

**ZEW - Financial Market Survey: Results May 2017**

<b>Current economic situation</b>	<b>good</b>		<b>normal</b>		<b>bad</b>		<b>balance</b>	
Eurozone	24.3	(+ 5.8)	69.7	(- 4.8)	6.0	(- 1.0)	18.3	(+ 6.8)
Germany	84.4	(+ 3.8)	15.1	(- 3.8)	0.5	(+/- 0.0)	83.9	(+ 3.8)
USA	62.6	(- 6.4)	34.6	(+ 4.6)	2.8	(+ 1.8)	59.8	(- 8.2)
Japan	6.4	(- 1.6)	83.7	(- 1.9)	9.9	(+ 3.5)	-3.5	(- 5.1)
United Kingdom	16.1	(- 5.4)	69.8	(+ 1.2)	14.1	(+ 4.2)	2.0	(- 9.6)
France	6.2	(+ 0.5)	67.6	(- 2.1)	26.2	(+ 1.6)	-20.0	(- 1.1)
Italy	1.5	(- 1.1)	49.0	(+ 5.3)	49.5	(- 4.2)	-48.0	(+ 3.1)
<b>Economic expectations</b>	<b>improve</b>		<b>no change</b>		<b>get worse</b>		<b>balance</b>	
Eurozone	39.7	(+ 8.4)	55.7	(- 8.0)	4.6	(- 0.4)	35.1	(+ 8.8)
Germany (ZEW Indicator)	28.8	(+ 1.8)	63.0	(- 2.5)	8.2	(+ 0.7)	20.6	(+ 1.1)
USA	32.3	(- 1.2)	55.3	(- 2.7)	12.4	(+ 3.9)	19.9	(- 5.1)
Japan	14.7	(- 4.3)	81.9	(+ 4.1)	3.4	(+ 0.2)	11.3	(- 4.5)
United Kingdom	5.8	(- 3.1)	37.4	(- 4.0)	56.8	(+ 7.1)	-51.0	(-10.2)
France	35.0	(+ 8.7)	60.7	(- 6.3)	4.3	(- 2.4)	30.7	(+11.1)
Italy	16.5	(+ 1.3)	71.8	(- 3.1)	11.7	(+ 1.8)	4.8	(- 0.5)
<b>Inflation rate</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Eurozone	32.1	(- 1.2)	52.8	(+ 6.5)	15.1	(- 5.3)	17.0	(+ 4.1)
Germany	37.9	(+ 2.9)	45.2	(- 0.3)	16.9	(- 2.6)	21.0	(+ 5.5)
USA	56.5	(+ 5.8)	35.2	(- 3.9)	8.3	(- 1.9)	48.2	(+ 7.7)
Japan	19.0	(+ 3.1)	77.5	(+ 1.1)	3.5	(- 4.2)	15.5	(+ 7.3)
United Kingdom	49.7	(- 2.7)	42.9	(+ 4.3)	7.4	(- 1.6)	42.3	(- 1.1)
France	29.6	(+ 2.0)	58.7	(+ 3.1)	11.7	(- 5.1)	17.9	(+ 7.1)
Italy	31.5	(+ 4.4)	55.2	(+/- 0.0)	13.3	(- 4.4)	18.2	(+ 8.8)
<b>Short-term interest rates</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Eurozone	13.3	(- 0.1)	85.8	(+ 0.2)	0.9	(- 0.1)	12.4	(+/- 0.0)
USA	90.2	(- 0.3)	9.3	(- 0.2)	0.5	(+ 0.5)	89.7	(- 0.8)
Japan	4.4	(- 2.1)	94.1	(+ 1.1)	1.5	(+ 1.0)	2.9	(- 3.1)
United Kingdom	20.7	(- 8.1)	72.4	(+ 8.2)	6.9	(- 0.1)	13.8	(- 8.0)
<b>Long-term interest rates</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Germany	66.6	(- 1.1)	31.5	(+ 2.2)	1.9	(- 1.1)	64.7	(+/- 0.0)
USA	81.5	(- 0.8)	18.5	(+ 2.3)	0.0	(- 1.5)	81.5	(+ 0.7)
Japan	22.9	(- 0.2)	76.6	(+ 1.3)	0.5	(- 1.1)	22.4	(+ 0.9)
United Kingdom	53.0	(- 2.6)	44.1	(+ 1.8)	2.9	(+ 0.8)	50.1	(- 3.4)
<b>Stock market indices</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
STOXX 50 (Eurozone)	40.8	(+ 2.9)	40.8	(- 0.4)	18.4	(- 2.5)	22.4	(+ 5.4)
DAX (Germany)	40.5	(- 0.2)	41.0	(+ 3.6)	18.5	(- 3.4)	22.0	(+ 3.2)
TecDax (Germany)	42.0	(+ 1.4)	39.9	(+ 0.5)	18.1	(- 1.9)	23.9	(+ 3.3)
Dow Jones Industrial (USA)	33.5	(+ 0.9)	45.0	(+ 2.6)	21.5	(- 3.5)	12.0	(+ 4.4)
Nikkei 225 (Japan)	28.8	(- 1.1)	55.7	(+ 2.8)	15.5	(- 1.7)	13.3	(+ 0.6)
FT-SE-100 (UK)	20.3	(- 1.3)	44.1	(- 1.2)	35.6	(+ 2.5)	-15.3	(- 3.8)
CAC-40 (France)	40.3	(+10.2)	41.4	(- 4.8)	18.3	(- 5.4)	22.0	(+15.6)
MIbtel (Italy)	30.4	(+ 6.4)	47.3	(- 1.2)	22.3	(- 5.2)	8.1	(+11.6)
<b>Exchange rates (vs. Euro)</b>	<b>appreciate</b>		<b>no change</b>		<b>depreciate</b>		<b>balance</b>	
Dollar	33.3	(- 9.3)	46.9	(+ 7.4)	19.8	(+ 1.9)	13.5	(-11.2)
Yen	9.7	(+ 1.3)	75.0	(- 2.0)	15.3	(+ 0.7)	-5.6	(+ 0.6)
UK Pound	9.5	(- 0.8)	32.8	(- 2.0)	57.7	(+ 2.8)	-48.2	(- 3.6)
Swiss Franc	13.0	(+ 1.0)	76.5	(- 2.2)	10.5	(+ 1.2)	2.5	(- 0.2)
<b>Commodities</b>	<b>increase</b>		<b>no change</b>		<b>decrease</b>		<b>balance</b>	
Oil (Brent Crude)	27.7	(+ 5.4)	59.5	(- 4.2)	12.8	(- 1.2)	14.9	(+ 6.6)
<b>Sectors</b>	<b>improve</b>		<b>no change</b>		<b>get worse</b>		<b>balance</b>	
Banks	26.2	(+ 3.9)	43.2	(+ 2.6)	30.6	(- 6.5)	-4.4	(+10.4)
Insurance companies	17.6	(+ 2.7)	51.1	(- 2.5)	31.3	(- 0.2)	-13.7	(+ 2.9)
Automobile	21.5	(+ 4.9)	65.2	(- 2.7)	13.3	(- 2.2)	8.2	(+ 7.1)
Chemicals / Pharmaceuticals	40.9	(+ 1.6)	57.4	(+ 0.3)	1.7	(- 1.9)	39.2	(+ 3.5)
Steel	21.5	(- 3.4)	62.1	(- 1.5)	16.4	(+ 4.9)	5.1	(- 8.3)
Electronics	38.4	(+ 8.3)	58.8	(- 8.7)	2.8	(+ 0.4)	35.6	(+ 7.9)
Mechanical engineering	42.7	(+ 7.0)	50.6	(- 8.3)	6.7	(+ 1.3)	36.0	(+ 5.7)
Retail / Consumer goods	57.0	(+ 2.9)	40.2	(- 3.3)	2.8	(+ 0.4)	54.2	(+ 2.5)
Construction	61.3	(- 4.4)	34.8	(+ 5.2)	3.9	(- 0.8)	57.4	(- 3.6)
Utilities	13.5	(+ 2.2)	68.4	(- 3.6)	18.1	(+ 1.4)	-4.6	(+ 0.8)
Services	34.1	(- 1.8)	63.7	(+ 2.6)	2.2	(- 0.8)	31.9	(- 1.0)
Telecommunications	23.8	(+ 0.6)	68.8	(- 3.2)	7.4	(+ 2.6)	16.4	(- 2.0)
Information technology	61.9	(+ 4.1)	36.4	(- 4.6)	1.7	(+ 0.5)	60.2	(+ 3.6)

Note: 219 analysts participated in the May-survey which was conducted during the period 5/2/2017-5/15/2017. 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.