

ZEW/Fudan China Economic Panel: Results August 2018

Current economic situation	very good		good		normal		bad		very bad		balance	
China	0.0	(+/- 0.0)	33.3	(+ 6.0)	55.6	(- 5.0)	7.4	(- 4.7)	3.7	(+ 3.7)	9.3	(+ 1.7)
Eurozone	0.0	(+/- 0.0)	29.2	(+ 4.2)	54.1	(- 8.4)	16.7	(+ 4.2)	0.0	(+/- 0.0)	6.3	(+/- 0.0)
USA	12.5	(+ 9.4)	20.8	(- 7.3)	16.7	(-11.4)	37.5	(+ 3.1)	12.5	(+ 6.2)	-8.4	(- 2.0)
Economic expectation (1 Y)	improve		slightly improve		not change		slightly worsen		worsen		balance	
China (CEP-Indicator)	14.8	(+ 5.4)	22.2	(- 2.8)	11.2	(- 4.4)	44.4	(+10.0)	7.4	(- 8.2)	-3.7	(+ 7.2)
GDP (growth rate) in %	2018Q3		2018Q4		2018		2019					
China	6.5		6.4		6.5		6.3					
Eurozone	2.2		2.1		2.2		2.1					
USA	2.9		2.9		2.8		2.9					
Inflation (CPI) in %	3 months				1 year							
China	2.0 (1.9)				2.3 (2.0)							
Eurozone	1.6 (1.5)				1.6 (1.5)							
USA	2.7 (2.6)				2.7 (2.7)							
Wage Inflation in %	3 months				1 year							
China	8.3 (8.3)				8.4 (8.1)							
Eurozone	1.7 (1.7)				1.8 (1.7)							
USA	2.8 (2.9)				2.9 (2.9)							
Interest rates	3 months				1 year							
SHIBOR (3 months)	3.8 (4.5)				3.9 (4.5)							
One-year deposit rate	1.5 (1.5)				1.7 (1.5)							
One-year lending rate	4.4 (4.3)				4.5 (4.4)							
Stock market indices	3 months				1 year							
SSE Composite Index	2.753 (2.849)				2.893 (2.966)							
Hang Seng Index	27.823 (28.713)				28.044 (29.359)							
Growth Enterprise Market Index (SZ)	1.509 (1.535)				1.572 (1.588)							
WTI Crude Oil (US-Dollar)	69 (71)				73 (72)							
Monetary aggregate M2 (6 M)	increase		slightly increase		not change		slightly decrease		decrease		balance	
China M2 growth rate	4.3	(+ 0.6)	26.1	(+ 7.6)	8.8	(- 2.3)	39.1	(-16.5)	21.7	(+10.6)	-23.9	(+ 2.1)
Specific indicators China (1 Y)	increase		slightly increase		not change		slightly decrease		decrease		balance	
Foreign exchange reserves	12.5	(+ 5.6)	41.7	(+ 7.2)	20.8	(- 3.3)	20.8	(+ 0.1)	4.2	(- 9.6)	18.8	(+18.8)
FDI outflow (out of China)	12.0	(+12.0)	36.0	(- 8.8)	16.0	(- 8.2)	32.0	(+ 4.4)	4.0	(+ 0.6)	10.0	(+ 4.8)
FDI inflow (into China)	20.0	(+20.0)	24.0	(- 7.0)	24.0	(-10.6)	24.0	(- 7.0)	8.0	(+ 4.6)	12.0	(+15.4)
Export activity	16.0	(+ 2.2)	40.0	(+26.2)	4.0	(-13.3)	32.0	(-12.8)	8.0	(- 2.3)	12.0	(+24.0)
Import activity	8.0	(+ 4.6)	40.0	(+15.9)	0.0	(-17.4)	40.0	(+ 2.1)	12.0	(- 5.2)	-4.0	(+16.7)
Private Consumption	16.0	(+16.0)	24.0	(- 0.1)	24.0	(- 0.2)	24.0	(-13.9)	12.0	(- 1.8)	4.0	(+24.7)
Private Investment	16.0	(+16.0)	36.0	(- 1.9)	16.0	(-15.1)	24.0	(+ 3.3)	8.0	(- 2.3)	14.0	(+15.7)
Govt. Consumption	24.0	(+ 6.8)	28.0	(+ 7.3)	8.0	(-12.8)	16.0	(- 8.1)	24.0	(+ 6.8)	6.0	(+ 7.7)
Debt Domestic	20.8	(+13.9)	20.8	(-17.1)	20.9	(+14.0)	20.8	(-20.6)	16.7	(+ 9.8)	4.1	(+ 5.9)
Debt Foreign	17.4	(+13.7)	34.8	(- 2.2)	30.5	(+ 4.5)	4.3	(-25.3)	13.0	(+ 9.3)	19.7	(+16.0)
Employment rate	8.7	(+ 5.1)	21.7	(- 3.3)	34.9	(-18.6)	21.7	(+ 7.4)	13.0	(+ 9.4)	-4.3	(- 9.7)
Growth rate of new car registrations	8.7	(+ 5.0)	30.4	(- 6.6)	8.8	(- 6.1)	47.8	(+ 7.1)	4.3	(+ 0.6)	-4.3	(- 2.4)
Total share of world trade	21.7	(+21.7)	34.8	(- 4.5)	8.7	(- 9.2)	34.8	(- 0.9)	0.0	(- 7.1)	21.7	(+27.0)
Exchange rates	3 months				1 year							
Yuan / US-Dollar	6.91 (6.63)				7.00 (6.78)							
Yuan / Euro	7.98 (7.65)				8.11 (7.78)							
Sectors (1 Y)	increase		slightly increase		not change		slightly decrease		decrease		balance	
Retail banking	13.0	(+ 9.3)	21.7	(- 0.5)	4.4	(-21.6)	52.2	(+ 7.8)	8.7	(+ 5.0)	-11.0	(+ 0.1)
Investment banking	13.0	(+ 5.6)	30.4	(- 2.9)	8.8	(- 6.1)	39.1	(+ 2.1)	8.7	(+ 1.3)	-0.1	(+ 1.8)
Insurance	17.4	(+10.0)	21.7	(- 4.2)	4.4	(-14.2)	47.8	(+14.5)	8.7	(- 6.1)	-4.4	(+ 6.7)
Automotive	16.7	(+13.0)	29.2	(-11.5)	12.5	(+ 1.3)	33.3	(- 3.7)	8.3	(+ 0.9)	6.4	(+ 8.3)
Chemical / Pharmaceutical	16.7	(+16.7)	25.0	(- 0.9)	8.3	(-14.0)	33.3	(+/- 0.0)	16.7	(- 1.8)	-4.2	(+18.0)
Machinery / Engineering	16.7	(+16.7)	29.1	(- 7.9)	0.0	(-22.3)	37.5	(+ 4.2)	16.7	(+ 9.3)	-4.2	(+ 1.4)
Electronics	29.2	(+18.5)	20.8	(- 4.2)	4.2	(-13.7)	33.3	(- 6.0)	12.5	(+ 5.4)	10.5	(+14.1)
Retail and commerce	16.0	(+12.4)	32.0	(- 0.1)	16.0	(- 9.0)	28.0	(- 0.6)	8.0	(- 2.7)	10.0	(+15.4)
Construction	13.0	(+ 9.3)	26.1	(- 3.5)	17.5	(- 4.8)	30.4	(+ 0.8)	13.0	(- 1.8)	-2.2	(+ 8.9)
Energy	13.0	(+13.0)	26.1	(- 3.5)	8.7	(-24.7)	26.1	(+ 0.2)	26.1	(+15.0)	-13.1	(- 3.8)
Information Technology	26.1	(+18.7)	17.4	(-12.2)	4.4	(-14.2)	30.4	(- 2.9)	21.7	(+10.6)	-2.1	(+ 3.5)
Services	21.7	(+18.0)	13.0	(-16.6)	13.1	(- 1.8)	34.8	(- 5.9)	17.4	(+ 6.3)	-6.6	(+ 6.4)
Economic expectation (1 Y)	improve		slightly improve		not change		slightly worsen		worsen		balance	
Beijing	12.5	(+ 5.1)	20.8	(- 1.4)	25.0	(-19.5)	37.5	(+15.3)	4.2	(+ 0.5)	-0.1	(- 3.8)
Shanghai	12.5	(+ 1.4)	29.2	(+14.4)	20.8	(-27.4)	25.0	(+ 6.5)	12.5	(+ 5.1)	2.1	(+ 0.2)
Hong Kong	8.3	(+ 0.9)	16.7	(+ 1.9)	41.7	(-10.2)	33.3	(+11.1)	0.0	(- 3.7)	0.0	(+/- 0.0)
Guangzhou	12.5	(+ 1.0)	29.2	(+ 6.1)	8.3	(-22.5)	37.5	(+14.4)	12.5	(+ 1.0)	-4.2	(- 4.2)
Shenzhen	8.3	(- 3.2)	29.2	(+10.0)	16.7	(- 6.5)	20.8	(- 6.1)	25.0	(+ 5.8)	-12.5	(- 0.9)
Tianjin	16.7	(- 2.5)	29.2	(- 1.6)	16.6	(- 6.5)	20.8	(+ 5.4)	16.7	(+ 5.2)	4.2	(-11.2)
Chongqing	12.5	(+ 1.0)	29.2	(- 1.6)	16.6	(- 6.5)	25.0	(+ 5.8)	16.7	(+ 1.3)	-2.1	(- 4.0)
Real estate price expectation (1 Y)	increase		slightly increase		not change		slightly decrease		decrease		balance	
Beijing	12.5	(+ 8.8)	41.7	(+12.1)	12.5	(-28.3)	20.8	(- 1.4)	12.5	(+ 8.8)	10.5	(+ 6.8)
Shanghai	8.3	(+ 4.6)	41.7	(+ 8.4)	16.7	(-16.7)	20.8	(- 5.1)	12.5	(+ 8.8)	6.3	(+ 2.6)
Hong Kong	4.2	(- 3.5)	33.3	(+10.2)	16.7	(-14.1)	37.5	(+ 2.9)	8.3	(+ 4.5)	-6.2	(- 4.3)
Guangzhou	12.5	(+ 8.7)	33.3	(- 1.3)	25.1	(-13.5)	20.8	(+ 1.6)	8.3	(+ 4.5)	10.5	(+ 2.8)
Shenzhen	8.3	(+ 4.5)	41.7	(- 4.5)	29.2	(- 5.5)	12.5	(+ 1.0)	8.3	(+ 4.5)	14.6	(- 2.8)
Tianjin	8.3	(+ 0.3)	45.8	(+ 1.8)	16.7	(-11.3)	25.0	(+ 5.0)	4.2	(+ 4.2)	14.5	(- 5.5)
Chongqing	8.3	(+ 4.3)	45.8	(+ 5.8)	20.9	(- 7.1)	20.8	(- 7.2)	4.2	(+ 4.2)	16.6	(+ 6.6)

Note: 27 analysts participated in the August survey, which was conducted during the period 8/2-8/15/2018. The analysts were asked about their expectations for the respective time horizons (Y = year, M = month). Numbers displayed are percentages in case of directional forecasts (change compared to previous survey in parentheses) and numerical values in case of point forecasts (results of previous survey in parentheses). Balances refer to the weighted distributions from positive and negative assessments.