

Report on Business



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NEW YORK CITY REPORT ON BUSINESS Red Flags Before Brexit

New York City business activity contracted in back-to-back months for the first time since the Great Recession, according to the survey taken by the Institute for Supply Management-New York.

The June survey period ran from the 3rd to the 30th, and 97% of responses occurred before Brexit.

New York Metro

Current Business Conditions came in at 45.4 in June, remaining below the breakeven 50 level for a second straight month.

The **Six-Month Outlook** showed another sign of stabilization, rising to a three-month high of 59.5 in June. This resilience will be tested in July.

Company Specific

Companies continued to reveal persistent caution. Labor contracted for the ninth time in the last ten months and by the most in seven years. **Employment** fell to 35.9 in June.

Purchase volume contracted for the third straight month. **Quantity of Purchases** came in at 46.7 in June.

News for the top line and forward guidance moderated compared to last month. **Current Revenues** eased to 55.6 in June. **Expected Revenues** pulled back to 57.1 in June.

Cost pressures rose for the first time in four months. **Prices Paid** increased to 55.0 in June.

Current Business Conditions
(seasonally adjusted)



Six-Month Outlook
(seasonally adjusted)



Business Conditions in New York City Metro Area
(seasonally adjusted)

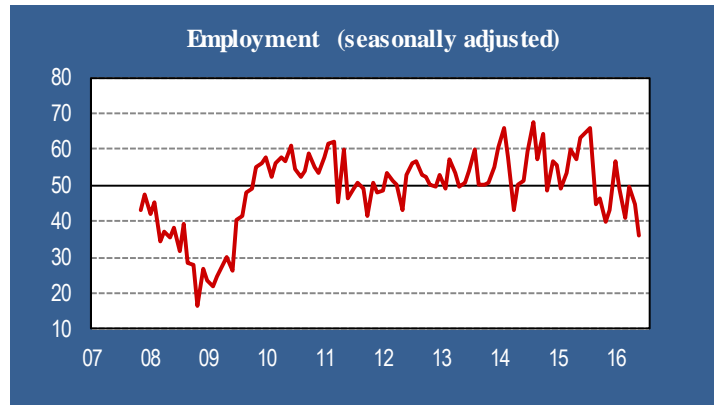
	Current Business Conditions	Six-Month Outlook	NY-BCI*
June 2015	63.1	78.0	690.2
July	68.8	69.2	699.7
August	51.1	68.5	700.2
September	44.5	62.8	697.4
October	65.8	74.0	705.3
November	60.7	66.0	710.6
December	62.0	70.7	716.6
January 2016	54.6	63.3	718.9
February	53.6	66.3	720.8
March	50.4	65.0	721.0
April	57.0	53.1	724.4
May	37.2	53.6	718.1
June	45.4	59.5	715.8

*The NY-BCI is a cumulative diffusion index constructed from the diffusion index of Current Business Conditions for businesses in the New York City metro area. -r is revised.

Employment (seasonally adjusted)

The current month's number of employees compared to the previous month.

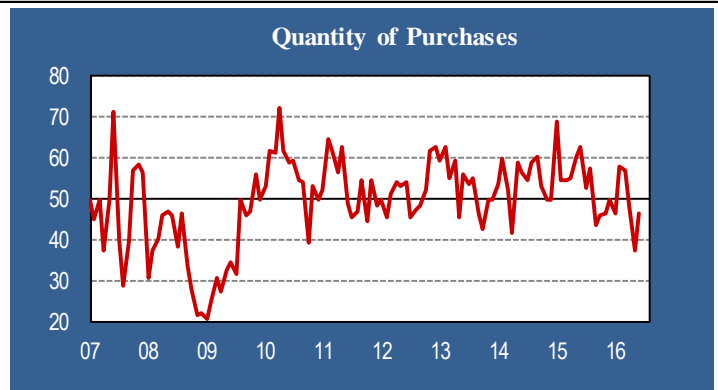
	May	Apr	Mar	Feb	Jan	Year ago Jun
Jun	44.6	49.9	40.9	49.3	56.9	63.4
	35.9					



Quantity of Purchases

The current month's number of units purchased from suppliers compared to the previous month.

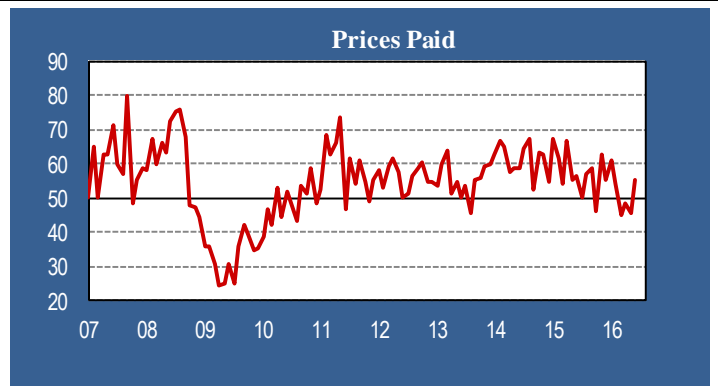
	May	Apr	Mar	Feb	Jan	Year ago Jun
Jun	37.5	48.2	57.1	58.0	46.4	62.5
	46.7					



Prices Paid

The current month's price levels paid for goods and services purchased from suppliers vs. the previous month.

	May	Apr	Mar	Feb	Jan	Year ago Jun
Jun	45.7	48.1	44.7	54.2	60.7	56.3
	55.0					



Current Revenues

The current month's level of revenues (in dollars) compared to the previous month.

	May	Apr	Mar	Feb	Jan	Year ago Jun
Jun	60.0	50.0	55.3	56.3	45.8	71.4
	55.6					

Expected Revenues

The expected level of revenues (in dollars) in the next six months.

	May	Apr	Mar	Feb	Jan	Year ago Jun
Jun	68.0	56.0	57.5	58.3	50.0	76.9
	57.1					

About the Survey

The purpose of the survey is to quickly assess business conditions among firms in the New York City area. The survey results are compiled as diffusion indices - the percent of positive responses plus one-half of those responding the same (considered positive). A reading of 50% means no change from the prior month, greater than 50% indicates a faster pace of activity, and less than 50% a slower rate. The Current Business Conditions index, Six-Month Outlook index, the NY-BCI, and the Employment index are seasonally adjusted. All other measures are not seasonally adjusted. -r is revised.