

ZEW Financial Market Survey: Results November 2005

Current economic situation	good		normal		bad		balance	
Eurozone	3.4	(-0.4)	67.7	(+2.2)	28.9	(-1.8)	-25.5	(+1.4)
Germany	2.2	(+0.3)	40.4	(+2.2)	57.4	(-2.5)	-55.2	(+2.8)
USA	46.0	(+4.1)	50.0	(-4.7)	4.0	(+0.6)	42.0	(+3.5)
Japan	22.8	(+3.4)	67.6	(-1.1)	9.6	(-2.3)	13.2	(+5.7)
United Kingdom	17.4	(-0.9)	75.7	(+2.9)	6.9	(-2.0)	10.5	(+1.1)
France	3.6	(+1.0)	56.3	(-3.6)	40.1	(+2.6)	-36.5	(-1.6)
Italy	1.7	(-0.6)	34.1	(+4.9)	64.2	(-4.3)	-62.5	(+3.7)
Economic expectations	improve		no change		get worse		balance	
Eurozone	43.4	(+4.0)	53.2	(-2.7)	3.4	(-1.3)	40.0	(+5.3)
Germany (=ZEW Indicator)	44.9	(+0.5)	48.9	(-1.7)	6.2	(+1.2)	38.7	(-0.7)
USA	6.6	(-3.7)	70.7	(+9.0)	22.7	(-5.3)	-16.1	(+1.6)
Japan	48.4	(-0.7)	49.7	(+0.7)	1.9	(+/-0.0)	46.5	(-0.7)
United Kingdom	10.3	(+1.9)	72.4	(-0.5)	17.3	(-1.4)	-7.0	(+3.3)
France	27.8	(+0.1)	63.6	(+0.7)	8.6	(-0.8)	19.2	(+0.9)
Italy	26.2	(+6.5)	65.4	(-3.0)	8.4	(-3.5)	17.8	(+10.0)
Inflation rate	increase		no change		decrease		balance	
Eurozone	50.1	(-2.2)	34.2	(+2.1)	15.7	(+0.1)	34.4	(-2.3)
Germany	50.9	(-1.6)	31.8	(+0.9)	17.3	(+0.7)	33.6	(-2.3)
USA	54.1	(-11.3)	31.0	(+7.1)	14.9	(+4.2)	39.2	(-15.5)
Japan	63.2	(+0.3)	34.2	(+0.1)	2.6	(-0.4)	60.6	(+0.7)
United Kingdom	35.6	(-5.5)	53.5	(+5.4)	10.9	(+0.1)	24.7	(-5.6)
France	46.2	(-1.5)	39.0	(+1.2)	14.8	(+0.3)	31.4	(-1.8)
Italy	46.7	(-2.8)	39.4	(+1.4)	13.9	(+1.4)	32.8	(-4.2)
Short-term interest rates	increase		no change		decrease		balance	
Eurozone	69.9	(+32.1)	28.3	(-33.3)	1.8	(+1.2)	68.1	(+30.9)
USA	88.2	(-0.9)	11.8	(+0.9)	0.0	(+/-0.0)	88.2	(-0.9)
Japan	46.8	(+7.8)	53.2	(-7.1)	0.0	(-0.7)	46.8	(+8.5)
United Kingdom	23.4	(+5.4)	60.2	(-2.5)	16.4	(-2.9)	7.0	(+8.3)
Long-term interest rates	increase		no change		decrease		balance	
Germany	69.4	(+4.8)	24.1	(-7.0)	6.5	(+2.2)	62.9	(+2.6)
USA	71.5	(-3.0)	23.5	(+1.1)	5.0	(+1.9)	66.5	(-4.9)
Japan	69.4	(-0.5)	29.6	(-0.2)	1.0	(+0.7)	68.4	(-1.2)
United Kingdom	40.3	(+2.4)	52.7	(-1.0)	7.0	(-1.4)	33.3	(+3.8)
Stock market indices	increase		no change		decrease		balance	
STOXX 50 (Eurozone)	71.5	(+7.8)	23.4	(-2.5)	5.1	(-5.3)	66.4	(+13.1)
DAX (Germany)	72.2	(+5.6)	21.5	(-1.3)	6.3	(-4.3)	65.9	(+9.9)
TecDax (Germany)	61.6	(+2.0)	29.0	(+0.8)	9.4	(-2.8)	52.2	(+4.8)
Dow Jones Industrial (USA)	44.4	(+3.7)	45.1	(+2.4)	10.5	(-6.1)	33.9	(+9.8)
Nikkei 225 (Japan)	76.4	(+6.4)	21.0	(-2.7)	2.6	(-3.7)	73.8	(+10.1)
FT-SE 100 (UK)	53.2	(+6.9)	38.3	(-4.6)	8.5	(-2.3)	44.7	(+9.2)
CAC-40 (France)	62.9	(+5.0)	29.3	(-1.1)	7.8	(-3.9)	55.1	(+8.9)
MIBtel (Italy)	58.4	(+10.0)	32.6	(-3.6)	9.0	(-6.4)	49.4	(+16.4)
Exchange rates (vs. Euro)	appreciate		no change		depreciate		balance	
Dollar	28.7	(+3.3)	27.8	(-6.0)	43.5	(+2.7)	-14.8	(+0.6)
Yen	32.4	(+0.3)	55.9	(-1.2)	11.7	(+0.9)	20.7	(-0.6)
UK Pound	11.3	(+0.1)	66.9	(+4.3)	21.8	(-4.4)	-10.5	(+4.5)
Swiss Franc	17.1	(+2.4)	75.7	(-3.8)	7.2	(+1.4)	9.9	(+1.0)
Commodities	increase		no change		decrease		balance	
Oil (Brent Crude)	16.8	(+0.4)	47.8	(+3.9)	35.4	(-4.3)	-18.6	(+4.7)
Sectors	improve		no change		get worse		balance	
Banks	70.1	(+11.0)	24.0	(-8.6)	5.9	(-2.4)	64.2	(+13.4)
Insurance companies	51.5	(+7.6)	38.1	(-1.8)	10.4	(-5.8)	41.1	(+13.4)
Automobile	31.0	(+0.7)	55.1	(+3.5)	13.9	(-4.2)	17.1	(+4.9)
Chemicals / Pharmaceuticals	54.6	(+6.7)	41.2	(-6.6)	4.2	(-0.1)	50.4	(+6.8)
Steel	33.4	(+3.5)	54.0	(-1.0)	12.6	(-2.5)	20.8	(+6.0)
Electronics	31.2	(-0.4)	63.5	(+0.2)	5.3	(+0.2)	25.9	(-0.6)
Mechanical engineering	65.6	(+5.2)	28.8	(-5.4)	5.6	(+0.2)	60.0	(+5.0)
Retail / Consumer goods	19.2	(-3.6)	54.2	(-3.8)	26.6	(+7.4)	-7.4	(-11.0)
Construction	10.5	(-4.0)	61.3	(+1.2)	28.2	(+2.8)	-17.7	(-6.8)
Utilities	51.8	(-0.8)	40.1	(+2.6)	8.1	(-1.8)	43.7	(+1.0)
Services	54.4	(-0.2)	42.7	(-0.1)	2.9	(+0.3)	51.5	(-0.5)
Telecommunications	40.1	(-8.0)	49.3	(+8.1)	10.6	(-0.1)	29.5	(-7.9)
Information technology	55.8	(-0.1)	39.9	(+0.6)	4.3	(-0.5)	51.5	(+0.4)

Note: 326 Analysts participated in the November survey which was conducted during the period 10/31 to 11/14/05. 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.