

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

Current economic situation	good		acceptable (normal)		bad		balance	
Austria	16.2	(-2.3)	80.6	(-0.9)	3.2	(+3.2)	13.0	(-5.5)
Croatia	2.8	(-0.1)	27.8	(+2.1)	69.4	(-2.0)	-66.6	(+1.9)
Czech Republic	11.1	(+2.2)	83.3	(-4.9)	5.6	(+2.7)	5.5	(-0.5)
Hungary	0.0	(-5.9)	63.2	(-4.4)	36.8	(+10.3)	-36.8	(-16.2)
Poland	28.6	(-3.8)	71.4	(+3.8)	0.0	($\hat{A}\pm$ 0.0)	28.6	(-3.8)
Romania	12.1	(-1.3)	75.8	(-7.5)	12.1	(+8.8)	0.0	(-10.1)
Slovakia	14.7	(+3.3)	82.4	(-6.2)	2.9	(+2.9)	11.8	(+0.4)
Turkey	0.0	(-4.3)	49.0	(+15.0)	51.0	(-10.7)	-51.0	(+6.4)
CEE (incl. Turkey)	0.0	(-8.6)	74.3	(-2.8)	25.7	(+11.4)	-25.7	(-20.0)
Eurozone	7.1	(-3.8)	81.0	(+4.9)	11.9	(-1.1)	-4.8	(-2.7)
Economic expectations	improve		no change		worsen		balance	
Austria	31.2	(-20.7)	62.5	(+14.4)	6.3	(+6.3)	24.9	(-27.0)
Croatia	33.4	(+16.2)	58.3	(-13.1)	8.3	(-3.1)	25.1	(+19.3)
Czech Republic	52.6	(-26.2)	42.1	(+20.9)	5.3	(+5.3)	47.3	(-31.5)
Hungary	35.9	(-12.7)	51.3	(+5.6)	12.8	(+7.1)	23.1	(-19.8)
Poland	46.0	(-12.8)	48.6	(+7.4)	5.4	(+5.4)	40.6	(-18.2)
Romania	32.3	(-21.1)	55.9	(+12.6)	11.8	(+8.5)	20.5	(-29.6)
Slovakia	48.5	(-8.6)	48.6	(+5.7)	2.9	(+2.9)	45.6	(-11.5)
Turkey	19.3	(+4.7)	36.5	(+3.2)	44.2	(-7.9)	-24.9	(+12.6)
CEE (incl. Turkey)	27.0	(+2.8)	54.1	(-6.5)	18.9	(+3.7)	8.1	(-0.9)
Eurozone	43.2	(-9.9)	52.3	(+9.7)	4.5	(+0.2)	38.7	(-10.1)
Inflation rate	increase		no change		decrease		balance	
Austria	17.8	(-8.1)	67.9	(-6.2)	14.3	(+14.3)	3.5	(-22.4)
Croatia	34.3	(+8.6)	54.3	(-5.7)	11.4	(-2.9)	22.9	(+11.5)
Czech Republic	41.2	(-14.7)	52.9	(+11.7)	5.9	(+3.0)	35.3	(-17.7)
Hungary	43.3	(-11.3)	45.9	(+12.6)	10.8	(-1.3)	32.5	(-10.0)
Poland	45.9	(-23.8)	51.4	(+21.1)	2.7	(+2.7)	43.2	(-26.5)
Romania	45.4	(+0.5)	39.4	(-5.4)	15.2	(+4.9)	30.2	(-4.4)
Slovakia	35.3	(-2.9)	58.8	(-3.0)	5.9	(+5.9)	29.4	(-8.8)
Turkey	63.5	(-12.1)	25.0	(+5.0)	11.5	(+7.1)	52.0	(-19.2)
CEE (incl. Turkey)	45.7	(-7.3)	51.4	(+7.3)	2.9	($\hat{A}\pm$ 0.0)	42.8	(-7.3)
Eurozone	18.1	(-7.5)	70.5	(+6.7)	11.4	(+0.8)	6.7	(-8.3)
Short-term interest rates	increase		no change		decrease		balance	
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]
Croatia	14.7 (-11.1)	18.7 (-19.8)	76.5 (+12.0)	71.9 (+21.9)	8.8 (-0.9)	9.4 (-2.1)	5.9 (-10.2)	9.3 (-17.7)
Czech Republic	15.6 (+5.9)	10.4 (-0.4)	84.4 (-2.7)	86.2 (+4.1)	0.0 (-3.2)	3.4 (-3.7)	15.6 (+9.1)	7.0 (+3.3)
Hungary	34.3 (+12.4)	42.4 (+14.8)	45.7 (+5.1)	36.4 (+1.9)	20.0 (-17.5)	21.2 (-16.7)	14.3 (+29.9)	21.2 (+31.5)
Poland	25.7 (-0.1)	29.0 (-4.3)	71.4 (+0.4)	71.0 (+8.0)	2.9 (-0.3)	0.0 (-3.7)	22.8 (+0.2)	29.0 (-0.6)
Romania	22.6 (+8.8)	18.5 (-0.7)	61.3 (+2.7)	63.0 (+13.0)	16.1 (-11.5)	18.5 (-12.3)	6.5 (+20.3)	0.0 (+11.6)
Turkey	54.2 (-1.6)	52.3 (-7.7)	35.4 (-1.8)	31.8 (+4.3)	10.4 (+3.4)	15.9 (+3.4)	43.8 (-5.0)	36.4 (-11.1)
Eurozone	11.4 (+0.1)		81.8 (+11.3)		6.8 (-11.4)		4.6 (+11.5)	
Long-term interest rates	increase		no change		decrease		balance	
	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]	[abs.]	[rel.]
Croatia	38.3 (-23.0)	43.7 (-6.3)	52.9 (+27.1)	50.0 (+15.4)	8.8 (-4.1)	6.3 (-9.1)	29.5 (-18.9)	37.4 (+2.8)
Czech Republic	53.3 (-3.4)	21.4 (-1.7)	40.0 ($\hat{A}\pm$ 0.0)	75.0 (+17.3)	6.7 (+3.4)	3.6 (-15.6)	46.6 (-6.8)	17.8 (+13.9)
Hungary	50.0 (-4.8)	46.8 (+6.0)	23.5 (-12.0)	31.3 (-2.0)	26.5 (+16.8)	21.9 (-4.0)	23.5 (-21.6)	24.9 (+10.0)
Poland	41.1 (-29.8)	32.2 (-12.3)	47.1 (+24.5)	61.3 (+16.9)	11.8 (+5.3)	6.5 (-4.6)	29.3 (-35.1)	25.7 (-7.7)
Slovakia	50.0 (-4.8)	21.5 (+3.6)	36.7 (-2.0)	71.4 ($\hat{A}\pm$ 0.0)	13.3 (+6.8)	7.1 (-3.6)	36.7 (-11.6)	14.4 (+7.2)
Turkey	68.1 (+7.1)	57.8 ($\hat{A}\pm$ 0.0)	17.0 (-14.7)	22.2 (+1.1)	14.9 (+7.6)	20.0 (-1.1)	53.2 (-0.5)	37.8 (+1.1)
Germany	36.1 (-5.6)		58.3 (+11.1)		5.6 (-5.5)		30.5 (-0.1)	
Stock market indices	increase		no change		decrease		balance	
EURO STOXX 50	43.3	(-14.3)	32.4	(+11.2)	24.3	(+3.1)	19.0	(-17.4)
ATX (Austria)	55.6	(-6.9)	29.6	(+8.8)	14.8	(-1.9)	40.8	(-5.0)
NTX (CEE)	48.3	(-11.7)	34.5	(+14.5)	17.2	(-2.8)	31.1	(-8.9)
CROBEX (Croatia)	46.9	(+1.7)	37.5	(-4.4)	15.6	(+2.7)	31.3	(-1.0)
PX 50 (Czech Rep.)	58.1	(+2.5)	25.8	(+3.6)	16.1	(-6.1)	42.0	(+8.6)
BUX (Hungary)	50.0	(+5.5)	28.1	(-5.2)	21.9	(-0.3)	28.1	(+5.8)
WIG (Poland)	48.5	(-8.6)	27.3	(-1.3)	24.2	(+9.9)	24.3	(-18.5)
BET (Romania)	44.5	(-20.9)	29.6	(+10.4)	25.9	(+10.5)	18.6	(-31.4)
SAX (Slovakia)	36.0	(+2.6)	48.0	(+2.2)	16.0	(-4.8)	20.0	(+7.4)
ISE-100 (Turkey)	31.2	(-8.8)	27.1	(-0.4)	41.7	(+9.2)	-10.5	(-18.0)
Exchange rates (vs. Euro)	appreciate		no change		depreciate		balance	
Kuna (Croatia)	27.8	(-4.6)	47.2	(+3.1)	25.0	(+1.5)	2.8	(-6.1)
Koruna (Czech Rep.)	33.3	(-3.1)	61.1	(+9.6)	5.6	(-6.5)	27.7	(+3.4)
Forint (Hungary)	21.0	(-12.4)	39.5	(+6.2)	39.5	(+6.2)	-18.5	(-18.6)
Zloty (Poland)	51.4	(-1.7)	37.8	(+6.5)	10.8	(-4.8)	40.6	(+3.1)
Lei (Romania)	20.6	(-3.5)	58.8	(+10.5)	20.6	(-7.0)	0.0	(+3.5)
Lira (Turkey)	19.6	(-6.0)	29.4	(-5.5)	51.0	(+11.5)	-31.4	(-17.5)
US-Dollar	53.2	(+2.0)	29.8	(+5.4)	17.0	(-7.4)	36.2	(+9.4)

Note: 91 Financial market experts, 21 from which from Turkey, participated in the March survey which was conducted during the period of 3/3-3/17/2014. 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 February 2014 in parentheses). Balances refer to the differences between positive and negative assessments.