

NOTE: WHERE THERE IS MORE THAN ONE JUMP WITHIN A BRANCHPOINT BOX, THE JUMPS 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

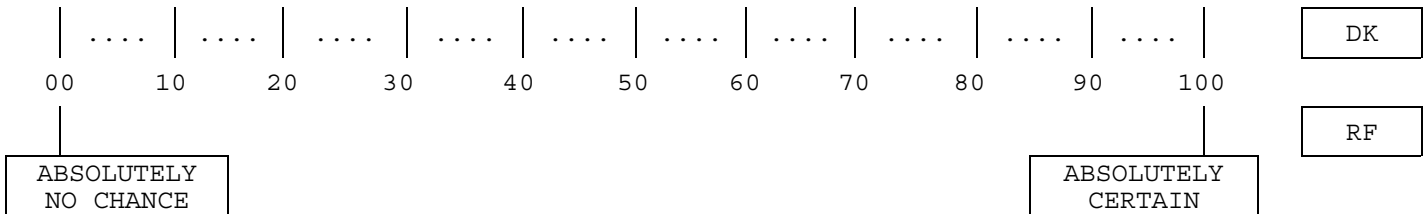
RF

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.)

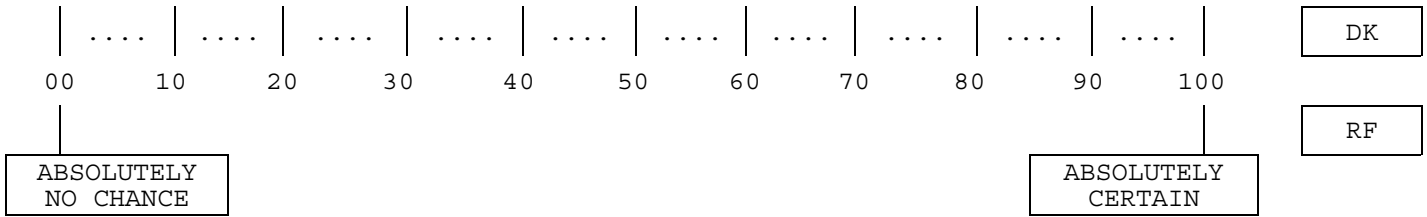


HRS 2002 — SECTION P: EXPECTATIONS — PAGE 2

FINAL VERSION 3 — 12/01/2006

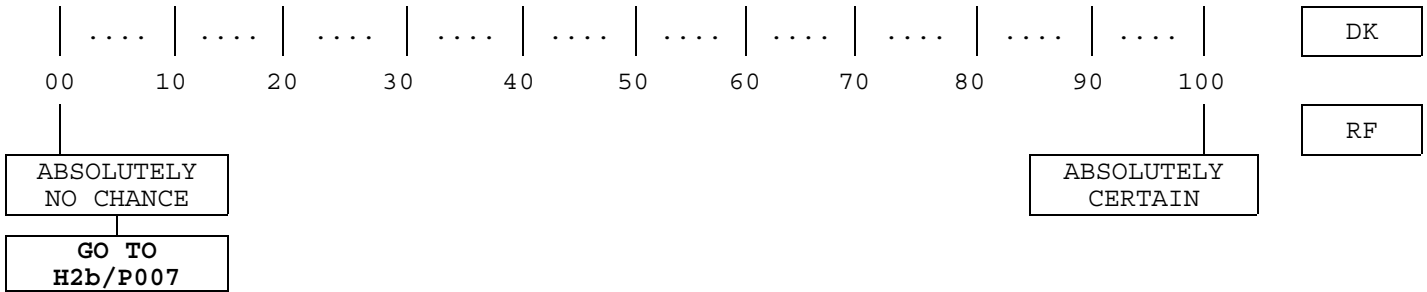
P004
Q4984

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



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?

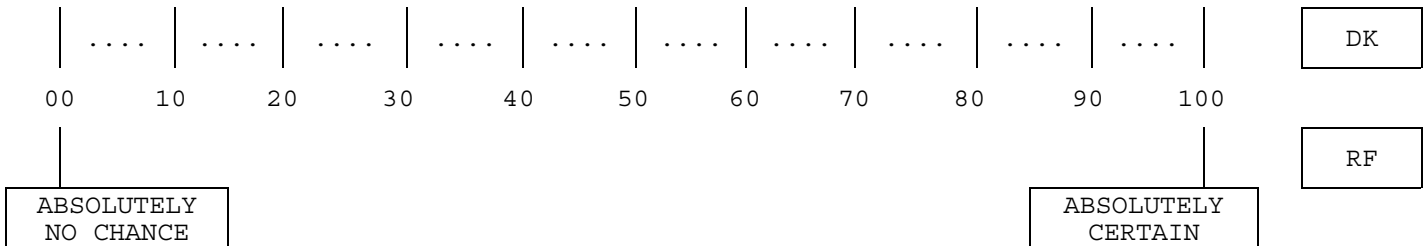


H2a/P006 BRANCHPOINT: IF R DID NOT GIVE CHANCES OF LEAVING AN INHERITANCE (H2/P005={DK or RF}), GO TO H3/P008

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]



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

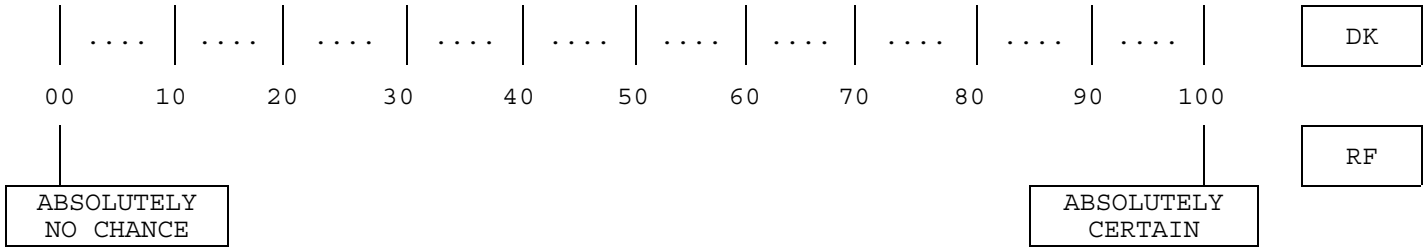
P059 (Tag#=P006.5)

HRS 2002 — SECTION P: EXPECTATIONS — PAGE 3

FINAL VERSION 3 — 12/01/2006

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]

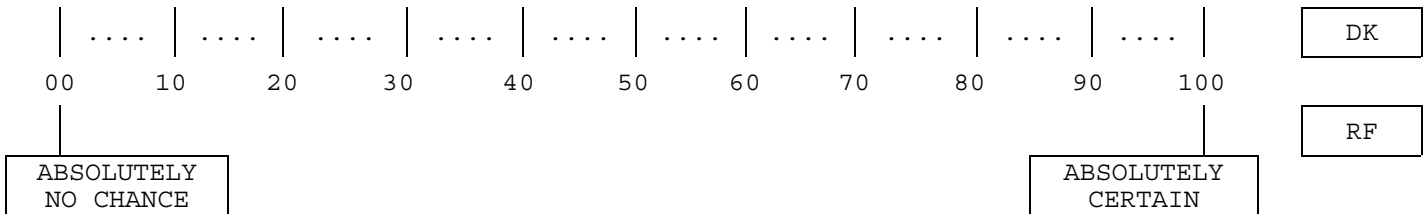


H2b/P007 BRANCHPOINT: GO TO H3/P008

P007
Q4988

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

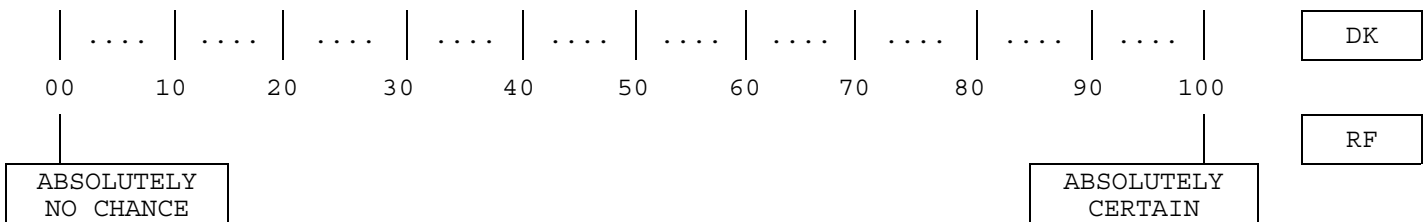
[IWER: INCLUDE PROPERTIES AND OTHER VALUABLE ITEMS AS WELL AS MONEY HERE]



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]



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

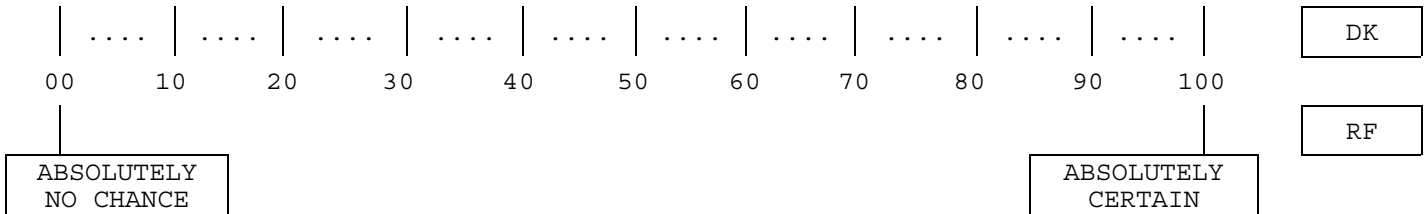
HRS 2002 — SECTION P: EXPECTATIONS — PAGE 5

FINAL VERSION 3 — 12/01/2006

P015
Q4997

H5. Suppose you were to lose your job this month.

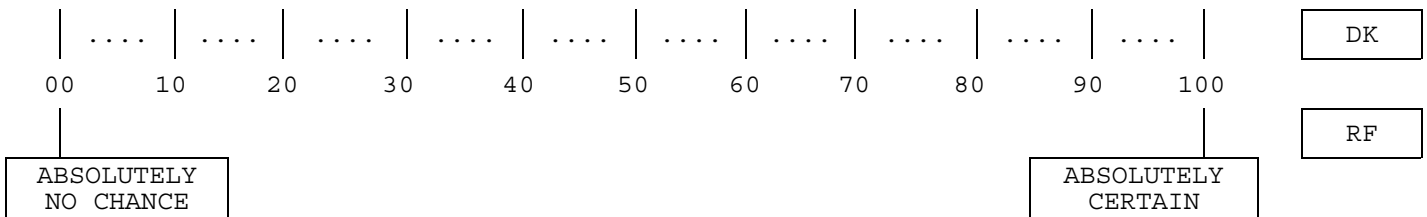
What do you think are the chances that you could find an equally good job in the same line of work within the next few months?



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?



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

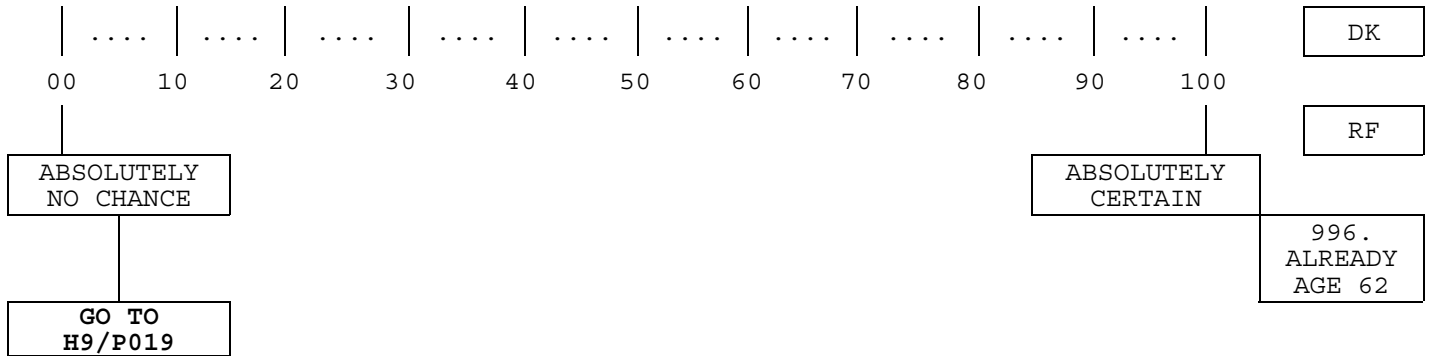
IF R'S IS OLDER THAN 62, GO TO H8/P018 BRANCHPOINT

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:

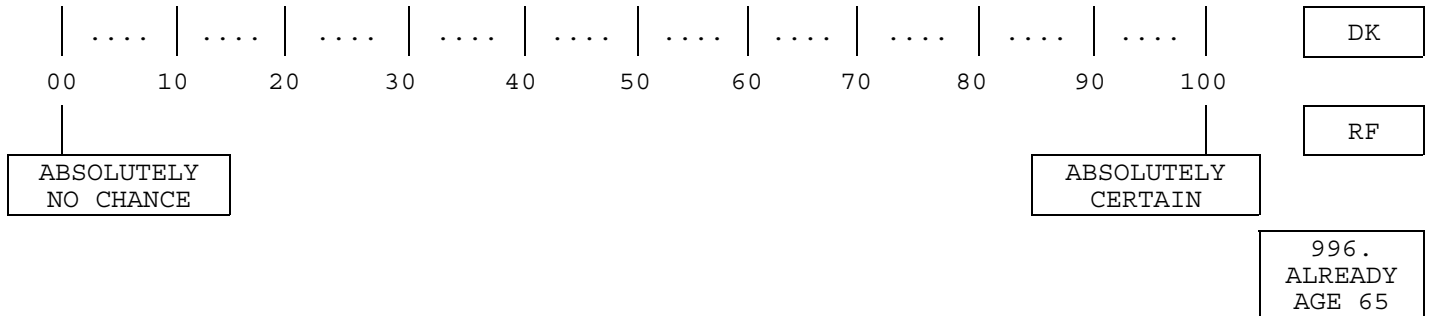
What do you think the chances are that you will be working full-time after you reach age 62?



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

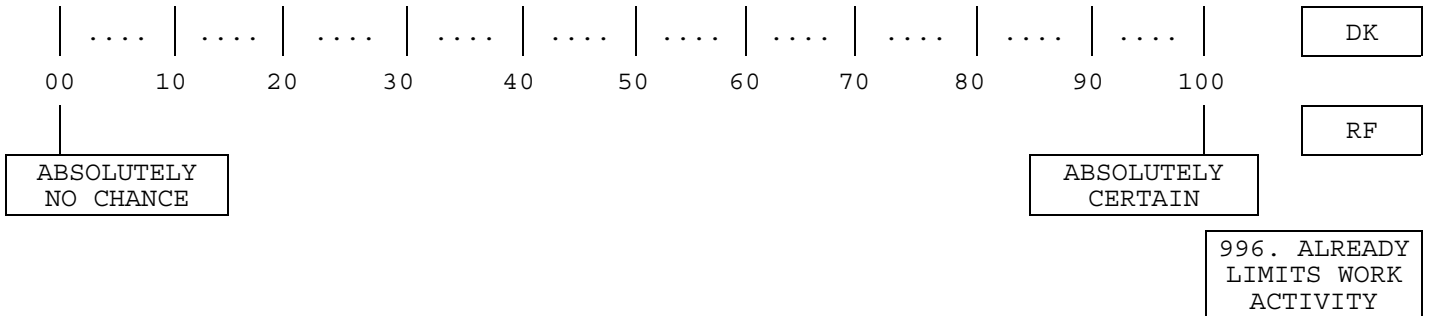
P018
Q5003

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



P019
Q5004

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

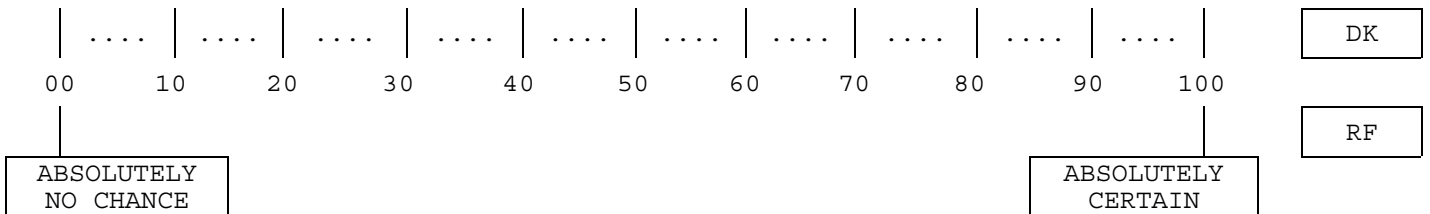


H9a/P020 BRANCHPOINT: IF R DID NOT REPORT THAT IS CURRENTLY LOOKING FOR A JOB ({G109/J505 and G115/J517} NOT 1), GO TO H10/P021 BRANCHPOINT

P020
Q5006

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

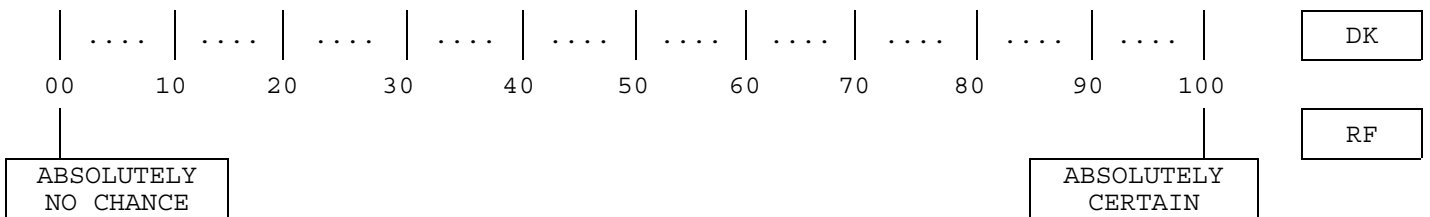
On this 0 to 100 scale, what are the chances that you will find a job like the one you're looking for within the next few months?



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

P021
Q5010

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?



H10a/P022 BRANCHPOINT: IF R ANSWERED H10/P021 AS LESS THAN 60 PERCENT, GO TO H11/P028 BRANCHPOINT

HRS 2002 — SECTION P: EXPECTATIONS — PAGE 9

FINAL VERSION 3 — 12/01/2006

00 10 20 30 40 50 60 70 80 90 100

ABSOLUTELY NO CHANCE

GO TO H13/P030

ABSOLUTELY CERTAIN

RF

H12/P029 BRANCHPOINT: IF R SAID THERE WAS ZERO PERCENT 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

P029
Q5020

H12. (What is the percent chance) that you will live to be [80 (IF AGE IS 69 or less)/85 (IF AGE IS 70-74)/90 (IF AGE IS 75-79)/95 (IF AGE IS 80-84)/100 (IF AGE IS 85-89)] or more?

..... | | | | | | | | | |

00 10 20 30 40 50 60 70 80 90 100

ABSOLUTELY NO CHANCE

ABSOLUTELY CERTAIN

DK

RF

P030
Q5021

H13. (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?

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

..... | | | | | | | | | |

00 10 20 30 40 50 60 70 80 90 100

ABSOLUTELY NO CHANCE

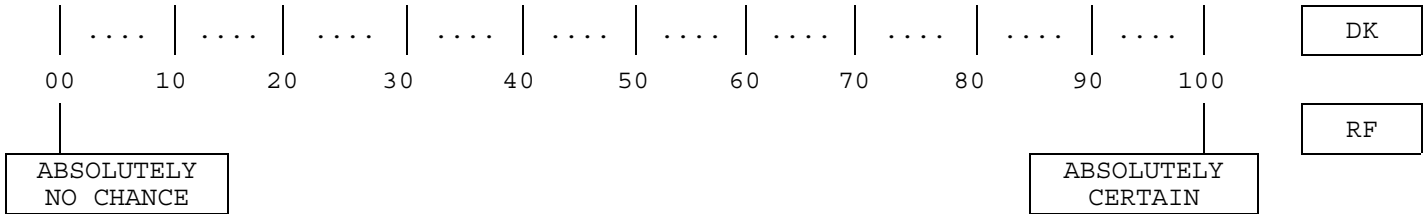
ABSOLUTELY CERTAIN

DK

RF

P031
Q5022

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?



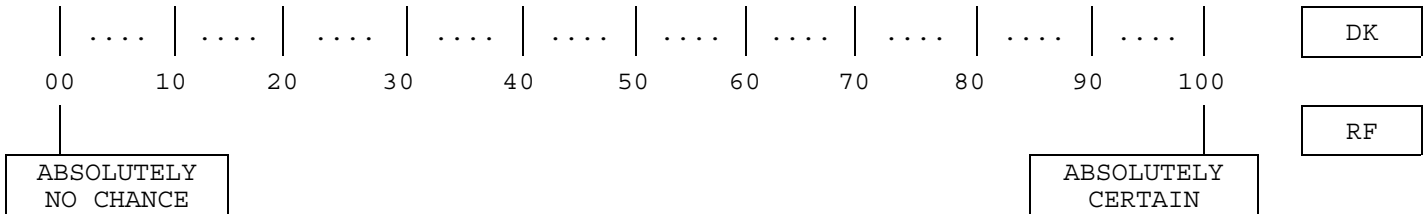
H14/P032 BRANCHPOINT: IF R {IS LESS THAN 65 (A019 <65) and IS REINTERVIEW R} or R IS CURRENTLY IN NURSING HOME (CS11/A028=1), GO H16/P034 BRANCHPOINT

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?

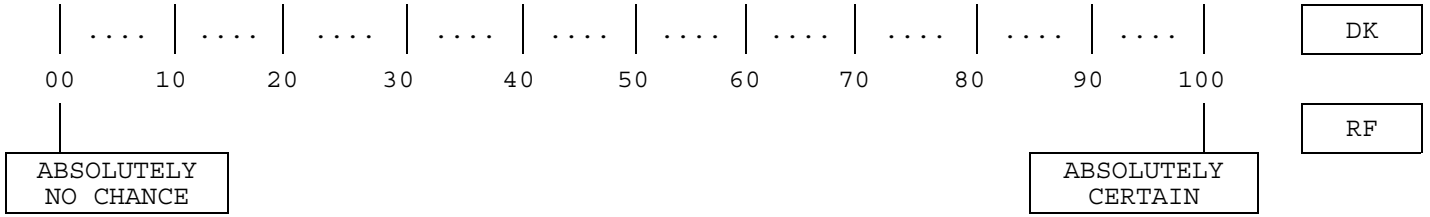
DEFINITION: NURSING HOMES ARE INSTITUTIONS PRIMARILY FOR PEOPLE WHO NEED CONSTANT NURSING SUPERVISION OR ARE INCAPABLE OF LIVING INDEPENDENTLY. NURSING SUPERVISION MUST BE PROVIDED ON A CONTINUOUS BASIS FOR THE INSTITUTION TO QUALIFY AS A NURSING HOME. PLEASE DON'T INCLUDE STAYS IN ADULT FOSTER CARE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



H16/P034 BRANCHPOINT: IF THIS IS A REINTERVIEW R, GO TO H18/P036 BRANCHPOINT

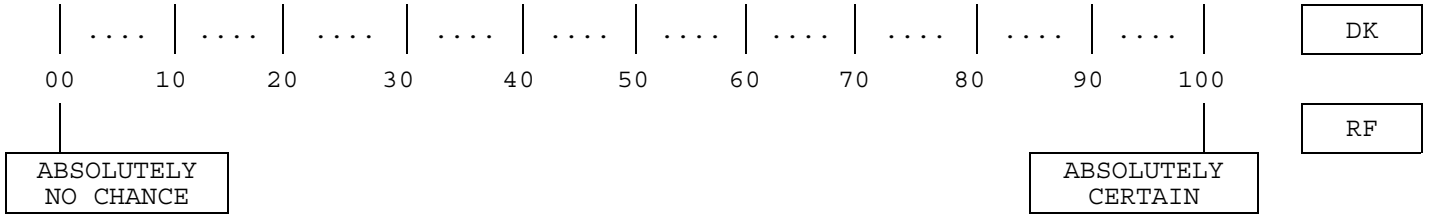
P034
Q5025

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?



P035
Q5026

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?



H18/P036 BRANCHPOINT: IF R's CURRENT AGE IS AT LEAST 65 YEARS OLD ($A019 \geq 65$) and THIS IS CORE DATAMODEL VERSION 3 OR EARLIER (RELEASE DATE $\leq 5/16/02$), GO TO H20/P042 BRANCHPOINT

IF R's CURRENT AGE IS AT LEAST 65 YEARS OLD ($A019 \geq 65$) and THIS IS CORE DATAMODEL VERSION 4 OR LATER (RELEASE DATE $\geq 6/05/02$), GO TO P060 BRANCHPOINT

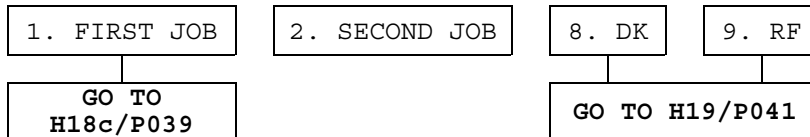
P036
Q5027

H18. [IWER: READ SLOWLY]

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.

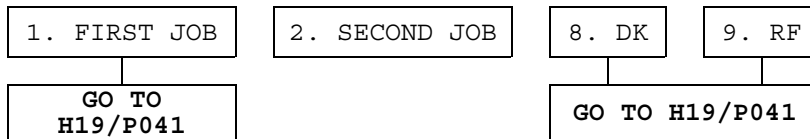
Which job would you take — the first job or the second job?



P037
Q5033

H18a. 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.

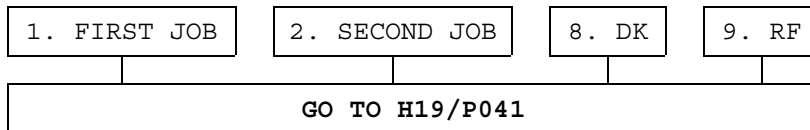
Would you take the first job or the second job?



P038
Q5034

H18b. 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?



P039
Q5035

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			

P040
Q5036

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
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P041
Q5037

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

P060 BRANCHPOINT: IF R's CURRENT AGE IS LESS THAN 65 (A019 <65) or R WAS NOT ASSIGNED TO MODULE {4 or 5 or 11} (X009 {NOT 4 and NOT 5 and NOT 11}), GO TO H20/P042 BRANCHPOINT

IF R WAS NOT RANDOMLY ASSIGNED A VALUE OF 1 AT VARIABLE X078, GO TO P065

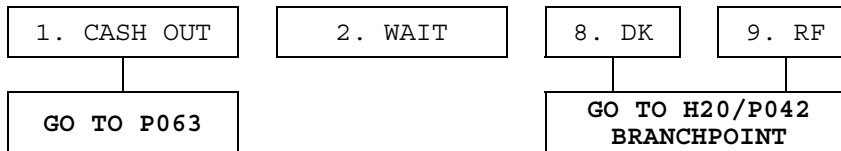
NOTE: QUESTION SETS P060 THROUGH P064 AND P065 THROUGH P069 COMPRISE TWO NEW VARIATIONS ON THE SET OF FIVE RISK AVERSION QUESTIONS, H18/P036 THROUGH H18d/P040, THAT WAS INCLUDED IN PREVIOUS WAVES.

P060
(Q5027)

IWER: READ SLOWLY:

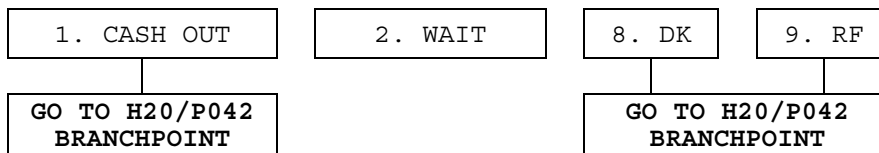
Now I have another kind of question. Suppose that a distant relative left you a share in a private business worth one million dollars. You are immediately faced with a choice -- whether to cash out now and take the one million dollars, or to wait until the company goes public in one month, which would 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?



P061
(Q5033)

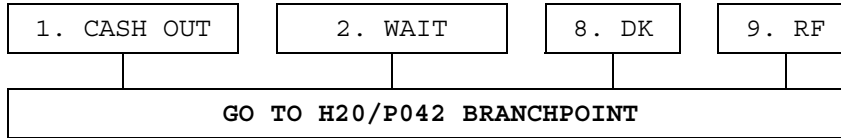
Suppose that waiting a month, until after the company goes public, would result in a 50-50 chance that the money would be doubled to two million dollars and a 50-50 chance that it would be reduced by half, to 500 thousand dollars. Would you cash out immediately and take the one million dollars, or wait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



P062
(Q5034)

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.

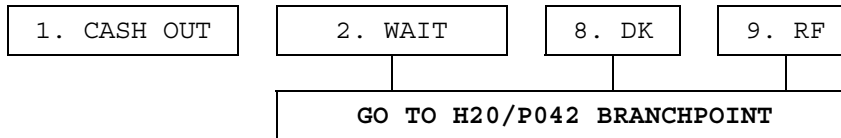
Would you cash out immediately and take the one million dollars, or wait until after the company goes public?



P063
(Q5035)

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.

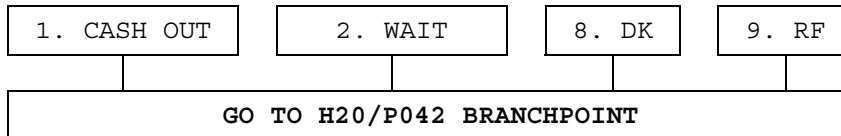
Would you cash out immediately and take the one million dollars, or wait until after the company goes public?



P064
(Q5036)

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.

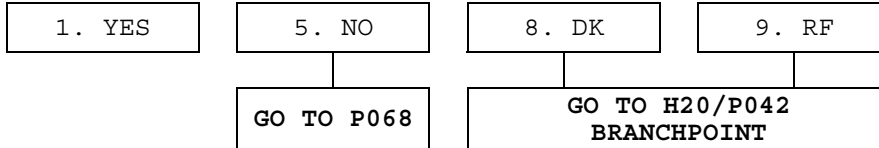
Would you cash out immediately and take the one million dollars, or wait until after the company goes public?



P065
(Q5027)

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.

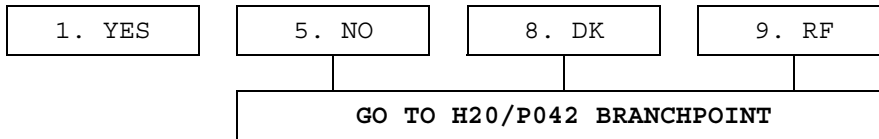
Would you take the risky investment option or not?



P066
(Q5033)

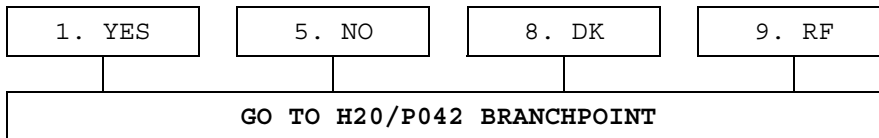
Suppose that the chances were 50-50 that the risky investment option would double the money to two million dollars and 50-50 that it would cut it in half, to 500 thousand dollars.

Would you take the risky investment option or not?



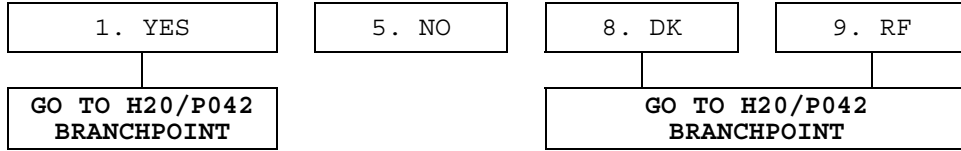
P067
(Q5034)

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?"



P068
(Q5035)

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?"



P069
(Q5036)

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?



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

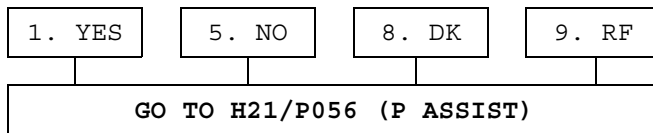
P042
Q5038

H20. 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?



P043
Q5039

H20a. Would you say much higher?



P044
Q5040

H20b. Would you say much lower?

1. YES	5. NO	8. DK	9. RF
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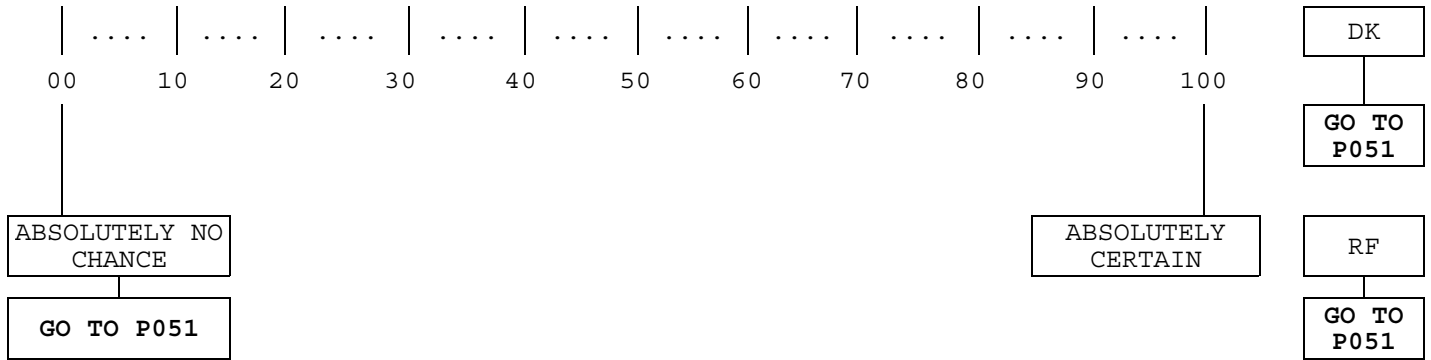
NOTE: ONE RESPONDENT IN EACH HOUSEHOLD WAS RANDOMLY ASSIGNED A VALUE OF 1 OR 2 AT VARIABLE X078. THE R'S SPOUSE/PARTNER, IF ANY, WAS ASSIGNED THE OPPOSITE VALUE. THIS VALUE WAS USED TO DETERMINE WHETHER EACH R WAS ASKED QUESTION P047 OR P049.

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

P047
Q8269

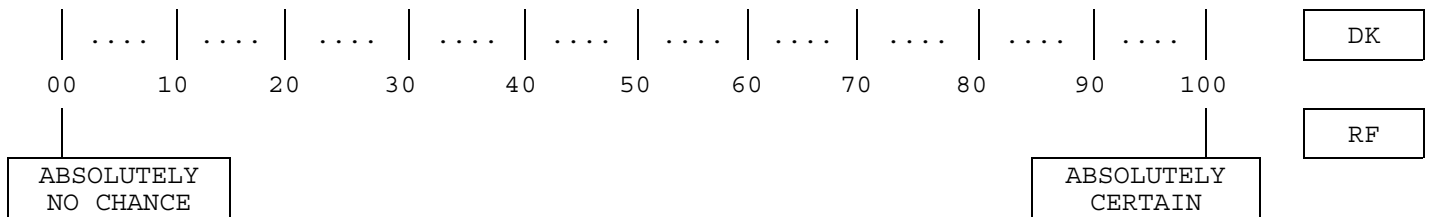
We are interested in how well you think the economy will do in the next year.

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?



P048
Q8270

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



P049 BRANCHPOINT: GO TO P051

P049



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

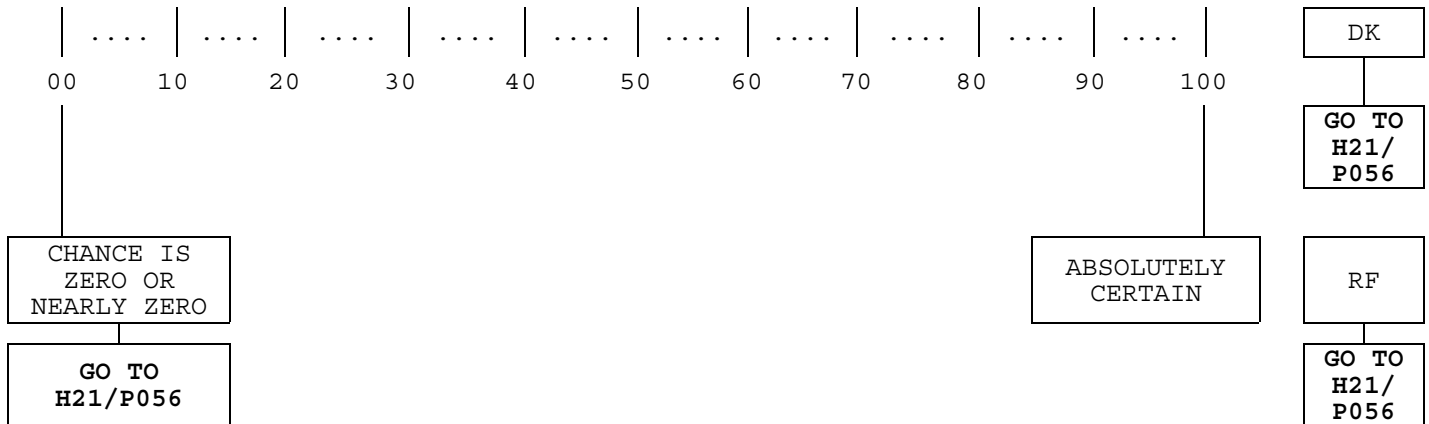
P053
Q8275

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?



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

IWER: 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