

ZEW/Fudan China Economic Panel: Results June 2018

Current economic situation	very good		good		normal		bad		very bad		balance	
China	2.9	(- 2.1)	38.2	(- 9.3)	58.9	(+16.4)	0.0	(- 2.5)	0.0	(- 2.5)	22.0	(- 3.0)
Eurozone	5.9	(- 2.2)	38.2	(+ 5.8)	55.9	(- 0.9)	0.0	(- 2.7)	0.0	(+/- 0.0)	25.0	(+ 2.0)
USA	11.8	(- 9.8)	55.9	(+18.1)	32.3	(- 5.6)	0.0	(- 2.7)	0.0	(+/- 0.0)	39.8	(+ 0.6)
Economic expectation (1 Y)	improve		slightly improve		not change		slightly worsen		worsen		balance	
China (CEP-Indicator)	0.0	(- 2.5)	32.4	(+ 2.4)	29.4	(- 3.1)	38.2	(+ 5.7)	0.0	(- 2.5)	-2.9	(- 1.6)
GDP (growth rate) in %	2018Q2			2018Q3			2018			2019		
China	6.7			6.6			6.7			6.5		
Eurozone	2.5			2.5			2.5			2.4		
USA	2.5			2.5			2.5			2.5		
Inflation (CPI) in %	3 months						1 year					
China	1.9 (2.1)						2.1 (2.3)					
Eurozone	1.3 (1.4)						1.4 (1.5)					
USA	2.5 (2.4)						2.5 (2.5)					
Wage Inflation in %	3 months						1 year					
China	8.8 (8.9)						8.6 (8.8)					
Eurozone	1.7 (1.7)						1.8 (1.8)					
USA	2.9 (2.8)						3.0 (3.0)					
Interest rates	3 months						1 year					
SHIBOR (3 months)	4.1 (4.2)						4.2 (4.3)					
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	3.180 (3.123)						3.358 (3.328)					
Hang Seng Index	31.271 (30.730)						32.364 (31.429)					
Growth Enterprise Market Index (SZ)	1.854 (1.829)						1.908 (1.951)					
WTI Crude Oil (US-Dollar)	74 (69)						77 (69)					
Monetary aggregate M2 (6 M)	increase		slightly increase		not change		slightly decrease		decrease		balance	
China M2 growth rate	10.0	(+ 1.2)	53.3	(+ 0.4)	26.7	(+ 3.1)	10.0	(- 4.7)	0.0	(+/- 0.0)	31.7	(+ 3.8)
Specific indicators China (1 Y)	increase		slightly increase		not change		slightly decrease		decrease		balance	
Foreign exchange reserves	0.0	(- 6.1)	28.1	(+ 6.9)	21.9	(-20.5)	46.9	(+19.6)	3.1	(+ 0.1)	-12.5	(-12.5)
FDI outflow (out of China)	6.7	(- 8.5)	56.7	(+23.4)	16.6	(- 7.6)	16.7	(-10.6)	3.3	(+ 3.3)	23.4	(+ 5.2)
FDI inflow (into China)	6.7	(+ 3.7)	33.3	(+/- 0.0)	30.0	(- 0.4)	26.7	(+ 2.5)	3.3	(- 5.8)	6.7	(+ 8.3)
Export activity	6.3	(+ 3.3)	46.9	(+ 7.5)	12.4	(+ 9.3)	25.0	(-17.4)	9.4	(- 2.7)	7.9	(+18.5)
Import activity	34.4	(+13.2)	34.4	(- 2.0)	21.8	(+ 6.7)	9.4	(- 8.8)	0.0	(- 9.1)	46.9	(+25.7)
Private Consumption	12.5	(- 2.2)	46.9	(-20.7)	34.3	(+28.4)	6.3	(- 5.5)	0.0	(+/- 0.0)	32.8	(- 9.8)
Private Investment	9.4	(+ 0.6)	40.6	(-12.3)	34.4	(+13.8)	12.5	(+ 0.7)	3.1	(- 2.8)	20.4	(- 3.1)
Govt. Consumption	25.0	(+ 6.8)	50.0	(- 1.5)	21.9	(- 5.4)	3.1	(+ 0.1)	0.0	(+/- 0.0)	48.5	(+ 6.0)
Debt Domestic	19.4	(- 1.2)	54.8	(+28.3)	22.6	(- 6.8)	3.2	(-20.3)	0.0	(+/- 0.0)	45.2	(+23.1)
Debt Foreign	3.3	(- 2.8)	43.3	(+13.0)	40.1	(+ 0.7)	13.3	(-10.9)	0.0	(+/- 0.0)	18.3	(+ 9.1)
Employment rate	6.5	(+ 0.4)	32.3	(+ 2.0)	48.3	(- 6.2)	12.9	(+ 3.8)	0.0	(+/- 0.0)	16.2	(- 0.5)
Growth rate of new car registrations	9.7	(+ 0.6)	61.3	(+ 9.8)	19.3	(- 8.0)	9.7	(- 2.4)	0.0	(+/- 0.0)	35.5	(+ 6.7)
Total share of world trade	6.5	(- 2.3)	51.6	(+13.4)	25.8	(+ 5.1)	16.1	(-13.3)	0.0	(- 2.9)	24.3	(+14.0)
Exchange rates	3 months						1 year					
Yuan / US-Dollar	6.39 (6.31)						6.52 (6.40)					
Yuan / Euro	7.61 (7.78)						7.69 (7.83)					
Sectors (1 Y)	increase		slightly increase		not change		slightly decrease		decrease		balance	
Retail banking	9.4	(- 3.1)	59.4	(- 6.2)	24.9	(+12.4)	6.3	(+/- 0.0)	0.0	(- 3.1)	36.0	(- 3.1)
Investment banking	9.4	(- 9.4)	43.8	(- 9.3)	34.3	(+21.8)	9.4	(- 6.2)	3.1	(+ 3.1)	23.5	(-14.1)
Insurance	25.0	(- 5.3)	59.4	(+13.9)	9.3	(- 8.8)	6.3	(+ 0.2)	0.0	(+/- 0.0)	51.6	(+ 1.6)
Automotive	9.4	(- 2.7)	62.5	(+20.1)	21.8	(-11.6)	6.3	(- 2.8)	0.0	(- 3.0)	37.5	(+11.7)
Chemical / Pharmaceutical	18.8	(+ 3.6)	56.3	(+ 7.8)	15.5	(-14.7)	9.4	(+ 3.3)	0.0	(+/- 0.0)	42.3	(+ 5.9)
Machinery / Engineering	15.6	(+/- 0.0)	37.5	(+ 3.1)	31.3	(+ 3.2)	15.6	(- 6.3)	0.0	(+/- 0.0)	26.6	(+ 4.7)
Electronics	21.9	(+ 4.3)	40.6	(+ 2.4)	25.0	(- 7.4)	12.5	(+ 0.7)	0.0	(+/- 0.0)	36.0	(+ 5.2)
Retail and commerce	15.6	(+ 0.9)	50.0	(-11.8)	28.1	(+13.4)	6.3	(- 2.5)	0.0	(+/- 0.0)	37.5	(- 3.7)
Construction	12.5	(- 2.7)	21.9	(-14.5)	31.2	(+10.0)	31.3	(+ 7.1)	3.1	(+ 0.1)	4.7	(-13.6)
Energy	25.0	(+12.5)	37.5	(-18.8)	28.1	(+ 6.3)	9.4	(+/- 0.0)	0.0	(+/- 0.0)	39.1	(+ 3.1)
Information Technology	35.5	(+10.5)	51.6	(- 7.8)	12.9	(+ 3.6)	0.0	(- 6.3)	0.0	(+/- 0.0)	61.3	(+ 9.7)
Services	21.9	(- 9.4)	68.8	(+ 6.3)	6.2	(+/- 0.0)	3.1	(+ 3.1)	0.0	(+/- 0.0)	54.8	(- 7.8)
Economic expectation (1 Y)	improve		slightly improve		not change		slightly worsen		worsen		balance	
Beijing	6.3	(- 2.8)	34.4	(-11.1)	49.9	(+19.7)	9.4	(- 5.8)	0.0	(+/- 0.0)	18.8	(- 5.5)
Shanghai	9.4	(- 8.8)	50.0	(+ 7.6)	28.1	(- 2.2)	12.5	(+ 3.4)	0.0	(+/- 0.0)	28.2	(- 6.7)
Hong Kong	6.3	(+ 0.2)	28.1	(- 8.3)	40.6	(+10.4)	21.9	(- 5.4)	3.1	(+ 3.1)	6.3	(- 4.4)
Guangzhou	16.1	(+ 3.6)	45.2	(- 1.7)	29.0	(- 5.3)	6.5	(+ 0.2)	3.2	(+ 3.2)	32.3	(- 0.5)
Shenzhen	35.5	(- 2.0)	45.2	(+ 4.6)	12.8	(- 2.8)	6.5	(+ 0.2)	0.0	(+/- 0.0)	54.9	(+ 0.2)
Tianjin	12.9	(+ 0.4)	29.0	(- 8.5)	35.5	(+13.7)	16.1	(- 2.7)	6.5	(- 2.9)	12.9	(+ 0.4)
Chongqing	22.6	(+ 0.7)	38.7	(- 8.2)	25.8	(+13.3)	12.9	(- 2.7)	0.0	(- 3.1)	35.5	(+ 1.0)
Real estate price expectation (1 Y)	increase		slightly increase		not change		slightly decrease		decrease		balance	
Beijing	12.5	(+ 6.4)	34.4	(+ 4.1)	31.2	(- 2.1)	21.9	(- 8.4)	0.0	(+/- 0.0)	18.8	(+12.7)
Shanghai	12.5	(+ 3.7)	37.5	(+11.0)	25.0	(-13.2)	25.0	(- 1.5)	0.0	(+/- 0.0)	18.8	(+10.0)
Hong Kong	12.5	(- 8.1)	31.3	(+10.7)	40.6	(+ 2.3)	15.6	(- 2.0)	0.0	(- 2.9)	20.4	(+ 1.2)
Guangzhou	9.7	(- 2.4)	51.6	(+24.3)	22.6	(-13.8)	12.9	(- 8.3)	3.2	(+ 0.2)	25.9	(+13.7)
Shenzhen	16.1	(- 2.1)	45.2	(+21.0)	22.6	(-13.8)	16.1	(- 5.1)	0.0	(+/- 0.0)	30.7	(+11.0)
Tianjin	12.9	(+ 3.8)	25.8	(+ 4.6)	38.7	(+ 2.4)	16.1	(-11.2)	6.5	(+ 0.4)	11.3	(+11.4)
Chongqing	3.2	(- 5.9)	48.4	(+ 2.9)	29.0	(+ 1.8)	12.9	(+ 0.8)	6.5	(+ 0.4)	14.5	(- 5.2)

Note: 34 analysts participated in the June survey, which was conducted during the period 5/16-6/1/2018. 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.