

**ZEW - Financial Market Survey: Results May 2016**

<b>Current economic situation</b>	<b>good</b>		<b>normal</b>		<b>bad</b>		<b>balance</b>	
Eurozone	6.2	(+ 2.7)	78.4	(- 2.5)	15.4	(- 0.2)	-9.2	(+ 2.9)
Germany	53.6	(+ 4.1)	45.9	(- 2.8)	0.5	(- 1.3)	53.1	(+ 5.4)
USA	34.0	(- 2.6)	62.1	(+ 0.5)	3.9	(+ 2.1)	30.1	(- 4.7)
Japan	1.5	(+ 0.5)	70.9	(+ 8.7)	27.6	(- 9.2)	-26.1	(+ 9.7)
United Kingdom	13.5	(- 6.4)	77.0	(+ 0.7)	9.5	(+ 5.7)	4.0	(-12.1)
France	1.0	(+ 0.1)	52.0	(+ 1.8)	47.0	(- 1.9)	-46.0	(+ 2.0)
Italy	0.0	(- 0.9)	53.8	(+ 5.9)	46.2	(- 5.0)	-46.2	(+ 4.1)
<b>Economic expectations</b>	<b>improve</b>		<b>no change</b>		<b>get worse</b>		<b>balance</b>	
Eurozone	26.9	(- 3.5)	63.0	(+ 2.3)	10.1	(+ 1.2)	16.8	(- 4.7)
Germany (ZEW Indicator)	18.1	(- 3.8)	70.2	(+ 2.8)	11.7	(+ 1.0)	6.4	(- 4.8)
USA	30.7	(+ 1.0)	60.5	(+ 0.1)	8.8	(- 1.1)	21.9	(+ 2.1)
Japan	9.3	(- 2.6)	83.0	(+ 2.6)	7.7	(+/- 0.0)	1.6	(- 2.6)
United Kingdom	10.2	(+/- 0.0)	67.7	(+ 0.1)	22.1	(- 0.1)	-11.9	(+ 0.1)
France	16.0	(+ 2.4)	74.0	(- 1.7)	10.0	(- 0.7)	6.0	(+ 3.1)
Italy	24.7	(- 1.8)	65.7	(+ 1.7)	9.6	(+ 0.1)	15.1	(- 1.9)
<b>Inflation rate</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Eurozone	58.2	(+ 5.3)	40.4	(- 5.8)	1.4	(+ 0.5)	56.8	(+ 4.8)
Germany	61.1	(+ 6.0)	36.5	(- 6.6)	2.4	(+ 0.6)	58.7	(+ 5.4)
USA	75.0	(+ 5.6)	25.0	(- 4.7)	0.0	(- 0.9)	75.0	(+ 6.5)
Japan	27.7	(+ 2.4)	71.3	(- 1.5)	1.0	(- 0.9)	26.7	(+ 3.3)
United Kingdom	65.4	(+ 6.0)	32.5	(- 6.6)	2.1	(+ 0.6)	63.3	(+ 5.4)
France	56.9	(+ 8.1)	40.6	(- 7.2)	2.5	(- 0.9)	54.4	(+ 9.0)
Italy	56.6	(+10.2)	40.3	(- 9.9)	3.1	(- 0.3)	53.5	(+10.5)
<b>Short-term interest rates</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Eurozone	5.3	(+ 1.2)	83.1	(- 0.1)	11.6	(- 1.1)	-6.3	(+ 2.3)
USA	67.3	(+/- 0.0)	32.7	(+/- 0.0)	0.0	(+/- 0.0)	67.3	(+/- 0.0)
Japan	4.6	(+ 1.2)	90.7	(- 0.5)	4.7	(- 0.7)	-0.1	(+ 1.9)
United Kingdom	17.7	(- 6.1)	79.7	(+ 5.5)	2.6	(+ 0.6)	15.1	(- 6.7)
<b>Long-term interest rates</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Germany	46.2	(+/- 0.0)	49.5	(+ 4.7)	4.3	(- 4.7)	41.9	(+ 4.7)
USA	73.2	(+ 1.1)	23.9	(- 2.6)	2.9	(+ 1.5)	70.3	(- 0.4)
Japan	22.1	(- 0.2)	75.3	(+ 1.0)	2.6	(- 0.8)	19.5	(+ 0.6)
United Kingdom	50.0	(- 1.0)	47.4	(+ 0.3)	2.6	(+ 0.7)	47.4	(- 1.7)
<b>Stock market indices</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
STOXX 50 (Eurozone)	59.7	(- 0.1)	33.7	(+ 1.6)	6.6	(- 1.5)	53.1	(+ 1.4)
DAX (Germany)	60.7	(- 0.3)	32.7	(+ 1.9)	6.6	(- 1.6)	54.1	(+ 1.3)
TecDax (Germany)	58.4	(- 1.3)	35.0	(+ 3.4)	6.6	(- 2.1)	51.8	(+ 0.8)
Dow Jones Industrial (USA)	51.6	(- 4.3)	38.9	(+ 4.6)	9.5	(- 0.3)	42.1	(- 4.0)
Nikkei 225 (Japan)	44.3	(+ 1.8)	48.1	(+ 0.4)	7.6	(- 2.2)	36.7	(+ 4.0)
FT-SE-100 (UK)	42.3	(+/- 0.0)	42.4	(+ 0.7)	15.3	(- 0.7)	27.0	(+ 0.7)
CAC-40 (France)	44.3	(- 2.5)	45.9	(+ 3.8)	9.8	(- 1.3)	34.5	(- 1.2)
MIStel (Italy)	44.4	(- 3.2)	46.7	(+ 5.0)	8.9	(- 1.8)	35.5	(- 1.4)
<b>Exchange rates (vs. Euro)</b>	<b>appreciate</b>		<b>no change</b>		<b>depreciate</b>		<b>balance</b>	
Dollar	61.2	(+ 5.0)	24.2	(-10.2)	14.6	(+ 5.2)	46.6	(- 0.2)
Yen	8.7	(- 5.0)	70.5	(+ 2.6)	20.8	(+ 2.4)	-12.1	(- 7.4)
UK Pound	33.9	(+ 6.4)	39.4	(+ 0.1)	26.7	(- 6.5)	7.2	(+12.9)
Swiss Franc	7.8	(- 6.1)	79.7	(+ 3.5)	12.5	(+ 2.6)	-4.7	(- 8.7)
<b>Commodities</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Oil (Brent Crude)	43.5	(-17.2)	48.9	(+16.3)	7.6	(+ 0.9)	35.9	(-18.1)
<b>Sectors</b>	<b>improve</b>		<b>no change</b>		<b>get worse</b>		<b>balance</b>	
Banks	4.6	(- 1.8)	30.5	(- 1.1)	64.9	(+ 2.9)	-60.3	(- 4.7)
Insurance companies	5.2	(- 1.3)	31.2	(- 2.3)	63.6	(+ 3.6)	-58.4	(- 4.9)
Automobile	17.5	(- 7.1)	58.5	(+ 0.2)	24.0	(+ 6.9)	-6.5	(-14.0)
Chemicals / Pharmaceuticals	27.3	(- 7.4)	65.1	(+ 6.9)	7.6	(+ 0.5)	19.7	(- 7.9)
Steel	14.6	(- 3.4)	64.5	(+ 4.2)	20.9	(- 0.8)	-6.3	(- 2.6)
Electronics	27.3	(+ 0.1)	68.6	(+ 0.1)	4.1	(- 0.2)	23.2	(+ 0.3)
Mechanical engineering	33.5	(+ 0.5)	57.1	(- 0.2)	9.4	(- 0.3)	24.1	(+ 0.8)
Retail / Consumer goods	62.4	(+ 2.7)	34.7	(- 2.4)	2.9	(- 0.3)	59.5	(+ 3.0)
Construction	62.2	(- 3.4)	35.5	(+ 2.7)	2.3	(+ 0.7)	59.9	(- 4.1)
Utilities	5.2	(- 0.7)	56.1	(- 2.0)	38.7	(+ 2.7)	-33.5	(- 3.4)
Services	40.7	(+ 3.2)	57.0	(- 1.7)	2.3	(- 1.5)	38.4	(+ 4.7)
Telecommunications	23.1	(- 0.8)	71.7	(+ 1.0)	5.2	(- 0.2)	17.9	(- 0.6)
Information technology	47.7	(+ 1.5)	51.7	(+ 0.1)	0.6	(- 1.6)	47.1	(+ 3.1)

Note: 211 analysts participated in the May-survey which was conducted during the period 5/9/2016-5/23/2016. 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.