

## ZEW-Financial Market Survey: Results November 2006

Current economic situation	good		normal		bad		balance	
Eurozone	51.7	(+6.3)	46.6	(-5.7)	1.7	(-0.6)	50.0	(+6.9)
Germany	54.7	(+8.1)	43.6	(-6.1)	1.7	(-2.0)	53.0	(+10.1)
USA	27.3	(-6.5)	67.2	(+5.4)	5.5	(+1.1)	21.8	(-7.6)
Japan	28.4	(-4.7)	67.0	(+3.3)	4.6	(+1.4)	23.8	(-6.1)
United Kingdom	45.3	(+3.8)	52.5	(-3.1)	2.2	(-0.7)	43.1	(+4.5)
France	34.3	(-4.2)	62.5	(+5.0)	3.2	(-0.8)	31.1	(-3.4)
Italy	13.7	(-4.0)	73.7	(+4.6)	12.6	(-0.6)	1.1	(-3.4)
Economic expectations	improve		no change		get worse		balance	
Eurozone	13.8	(-0.9)	61.4	(+3.3)	24.8	(-2.4)	-11.0	(+1.5)
Germany (=ZEW Indicator)	11.4	(-2.1)	48.7	(+3.1)	39.9	(-1.0)	-28.5	(-1.1)
USA	5.1	(-0.8)	36.9	(+3.6)	58.0	(-2.8)	-52.9	(+2.0)
Japan	27.0	(+0.8)	61.3	(+0.9)	11.7	(-1.7)	15.3	(+2.5)
United Kingdom	5.0	(+1.5)	76.3	(+1.7)	18.7	(-3.2)	-13.7	(+4.7)
France	10.0	(+1.7)	67.3	(+1.2)	22.7	(-2.9)	-12.7	(+4.6)
Italy	10.4	(+0.9)	65.6	(+1.5)	24.0	(-2.4)	-13.6	(+3.3)
Inflation rate	increase		no change		decrease		balance	
Eurozone	33.6	(+1.6)	50.8	(+2.0)	15.6	(-3.6)	18.0	(+5.2)
Germany	50.0	(+4.6)	37.4	(+0.1)	12.6	(-4.7)	37.4	(+9.3)
USA	19.2	(+0.8)	48.5	(+6.5)	32.3	(-7.3)	-13.1	(+8.1)
Japan	54.1	(-0.9)	41.6	(+0.5)	4.3	(+0.4)	49.8	(-1.3)
United Kingdom	18.4	(+2.2)	68.3	(+1.4)	13.3	(-3.6)	5.1	(+5.8)
France	24.5	(+5.1)	57.9	(-1.8)	17.6	(-3.3)	6.9	(+8.4)
Italy	26.0	(+5.2)	58.5	(-2.2)	15.5	(-3.0)	10.5	(+8.2)
Short-term interest rates	increase		no change		decrease		balance	
Eurozone	81.4	(-0.5)	16.6	(-0.2)	2.0	(+0.7)	79.4	(-1.2)
USA	8.7	(-1.1)	61.0	(-7.2)	30.3	(+8.3)	-21.6	(-9.4)
Japan	66.9	(-4.9)	32.7	(+4.9)	0.4	(+/-0.0)	66.5	(-4.9)
United Kingdom	31.8	(+1.5)	64.6	(-1.1)	3.6	(-0.4)	28.2	(+1.9)
Long-term interest rates	increase		no change		decrease		balance	
Germany	40.5	(-3.6)	45.3	(+2.5)	14.2	(+1.1)	26.3	(-4.7)
USA	25.0	(-1.0)	49.7	(-1.8)	25.3	(+2.8)	-0.3	(-3.8)
Japan	61.9	(-0.7)	34.9	(+0.7)	3.2	(+/-0.0)	58.7	(-0.7)
United Kingdom	25.8	(-1.3)	63.2	(+0.2)	11.0	(+1.1)	14.8	(-2.4)
Stock market indices	increase		no change		decrease		balance	
STOXX 50 (Eurozone)	56.8	(-2.2)	25.4	(+1.1)	17.8	(+1.1)	39.0	(-3.3)
DAX (Germany)	53.8	(-3.8)	27.2	(+2.9)	19.0	(+0.9)	34.8	(-4.7)
TecDax (Germany)	49.2	(-2.7)	30.9	(+2.4)	19.9	(+0.3)	29.3	(-3.0)
Dow Jones Industrial (USA)	42.0	(-0.4)	33.9	(-2.5)	24.1	(+2.9)	17.9	(-3.3)
Nikkei 225 (Japan)	58.6	(-1.8)	30.9	(+2.3)	10.5	(-0.5)	48.1	(-1.3)
FT-SE 100 (UK)	44.3	(-1.9)	39.8	(+2.4)	15.9	(-0.5)	28.4	(-1.4)
CAC-40 (France)	50.0	(-2.0)	32.1	(+0.6)	17.9	(+1.4)	32.1	(-3.4)
MIBtel (Italy)	45.5	(-4.1)	34.8	(+4.1)	19.7	(+/-0.0)	25.8	(-4.1)
Exchange rates (vs. Euro)	appreciate		no change		depreciate		balance	
Dollar	12.7	(-1.4)	23.0	(-2.7)	64.3	(+4.1)	-51.6	(-5.5)
Yen	31.9	(-1.9)	48.0	(-2.6)	20.1	(+4.5)	11.8	(-6.4)
UK Pound	8.5	(+2.8)	71.4	(-6.6)	20.1	(+3.8)	-11.6	(-1.0)
Swiss Franc	14.0	(-3.5)	73.1	(-1.1)	12.9	(+4.6)	1.1	(-8.1)
Commodities	increase		no change		decrease		balance	
Oil (Brent Crude)	34.2	(+1.8)	43.2	(-1.5)	22.6	(-0.3)	11.6	(+2.1)
Sectors	improve		no change		get worse		balance	
Banks	44.8	(-1.9)	44.1	(-0.8)	11.1	(+2.7)	33.7	(-4.6)
Insurance companies	47.5	(-0.4)	44.4	(-0.5)	8.1	(+0.9)	39.4	(-1.3)
Automobile	21.9	(+0.3)	56.2	(-2.0)	21.9	(+1.7)	0.0	(-1.4)
Chemicals / Pharmaceuticals	40.0	(-9.3)	53.1	(+8.1)	6.9	(+1.2)	33.1	(-10.5)
Steel	28.5	(-2.0)	51.5	(+0.7)	20.0	(+1.3)	8.5	(-3.3)
Electronics	27.2	(-3.4)	64.7	(+2.3)	8.1	(+1.1)	19.1	(-4.5)
Mechanical engineering	54.8	(-1.2)	38.7	(+5.0)	6.5	(-3.8)	48.3	(+2.6)
Retail / Consumer goods	22.2	(-1.5)	44.8	(-2.1)	33.0	(+3.6)	-10.8	(-5.1)
Construction	32.2	(-2.8)	49.0	(+/-0.0)	18.8	(+2.8)	13.4	(-5.6)
Utilities	25.8	(+0.2)	58.8	(+0.8)	15.4	(-1.0)	10.4	(+1.2)
Services	36.4	(+1.6)	57.0	(-2.8)	6.6	(+1.2)	29.8	(+0.4)
Telecommunications	15.4	(-0.7)	56.5	(+5.9)	28.1	(-5.2)	-12.7	(+4.5)
Information technology	34.0	(+0.5)	57.5	(+0.2)	8.5	(-0.7)	25.5	(+1.2)

Note: 298 Analysts participated in the November survey which was conducted during the period 10/30-11/13/06. 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.