

**ZEW / Erste Group Bank - Financial Market Survey CEE: February 2016**

<b>Current economic situation</b>																
	good		acceptable (normal)		bad		balance									
Austria	5.3	(+ 5.3)	94.7	(- 5.3)	0.0	(± 0.0)	5.3	(+ 5.3)								
Croatia	3.9	(- 0.3)	61.5	(- 9.3)	34.6	(+ 9.6)	-30.7	(- 9.9)								
Czech Republic	54.2	(+ 4.2)	45.8	(- 4.2)	0.0	(± 0.0)	54.2	(+ 4.2)								
Hungary	28.6	(+ 9.5)	61.9	(- 9.5)	9.5	(± 0.0)	19.1	(+ 9.5)								
Poland	37.5	(+10.2)	50.0	(-18.2)	12.5	(+ 8.0)	25.0	(+ 2.2)								
Romania	33.3	(+ 9.8)	61.9	(- 8.7)	4.8	(- 1.1)	28.5	(+10.9)								
Slovakia	47.8	(- 6.7)	52.2	(+ 6.7)	0.0	(± 0.0)	47.8	(- 6.7)								
Turkey	3.7	(+ 3.7)	70.4	(- 1.0)	25.9	(- 2.7)	-22.2	(+ 6.4)								
CEE (incl. Turkey)	9.5	(+ 4.2)	76.2	(- 8.0)	14.3	(+ 3.8)	-4.8	(+ 0.4)								
Eurozone	3.4	(- 7.7)	82.8	(- 2.4)	13.8	(+10.1)	-10.4	(-17.8)								
<b>Economic expectations</b>																
	improve		no change		worsen		balance									
Austria	36.9	(+ 1.6)	52.6	(-12.1)	10.5	(+10.5)	26.4	(- 8.9)								
Croatia	34.6	(- 7.8)	57.7	(+ 3.9)	7.7	(+ 3.9)	26.9	(-11.7)								
Czech Republic	25.0	(- 1.1)	58.3	(- 6.9)	16.7	(+ 8.0)	8.3	(- 9.1)								
Hungary	13.6	(- 0.7)	59.1	(- 2.8)	27.3	(+ 3.5)	-13.7	(- 4.2)								
Poland	17.4	(+ 8.3)	60.9	(- 7.3)	21.7	(- 1.0)	-4.3	(+ 9.3)								
Romania	27.3	(- 9.5)	63.6	(+ 5.7)	9.1	(+ 3.8)	18.2	(-13.3)								
Slovakia	13.0	(- 5.2)	78.3	(+ 5.6)	8.7	(- 0.4)	4.3	(- 4.8)								
Turkey	15.4	(+ 4.2)	42.3	(- 5.8)	42.3	(+ 1.6)	-26.9	(+ 2.6)								
CEE (incl. Turkey)	19.0	(- 4.9)	52.4	(- 4.7)	28.6	(+ 9.6)	-9.6	(-14.5)								
Eurozone	21.4	(-20.0)	67.9	(+16.2)	10.7	(+ 3.8)	10.7	(-23.8)								
<b>Inflation rate</b>																
	increase		no change		decrease		balance									
Austria	27.8	(- 1.6)	61.1	(+ 2.3)	11.1	(- 0.7)	16.7	(- 0.9)								
Croatia	36.0	(+ 2.7)	52.0	(- 2.2)	12.0	(- 0.5)	24.0	(+ 3.2)								
Czech Republic	43.5	(+ 4.4)	43.5	(- 8.7)	13.0	(+ 4.3)	30.5	(+ 0.1)								
Hungary	50.0	(- 7.1)	40.0	(+11.4)	10.0	(- 4.3)	40.0	(- 2.8)								
Poland	52.2	(+ 9.3)	39.1	(- 8.5)	8.7	(- 0.8)	43.5	(+10.1)								
Romania	52.4	(+11.2)	28.6	(- 6.7)	19.0	(- 4.5)	33.4	(+15.7)								
Slovakia	47.9	(+11.5)	47.8	(- 6.7)	4.3	(- 4.8)	43.6	(+16.3)								
Turkey	46.2	(+ 1.7)	34.6	(- 6.1)	19.2	(+ 4.4)	27.0	(- 2.7)								
CEE (incl. Turkey)	31.6	(- 1.8)	57.9	(+10.3)	10.5	(- 8.5)	21.1	(+ 6.7)								
Eurozone	19.2	(-13.0)	73.1	(+16.0)	7.7	(- 3.0)	11.5	(-10.0)								
<b>Short-term interest rates</b>																
	increase		no change		decrease		balance									
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]								
Croatia	4.1	(+ 4.1)	14.3	(+ 1.2)	66.7	(-20.3)	61.9	(-20.7)	29.2	(+16.2)	23.8	(+19.5)	-25.1	(-12.1)	-9.5	(-18.3)
Czech Republic	0.0	(- 4.5)	20.0	(-10.0)	73.9	(- 3.4)	70.0	(+ 5.0)	26.1	(+ 7.9)	10.0	(+ 5.0)	-26.1	(-12.4)	10.0	(-15.0)
Hungary	5.2	(+ 0.2)	17.7	(-10.1)	63.2	(- 6.8)	52.9	(- 8.2)	31.6	(+ 6.6)	29.4	(+18.3)	-26.4	(- 6.4)	-11.7	(-28.4)
Poland	4.7	(- 5.3)	23.5	(-11.8)	52.4	(-12.6)	35.3	(-17.6)	42.9	(+17.9)	41.2	(+29.4)	-38.2	(-23.2)	-17.7	(-41.2)
Romania	10.5	(- 1.3)	22.2	(-11.1)	73.7	(+ 3.1)	66.7	(+ 6.7)	15.8	(- 1.8)	11.1	(+ 4.4)	-5.3	(+ 0.5)	11.1	(-15.5)
Turkey	58.3	(+ 0.6)	63.7	(- 5.9)	37.5	(+ 6.7)	31.8	(+10.1)	4.2	(- 7.3)	4.5	(- 4.2)	54.1	(+ 7.9)	59.2	(- 1.7)
Eurozone	3.9	(- 0.1)			69.2	(- 6.8)			26.9	(+ 6.9)			-23.0	(- 7.0)		
<b>Long-term interest rates</b>																
	increase		no change		decrease		balance									
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]								
Croatia	28.0	(+ 0.7)	18.2	(+ 3.9)	44.0	(-10.5)	50.0	(-16.7)	28.0	(+ 9.8)	31.8	(+12.8)	0.0	(- 9.1)	-13.6	(- 8.9)
Czech Republic	39.1	(+ 2.7)	4.7	(-15.3)	43.5	(-11.0)	81.0	(+ 6.0)	17.4	(+ 8.3)	14.3	(+ 9.3)	21.7	(- 5.6)	-9.6	(-24.6)
Hungary	44.5	(+ 4.5)	18.7	(-14.6)	33.3	(-21.7)	68.8	(+13.2)	22.2	(+17.2)	12.5	(+ 1.4)	22.3	(-12.7)	6.2	(-16.0)
Poland	40.9	(-17.0)	27.7	(-16.8)	40.9	(+ 4.1)	55.6	(+11.2)	18.2	(+12.9)	16.7	(+ 5.6)	22.7	(-29.9)	11.0	(-22.4)
Slovakia	43.5	(+ 0.6)	10.6	(- 5.2)	43.5	(- 4.1)	78.9	(± 0.0)	13.0	(+ 3.5)	10.5	(+ 5.2)	30.5	(- 2.9)	0.1	(-10.4)
Turkey	72.0	(- 8.8)	72.8	(+ 3.2)	28.0	(+16.5)	22.7	(+ 1.0)	0.0	(- 7.7)	4.5	(- 4.2)	72.0	(- 1.1)	68.3	(+ 7.4)
Germany	36.0	(+ 5.5)			48.0	(- 8.5)			16.0	(+ 3.0)			20.0	(+ 2.5)		
<b>Stock market indices</b>																
	increase		no change		decrease		balance									
EURO STOXX 50	58.4	(+12.6)	20.8	(+ 4.1)	20.8	(-16.7)	37.6	(+29.3)								
ATX (Austria)	63.2	(+15.8)	10.5	(- 5.3)	26.3	(-10.5)	36.9	(+26.3)								
NTX (CEE)	61.1	(+ 8.2)	16.7	(+ 4.9)	22.2	(-13.1)	38.9	(+21.3)								
CROBEX (Croatia)	62.5	(+20.9)	16.7	(-12.5)	20.8	(- 8.4)	41.7	(+29.3)								
PX 50 (Czech Rep.)	60.0	(+10.0)	20.0	(± 0.0)	20.0	(-10.0)	40.0	(+20.0)								
BUX (Hungary)	50.0	(± 0.0)	25.0	(+ 8.3)	25.0	(- 8.3)	25.0	(+ 8.3)								
WIG (Poland)	62.0	(+27.0)	19.0	(-11.0)	19.0	(-16.0)	43.0	(+43.0)								
BET (Romania)	66.7	(+10.5)	11.1	(+ 4.8)	22.2	(-15.3)	44.5	(+25.8)								
SAX (Slovakia)	41.2	(+14.5)	35.3	(- 4.7)	23.5	(- 9.8)	17.7	(+24.3)								
ISE-100 (Turkey)	53.6	(+11.3)	10.7	(- 4.7)	35.7	(- 6.6)	17.9	(+17.9)								
<b>Exchange rates (vs. Euro)</b>																
	appreciate		no change		depreciate		balance									
Kuna (Croatia)	38.4	(+ 6.4)	46.2	(- 9.8)	15.4	(+ 3.4)	23.0	(+ 3.0)								
Koruna (Czech Rep.)	16.7	(+ 3.6)	83.3	(+ 0.7)	0.0	(- 4.3)	16.7	(+ 7.9)								
Forint (Hungary)	31.8	(+16.8)	31.8	(-13.2)	36.4	(- 3.6)	-4.6	(+20.4)								
Zloty (Poland)	36.4	(+12.6)	22.7	(-15.4)	40.9	(+ 2.8)	-4.5	(+ 9.8)								
Lei (Romania)	19.1	(-22.1)	57.1	(+21.8)	23.8	(+ 0.3)	-4.7	(-22.4)								
Lira (Turkey)	11.6	(+ 4.2)	26.9	(+ 8.4)	61.5	(-12.6)	-49.9	(+16.8)								
US-Dollar	40.0	(-18.6)	36.7	(+ 9.1)	23.3	(+ 9.5)	16.7	(-28.1)								

Note: 51 Financial market experts, 9 from which from Turkey, participated in the February survey which was conducted during the period of 2/1-2/16/2016. 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 January 2016 in parentheses). Balances refer to the differences between positive and negative assessments.