

ZEW/Fudan China Economic Panel: Results March 2018

Current economic situation	very good		good		normal		bad		very bad		balance	
China	7.9	(- 0.4)	36.8	(-13.2)	50.0	(+10.4)	5.3	(+ 3.2)	0.0	(+/- 0.0)	23.7	(- 8.6)
Eurozone	20.0	(+ 8.9)	45.7	(- 7.6)	31.4	(- 4.2)	2.9	(+ 2.9)	0.0	(+/- 0.0)	41.4	(+ 3.6)
USA	14.3	(+ 1.0)	71.4	(+22.5)	14.3	(-21.3)	0.0	(- 2.2)	0.0	(+/- 0.0)	50.0	(+13.3)
Economic expectation (1 Y)	improve		slightly improve		not change		slightly worsen		worsen		balance	
China (CEP-Indicator)	0.0	(- 6.3)	31.6	(- 8.0)	39.5	(+ 8.3)	28.9	(+ 6.0)	0.0	(+/- 0.0)	1.4	(-13.3)
GDP (growth rate) in %	2018Q1		2018Q2		2018		2019					
China	6.7		6.7		6.6		6.5					
Eurozone	2.6		2.6		2.6		2.5					
USA	2.6		2.7		2.7		2.7					
Inflation (CPI) in %	3 months						1 year					
China	1.8 (1.9)						2.1 (2.1)					
Eurozone	1.4 (1.5)						1.5 (1.6)					
USA	2.1 (2.2)						2.2 (2.3)					
Wage Inflation in %	3 months						1 year					
China	8.5 (8.7)						8.4 (8.7)					
Eurozone	2.4 (1.6)						1.9 (1.7)					
USA	2.8 (2.7)						2.8 (2.8)					
Interest rates	3 months						1 year					
SHIBOR (3 months)	4.8 (4.7)						4.8 (4.8)					
One-year deposit rate	1.5 (1.5)						1.6 (1.6)					
One-year lending rate	4.4 (4.4)						4.5 (4.4)					
Stock market indices	3 months						1 year					
SSE Composite Index	3.325 (3.549)						3.553 (3.720)					
Hang Seng Index	31.273 (32.264)						32.495 (33.230)					
WTI Crude Oil (US-Dollar)	63 (65)						64 (67)					
Monetary aggregate M2 (6 M)	increase		slightly increase		not change		slightly decrease		decrease		balance	
M2 growth rate	3.4	(- 1.7)	65.5	(+ 4.0)	13.9	(+ 1.0)	17.2	(- 3.3)	0.0	(+/- 0.0)	27.6	(+ 2.0)
Specific indicators China (1 Y)	increase		slightly increase		not change		slightly decrease		decrease		balance	
Foreign exchange reserves	3.2	(+ 0.7)	61.3	(+11.3)	16.1	(- 6.4)	12.9	(-12.1)	6.5	(+ 6.5)	20.9	(+ 5.9)
FDI outflow (out of China)	16.1	(+ 1.1)	45.2	(-12.3)	29.0	(+19.0)	9.7	(- 7.8)	0.0	(+/- 0.0)	33.9	(- 1.1)
FDI inflow (into China)	6.5	(- 1.0)	38.7	(+ 1.2)	22.6	(+ 5.1)	29.0	(- 6.0)	3.2	(+ 0.7)	8.2	(+ 1.9)
Export activity	6.5	(+ 1.5)	61.3	(+ 3.8)	9.6	(- 5.4)	16.1	(- 6.4)	6.5	(+ 6.5)	22.6	(+ 0.1)
Import activity	29.0	(+14.0)	45.2	(-14.8)	12.9	(- 2.1)	9.7	(+ 2.2)	3.2	(+ 0.7)	43.6	(+ 4.8)
Private Consumption	16.1	(- 8.9)	61.3	(+ 3.8)	12.9	(- 2.1)	0.0	(- 2.5)	9.7	(+ 9.7)	37.1	(-15.4)
Private Investment	3.2	(- 4.3)	45.2	(- 2.3)	16.1	(- 3.9)	25.8	(+ 0.8)	9.7	(+ 9.7)	3.2	(-15.6)
Govt. Consumption	19.4	(- 0.6)	48.4	(+ 3.4)	25.8	(- 1.7)	3.2	(- 4.3)	3.2	(+ 3.2)	38.8	(+/- 0.0)
Debt Domestic	12.9	(- 4.6)	58.1	(+13.1)	9.7	(-17.8)	16.1	(+ 6.1)	3.2	(+ 3.2)	30.7	(- 4.3)
Debt Foreign	3.4	(- 1.9)	41.4	(+ 1.9)	41.5	(+ 2.1)	10.3	(- 5.5)	3.4	(+ 3.4)	15.6	(- 1.6)
Employment rate	0.0	(- 5.1)	30.0	(+ 4.4)	56.7	(+ 2.8)	10.0	(- 5.4)	3.3	(+ 3.3)	6.7	(- 3.5)
Growth rate of new car registrations Total	10.0	(- 2.8)	66.7	(+ 2.6)	13.3	(- 2.1)	6.7	(- 1.0)	3.3	(+ 3.3)	36.7	(- 4.3)
share of world trade	10.0	(- 5.4)	53.3	(- 3.1)	23.4	(+ 0.3)	10.0	(+ 4.9)	3.3	(+ 3.3)	28.4	(-12.7)
Exchange rates	3 months						1 year					
Yuan / US-Dollar	6.39 (6.41)						6.53 (6.54)					
Yuan / Euro	7.78 (7.87)						7.87 (7.95)					
Sectors (1 Y)	increase		slightly increase		not change		slightly decrease		decrease		balance	
Retail banking	10.3	(- 7.3)	48.3	(- 7.6)	34.5	(+22.7)	6.9	(- 4.9)	0.0	(- 2.9)	31.0	(- 5.8)
Investment banking	10.3	(- 1.5)	58.6	(+14.5)	17.3	(- 0.4)	13.8	(- 9.7)	0.0	(- 2.9)	32.7	(+13.5)
Insurance	24.1	(+ 0.6)	44.8	(- 2.3)	17.3	(- 6.3)	13.8	(+10.9)	0.0	(- 2.9)	39.6	(- 3.1)
Automotive	10.0	(- 1.8)	60.0	(- 1.8)	20.0	(- 3.5)	10.0	(+ 7.1)	0.0	(+/- 0.0)	35.0	(- 6.3)
Chemical / Pharmaceutical	10.0	(- 7.1)	50.0	(+ 4.3)	30.0	(- 1.5)	10.0	(+ 4.3)	0.0	(+/- 0.0)	30.0	(- 7.1)
Machinery / Engineering	13.3	(- 9.6)	33.3	(- 1.0)	30.1	(+ 4.4)	23.3	(+ 6.2)	0.0	(+/- 0.0)	18.3	(-13.2)
Electronics	16.7	(- 9.0)	53.3	(+16.2)	20.0	(-11.5)	10.0	(+ 4.3)	0.0	(+/- 0.0)	38.4	(- 3.0)
Retail and commerce	13.3	(- 6.7)	53.3	(+ 1.9)	16.8	(- 3.2)	13.3	(+ 4.7)	3.3	(+ 3.3)	30.0	(-11.4)
Construction	13.3	(+ 1.5)	30.0	(- 8.2)	10.1	(-13.4)	43.3	(+16.8)	3.3	(+ 3.3)	3.4	(-14.3)
Energy	13.8	(- 3.8)	51.7	(+ 1.7)	31.1	(+ 1.6)	3.4	(+ 0.5)	0.0	(+/- 0.0)	38.0	(- 3.2)
Information Technology	27.6	(- 4.8)	58.6	(+ 8.6)	10.4	(+ 1.6)	3.4	(- 5.4)	0.0	(+/- 0.0)	55.2	(+ 2.2)
Services	24.1	(- 8.3)	48.3	(- 1.7)	20.7	(+ 6.0)	6.9	(+ 4.0)	0.0	(+/- 0.0)	44.8	(-11.2)
Economic expectation (1 Y)	improve		slightly improve		not change		slightly worsen		worsen		balance	
Shanghai	3.6	(- 7.2)	53.6	(+ 7.7)	39.2	(+12.1)	3.6	(-12.6)	0.0	(+/- 0.0)	28.6	(+ 2.9)
Hong Kong	7.1	(- 9.1)	53.6	(+ 5.0)	35.7	(+ 8.6)	3.6	(- 4.5)	0.0	(+/- 0.0)	32.1	(- 4.4)
Guangzhou	3.7	(- 1.7)	29.6	(- 5.5)	48.2	(+13.0)	18.5	(- 3.1)	0.0	(- 2.7)	9.3	(- 0.2)
Shenzhen	14.8	(+ 1.3)	59.3	(+13.4)	22.2	(-10.3)	3.7	(- 4.4)	0.0	(+/- 0.0)	42.6	(+10.2)
Tianjin	38.5	(+11.5)	50.0	(- 6.8)	11.5	(+ 0.7)	0.0	(- 5.4)	0.0	(+/- 0.0)	63.5	(+10.8)
Chongqing	11.1	(- 2.4)	25.9	(- 3.8)	33.4	(+ 9.0)	29.6	(+ 2.6)	0.0	(- 5.4)	9.3	(- 0.2)
	25.9	(- 1.1)	33.3	(- 1.8)	18.6	(- 5.8)	22.2	(+ 8.7)	0.0	(+/- 0.0)	31.5	(- 6.3)
Sectors (1 Y)	increase		slightly increase		not change		slightly decrease		decrease		balance	
Shanghai	3.7	(- 9.8)	25.9	(- 6.5)	29.7	(+ 2.6)	40.7	(+16.4)	0.0	(- 2.7)	-3.7	(-18.6)
Hong Kong	7.1	(-11.8)	21.4	(-11.0)	39.4	(+12.3)	32.1	(+10.5)	0.0	(+/- 0.0)	1.8	(-22.5)
Guangzhou	11.1	(- 2.8)	40.7	(- 1.0)	33.4	(+ 2.9)	14.8	(+ 3.7)	0.0	(- 2.8)	24.1	(- 2.3)
Shenzhen	11.1	(-10.5)	40.7	(+ 2.9)	40.8	(+13.7)	7.4	(- 6.1)	0.0	(+/- 0.0)	27.8	(- 6.0)
Tianjin	14.8	(-10.2)	25.9	(- 7.4)	40.8	(+15.8)	18.5	(+ 4.6)	0.0	(- 2.8)	18.5	(-13.4)
Chongqing	11.1	(- 7.8)	22.2	(- 2.1)	40.8	(+19.1)	18.5	(-11.2)	7.4	(+ 2.0)	5.6	(- 5.2)
	11.1	(- 7.8)	33.3	(- 4.5)	37.1	(+12.7)	14.8	(- 1.4)	3.7	(+ 1.0)	16.7	(-10.3)

Note: 38 analysts participated in the March survey, which was conducted during the period 2/22-3/7/2018. 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.