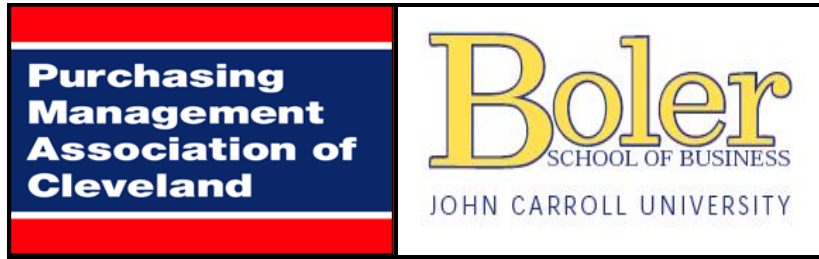


Northeast Ohio Business Survey Report
for
June, 2011



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GENERAL BUSINESS CONDITIONS

The barometer index of 43.63 indicates that economic activity is higher than in previous months, and higher than it was a year ago.

The forecast index of 46.5 indicates that manufacturing activity should increase for the next month.

Barometer readings above "0" indicate that the manufacturing sector of the economy is generally expanding.

Readings below "0" mean generally contracting.

Month	Jun-11	May-11	Apr-11	Jun-10
Cleveland Barometer-%	43.63	46.63	48.36	16.56
Cleveland Forecast-%	46.50	49.25	47.33	-1.67

PRODUCTION

Production activity continues to rise as it has for the past two months

The Production Index is now 28

Production	%Better	%Same	%Worse	Net	Index
June 2011	30	70	0	30	28
May 2011	69	31	0	69	61
April 2011	33	67	0	33	16

NEW ORDERS

New orders continue to increase.

The New Order Index is now 11.

New Orders	%Better	%Same	%Worse	Net	Index
June 2011	20	70	10	10	11
May 2011	67	33	0	67	61
April 2011	27	73	0	27	8

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EMPLOYMENT

Employment continues to increase.
The Employment Index is 45

Employment	%Greater	%Same	%Lower	Net	Index
June 2011	50	50	0	50	45
May 2011	23	62	15	8	3
April 2011	45	45	10	35	25

INVENTORIES

RAW MATERIALS

Raw material inventories are somewhat higher
The Raw Material Index is 19

Raw Material Inventories	%Higher	%Same	%Lower	Net	Index
June 2011	20	80	0	20	19
May 2011	31	46	23	8	2
April 2011	46	46	8	38	33

FINISHED GOODS

Finished goods inventories are increasing
The Finished Goods Index is 20

Finished Goods Inventories	%Higher	%Same	%Lower	Net	Index
June 2011	22	78	0	22	20
May 2011	17	50	33	-16	-18
April 2011	36	55	9	27	27

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BUYING POLICIES

Buying policies for Production Materials remain spread out
Buying policies for MRO Supplies are consistent with the past few months and less hand to mouth.
Capital expenditure decisions are evenly spread

PERCENT REPORTING

PRODUCTION MATERIALS	Hand to Mouth	30 Days	60 Days	90 Days	6 Mos	1 Year
June 2011	33	11	33	11	0	11
May 2011	33	8	33	0	17	8
April 2011	33	17	33	17	0	0
MRO SUPPLIES						
June 2011	25	50	25	0	0	0
May 2011	50	25	25	0	0	0
April 2011	55	27	18	0	0	0
CAPITAL EXPENDITURES						
June 2011	13	0	25	25	13	25
May 2011	22	0	22	11	22	22
April 2011	20	0	20	20	20	20

COMMODITY PRICES

The commodity prices continue to increase
The Commodity Price Index is now 57

Commodity Prices	%Higher	%Same	%Lower	Net	Index
June 2011	60	40	0	60	57
May 2011	75	25	0	75	69
April 2011	45	45	10	35	25

COMMODITY CHANGES:

Prices Up:

- Copper, 316SS, special alloys
- Roofing, petroleum based products

Prices Down:

- fuel, gasoline

Items in Short Supply:

- money/capital

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FROM GENERAL REMARKS:

- Steady.
- Seeing some short term improvement (3 months), but nothing long term at this point.
- Business remains strong.
- Business is deadly quiet.

Region	Economy	Main Index
Cleveland	Manufacturing	+8.0

Comments

Manufacturing Economy expansion continued to flatten. Inventories and prices continued to rise. Barometer results above zero indicate an expanding manufacturing economy.
