

ZEW / Erste Group Bank - Financial Market Survey CEE: December 2015

Current economic situation																
	good		acceptable (normal)		bad		balance									
Austria	9.1	(+ 3.5)	86.4	(- 8.0)	4.5	(+ 4.5)	4.6	(- 1.0)								
Croatia	6.9	(- 0.3)	58.6	(+12.2)	34.5	(-11.9)	-27.6	(+11.6)								
Czech Republic	55.2	(+ 5.2)	44.8	(- 5.2)	0.0	(± 0.0)	55.2	(+ 5.2)								
Hungary	11.1	(- 8.9)	70.4	(- 4.6)	18.5	(+13.5)	-7.4	(-22.4)								
Poland	51.7	(+ 8.2)	48.3	(- 8.2)	0.0	(± 0.0)	51.7	(+ 8.2)								
Romania	40.0	(+13.7)	56.0	(-12.4)	4.0	(- 1.3)	36.0	(+15.0)								
Slovakia	53.8	(+20.5)	46.2	(-20.5)	0.0	(± 0.0)	53.8	(+20.5)								
Turkey	3.1	(- 0.5)	71.9	(+ 0.5)	25.0	(± 0.0)	-21.9	(- 0.5)								
CEE (incl. Turkey)	19.2	(+ 4.9)	73.1	(-12.6)	7.7	(+ 7.7)	11.5	(- 2.8)								
Eurozone	16.7	(+12.8)	83.3	(- 9.0)	0.0	(- 3.8)	16.7	(+16.6)								
Economic expectations																
	improve		no change		worsen		balance									
Austria	41.0	(- 9.0)	54.5	(+15.6)	4.5	(- 6.6)	36.5	(- 2.4)								
Croatia	29.1	(- 0.5)	67.7	(+12.1)	3.2	(-11.6)	25.9	(+11.1)								
Czech Republic	18.5	(-16.3)	63.0	(+19.5)	18.5	(- 3.2)	0.0	(-13.1)								
Hungary	15.4	(- 9.6)	50.0	(- 5.0)	34.6	(+14.6)	-19.2	(-24.2)								
Poland	24.1	(-10.7)	62.1	(+ 9.9)	13.8	(+ 0.8)	10.3	(-11.5)								
Romania	23.1	(-10.3)	69.2	(+24.8)	7.7	(-14.5)	15.4	(+ 4.2)								
Slovakia	22.2	(- 8.2)	74.1	(+13.2)	3.7	(- 5.0)	18.5	(- 3.2)								
Turkey	18.7	(-11.0)	59.4	(+11.3)	21.9	(- 0.3)	-3.2	(-10.7)								
CEE (incl. Turkey)	20.9	(-17.2)	58.3	(+10.7)	20.8	(+ 6.5)	0.1	(-23.7)								
Eurozone	28.1	(- 6.5)	68.8	(+11.1)	3.1	(- 4.6)	25.0	(- 1.9)								
Inflation rate																
	increase		no change		decrease		balance									
Austria	28.5	(-10.3)	66.7	(+11.1)	4.8	(- 0.8)	23.7	(- 9.5)								
Croatia	33.3	(± 0.0)	60.0	(- 3.0)	6.7	(+ 3.0)	26.6	(- 3.0)								
Czech Republic	50.0	(+ 6.5)	46.4	(-10.1)	3.6	(+ 3.6)	46.4	(+ 2.9)								
Hungary	65.4	(+10.4)	26.9	(-13.1)	7.7	(+ 2.7)	57.7	(+ 7.7)								
Poland	58.7	(+ 6.5)	37.9	(- 1.2)	3.4	(- 5.3)	55.3	(+11.8)								
Romania	53.9	(+ 9.5)	34.6	(- 4.3)	11.5	(- 5.2)	42.4	(+14.7)								
Slovakia	50.0	(+ 2.1)	46.4	(- 1.4)	3.6	(- 0.7)	46.4	(+ 2.8)								
Turkey	40.6	(- 3.9)	43.8	(+ 3.1)	15.6	(+ 0.8)	25.0	(- 4.7)								
CEE (incl. Turkey)	44.0	(+10.7)	52.0	(-14.7)	4.0	(+ 4.0)	40.0	(+ 6.7)								
Eurozone	33.4	(+ 0.1)	63.3	(+ 0.8)	3.3	(- 0.9)	30.1	(+ 1.0)								
Short-term interest rates																
	increase		no change		decrease		balance									
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]								
Croatia	0.0	(- 8.7)	4.2	(-13.2)	77.8	(+12.6)	75.0	(+ 9.8)	22.2	(- 3.9)	20.8	(+ 3.4)	-22.2	(- 4.8)	-16.6	(-16.6)
Czech Republic	0.0	(± 0.0)	13.6	(- 2.2)	88.5	(+ 3.5)	77.3	(- 6.9)	11.5	(- 3.5)	9.1	(+ 9.1)	-11.5	(+ 3.5)	4.5	(-11.3)
Hungary	11.6	(+ 6.6)	17.4	(+ 6.9)	61.5	(- 8.5)	65.2	(-19.0)	26.9	(+ 1.9)	17.4	(+12.1)	-15.3	(+ 4.7)	0.0	(- 5.2)
Poland	11.5	(+ 6.2)	18.2	(+ 6.5)	46.2	(-22.2)	54.5	(-22.0)	42.3	(+16.0)	27.3	(+15.5)	-30.8	(- 9.8)	-9.1	(- 9.0)
Romania	12.5	(+ 6.3)	19.0	(+ 5.7)	70.8	(- 4.2)	66.7	(-20.0)	16.7	(- 2.1)	14.3	(+14.3)	-4.2	(+ 8.4)	4.7	(- 8.6)
Turkey	44.8	(+14.4)	50.0	(+ 7.1)	48.3	(+ 4.8)	46.2	(+12.9)	6.9	(-19.2)	3.8	(-20.0)	37.9	(+33.6)	46.2	(+27.1)
Eurozone	0.0	(± 0.0)			81.5	(+ 6.5)			18.5	(- 6.5)			-18.5	(+ 6.5)		
Long-term interest rates																
	increase		no change		decrease		balance									
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]								
Croatia	34.7	(+ 1.4)	16.7	(-13.7)	61.5	(+ 7.3)	75.0	(+14.1)	3.8	(- 8.7)	8.3	(- 0.4)	30.9	(+10.1)	8.4	(-13.3)
Czech Republic	36.0	(+16.0)	13.1	(- 3.6)	52.0	(-13.0)	73.9	(+ 1.7)	12.0	(- 3.0)	13.0	(+ 1.9)	24.0	(+19.0)	0.1	(- 5.5)
Hungary	46.2	(+14.6)	31.8	(+ 8.2)	42.3	(+ 0.2)	50.0	(- 8.8)	11.5	(-14.8)	18.2	(+ 0.6)	34.7	(+29.4)	13.6	(+ 7.6)
Poland	40.0	(+ 3.2)	22.8	(- 2.2)	52.0	(+ 9.9)	63.6	(+13.6)	8.0	(-13.1)	13.6	(-11.4)	32.0	(+16.3)	9.2	(+ 9.2)
Slovakia	32.0	(+12.0)	8.7	(- 2.4)	48.0	(-17.0)	65.2	(-12.6)	20.0	(+ 5.0)	26.1	(+15.0)	12.0	(+ 7.0)	-17.4	(-17.4)
Turkey	55.2	(+11.7)	55.6	(+ 3.2)	37.9	(+ 7.5)	33.3	(+ 9.5)	6.9	(-19.2)	11.1	(-12.7)	48.3	(+30.9)	44.5	(+15.9)
Germany	29.6	(+16.6)			66.7	(- 2.9)			3.7	(-13.7)			25.9	(+30.3)		
Stock market indices																
	increase		no change		decrease		balance									
EURO STOXX 50	64.0	(+ 4.0)	16.0	(-14.0)	20.0	(+10.0)	44.0	(- 6.0)								
ATX (Austria)	73.6	(+ 3.0)	5.3	(-18.2)	21.1	(+15.2)	52.5	(-12.2)								
NTX (CEE)	65.0	(- 1.6)	15.0	(-11.7)	20.0	(+13.3)	45.0	(-14.9)								
CROBEX (Croatia)	64.0	(+ 9.8)	24.0	(-21.8)	12.0	(+12.0)	52.0	(- 2.2)								
PX 50 (Czech Rep.)	68.2	(+ 1.6)	18.2	(- 9.6)	13.6	(+ 8.0)	54.6	(- 6.4)								
BUX (Hungary)	68.2	(+ 1.6)	9.1	(- 7.6)	22.7	(+ 6.0)	45.5	(- 4.4)								
WIG (Poland)	66.6	(± 0.0)	16.7	(-11.1)	16.7	(+11.1)	49.9	(-11.1)								
BET (Romania)	71.4	(+ 9.0)	14.3	(-17.0)	14.3	(+ 8.0)	57.1	(+ 1.0)								
SAX (Slovakia)	45.0	(- 7.9)	45.0	(+ 3.8)	10.0	(+ 4.1)	35.0	(-12.0)								
ISE-100 (Turkey)	55.2	(+ 9.4)	13.8	(-23.7)	31.0	(+14.3)	24.2	(- 4.9)								
Exchange rates (vs. Euro)																
	appreciate		no change		depreciate		balance									
Kuna (Croatia)	17.9	(- 5.2)	71.4	(+21.4)	10.7	(-16.2)	7.2	(+11.0)								
Koruna (Czech Rep.)	10.8	(-15.3)	82.1	(+12.5)	7.1	(+ 2.8)	3.7	(-18.1)								
Forint (Hungary)	11.6	(-17.0)	53.8	(+20.5)	34.6	(- 3.5)	-23.0	(-13.5)								
Zloty (Poland)	40.8	(-16.4)	37.0	(+ 3.7)	22.2	(+12.7)	18.6	(-29.1)								
Lei (Romania)	24.0	(- 9.3)	64.0	(+14.0)	12.0	(- 4.7)	12.0	(- 4.6)								
Lira (Turkey)	16.7	(- 7.3)	30.0	(+ 2.0)	53.3	(+ 5.3)	-36.6	(-12.6)								
US-Dollar	60.6	(+ 0.6)	21.2	(-10.8)	18.2	(+10.2)	42.4	(- 9.6)								

Note: 56 Financial market experts, 8 from which from Turkey, participated in the December survey which was conducted during the period of 11/30-12/15/2015. 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 2015 in parentheses). Balances refer to the differences between positive and negative assessments.