

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

Current economic situation									
	good		acceptable (normal)		bad		balance		
Austria	21.4	(- 0.8)	78.6	(+ 0.8)	0.0	(± 0.0)	21.4	(- 0.8)	
Croatia	13.7	(+ 5.3)	72.7	(-10.6)	13.6	(+ 5.3)	0.1	(± 0.0)	
Czech Republic	55.0	(+ 2.8)	45.0	(- 2.8)	0.0	(± 0.0)	55.0	(+ 2.8)	
Hungary	50.0	(+21.4)	37.5	(-19.6)	12.5	(- 1.8)	37.5	(+23.2)	
Poland	36.8	(+ 2.0)	57.9	(+ 5.7)	5.3	(- 7.7)	31.5	(+ 9.7)	
Romania	50.0	(+ 5.0)	50.0	(- 5.0)	0.0	(± 0.0)	50.0	(+ 5.0)	
Slovakia	66.7	(+12.2)	33.3	(-12.2)	0.0	(± 0.0)	66.7	(+12.2)	
Turkey	0.0	(-11.6)	80.0	(+10.8)	20.0	(+ 0.8)	-20.0	(-12.4)	
CEE (incl. Turkey)	21.0	(- 1.7)	63.2	(- 5.0)	15.8	(+ 6.7)	5.2	(- 8.4)	
Eurozone	9.1	(+ 1.7)	86.4	(+ 4.9)	4.5	(- 6.6)	4.6	(+ 8.3)	
Economic expectations									
	improve		no change		worsen		balance		
Austria	14.3	(-13.4)	85.7	(+19.0)	0.0	(- 5.6)	14.3	(- 7.8)	
Croatia	27.3	(- 6.0)	72.7	(+ 6.0)	0.0	(± 0.0)	27.3	(- 6.0)	
Czech Republic	30.0	(+ 3.9)	70.0	(+ 0.4)	0.0	(- 4.3)	30.0	(+ 8.2)	
Hungary	24.9	(- 3.7)	68.8	(+16.4)	6.3	(-12.7)	18.6	(+ 9.0)	
Poland	26.3	(+ 4.5)	68.4	(+11.9)	5.3	(-16.4)	21.0	(+20.9)	
Romania	26.7	(- 3.3)	73.3	(+ 3.3)	0.0	(± 0.0)	26.7	(- 3.3)	
Slovakia	18.7	(- 8.6)	81.3	(+ 8.6)	0.0	(± 0.0)	18.7	(- 8.6)	
Turkey	16.7	(+ 8.7)	50.0	(+ 6.0)	33.3	(-14.7)	-16.6	(+23.4)	
CEE (incl. Turkey)	26.3	(+ 8.1)	63.2	(- 5.0)	10.5	(- 3.1)	15.8	(+11.2)	
Eurozone	21.7	(-10.5)	69.6	(+12.5)	8.7	(- 2.0)	13.0	(- 8.5)	
Inflation rate									
	increase		no change		decrease		balance		
Austria	42.9	(+ 4.0)	57.1	(- 4.0)	0.0	(± 0.0)	42.9	(+ 4.0)	
Croatia	50.0	(+ 4.1)	50.0	(+ 4.2)	0.0	(- 8.3)	50.0	(+12.4)	
Czech Republic	55.0	(- 5.9)	45.0	(+ 5.9)	0.0	(± 0.0)	55.0	(- 5.9)	
Hungary	46.7	(- 5.6)	53.3	(+10.4)	0.0	(- 4.8)	46.7	(- 0.8)	
Poland	55.6	(+ 7.7)	44.4	(- 3.4)	0.0	(- 4.3)	55.6	(+12.0)	
Romania	62.5	(+ 9.9)	37.5	(- 4.6)	0.0	(- 5.3)	62.5	(+15.2)	
Slovakia	47.4	(- 9.1)	52.6	(+ 9.1)	0.0	(± 0.0)	47.4	(- 9.1)	
Turkey	72.0	(+24.0)	28.0	(-12.0)	0.0	(-12.0)	72.0	(+36.0)	
CEE (incl. Turkey)	57.9	(+17.0)	42.1	(-17.0)	0.0	(± 0.0)	57.9	(+17.0)	
Eurozone	47.8	(+ 4.9)	52.2	(- 4.9)	0.0	(± 0.0)	47.8	(+ 4.9)	
Short-term interest rates									
	increase		no change		decrease		balance		
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	
Croatia	0.0 (± 0.0)	0.0 (± 0.0)	85.0 (+ 3.2)	85.0 (+ 5.0)	15.0 (- 3.2)	15.0 (- 5.0)	-15.0 (+ 3.2)	-15.0 (+ 5.0)	
Czech Republic	5.5 (- 3.2)	0.0 (- 4.8)	88.9 (+15.0)	100.0 (+ 4.8)	5.6 (-11.8)	0.0 (± 0.0)	-0.1 (+ 8.6)	0.0 (- 4.8)	
Hungary	0.0 (- 9.1)	0.0 (-10.0)	92.3 (+51.4)	84.6 (+39.6)	7.7 (-42.3)	15.4 (-29.6)	-7.7 (+33.2)	-15.4 (+19.6)	
Poland	5.9 (-12.3)	6.2 (- 9.6)	94.1 (+25.9)	87.5 (+13.8)	0.0 (-13.6)	6.3 (- 4.2)	5.9 (+ 1.3)	-0.1 (- 5.4)	
Romania	6.6 (-19.7)	6.7 (-16.8)	86.7 (+28.8)	80.0 (+15.3)	6.7 (- 9.1)	13.3 (+ 1.5)	-0.1 (-10.6)	-6.6 (-18.3)	
Turkey	27.2 (+ 5.5)	25.0 (- 1.4)	36.4 (+ 1.6)	30.0 (- 6.8)	36.4 (- 7.1)	45.0 (+ 8.2)	-9.2 (+12.6)	-20.0 (- 9.6)	
Eurozone	14.3 (+ 6.9)		85.7 (+ 0.5)		0.0 (- 7.4)		14.3 (+14.3)		
Long-term interest rates									
	increase		no change		decrease		balance		
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	
Croatia	23.9 (+ 1.2)	20.0 (+20.0)	57.1 (+11.6)	60.0 (+15.0)	19.0 (-12.8)	20.0 (-35.0)	4.9 (+14.0)	0.0 (+55.0)	
Czech Republic	47.3 (- 0.6)	10.5 (+ 1.0)	47.4 (+ 8.3)	68.4 (- 7.8)	5.3 (- 7.7)	21.1 (+ 6.8)	42.0 (+ 7.1)	-10.6 (- 5.8)	
Hungary	28.6 (+ 5.9)	15.4 (+10.4)	64.3 (+18.8)	69.2 (+14.2)	7.1 (-24.7)	15.4 (-24.6)	21.5 (+30.6)	0.0 (+35.0)	
Poland	33.3 (- 5.9)	18.7 (+ 3.7)	55.6 (+ 7.8)	56.3 (- 3.7)	11.1 (- 1.9)	25.0 (± 0.0)	22.2 (- 4.0)	-6.3 (+ 3.7)	
Slovakia	35.3 (-17.0)	17.6 (+ 7.6)	58.8 (+15.9)	76.5 (- 3.5)	5.9 (+ 1.1)	5.9 (- 4.1)	29.4 (-18.1)	11.7 (+11.7)	
Turkey	52.2 (- 2.0)	57.9 (+12.9)	30.4 (- 2.9)	26.3 (- 8.7)	17.4 (+ 4.9)	15.8 (- 4.2)	34.8 (- 6.9)	42.1 (+17.1)	
Germany	40.0 (-12.0)		55.0 (+15.0)		5.0 (- 3.0)		35.0 (- 9.0)		
Stock market indices									
	increase		no change		decrease		balance		
EURO STOXX 50	45.0	(+ 5.9)	40.0	(+ 5.2)	15.0	(-11.1)	30.0	(+17.0)	
ATX (Austria)	60.0	(+12.7)	33.3	(+ 1.7)	6.7	(-14.4)	53.3	(+27.1)	
NTX (CEE)	64.3	(+34.9)	28.6	(-12.6)	7.1	(-22.3)	57.2	(+57.2)	
CROBEX (Croatia)	54.6	(+11.1)	40.9	(- 2.6)	4.5	(- 8.5)	50.1	(+19.6)	
PX 50 (Czech Rep.)	66.6	(+19.3)	27.8	(- 3.8)	5.6	(-15.5)	61.0	(+34.8)	
BUX (Hungary)	53.3	(+18.0)	26.7	(- 8.6)	20.0	(- 9.4)	33.3	(+27.4)	
WIG (Poland)	58.9	(+20.0)	23.5	(+ 1.3)	17.6	(-21.3)	41.3	(+41.3)	
BET (Romania)	64.3	(+11.0)	28.6	(+ 1.9)	7.1	(-12.9)	57.2	(+23.9)	
SAX (Slovakia)	40.0	(+16.4)	53.3	(+ 0.4)	6.7	(-16.8)	33.3	(+33.2)	
ISE-100 (Turkey)	34.8	(+ 8.7)	21.7	(- 8.7)	43.5	(± 0.0)	-8.7	(+ 8.7)	
Exchange rates (vs. Euro)									
	appreciate		no change		depreciate		balance		
Kuna (Croatia)	0.0	(-19.3)	63.6	(+ 9.8)	36.4	(+ 9.5)	-36.4	(-28.8)	
Koruna (Czech Rep.)	0.0	(- 9.1)	95.0	(+ 4.1)	5.0	(+ 5.0)	-5.0	(-14.1)	
Forint (Hungary)	25.0	(+ 1.2)	37.5	(-10.1)	37.5	(+ 8.9)	-12.5	(- 7.7)	
Zloty (Poland)	38.9	(+ 2.5)	38.9	(+ 7.1)	22.2	(- 9.6)	16.7	(+12.1)	
Lei (Romania)	6.2	(-13.8)	81.3	(+16.3)	12.5	(- 2.5)	-6.3	(-11.3)	
Lira (Turkey)	9.1	(- 2.9)	22.7	(- 5.3)	68.2	(+ 8.2)	-59.1	(-11.1)	
US-Dollar	50.0	(+ 1.8)	33.3	(+11.1)	16.7	(-12.9)	33.3	(+14.7)	

Note: 48 Financial market experts, 9 from which from Turkey, participated in the June survey which was conducted during the period of 6/6-6/21/2016. 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 May 2016 in parentheses). Balances refer to the differences between positive and negative assessments.