

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

<b>Current economic situation</b>																
	good		acceptable (normal)		bad		balance									
Austria	5.3	(-12.6)	84.2	(+ 9.2)	10.5	(+ 3.4)	-5.2	(-16.0)								
Croatia	0.0	(- 3.0)	38.5	(- 0.9)	61.5	(+ 3.9)	-61.5	(- 6.9)								
Czech Republic	27.3	(+15.9)	72.7	(- 7.3)	0.0	(- 8.6)	27.3	(+24.5)								
Hungary	19.1	(+13.2)	61.9	(- 5.7)	19.0	(- 7.5)	0.1	(+20.7)								
Poland	39.1	(+14.9)	60.9	(- 8.8)	0.0	(- 6.1)	39.1	(+21.0)								
Romania	26.1	(+16.8)	65.2	(-16.1)	8.7	(- 0.7)	17.4	(+17.5)								
Slovakia	21.8	(+ 7.1)	73.9	(- 5.5)	4.3	(- 1.6)	17.5	(+ 8.7)								
Turkey	12.5	(+ 3.0)	75.0	(- 1.2)	12.5	(- 1.8)	0.0	(+ 4.8)								
CEE (incl. Turkey)	8.7	(+ 2.5)	87.0	(+12.0)	4.3	(-14.5)	4.4	(+17.0)								
Eurozone	3.4	(- 1.9)	73.3	(+23.3)	23.3	(-21.4)	-19.9	(+19.5)								
<b>Economic expectations</b>																
	improve		no change		worsen		balance									
Austria	36.8	(- 1.2)	63.2	(+11.5)	0.0	(-10.3)	36.8	(+ 9.1)								
Croatia	38.5	(+12.1)	57.7	(- 4.1)	3.8	(- 8.0)	34.7	(+20.1)								
Czech Republic	27.3	(- 8.0)	72.7	(+19.8)	0.0	(-11.8)	27.3	(+ 3.8)								
Hungary	14.3	(- 9.3)	61.9	(+ 9.0)	23.8	(+ 0.3)	-9.5	(- 9.6)								
Poland	34.8	(- 1.5)	65.2	(+16.7)	0.0	(-15.2)	34.8	(+13.7)								
Romania	33.3	(+ 0.9)	66.7	(+ 7.9)	0.0	(- 8.8)	33.3	(+ 9.7)								
Slovakia	43.5	(+10.2)	56.5	(- 1.1)	0.0	(- 9.1)	43.5	(+19.3)								
Turkey	25.0	(- 8.4)	59.4	(+14.2)	15.6	(- 5.8)	9.4	(- 2.6)								
CEE (incl. Turkey)	34.8	(+ 6.7)	60.9	(+ 4.6)	4.3	(-11.3)	30.5	(+18.0)								
Eurozone	44.9	(+10.7)	51.7	(+ 4.3)	3.4	(-15.0)	41.5	(+25.7)								
<b>Inflation rate</b>																
	increase		no change		decrease		balance									
Austria	15.7	(- 6.5)	63.2	(+ 7.6)	21.1	(- 1.1)	-5.4	(- 5.4)								
Croatia	23.1	(-11.2)	42.3	(- 4.6)	34.6	(+15.8)	-11.5	(-27.0)								
Czech Republic	27.3	(-16.4)	63.6	(+13.6)	9.1	(+ 2.8)	18.2	(-19.2)								
Hungary	42.9	(-10.2)	38.1	(+ 0.6)	19.0	(+ 9.6)	23.9	(-19.8)								
Poland	21.7	(-17.0)	60.9	(+ 9.3)	17.4	(+ 7.7)	4.3	(-24.7)								
Romania	30.5	(-16.2)	47.8	(+ 4.5)	21.7	(+11.7)	8.8	(-27.9)								
Slovakia	30.5	(-10.1)	56.5	(+ 3.4)	13.0	(+ 6.7)	17.5	(-16.8)								
Turkey	15.6	(-16.1)	31.3	(+ 4.5)	53.1	(+11.6)	-37.5	(-27.7)								
CEE (incl. Turkey)	21.8	(- 3.2)	56.5	(- 4.2)	21.7	(+ 7.4)	0.1	(-10.6)								
Eurozone	10.7	(-10.9)	71.4	(+ 3.8)	17.9	(+ 7.1)	-7.2	(-18.0)								
<b>Short-term interest rates</b>																
	increase		no change		decrease		balance									
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]								
Croatia	0.0	(- 3.4)	0.0	(- 3.6)	80.0	(+ 4.1)	90.5	(+15.5)	20.0	(- 0.7)	9.5	(-11.9)	-20.0	(- 2.7)	-9.5	(+ 8.3)
Czech Republic	4.5	(- 6.6)	0.0	(- 8.3)	77.3	(- 4.2)	89.5	(+ 2.0)	18.2	(+10.8)	10.5	(+ 6.3)	-13.7	(-17.4)	-10.5	(-14.6)
Hungary	4.6	(-16.8)	5.2	(-22.8)	72.7	(+ 4.8)	73.7	(+ 5.7)	22.7	(+12.0)	21.1	(+17.1)	-18.1	(-28.8)	-15.9	(-39.9)
Poland	4.4	(-10.4)	5.6	(-10.4)	56.5	(+ 4.6)	61.1	(+ 1.1)	39.1	(+ 5.8)	33.3	(+ 9.3)	-34.7	(-16.2)	-27.7	(-19.7)
Romania	8.3	(- 2.8)	10.0	(+ 0.9)	62.5	(+ 6.9)	60.0	(- 3.6)	29.2	(- 4.1)	30.0	(+ 2.7)	-20.9	(+ 1.3)	-20.0	(- 1.8)
Turkey	16.1	(-16.4)	20.0	(-20.6)	38.7	(+ 3.6)	36.0	(+ 4.7)	45.2	(+12.8)	44.0	(+15.9)	-29.1	(-29.2)	-24.0	(-36.5)
Eurozone	6.4	(+ 1.0)			74.2	(- 6.9)			19.4	(+ 5.9)			-13.0	(- 4.9)		
<b>Long-term interest rates</b>																
	increase		no change		decrease		balance									
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]								
Croatia	41.6	(+12.0)	35.0	(+ 3.0)	41.7	(-10.2)	50.0	(+ 2.0)	16.7	(- 1.8)	15.0	(- 5.0)	24.9	(+13.8)	20.0	(+ 8.0)
Czech Republic	27.3	(- 8.4)	10.6	(+ 2.3)	54.5	(+11.6)	78.9	(+ 3.9)	18.2	(- 3.2)	10.5	(- 6.2)	9.1	(- 5.2)	0.1	(+ 8.5)
Hungary	27.3	(-24.4)	26.3	(-14.5)	63.6	(+29.1)	52.6	(+ 8.2)	9.1	(- 4.7)	21.1	(+ 6.3)	18.2	(-19.7)	5.2	(-20.8)
Poland	9.1	(-19.4)	5.6	(-11.1)	68.2	(+25.3)	50.0	(- 8.3)	22.7	(- 5.9)	44.4	(+19.4)	-13.6	(-13.5)	-38.8	(-30.5)
Slovakia	30.4	(- 8.1)	5.0	(- 8.0)	43.5	(+ 1.2)	75.0	(+ 5.4)	26.1	(+ 6.9)	20.0	(+ 2.6)	4.3	(-15.0)	-15.0	(-10.6)
Turkey	34.4	(- 8.9)	44.0	(- 7.5)	37.5	(+ 5.1)	28.0	(+ 0.7)	28.1	(+ 3.8)	28.0	(+ 6.8)	6.3	(-12.7)	16.0	(-14.3)
Germany	23.1	(- 9.3)			57.7	(- 1.1)			19.2	(+10.4)			3.9	(-19.7)		
<b>Stock market indices</b>																
	increase		no change		decrease		balance									
EURO STOXX 50	58.3	(+11.3)	29.2	(+ 2.7)	12.5	(-14.0)	45.8	(+25.3)								
ATX (Austria)	47.0	(-10.7)	41.2	(+14.3)	11.8	(- 3.6)	35.2	(- 7.1)								
NTX (CEE)	64.3	(+12.4)	21.4	(+ 6.6)	14.3	(-19.0)	50.0	(+31.4)								
CROBEX (Croatia)	45.9	(- 9.0)	45.8	(+16.8)	8.3	(- 7.8)	37.6	(- 1.2)								
PX 50 (Czech Rep.)	55.5	(+10.7)	38.9	(+11.3)	5.6	(-22.0)	49.9	(+32.7)								
BUX (Hungary)	50.0	(+ 3.3)	27.8	(+ 7.8)	22.2	(-11.1)	27.8	(+14.4)								
WIG (Poland)	70.0	(+25.1)	25.0	(- 6.0)	5.0	(-19.1)	65.0	(+44.2)								
BET (Romania)	72.2	(+10.6)	22.2	(+ 3.0)	5.6	(-13.6)	66.6	(+24.2)								
SAX (Slovakia)	25.0	(- 1.9)	75.0	(+25.0)	0.0	(-23.1)	25.0	(+21.2)								
ISE-100 (Turkey)	39.3	(-12.1)	32.1	(+13.2)	28.6	(- 1.1)	10.7	(-11.0)								
<b>Exchange rates (vs. Euro)</b>																
	appreciate		no change		depreciate		balance									
Kuna (Croatia)	23.1	(+11.0)	53.8	(- 6.8)	23.1	(- 4.2)	0.0	(+15.2)								
Koruna (Czech Rep.)	13.6	(- 2.0)	86.4	(+17.6)	0.0	(-15.6)	13.6	(+13.6)								
Forint (Hungary)	22.7	(+ 8.0)	36.4	(+ 9.9)	40.9	(-17.9)	-18.2	(+25.9)								
Zloty (Poland)	40.9	(+10.9)	50.0	(+ 6.7)	9.1	(-17.6)	31.8	(+28.5)								
Lei (Romania)	31.9	(+12.5)	63.6	(- 0.9)	4.5	(-11.6)	27.4	(+24.1)								
Lira (Turkey)	38.7	(+18.2)	38.7	(+ 0.2)	22.6	(-18.4)	16.1	(+36.6)								
US-Dollar	56.7	(-19.0)	30.0	(+11.1)	13.3	(+ 7.9)	43.4	(-26.9)								

Note: 65 Financial market experts, 13 from which from Turkey, participated in the December survey which was conducted during the period of 12/1-12/16/2014. 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 November 2014 in parentheses). Balances refer to the differences between positive and negative assessments.