

ZEW-Financial Market Survey: Results January 2007

Current economic situation	good		normal		bad		balance	
Eurozone	66.5	(+7.7)	33.1	(-6.1)	0.4	(-1.6)	66.1	(+9.3)
Germany	72.0	(+6.5)	26.6	(-5.9)	1.4	(-0.6)	70.6	(+7.1)
USA	25.4	(+2.0)	72.1	(+1.2)	2.5	(-3.2)	22.9	(+5.2)
Japan	18.3	(-4.6)	77.2	(+5.7)	4.5	(-1.1)	13.8	(-3.5)
United Kingdom	55.5	(+6.9)	43.8	(-6.2)	0.7	(-0.7)	54.8	(+7.6)
France	37.0	(+3.4)	58.1	(-5.1)	4.9	(+1.7)	32.1	(+1.7)
Italy	19.8	(+3.3)	68.2	(-3.4)	12.0	(+0.1)	7.8	(+3.2)
Economic expectations	improve		no change		get worse		balance	
Eurozone	17.5	(+1.5)	63.2	(-1.8)	19.3	(+0.3)	-1.8	(+1.2)
Germany (=ZEW Indicator)	19.2	(+5.7)	58.0	(+4.0)	22.8	(-9.7)	-3.6	(+15.4)
USA	10.0	(+0.6)	41.4	(+5.5)	48.6	(-6.1)	-38.6	(+6.7)
Japan	26.7	(+0.9)	63.5	(+3.9)	9.8	(-4.8)	16.9	(+5.7)
United Kingdom	6.0	(+1.0)	77.4	(-1.2)	16.6	(+0.2)	-10.6	(+0.8)
France	13.2	(+2.1)	71.8	(+1.1)	15.0	(-3.2)	-1.8	(+5.3)
Italy	11.3	(+1.2)	70.3	(+0.5)	18.4	(-1.7)	-7.1	(+2.9)
Inflation rate	increase		no change		decrease		balance	
Eurozone	25.0	(-8.2)	60.7	(+6.9)	14.3	(+1.3)	10.7	(-9.5)
Germany	48.2	(-4.3)	40.4	(+4.2)	11.4	(+0.1)	36.8	(-4.4)
USA	16.5	(-2.9)	55.4	(+3.7)	28.1	(-0.8)	-11.6	(-2.1)
Japan	45.5	(-3.1)	51.5	(+4.3)	3.0	(-1.2)	42.5	(-1.9)
United Kingdom	16.2	(-1.3)	65.2	(-5.3)	18.6	(+6.6)	-2.4	(-7.9)
France	17.2	(-5.5)	66.4	(+3.9)	16.4	(+1.6)	0.8	(-7.1)
Italy	18.8	(-4.7)	66.3	(+4.3)	14.9	(+0.4)	3.9	(-5.1)
Short-term interest rates	increase		no change		decrease		balance	
Eurozone	81.1	(+5.7)	18.2	(-3.7)	0.7	(-2.0)	80.4	(+7.7)
USA	7.2	(+0.2)	57.7	(+4.5)	35.1	(-4.7)	-27.9	(+4.9)
Japan	67.8	(+3.5)	32.2	(-2.8)	0.0	(-0.7)	67.8	(+4.2)
United Kingdom	25.3	(+4.8)	70.9	(-1.4)	3.8	(-3.4)	21.5	(+8.2)
Long-term interest rates	increase		no change		decrease		balance	
Germany	49.0	(+5.3)	41.4	(-4.6)	9.6	(-0.7)	39.4	(+6.0)
USA	29.8	(+0.1)	48.6	(+0.3)	21.6	(-0.4)	8.2	(+0.5)
Japan	56.8	(-5.1)	40.5	(+5.5)	2.7	(-0.4)	54.1	(-4.7)
United Kingdom	28.9	(-1.5)	61.8	(+3.0)	9.3	(-1.5)	19.6	(+/-0.0)
Stock market indices	increase		no change		decrease		balance	
STOXX 50 (Eurozone)	50.9	(-6.5)	27.3	(-1.6)	21.8	(+8.1)	29.1	(-14.6)
DAX (Germany)	51.3	(-5.9)	26.2	(-0.2)	22.5	(+6.1)	28.8	(-12.0)
TecDax (Germany)	47.9	(-4.8)	28.7	(-1.4)	23.4	(+6.2)	24.5	(-11.0)
Dow Jones Industrial (USA)	36.7	(-8.6)	36.3	(+1.7)	27.0	(+6.9)	9.7	(-15.5)
Nikkei 225 (Japan)	59.7	(-4.8)	27.0	(+/-0.0)	13.3	(+4.8)	46.4	(-9.6)
FT-SE 100 (UK)	44.5	(-3.4)	34.8	(-3.4)	20.7	(+6.8)	23.8	(-10.2)
CAC-40 (France)	47.6	(-5.0)	31.0	(-2.1)	21.4	(+7.1)	26.2	(-12.1)
MIBtel (Italy)	43.8	(-3.4)	33.3	(-4.3)	22.9	(+7.7)	20.9	(-11.1)
Exchange rates (vs. Euro)	appreciate		no change		depreciate		balance	
Dollar	15.7	(+1.6)	27.7	(+4.9)	56.6	(-6.5)	-40.9	(+8.1)
Yen	34.0	(+1.4)	44.8	(+/-0.0)	21.2	(-1.4)	12.8	(+2.8)
UK Pound	9.4	(-0.4)	71.1	(-1.0)	19.5	(+1.4)	-10.1	(-1.8)
Swiss Franc	16.6	(+2.3)	67.5	(-6.1)	15.9	(+3.8)	0.7	(-1.5)
Commodities	increase		no change		decrease		balance	
Oil (Brent Crude)	32.7	(-1.0)	46.2	(-1.5)	21.1	(+2.5)	11.6	(-3.5)
Sectors	improve		no change		get worse		balance	
Banks	46.5	(+9.6)	45.7	(-4.7)	7.8	(-4.9)	38.7	(+14.5)
Insurance companies	45.9	(+3.0)	46.3	(-0.8)	7.8	(-2.2)	38.1	(+5.2)
Automobile	27.6	(+7.7)	51.4	(+1.6)	21.0	(-9.3)	6.6	(+17.0)
Chemicals / Pharmaceuticals	39.5	(+2.6)	54.3	(+0.8)	6.2	(-3.4)	33.3	(+6.0)
Steel	31.6	(+2.5)	49.6	(-5.2)	18.8	(+2.7)	12.8	(-0.2)
Electronics	32.8	(+0.8)	62.6	(+3.9)	4.6	(-4.7)	28.2	(+5.5)
Mechanical engineering	62.0	(+5.5)	33.5	(-1.6)	4.5	(-3.9)	57.5	(+9.4)
Retail / Consumer goods	23.9	(+2.3)	50.2	(+5.5)	25.9	(-7.8)	-2.0	(+10.1)
Construction	41.9	(+9.5)	49.0	(-4.1)	9.1	(-5.4)	32.8	(+14.9)
Utilities	23.9	(-5.7)	59.8	(+3.5)	16.3	(+2.2)	7.6	(-7.9)
Services	44.5	(+4.9)	51.7	(-3.3)	3.8	(-1.6)	40.7	(+6.5)
Telecommunications	19.3	(+5.2)	56.4	(-3.9)	24.3	(-1.3)	-5.0	(+6.5)
Information technology	42.6	(+4.3)	51.2	(-3.6)	6.2	(-0.7)	36.4	(+5.0)

Note: 282 Analysts participated in the January survey which was conducted during the period 12/27/06-01/15/07. Analysts were asked about their expectations for the next 6 months. Numbers displayed are percentages (month-over-month percentage point changes in parentheses). Balances refer to the difference between positive and negative assessments.