

**ZEW/Fudan China Economic Panel: Results April 2016**

<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)	9.4	(+ 2.5)	71.8	(+ 6.3)	18.8	(- 8.8)	0.0	(+/- 0.0)	-4.7	(+ 5.7)				
Eurozone	0.0	(+/- 0.0)	3.3	(- 0.4)	53.4	(- 2.2)	43.3	(+ 2.6)	0.0	(+/- 0.0)	-20.0	(- 1.5)				
USA	3.3	(- 0.4)	26.7	(-17.7)	63.3	(+11.4)	6.7	(+ 6.7)	0.0	(+/- 0.0)	13.3	(-12.6)				
<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>					
China (CEP-Indicator)	3.1	(+ 3.1)	40.6	(- 4.2)	28.2	(+ 7.4)	28.1	(- 2.9)	0.0	(- 3.4)	9.4	(+ 5.9)				
<b>GDP (growth rate) in %</b>	<b>2016Q2</b>				<b>2016Q3</b>				<b>2016</b>				<b>2017</b>			
China	6.6				6.6				6.6				6.5			
Eurozone	1.5				1.6				1.5				1.6			
USA	2.0				2.0				1.9				2.1			
<b>Inflation (CPI) in %</b>	<b>3 months</b>								<b>1 year</b>							
China	2.4 (2.4)								2.5 (2.6)							
Eurozone	0.0 (0.0)								0.1 (0.2)							
USA	1.0 (1.1)								1.1 (1.3)							
<b>Interest rates</b>	<b>3 months</b>								<b>1 year</b>							
SHIBOR (3 months)	2.8 (2.7)								2.8 (2.6)							
One-year deposit rate	1.4 (1.5)								1.4 (1.3)							
One-year lending rate	4.3 (4.3)								4.2 (4.1)							
<b>Stock market indices</b>	<b>3 months</b>								<b>1 year</b>							
SSE Composite Index	2,986 (3,111)								3,202 (3,299)							
Hang Seng Index	20,575 (20,511)								20,073 (20,970)							
Growth Enterprise Market Index (SZ)	1,987 (2,296)								2,115 (2,386)							
WTI Crude Oil (US-Dollar)	41 (40)								43 (42)							
<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	23.3	(- 4.7)	56.7	(+ 0.7)	6.7	(- 5.3)	13.3	(+ 9.3)	0.0	(+/- 0.0)	45.0	(- 9.0)				
<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	(+/- 0.0)	21.4	(+ 9.9)	21.5	(- 1.6)	57.1	(+14.8)	0.0	(-23.1)	-17.9	(+20.6)				
FDI outflow (out of China)	14.8	(- 1.2)	66.7	(+14.7)	3.7	(-12.3)	14.8	(+ 2.8)	0.0	(- 4.0)	40.8	(+ 8.8)				
FDI inflow (into China)	7.1	(+ 7.1)	32.1	(-11.9)	28.7	(+12.7)	32.1	(+ 0.1)	0.0	(- 8.0)	7.1	(+ 9.1)				
Export activity	3.6	(+ 3.6)	57.1	(+18.6)	21.4	(+ 6.1)	17.9	(-20.6)	0.0	(- 7.7)	23.2	(+30.9)				
Import activity	3.6	(- 4.1)	60.7	(+14.5)	14.2	(- 1.2)	17.9	(- 9.0)	3.6	(- 0.2)	21.4	(+ 7.8)				
Domestic consumption	14.3	(- 1.1)	60.7	(+ 3.0)	17.9	(- 5.2)	7.1	(+ 3.3)	0.0	(+/- 0.0)	41.1	(- 1.3)				
Employment rate	0.0	(+/- 0.0)	35.7	(+20.3)	46.4	(-15.1)	17.9	(- 5.2)	0.0	(+/- 0.0)	8.9	(+12.8)				
Growth rate of new car registrations	13.3	(+ 9.3)	33.3	(-30.7)	36.7	(+20.7)	16.7	(+ 0.7)	0.0	(+/- 0.0)	21.6	(- 6.4)				
Total share of world trade	3.3	(- 0.7)	56.7	(+ 0.7)	30.0	(+ 6.0)	10.0	(- 2.0)	0.0	(- 4.0)	26.7	(+ 4.7)				
<b>Exchange rates</b>	<b>3 months</b>								<b>1 year</b>							
Yuan / US-Dollar	6.16 (6.54)								6.24 (6.67)							
US-Dollar / Euro	1.34 (1.12)								1.42 (1.14)							
<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	0.0	(+/- 0.0)	53.6	(+ 8.1)	14.3	(- 8.4)	32.1	(+13.9)	0.0	(-13.6)	10.8	(+10.7)				
Investment banking	14.3	(+ 0.7)	57.1	(+11.6)	10.7	(-16.6)	17.9	(+ 8.8)	0.0	(- 4.5)	33.9	(+ 6.6)				
Insurance	17.9	(- 8.2)	64.3	(+ 7.8)	7.1	(- 1.6)	10.7	(+ 2.0)	0.0	(+/- 0.0)	44.7	(- 5.3)				
Automotive	10.3	(- 2.7)	31.0	(- 3.8)	34.6	(+17.2)	24.1	(-10.7)	0.0	(+/- 0.0)	13.8	(+ 0.8)				
Chemical / Pharmaceutical	10.7	(+ 6.4)	32.1	(-11.4)	39.3	(+ 8.8)	17.9	(- 3.8)	0.0	(+/- 0.0)	17.8	(+ 2.6)				
Machinery / Engineering	6.9	(+ 6.9)	20.7	(- 6.6)	34.5	(+ 2.7)	34.5	(- 1.9)	3.4	(- 1.1)	-3.4	(+ 5.7)				
Electronics	17.2	(+ 3.6)	48.3	(+11.9)	24.2	(- 7.6)	10.3	(- 7.9)	0.0	(+/- 0.0)	36.2	(+13.5)				
Retail and commerce	20.7	(+ 2.5)	41.4	(+ 5.0)	24.1	(- 7.7)	13.8	(+ 0.2)	0.0	(+/- 0.0)	34.5	(+ 4.9)				
Construction	3.7	(+ 3.7)	22.2	(-25.6)	37.1	(+15.3)	37.0	(+19.6)	0.0	(-13.0)	-3.7	(- 5.9)				
Energy	7.4	(+ 7.4)	18.5	(+ 4.2)	48.2	(+ 0.6)	25.9	(- 7.4)	0.0	(- 4.8)	3.7	(+18.0)				
Information Technology	30.8	(- 1.0)	50.0	(+ 4.5)	7.7	(-10.5)	11.5	(+ 7.0)	0.0	(+/- 0.0)	50.1	(- 2.2)				
Services	40.7	(+ 4.3)	29.6	(- 2.2)	18.6	(- 4.1)	11.1	(+ 2.0)	0.0	(+/- 0.0)	50.0	(+ 2.2)				
<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	3.8	(+ 3.8)	46.2	(- 6.0)	34.6	(- 0.2)	15.4	(+ 2.4)	0.0	(+/- 0.0)	19.2	(- 0.4)				
Shanghai	7.7	(+ 7.7)	50.0	(-10.9)	26.9	(+ 5.2)	15.4	(- 2.0)	0.0	(+/- 0.0)	25.0	(+ 3.2)				
Hong Kong	3.8	(+ 3.8)	23.1	(+14.4)	19.3	(-19.8)	50.0	(+15.2)	3.8	(-13.6)	-13.5	(+17.0)				
Guangzhou	7.7	(+ 7.7)	46.2	(+15.8)	23.1	(-33.5)	19.2	(+ 6.2)	3.8	(+ 3.8)	17.4	(+ 8.7)				
Shenzhen	11.5	(- 1.5)	57.7	(+14.2)	11.6	(-14.5)	15.4	(- 2.0)	3.8	(+ 3.8)	28.9	(+ 2.8)				
Tianjin	12.5	(+ 3.8)	37.5	(+15.8)	33.3	(-14.6)	16.7	(- 5.0)	0.0	(+/- 0.0)	22.9	(+14.2)				
Chongqing	28.0	(+ 1.9)	48.0	(+21.9)	8.0	(-26.8)	16.0	(+ 3.0)	0.0	(+/- 0.0)	44.0	(+11.3)				
<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	4.0	(- 9.0)	52.0	(-17.6)	40.0	(+31.3)	4.0	(- 4.7)	0.0	(+/- 0.0)	28.0	(-15.5)				
Shanghai	8.0	(-13.7)	44.0	(- 8.2)	36.0	(+27.2)	12.0	(- 1.0)	0.0	(- 4.3)	24.0	(-13.0)				
Hong Kong	0.0	(- 4.3)	8.0	(- 9.4)	36.0	(+ 9.9)	52.0	(+17.2)	4.0	(-13.4)	-26.0	(- 4.2)				
Guangzhou	0.0	(- 8.7)	44.0	(+ 0.5)	40.0	(+13.9)	16.0	(- 5.7)	0.0	(+/- 0.0)	14.0	(- 5.6)				
Shenzhen	4.0	(- 9.0)	44.0	(+ 0.5)	28.0	(+ 1.9)	24.0	(+15.3)	0.0	(- 8.7)	14.0	(- 7.7)				
Tianjin	4.2	(- 4.5)	37.5	(+20.1)	41.6	(-10.6)	16.7	(- 5.0)	0.0	(+/- 0.0)	14.6	(+ 8.0)				
Chongqing	4.2	(-13.2)	41.7	(+20.0)	37.4	(- 1.8)	16.7	(- 0.7)	0.0	(- 4.3)	16.7	(+ 1.4)				

Note: 32 analysts participated in the April survey, which was conducted during the period 4/19-5/3/2016. 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.