

## ZEW-Financial Market Survey: Results June 2006

<b>Current economic situation</b>	<b>good</b>		<b>normal</b>		<b>bad</b>		<b>balance</b>	
Eurozone	21.8	(-1.9)	71.9	(+1.0)	6.3	(+0.9)	15.5	(-2.8)
Germany	20.5	(+0.3)	70.9	(+2.6)	8.6	(-2.9)	11.9	(+3.2)
USA	58.1	(-5.8)	38.5	(+4.3)	3.4	(+1.5)	54.7	(-7.3)
Japan	37.3	(-5.3)	59.2	(+7.5)	3.5	(-2.2)	33.8	(-3.1)
United Kingdom	22.6	(-2.9)	74.2	(+3.1)	3.2	(-0.2)	19.4	(-2.7)
France	16.6	(+0.5)	71.9	(+1.1)	11.5	(-1.6)	5.1	(+2.1)
Italy	5.8	(+0.3)	62.7	(+8.0)	31.5	(-8.3)	-25.7	(+8.6)
<b>Economic expectations</b>	<b>improve</b>		<b>no change</b>		<b>get worse</b>		<b>balance</b>	
Eurozone	44.3	(-7.2)	48.7	(+4.0)	7.0	(+3.2)	37.3	(-10.4)
Germany (=ZEW Indicator)	47.7	(-8.4)	42.4	(+4.6)	9.9	(+3.8)	37.8	(-12.2)
USA	2.4	(-1.8)	50.5	(-13.0)	47.1	(+14.8)	-44.7	(-16.6)
Japan	40.1	(-10.6)	53.9	(+7.9)	6.0	(+2.7)	34.1	(-13.3)
United Kingdom	12.3	(+3.1)	75.8	(-3.0)	11.9	(-0.1)	0.4	(+3.2)
France	30.1	(-0.2)	60.1	(-2.7)	9.8	(+2.9)	20.3	(-3.1)
Italy	22.4	(-4.4)	63.7	(+1.3)	13.9	(+3.1)	8.5	(-7.5)
<b>Inflation rate</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Eurozone	47.5	(+1.9)	41.2	(-1.9)	11.3	(+/-0.0)	36.2	(+1.9)
Germany	49.5	(+0.5)	39.5	(-1.8)	11.0	(+1.3)	38.5	(-0.8)
USA	45.2	(+4.2)	41.6	(-5.3)	13.2	(+1.1)	32.0	(+3.1)
Japan	72.6	(-6.4)	26.0	(+7.0)	1.4	(-0.6)	71.2	(-5.8)
United Kingdom	27.5	(-2.9)	67.4	(+3.3)	5.1	(-0.4)	22.4	(-2.5)
France	38.9	(-0.9)	51.3	(+0.4)	9.8	(+0.5)	29.1	(-1.4)
Italy	40.3	(-1.9)	50.5	(+1.4)	9.2	(+0.5)	31.1	(-2.4)
<b>Short-term interest rates</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Eurozone	91.3	(-0.8)	8.0	(+0.7)	0.7	(+0.1)	90.6	(-0.9)
USA	56.2	(-3.5)	40.4	(+3.3)	3.4	(+0.2)	52.8	(-3.7)
Japan	80.7	(+0.8)	18.9	(-1.2)	0.4	(+0.4)	80.3	(+0.4)
United Kingdom	27.4	(+2.8)	67.5	(-2.4)	5.1	(-0.4)	22.3	(+3.2)
<b>Long-term interest rates</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Germany	59.5	(-0.8)	29.9	(+2.7)	10.6	(-1.9)	48.9	(+1.1)
USA	45.0	(-4.7)	40.9	(+6.2)	14.1	(-1.5)	30.9	(-3.2)
Japan	74.2	(-0.7)	24.1	(+1.0)	1.7	(-0.3)	72.5	(-0.4)
United Kingdom	29.6	(+2.0)	63.5	(-0.9)	6.9	(-1.1)	22.7	(+3.1)
<b>Stock market indices</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
STOXX 50 (Eurozone)	60.1	(+19.5)	29.2	(-12.4)	10.7	(-7.1)	49.4	(+26.6)
DAX (Germany)	63.7	(+23.8)	25.0	(-15.6)	11.3	(-8.2)	52.4	(+32.0)
TecDax (Germany)	57.2	(+18.5)	28.1	(-9.9)	14.7	(-8.6)	42.5	(+27.1)
Dow Jones Industrial (USA)	52.3	(+12.7)	29.5	(-8.4)	18.2	(-4.3)	34.1	(+17.0)
Nikkei 225 (Japan)	67.7	(+6.7)	22.6	(-7.1)	9.7	(+0.4)	58.0	(+6.3)
FT-SE 100 (UK)	48.2	(+18.8)	40.7	(-13.6)	11.1	(-5.2)	37.1	(+24.0)
CAC-40 (France)	53.4	(+16.8)	35.7	(-9.8)	10.9	(-7.0)	42.5	(+23.8)
MIBtel (Italy)	48.8	(+16.1)	36.2	(-10.0)	15.0	(-6.1)	33.8	(+22.2)
<b>Exchange rates (vs. Euro)</b>	<b>appreciate</b>		<b>no change</b>		<b>depreciate</b>		<b>balance</b>	
Dollar	11.2	(+2.4)	21.6	(-3.3)	67.2	(+0.9)	-56.0	(+1.5)
Yen	33.5	(+0.6)	52.7	(-3.6)	13.8	(+3.0)	19.7	(-2.4)
UK Pound	4.7	(-0.1)	71.5	(+6.4)	23.8	(-6.3)	-19.1	(+6.2)
Swiss Franc	10.5	(-4.0)	80.1	(+5.7)	9.4	(-1.7)	1.1	(-2.3)
<b>Commodities</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Oil (Brent Crude)	25.1	(-3.5)	44.6	(+0.9)	30.3	(+2.6)	-5.2	(-6.1)
<b>Sectors</b>	<b>improve</b>		<b>no change</b>		<b>get worse</b>		<b>balance</b>	
Banks	55.2	(-10.0)	36.1	(+5.0)	8.7	(+5.0)	46.5	(-15.0)
Insurance companies	53.9	(-6.9)	38.5	(+4.8)	7.6	(+2.1)	46.3	(-9.0)
Automobile	34.1	(-8.7)	54.8	(+6.8)	11.1	(+1.9)	23.0	(-10.6)
Chemicals / Pharmaceuticals	55.9	(-8.0)	37.5	(+7.6)	6.6	(+0.4)	49.3	(-8.4)
Steel	45.8	(-5.3)	40.4	(+1.0)	13.8	(+4.3)	32.0	(-9.6)
Electronics	34.9	(-6.3)	60.5	(+5.0)	4.6	(+1.3)	30.3	(-7.6)
Mechanical engineering	62.0	(-10.2)	31.9	(+5.9)	6.1	(+4.3)	55.9	(-14.5)
Retail / Consumer goods	56.7	(+3.8)	34.6	(-2.3)	8.7	(-1.5)	48.0	(+5.3)
Construction	34.2	(-2.3)	55.5	(+/-0.0)	10.3	(+2.3)	23.9	(-4.6)
Utilities	31.7	(-7.8)	55.6	(+2.1)	12.7	(+5.7)	19.0	(-13.5)
Services	56.1	(-1.9)	40.4	(+0.6)	3.5	(+1.3)	52.6	(-3.2)
Telecommunications	24.5	(-3.7)	58.6	(+5.1)	16.9	(-1.4)	7.6	(-2.3)
Information technology	46.7	(-11.4)	48.3	(+10.4)	5.0	(+1.0)	41.7	(-12.4)

Note: 303 Analysts participated in the June survey which was conducted during the period 05/29-06/12/06. 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.