

**ZEW - Financial Market Survey: Results July 2014**

<b>Current economic situation</b>	<b>good</b>		<b>normal</b>		<b>bad</b>		<b>balance</b>	
Eurozone	4.2	(- 0.9)	60.1	(- 2.0)	35.7	(+ 2.9)	-31.5	(- 3.8)
Germany	63.9	(- 5.1)	34.0	(+ 4.3)	2.1	(+ 0.8)	61.8	(- 5.9)
USA	38.0	(- 0.9)	58.6	(- 0.3)	3.4	(+ 1.2)	34.6	(- 2.1)
Japan	8.9	(- 1.5)	72.9	(+ 1.5)	18.2	(+/- 0.0)	-9.3	(- 1.5)
United Kingdom	41.3	(+ 0.5)	52.0	(- 1.2)	6.7	(+ 0.7)	34.6	(- 0.2)
France	0.5	(+ 0.5)	18.3	(- 0.7)	81.2	(+ 0.2)	-80.7	(+ 0.3)
Italy	0.9	(+/- 0.0)	22.0	(- 1.4)	77.1	(+ 1.4)	-76.2	(- 1.4)
<b>Economic expectations</b>	<b>improve</b>		<b>no change</b>		<b>get worse</b>		<b>balance</b>	
Eurozone	53.6	(- 8.3)	40.9	(+ 6.3)	5.5	(+ 2.0)	48.1	(-10.3)
Germany (ZEW Indicator)	33.4	(- 1.1)	60.3	(- 0.5)	6.3	(+ 1.6)	27.1	(- 2.7)
USA	52.7	(+ 1.1)	44.3	(- 1.5)	3.0	(+ 0.4)	49.7	(+ 0.7)
Japan	27.4	(+ 3.6)	64.6	(- 2.2)	8.0	(- 1.4)	19.4	(+ 5.0)
United Kingdom	25.3	(- 1.9)	69.8	(+ 2.4)	4.9	(- 0.5)	20.4	(- 1.4)
France	23.3	(- 5.5)	64.9	(+ 4.5)	11.8	(+ 1.0)	11.5	(- 6.5)
Italy	34.9	(- 6.2)	58.1	(+ 6.5)	7.0	(- 0.3)	27.9	(- 5.9)
<b>Inflation rate</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Eurozone	38.4	(- 0.1)	57.8	(+ 2.8)	3.8	(- 2.7)	34.6	(+ 2.6)
Germany	47.4	(+ 2.1)	49.2	(+ 1.4)	3.4	(- 3.5)	44.0	(+ 5.6)
USA	61.6	(+ 1.6)	38.0	(- 0.7)	0.4	(- 0.9)	61.2	(+ 2.5)
Japan	33.3	(- 4.9)	59.6	(+ 3.7)	7.1	(+ 1.2)	26.2	(- 6.1)
United Kingdom	47.5	(+ 1.0)	51.6	(- 1.4)	0.9	(+ 0.4)	46.6	(+ 0.6)
France	27.7	(- 2.4)	64.8	(+ 2.5)	7.5	(- 0.1)	20.2	(- 2.3)
Italy	28.9	(- 1.9)	62.7	(+ 1.2)	8.4	(+ 0.7)	20.5	(- 2.6)
<b>Short-term interest rates</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Eurozone	4.7	(+ 0.4)	92.3	(+16.6)	3.0	(-17.0)	1.7	(+17.4)
USA	30.0	(+ 4.6)	70.0	(- 3.7)	0.0	(- 0.9)	30.0	(+ 5.5)
Japan	8.5	(- 0.1)	91.5	(+ 1.0)	0.0	(- 0.9)	8.5	(+ 0.8)
United Kingdom	36.0	(+ 8.2)	62.2	(- 5.4)	1.8	(- 2.8)	34.2	(+11.0)
<b>Long-term interest rates</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Germany	52.8	(+ 2.4)	43.0	(- 0.5)	4.2	(- 1.9)	48.6	(+ 4.3)
USA	69.0	(+ 2.5)	28.9	(- 2.4)	2.1	(- 0.1)	66.9	(+ 2.6)
Japan	30.5	(- 0.2)	68.2	(- 0.6)	1.3	(+ 0.8)	29.2	(- 1.0)
United Kingdom	61.6	(+ 3.4)	37.5	(- 2.9)	0.9	(- 0.5)	60.7	(+ 3.9)
<b>Stock market indices</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
STOXX 50 (Eurozone)	46.6	(- 2.3)	35.9	(+ 5.7)	17.5	(- 3.4)	29.1	(+ 1.1)
DAX (Germany)	45.9	(- 3.2)	33.8	(+ 4.4)	20.3	(- 1.2)	25.6	(- 2.0)
TecDax (Germany)	41.3	(- 3.2)	38.3	(+ 5.3)	20.4	(- 2.1)	20.9	(- 1.1)
Dow Jones Industrial (USA)	46.1	(- 1.1)	36.1	(+ 3.1)	17.8	(- 2.0)	28.3	(+ 0.9)
Nikkei 225 (Japan)	34.9	(- 1.4)	50.5	(+ 2.7)	14.6	(- 1.3)	20.3	(- 0.1)
FT-SE-100 (UK)	38.0	(- 3.2)	43.8	(+ 4.1)	18.2	(- 0.9)	19.8	(- 2.3)
CAC-40 (France)	30.0	(- 3.9)	46.8	(+ 5.3)	23.2	(- 1.4)	6.8	(- 2.5)
MIBtel (Italy)	33.5	(- 2.9)	46.8	(+ 3.7)	19.7	(- 0.8)	13.8	(- 2.1)
<b>Exchange rates (vs. Euro)</b>	<b>appreciate</b>		<b>no change</b>		<b>depreciate</b>		<b>balance</b>	
Dollar	67.4	(- 2.8)	25.1	(+ 3.0)	7.5	(- 0.2)	59.9	(- 2.6)
Yen	18.5	(- 1.4)	60.5	(+ 4.7)	21.0	(- 3.3)	-2.5	(+ 1.9)
UK Pound	37.8	(- 4.8)	53.3	(+ 4.0)	8.9	(+ 0.8)	28.9	(- 5.6)
Swiss Franc	6.4	(- 2.4)	81.7	(+ 5.5)	11.9	(- 3.1)	-5.5	(+ 0.7)
<b>Commodities</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Oil (Brent Crude)	28.3	(+ 5.5)	58.2	(- 5.9)	13.5	(+ 0.4)	14.8	(+ 5.1)
<b>Sectors</b>	<b>improve</b>		<b>no change</b>		<b>get worse</b>		<b>balance</b>	
Banks	13.5	(- 6.3)	49.0	(+ 1.1)	37.5	(+ 5.2)	-24.0	(-11.5)
Insurance companies	7.5	(- 5.6)	55.5	(+ 8.4)	37.0	(- 2.8)	-29.5	(- 2.8)
Automobile	34.7	(+ 0.3)	56.8	(- 1.5)	8.5	(+ 1.2)	26.2	(- 0.9)
Chemicals / Pharmaceuticals	43.7	(- 3.1)	53.8	(+ 3.8)	2.5	(- 0.7)	41.2	(- 2.4)
Steel	31.3	(- 1.1)	61.0	(+ 5.1)	7.7	(- 4.0)	23.6	(+ 2.9)
Electronics	29.9	(- 1.8)	64.5	(+ 0.5)	5.6	(+ 1.3)	24.3	(- 3.1)
Mechanical engineering	42.8	(- 5.8)	49.7	(+ 6.8)	7.5	(- 1.0)	35.3	(- 4.8)
Retail / Consumer goods	53.1	(+ 2.6)	42.4	(- 3.9)	4.5	(+ 1.3)	48.6	(+ 1.3)
Construction	45.8	(+ 0.5)	45.2	(- 3.2)	9.0	(+ 2.7)	36.8	(- 2.2)
Utilities	9.6	(- 5.1)	62.1	(+ 6.3)	28.3	(- 1.2)	-18.7	(- 3.9)
Services	31.4	(- 0.5)	64.1	(- 0.3)	4.5	(+ 0.8)	26.9	(- 1.3)
Telecommunications	16.3	(- 4.6)	74.6	(+ 6.0)	9.1	(- 1.4)	7.2	(- 3.2)
Information technology	36.9	(- 3.8)	60.1	(+ 4.5)	3.0	(- 0.7)	33.9	(- 3.1)

Note: 238 analysts participated in the July-survey which was conducted during the period 6/30-7/14/2014. 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.