

ZEW/Fudan China Economic Panel: Results May 2018

Current economic situation	very good		good		normal		bad		very bad		balance	
China	5.0	(+ 2.9)	47.5	(- 8.8)	42.5	(+ 0.9)	2.5	(+ 2.5)	2.5	(+ 2.5)	25.0	(- 5.3)
Eurozone	8.1	(- 2.8)	32.4	(- 8.9)	56.8	(+ 9.0)	2.7	(+ 2.7)	0.0	(+/- 0.0)	23.0	(- 8.6)
USA	21.6	(+14.9)	37.8	(-17.8)	37.9	(+ 0.2)	2.7	(+ 2.7)	0.0	(+/- 0.0)	39.2	(+ 4.7)
Economic expectation (1 Y)	improve		slightly improve		not change		slightly worsen		worsen		balance	
China (CEP-Indicator)	2.5	(+ 0.4)	30.0	(+ 2.9)	32.5	(- 5.0)	32.5	(- 0.8)	2.5	(+ 2.5)	-1.3	(- 0.3)
GDP (growth rate) in %	2018Q2				2018Q3				2018			
China	6.7				6.6				6.7			
Eurozone	2.4				2.4				2.4			
USA	2.6				2.6				2.6			
Inflation (CPI) in %	3 months								1 year			
China	2.1 (2.7)								2.3 (2.7)			
Eurozone	1.4 (1.3)								1.5 (1.4)			
USA	2.4 (2.3)								2.5 (2.3)			
Wage Inflation in %	3 months								1 year			
China	8.9 (8.5)								8.8 (8.4)			
Eurozone	1.7 (1.8)								1.8 (1.9)			
USA	2.8 (2.8)								3.0 (2.9)			
Interest rates	3 months								1 year			
SHIBOR (3 months)	4.2 (4.7)								4.3 (4.7)			
One-year deposit rate	1.5 (1.5)								1.6 (1.6)			
One-year lending rate	4.4 (4.4)								4.4 (4.5)			
Stock market indices	3 months								1 year			
SSE Composite Index	3.123 (3.303)								3.328 (3.437)			
Hang Seng Index	30.730 (31.171)								31.429 (31.642)			
Growth Enterprise Market Index (SZ)	1.829 (1.861)								1.951 (1.924)			
WTI Crude Oil (US-Dollar)	69 (64)								69 (65)			
Monetary aggregate M2 (6 M)	increase		slightly increase		not change		slightly decrease		decrease		balance	
China M2 growth rate	8.8	(+ 3.9)	52.9	(+ 1.7)	23.6	(- 0.8)	14.7	(- 4.8)	0.0	(+/- 0.0)	27.9	(+ 7.1)
Specific indicators China (1 Y)	increase		slightly increase		not change		slightly decrease		decrease		balance	
Foreign exchange reserves	6.1	(+ 1.2)	21.2	(-12.9)	42.4	(+25.3)	27.3	(-14.2)	3.0	(+ 0.6)	0.0	(+ 1.2)
FDI outflow (out of China)	15.2	(+10.3)	33.3	(-22.8)	24.2	(+ 7.2)	27.3	(+ 5.3)	0.0	(+/- 0.0)	18.2	(- 3.8)
FDI inflow (into China)	3.0	(+ 3.0)	33.3	(- 0.8)	30.4	(+ 3.5)	24.2	(- 7.5)	9.1	(+ 1.8)	-1.6	(+ 4.5)
Export activity	3.0	(+ 3.0)	39.4	(+12.6)	3.1	(-11.6)	42.4	(- 8.8)	12.1	(+ 4.8)	-10.6	(+ 8.9)
Import activity	21.2	(+11.4)	36.4	(- 5.1)	15.1	(- 9.2)	18.2	(- 3.8)	9.1	(+ 6.7)	21.2	(+ 4.0)
Private Consumption	14.7	(+ 4.9)	67.6	(+16.4)	5.9	(-25.8)	11.8	(+ 4.5)	0.0	(+/- 0.0)	42.6	(+10.8)
Private Investment	8.8	(+ 3.9)	52.9	(+ 1.7)	20.6	(- 1.3)	11.8	(- 5.3)	5.9	(+ 1.0)	23.5	(+ 6.4)
Govt. Consumption	18.2	(+ 3.6)	51.5	(+ 5.2)	27.3	(+ 7.7)	3.0	(-16.5)	0.0	(+/- 0.0)	42.5	(+14.5)
Debt Domestic	20.6	(+10.8)	26.5	(-24.7)	29.4	(+ 0.2)	23.5	(+13.7)	0.0	(+/- 0.0)	22.1	(- 8.4)
Debt Foreign	6.1	(+ 3.6)	30.3	(- 7.2)	39.4	(- 8.1)	24.2	(+11.7)	0.0	(+/- 0.0)	9.2	(- 5.8)
Employment rate	6.1	(+ 6.1)	30.3	(- 1.4)	54.5	(- 1.6)	9.1	(- 3.1)	0.0	(+/- 0.0)	16.7	(+ 6.9)
Growth rate of new car registrations	9.1	(- 1.2)	51.5	(- 4.9)	27.3	(+ 9.4)	12.1	(- 0.7)	0.0	(- 2.6)	28.8	(- 0.7)
Total share of world trade	8.8	(+ 1.1)	38.2	(- 8.0)	20.7	(+ 5.4)	29.4	(+ 1.2)	2.9	(+ 0.3)	10.3	(- 3.8)
Exchange rates	3 months								1 year			
Yuan / US-Dollar	6.31 (6.33)								6.40 (6.44)			
Yuan / Euro	7.78 (7.81)								7.83 (7.92)			
Sectors (1 Y)	increase		slightly increase		not change		slightly decrease		decrease		balance	
Retail banking	12.5	(+ 9.9)	65.6	(+10.3)	12.5	(-16.4)	6.3	(- 6.9)	3.1	(+ 3.1)	39.1	(+15.4)
Investment banking	18.8	(+10.9)	53.1	(- 4.8)	12.5	(- 8.5)	15.6	(+ 2.4)	0.0	(+/- 0.0)	37.6	(+ 7.3)
Insurance	30.3	(+11.9)	45.5	(- 1.9)	18.1	(- 3.0)	6.1	(- 4.4)	0.0	(- 2.6)	50.0	(+15.7)
Automotive	12.1	(- 3.3)	42.4	(- 3.8)	33.4	(+13.0)	9.1	(- 6.3)	3.0	(+ 0.4)	25.8	(- 2.4)
Chemical / Pharmaceutical	15.2	(- 0.2)	48.5	(- 0.2)	30.2	(+ 7.1)	6.1	(- 6.7)	0.0	(+/- 0.0)	36.4	(+ 3.0)
Machinery / Engineering	15.6	(+ 2.8)	34.4	(- 9.2)	28.1	(+ 2.4)	21.9	(+ 4.0)	0.0	(+/- 0.0)	21.9	(- 3.8)
Electronics	17.6	(+ 7.6)	38.2	(-14.3)	32.4	(+ 4.9)	11.8	(+ 1.8)	0.0	(+/- 0.0)	30.8	(- 0.5)
Retail and commerce	14.7	(- 2.8)	61.8	(+ 6.8)	14.7	(+ 2.2)	8.8	(- 6.2)	0.0	(+/- 0.0)	41.2	(+ 3.7)
Construction	15.2	(+ 9.9)	36.4	(- 5.7)	21.2	(+ 2.8)	24.2	(- 4.7)	3.0	(- 2.3)	18.3	(+11.7)
Energy	12.5	(- 3.3)	56.3	(+14.2)	21.8	(-15.0)	9.4	(+ 4.1)	0.0	(+/- 0.0)	36.0	(+ 1.8)
Information Technology	25.0	(- 3.9)	59.4	(+ 1.5)	9.3	(+ 1.4)	6.3	(+ 1.0)	0.0	(+/- 0.0)	51.6	(- 3.6)
Services	31.3	(- 5.5)	62.5	(+ 7.2)	6.2	(- 1.7)	0.0	(+/- 0.0)	0.0	(+/- 0.0)	62.6	(- 1.9)
Economic expectation (1 Y)	improve		slightly improve		not change		slightly worsen		worsen		balance	
Beijing	9.1	(+ 1.2)	45.5	(+ 0.8)	30.2	(- 9.3)	15.2	(+ 7.3)	0.0	(+/- 0.0)	24.3	(- 2.0)
Shanghai	18.2	(+ 5.0)	42.4	(- 5.0)	30.3	(- 1.2)	9.1	(+ 1.2)	0.0	(+/- 0.0)	34.9	(+ 1.9)
Hong Kong	6.1	(+ 3.4)	36.4	(+ 6.7)	30.2	(-21.2)	27.3	(+11.1)	0.0	(+/- 0.0)	10.7	(+ 1.2)
Guangzhou	12.5	(+ 2.0)	46.9	(- 5.7)	34.3	(+ 5.3)	6.3	(- 1.6)	0.0	(+/- 0.0)	32.8	(- 0.1)
Shenzhen	37.5	(+16.4)	40.6	(-19.9)	15.6	(+ 2.5)	6.3	(+ 1.0)	0.0	(+/- 0.0)	54.7	(+ 6.0)
Tianjin	12.5	(- 0.7)	37.5	(+ 5.9)	21.8	(-15.0)	18.8	(+ 3.0)	9.4	(+ 6.8)	12.5	(- 6.0)
Chongqing	21.9	(+ 3.5)	46.9	(+ 2.2)	12.5	(-13.9)	15.6	(+ 7.7)	3.1	(+ 0.5)	34.5	(+ 0.3)
Real estate price expectation (1 Y)	increase		slightly increase		not change		slightly decrease		decrease		balance	
Beijing	6.1	(- 4.2)	30.3	(+ 4.7)	33.3	(+10.2)	30.3	(-10.7)	0.0	(+/- 0.0)	6.1	(+ 3.5)
Shanghai	8.8	(- 6.6)	26.5	(+ 8.6)	38.2	(+ 7.4)	26.5	(- 9.4)	0.0	(+/- 0.0)	8.8	(+ 2.4)
Hong Kong	20.6	(+ 7.8)	20.6	(- 5.0)	38.3	(- 2.8)	17.6	(- 2.9)	2.9	(+ 2.9)	19.2	(+ 3.8)
Guangzhou	12.1	(+ 7.0)	27.3	(-11.2)	36.4	(- 4.6)	21.2	(+ 5.8)	3.0	(+ 3.0)	12.2	(- 4.5)
Shenzhen	18.2	(+10.5)	24.2	(-14.3)	36.4	(+ 5.7)	21.2	(- 1.9)	0.0	(+/- 0.0)	19.7	(+ 4.3)
Tianjin	9.1	(- 3.7)	21.2	(- 4.4)	36.3	(+10.6)	27.3	(- 3.5)	6.1	(+ 1.0)	-0.1	(- 5.2)
Chongqing	9.1	(- 6.7)	45.5	(+19.2)	27.2	(- 9.6)	12.1	(- 3.7)	6.1	(+ 0.8)	19.7	(+ 3.9)

Note: 40 analysts participated in the May survey, which was conducted during the period 4/18-5/3/2018. 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.