

## ZEW/Fudan China Economic Panel: Results June 2014

Current economic situation	very good	good	normal	bad	very bad	balance
China	0.0 (+/- 0.0)	36.1 (+11.1)	55.6 (+ 5.6)	8.3 (-13.6)	0.0 (- 3.1)	13.9 (+15.5)
Eurozone	0.0 (+/- 0.0)	15.6 (+ 8.7)	68.8 (-10.5)	15.6 (+ 1.8)	0.0 (+/- 0.0)	0.0 (+ 3.5)
USA	9.4 (+ 2.5)	62.5 (+ 0.4)	28.1 (- 2.9)	0.0 (+/- 0.0)	0.0 (+/- 0.0)	40.7 (+ 2.7)
Economic expectation (1 Y)	improve	slightly improve	not change	slightly worsen	worsen	balance
China (CEP-Indicator)	5.7 (+ 2.6)	51.4 (+ 1.4)	22.9 (+13.5)	20.0 (- 8.1)	0.0 (- 9.4)	21.4 (+16.7)
GDP (growth rate) in %	2014Q2	2014Q3	2014	2015		
China	7.4	7.4	7.4	7.4		
Eurozone	0.9	0.9	0.9	1.0		
USA	2.1	2.2	2.2	2.3		
Inflation (CPI) in %	3 months			1 year		
China	2.5 (2.0)			2.8 (2.3)		
Eurozone	0.5 (0.7)			0.6 (0.8)		
USA	2.1 (1.9)			2.2 (2.1)		
Interest rates	3 months			1 year		
SHIBOR (3 months)	4.8 (5.2)			4.7 (5.2)		
One-year deposit rate	3.0 (3.1)			3.0 (3.2)		
One-year lending rate	6.0 (6.0)			6.0 (6.1)		
Stock market indices	3 months			1 year		
SSE Composite Index	2.047 (2.063)			2.245 (2.252)		
Hang Seng Index	22.832 (22.570)			23.688 (23.279)		
Growth Enterprise Market Index (SZ)	1.332 (1.253)			1.409 (1.333)		
WTI Crude Oil (US-Dollar)	107 (102)			107 (103)		
Probability of a price change (±20%) (3M)	higher than normal	normal	lower than normal	balance		
SSE Composite Index	4.0 (+/- 0.0)	96.0 (+ 8.0)	0.0 (- 8.0)	4.0 (+ 8.0)		
Hang Seng Index	0.0 (+/- 0.0)	100.0 (+ 8.0)	0.0 (- 8.0)	0.0 (+ 8.0)		
Growth Enterprise Market Index (SZ)	9.1 (- 3.4)	81.8 (+ 6.8)	9.1 (- 3.4)	0.0 (+/- 0.0)		
WTI Crude Oil (US-Dollar)	4.3 (+ 0.3)	87.0 (- 1.0)	8.7 (+ 0.7)	-4.4 (- 0.4)		
Monetary aggregate M2 (6 M)	increase	slightly increase	not change	slightly decrease	decrease	balance
China M2 growth rate	3.3 (- 6.7)	73.3 (+/- 0.0)	6.8 (- 3.2)	13.3 (+ 6.6)	3.3 (+ 3.3)	30.0 (-13.3)
Specific indicators China (1 Y)	increase	slightly increase	not change	slightly decrease	decrease	balance
Foreign exchange reserves	6.5 (-10.2)	74.2 (+27.5)	6.4 (- 0.2)	12.9 (-13.8)	0.0 (- 3.3)	37.2 (+13.8)
FDI outflow (out of China)	21.4 (- 3.6)	67.9 (+10.8)	7.1 (+ 3.5)	3.6 (- 7.1)	0.0 (- 3.6)	53.6 (+ 9.0)
FDI inflow (into China)	3.6 (+ 3.6)	35.7 (+ 3.6)	25.0 (-10.8)	32.1 (+ 7.1)	3.6 (- 3.5)	1.8 (+ 5.4)
Export activity	9.7 (+ 6.3)	64.5 (+ 5.9)	3.2 (-17.6)	19.4 (+ 5.6)	3.2 (- 0.2)	29.1 (+ 6.7)
Import activity	6.5 (-13.5)	61.3 (+11.3)	19.3 (- 0.7)	12.9 (+ 6.2)	0.0 (- 3.3)	30.7 (- 7.7)
Domestic consumption	9.7 (- 0.3)	67.7 (- 2.3)	22.6 (+15.9)	0.0 (-10.0)	0.0 (- 3.3)	43.6 (+ 6.9)
Employment rate	3.2 (- 0.1)	25.8 (- 7.5)	38.7 (+ 5.3)	25.8 (+ 5.8)	6.5 (- 3.5)	-3.3 (- 3.2)
Number of car registrations	3.2 (-10.1)	67.7 (- 2.3)	19.4 (+12.7)	9.7 (+ 3.0)	0.0 (- 3.3)	32.2 (- 9.5)
Total share of world trade	13.3 (- 0.5)	60.0 (+ 8.3)	10.0 (-14.2)	16.7 (+ 6.4)	0.0 (+/- 0.0)	35.0 (+ 0.5)
Exchange rates	3 months			1 year		
Yuan / US-Dollar	6.18 (6.18)			6.15 (6.18)		
US-Dollar / Euro	1.35 (1.37)			1.34 (1.36)		
Sectors (1 Y)	increase	slightly increase	not change	slightly decrease	decrease	balance
Retail banking	8.0 (- 3.5)	60.0 (+ 6.2)	12.0 (+ 0.4)	20.0 (- 3.1)	0.0 (+/- 0.0)	28.0 (+ 1.1)
Investment banking	8.0 (- 4.0)	68.0 (+ 4.0)	12.0 (+ 4.0)	12.0 (+/- 0.0)	0.0 (- 4.0)	36.0 (+ 2.0)
Insurance	16.0 (-10.9)	64.0 (+25.5)	12.0 (-15.0)	8.0 (+ 4.2)	0.0 (- 3.8)	44.0 (+ 3.5)
Automotive	12.5 (- 2.9)	66.7 (+ 9.0)	12.5 (- 6.7)	8.3 (+ 0.6)	0.0 (+/- 0.0)	41.7 (+ 1.3)
Chemical / Pharmaceutical	13.0 (- 6.2)	65.2 (+26.7)	17.5 (-21.0)	4.3 (+ 0.5)	0.0 (+/- 0.0)	43.5 (+ 6.9)
Machinery / Engineering	12.5 (- 2.9)	45.8 (+22.7)	25.0 (-13.4)	16.7 (+ 1.3)	0.0 (- 7.7)	27.1 (+15.5)
Electronics	20.8 (- 2.3)	66.7 (+28.2)	8.3 (-10.9)	4.2 (-11.2)	0.0 (- 3.8)	52.1 (+21.2)
Retail and commerce	4.2 (-11.2)	75.0 (+25.0)	16.6 (- 2.6)	4.2 (-11.2)	0.0 (+/- 0.0)	39.6 (+ 6.9)
Construction	8.3 (+ 0.6)	37.5 (+14.4)	20.8 (- 6.1)	29.2 (- 1.6)	4.2 (- 7.3)	8.3 (+16.0)
Energy	16.7 (+ 5.2)	58.3 (+23.7)	20.8 (- 6.2)	4.2 (-18.9)	0.0 (- 3.8)	43.8 (+30.3)
Information Technology	29.2 (+ 6.1)	62.5 (+16.3)	8.3 (-22.4)	0.0 (+/- 0.0)	0.0 (+/- 0.0)	60.5 (+14.3)
Services	29.2 (- 5.4)	58.3 (+12.1)	8.3 (-10.9)	4.2 (+ 4.2)	0.0 (+/- 0.0)	56.3 (- 1.4)
Economic expectation (1 Y)	improve	slightly improve	not change	slightly worsen	worsen	balance
Beijing	3.4 (+ 3.4)	41.4 (- 1.5)	44.9 (+27.1)	6.9 (-32.4)	3.4 (+ 3.4)	17.3 (+15.5)
Shanghai	10.3 (+ 3.2)	58.6 (+ 8.6)	24.2 (+ 9.9)	6.9 (-21.7)	0.0 (+/- 0.0)	36.2 (+18.4)
Hong Kong	3.6 (+ 3.6)	32.1 (- 3.6)	32.2 (- 3.6)	32.1 (+10.7)	0.0 (- 7.1)	3.6 (+ 3.5)
Guangzhou	7.1 (+ 3.4)	32.1 (- 1.2)	42.9 (+16.9)	17.9 (-15.4)	0.0 (- 3.7)	14.2 (+14.2)
Shenzhen	6.9 (- 4.2)	34.5 (+ 4.9)	41.4 (+11.7)	17.2 (- 8.7)	0.0 (- 3.7)	15.6 (+ 6.3)
Tianjin	3.6 (- 3.8)	46.4 (+24.2)	28.5 (-16.0)	17.9 (- 0.6)	3.6 (- 3.8)	14.3 (+12.4)
Chongqing	17.9 (+ 3.1)	32.1 (+13.6)	25.0 (-19.5)	25.0 (+13.9)	0.0 (-11.1)	21.5 (+14.1)
Real estate price expectation (1 Y)	increase	slightly increase	not change	slightly decrease	decrease	balance
Beijing	3.4 (+/- 0.0)	37.9 (+ 6.9)	31.1 (+10.3)	20.7 (-13.8)	6.9 (- 3.4)	5.1 (+13.8)
Shanghai	3.4 (+/- 0.0)	37.9 (+ 3.4)	41.5 (+10.4)	13.8 (- 6.9)	3.4 (- 6.9)	12.1 (+12.1)
Hong Kong	0.0 (+/- 0.0)	27.6 (+ 3.5)	34.5 (- 3.5)	27.6 (+/- 0.0)	10.3 (+/- 0.0)	-10.3 (+ 1.8)
Guangzhou	3.6 (+ 3.6)	7.1 (-17.0)	46.5 (+11.9)	35.7 (+ 4.7)	7.1 (- 3.2)	-17.8 (- 4.0)
Shenzhen	3.6 (+ 3.6)	7.1 (-17.0)	39.3 (+ 8.2)	39.3 (+ 4.8)	10.7 (+ 0.4)	-23.2 (- 7.7)
Tianjin	3.6 (+ 0.2)	17.9 (+ 7.6)	24.9 (- 2.8)	42.9 (+ 1.5)	10.7 (- 6.5)	-19.6 (+ 9.8)
Chongqing	3.6 (+ 0.2)	14.3 (+ 4.0)	28.5 (+ 0.8)	42.9 (- 1.9)	10.7 (- 3.1)	-21.4 (+ 6.3)

Note: 36 analysts participated in the June survey, which was conducted during the period 6/10-6/30/2014. 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.