

ZEW/Fudan China Economic Panel: Results December 2014

Current economic situation	very good		good		normal		bad		very bad		balance					
China	2.2	(+ 2.2)	17.4	(-10.4)	63.0	(+15.8)	17.4	(- 7.6)	0.0	(+/- 0.0)	2.2	(+ 0.8)				
Eurozone	0.0	(+/- 0.0)	4.7	(- 1.4)	62.7	(+ 2.2)	32.6	(+ 5.3)	0.0	(- 6.1)	-14.0	(+ 2.7)				
USA	16.7	(+ 7.3)	61.9	(+ 2.5)	16.6	(-11.5)	4.8	(+ 1.7)	0.0	(+/- 0.0)	45.3	(+ 7.7)				
Economic expectation (1 Y)	improve		slightly improve		not change		slightly worsen		worsen		balance					
China (CEP-Indicator)	6.5	(+ 0.9)	37.0	(- 4.7)	23.9	(+ 1.8)	28.3	(+ 0.5)	4.3	(+ 1.5)	6.6	(- 3.2)				
GDP (growth rate) in %	2014Q4				2015Q1				2014				2015			
China	7.3				7.3				7.4				7.2			
Eurozone	0.8				0.8				0.8				0.8			
USA	2.7				2.7				2.6				2.8			
Inflation (CPI) in %	3 months						1 year									
China	1.6 (1.7)						1.9 (2.0)									
Eurozone	0.1 (0.4)						0.2 (0.5)									
USA	1.4 (1.7)						1.5 (1.8)									
Interest rates	3 months						1 year									
SHIBOR (3 months)	5.0 (4.0)						4.9 (3.9)									
One-year deposit rate	2.7 (2.8)						2.6 (2.7)									
One-year lending rate	5.5 (5.6)						5.3 (5.5)									
Stock market indices	3 months						1 year									
SSE Composite Index	3,139 (2,610)						3,460 (2,889)									
Hang Seng Index	23,297 (24,138)						23,905 (24,695)									
Growth Enterprise Market Index (SZ)	1,494 (1,537)						1,656 (1,619)									
WTI Crude Oil (US-Dollar)	55 (73)						64 (74)									
Probability of a price change (±20%) (3M)	higher than normal			normal			lower than normal			balance						
SSE Composite Index	36.1	(+13.5)		63.9	(-13.5)		0.0	(+/- 0.0)		36.1	(+13.5)					
Hang Seng Index	14.3	(+ 4.3)		82.8	(- 7.2)		2.9	(+ 2.9)		11.4	(+ 1.4)					
Growth Enterprise Market Index (SZ)	16.1	(+ 9.2)		80.7	(- 5.5)		3.2	(- 3.7)		12.9	(+12.9)					
WTI Crude Oil (US-Dollar)	12.5	(+ 8.9)		71.9	(-10.2)		15.6	(+ 1.3)		-3.1	(+ 7.6)					
Monetary aggregate M2 (6 M)	increase		slightly increase		not change		slightly decrease		decrease		balance					
China M2 growth rate	19.0	(- 2.2)	69.0	(+14.5)	2.5	(- 6.6)	9.5	(- 5.7)	0.0	(+/- 0.0)	48.8	(+ 7.9)				
Specific indicators China (1 Y)	increase		slightly increase		not change		slightly decrease		decrease		balance					
Foreign exchange reserves	9.5	(+ 0.4)	54.8	(+ 6.3)	4.7	(- 7.4)	28.6	(+ 1.3)	2.4	(- 0.6)	20.2	(+ 3.5)				
FDI outflow (out of China)	41.5	(+ 0.9)	46.3	(+ 8.8)	9.8	(- 9.0)	2.4	(- 0.7)	0.0	(+/- 0.0)	63.5	(+ 5.7)				
FDI inflow (into China)	14.6	(+ 8.3)	41.5	(- 2.3)	21.9	(+ 6.4)	22.0	(- 6.1)	0.0	(- 6.3)	24.4	(+16.5)				
Export activity	14.6	(+ 2.5)	68.3	(+16.8)	14.7	(- 9.6)	2.4	(- 9.7)	0.0	(+/- 0.0)	47.6	(+15.8)				
Import activity	19.5	(- 1.7)	48.8	(+ 3.3)	17.1	(+ 2.0)	12.2	(- 3.0)	2.4	(- 0.6)	35.4	(+ 2.0)				
Domestic consumption	22.0	(+ 6.8)	56.1	(- 4.5)	14.6	(- 3.5)	7.3	(+ 1.2)	0.0	(+/- 0.0)	46.4	(+ 3.9)				
Employment rate	7.3	(+ 4.2)	34.1	(-12.8)	46.4	(+12.0)	12.2	(- 0.3)	0.0	(- 3.1)	18.3	(+ 1.1)				
Growth rate of new car registrations	14.6	(- 6.6)	51.2	(- 6.4)	26.9	(+11.8)	7.3	(+ 1.2)	0.0	(+/- 0.0)	36.6	(-10.4)				
Total share of world trade	12.2	(+ 2.5)	61.0	(- 6.7)	19.5	(+ 3.4)	7.3	(+ 0.8)	0.0	(+/- 0.0)	39.1	(- 1.2)				
Exchange rates	3 months						1 year									
Yuan / US-Dollar	6.22 (6.14)						6.23 (6.18)									
US-Dollar / Euro	1.22 (1.22)						1.20 (1.20)									
Sectors (1 Y)	increase		slightly increase		not change		slightly decrease		decrease		balance					
Retail banking	14.3	(+10.7)	57.1	(+/- 0.0)	20.0	(+ 5.7)	8.6	(- 9.3)	0.0	(- 7.1)	38.6	(+22.5)				
Investment banking	42.9	(+10.8)	48.6	(- 1.4)	5.6	(+ 2.0)	2.9	(-11.4)	0.0	(+/- 0.0)	65.8	(+15.8)				
Insurance	35.3	(+13.9)	55.9	(- 1.2)	8.8	(- 5.6)	0.0	(- 7.1)	0.0	(+/- 0.0)	63.3	(+16.9)				
Automotive	22.9	(+ 1.5)	51.4	(+ 1.4)	20.0	(+ 5.7)	5.7	(- 8.6)	0.0	(+/- 0.0)	45.8	(+ 6.5)				
Chemical / Pharmaceutical	17.1	(- 0.8)	60.0	(+ 6.4)	22.9	(+ 5.1)	0.0	(-10.7)	0.0	(+/- 0.0)	47.1	(+ 7.7)				
Machinery / Engineering	20.0	(+ 2.1)	37.1	(- 2.2)	31.5	(- 4.1)	11.4	(+ 7.8)	0.0	(- 3.6)	32.9	(+ 0.7)				
Electronics	25.7	(- 2.9)	48.6	(- 5.0)	22.8	(+15.7)	0.0	(- 7.1)	2.9	(- 0.7)	47.1	(- 1.2)				
Retail and commerce	22.9	(- 2.1)	62.9	(+ 9.3)	11.3	(- 6.5)	0.0	(- 3.6)	2.9	(+ 2.9)	51.5	(+ 1.5)				
Construction	11.4	(+ 4.3)	42.9	(+10.8)	17.1	(- 4.4)	25.7	(-10.0)	2.9	(- 0.7)	17.1	(+15.4)				
Energy	11.4	(+ 7.8)	25.7	(-31.4)	34.3	(+16.5)	25.7	(+ 7.8)	2.9	(- 0.7)	8.5	(-11.1)				
Information Technology	34.3	(+ 2.2)	54.3	(- 2.8)	8.5	(- 2.3)	2.9	(+ 2.9)	0.0	(+/- 0.0)	60.0	(- 0.7)				
Services	34.3	(- 1.4)	51.4	(+ 5.0)	11.4	(+ 0.6)	2.9	(- 4.2)	0.0	(+/- 0.0)	58.6	(+ 3.2)				
Economic expectation (1 Y)	improve		slightly improve		not change		slightly worsen		worsen		balance					
Beijing	7.7	(+ 7.7)	53.8	(+ 3.8)	28.2	(- 6.2)	10.3	(- 5.3)	0.0	(+/- 0.0)	29.5	(+12.3)				
Shanghai	12.8	(+ 0.3)	61.5	(+20.9)	15.4	(-22.1)	10.3	(+ 0.9)	0.0	(+/- 0.0)	38.4	(+10.3)				
Hong Kong	2.6	(+ 2.6)	17.9	(- 4.0)	35.9	(+ 7.8)	41.0	(+ 0.4)	2.6	(- 6.8)	-11.6	(+ 7.2)				
Guangzhou	13.2	(+13.2)	36.8	(- 3.8)	34.2	(- 6.4)	15.8	(- 3.0)	0.0	(+/- 0.0)	23.7	(+12.8)				
Shenzhen	21.1	(+ 1.7)	55.3	(+26.3)	18.3	(-17.2)	5.3	(-10.8)	0.0	(+/- 0.0)	46.1	(+20.2)				
Tianjin	21.1	(+11.4)	39.5	(+ 7.2)	21.0	(- 4.8)	18.4	(-10.6)	0.0	(- 3.2)	31.7	(+23.5)				
Chongqing	18.4	(- 0.4)	34.2	(- 0.2)	29.0	(- 2.2)	18.4	(+ 2.8)	0.0	(+/- 0.0)	26.3	(- 1.9)				
Real estate price expectation (1 Y)	increase		slightly increase		not change		slightly decrease		decrease		balance					
Beijing	7.7	(+ 1.4)	56.4	(- 3.0)	15.4	(- 0.1)	17.9	(- 0.9)	2.6	(+ 2.6)	24.4	(- 2.2)				
Shanghai	7.7	(+ 1.4)	56.4	(- 6.1)	15.4	(+ 3.0)	17.9	(- 0.9)	2.6	(+ 2.6)	24.4	(- 3.8)				
Hong Kong	5.1	(+ 2.0)	20.5	(+ 1.7)	25.7	(-11.8)	43.6	(+ 6.1)	5.1	(+ 2.0)	-11.6	(- 2.2)				
Guangzhou	7.9	(+ 4.8)	21.1	(-19.5)	42.1	(+10.8)	26.3	(+ 4.4)	2.6	(- 0.5)	2.7	(- 6.7)				
Shenzhen	10.5	(+ 7.4)	31.6	(-15.3)	34.2	(+ 6.1)	21.1	(+ 2.3)	2.6	(- 0.5)	13.2	(- 0.9)				
Tianjin	7.9	(+ 4.8)	13.2	(-11.8)	26.3	(- 5.0)	44.7	(+ 4.1)	7.9	(+ 7.9)	-15.8	(-11.1)				
Chongqing	10.5	(+ 7.4)	10.5	(-30.1)	31.6	(+ 9.7)	39.5	(+ 8.2)	7.9	(+ 4.8)	-11.9	(-16.6)				

Note: 46 analysts participated in the December survey, which was conducted during the period 12/4-12/31/2014. 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.