NOTE: WHERE THERE IS MORE THAN ONE JUMP WITHIN A BRANCHPOINT BOX, THE JUPLMS ARE TO BE APPLIED IN ORDER FROM THE TOP.

H0/P002 BRANCHPOINT: IF THIS IS A PROXY INTERVIEW, GO TO SECTION Q

P002
Q4982
H0. Next I have some questions about how likely you think various events might be. When I ask a question I'd like for you to give me a number from 0 to 100, where "0" means that you think there is absolutely no chance, and "100" means that you think the event is absolutely sure to happen.

For example, no one can ever be sure about tomorrow's weather, but if you think that rain is very unlikely tomorrow, you might say that there is a 10 percent chance of rain. If you think there is a very good chance that it will rain tomorrow, you might say that there is an 80 percent chance of rain.

1. CONTINUE   DK   RF

P003
Q4983
H0-1. Let's try an example together and start with the weather. What do you think are the chances that it will be sunny tomorrow?

("100" means 'a 100 percent chance of sunny weather.' And you can say any number from 0 to 100.)

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DK

ABSOLUTELY NO CHANCE

RF

ABSOLUTELY CERTAIN
P004
Q4984
H1. What do you think are the chances that your income will keep up with inflation for the next five years?

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DK

ABSOLUTELY NO CHANCE

ABSOLUTELY CERTAIN

P005
Q4985
H2. Including property and other valuables that you might own, what are the chances that you (and your [husband/wife/partner]) will leave an inheritance totalling $10,000 or more?

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DK

ABSOLUTELY NO CHANCE

ABSOLUTELY CERTAIN

GO TO H2b/P007

H2a/P006 BRANCHPOINT: IF R DID NOT GIVE CHANCES OF LEAVING AN INHERITANCE (H2/P005={DK or RF}), GO TO H3/P008

P006
Q4987
H2a. What are the chances that you (and your [husband/wife/partner]) will leave an inheritance totalling $100,000 or more?

[IWER: INCLUDE PROPERTIES AND OTHER VALUABLE ITEMS AS WELL AS MONEY HERE]

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DK

ABSOLUTELY NO CHANCE

ABSOLUTELY CERTAIN

P059 BRANCHPOINT: IF R DID NOT SAY THERE WAS A CHANCE OF LEAVING AN INHERITANCE (H2a/P006={0 or DK or RF}), GO TO H3/P008

P059 (Tag#=P006.5)
What are the chances that you (and your [husband/wife/partner]) will leave an inheritance totalling $500,000 or more?

[IWER: INCLUDE PROPERTIES AND OTHER VALUABLE ITEMS AS WELL AS MONEY HERE]

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H2b/P007 BRANCHPOINT: GO TO H3/P008

P007
Q4988
H2b. What are the chances that you (and your [husband/wife/partner]) will leave any inheritance?

[IWER: INCLUDE PROPERTIES AND OTHER VALUABLE ITEMS AS WELL AS MONEY HERE]

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P008
Q4989
H3. And how about the chances that you will receive an inheritance during the next 10 years?

[IWER: INCLUDE PROPERTIES AND OTHER VALUABLE ITEMS AS WELL AS MONEY HERE]

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H3a/P010 BRANCHPOINT: IF R SAID {DK or RF} AT ALL OF {H1/P004 and H2/P005 and H3/P008}, GO TO H18/P036 BRANCHPOINT

IF R DID NOT SAY THERE WAS A CHANCE OF RECEIVING AN INHERITANCE (H3/P008={0 or DK or RF}), GO TO H4/P014 BRANCHPOINT
P010
Q4991
H3a. About how large do you expect that inheritance to be?

[IWER: DO NOT PROBE DK/RF]

| AMOUNT |
| DK    |
| RF    |

GO TO H4/P014
BRANCHPOINT

P011-P013 Unfolding Sequence
Question text: Would it amount to less than $____ , more than $____ , or what?

PROCEDURE: 2Up1Down
BREAKPOINTS: $10,000, $50,000, $250,000, $1,000,000
ENTRY POINT: $50,000

H4/P014 BRANCHPOINT: IF R DID NOT REPORT THAT IS WORKING NOW (G2/J020 NOT 1) or
R IS SELF EMPLOYED (G3/J021=2), GO TO H6/P016 BRANCHPOINT

P014
Q4996
H4. Sometimes people are permanently laid off from jobs that they want to keep.

On the same scale from 0 to 100 where 0 equals absolutely no chance and 100 equals absolutely certain, what are the chances that you will lose your job during the next year?

| .... | .... | .... | .... | .... | .... | .... | .... | .... | .... | .... | .... | .... |
| DK   |

ABSOLUTELY NO CHANCE

| .... | .... | .... |
| RF   |

ABSOLUTELY CERTAIN
P015
Q4997
H5. Suppose you were to lose your job this month. What do you think are the chances that you could find an equally good job in the same line of work within the next few months?

| .... | .... | .... | .... | .... | .... | .... | .... | .... | .... | .... | DK |
| 00   | 10   | 20   | 30   | 40   | 50   | 60   | 70   | 80   | 90   | 100 |

ABSOLUTELY NO CHANCE

ABSOLUTELY CERTAIN

H6/P016 BRANCHPOINT: IF R IS CURRENTLY EMPLOYED (G2/J020=1), GO TO H7/P017 BRANCHPOINT

P016
Q4998
H6. (On this same 0 to 100 scale), what are the chances that you will be working for pay at some time in the future?

| .... | .... | .... | .... | .... | .... | .... | .... | .... | .... | .... | DK |
| 00   | 10   | 20   | 30   | 40   | 50   | 60   | 70   | 80   | 90   | 100 |

ABSOLUTELY NO CHANCE

ABSOLUTELY CERTAIN

H7/P017 BRANCHPOINT: IF R DID NOT REPORT THAT IS CURRENTLY EMPLOYED (G2/J020 NOT 1), GO TO H9a/P020 BRANCHPOINT

IF R'S IS OLDER THAN 62, GO TO H8/P018 BRANCHPOINT
HRS 2002 — SECTION P: EXPECTATIONS — PAGE 6

FINAL VERSION 3 — 12/01/2006

P017
Q5002
H7. IF R WORKS FOR SOMEONE ELSE (G3/J021=1):
(Thinking about work in general and not just your present job,) what do you think the chances are that you will be working full-time after you reach age 62?

OTHERWISE:
What do you think the chances are that you will be working full-time after you reach age 62?

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DK

ABSOLUTELY NO CHANCE

ABSOLUTELY CERTAIN

RF

GO TO H9/P019

H8/P018 BRANCHPOINT: IF R IS OLDER THAN 65 (A019 >65), GO TO H9/P019

P018
Q5003
H8. And what about the chances that you will be working full-time after you reach age 65?


DK

ABSOLUTELY NO CHANCE

ABSOLUTELY CERTAIN

RF

996. ALREADY AGE 65

H9/P019

996. ALREADY AGE 62

H8/P018
H9. What about the chances that your health will limit your work activity during the next 10 years?

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DK

ABSOLUTELY
NO CHANCE

RF

ABSOLUTELY
CERTAIN

H9a/P020 BRANCHPOINT: IF R DID NOT REPORT THAT IS CURRENTLY LOOKING FOR A JOB ((G109/J505 and G115/J517) NOT 1), GO TO H10/P021 BRANCHPOINT

H9a. You told us earlier that you were looking for a new job.

On this 0 to 100 scale, what are the chances that you will find a job like the one you're looking for within the next few months?

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DK

ABSOLUTELY
NO CHANCE

RF

ABSOLUTELY
CERTAIN

H10/P021 BRANCHPOINT: IF R IS UNDER 65 (A019 <65) and IS REINTERVIEW R, GO TO H11/P028 BRANCHPOINT

H10. Now using the same scale as before where "0" is absolutely no chance and "100" means that it is absolutely certain, please tell me what you think are the chances that you will move in the next two years?

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DK

ABSOLUTELY
NO CHANCE

RF

ABSOLUTELY
CERTAIN

H10a/P022 BRANCHPOINT: IF R ANSWERED H10/P021 AS LESS THAN 60 PERCENT, GO TO H11/P028 BRANCHPOINT
P022
Q5011
H10a. Do you think you will move to another state?

1. YES  5. NO  8. DK  9. RF

GO TO H10c/P025

P023
Q5012
H10b. Which state?

97. OTHER COUNTRY (SPECIFY)  98. DK  99. RF

STATE

NOTE: THE IWER SELECTS FROM A MENU OF STATE NAMES, INCLUDING WASHINGTON, D.C., AND PUERTO RICO.

P025
Q5015
H10c. Do you think you will buy or build a home, rent, move in with someone else or what?

1. BUY OR BUILD  2. RENT  3. MOVE IN WITH SOMEONE ELSE  8. DK  9. RF

GO TO H11/P028 BRANCHPOINT  GO TO H11/P028 BRANCHPOINT

P026
Q5016
H10d. With whom would you live?

1. CHILD  2. PARENT  3. OTHER RELATIVE  5. ASSISTED LIVING OR OTHER LONG TERM CARE FACILITY

7. OTHER (SPECIFY)  8. DK  9. RF

P027

H11/P028 BRANCHPOINT: IF R IS OLDER THAN 65 (A019 >65), GO TO H12/P029 BRANCHPOINT

P028
Q5018
H11. (What is the percent chance) that you will live to be 75 or more?

| .... | .... | .... | .... | .... | .... | .... | .... | .... | ... | .... | DK |
### HRS 2002 — SECTION P: EXPECTATIONS — PAGE 9

**Final Version 3 — 12/01/2006**

#### P029

**H12/P029 BRANCHPOINT:**
- IF R said there was 0% chance of living to be {75 OR MORE} (H11/P028 {WAS ASKED & =0}) or R's CURRENT AGE IS AT LEAST 90 YEARS OLD (A019 ≥90), GO TO H13/P030

**P030**

**Q5021**

Using a number from 0-100, what are the chances that you (and your [husband/wife/partner]) will give financial help totalling $5,000 or more to grown children, relatives or friends over the next ten years?

[Intermittent / IWER: INCLUDE COLLEGE TUITION PAYMENT BUT NOT SHARED HOUSING OR FOOD]

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**ABSOLUTELY NO CHANCE**

**ABSOLUTELY CERTAIN**
H13a. What are the chances that you (and your [husband/wife/partner]) will receive financial help totalling $5,000 or more from your children, relatives or friends over the next 10 years?

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DK

ABSOLUTELY NO CHANCE

ABSOLUTELY CERTAIN

H14/P032 BRANCHPOINT: IF R {IS LESS THAN 65 (A019 <65) and IS REINTERVIEW R} or R IS CURRENTLY IN NURSING HOME (CS11/A028=1), GO H16/P034 BRANCHPOINT

P032
Q5023
H14. IF R IS UNDER 65 YEARS OF AGE:
(What is the percent chance) that you will ever have to move to a nursing home?

OTHERWISE:
(What is the percent chance) that you will move to a nursing home in the next five years?

DEFINITION: NURSING HOMES ARE INSTITUTIONS PRIMARILY FOR PEOPLE WHO NEED CONSTANT NURSING SUPERVISION OR ARE INCAPABLE OF LIVING INDEPENDENTLY. NURSING SUPERVISION MUST BE PROVIDED ON A CONTINUOUS BASIS FOR THE INSTITUTION TO QUALIFY AS A NURSING HOME. PLEASE DON'T INCLUDE STAYS IN ADULT FOSTER CARE FACILITIES OR OTHER SHORT-TERM STAYS IN A HOSPITAL.

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DK

ABSOLUTELY NO CHANCE

ABSOLUTELY CERTAIN

H16/P034 BRANCHPOINT: IF THIS IS A REINTERVIEW R, GO TO H18/P036 BRANCHPOINT
H16. What do you think are the chances that the U.S. economy will experience a major depression sometime during the next 10 years or so?

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Options:
- Absolutely No Chance
- Absolutely Certain

H17. How about the chances that Congress will change Social Security sometime in the next 10 years or so, so that it becomes less generous than now?

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Options:
- Absolutely No Chance
- Absolutely Certain

H18/P036 Branchpoint: If R's current age is at least 65 years old (A019 ≥ 65) and this is core datamodel version 3 or earlier (release date ≤ 5/16/02), go to H20/P042 branchpoint.

If R's current age is at least 65 years old (A019 ≥ 65) and this is core datamodel version 4 or later (release date ≥ 6/05/02), go to P060 branchpoint.
Now I have another kind of question. Suppose that you are the only income earner in the family. Your doctor recommends that you move because of allergies, and you have to choose between two possible jobs. The first would guarantee your current total family income for life. The second is possibly better paying, but the income is also less certain. There is a 50-50 chance the second job would double your total lifetime income and a 50-50 chance that it would cut it by a third.

Which job would you take — the first job or the second job?

1. FIRST JOB  2. SECOND JOB  8. DK  9. RF

GO TO H18c/P039  GO TO H19/P041

Suppose the chances were 50-50 that the second job would double your lifetime income, and 50-50 that it would cut it in half.

Would you take the first job or the second job?

1. FIRST JOB  2. SECOND JOB  8. DK  9. RF

GO TO H19/P041  GO TO H19/P041

Suppose the chances were 50-50 that the second job would double your lifetime income and 50-50 that it would cut it by seventy-five percent.

Would you take the first job or the second job?

1. FIRST JOB  2. SECOND JOB  8. DK  9. RF

GO TO H19/P041
H18c. Suppose the chances were 50-50 that the second job would double your lifetime income and 50-50 that it would cut it by twenty percent. Would you take the first job or the second job?

1. FIRST JOB  2. SECOND JOB  8. DK  9. RF

GO TO H19/P041

H18d. Suppose the chances were 50-50 that the second job would double your lifetime income and 50-50 that it would cut it by 10 percent. Would you take the first job or the second job?

1. FIRST JOB  2. SECOND JOB  8. DK  9. RF

H19. In deciding how much of their (family) income to spend or save, people are likely to think about different financial planning periods.

In planning your (family's) saving and spending, which of the following time periods is most important to you (and your [husband/wife/partner]), the next few months, the next year, the next few years, the next 5-10 years, or longer than 10 years?

1. THE NEXT FEW MONTHS  2. THE NEXT YEAR  3. THE NEXT FEW YEARS

4. THE NEXT 5-10 YEARS  5. LONGER THAN 10 YEARS  8. DK  9. RF
NOTE: QUESTION SETS P060 THROUGH P064 AND P065 THROUGH P069 COMPRISSE TWO NEW VARIATIONS ON THE SET OF FIVE RISK AVERSION QUESTIONS, H18/P036 THROUGH H18d/P040, THAT WAS INCLUDED IN PREVIOUS WAVES.

P060 (Q5027)

IWER: READ SLOWLY:
Now I have another kind of question. Suppose that a distant relative left you a share in a private business worth one million dollars. You are immediately faced with a choice -- whether to cash out now and take the one million dollars, or to wait until the company goes public in one month, which would give you a 50-50 chance of doubling your money to two million dollars and a 50-50 chance of losing one-third of it, leaving you 667 thousand dollars.

Would you cash out immediately or wait until after the company goes public?

1. CASH OUT
2. WAIT
8. DK
9. RF

GO TO P063
GO TO H20/P042 BRANCHPOINT

P061 (Q5033)

Suppose that waiting a month, until after the company goes public, would result in a 50-50 chance that the money would be doubled to two million dollars and a 50-50 chance that it would be reduced by half, to 500 thousand dollars. Would you cash out immediately and take the one million dollars, or wait until the company goes public?"

1. CASH OUT
2. WAIT
8. DK
9. RF

GO TO H20/P042 BRANCHPOINT
GO TO H20/P042 BRANCHPOINT
Suppose the chances were 50-50 that waiting would double your money to two million dollars and 50-50 that it would reduce it by seventy-five percent, to 250 thousand dollars.

Would you cash out immediately and take the one million dollars, or wait until after the company goes public?

1. CASH OUT  2. WAIT  8. DK  9. RF

GO TO H20/P042 BRANCHPOINT

Suppose that waiting a month, until after the company goes public, would result in a 50-50 chance that the money would be doubled to two million dollars and a 50-50 chance that it would be reduced by twenty percent, to 800 thousand dollars.

Would you cash out immediately and take the one million dollars, or wait until after the company goes public?

1. CASH OUT  2. WAIT  8. DK  9. RF

GO TO H20/P042 BRANCHPOINT

Suppose the chances were 50-50 that waiting would double your money to two million dollars and 50-50 that it would reduce it by ten percent, to 900 thousand dollars.

Would you cash out immediately and take the one million dollars, or wait until after the company goes public?

1. CASH OUT  2. WAIT  8. DK  9. RF

GO TO H20/P042 BRANCHPOINT
Now I have another kind of question. Suppose that you unexpectedly inherited one million dollars from a distant relative. You are immediately faced with the opportunity to take a one-time risky, but possibly rewarding investment option that has a 50-50 chance of doubling the money to two million dollars within a month and a 50-50 chance of reducing the money by one-third, to 667 thousand dollars, within a month.

Would you take the risky investment option or not?

1. YES  5. NO  8. DK  9. RF

GO TO P068

GO TO H20/P042 BRANCHPOINT

Suppose that the chances were 50-50 that the risky investment option would double the money to two million dollars and 50-50 that it would cut it in half, to 500 thousand dollars.

Would you take the risky investment option or not?

1. YES  5. NO  8. DK  9. RF

GO TO H20/P042 BRANCHPOINT

Suppose the chances were 50-50 that the risky investment option would double your money to two million dollars and 50-50 that it would reduce it by seventy-five percent, to 250 thousand dollars. Would you take the risky investment or not?"
Suppose that the chances were 50-50 that the risky investment option would double the money to two million dollars and 50-50 that it would cut it by twenty percent, to 800 thousand dollars. Would you take the risky investment option or not?

1. YES
2. 5. NO
3. 8. DK
4. 9. RF

GO TO H20/P042 BRANCHPOINT

Suppose the chances were 50-50 that the risky investment option would double your money to two million dollars and 50-50 that it would reduce it by ten percent, to 900 thousand dollars. Would you take the risky investment option or not?

1. YES
2. 5. NO
3. 8. DK
4. 9. RF

H20/P042 BRANCHPOINT: IF R HAS NO CHILDERN or IS NOT CURRENTLY WORKING FOR PAY (G2/J020 NOT 1) or THIS IS A REINTERVIEW R, GO TO H21/P056 (P ASSIST)

When your children get to be your age, do you think their household earnings adjusted for inflation will be higher, lower, or the same as yours are now?

1. HIGHER
2. 2. LOWER
3. 3. SAME
4. 8. DK
5. 9. RF

GO TO H20b/P044
GO TO H21/P056 (P ASSIST)

Would you say much higher?

1. YES
2. 5. NO
3. 8. DK
4. 9. RF

GO TO H21/P056 (P ASSIST)
HRS 2002 — SECTION P: EXPECTATIONS — PAGE 18

P044
Q5040
H20b. Would you say much lower?

1. YES  5. NO  8. DK  9. RF

NOTE: ONE RESPONDENT IN EACH HOUSEHOLD WAS RANDOMLY ASSIGNED A VALUE OF 1 OR 2 AT VARIABLE X078. THE R’S SPOUSE/PARTNER, IF ANY, WAS ASSIGNED THE OPPOSITE VALUE. THIS VALUE WAS USED TO DETERMINE WHETHER EACH R WAS ASKED QUESTION P047 OR P049.

P047 BRANCHPOINT: IF R WAS ASSIGNED 2 FOR VARIABLE X078, GO TO P049

P047
Q8269

We are interested in how well you think the economy will do in the next year.

By next year at this time, what is the percent chance that mutual fund shares invested in blue chip stocks like those in the Dow Jones Industrial Average will be worth more than they are today?

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DK

GO TO P051

ABSOLUTELY NO CHANCE

GO TO P051

ABSOLUTELY CERTAIN

RF

P048
Q8270

By next year at this time, what is the chance they will have grown by 10 percent or more?

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DK

ABSOLUTELY NO CHANCE

RF

ABSOLUTELY CERTAIN

P049 BRANCHPOINT: GO TO P051

P049
Q8271
We are interested in how well you think the economy will do in the next year.

By next year at this time, what is the percent chance that the value of mutual fund shares invested in blue chip stocks like those in the Dow Jones Industrial Average will have grown by 10 percent or more?

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ABSOLUTELY NO CHANCE

ABSOLUTELY CERTAIN

P050
Q8272
What is the chance they will be worth more a year from now than they are today?

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ABSOLUTELY NO CHANCE

ABSOLUTELY CERTAIN

P051
Q8273
We have a few questions about how the events of September 11th have affected you.

How much — if any — have the events of September 11 shaken your own personal sense of safety and security: have they shaken it a great deal, a good amount, not too much, or not at all?

1. A GREAT DEAL
2. A GOOD AMOUNT
3. NOT TOO MUCH
4. NOT AT ALL
8. DK
9. RF

P052
Q8274
What do you think is the percent chance that there will be a major incident of bio-terrorism in the United States in the next five years, directly affecting 100 people or more?

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DK
P053 BRANCHPOINT: IF R SAID THERE WAS A GREATER THAN ZERO CHANCE OF A BIO-TERRORISM ATTACK (P052 > 0), GO TO P054

P053 Q8275
Would you say the chance is less or more than one in one thousand?

1. LESS THAN ONE IN ONE THOUSAND
2. [VOL:] ABOUT EQUAL TO ONE IN ONE THOUSAND
3. MORE THAN ONE IN ONE THOUSAND
8. DK
9. RF

P054 Q8276
What do you think is the percent chance that you, yourself, will be a victim of bio-terrorism in the next five years?

[Scale]

1. LESS THAN ONE IN ONE MILLION
2. [VOL:] ABOUT EQUAL TO ONE IN ONE MILLION
3. MORE THAN ONE IN ONE MILLION
8. DK
9. RF

P055 BRANCHPOINT: IF R SAID THERE WAS A GREATER THAN ZERO CHANCE OF BEING A VICTIM OF A BIO-TERRORISM ATTACK (P052 > 0), GO TO P056

P055 Q8277
Would you say the chance is less or more than one in one million?

1. LESS THAN ONE IN ONE MILLION
2. [VOL:] ABOUT EQUAL TO ONE IN ONE MILLION
3. MORE THAN ONE IN ONE MILLION
8. DK
9. RF
P056
Q5041
H21. P ASSIST
IER: HOW OFTEN DID R RECEIVE ASSISTANCE WITH ANSWERS IN
SECTION P — EXPECTATIONS?

1. NEVER  2. A FEW TIMES  3. MOST OR ALL
       OF THE TIME  4. THE SECTION WAS DONE
       BY A PROXY REPORTER

GO TO SECTION Q