

*15.Feb.2022*

## **NY Empire Manufacturing: Barely Rebounds**

**Bottom Line:** Manufacturers in the New York region reported only a slight rebound in activity in February after a contraction last month. New order growth grew only slightly after contracting in January. Prices paid remained at historically high levels, while prices received accelerated sharply. Inventories increased modestly, and purchasing managers' expectations for future business slipped modestly. Overall, supply chain disruptions and higher prices appeared to take their toll on manufacturers in the New York Fed region. While these regional surveys are best taken collectively as they often show significant dispersion month-to-month, this first regional survey for February offers concern. We'll be watching the upcoming regional surveys even more closely than usual.

## New York Fed Empire Manufacturing Current General Business Conditions February: +3.1, consensus: +12



### The New York Fed's Index of Manufacturing General Business Conditions

ROSE 3.8 points to 3.1, BELOW the 3-Month average of 11.43, BELOW the 6-Month average of 19.88, and 9 BELOW the year-ago level.

- New Orders ROSE 6.4 points to 1.4, BELOW the 3-Month average of 7.83, BELOW the 6-Month average of 18.38, and 9.4 BELOW the year-ago level.
- Shipments were nearly unchanged, up 1.9 points to 2.9, BELOW the 3-Month average of 10.33, BELOW the 6-Month average of 15.83 and 1.1 BELOW the year-ago level.
- Unfilled Orders ROSE 2.3 points to 14.4, BELOW the 3-Month average of 15.17, BELOW the 6-Month average of 16.27 but 11.8 ABOVE the year-ago level. Delivery Times were unchanged at 21.6, BELOW the 3-Month average of 22.1, BELOW the 6-Month average of 28.83 but 12.5 ABOVE the year-ago level.
- Inventories ROSE 1.4 points to 11.7, ABOVE the 3-Month average of 10.37,

ABOVE the 6-Month average of 10.62, and 5.2 ABOVE the year-ago level.

- Prices Paid were nearly unchanged, up 0.1 points to 76.6, BELOW the 3-Month average of 77.83, BELOW the 6-Month average of 78.48 but 18.8 ABOVE the year-ago level.
- Prices Received ROSE 17 points to 54.1, ABOVE the 3-Month average of 45.27, ABOVE the 6-Month average of 46.32, and 30.7 ABOVE the year-ago level.
- Future General Business Conditions FELL 6.9 points to 28.2, BELOW the 3-Month average of 33.23, BELOW the 6-Month average of 39.5 and 6.7 BELOW the year-ago level.
- Future Capital Expenditures FELL 1.9 points to 37.8, BELOW the 3-Month average of 38.5, ABOVE the 6-Month average of 35.93 but 9.2 ABOVE the year-ago level.

## Current New Orders



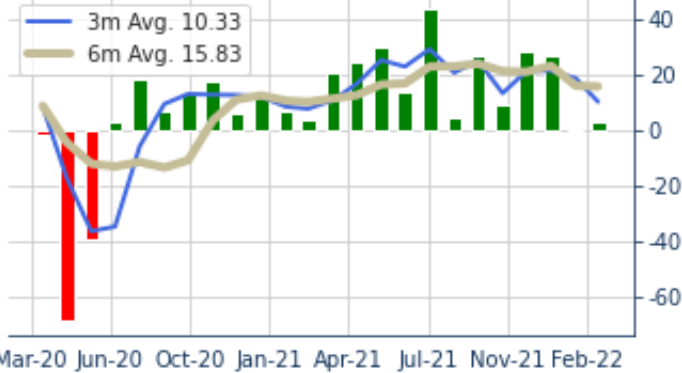
Contingent Macro Advisors 2022 source: Philadelphia Fed. Consensus from Bloomberg LP



# Current Shipments



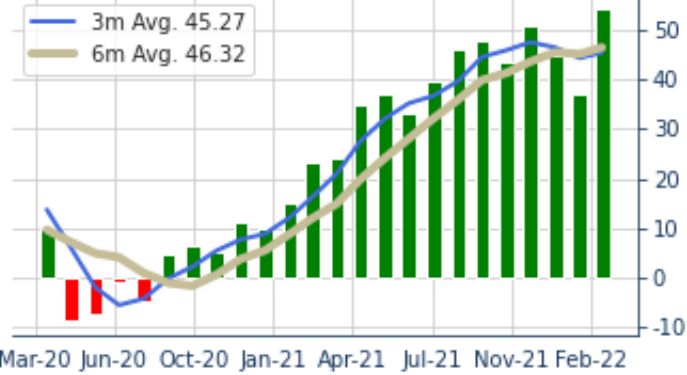
Contingent Macro Advisors 2022 source: Philadelphia Fed. Consensus from Bloomberg LP



## Current Prices Received



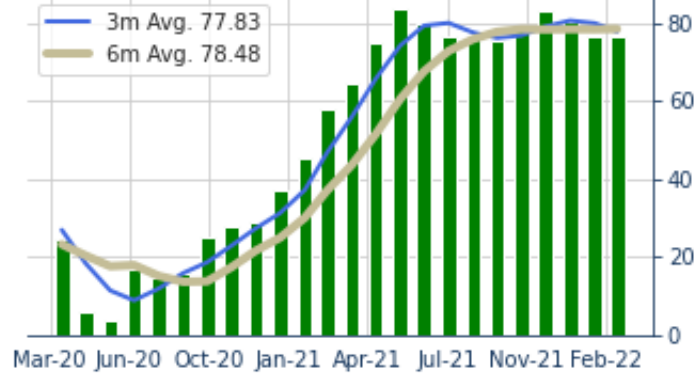
Contingent Macro Advisors 2022 source: Philadelphia Fed. Consensus from Bloomberg LP



## Current Prices Paid



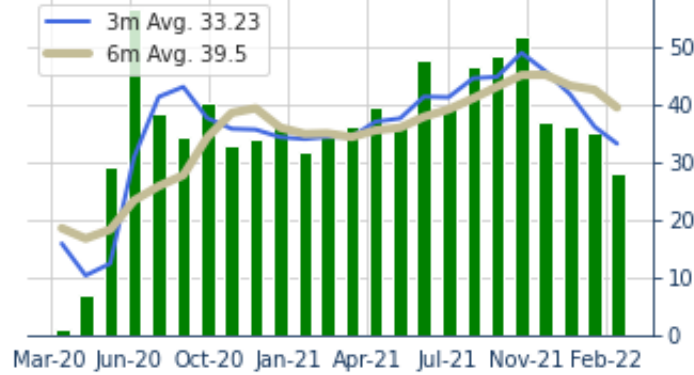
Contingent Macro Advisors 2022 source: Philadelphia Fed. Consensus from Bloomberg LP



## Future General Business Conditions



Contingent Macro Advisors 2022 source: Philadelphia Fed. Consensus from Bloomberg LP



NY Fed Empire Manufacturing Current Indicators	Feb-22	Jan-22	Dec-21	3m. avg.	6m. avg.	12m. avg.	2021	5y
<b>Current General Business Conditions</b>	<b>3.1</b>	<b>-0.7</b>	<b>31.9</b>	<b>11.4</b>	<b>19.9</b>	<b>22.2</b>	<b>23.3</b>	<b>11.2</b>
Current New Orders	1.4	-5.0	27.1	7.8	18.4	20.0	21.7	9.9
Current Shipments	2.9	1.0	27.1	10.3	15.8	19.4	20.1	12.9
Current Unfilled Orders	14.4	12.1	19.0	15.2	16.3	14.9	12.5	1.2
Current Delivery Time	21.6	21.6	23.1	22.1	28.8	26.2	23.8	9.0
Current Inventories	11.7	10.3	9.1	10.4	10.6	9.2	7.8	2.3

Current Prices Paid	76.6	76.7	80.2	77.8	78.5	77.2	73.0	40.4
Current Prices Received	54.1	37.1	44.6	45.3	46.3	41.1	36.7	17.3
Current Number of Employees	23.1	16.1	21.4	20.2	20.7	17.2	15.9	8.7
Current Average Employee Workweek	10.9	10.3	12.1	11.1	16.0	14.7	14.2	4.7

Source: Federal Reserve Bank of New York - Empire Manufacturing Survey

<b>NY Fed Empire Manufacturing Future Indicators</b>	<b>Feb-22</b>	<b>Jan-22</b>	<b>Dec-21</b>	<b>3m. avg.</b>	<b>6m. avg.</b>	<b>12m. avg.</b>	<b>2021</b>	<b>5y</b>
<b>Future General Business Conditions</b>	<b>28.2</b>	<b>35.1</b>	<b>36.4</b>	<b>33.2</b>	<b>39.5</b>	<b>40.3</b>	<b>40.6</b>	<b>34.0</b>
Future New Orders	32.5	32.9	30.0	31.8	38.2	38.7	39.2	35.3
Future Shipments	32.6	29.3	31.5	31.1	38.8	41.1	42.0	35.1
Future Unfilled Orders	-1.8	11.2	9.9	6.4	4.4	4.0	5.1	3.7
Future Delivery Time	9.9	4.3	10.7	8.3	7.5	7.4	7.4	2.1
Future Inventories	7.2	12.1	15.7	11.7	12.9	13.4	13.8	6.9
Future Prices Paid	70.3	76.7	66.1	71.0	69.1	67.7	64.2	47.1
Future Prices Received	51.4	62.1	60.3	57.9	55.2	51.1	46.3	27.6
Future Number of Employees	25.5	29.9	32.6	29.3	32.7	35.7	34.4	20.9
Future Average Employee Workweek	15.3	13.8	15.7	14.9	12.3	11.5	11.3	7.0
Future Capital Expenditures	37.8	39.7	38.0	38.5	35.9	30.6	28.0	21.9
Future Technology Spending	29.7	31.9	31.4	31.0	30.2	24.1	22.0	16.7

Source: Federal Reserve Bank of New York - Empire Manufacturing Survey