

ZEW / Erste Group Bank - Financial Market Survey CEE: October 2013

Current economic situation								
	good		acceptable (normal)		bad		balance	
Austria	28.0	(+ 7.1)	68.0	(- 2.8)	4.0	(- 4.3)	24.0	(+11.4)
Croatia	3.6	(- 3.6)	35.7	(+14.3)	60.7	(-10.7)	-57.1	(+ 7.1)
Czech Republic	15.6	(± 0.0)	59.4	(+ 6.3)	25.0	(- 6.3)	-9.4	(+ 6.3)
Hungary	0.0	(- 3.2)	59.4	(+27.1)	40.6	(-23.9)	-40.6	(+20.7)
Poland	16.1	(- 3.9)	77.4	(+17.4)	6.5	(-13.5)	9.6	(+ 9.6)
Romania	7.1	(- 0.6)	64.3	(+ 6.6)	28.6	(- 6.0)	-21.5	(+ 5.4)
Slovakia	19.3	(+ 9.3)	61.3	(- 8.7)	19.4	(- 0.6)	-0.1	(+ 9.9)
Turkey	22.2	(+ 2.2)	66.7	(+ 6.7)	11.1	(- 8.9)	11.1	(+11.1)
CEE (incl. Turkey)	22.2	(+ 0.7)	66.7	(+ 9.6)	11.1	(-10.3)	11.1	(+11.0)
Eurozone	15.4	(+ 7.5)	59.0	(- 6.8)	25.6	(- 0.7)	-10.2	(+ 8.2)
Economic expectations								
	improve		no change		worsen		balance	
Austria	58.3	(- 4.2)	41.7	(+ 4.2)	0.0	(± 0.0)	58.3	(- 4.2)
Croatia	48.2	(+ 1.8)	44.4	(- 9.2)	7.4	(+ 7.4)	40.8	(- 5.6)
Czech Republic	74.2	(- 3.9)	25.8	(+ 3.9)	0.0	(± 0.0)	74.2	(- 3.9)
Hungary	46.9	(- 4.7)	50.0	(+ 8.1)	3.1	(- 3.4)	43.8	(- 1.3)
Poland	46.7	(- 3.3)	50.0	(+ 6.7)	3.3	(- 3.4)	43.4	(+ 0.1)
Romania	60.7	(+ 6.8)	39.3	(+ 4.7)	0.0	(-11.5)	60.7	(+18.3)
Slovakia	50.0	(- 6.7)	50.0	(+10.0)	0.0	(- 3.3)	50.0	(- 3.4)
Turkey	22.9	(- 7.1)	60.0	(+20.0)	17.1	(-12.9)	5.8	(+ 5.8)
CEE (incl. Turkey)	42.3	(- 4.1)	50.0	(+ 7.1)	7.7	(- 3.0)	34.6	(- 1.1)
Eurozone	59.5	(+ 7.0)	37.8	(- 7.2)	2.7	(+ 0.2)	56.8	(+ 6.8)
Inflation rate								
	increase		no change		decrease		balance	
Austria	13.1	(-11.9)	73.9	(+11.4)	13.0	(+ 0.5)	0.1	(-12.4)
Croatia	25.9	(- 3.8)	59.3	(+14.9)	14.8	(-11.1)	11.1	(+ 7.3)
Czech Republic	16.7	(-15.6)	53.3	(+ 1.7)	30.0	(+13.9)	-13.3	(-29.5)
Hungary	41.9	(- 8.1)	51.6	(+24.9)	6.5	(-16.8)	35.4	(+ 8.7)
Poland	42.8	(+ 2.8)	53.6	(+ 0.3)	3.6	(- 3.1)	39.2	(+ 5.9)
Romania	32.0	(+ 8.0)	52.0	(+12.0)	16.0	(-20.0)	16.0	(+28.0)
Slovakia	25.0	(+ 3.6)	67.9	(± 0.0)	7.1	(- 3.6)	17.9	(+ 7.2)
Turkey	35.3	(- 0.6)	44.1	(+13.3)	20.6	(-12.7)	14.7	(+12.1)
CEE (incl. Turkey)	34.8	(-11.4)	56.5	(+14.2)	8.7	(- 2.8)	26.1	(- 8.6)
Eurozone	15.6	(-15.0)	81.3	(+23.0)	3.1	(- 8.0)	12.5	(- 7.0)
Short-term interest rates								
	increase		no change		decrease		balance	
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]
Croatia	41.7 (+17.7)	36.8 (+14.0)	50.0 (- 6.0)	42.1 (-12.4)	8.3 (-11.7)	21.1 (- 1.6)	33.4 (+29.4)	15.7 (+15.6)
Czech Republic	10.3 (+ 6.7)	4.0 (± 0.0)	89.7 (+ 0.4)	80.0 (- 4.0)	0.0 (- 7.1)	16.0 (+ 4.0)	10.3 (+13.8)	-12.0 (- 4.0)
Hungary	13.8 (+ 3.0)	11.5 (+ 3.2)	44.8 (+12.7)	30.8 (+ 5.8)	41.4 (-15.7)	57.7 (- 9.0)	-27.6 (+18.7)	-46.2 (+12.2)
Poland	17.3 (+ 6.2)	8.0 (- 5.1)	65.5 (- 8.6)	68.0 (+ 2.8)	17.2 (+ 2.4)	24.0 (+ 2.3)	0.1 (+ 3.8)	-16.0 (- 7.4)
Romania	25.0 (+11.9)	20.0 (+ 9.5)	41.7 (- 6.1)	40.0 (- 2.1)	33.3 (- 5.8)	40.0 (- 7.4)	-8.3 (+17.7)	-20.0 (+16.9)
Turkey	48.4 (+ 1.2)	48.2 (- 1.8)	38.7 (+13.7)	37.0 (+13.7)	12.9 (-14.9)	14.8 (-11.9)	35.5 (+16.1)	33.4 (+10.1)
Eurozone	12.2 (-13.5)		84.8 (+13.4)		3.0 (+ 0.1)		9.2 (-13.6)	
Long-term interest rates								
	increase		no change		decrease		balance	
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]
Croatia	63.6 (+ 1.1)	50.0 (± 0.0)	27.3 (+ 6.5)	40.0 (± 0.0)	9.1 (- 7.6)	10.0 (± 0.0)	54.5 (+ 8.7)	40.0 (± 0.0)
Czech Republic	50.0 (+ 1.7)	12.5 (-12.5)	42.3 (+ 4.4)	79.2 (+29.2)	7.7 (- 6.1)	8.3 (-16.7)	42.3 (+ 7.8)	4.2 (+ 4.2)
Hungary	40.8 (- 5.6)	44.0 (+ 2.3)	29.6 (+ 4.6)	20.0 (+11.7)	29.6 (+ 1.0)	36.0 (-14.0)	11.2 (- 6.6)	8.0 (+16.3)
Poland	46.1 (- 9.5)	25.0 (-14.2)	30.8 (+ 8.6)	58.3 (+19.2)	23.1 (+ 0.9)	16.7 (- 5.0)	23.0 (-10.4)	8.3 (- 9.2)
Slovakia	64.0 (+ 4.0)	21.7 (+ 2.6)	24.0 (- 8.0)	69.6 (- 1.8)	12.0 (+ 4.0)	8.7 (- 0.8)	52.0 (± 0.0)	13.0 (+ 3.4)
Turkey	51.7 (+ 4.5)	46.2 (- 3.8)	27.6 (+ 2.6)	34.6 (+ 7.9)	20.7 (- 7.1)	19.2 (- 4.1)	31.0 (+11.6)	27.0 (+ 0.3)
Germany	51.8 (- 6.2)		44.8 (+12.5)		3.4 (- 6.3)		48.4 (+ 0.1)	
Stock market indices								
	increase		no change		decrease		balance	
EURO STOXX 50	70.4	(+ 9.6)	18.5	(-13.6)	11.1	(+ 4.0)	59.3	(+ 5.6)
ATX (Austria)	71.5	(+ 8.3)	19.0	(-17.8)	9.5	(+ 9.5)	62.0	(- 1.2)
NTX (CEE)	82.7	(+ 1.7)	13.0	(- 6.0)	4.3	(+ 4.3)	78.4	(- 2.6)
CROBEX (Croatia)	56.5	(+ 1.9)	43.5	(+ 2.6)	0.0	(- 4.5)	56.5	(+ 6.4)
PX 50 (Czech Rep.)	69.6	(- 5.4)	26.1	(+ 5.3)	4.3	(+ 0.1)	65.3	(- 5.5)
BUX (Hungary)	68.0	(+12.0)	28.0	(- 8.0)	4.0	(- 4.0)	64.0	(+16.0)
WIG (Poland)	79.2	(+18.3)	12.5	(-13.6)	8.3	(- 4.7)	70.9	(+23.0)
BET (Romania)	78.9	(+ 5.2)	21.1	(- 5.2)	0.0	(± 0.0)	78.9	(+ 5.2)
SAX (Slovakia)	57.1	(+14.2)	38.1	(-19.0)	4.8	(+ 4.8)	52.3	(+ 9.4)
ISE-100 (Turkey)	55.2	(- 2.0)	24.1	(+ 7.0)	20.7	(- 5.0)	34.5	(+ 3.0)
Exchange rates (vs. Euro)								
	appreciate		no change		depreciate		balance	
Kuna (Croatia)	21.4	(- 0.4)	53.6	(+23.2)	25.0	(-22.8)	-3.6	(+22.4)
Koruna (Czech Rep.)	25.8	(- 0.8)	54.8	(- 1.9)	19.4	(+ 2.7)	6.4	(- 3.5)
Forint (Hungary)	21.8	(+ 4.6)	46.9	(+ 5.5)	31.3	(-10.1)	-9.5	(+14.7)
Zloty (Poland)	48.3	(+11.2)	37.9	(-10.2)	13.8	(- 1.0)	34.5	(+12.2)
Lei (Romania)	33.4	(+ 0.1)	37.0	(- 4.7)	29.6	(+ 4.6)	3.8	(- 4.5)
Lira (Turkey)	25.7	(-20.0)	42.9	(+22.9)	31.4	(- 2.9)	-5.7	(-17.1)
US-Dollar	53.0	(- 5.3)	17.6	(-13.0)	29.4	(+18.3)	23.6	(-23.6)

Note: 65 Financial market experts, 14 from which from Turkey, participated in the October survey which was conducted during the period of 9/30-10/14/2013. 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 2013 in parentheses). Balances refer to the differences between positive and negative assessments.