

**ZEW/Fudan China Economic Panel: Results February 2015**

<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	(+/- 0.0)	17.1	(+ 2.0)	65.8	(+ 3.5)	17.1	(- 5.5)	0.0	(+/- 0.0)	0.0	(+ 3.8)		
Eurozone	0.0	(+/- 0.0)	2.6	(- 1.3)	43.6	(+14.2)	48.7	(- 8.2)	5.1	(- 4.7)	-28.2	(+ 8.1)		
USA	7.9	(+ 3.9)	73.7	(- 4.3)	15.8	(- 0.2)	2.6	(+ 0.6)	0.0	(+/- 0.0)	43.5	(+ 1.5)		
<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)	2.4	(+ 2.4)	39.0	(+ 6.9)	17.2	(- 7.3)	39.0	(- 0.6)	2.4	(- 1.4)	0.0	(+ 7.6)		
<b>GDP (growth rate) in %</b>	<b>2015Q1</b>				<b>2015Q2</b>				<b>2015</b>		<b>2016</b>			
China	7.2				7.1				7.1		6.9			
Eurozone	0.9				0.9				0.9		1.1			
USA	2.6				2.7				2.7		2.8			
<b>Inflation (CPI) in %</b>	<b>3 months</b>						<b>1 year</b>							
China	1.2 (1.6)						1.7 (1.9)							
Eurozone	0.1 (0.0)						0.4 (0.2)							
USA	1.0 (1.0)						1.2 (1.3)							
<b>Interest rates</b>	<b>3 months</b>						<b>1 year</b>							
SHIBOR (3 months)	4.8 (4.7)						4.6 (4.6)							
One-year deposit rate	2.7 (2.7)						2.5 (2.7)							
One-year lending rate	5.5 (5.5)						5.3 (5.4)							
<b>Stock market indices</b>	<b>3 months</b>						<b>1 year</b>							
SSE Composite Index	3.263 (3.306)						3.615 (3.642)							
Hang Seng Index	24.586 (23.801)						25.322 (24.018)							
Growth Enterprise Market Index (SZ)	1.902 (1.662)						2.066 (1.691)							
WTI Crude Oil (US-Dollar)	53 (46)						59 (54)							
<b>Probability of a price change (±20%) (3M)</b>	<b>higher than normal</b>				<b>normal</b>				<b>lower than normal</b>				<b>balance</b>	
SSE Composite Index	20.0 (-25.9)				76.7 (+25.3)				3.3 (+ 0.6)				16.7 (-26.5)	
Hang Seng Index	10.7 (- 1.5)				82.2 (- 3.2)				7.1 (+ 4.7)				3.6 (- 6.2)	
Growth Enterprise Market Index (SZ)	22.2 (-11.1)				74.1 (+10.0)				3.7 (+ 1.1)				18.5 (-12.2)	
WTI Crude Oil (US-Dollar)	17.9 (+ 2.9)				71.4 (+ 1.4)				10.7 (- 4.3)				7.2 (+ 7.2)	
<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	13.5 (+ 3.5)		58.8 (- 9.2)		5.4 (- 2.6)		21.6 (+ 7.6)		2.7 (+ 0.7)		28.4 (- 5.6)			
<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	8.3 (+ 8.3)		33.3 (-10.9)		19.5 (+ 2.1)		38.9 (+ 2.4)		0.0 (- 1.9)		5.5 (+ 3.5)			
FDI outflow (out of China)	40.0 (+ 6.0)		40.0 (- 4.0)		17.1 (+ 7.1)		2.9 (- 5.1)		0.0 (- 4.0)		58.6 (+10.6)			
FDI inflow (into China)	2.9 (+ 0.9)		28.6 (+/- 0.0)		39.9 (+ 1.1)		25.7 (- 0.8)		2.9 (- 1.2)		1.5 (+ 2.6)			
Export activity	5.7 (- 4.3)		62.9 (+16.9)		2.8 (-17.2)		25.7 (+ 5.7)		2.9 (- 1.1)		21.4 (+ 2.4)			
Import activity	12.1 (- 3.9)		57.6 (+ 5.6)		15.1 (+ 1.1)		9.1 (- 6.9)		6.1 (+ 4.1)		30.3 (- 1.7)			
Domestic consumption	20.0 (+ 4.3)		51.4 (- 9.4)		14.3 (+ 0.6)		14.3 (+ 6.5)		0.0 (- 2.0)		38.6 (- 1.6)			
Employment rate	2.9 (+ 0.9)		37.1 (+ 7.1)		42.9 (+ 0.9)		17.1 (- 6.9)		0.0 (- 2.0)		12.9 (+ 9.9)			
Growth rate of new car registrations	22.9 (+12.7)		48.6 (- 6.5)		5.6 (-12.8)		22.9 (+ 8.6)		0.0 (- 2.0)		35.8 (+ 7.2)			
Total share of world trade	8.6 (+ 6.6)		57.1 (- 0.9)		20.0 (- 6.0)		14.3 (+ 2.3)		0.0 (- 2.0)		30.0 (+ 7.0)			
<b>Exchange rates</b>	<b>3 months</b>						<b>1 year</b>							
Yuan / US-Dollar	6.28 (6.23)						6.33 (6.25)							
US-Dollar / Euro	1.12 (1.12)						1.10 (1.10)							
<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	10.3 (+ 2.6)		44.8 (-24.4)		31.1 (+20.8)		13.8 (+ 6.1)		0.0 (- 5.1)		25.8 (- 7.6)			
Investment banking	24.1 (-24.6)		48.3 (+ 9.8)		20.7 (+15.6)		6.9 (- 0.8)		0.0 (+/- 0.0)		44.8 (-19.3)			
Insurance	41.4 (- 7.3)		41.4 (+ 0.4)		13.8 (+ 6.1)		3.4 (+ 0.8)		0.0 (+/- 0.0)		60.4 (- 7.5)			
Automotive	17.2 (+ 6.9)		58.6 (- 5.5)		7.0 (- 5.8)		17.2 (+ 4.4)		0.0 (+/- 0.0)		37.9 (+ 1.9)			
Chemical / Pharmaceutical	17.9 (+ 2.1)		50.0 (-13.2)		21.4 (+ 0.4)		10.7 (+10.7)		0.0 (+/- 0.0)		37.6 (- 9.8)			
Machinery / Engineering	21.4 (+ 8.6)		42.9 (- 3.3)		21.4 (+ 0.9)		10.7 (- 4.7)		3.6 (- 1.5)		33.9 (+10.8)			
Electronics	32.1 (+ 6.5)		46.4 (- 4.9)		10.8 (- 4.6)		10.7 (- 8.1)		0.0 (- 5.1)		50.0 (+ 5.1)			
Retail and commerce	27.6 (+10.1)		44.8 (-10.2)		17.3 (+ 2.3)		10.3 (+ 5.3)		0.0 (- 7.5)		44.9 (+ 9.9)			
Construction	10.7 (+ 3.0)		17.9 (-12.9)		35.7 (+ 5.0)		32.1 (+ 9.0)		3.6 (- 4.1)		0.0 (- 3.9)			
Energy	7.1 (- 5.4)		42.9 (+ 7.9)		25.0 (- 5.0)		25.0 (+10.0)		0.0 (- 7.5)		16.1 (+ 1.1)			
Information Technology	46.4 (+ 1.4)		35.7 (- 9.3)		10.8 (+ 3.3)		7.1 (+ 4.6)		0.0 (+/- 0.0)		60.7 (- 5.6)			
Services	48.3 (+10.8)		34.5 (- 8.0)		10.3 (- 7.2)		6.9 (+ 4.4)		0.0 (+/- 0.0)		62.1 (+ 4.6)			
<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	3.0 (- 1.3)		48.5 (+ 7.2)		30.3 (+ 2.0)		18.2 (- 7.9)		0.0 (+/- 0.0)		18.2 (+ 6.3)			
Shanghai	3.1 (- 3.4)		59.4 (+18.1)		25.0 (- 3.3)		12.5 (-11.4)		0.0 (+/- 0.0)		26.6 (+11.4)			
Hong Kong	3.0 (+ 0.9)		27.3 (+ 6.0)		36.4 (+ 8.7)		30.3 (-16.5)		3.0 (+ 0.9)		-1.5 (+11.3)			
Guangzhou	6.5 (+ 2.1)		41.9 (+10.8)		29.0 (-13.3)		19.4 (- 2.8)		3.2 (+ 3.2)		14.6 (+ 5.7)			
Shenzhen	10.0 (+ 1.5)		60.0 (+15.3)		16.7 (- 4.6)		10.0 (-15.5)		3.3 (+ 3.3)		31.7 (+13.6)			
Tianjin	6.5 (- 6.5)		45.2 (+12.6)		16.1 (- 5.7)		29.0 (- 1.4)		3.2 (+ 1.0)		11.4 (- 0.5)			
Chongqing	19.4 (- 4.5)		45.2 (+23.5)		19.3 (-11.2)		12.9 (- 8.8)		3.2 (+ 1.0)		32.4 (+10.7)			
<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	6.1 (- 2.4)		48.5 (- 0.4)		21.1 (- 2.3)		18.2 (+ 5.4)		6.1 (- 0.3)		15.2 (- 5.0)			
Shanghai	6.1 (- 0.3)		54.5 (+ 1.3)		15.1 (- 4.0)		18.2 (+ 3.3)		6.1 (- 0.3)		18.2 (- 1.0)			
Hong Kong	6.3 (+ 4.2)		18.8 (+ 3.9)		37.4 (+ 3.3)		34.4 (-12.4)		3.1 (+ 1.0)		-4.6 (+11.4)			
Guangzhou	6.7 (+ 0.2)		26.7 (- 5.9)		36.6 (+ 6.2)		26.7 (- 1.6)		3.3 (+ 1.1)		3.4 (- 3.1)			
Shenzhen	6.5 (+/- 0.0)		51.6 (+10.3)		19.3 (- 6.8)		19.4 (- 4.5)		3.2 (+ 1.0)		19.4 (+ 6.4)			
Tianjin	6.7 (+ 4.5)		20.0 (-11.1)		29.9 (+ 5.5)		36.7 (+ 1.1)		6.7 (+/- 0.0)		-8.4 (- 1.6)			
Chongqing	10.0 (+ 5.6)		30.0 (+ 3.3)		26.6 (- 9.0)		26.7 (+ 2.3)		6.7 (- 2.2)		5.0 (+ 8.4)			

Note: 41 analysts participated in the February survey, which was conducted during the period 2/9-2/26/2015. 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.