

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

<b>Current economic situation</b>	<b>good</b>		<b>acceptable (normal)</b>		<b>bad</b>		<b>balance</b>	
Austria	18.5	(+ 1.9)	81.5	(+ 4.8)	0.0	(- 6.7)	18.5	(+ 8.6)
Croatia	2.9	(+ 0.1)	25.7	(- 7.6)	71.4	(+ 7.5)	-68.5	(- 7.4)
Czech Republic	8.9	(- 4.6)	88.2	(+17.9)	2.9	(-13.3)	6.0	(+ 8.7)
Hungary	5.9	(- 2.0)	67.6	(+12.3)	26.5	(-10.3)	-20.6	(+ 8.3)
Poland	32.4	(+ 1.0)	67.6	(+ 4.7)	0.0	(- 5.7)	32.4	(+ 6.7)
Romania	13.4	(- 2.2)	83.3	(+11.4)	3.3	(- 9.2)	10.1	(+ 7.0)
Slovakia	11.4	(- 2.9)	88.6	(+14.3)	0.0	(-11.4)	11.4	(+ 8.5)
Turkey	4.3	(- 4.1)	34.0	(-11.8)	61.7	(+15.9)	-57.4	(-20.0)
CEE (incl. Turkey)	8.6	(- 3.2)	77.1	(+ 3.6)	14.3	(- 0.4)	-5.7	(- 2.8)
Eurozone	10.9	(- 2.8)	76.1	(+11.4)	13.0	(- 8.6)	-2.1	(+ 5.8)
<b>Economic expectations</b>	<b>improve</b>		<b>no change</b>		<b>worsen</b>		<b>balance</b>	
Austria	51.9	(+ 0.2)	48.1	(- 0.2)	0.0	(± 0.0)	51.9	(+ 0.2)
Croatia	17.2	(-15.2)	71.4	(+11.9)	11.4	(+ 3.3)	5.8	(-18.5)
Czech Republic	78.8	(+ 6.6)	21.2	(- 6.6)	0.0	(± 0.0)	78.8	(+ 6.6)
Hungary	48.6	(- 7.8)	45.7	(+ 2.1)	5.7	(+ 5.7)	42.9	(-13.5)
Poland	58.8	(+ 0.5)	41.2	(- 0.5)	0.0	(± 0.0)	58.8	(+ 0.5)
Romania	53.4	(- 5.9)	43.3	(+ 8.9)	3.3	(- 3.0)	50.1	(- 2.9)
Slovakia	57.1	(-14.3)	42.9	(+14.3)	0.0	(± 0.0)	57.1	(-14.3)
Turkey	14.6	(+ 2.1)	33.3	(- 4.2)	52.1	(+ 2.1)	-37.5	(± 0.0)
CEE (incl. Turkey)	24.2	(- 4.3)	60.6	(- 2.3)	15.2	(+ 6.6)	9.0	(-10.9)
Eurozone	53.1	(+ 1.1)	42.6	(- 1.4)	4.3	(+ 0.3)	48.8	(+ 0.8)
<b>Inflation rate</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Austria	25.9	(+ 2.8)	74.1	(+12.6)	0.0	(-15.4)	25.9	(+18.2)
Croatia	25.7	(- 9.6)	60.0	(+18.8)	14.3	(- 9.2)	11.4	(- 0.4)
Czech Republic	55.9	(+10.2)	41.2	(- 1.7)	2.9	(- 8.5)	53.0	(+18.7)
Hungary	54.6	(+ 3.1)	33.3	(+ 1.9)	12.1	(- 5.0)	42.5	(+ 8.1)
Poland	69.7	(+ 5.2)	30.3	(+ 4.5)	0.0	(- 9.7)	69.7	(+14.9)
Romania	44.9	(- 5.1)	44.8	(+18.1)	10.3	(-13.0)	34.6	(+ 7.9)
Slovakia	38.2	(- 2.9)	61.8	(+14.7)	0.0	(-11.8)	38.2	(+ 8.9)
Turkey	75.6	(+ 9.0)	20.0	(+ 3.3)	4.4	(-12.3)	71.2	(+21.3)
CEE (incl. Turkey)	53.0	(+ 1.5)	44.1	(+ 7.7)	2.9	(- 9.2)	50.1	(+10.7)
Eurozone	25.6	(- 5.7)	63.8	(+ 5.5)	10.6	(+ 0.2)	15.0	(- 5.9)
<b>Short-term interest rates</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
	<b>[abs.]</b>	<b>[rel.]</b>	<b>[abs.]</b>	<b>[rel.]</b>	<b>[abs.]</b>	<b>[rel.]</b>	<b>[abs.]</b>	<b>[rel.]</b>
Croatia	25.8 (+ 7.0)	38.5 (+10.9)	64.5 (- 1.1)	50.0 (- 5.2)	9.7 (- 5.9)	11.5 (- 5.7)	16.1 (+12.9)	27.0 (+16.6)
Czech Republic	9.7 (- 2.0)	10.8 (+ 3.9)	87.1 (+ 4.7)	82.1 (- 7.6)	3.2 (- 2.7)	7.1 (+ 3.7)	6.5 (+ 0.7)	3.7 (+ 0.2)
Hungary	21.9 (+ 2.9)	27.6 (+ 9.4)	40.6 (+ 5.5)	34.5 (+ 1.2)	37.5 (- 8.4)	37.9 (-10.6)	-15.6 (+11.3)	-10.3 (+20.0)
Poland	25.8 (+ 7.6)	33.3 (+18.5)	71.0 (+ 1.3)	63.0 (-11.1)	3.2 (- 8.9)	3.7 (- 7.4)	22.6 (+16.5)	29.6 (+25.9)
Romania	13.8 (- 8.1)	19.2 (+ 1.4)	58.6 (+18.0)	50.0 (+10.7)	27.6 (- 9.9)	30.8 (-12.1)	-13.8 (+ 1.8)	-11.6 (+13.5)
Turkey	55.8 (-12.9)	60.0 (-12.0)	37.2 (+10.1)	27.5 (+ 4.2)	7.0 (+ 2.8)	12.5 (+ 7.8)	48.8 (-15.7)	47.5 (-19.8)
Eurozone	11.3 (- 6.3)		70.5 (- 6.0)		18.2 (+12.3)		-6.9 (-18.6)	
<b>Long-term interest rates</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
	<b>[abs.]</b>	<b>[rel.]</b>	<b>[abs.]</b>	<b>[rel.]</b>	<b>[abs.]</b>	<b>[rel.]</b>	<b>[abs.]</b>	<b>[rel.]</b>
Croatia	61.3 (+ 3.3)	50.0 (+ 6.7)	25.8 (- 6.5)	34.6 (-15.4)	12.9 (+ 3.2)	15.4 (+ 8.7)	48.4 (+ 0.1)	34.6 (- 2.0)
Czech Republic	56.7 (+10.3)	23.1 (+ 8.3)	40.0 (-10.0)	57.7 (-20.1)	3.3 (- 0.3)	19.2 (+11.8)	53.4 (+10.6)	3.9 (- 3.5)
Hungary	54.8 (- 5.8)	40.8 (- 2.9)	35.5 (+ 5.2)	33.3 (- 1.1)	9.7 (+ 0.6)	25.9 (+ 4.0)	45.1 (- 6.4)	14.9 (- 6.9)
Poland	70.9 (+14.3)	44.5 (+13.4)	22.6 (-14.1)	44.4 (-14.2)	6.5 (- 0.2)	11.1 (+ 0.8)	64.4 (+14.5)	33.4 (+12.6)
Slovakia	54.8 (+ 1.5)	17.9 (+ 3.7)	38.7 (- 1.3)	71.4 (+ 3.5)	6.5 (- 0.2)	10.7 (- 7.2)	48.3 (+ 1.7)	7.2 (+10.9)
Turkey	61.0 (-12.4)	57.8 (-12.0)	31.7 (+ 9.5)	21.1 (+ 2.5)	7.3 (+ 2.9)	21.1 (+ 9.5)	53.7 (-15.3)	36.7 (-21.5)
Germany	41.7 (-13.6)		47.2 (+ 5.1)		11.1 (+ 8.5)		30.6 (-22.1)	
<b>Stock market indices</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
EURO STOXX 50	57.6	(- 9.0)	21.2	(+ 4.5)	21.2	(+ 4.5)	36.4	(-13.5)
ATX (Austria)	62.5	(-16.1)	20.8	(+10.1)	16.7	(+ 6.0)	45.8	(-22.1)
NTX (CEE)	60.0	(- 9.0)	20.0	(+ 6.2)	20.0	(+ 2.8)	40.0	(-11.8)
CROBEX (Croatia)	45.2	(-12.4)	41.9	(+ 8.6)	12.9	(+ 3.8)	32.3	(-16.2)
PX 50 (Czech Rep.)	55.6	(- 8.7)	22.2	(- 2.8)	22.2	(+11.5)	33.4	(-20.2)
BUX (Hungary)	44.5	(-16.8)	33.3	(+ 7.5)	22.2	(+ 9.3)	22.3	(-26.1)
WIG (Poland)	57.1	(- 8.5)	28.6	(+11.4)	14.3	(- 2.9)	42.8	(- 5.6)
BET (Romania)	65.4	(-12.4)	19.2	(+ 8.1)	15.4	(+ 4.3)	50.0	(-16.7)
SAX (Slovakia)	33.4	(-10.1)	45.8	(- 2.0)	20.8	(+12.1)	12.6	(-22.2)
ISE-100 (Turkey)	40.0	(+ 3.0)	27.5	(+ 5.8)	32.5	(- 8.8)	7.5	(+11.8)
<b>Exchange rates (vs. Euro)</b>	<b>appreciate</b>		<b>no change</b>		<b>depreciate</b>		<b>balance</b>	
Kuna (Croatia)	32.4	(+15.3)	44.1	(-18.8)	23.5	(+ 3.5)	8.9	(+11.8)
Koruna (Czech Rep.)	36.4	(+ 7.0)	51.5	(-10.3)	12.1	(+ 3.3)	24.3	(+ 3.7)
Forint (Hungary)	33.4	(+22.0)	33.3	(-15.3)	33.3	(- 6.7)	0.1	(+28.7)
Zloty (Poland)	53.1	(+16.8)	31.3	(-17.2)	15.6	(+ 0.4)	37.5	(+16.4)
Lei (Romania)	24.1	(+ 1.6)	48.3	(- 9.8)	27.6	(+ 8.2)	-3.5	(- 6.6)
Lira (Turkey)	25.6	(+ 4.7)	34.9	(+ 1.6)	39.5	(- 6.3)	-13.9	(+11.0)
US-Dollar	51.2	(-10.0)	24.4	(- 0.1)	24.4	(+10.1)	26.8	(-20.1)

Note: 88 Financial market experts, 20 from which from Turkey, participated in the February survey which was conducted during the period of 1/28-2/17/2014. 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 January 2014 in parentheses). Balances refer to the differences between positive and negative assessments.