

**ZEW/Fudan China Economic Panel: Results June 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	2.5	(+ 2.5)	7.5	(+ 1.4)	62.5	(- 4.1)	27.5	(+ 0.2)	0.0	(+/- 0.0)	-7.5	(+ 3.1)		
Eurozone	0.0	(+/- 0.0)	8.3	(- 1.7)	44.5	(- 8.9)	44.4	(+11.1)	2.8	(- 0.5)	-20.9	(- 5.9)		
USA	2.8	(- 3.9)	66.7	(+10.0)	30.5	(- 2.8)	0.0	(- 3.3)	0.0	(+/- 0.0)	36.2	(+ 2.8)		
<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)	2.6	(- 0.3)	48.7	(+ 1.6)	12.8	(- 1.9)	35.9	(+ 0.6)	0.0	(+/- 0.0)	9.0	(+ 0.2)		
<b>GDP (growth rate) in %</b>	<b>2015Q2</b>				<b>2015Q3</b>				<b>2015</b>				<b>2016</b>	
China	6.8				6.7				6.8				6.6	
Eurozone	1.0				1.1				1.1				1.2	
USA	2.5				2.5				2.4				2.6	
<b>Inflation (CPI) in %</b>	<b>3 months</b>						<b>1 year</b>							
China	1.5 (1.6)						1.8 (1.9)							
Eurozone	0.3 (0.1)						0.5 (0.3)							
USA	0.2 (0.0)						0.6 (0.3)							
<b>Interest rates</b>	<b>3 months</b>						<b>1 year</b>							
SHIBOR (3 months)	3.0 (3.0)						2.9 (2.9)							
One-year deposit rate	2.4 (2.5)						2.3 (2.3)							
One-year lending rate	5.3 (5.3)						5.1 (5.1)							
<b>Stock market indices</b>	<b>3 months</b>						<b>1 year</b>							
SSE Composite Index	4.806 (4.919)						5.311 (5.262)							
Hang Seng Index	27.902 (28.429)						29.148 (28.687)							
Growth Enterprise Market Index (SZ)	2.778 (3.685)						3.118 (3.678)							
WTI Crude Oil (US-Dollar)	61 (61)						63 (66)							
<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	36.7	(-24.0)		36.6	(- 2.7)		26.7	(+26.7)		10.0	(-50.7)			
Hang Seng Index	17.2	(-14.9)		72.5	(+ 8.2)		10.3	(+ 6.7)		6.9	(-21.6)			
Growth Enterprise Market Index (SZ)	19.2	(-22.5)		53.9	(+ 3.9)		26.9	(+18.6)		-7.7	(-41.1)			
WTI Crude Oil (US-Dollar)	3.6	(- 0.2)		85.7	(- 6.7)		10.7	(+ 6.9)		-7.1	(- 7.1)			
<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	18.9	(+ 5.6)	62.2	(- 1.1)	10.8	(+ 0.7)	8.1	(- 1.9)	0.0	(- 3.3)	46.0	(+ 9.3)		
<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	5.6	(+ 2.2)	47.2	(+23.1)	13.9	(- 6.9)	33.3	(-11.5)	0.0	(- 6.9)	12.6	(+26.5)		
FDI outflow (out of China)	41.2	(+ 7.9)	44.1	(-11.5)	11.8	(+ 0.7)	2.9	(+ 2.9)	0.0	(+/- 0.0)	61.8	(+ 0.7)		
FDI inflow (into China)	5.9	(- 1.5)	26.5	(-17.9)	35.3	(+13.0)	29.4	(+ 7.2)	2.9	(- 0.8)	1.6	(-13.2)		
Export activity	8.3	(- 1.7)	38.9	(- 7.8)	25.0	(+ 8.4)	22.2	(- 4.5)	5.6	(+ 5.6)	11.1	(- 8.9)		
Import activity	13.9	(-16.1)	52.8	(+ 9.5)	11.1	(- 2.3)	13.9	(+ 0.6)	8.3	(+ 8.3)	25.1	(-19.9)		
Domestic consumption	13.5	(-13.2)	64.9	(+11.6)	10.8	(- 2.5)	10.8	(+ 4.1)	0.0	(+/- 0.0)	40.6	(- 9.4)		
Employment rate	2.7	(- 0.7)	43.2	(+ 8.7)	37.9	(-10.4)	16.2	(+ 2.4)	0.0	(+/- 0.0)	16.2	(+ 2.4)		
Growth rate of new car registrations	11.1	(-13.9)	47.2	(-17.1)	22.3	(+15.2)	19.4	(+15.8)	0.0	(+/- 0.0)	25.0	(-30.4)		
Total share of world trade	2.7	(-11.6)	48.6	(- 1.4)	27.1	(+ 5.7)	21.6	(+ 7.3)	0.0	(+/- 0.0)	16.2	(-16.0)		
<b>Exchange rates</b>	<b>3 months</b>						<b>1 year</b>							
Yuan / US-Dollar	6.16 (6.21)						6.23 (6.26)							
US-Dollar / Euro	1.11 (1.11)						1.07 (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	6.7	(- 4.0)	60.0	(+10.0)	10.0	(- 7.9)	23.3	(+ 9.0)	0.0	(- 7.1)	25.1	(+ 3.6)		
Investment banking	41.9	(-15.2)	32.3	(+ 0.2)	9.7	(+ 2.5)	16.1	(+12.5)	0.0	(+/- 0.0)	50.0	(-21.4)		
Insurance	43.3	(+ 1.9)	40.0	(-15.2)	10.0	(+ 6.6)	6.7	(+ 6.7)	0.0	(+/- 0.0)	60.0	(- 9.0)		
Automotive	9.7	(-11.7)	41.9	(-11.7)	22.6	(+ 8.3)	25.8	(+15.1)	0.0	(+/- 0.0)	17.8	(-25.1)		
Chemical / Pharmaceutical	10.0	(- 7.9)	53.3	(- 7.4)	26.7	(+12.4)	10.0	(+ 2.9)	0.0	(+/- 0.0)	31.7	(-13.0)		
Machinery / Engineering	29.0	(- 6.7)	32.3	(+ 7.3)	19.3	(- 2.1)	19.4	(+ 5.1)	0.0	(- 3.6)	35.5	(- 2.0)		
Electronics	30.0	(-16.4)	56.7	(+17.4)	10.0	(- 0.7)	3.3	(- 0.3)	0.0	(+/- 0.0)	56.7	(- 7.6)		
Retail and commerce	20.0	(-15.7)	56.7	(+10.3)	16.6	(+ 5.8)	6.7	(- 0.4)	0.0	(+/- 0.0)	45.0	(-10.4)		
Construction	10.0	(- 7.9)	50.0	(+28.6)	6.7	(-21.9)	33.3	(+11.9)	0.0	(-10.7)	18.4	(+11.2)		
Energy	16.1	(- 2.4)	38.7	(+ 1.7)	25.8	(+ 7.2)	19.4	(- 2.8)	0.0	(- 3.7)	25.8	(+ 3.6)		
Information Technology	48.4	(-12.3)	41.9	(+ 9.8)	6.5	(+ 2.9)	3.2	(- 0.4)	0.0	(+/- 0.0)	67.8	(- 7.2)		
Services	35.5	(-23.1)	54.8	(+16.9)	3.2	(- 0.3)	6.5	(+ 6.5)	0.0	(+/- 0.0)	59.7	(-17.9)		
<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	(- 0.6)	51.5	(- 5.6)	24.3	(- 0.7)	21.2	(+ 6.9)	0.0	(+/- 0.0)	18.2	(- 6.8)		
Shanghai	6.1	(- 7.7)	57.6	(+ 9.3)	24.2	(+ 0.1)	12.1	(- 1.7)	0.0	(+/- 0.0)	28.9	(- 2.2)		
Hong Kong	3.0	(- 0.6)	18.2	(+ 0.3)	27.3	(-11.9)	48.5	(+ 9.2)	3.0	(+ 3.0)	-15.2	(- 8.1)		
Guangzhou	6.3	(- 4.8)	46.9	(+ 9.9)	28.0	(- 1.7)	18.8	(- 3.4)	0.0	(+/- 0.0)	20.4	(+ 1.9)		
Shenzhen	21.9	(-11.4)	53.1	(+12.4)	15.6	(+ 4.4)	9.4	(- 5.4)	0.0	(+/- 0.0)	43.8	(- 2.5)		
Tianjin	15.6	(- 2.9)	40.6	(+14.7)	12.5	(-17.2)	31.3	(+ 5.4)	0.0	(+/- 0.0)	20.3	(+ 1.8)		
Chongqing	25.0	(+ 2.8)	37.5	(+11.6)	15.6	(- 6.7)	21.9	(- 7.7)	0.0	(+/- 0.0)	32.8	(+12.4)		
<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	15.2	(+ 4.9)	60.6	(- 4.9)	18.1	(+ 0.8)	6.1	(- 0.8)	0.0	(+/- 0.0)	42.5	(+ 2.9)		
Shanghai	15.2	(+ 1.4)	60.6	(- 4.9)	18.1	(+ 7.7)	6.1	(- 0.8)	0.0	(- 3.4)	42.5	(+ 2.8)		
Hong Kong	6.3	(- 0.8)	31.3	(+ 6.3)	34.3	(- 1.4)	25.0	(- 3.6)	3.1	(- 0.5)	6.4	(+ 4.7)		
Guangzhou	15.2	(+ 8.1)	45.5	(- 8.1)	30.2	(+ 8.8)	9.1	(- 8.8)	0.0	(+/- 0.0)	33.4	(+ 8.4)		
Shenzhen	30.3	(+16.0)	48.5	(-12.2)	15.1	(+ 4.4)	6.1	(- 8.2)	0.0	(+/- 0.0)	51.5	(+14.0)		
Tianjin	6.1	(- 1.0)	39.4	(+ 0.1)	24.2	(- 4.4)	30.3	(+ 8.9)	0.0	(- 3.6)	10.7	(- 1.8)		
Chongqing	9.4	(+ 2.3)	28.1	(-11.2)	31.3	(+ 6.3)	28.1	(+ 3.1)	3.1	(- 0.5)	6.3	(- 4.4)		

Note: 40 analysts participated in the June survey, which was conducted during the period 6/8-6/30/2015. 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.