

ZEW-Financial Market Survey: Results May 2007

Current economic situation	good		normal		bad		balance	
Eurozone	82.1	(+11.3)	17.6	(-10.7)	0.3	(-0.6)	81.8	(+11.9)
Germany	88.0	(+10.5)	12.0	(-9.9)	0.0	(-0.6)	88.0	(+11.1)
USA	17.5	(-2.6)	71.7	(-1.8)	10.8	(+4.4)	6.7	(-7.0)
Japan	18.6	(-6.8)	78.9	(+7.6)	2.5	(-0.8)	16.1	(-6.0)
United Kingdom	65.1	(+6.0)	34.9	(-4.3)	0.0	(-1.7)	65.1	(+7.7)
France	42.9	(+4.1)	52.5	(-6.0)	4.6	(+1.9)	38.3	(+2.2)
Italy	26.1	(+6.0)	62.5	(-7.8)	11.4	(+1.8)	14.7	(+4.2)
Economic expectations	improve		no change		get worse		balance	
Eurozone	27.6	(+7.2)	67.1	(-2.8)	5.3	(-4.4)	22.3	(+11.6)
Germany (=ZEW Indicator)	30.6	(+4.7)	62.8	(-1.9)	6.6	(-2.8)	24.0	(+7.5)
USA	16.8	(+6.9)	49.8	(+7.6)	33.4	(-14.5)	-16.6	(+21.4)
Japan	27.7	(-0.8)	67.7	(+0.6)	4.6	(+0.2)	23.1	(-1.0)
United Kingdom	8.6	(-1.5)	79.6	(+3.8)	11.8	(-2.3)	-3.2	(+0.8)
France	25.7	(+8.1)	69.4	(-4.6)	4.9	(-3.5)	20.8	(+11.6)
Italy	18.1	(+3.3)	72.6	(-0.5)	9.3	(-2.8)	8.8	(+6.1)
Inflation rate	increase		no change		decrease		balance	
Eurozone	40.1	(+4.8)	55.9	(-1.6)	4.0	(-3.2)	36.1	(+8.0)
Germany	42.2	(+5.4)	53.5	(-1.5)	4.3	(-3.9)	37.9	(+9.3)
USA	23.0	(-3.6)	61.7	(+8.0)	15.3	(-4.4)	7.7	(+0.8)
Japan	54.6	(+2.5)	41.4	(-3.1)	4.0	(+0.6)	50.6	(+1.9)
United Kingdom	24.5	(+4.3)	61.3	(-2.7)	14.2	(-1.6)	10.3	(+5.9)
France	34.5	(+4.3)	60.8	(-0.8)	4.7	(-3.5)	29.8	(+7.8)
Italy	34.2	(+3.9)	60.7	(-0.6)	5.1	(-3.3)	29.1	(+7.2)
Short-term interest rates	increase		no change		decrease		balance	
Eurozone	91.6	(+9.6)	7.7	(-9.0)	0.7	(-0.6)	90.9	(+10.2)
USA	9.0	(-0.3)	62.0	(+4.7)	29.0	(-4.4)	-20.0	(+4.1)
Japan	64.5	(+0.9)	34.4	(-1.7)	1.1	(+0.8)	63.4	(+0.1)
United Kingdom	38.5	(+10.4)	58.3	(-8.4)	3.2	(-2.0)	35.3	(+12.4)
Long-term interest rates	increase		no change		decrease		balance	
Germany	67.0	(+13.5)	27.3	(-12.3)	5.7	(-1.2)	61.3	(+14.7)
USA	27.8	(+3.3)	56.5	(+/-0.0)	15.7	(-3.3)	12.1	(+6.6)
Japan	66.1	(+3.2)	33.2	(-3.2)	0.7	(+/-0.0)	65.4	(+3.2)
United Kingdom	30.0	(+2.4)	63.1	(-1.6)	6.9	(-0.8)	23.1	(+3.2)
Stock market indices	increase		no change		decrease		balance	
STOXX 50 (Eurozone)	50.8	(-2.3)	32.8	(+1.2)	16.4	(+1.1)	34.4	(-3.4)
DAX (Germany)	51.3	(-1.1)	30.3	(-1.4)	18.4	(+2.5)	32.9	(-3.6)
TecDax (Germany)	51.1	(+1.1)	29.7	(-0.4)	19.2	(-0.7)	31.9	(+1.8)
Dow Jones Industrial (USA)	35.4	(+2.6)	41.0	(+0.3)	23.6	(-2.9)	11.8	(+5.5)
Nikkei 225 (Japan)	52.9	(-5.2)	34.4	(+6.1)	12.7	(-0.9)	40.2	(-4.3)
FT-SE 100 (UK)	40.4	(+1.1)	39.6	(-4.0)	20.0	(+2.9)	20.4	(-1.8)
CAC-40 (France)	46.3	(+0.4)	37.4	(-2.0)	16.3	(+1.6)	30.0	(-1.2)
MIBtel (Italy)	40.1	(-1.4)	41.7	(+1.7)	18.2	(-0.3)	21.9	(-1.1)
Exchange rates (vs. Euro)	appreciate		no change		depreciate		balance	
Dollar	20.8	(+5.0)	25.6	(-2.7)	53.6	(-2.3)	-32.8	(+7.3)
Yen	39.6	(-3.5)	37.0	(-1.5)	23.4	(+5.0)	16.2	(-8.5)
UK Pound	9.1	(+2.4)	72.0	(-1.5)	18.9	(-0.9)	-9.8	(+3.3)
Swiss Franc	22.6	(-0.4)	59.6	(-4.0)	17.8	(+4.4)	4.8	(-4.8)
Commodities	increase		no change		decrease		balance	
Oil (Brent Crude)	33.1	(+2.4)	50.2	(+5.3)	16.7	(-7.7)	16.4	(+10.1)
Sectors	improve		no change		get worse		balance	
Banks	48.4	(+2.3)	42.4	(+0.3)	9.2	(-2.6)	39.2	(+4.9)
Insurance companies	46.0	(+2.6)	47.9	(-1.2)	6.1	(-1.4)	39.9	(+4.0)
Automobile	38.5	(+6.5)	52.3	(-0.2)	9.2	(-6.3)	29.3	(+12.8)
Chemicals / Pharmaceuticals	46.3	(+3.9)	50.6	(-1.9)	3.1	(-2.0)	43.2	(+5.9)
Steel	49.4	(+5.6)	44.0	(-3.1)	6.6	(-2.5)	42.8	(+8.1)
Electronics	44.2	(+7.1)	53.1	(-6.2)	2.7	(-0.9)	41.5	(+8.0)
Mechanical engineering	76.9	(+10.7)	19.6	(-8.8)	3.5	(-1.9)	73.4	(+12.6)
Retail / Consumer goods	47.0	(+11.2)	48.8	(-5.0)	4.2	(-6.2)	42.8	(+17.4)
Construction	54.8	(+2.3)	40.2	(-1.1)	5.0	(-1.2)	49.8	(+3.5)
Utilities	19.6	(-4.2)	64.6	(+3.7)	15.8	(+0.5)	3.8	(-4.7)
Services	47.7	(+1.0)	50.0	(-0.7)	2.3	(-0.3)	45.4	(+1.3)
Telecommunications	12.3	(-1.0)	54.2	(-0.7)	33.5	(+1.7)	-21.2	(-2.7)
Information technology	40.7	(+2.5)	55.0	(+0.8)	4.3	(-3.3)	36.4	(+5.8)

Note: 301 Analysts participated in the March survey which was conducted during the period 04/30-05/21/07. 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.