

June - 2010 (FOR RELEASE: July 7, 2010 - 6am EST)

## The ISM - Southeast Michigan Purchasing Managers Index (PMI) at 66.1 ↑

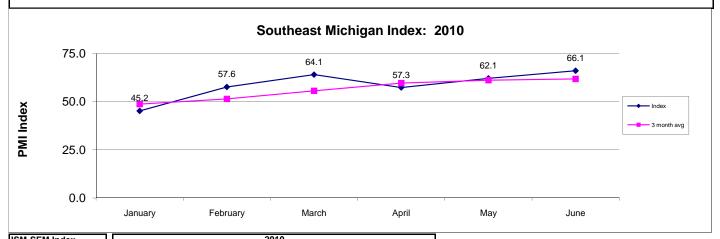
**ISM-SEM Index:** June's report continues to show optimism, increasing from 62.1 to a score of 66.1 The last five months scored above 50.0. The 3 Month average is at 61.8.

Employment: Employment shows a very favorable score, remaining at 61.5 for two months in a row

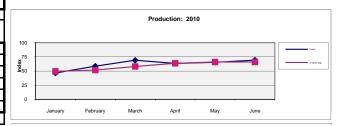
Commodity Prices: Commodity Prices continued to score lower, from 63.5 to a still high number of 62.5

Items up or down in price: June shows steel, aerospace alloys, diesel fuel, chemicals, oils, caustic soda up in price. Aluminum and copper down in price.

Economic Issues: The June Purchasing Managers Index (PMI) survey shows the second consecutive increase to a strong value of 66.1. June is the 5th consecutive month of Purchasing Managers Index values over 50 -- the level where index values indicate economic expansion. The Production Index was a very strong 69.2, the fourth consecutive month where the index value exceeded 60. The New Orders Index is a remarkable 75 -- over 60% of the responding purchasing managers reported increases in new orders. The Employment Index remains a strong 61.5. Statewide, however, employment is improving only modestly, and Michigan unemployment remains over 13%. Recent Labor Department reports show national employment growth slowing. Over 88% of respondents believe the Southeast Michigan economy will remain the same or become more stable. The National PMI Manufacturing Index showed growth for the 11th consecutive month and the Overall Economy Index grew for the 14th consecutive month. However, the rate of growth for both Manufacturing and the Overall Economy is slower, according to the National PMI. PMI Manufacturing indexes for China and the Eurozone also slowed, causing concern that the worldwide economic expansion may be cooling. One Southeast Michigan Purchasing Manager respondent stated, "The European economy had less negative impact than originally anticipated. Barring any natural disasters or political upheaval, if things keep moving steadily upward as they appear to be going, the future looks a little brighter". Regarding employment levels, one respondent noted, "Positive signs. Former employees are calling for job references as they are beginning to change jobs". Another respondent stated, "We continue to lose people to competitors, signaling a strengthening job market. Orders remain high in all facilities, and we are 75% over budget in terms of sales YTD". But yet another states, "Many customers are now pulling back orders based on economic stability".

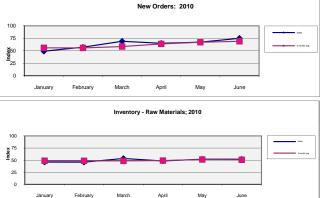


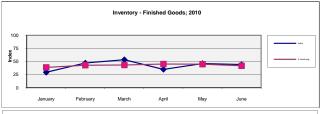
ISM-SEM Index		2010						
		January	February	March	April	May	June	
Index		45.2	57.6	64.1	57.3	62.1	66.1	
Index	3 month average	48.7	51.4	55.6	59.7	61.2	61.8	
Produ	ıction			20	010			
		January	February	March	April	May	June	
	Higher	35.7	34.3	55.2	40.0	50.0	53.8	
	Same	21.4	48.6	27.6	46.7	30.8	30.8	
	Lower	42.9	17.1	17.2	13.3	19.2	15.4	
Index		46.4	58.6	69.0	63.3	65.4	69.2	
Index	3 month average	49.5	51.7	58.0	63.6	65.9	66.0	
		Draduction on	ntinuos ovnor	ding of on in	orogoina rota	to 60.2		



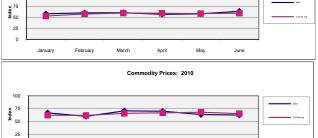
New Orders		2010						
		January	February	March	April	May	June	
	Higher	42.6	31.4	48.3	46.7	50.0	61.5	
	Same	13.1	51.4	41.4	36.7	34.6	26.9	
	Lower	44.3	17.1	10.3	16.7	15.4	11.5	
Index		49.2	57.1	69.0	65.0	67.3	75.0	
Index	3 month average	55.9	55.7	58.4	63.7	67.1	69.1	
		New orders of	ontinue expan	iding at an in	creasing rate	e, to a strong	75.	
Invent Mater	ory - Raw			20		<u>,                                     </u>		
Mater	lais	January	February	March	April	May	June	
	Higher	28.6	17.1	24.1	20.0	26.9	23.1	
	Same	34.7	57.1	58.6	56.7	50.0	57.7	
	Lower		25.7	17.2	23.3	23.1	19.2	
Index	Lower	36.7 45.9	45.7	53.4	48.3	51.9	51.9	
	2 month average							
Index	3 month average	48.8	48.7	48.4	49.2	51.2	50.7	
		Raw materials	inventories a	re modestly i	ncreasing.			
Inventory - Finished Goods		2010						
		January	February	March	April	May	June	
	Higher	11.8	17.1	17.2	3.3	15.4	15.4	
	Same	35.3	60.0	72.4	63.3	61.5	57.7	
	Lower	52.9	22.9	10.3	33.3	23.1	26.9	
Index		29.4	47.1	53.4	35.0	46.2	44.2	
Index Index	3 month average	29.4 38.7	47.1 42.9	53.4 43.3	35.0 45.2	46.2	44.2 41.8	
Index	3 month average	38.7		43.3	45.2 ecline, to 44	44.9		
Index		38.7	42.9	43.3 continue to d	45.2 ecline, to 44	44.9		
Index		38.7 Finished good	42.9 Is inventories	43.3 continue to d	45.2 ecline, to 44	44.9 .2.	41.8	
Index	pyment	38.7 Finished good January	42.9 Is inventories of	43.3 continue to d 20 March	45.2 ecline, to 44 10 April	44.9 .2.	41.8 <b>June</b>	
Index	<b>pyment</b> Higher	38.7 Finished good  January 20.0	42.9 Is inventories of February 30.3	43.3 continue to d 20 March 31.0	45.2 ecline, to 44 10 April 23.3	44.9 .2. May 30.8	41.8 June 34.6	
Index	pyment Higher Same	38.7 Finished good  January 20.0 32.0	February 30.3 60.6	43.3 continue to d 20 March 31.0 55.2	45.2 ecline, to 44 10 April 23.3 53.3	44.9 .2. May 30.8 61.5	June 34.6 53.8	
Emplo	pyment Higher Same	38.7 Finished good January 20.0 32.0 48.0	42.9 s inventories of February 30.3 60.6 9.1	43.3 continue to d 20 March 31.0 55.2 13.8	45.2 ecline, to 44 10 April 23.3 53.3 23.3	44.9 2. May 30.8 61.5 7.7	June 34.6 53.8 11.5	
Emplo	pyment Higher Same Lower	38.7 Finished good January 20.0 32.0 48.0 36.0 39.0	42.9 Is inventories of sinventories of sinvent	43.3 continue to d 20 March 31.0 55.2 13.8 58.6 51.7	45.2 ecline, to 44 10 April 23.3 53.3 23.3 50.0 56.4	44.9 2. May 30.8 61.5 7.7 61.5	June 34.6 53.8 11.5 61.5	
Emplo Index Index	pyment Higher Same Lower	38.7 Finished good January 20.0 32.0 48.0 36.0	42.9 Is inventories of sinventories of sinvent	43.3 continue to d 20 March 31.0 55.2 13.8 58.6 51.7	45.2 ecline, to 44 10 April 23.3 53.3 23.3 50.0 56.4 ent, at 61.5.	44.9 2. May 30.8 61.5 7.7 61.5	June 34.6 53.8 11.5 61.5	
Emplo Index Index	Higher Same Lower 3 month average	38.7 Finished good January 20.0 32.0 48.0 36.0 39.0	42.9 Is inventories of sinventories of sinvent	43.3 continue to d 20 March 31.0 55.2 13.8 58.6 51.7 ed improvem	45.2 ecline, to 44 10 April 23.3 53.3 23.3 50.0 56.4 ent, at 61.5.	44.9 2. May 30.8 61.5 7.7 61.5	June 34.6 53.8 11.5 61.5	
Emplo Index Index	Higher Same Lower 3 month average	January 20.0 32.0 48.0 36.0 39.0 Employment s	42.9 Is inventories of sinventories of sinvent	43.3 continue to d 20 March 31.0 55.2 13.8 58.6 51.7 ed improvem 20	45.2 ecline, to 44  10  April 23.3 53.3 23.3 50.0 56.4 ent, at 61.5.	44.9 2. May 30.8 61.5 7.7 61.5 56.7	June 34.6 53.8 11.5 61.5 57.7	
Emplo Index Index	Higher Same Lower 3 month average	January 20.0 32.0 48.0 36.0 39.0 Employment s	42.9 Is inventories of sinventories of sinvent	43.3 continue to d  20 March 31.0 55.2 13.8 58.6 51.7 ed improvem 20 March	45.2 ecline, to 44  10  April 23.3 53.3 23.3 50.0 56.4 ent, at 61.5.  10  April	44.9 2. May 30.8 61.5 7.7 61.5 56.7	June 34.6 53.8 11.5 61.5 57.7	
Emplo Index Index	Dyment Higher Same Lower 3 month average Dr Deliveries Faster	38.7 Finished good  January 20.0 32.0 48.0 36.0 39.0 Employment s	42.9 Is inventories of sinventories of sinvent	43.3 continue to d 20 March 31.0 55.2 13.8 58.6 51.7 ed improvem 20 March 3.4	45.2 ecline, to 44  10  April 23.3 53.3 23.3 50.0 56.4 ent, at 61.5.  10  April 10.0	44.9 2. May 30.8 61.5 7.7 61.5 56.7	June 34.6 53.8 11.5 61.5 57.7  June 3.8	
Emplo Index Index Vendo	Higher Same Lower 3 month average or Deliveries Faster Same	38.7 Finished good January 20.0 32.0 48.0 36.0 39.0 Employment s  January 18.2 47.7 34.1	42.9 Is inventories of sinventories of sinvent	43.3 continue to d  20 March 31.0 55.2 13.8 58.6 51.7 ed improvem 20 March 3.4 72.4 24.1	45.2 ecline, to 44  10  April 23.3 53.3 23.3 50.0 56.4 ent, at 61.5.  10  April 10.0 66.7 23.3	May 30.8 61.5 7.7 61.5 56.7 May 3.8 76.9 19.2	June 34.6 53.8 11.5 61.5 57.7  June 3.8 65.4 30.8	
Emplo Index Index	Higher Same Lower 3 month average or Deliveries Faster Same	38.7 Finished good January 20.0 32.0 48.0 36.0 39.0 Employment s January 18.2 47.7	42.9 Is inventories of sinventories of sinvent	43.3 continue to d  20 March 31.0 55.2 13.8 58.6 51.7 ed improvem  20 March 3.4 72.4	45.2 ecline, to 44  10  April 23.3 53.3 23.3 50.0 56.4 ent, at 61.5.  10  April 10.0 66.7	44.9 2.  May 30.8 61.5 7.7 61.5 56.7  May 3.8 76.9	June 34.6 53.8 11.5 61.5 57.7  June 3.8 65.4	
Emplo Index Index Vendo	Higher Same Lower  3 month average  or Deliveries  Faster Same Slower	38.7 Finished good January 20.0 32.0 48.0 36.0 39.0 Employment s  January 18.2 47.7 34.1 58.0 52.8	February  February  10.06  February  10.06	43.3 continue to d  20 March 31.0 55.2 13.8 58.6 51.7 ed improvem 20 March 3.4 72.4 24.1 60.3 59.4	45.2 ecline, to 44  10  April 23.3 53.3 50.0 56.4 ent, at 61.5.  10  April 10.0 66.7 23.3 56.7 59.0	May 30.8 61.5 7.7 61.5 56.7 May 3.8 76.9 19.2 57.7	June 34.6 53.8 11.5 61.5 57.7  June 3.8 65.4 30.8 63.5	
Emplo Index Index Vendo	Higher Same Lower  3 month average  or Deliveries  Faster Same Slower	38.7 Finished good January 20.0 32.0 48.0 36.0 39.0 Employment s  January 18.2 47.7 34.1 58.0 52.8	February  February  10.06  10.	43.3 continue to d  20 March 31.0 55.2 13.8 58.6 51.7 ed improvem 20 March 3.4 72.4 24.1 60.3 59.4	45.2 ecline, to 44  10  April 23.3 53.3 50.0 56.4 ent, at 61.5.  10  April 10.0 66.7 23.3 56.7 59.0 e of 63.5.	May 30.8 61.5 7.7 61.5 56.7 May 3.8 76.9 19.2 57.7	June 34.6 53.8 11.5 61.5 57.7  June 3.8 65.4 30.8 63.5	
Emplo Index Index Vendo	Higher Same Lower 3 month average  Faster Same Slower 3 month average	38.7 Finished good January 20.0 32.0 48.0 36.0 39.0 Employment s  January 18.2 47.7 34.1 58.0 52.8	February  February  10.06  February  10.06	43.3 continue to d  20 March 31.0 55.2 13.8 58.6 51.7 ed improvem 20 March 3.4 72.4 24.1 60.3 59.4 an index value	45.2 ecline, to 44  10  April 23.3 53.3 50.0 56.4 ent, at 61.5.  10  April 10.0 66.7 23.3 56.7 59.0 e of 63.5.	May 30.8 61.5 7.7 61.5 56.7 May 3.8 76.9 19.2 57.7	June 34.6 53.8 11.5 61.5 57.7  June 3.8 65.4 30.8 63.5	
Emplo Index Index Vendo	Higher Same Lower 3 month average  Faster Same Slower 3 month average	38.7 Finished good January 20.0 32.0 48.0 36.0 39.0 Employment s  January 18.2 47.7 34.1 58.0 52.8 Deliveries are	42.9	43.3 continue to d  20 March 31.0 55.2 13.8 58.6 51.7 ed improvem  20 March 3.4 72.4 24.1 60.3 59.4 in index value	45.2 ecline, to 44  10  April 23.3 53.3 23.3 50.0 56.4 ent, at 61.5.  10  April 10.0 66.7 23.3 56.7 59.0 e of 63.5.	May 30.8 61.5 7.7 61.5 56.7 May 3.8 76.9 19.2 57.7 58.2	June 34.6 53.8 11.5 61.5 57.7  June 3.8 65.4 30.8 63.5 59.3	
Emplo Index Index Vendo	Higher Same Lower  3 month average  Faster Same Slower  3 month average	38.7 Finished good January 20.0 32.0 48.0 36.0 39.0 Employment s  January 18.2 47.7 34.1 58.0 52.8 Deliveries are	February  February  February  10.6  February  February  11.4  57.1  31.4  60.0  57.4  Slower, with a	43.3 continue to d  20  March 31.0 55.2 13.8 58.6 51.7 ed improvem  20  March 3.4 72.4 24.1 60.3 59.4 in index value 20  March	45.2 ecline, to 44  10  April 23.3 53.3 50.0 56.4 ent, at 61.5.  10  April 10.0 66.7 23.3 56.7 59.0 e of 63.5.  10  April	May 30.8 61.5 7.7 61.5 56.7 May 3.8 76.9 19.2 57.7 58.2	June 34.6 53.8 11.5 61.5 57.7  June 3.8 65.4 30.8 63.5 59.3	
Emplo Index Index Vendo	Higher Same Lower  3 month average  Paster Same Slower  3 month average  Amount of the same Slower  Higher	38.7 Finished good January 20.0 32.0 48.0 36.0 39.0 Employment s  January 18.2 47.7 34.1 58.0 52.8 Deliveries are January 33.3	February 11.4 57.1 31.4 60.0 57.4 slower, with a	43.3 continue to d  20 March 31.0 55.2 13.8 58.6 51.7 ed improvem 20 March 3.4 72.4 24.1 60.3 59.4 In index value  March 48.3	45.2 ecline, to 44  10  April 23.3 53.3 50.0 56.4 ent, at 61.5.  10  April 10.0 66.7 23.3 56.7 59.0 e of 63.5.  10  April 43.3	May 30.8 61.5 7.7 61.5 56.7 May 3.8 76.9 19.2 57.7 58.2 May 34.6	June 34.6 53.8 11.5 61.5 57.7  June 3.8 65.4 30.8 63.5 59.3  June 35.7	
Emplo Index Index Vendo	Higher Same Lower  3 month average  or Deliveries  Faster Same Slower  3 month average	38.7 Finished good  January 20.0 32.0 48.0 36.0 39.0 Employment s  January 18.2 47.7 34.1 58.0 52.8 Deliveries are  January 33.3 66.7	February 11.4 57.1 31.4 60.0 57.4 Slower, with a	43.3 continue to d  20 March 31.0 55.2 13.8 58.6 51.7 ed improvem 20 March 3.4 72.4 24.1 60.3 59.4 un index value 20 March 48.3 44.8	45.2 ecline, to 44  10  April 23.3 53.3 23.3 50.0 56.4 ent, at 61.5.  10  April 10.0 66.7 23.3 56.7 59.0 e of 63.5.  10  April 43.3 53.3	May 30.8 61.5 7.7 61.5 56.7 May 3.8 76.9 19.2 57.7 58.2 May 34.6 57.7	June 34.6 53.8 11.5 61.5 57.7  June 3.8 65.4 30.8 63.5 59.3  June 35.7 53.6	

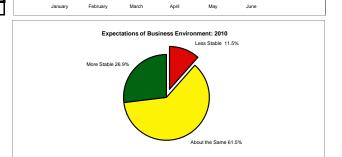
Commodity prices continue increasing, but at a slower pace, at 62.5.











## **Expectations of Business Environment**

6 months into the future:

Less Stable	11.5	percent
About the same	61.5	percent
More Stable	26.9	percent

For more information about the Survey or to obtain copies of previous surveys, visit our website at www.ism-sem.org and click on "Economic Surveys"

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