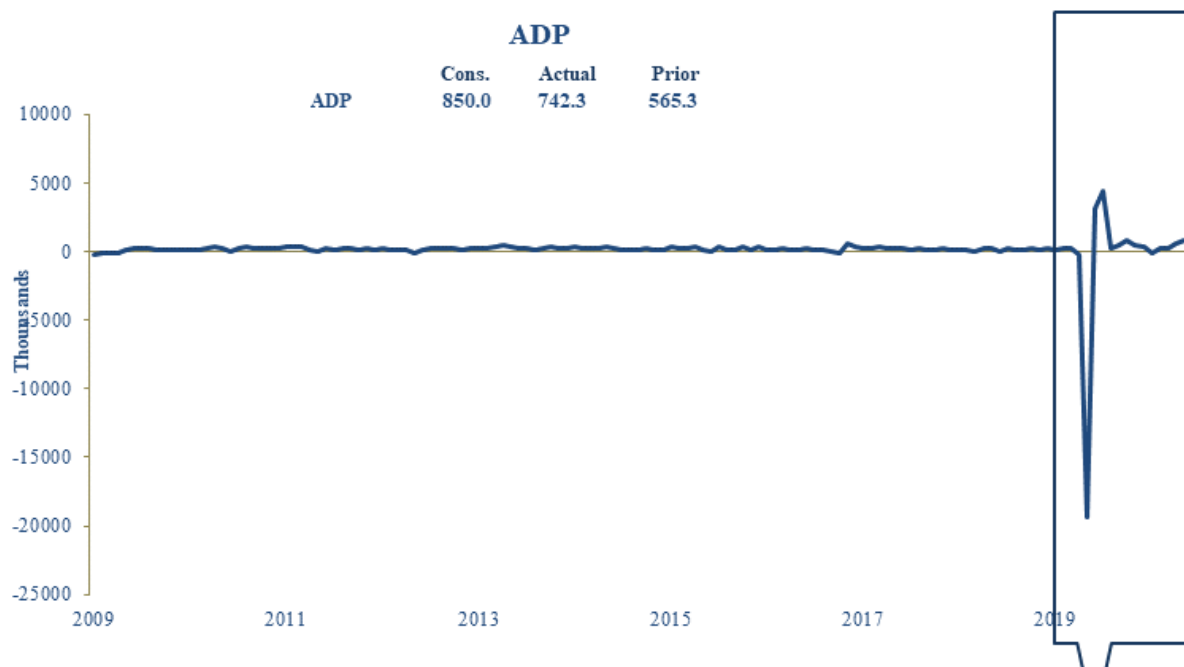


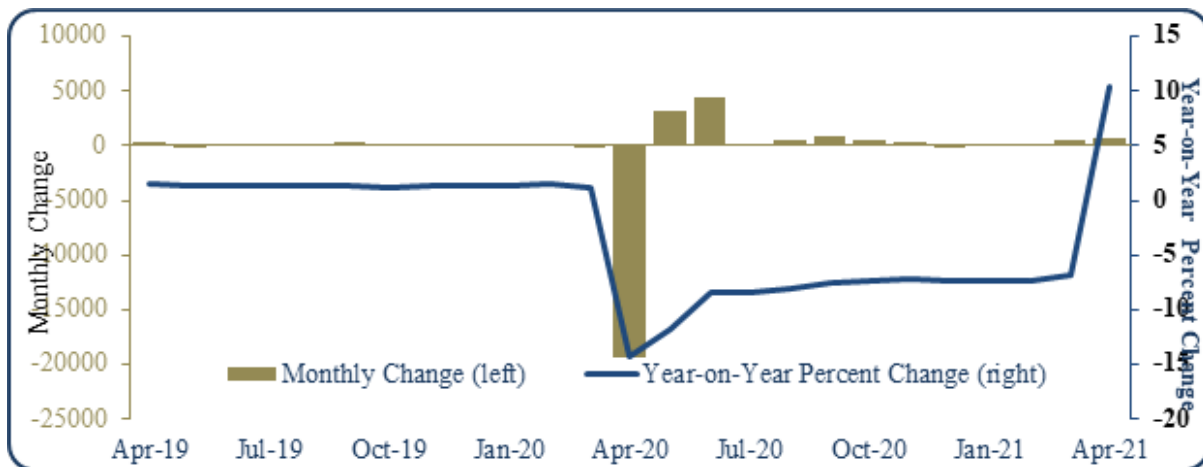
05.May.2021

ADP Employment: Continued Strong Gains

Bottom Line: ADP reported sharp gains in April. Though lower than expected, there were positive revisions to March data that accounted for about half of the miss. Overall, the report was solid, leaving the potential for strong gains in the national employment report due Friday but limiting the potential that total nonfarm payrolls in April are stronger than the 995k expected. Leisure and hospitality jobs led ADP's report, up 169k, while the trade and transportation sector added 92k.

Higher-paying sectors like construction and manufacturing also continued to add jobs and have seen a slight acceleration in the pace of gains in 2021.



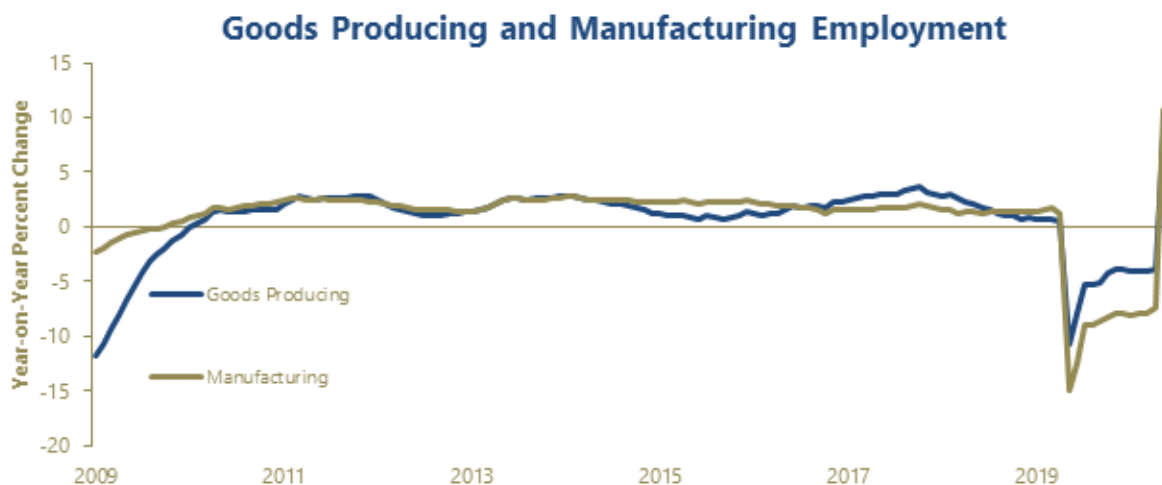


ADP National Employment ROSE by 742k in April, compared with the consensus estimate for a gain of 850k. Meanwhile, the revisions to the prior 3 months added an additional 52k to the previous estimate. Over the past 12 months, private payrolls have increased by an average of 947k per month, lifting employment to 10.4% ABOVE its year-ago level.

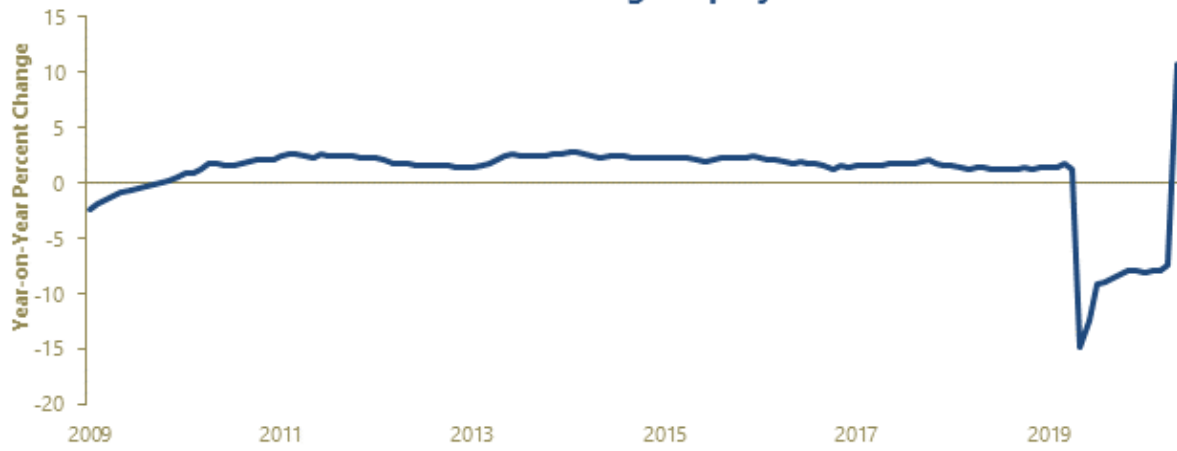
Jobs in Goods-Producing Industries ROSE by 106k jobs as **Manufacturing** gained 55k workers. Moreover, **Construction** gained 41k jobs.

Service-Producing Industries ROSE by 636k jobs with Professional/Business Services hiring 105k workers, Trade/Transport/Utilities adding 155k, and Financial Activities increasing by 11k workers.

Small Firms hired 235k workers, Medium-Sized Firms grew by 230k employees while Large Firms added 277k positions.



Service Producing Employment



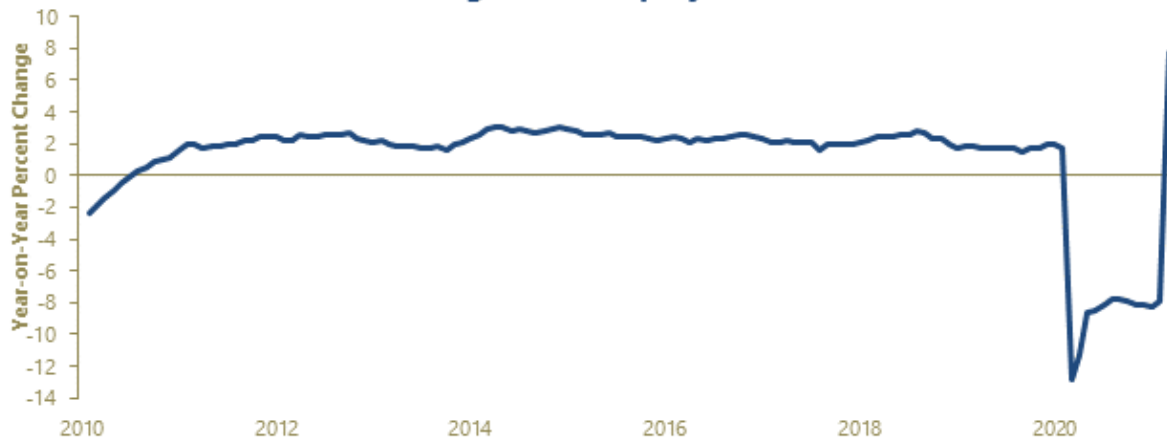
Small Firm Employment



Medium-Sized Firm Employment



Large Firm Employment



	Apr-21	Mar-21	Feb-21	Jan-21	Three Month	Six Month	Twelve Month	2020	2019	Five Year	Ten Year
	Thousands										
	Monthly Change				Average Monthly Change						
ADP National Employment	742	565	180	196	496	318	947	149	176	182	180
<i>Previous Report</i>		<i>517</i>	<i>176</i>	<i>196</i>							
Goods Producing Industries	106	98	-15	14	63	37	136	13	44	27	27
Construction	41	48	-12	5	25	18	68	12	21	21	15
Manufacturing	55	47	-7	9	32	16	68	2	21	9	11
Other	10	3	4	0	6	3	0	0	3	-2	0
Service Producing Industries	636	468	195	182	433	281	812	136	131	155	153
Professional/Business Ser	105	79	32	46	72	58	89	32	35	36	42
Financial Activities	11	10	2	3	7	6	11	12	13	13	9
Trade/Transport/Utilities	155	93	64	16	104	56	163	14	13	22	27
Other	366	287	97	118	250	161	548	78	71	84	75
Addendum:											
Small Firms	235	194	51	55	160	106	334	4	3	24	35
Medium Firms	230	204	78	87	171	130	251	36	52	45	39
Large Firms	277	167	50	55	165	82	362	110	120	113	106

Source: ADP & Moody's Analytics via Bloomberg. Our calculations.

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May 5, 2021

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