

**ZEW/Fudan China Economic Panel: Results March 2017**

<b>Current economic situation</b>	<b>very good</b>		<b>good</b>		<b>normal</b>		<b>bad</b>		<b>very bad</b>		<b>balance</b>					
China	0.0	(- 2.9)	9.7	(- 1.7)	87.1	(+10.0)	3.2	(- 5.4)	0.0	(+/- 0.0)	3.3	(- 1.0)				
USA	0.0	(- 3.4)	48.1	(+ 3.3)	51.9	(+ 7.0)	0.0	(- 6.9)	0.0	(+/- 0.0)	24.1	(+ 1.7)				
<b>Economic expectation (1 Y)</b>	<b>improve</b>		<b>slightly improve</b>		<b>not change</b>		<b>slightly worsen</b>		<b>worsen</b>		<b>balance</b>					
China (CEP-Indicator)	0.0	(+/- 0.0)	51.6	(+21.0)	25.8	(-10.2)	22.6	(- 5.2)	0.0	(- 5.6)	14.5	(+18.7)				
<b>GDP (growth rate) in %</b>	<b>2017Q1</b>				<b>2017Q2</b>				<b>2017</b>				<b>2018</b>			
China	6.6				6.6				6.6				6.5			
USA	2.1				2.1				2.2				2.3			
<b>Inflation (CPI) in %</b>	<b>3 months</b>								<b>1 year</b>							
China	2.5 (2.3)								2.7 (2.5)							
USA	2.5 (2.2)								2.6 (2.4)							
<b>Interest rates</b>	<b>3 months</b>								<b>1 year</b>							
SHIBOR (3 months)	4.3 (3.9)								4.4 (3.9)							
One-year deposit rate	1.5 (1.5)								1.6 (1.6)							
One-year lending rate	4.4 (4.4)								4.4 (4.4)							
<b>Stock market indices</b>	<b>3 months</b>								<b>1 year</b>							
SSE Composite Index	3.294 (3.202)								3.499 (3.436)							
Hang Seng Index	23.801 (23.572)								24.985 (24.320)							
Growth Enterprise Market Index (SZ)	1.625 (1.412)								1.685 (1.466)							
WTI Crude Oil (US-Dollar)	53 (54)								55 (56)							
<b>Monetary aggregate M2 (6 M)</b>	<b>increase</b>		<b>slightly increase</b>		<b>not change</b>		<b>slightly decrease</b>		<b>decrease</b>		<b>balance</b>					
China M2 growth rate	10.3	(+ 0.9)	65.5	(+ 9.2)	10.4	(- 2.0)	13.8	(- 5.0)	0.0	(- 3.1)	36.2	(+11.1)				
<b>Specific indicators China (1 Y)</b>	<b>increase</b>		<b>slightly increase</b>		<b>not change</b>		<b>slightly decrease</b>		<b>decrease</b>		<b>balance</b>					
Foreign exchange reserves	0.0	(- 3.0)	24.1	(+15.0)	6.9	(- 2.2)	48.3	(- 0.2)	20.7	(- 9.6)	-32.8	(+14.2)				
FDI outflow (out of China)	10.7	(- 8.7)	57.1	(+ 5.5)	10.8	(- 5.3)	21.4	(+ 8.5)	0.0	(+/- 0.0)	28.6	(-10.2)				
FDI inflow (into China)	0.0	(- 3.3)	35.7	(+15.7)	28.6	(-14.7)	32.1	(+ 5.4)	3.6	(- 3.1)	-1.8	(+ 5.0)				
Export activity	10.3	(+ 7.3)	44.8	(-12.8)	20.8	(- 6.5)	24.1	(+12.0)	0.0	(+/- 0.0)	20.7	(- 5.1)				
Import activity	17.2	(+ 8.1)	37.9	(-16.6)	31.1	(+ 9.9)	13.8	(- 1.4)	0.0	(+/- 0.0)	29.3	(+ 0.5)				
Domestic consumption	13.8	(- 1.4)	51.7	(- 8.9)	17.3	(- 0.8)	13.8	(+ 7.7)	3.4	(+ 3.4)	29.4	(-13.1)				
Employment rate	0.0	(+/- 0.0)	25.0	(- 3.1)	53.5	(+ 0.4)	17.9	(- 0.9)	3.6	(+ 3.6)	0.0	(- 4.7)				
Growth rate of new car registrations	6.9	(- 8.3)	75.9	(+21.4)	6.9	(-14.3)	6.9	(- 2.2)	3.4	(+ 3.4)	38.0	(+ 0.1)				
Total share of world trade	0.0	(- 9.4)	46.4	(+ 5.8)	42.9	(+ 8.5)	10.7	(- 1.8)	0.0	(- 3.1)	17.9	(- 2.5)				
<b>Exchange rates</b>	<b>3 months</b>								<b>1 year</b>							
Yuan / US-Dollar	6.93 (6.92)								7.05 (7.06)							
US-Dollar / Euro	1.05 (1.06)								1.04 (1.05)							
<b>Sectors (1 Y)</b>	<b>increase</b>		<b>slightly increase</b>		<b>not change</b>		<b>slightly decrease</b>		<b>decrease</b>		<b>balance</b>					
Retail banking	8.0	(+ 0.6)	56.0	(+ 0.4)	28.0	(+ 5.8)	8.0	(- 3.1)	0.0	(- 3.7)	32.0	(+ 6.0)				
Investment banking	16.0	(- 2.5)	64.0	(+23.3)	8.0	(-21.7)	12.0	(+ 4.6)	0.0	(- 3.7)	42.0	(+10.5)				
Insurance	28.0	(+ 1.1)	52.0	(+13.5)	12.0	(-18.8)	8.0	(+ 4.2)	0.0	(+/- 0.0)	50.0	(+ 5.7)				
Automotive	20.0	(+12.3)	64.0	(- 5.2)	12.0	(+ 4.2)	4.0	(- 7.5)	0.0	(- 3.8)	50.0	(+17.2)				
Chemical / Pharmaceutical	4.0	(-12.0)	76.0	(+24.0)	16.0	(+/- 0.0)	4.0	(-12.0)	0.0	(+/- 0.0)	40.0	(+ 6.0)				
Machinery / Engineering	24.0	(+20.2)	36.0	(-14.0)	32.0	(+ 5.0)	8.0	(-11.2)	0.0	(+/- 0.0)	38.0	(+18.8)				
Electronics	16.0	(+/- 0.0)	68.0	(+24.0)	8.0	(-16.0)	8.0	(- 8.0)	0.0	(+/- 0.0)	46.0	(+16.0)				
Retail and commerce	12.0	(+/- 0.0)	64.0	(+ 4.0)	12.0	(- 4.0)	8.0	(- 4.0)	4.0	(+ 4.0)	36.0	(+/- 0.0)				
Construction	24.0	(+ 9.2)	36.0	(+10.1)	28.0	(- 9.1)	4.0	(-14.5)	8.0	(+ 4.3)	32.0	(+17.2)				
Energy	8.0	(+ 0.3)	48.0	(-21.2)	32.0	(+16.6)	12.0	(+ 4.3)	0.0	(+/- 0.0)	26.0	(-12.5)				
Information Technology	24.0	(+ 1.8)	64.0	(+ 4.7)	12.0	(- 2.8)	0.0	(- 3.7)	0.0	(+/- 0.0)	56.0	(+ 6.0)				
Services	24.0	(+ 1.8)	44.0	(-15.3)	24.0	(+12.9)	8.0	(+ 0.6)	0.0	(+/- 0.0)	42.0	(- 6.2)				
<b>Economic expectation (1 Y)</b>	<b>improve</b>		<b>slightly improve</b>		<b>not change</b>		<b>slightly worsen</b>		<b>worsen</b>		<b>balance</b>					
Beijing	11.5	(+11.5)	57.7	(+ 1.7)	23.1	(- 4.9)	7.7	(- 8.3)	0.0	(+/- 0.0)	36.5	(+16.5)				
Shanghai	11.5	(+ 7.5)	65.4	(- 2.6)	19.3	(- 0.7)	3.8	(- 4.2)	0.0	(+/- 0.0)	42.3	(+ 8.3)				
Hong Kong	3.8	(+ 3.8)	30.8	(+ 2.8)	42.3	(- 1.7)	23.1	(- 4.9)	0.0	(+/- 0.0)	7.7	(+ 7.7)				
Guangzhou	11.5	(+ 3.5)	50.0	(+ 6.0)	30.8	(- 5.2)	7.7	(- 4.3)	0.0	(+/- 0.0)	32.7	(+ 8.7)				
Shenzhen	30.8	(+10.8)	34.6	(- 9.4)	26.9	(+ 2.9)	7.7	(- 4.3)	0.0	(+/- 0.0)	44.3	(+ 8.3)				
Tianjin	11.5	(+ 7.5)	46.2	(+ 2.2)	23.1	(-12.9)	19.2	(+ 3.2)	0.0	(+/- 0.0)	25.0	(+ 7.0)				
Chongqing	19.2	(+ 7.2)	46.2	(+18.2)	26.9	(-13.1)	7.7	(-12.3)	0.0	(+/- 0.0)	38.5	(+22.5)				
<b>Real estate price expectation (1 Y)</b>	<b>increase</b>		<b>slightly increase</b>		<b>not change</b>		<b>slightly decrease</b>		<b>decrease</b>		<b>balance</b>					
Beijing	15.4	(+ 0.6)	69.2	(+21.1)	11.6	(-14.4)	3.8	(- 7.3)	0.0	(+/- 0.0)	48.1	(+14.8)				
Shanghai	15.4	(-10.5)	57.7	(+13.3)	23.1	(+ 4.5)	3.8	(- 7.3)	0.0	(+/- 0.0)	42.4	(- 0.2)				
Hong Kong	16.0	(+ 4.5)	32.0	(+ 5.1)	40.0	(+ 1.5)	12.0	(-11.1)	0.0	(+/- 0.0)	26.0	(+12.6)				
Guangzhou	15.4	(+/- 0.0)	53.8	(+15.3)	15.4	(- 7.6)	15.4	(- 7.7)	0.0	(+/- 0.0)	34.6	(+11.5)				
Shenzhen	7.7	(-10.8)	50.0	(+ 5.6)	23.1	(+19.3)	19.2	(-14.1)	0.0	(+/- 0.0)	23.1	(- 1.0)				
Tianjin	15.4	(+/- 0.0)	34.6	(+/- 0.0)	23.1	(- 3.9)	26.9	(+ 7.7)	0.0	(- 3.8)	19.3	(+/- 0.0)				
Chongqing	15.4	(+ 3.9)	42.3	(+/- 0.0)	19.3	(-11.5)	19.2	(+11.5)	3.8	(- 3.9)	23.2	(+ 2.1)				

Note: 31 analysts participated in the March survey, which was conducted during the period 2/28-3/16/2017. 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.