

**ZEW/Fudan China Economic Panel: Results September 2017**

<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	10.0	(+10.0)	33.3	(-13.1)	53.4	(- 0.2)	3.3	(+ 3.3)	0.0	(+/- 0.0)	25.0	(+ 1.8)				
USA	3.8	(- 0.2)	26.9	(- 5.1)	69.3	(+ 5.3)	0.0	(+/- 0.0)	0.0	(+/- 0.0)	17.3	(- 2.7)				
<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)	3.3	(+ 3.3)	43.3	(+ 4.0)	23.4	(+ 2.0)	26.7	(-12.6)	3.3	(+ 3.3)	8.3	(+ 8.3)				
<b>GDP (growth rate) in %</b>	<b>2017Q3</b>				<b>2017Q4</b>				<b>2017</b>				<b>2018</b>			
China	6.8				6.7				6.8				6.7			
USA	2.4				2.5				2.4				2.5			
<b>Inflation (CPI) in %</b>	<b>3 months</b>						<b>1 year</b>									
China	1.8 (1.6)						2.0 (1.8)									
USA	0.8 (0.6)						1.0 (0.8)									
<b>Interest rates</b>	<b>3 months</b>						<b>1 year</b>									
SHIBOR (3 months)	4.5 (4.4)						4.6 (4.3)									
One-year deposit rate	1.5 (1.5)						1.6 (1.5)									
One-year lending rate	4.4 (4.4)						4.5 (4.4)									
<b>Stock market indices</b>	<b>3 months</b>						<b>1 year</b>									
SSE Composite Index	3.438 (3.332)						3.639 (3.577)									
Hang Seng Index	27.714 (27.772)						27.953 (28.427)									
Growth Enterprise Market Index (SZ)	1.449 (1.551)						1.603 (1.614)									
WTI Crude Oil (US-Dollar)	48 (48)						48 (50)									
<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	4.0	(+ 4.0)	64.0	(+ 6.3)	12.0	(- 3.4)	16.0	(- 7.1)	4.0	(+ 0.2)	24.0	(+10.5)				
<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	12.0	(+12.0)	44.0	(+ 1.7)	32.0	(- 2.6)	12.0	(-11.1)	0.0	(+/- 0.0)	28.0	(+18.4)				
FDI outflow (out of China)	12.0	(+ 4.0)	40.0	(- 8.0)	16.0	(- 8.0)	32.0	(+16.0)	0.0	(- 4.0)	16.0	(- 4.0)				
FDI inflow (into China)	0.0	(- 4.0)	56.0	(- 4.0)	24.0	(+ 8.0)	16.0	(- 4.0)	4.0	(+ 4.0)	16.0	(- 8.0)				
Export activity	15.4	(+ 0.6)	61.5	(+ 5.9)	0.0	(-14.8)	23.1	(+ 8.3)	0.0	(+/- 0.0)	34.6	(- 0.6)				
Import activity	11.5	(- 3.3)	42.3	(-17.0)	23.2	(+12.1)	19.2	(+ 4.4)	3.8	(+ 3.8)	19.3	(-17.8)				
Domestic consumption	7.7	(- 7.1)	76.9	(+13.9)	15.4	(- 3.1)	0.0	(- 3.7)	0.0	(+/- 0.0)	46.2	(+ 1.7)				
Employment rate	0.0	(+/- 0.0)	42.3	(+ 9.0)	57.7	(+ 9.5)	0.0	(-18.5)	0.0	(+/- 0.0)	21.2	(+13.8)				
Growth rate of new car registrations	12.0	(+ 4.3)	64.0	(- 1.4)	20.0	(+ 0.8)	4.0	(- 3.7)	0.0	(+/- 0.0)	42.0	(+ 5.4)				
Total share of world trade	0.0	(- 4.0)	65.2	(+ 9.2)	30.5	(+ 2.5)	4.3	(- 7.7)	0.0	(+/- 0.0)	30.5	(+ 4.5)				
<b>Exchange rates</b>	<b>3 months</b>						<b>1 year</b>									
Yuan / US-Dollar	6.58 (6.68)						6.70 (6.84)									
US-Dollar / Euro	1.19 (1.17)						1.21 (1.18)									
<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	4.5	(+ 0.3)	59.1	(-11.7)	27.4	(+23.3)	4.5	(-12.2)	4.5	(+ 0.3)	27.3	(+ 0.2)				
Investment banking	13.6	(+ 0.6)	54.5	(-10.7)	22.8	(+14.0)	9.1	(- 3.9)	0.0	(+/- 0.0)	36.3	(- 2.8)				
Insurance	17.4	(-11.8)	56.5	(- 1.8)	13.1	(+ 8.9)	13.0	(+ 4.7)	0.0	(+/- 0.0)	39.2	(-15.0)				
Automotive	0.0	(+/- 0.0)	65.2	(-14.8)	21.8	(+ 5.8)	13.0	(+ 9.0)	0.0	(+/- 0.0)	26.1	(-11.9)				
Chemical / Pharmaceutical	17.4	(+ 9.4)	47.8	(-16.2)	26.1	(+ 6.1)	8.7	(+ 0.7)	0.0	(+/- 0.0)	37.0	(+ 1.0)				
Machinery / Engineering	13.0	(+ 1.0)	52.2	(+24.2)	30.5	(- 5.5)	4.3	(-19.7)	0.0	(+/- 0.0)	37.0	(+23.0)				
Electronics	21.7	(+ 5.7)	52.2	(+ 0.2)	26.1	(- 5.9)	0.0	(+/- 0.0)	0.0	(+/- 0.0)	47.8	(+ 5.8)				
Retail and commerce	17.4	(+ 4.9)	65.2	(+ 6.9)	8.8	(-16.2)	4.3	(+ 0.1)	4.3	(+ 4.3)	43.6	(+ 4.0)				
Construction	8.7	(+ 4.7)	43.5	(- 4.5)	13.1	(-18.9)	30.4	(+18.4)	4.3	(+ 0.3)	11.0	(- 7.0)				
Energy	27.3	(+23.1)	50.0	(-16.7)	18.2	(+ 1.6)	4.5	(- 8.0)	0.0	(+/- 0.0)	50.1	(+18.8)				
Information Technology	40.9	(+ 7.6)	50.0	(- 8.3)	4.6	(- 3.8)	0.0	(+/- 0.0)	4.5	(+ 4.5)	61.4	(- 1.1)				
Services	22.7	(- 6.5)	59.1	(+17.4)	4.6	(-20.3)	13.6	(+ 9.4)	0.0	(+/- 0.0)	45.5	(- 2.5)				
<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>					
Beijing	4.5	(+ 0.3)	36.4	(-17.8)	54.6	(+29.7)	4.5	(-12.2)	0.0	(+/- 0.0)	20.5	(- 2.5)				
Shanghai	4.5	(- 3.8)	54.5	(- 8.0)	36.5	(+19.8)	4.5	(- 8.0)	0.0	(+/- 0.0)	29.5	(- 3.8)				
Hong Kong	0.0	(- 4.2)	22.7	(-14.8)	50.1	(+21.0)	22.7	(- 6.5)	4.5	(+ 4.5)	-4.5	(-12.9)				
Guangzhou	9.5	(+ 0.8)	57.1	(+ 4.9)	23.9	(+ 2.2)	9.5	(- 7.9)	0.0	(+/- 0.0)	33.3	(+ 7.2)				
Shenzhen	47.6	(+21.5)	38.1	(-14.1)	14.3	(+ 1.3)	0.0	(- 8.7)	0.0	(+/- 0.0)	66.7	(+18.8)				
Tianjin	14.3	(- 3.1)	28.6	(- 1.8)	38.1	(+ 7.6)	19.0	(+ 1.6)	0.0	(- 4.3)	19.1	(- 0.5)				
Chongqing	23.8	(+ 6.4)	28.6	(-14.9)	33.3	(+ 7.2)	14.3	(+ 1.3)	0.0	(+/- 0.0)	31.0	(- 1.7)				
<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	9.1	(+ 4.9)	31.8	(- 5.7)	22.7	(+ 1.9)	36.4	(- 1.1)	0.0	(+/- 0.0)	6.8	(+ 2.6)				
Shanghai	13.6	(+ 9.4)	31.8	(-18.2)	27.3	(+ 6.5)	27.3	(+ 2.3)	0.0	(+/- 0.0)	15.9	(- 0.8)				
Hong Kong	4.5	(- 3.8)	27.3	(- 6.0)	45.5	(+16.3)	22.7	(- 2.3)	0.0	(- 4.2)	6.8	(- 1.5)				
Guangzhou	9.5	(+ 0.8)	42.9	(+ 3.8)	28.6	(+ 2.5)	19.0	(- 7.1)	0.0	(+/- 0.0)	21.5	(+ 6.3)				
Shenzhen	9.5	(- 3.5)	33.3	(+ 7.2)	23.8	(+ 6.4)	28.6	(-14.9)	4.8	(+ 4.8)	7.1	(+ 2.8)				
Tianjin	9.5	(- 3.5)	19.0	(-11.4)	47.7	(+21.5)	23.8	(- 2.3)	0.0	(- 4.3)	7.1	(- 3.8)				
Chongqing	4.8	(- 3.9)	42.9	(- 0.6)	33.2	(+ 2.8)	14.3	(- 3.1)	4.8	(+ 4.8)	14.3	(- 7.5)				

Note: 30 analysts participated in the September survey, which was conducted during the period 9/6-9/20/2017. 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.