

ZEW-Financial Market Survey: Results July 2007

Current economic situation	good		normal		bad		balance	
Eurozone	82.0	(-4.3)	17.0	(+3.6)	1.0	(+0.7)	81.0	(-5.0)
Germany	88.5	(-0.5)	11.2	(+0.5)	0.3	(+/-0.0)	88.2	(-0.5)
USA	18.1	(-1.5)	75.3	(+3.5)	6.6	(-2.0)	11.5	(+0.5)
Japan	22.9	(-0.5)	74.0	(+0.3)	3.1	(+0.2)	19.8	(-0.7)
United Kingdom	71.0	(+1.7)	29.0	(-1.3)	0.0	(-0.4)	71.0	(+2.1)
France	48.2	(-0.6)	50.0	(+1.3)	1.8	(-0.7)	46.4	(+0.1)
Italy	29.8	(+1.5)	64.9	(+0.2)	5.3	(-1.7)	24.5	(+3.2)
Economic expectations	improve		no change		get worse		balance	
Eurozone	15.4	(-7.0)	76.4	(+2.2)	8.2	(+4.8)	7.2	(-11.8)
Germany (=ZEW Indicator)	19.3	(-5.1)	71.8	(+0.3)	8.9	(+4.8)	10.4	(-9.9)
USA	24.1	(-1.9)	49.8	(-3.1)	26.1	(+5.0)	-2.0	(-6.9)
Japan	27.8	(+2.3)	66.0	(-3.5)	6.2	(+1.2)	21.6	(+1.1)
United Kingdom	9.8	(-0.7)	77.2	(-2.6)	13.0	(+3.3)	-3.2	(-4.0)
France	20.8	(-7.4)	70.4	(+3.7)	8.8	(+3.7)	12.0	(-11.1)
Italy	12.1	(-5.2)	77.1	(+0.3)	10.8	(+4.9)	1.3	(-10.1)
Inflation rate	increase		no change		decrease		balance	
Eurozone	53.4	(+1.3)	43.3	(-0.8)	3.3	(-0.5)	50.1	(+1.8)
Germany	55.4	(+5.1)	41.0	(-4.9)	3.6	(-0.2)	51.8	(+5.3)
USA	38.0	(+5.0)	49.7	(-3.3)	12.3	(-1.7)	25.7	(+6.7)
Japan	60.0	(+2.9)	37.9	(-3.9)	2.1	(+1.0)	57.9	(+1.9)
United Kingdom	33.3	(+4.3)	53.8	(-6.1)	12.9	(+1.8)	20.4	(+2.5)
France	45.4	(+0.6)	51.4	(-1.2)	3.2	(+0.6)	42.2	(+/-0.0)
Italy	40.7	(-1.3)	56.1	(+0.4)	3.2	(+0.9)	37.5	(-2.2)
Short-term interest rates	increase		no change		decrease		balance	
Eurozone	90.7	(-0.2)	9.3	(+0.9)	0.0	(-0.7)	90.7	(+0.5)
USA	12.7	(-3.1)	73.9	(+5.5)	13.4	(-2.4)	-0.7	(-0.7)
Japan	75.0	(+4.1)	24.6	(-4.5)	0.4	(+0.4)	74.6	(+3.7)
United Kingdom	48.1	(-2.7)	50.5	(+2.8)	1.4	(-0.1)	46.7	(-2.6)
Long-term interest rates	increase		no change		decrease		balance	
Germany	60.7	(+1.2)	31.8	(-1.0)	7.5	(-0.2)	53.2	(+1.4)
USA	33.8	(-1.2)	51.2	(-1.9)	15.0	(+3.1)	18.8	(-4.3)
Japan	67.0	(-1.6)	31.2	(+1.3)	1.8	(+0.3)	65.2	(-1.9)
United Kingdom	38.2	(+0.1)	53.9	(-1.1)	7.9	(+1.0)	30.3	(-0.9)
Stock market indices	increase		no change		decrease		balance	
STOXX 50 (Eurozone)	50.6	(-2.0)	27.9	(+0.1)	21.5	(+1.9)	29.1	(-3.9)
DAX (Germany)	50.5	(-3.4)	27.1	(+3.0)	22.4	(+0.4)	28.1	(-3.8)
TecDax (Germany)	52.2	(+/-0.0)	27.3	(+1.4)	20.5	(-1.4)	31.7	(+1.4)
Dow Jones Industrial (USA)	38.8	(-4.5)	36.7	(+1.7)	24.5	(+2.8)	14.3	(-7.3)
Nikkei 225 (Japan)	53.8	(+0.9)	32.1	(-1.7)	14.1	(+0.8)	39.7	(+0.1)
FT-SE 100 (UK)	41.7	(-3.1)	35.8	(+1.5)	22.5	(+1.6)	19.2	(-4.7)
CAC-40 (France)	47.5	(-1.7)	32.5	(+1.4)	20.0	(+0.3)	27.5	(-2.0)
MIBtel (Italy)	40.7	(-1.4)	38.0	(+1.2)	21.3	(+0.2)	19.4	(-1.6)
Exchange rates (vs. Euro)	appreciate		no change		depreciate		balance	
Dollar	23.3	(-4.1)	35.1	(+1.6)	41.6	(+2.5)	-18.3	(-6.6)
Yen	40.9	(+1.8)	41.6	(-0.5)	17.5	(-1.3)	23.4	(+3.1)
UK Pound	8.5	(+/-0.0)	73.7	(+2.3)	17.8	(-2.3)	-9.3	(+2.3)
Swiss Franc	28.3	(+4.2)	56.3	(-7.3)	15.4	(+3.1)	12.9	(+1.1)
Commodities	increase		no change		decrease		balance	
Oil (Brent Crude)	35.0	(+1.0)	39.4	(-7.6)	25.6	(+6.6)	9.4	(-5.6)
Sectors	improve		no change		get worse		balance	
Banks	38.6	(-8.4)	44.7	(+3.7)	16.7	(+4.7)	21.9	(-13.1)
Insurance companies	33.7	(-9.4)	56.3	(+8.7)	10.0	(+0.7)	23.7	(-10.1)
Automobile	32.0	(-1.6)	53.8	(+0.8)	14.2	(+0.8)	17.8	(-2.4)
Chemicals / Pharmaceuticals	52.7	(+0.9)	41.5	(-3.8)	5.8	(+2.9)	46.9	(-2.0)
Steel	53.4	(+0.4)	41.2	(+0.7)	5.4	(-1.1)	48.0	(+1.5)
Electronics	47.0	(+2.5)	50.6	(-3.7)	2.4	(+1.2)	44.6	(+1.3)
Mechanical engineering	68.9	(-4.7)	25.7	(+1.3)	5.4	(+3.4)	63.5	(-8.1)
Retail / Consumer goods	42.5	(-10.1)	47.9	(+5.8)	9.6	(+4.3)	32.9	(-14.4)
Construction	44.7	(-7.5)	42.9	(+0.8)	12.4	(+6.7)	32.3	(-14.2)
Utilities	26.2	(-3.0)	62.2	(+0.3)	11.6	(+2.7)	14.6	(-5.7)
Services	42.1	(-4.2)	53.7	(+0.8)	4.2	(+3.4)	37.9	(-7.6)
Telecommunications	12.2	(-1.2)	59.4	(+3.7)	28.4	(-2.5)	-16.2	(+1.3)
Information technology	41.4	(-1.1)	51.2	(-1.3)	7.4	(+2.4)	34.0	(-3.5)

Note: 306 Analysts participated in the July survey which was conducted during the period 07/02-07/16/07. 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.