	53.3	(-10.0)	0.0	(± 0.0)	46.7	(+10.0)								
Romania	33.3	(+11.1)	63.0	(+ 3.7)	3.7	(-14.8)	29.6	(+25.9)								
Slovakia	32.1	(+10.3)	67.9	(- 4.0)	0.0	(- 6.3)	32.1	(+16.6)								
Turkey	18.4	(+10.1)	63.2	(-14.6)	18.4	(+ 4.5)	0.0	(+ 5.6)								
CEE (incl. Turkey)	17.8	(+14.5)	78.6	(- 8.1)	3.6	(- 6.4)	14.2	(+20.9)								
Eurozone	13.3	(+ 2.2)	76.7	(+ 1.7)	10.0	(- 3.9)	3.3	(+ 6.1)								
Economic expectations																
	improve		no change		worsen		balance									
Austria	40.0	(-14.5)	55.0	(+ 9.5)	5.0	(+ 5.0)	35.0	(-19.5)								
Croatia	39.3	(+ 1.3)	50.0	(+ 5.2)	10.7	(- 6.5)	28.6	(+ 7.8)								
Czech Republic	60.8	(- 5.9)	32.1	(- 1.2)	7.1	(+ 7.1)	53.7	(-13.0)								
Hungary	48.2	(- 8.0)	37.0	(+ 5.7)	14.8	(+ 2.3)	33.4	(-10.3)								
Poland	48.3	(± 0.0)	44.8	(- 3.5)	6.9	(+ 3.5)	41.4	(- 3.5)								
Romania	48.0	(- 2.0)	44.0	(- 2.2)	8.0	(+ 4.2)	40.0	(- 6.2)								
Slovakia	60.8	(- 3.7)	32.1	(- 0.2)	7.1	(+ 3.9)	53.7	(- 7.6)								
Turkey	33.3	(+ 6.2)	36.1	(-12.5)	30.6	(+ 6.3)	2.7	(- 0.1)								
CEE (incl. Turkey)	44.5	(+ 3.7)	48.1	(+ 3.7)	7.4	(- 7.4)	37.1	(+11.1)								
Eurozone	46.5	(- 6.2)	46.4	(+ 4.7)	7.1	(+ 1.5)	39.4	(- 7.7)								
Inflation rate																
	increase		no change		decrease		balance									
Austria	23.8	(- 8.1)	71.4	(+ 7.8)	4.8	(+ 0.3)	19.0	(- 8.4)								
Croatia	24.2	(- 7.9)	51.7	(+ 8.8)	24.1	(- 0.9)	0.1	(- 7.0)								
Czech Republic	48.3	(- 6.9)	48.3	(+13.8)	3.4	(- 6.9)	44.9	(± 0.0)								
Hungary	55.2	(- 7.3)	20.7	(- 1.2)	24.1	(+ 8.5)	31.1	(-15.8)								
Poland	40.0	(-17.2)	43.3	(+ 7.6)	16.7	(+ 9.6)	23.3	(-26.8)								
Romania	53.8	(-12.9)	15.4	(+ 2.9)	30.8	(+10.0)	23.0	(-22.9)								
Slovakia	44.9	(- 3.4)	37.9	(- 6.9)	17.2	(+10.3)	27.7	(-13.7)								
Turkey	29.8	(- 5.4)	27.0	(± 0.0)	43.2	(+ 5.4)	-13.4	(-10.8)								
CEE (incl. Turkey)	33.4	(+ 2.6)	45.8	(-11.9)	20.8	(+ 9.3)	12.6	(- 6.7)								
Eurozone	29.0	(-14.7)	51.6	(+ 7.8)	19.4	(+ 6.9)	9.6	(-21.6)								
Short-term interest rates																
	increase		no change		decrease		balance									
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]								
Croatia	3.7	(-10.6)	8.0	(-10.2)	81.5	(- 0.6)	88.0	(+10.7)	14.8	(+11.2)	4.0	(- 0.5)	-11.1	(-21.8)	4.0	(- 9.7)
Czech Republic	7.1	(- 9.6)	16.7	(+ 4.7)	89.3	(+ 9.3)	70.8	(- 9.2)	3.6	(+ 0.3)	12.5	(+ 4.5)	3.5	(- 9.9)	4.2	(+ 0.2)
Hungary	10.3	(-13.9)	15.4	(- 9.6)	48.3	(- 0.2)	42.3	(- 7.7)	41.4	(+14.1)	42.3	(+17.3)	-31.1	(-28.0)	-26.9	(-26.9)
Poland	10.7	(-16.9)	13.1	(- 8.6)	53.6	(-11.9)	56.5	(- 4.4)	35.7	(+28.8)	30.4	(+13.0)	-25.0	(-45.7)	-17.3	(-21.6)
Romania	20.0	(- 7.0)	31.8	(+ 3.2)	52.0	(- 1.8)	40.9	(- 6.7)	28.0	(+ 8.8)	27.3	(+ 3.5)	-8.0	(-15.8)	4.5	(- 0.3)
Turkey	24.2	(-16.4)	34.3	(- 7.6)	39.4	(- 1.1)	31.3	(- 1.0)	36.4	(+17.5)	34.4	(+ 8.6)	-12.2	(-33.9)	-0.1	(-16.2)
Eurozone	6.1	(-12.3)			72.7	(+ 1.6)			21.2	(+10.7)			-15.1	(-23.0)		
Long-term interest rates																
	increase		no change		decrease		balance									
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]								
Croatia	32.0	(-12.5)	27.3	(+ 8.3)	48.0	(+ 3.6)	59.1	(- 7.6)	20.0	(+ 8.9)	13.6	(- 0.7)	12.0	(-21.4)	13.7	(+ 9.0)
Czech Republic	46.2	(- 9.0)	21.7	(+ 9.2)	50.0	(+12.1)	69.6	(- 5.4)	3.8	(- 3.1)	8.7	(- 3.8)	42.4	(- 5.9)	13.0	(+13.0)
Hungary	40.8	(- 6.1)	33.4	(- 7.4)	40.7	(+ 3.2)	45.8	(+ 5.1)	18.5	(+ 2.9)	20.8	(+ 2.3)	22.3	(- 9.0)	12.6	(- 9.7)
Poland	42.8	(- 3.7)	20.8	(- 1.0)	42.9	(- 3.5)	62.5	(+ 6.0)	14.3	(+ 7.2)	16.7	(- 5.0)	28.5	(-10.9)	4.1	(+ 4.0)
Slovakia	37.1	(-11.2)	20.8	(- 1.0)	48.1	(+10.2)	66.7	(- 7.2)	14.8	(+ 1.0)	12.5	(+ 8.2)	22.3	(-12.2)	8.3	(- 9.2)
Turkey	38.7	(- 8.4)	35.5	(-12.8)	32.3	(- 3.0)	38.7	(+11.1)	29.0	(+11.4)	25.8	(+ 1.7)	9.7	(-19.8)	9.7	(-14.5)
Germany	40.7	(+ 5.2)			51.9	(+ 3.5)			7.4	(- 8.7)			33.3	(+13.9)		
Stock market indices																
	increase		no change		decrease		balance									
EURO STOXX 50	48.2	(+ 3.7)	22.2	(-14.8)	29.6	(+11.1)	18.6	(- 7.4)								
ATX (Austria)	61.1	(+ 2.0)	27.8	(+ 5.1)	11.1	(- 7.1)	50.0	(+ 9.1)								
NTX (CEE)	62.0	(+ 2.9)	19.0	(- 8.3)	19.0	(+ 5.4)	43.0	(- 2.5)								
CROBEX (Croatia)	55.6	(+ 5.6)	37.0	(+ 8.4)	7.4	(-14.0)	48.2	(+19.6)								
PX 50 (Czech Rep.)	66.7	(+14.7)	20.8	(- 7.2)	12.5	(- 7.5)	54.2	(+22.2)								
BUX (Hungary)	50.0	(- 5.6)	37.5	(+15.3)	12.5	(- 9.7)	37.5	(+ 4.1)								
WIG (Poland)	65.4	(+ 9.4)	19.2	(+ 3.2)	15.4	(-12.6)	50.0	(+22.0)								
BET (Romania)	68.2	(+ 6.3)	22.7	(- 1.1)	9.1	(- 5.2)	59.1	(+11.5)								
SAX (Slovakia)	39.2	(- 6.2)	47.8	(+ 2.3)	13.0	(+ 3.9)	26.2	(-10.1)								
ISE-100 (Turkey)	55.5	(+22.2)	16.7	(-28.8)	27.8	(+ 6.6)	27.7	(+15.6)								
Exchange rates (vs. Euro)																
	appreciate		no change		depreciate		balance									
Kuna (Croatia)	20.0	(- 7.6)	50.0	(- 5.2)	30.0	(+12.8)	-10.0	(-20.4)								
Koruna (Czech Rep.)	34.5	(± 0.0)	55.2	(± 0.0)	10.3	(± 0.0)	24.2	(± 0.0)								
Forint (Hungary)	10.4	(-12.2)	58.6	(+32.8)	31.0	(-20.6)	-20.6	(+ 8.4)								
Zloty (Poland)	40.0	(-10.0)	46.7	(+13.4)	13.3	(- 3.4)	26.7	(- 6.6)								
Lei (Romania)	25.9	(-10.1)	55.6	(- 0.4)	18.5	(+10.5)	7.4	(-20.6)								
Lira (Turkey)	22.2	(-14.6)	41.7	(+20.6)	36.1	(- 6.0)	-13.9	(- 8.6)								
US-Dollar	50.0	(-12.4)	28.6	(- 2.7)	21.4	(+15.1)	28.6	(-27.5)								

Note: 73 Financial market experts, 14 from which from Turkey, participated in the June survey which was conducted during the period of 6/2-6/16/2014. 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 May 2014 in parentheses). Balances refer to the differences between positive and negative assessments.