

**ZEW/Fudan China Economic Panel: Results June 2020**

<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	2.7	(- 0.2)	24.3	(+10.0)	18.9	(-12.4)	51.4	(+ 2.8)	2.7	(- 0.2)	-13.6	(+ 3.6)				
Eurozone	2.9	(- 6.2)	23.5	(+ 2.3)	14.7	(+11.7)	32.4	(- 4.0)	26.5	(- 3.8)	-28.1	(+ 0.7)				
USA	5.9	(- 6.6)	20.6	(+ 8.1)	14.6	(+ 5.3)	26.5	(+ 4.6)	32.4	(-11.4)	-29.5	(+ 6.5)				
<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)	33.3	(+ 6.8)	33.3	(+ 6.8)	5.6	(- 6.1)	16.7	(- 3.9)	11.1	(- 3.6)	30.5	(+15.7)				
<b>GDP (growth rate) in %</b>	<b>2020Q2</b>				<b>2020Q3</b>				<b>2020</b>				<b>2021</b>			
China	1.0				3.0				1.8				5.2			
Eurozone	-5.2				-1.7				-2.7				2.0			
USA	-6.4				-1.5				-2.1				3.1			
<b>Inflation (CPI) in %</b>	<b>3 months</b>						<b>1 year</b>									
China	3.6 (4.1)						3.8 (3.9)									
Eurozone	0.8 (0.9)						1.0 (1.2)									
USA	1.1 (1.4)						1.3 (1.9)									
<b>Wage Inflation in %</b>	<b>3 months</b>						<b>1 year</b>									
China	4.4 (4.7)						5.1 (5.8)									
Eurozone	1.0 (1.0)						1.9 (1.9)									
USA	1.1 (1.0)						2.5 (2.2)									
<b>Interest rates</b>	<b>3 months</b>						<b>1 year</b>									
SHIBOR (3 months)	1.8 (1.5)						1.7 (1.6)									
One-year deposit rate	2.5 (2.4)						2.4 (2.3)									
One-year lending rate	4.2 (4.3)						4.1 (4.2)									
<b>Stock market indices</b>	<b>3 months</b>						<b>1 year</b>									
SSE Composite Index	2.849 (2.852)						2.960 (3.058)									
Hang Seng Index	24.613 (23.799)						24.765 (24.718)									
Growth Enterprise Market Index (SZ)	2.043 (2.082)						2.139 (2.248)									
WTI Crude Oil (US-Dollar)	35 (27)						41 (35)									
<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	13.8	(-11.2)	34.5	(+ 2.4)	6.9	(+ 3.3)	13.8	(- 7.6)	31.0	(+13.1)	-6.9	(-19.4)				
<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	20.7	(+10.4)	31.0	(+ 6.9)	17.3	(- 3.5)	20.7	(-10.3)	10.3	(- 3.5)	15.6	(+22.6)				
FDI outflow (out of China)	16.1	(+12.7)	29.0	(+ 1.4)	6.5	(+ 3.0)	25.8	(-19.0)	22.6	(+ 1.9)	-4.9	(+21.0)				
FDI inflow (into China)	16.1	(+ 9.2)	22.6	(+ 1.9)	0.0	(+/- 0.0)	35.5	(- 2.4)	25.8	(- 8.7)	-16.2	(+20.0)				
Export activity	27.3	(+ 4.0)	33.3	(+ 3.3)	6.0	(+ 6.0)	18.2	(- 8.5)	15.2	(- 4.8)	19.7	(+14.7)				
Import activity	15.2	(+ 5.2)	39.4	(- 0.6)	2.9	(- 3.8)	27.3	(+ 4.0)	15.2	(- 4.8)	6.1	(+ 7.8)				
Private Consumption	21.2	(+ 7.4)	42.4	(+21.7)	3.0	(- 3.9)	27.3	(-10.6)	6.1	(-14.6)	22.7	(+38.2)				
Private Investment	27.3	(+10.6)	30.3	(+ 7.0)	9.1	(- 4.2)	21.2	(- 8.8)	12.1	(- 4.6)	19.8	(+23.2)				
Govt. Consumption	42.4	(+ 5.7)	18.2	(-11.8)	3.0	(- 0.3)	18.2	(+11.5)	18.2	(- 5.1)	24.2	(- 0.9)				
Debt Domestic	27.3	(+ 0.6)	30.3	(- 9.7)	12.1	(+12.1)	12.1	(+ 2.1)	18.2	(- 5.1)	18.2	(- 0.2)				
Debt Foreign	6.3	(- 7.5)	31.3	(-10.1)	37.4	(+13.3)	12.5	(+ 5.6)	12.5	(- 1.3)	3.2	(-14.1)				
Employment rate	27.3	(- 2.7)	30.3	(+17.0)	15.1	(+ 8.4)	18.2	(-11.8)	9.1	(-10.9)	24.3	(+22.6)				
Growth rate of new car registrations	21.2	(+ 7.9)	33.3	(+ 3.3)	12.2	(+ 2.2)	21.2	(- 8.8)	12.1	(- 4.6)	15.2	(+18.6)				
Total share of world trade	24.2	(+ 7.5)	36.4	(+ 6.4)	9.1	(- 7.5)	24.2	(- 5.8)	6.1	(- 0.6)	24.2	(+14.2)				
<b>Exchange rates</b>	<b>3 months</b>						<b>1 year</b>									
Yuan / US-Dollar	7.11 (7.08)						7.22 (7.17)									
Yuan / Euro	7.83 (7.68)						7.93 (7.75)									
<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	14.3	(- 0.5)	32.1	(+ 6.2)	21.4	(+ 2.8)	17.9	(-11.7)	14.3	(+ 3.2)	7.1	(+ 5.2)				
Investment banking	14.3	(- 4.2)	21.4	(+10.3)	17.9	(- 0.7)	35.7	(+ 2.4)	10.7	(- 7.8)	-3.6	(+ 7.5)				
Insurance	25.0	(+ 2.8)	32.1	(+13.6)	17.9	(+10.4)	10.7	(-22.6)	14.3	(- 4.2)	21.4	(+25.1)				
Automotive	20.0	(+ 8.9)	40.0	(+ 6.7)	10.0	(- 1.2)	16.7	(- 9.2)	13.3	(- 5.2)	18.4	(+22.1)				
Chemical / Pharmaceutical	13.3	(- 5.2)	33.3	(+14.8)	23.4	(+ 4.8)	20.0	(- 2.2)	10.0	(-12.2)	10.0	(+15.6)				
Machinery / Engineering	16.7	(- 1.8)	23.3	(+ 8.5)	23.3	(+ 8.4)	20.0	(-17.0)	16.7	(+ 1.9)	1.7	(+ 9.1)				
Electronics	17.9	(+10.5)	39.3	(+17.1)	17.8	(- 8.2)	25.0	(- 0.9)	0.0	(-18.5)	25.1	(+38.1)				
Retail and commerce	12.9	(- 1.4)	41.9	(+16.9)	19.3	(- 2.1)	19.4	(- 9.2)	6.5	(- 4.2)	17.7	(+15.9)				
Construction	10.3	(+ 2.9)	31.0	(- 2.3)	27.7	(+16.5)	13.8	(-15.8)	17.2	(- 1.3)	1.7	(+11.0)				
Energy	13.8	(- 1.0)	24.1	(- 1.8)	31.1	(+12.5)	17.2	(-12.4)	13.8	(+ 2.7)	3.5	(+ 1.6)				
Information Technology	20.0	(+ 1.5)	30.0	(+11.5)	20.0	(- 2.3)	23.3	(+ 1.1)	6.7	(-11.8)	16.7	(+18.6)				
Services	16.7	(- 5.5)	33.3	(+ 7.4)	13.3	(- 9.0)	30.0	(+15.2)	6.7	(- 8.1)	11.7	(- 1.3)				
<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	17.2	(- 1.3)	27.6	(+ 5.4)	24.2	(+ 5.6)	31.0	(- 2.3)	0.0	(- 7.4)	15.5	(+ 9.9)				
Shanghai	10.3	(- 8.2)	31.0	(+16.2)	24.3	(+13.1)	31.0	(- 9.7)	3.4	(-11.4)	6.9	(+16.2)				
Hong Kong	13.8	(-12.1)	27.6	(+ 5.4)	3.4	(- 4.1)	41.4	(+11.8)	13.8	(- 1.0)	-6.9	(-14.3)				
Guangzhou	14.3	(- 7.9)	21.4	(+ 2.9)	28.6	(+21.1)	32.1	(-12.3)	3.6	(- 3.8)	5.4	(+ 3.5)				
Shenzhen	14.3	(- 0.5)	32.1	(+ 6.2)	17.9	(+14.1)	32.1	(- 4.9)	3.6	(-14.9)	10.7	(+20.0)				
Tianjin	28.6	(+10.1)	17.9	(- 4.3)	14.3	(-11.7)	32.1	(+ 6.2)	7.1	(- 0.3)	14.4	(+ 5.1)				
Chongqing	28.6	(+10.1)	14.3	(- 0.5)	24.9	(+ 6.3)	28.6	(- 8.4)	3.6	(- 7.5)	17.9	(+21.6)				
<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	6.9	(- 0.5)	20.7	(- 8.9)	38.0	(+15.7)	24.1	(-12.9)	10.3	(+ 6.6)	-5.1	(- 5.1)				
Shanghai	6.9	(+ 3.2)	17.2	(- 8.7)	44.9	(+22.6)	20.7	(-20.0)	10.3	(+ 2.9)	-5.2	(+ 5.9)				
Hong Kong	10.7	(+ 3.3)	17.9	(-15.4)	25.0	(+13.8)	32.1	(-12.3)	14.3	(+10.6)	-10.7	(- 8.8)				
Guangzhou	10.3	(+ 2.9)	10.3	(- 8.2)	48.4	(+22.4)	20.7	(-20.0)	10.3	(+ 2.9)	-5.2	(+ 5.9)				
Shenzhen	10.3	(- 0.8)	17.2	(- 1.3)	31.1	(+ 8.8)	27.6	(-13.1)	13.8	(+ 6.4)	-8.7	(- 1.3)				
Tianjin	17.2	(+13.5)	13.8	(-19.5)	38.0	(+12.0)	24.1	(- 9.2)	6.9	(+ 3.2)	5.2	(+ 5.2)				
Chongqing	13.8	(+ 2.7)	17.2	(- 1.3)	38.0	(+12.0)	20.7	(- 5.2)	10.3	(- 8.2)	1.8	(+12.9)				

Note: 37 analysts participated in the June survey, which was conducted during the period 6/9-6/17/2020. 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.