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

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

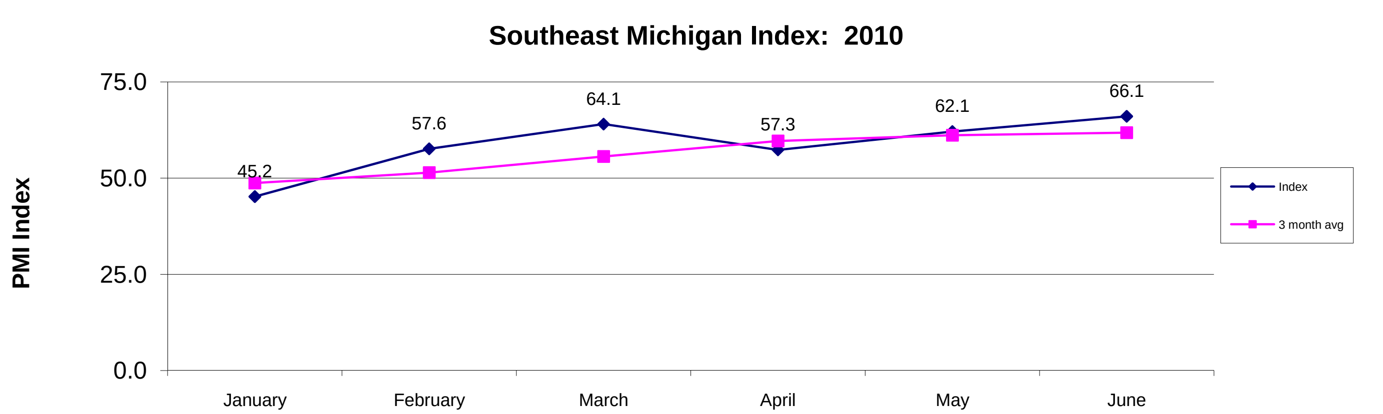
ISM-SEM Index: June's report continues to show optimism, increasing from 62.1 to a score of 66.1 The last five months scored above 50.0. The 3 Month average is at 61.8.

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.*

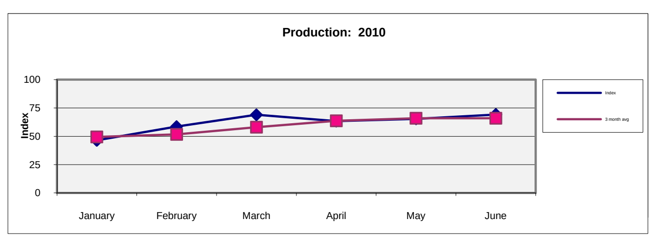
Economic Issues: *The June Purchasing Managers Index (PMI) survey shows the second consecutive increase to a strong value of 66.1. June is the 5th consecutive month of Purchasing Managers Index values over 50 -- the level where index values indicate economic expansion. The Production Index was a very 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

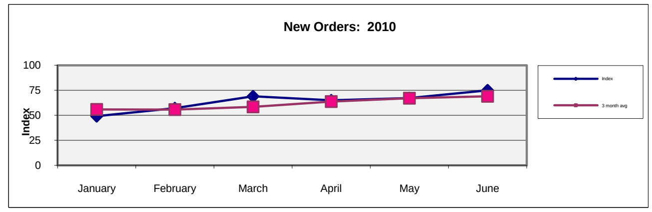
Production		2010					
		January	February	March	April	May	**June**
	Higher	35.7	34.3	55.2	40.0	50.0	53.8
	Same	21.4	48.6	27.6	46.7	30.8	30.8
	Lower	42.9	17.1	17.2	13.3	19.2	15.4
Index		46.4	58.6	69.0	63.3	65.4	69.2
Index	3 month average	49.5	51.7	58.0	63.6	65.9	66.0

Production continues expanding at an increasing rate, to 69.2.



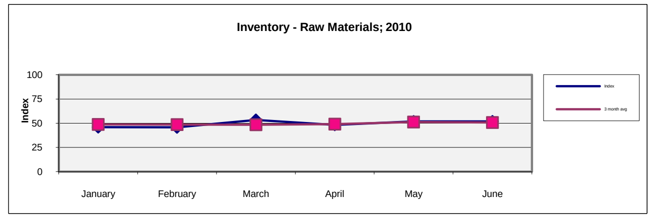
New Orders		2010					
		January	February	March	April	May	**June**
	Higher	42.6	31.4	48.3	46.7	50.0	61.5
	Same	13.1	51.4	41.4	36.7	34.6	26.9
	Lower	44.3	17.1	10.3	16.7	15.4	11.5
Index		49.2	57.1	69.0	65.0	67.3	75.0
Index	3 month average	55.9	55.7	58.4	63.7	67.1	69.1

New orders continue expanding at an increasing rate, to a strong 75.



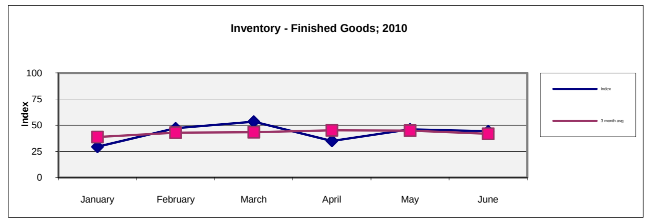
Inventory - Raw Materials		2010					
		January	February	March	April	May	**June**
	Higher	28.6	17.1	24.1	20.0	26.9	23.1
	Same	34.7	57.1	58.6	56.7	50.0	57.7
	Lower	36.7	25.7	17.2	23.3	23.1	19.2
Index		45.9	45.7	53.4	48.3	51.9	51.9
Index	3 month average	48.8	48.7	48.4	49.2	51.2	50.7

Raw materials inventories are modestly increasing.



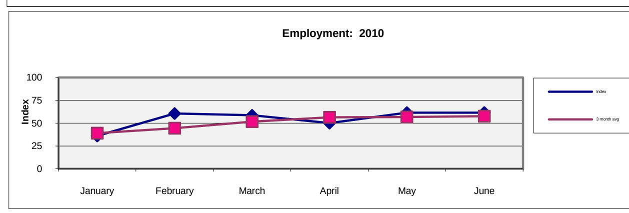
Inventory - Finished Goods		2010					
		January	February	March	April	May	**June**
	Higher	11.8	17.1	17.2	3.3	15.4	15.4
	Same	35.3	60.0	72.4	63.3	61.5	57.7
	Lower	52.9	22.9	10.3	33.3	23.1	26.9
Index		29.4	47.1	53.4	35.0	46.2	44.2
Index	3 month average	38.7	42.9	43.3	45.2	44.9	41.8

Finished goods inventories continue to decline, to 44.2.



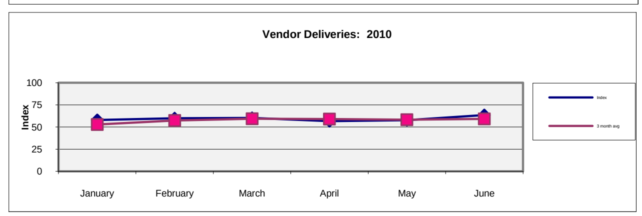
Employment		2010					
		January	February	March	April	May	**June**
	Higher	20.0	30.3	31.0	23.3	30.8	34.6
	Same	32.0	60.6	55.2	53.3	61.5	53.8
	Lower	48.0	9.1	13.8	23.3	7.7	11.5
Index		36.0	60.6	58.6	50.0	61.5	61.5
Index	3 month average	39.0	44.5	51.7	56.4	56.7	57.7

Employment shows continued improvement, at 61.5.



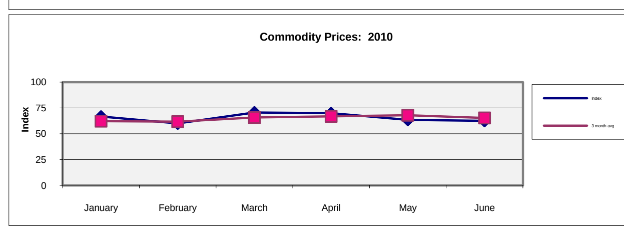
Vendor Deliveries		2010					
		January	February	March	April	May	**June**
	Faster	18.2	11.4	3.4	10.0	3.8	3.8
	Same	47.7	57.1	72.4	66.7	76.9	65.4
	Slower	34.1	31.4	24.1	23.3	19.2	30.8
Index		58.0	60.0	60.3	56.7	57.7	63.5
Index	3 month average	52.8	57.4	59.4	59.0	58.2	59.3

Deliveries are slower, with an index value of 63.5.



Commodity Prices		2010					
		January	February	March	April	May	**June**
	Higher	33.3	28.6	48.3	43.3	34.6	35.7
	Same	66.7	62.9	44.8	53.3	57.7	53.6
	Lower	0	8.6	6.9	3.3	7.7	10.7
Index		66.7	60.0	70.7	70.0	63.5	62.5
Index	3 month average	62.3	61.8	65.8	66.9	68.1	65.3

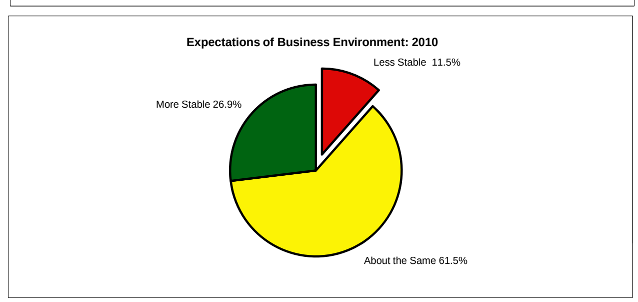
Commodity prices continue increasing, but at a slower pace, at 62.5.



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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