

17.Mar.2022

Philly Fed: Swift Rebound

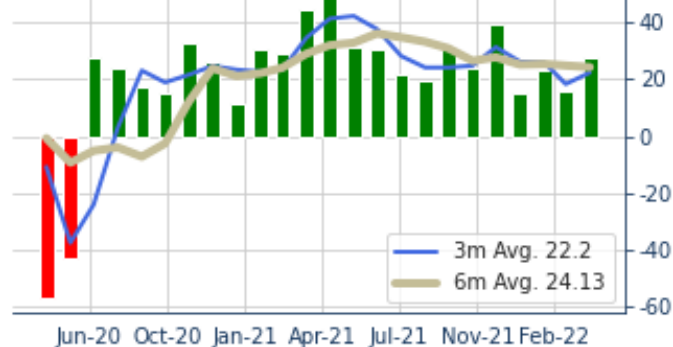
Bottom Line: The Philadelphia Fed's index of manufacturing activity rose sharply more than expected in March, rebounding from surprising weakness in February. The report highlights continued volatility in manufacturing, coming in much better than the Empire survey earlier this week, suggesting supply-chain issues that have been so significant as to cause shutdowns in auto production have rippled through many sectors. Looking through the volatility, growth in manufacturing continues across most sectors, but there are signs of a modest deceleration.

Philly Fed Current Activity Index March: +27.4, consensus: +14.5



monthly levels

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



The Philadelphia Fed Manufacturing Index ROSE 11.4 points to 27.4, ABOVE the 3-Month average of 22.2, ABOVE the 6-Month average of 24.13 but 17.1 BELOW the year-ago level.

- **New Orders** ROSE 11.6 points to 25.8, ABOVE the 3-Month average of 19.3, ABOVE the 6-Month average of 24.97 but 12.4 BELOW the year-ago level.
- **Shipments** ROSE 16.8 points to 30.2, ABOVE the 3-Month average of 21.47, ABOVE the 6-Month average of 23.63 and 8.2 ABOVE the year-ago level.
- **Unfilled Orders** ROSE 5.2 points to 21, ABOVE the 3-Month average of 20.1, ABOVE the 6-Month average of 18.63 and 1.7 ABOVE the year-ago level.
- **Delivery Time** ROSE 16.7 points to 39.7, ABOVE the 3-Month average of 29.3, ABOVE the 6-Month average of 31.2 and 11.5 ABOVE the year-ago level.
- **Inventories** FELL 3.5 points to 0.5, BELOW the 3-Month average of 2.53, BELOW the 6-Month average of 8.85 and 13.9 BELOW the year-ago level.

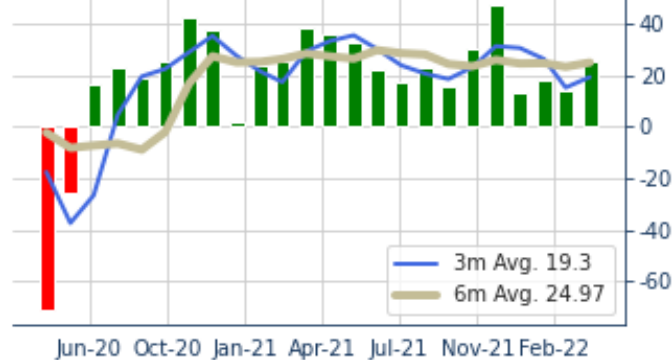
- **Prices Paid** ROSE 11.7 points to 81, ABOVE the 3-Month average of 74.27, ABOVE the 6-Month average of 73.2 and 8.4 ABOVE the year-ago level.
- **Employment** ROSE 6.6 points to 38.9, ABOVE the 3-Month average of 32.43, ABOVE the 6-Month average of 31.52 and 11.5 ABOVE the year-ago level.
- **Future Activity Index** FELL 5.4 points to 22.7, BELOW the 3-Month average of 26.5, BELOW the 6-Month average of 25.2 and 36.4 BELOW the year-ago level.
- **Future Capital Expenditures** ROSE 3.3 points to 24.8, ABOVE the 3-Month average of 24.17, BELOW the 6-Month average of 26 but 9 BELOW the year-ago level.

Current New Orders



monthly levels

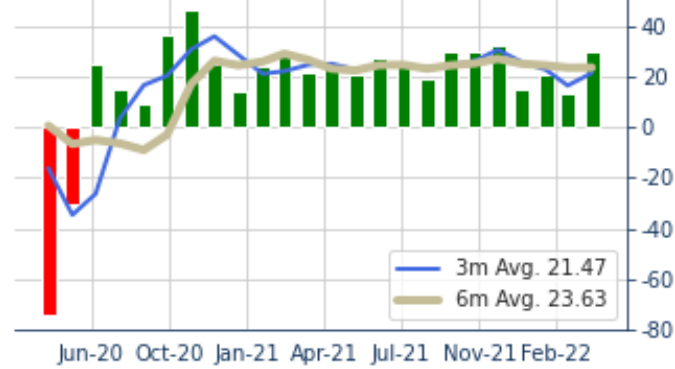
Contingent Macro Advisors 2022 source: Philadelphia Fed. Consensus from Bloomberg LP



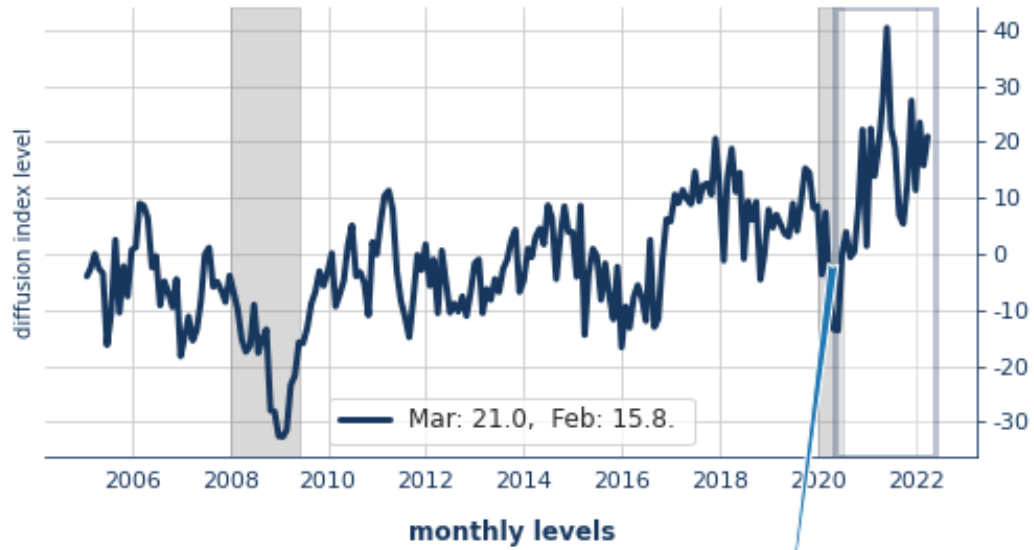
Current Shipments



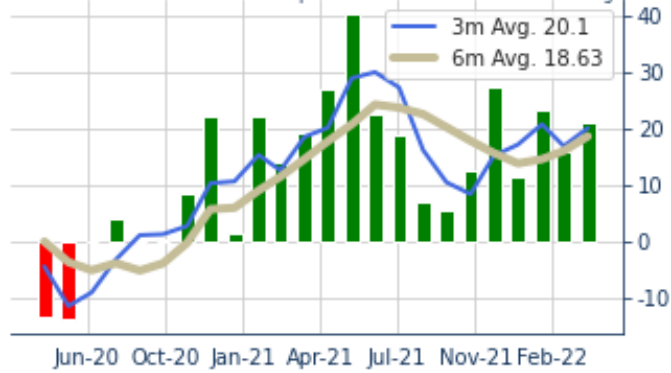
Contingent Macro Advisors 2022 source: Philadelphia Fed. Consensus from Bloomberg LP



Current Unfilled Orders



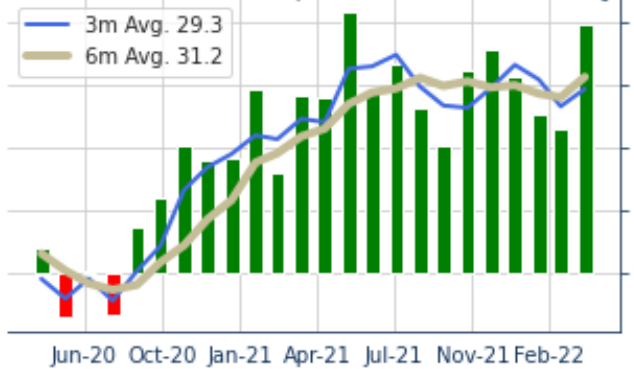
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Current Delivery Time



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

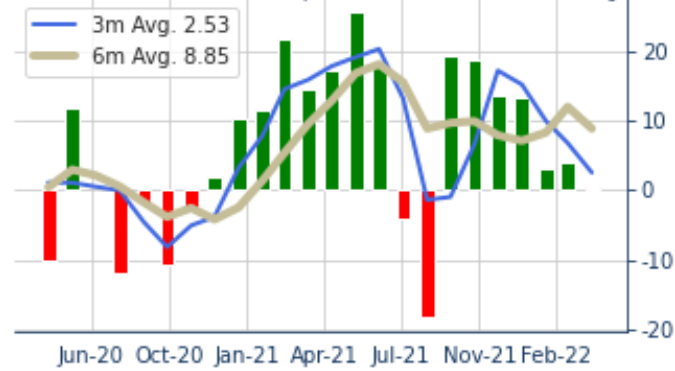


Current Inventories



monthly levels

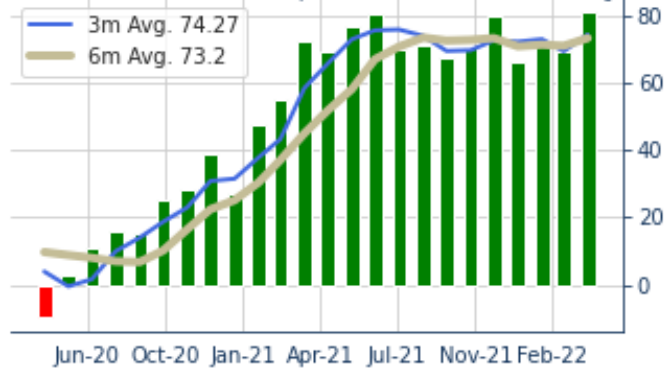
Contingent Macro Advisors 2022 source: Philadelphia Fed. Consensus from Bloomberg LP



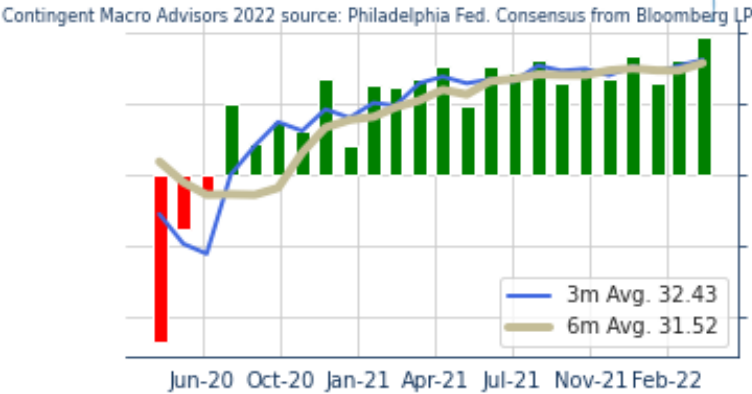
Current Prices Paid



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



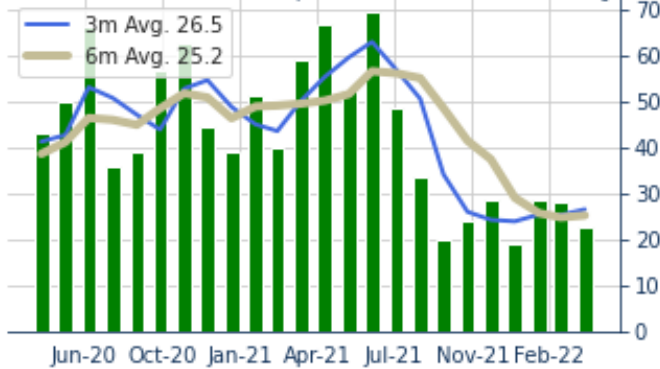
Current Employment



Future Activity Index



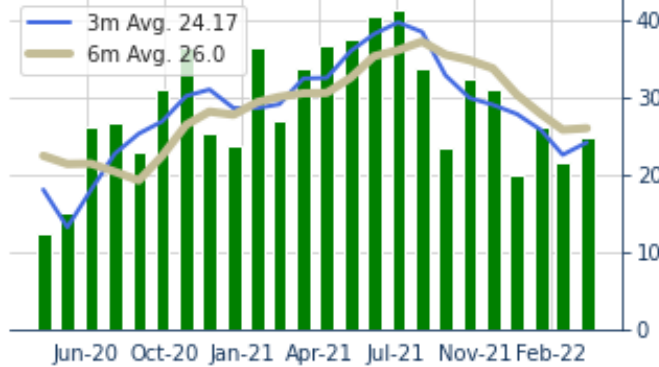
Contingent Macro Advisors 2022 source: Philadelphia Fed. Consensus from Bloomberg LP



Future Capital Expenditures



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



Philly Fed Manufacturing Current Indicators	Mar-22	Feb-22	Jan-22	3m. avg.	6m. avg.	12m. avg.	2021	5y
Current Activity Index	27.4	16.0	23.2	22.2	24.1	27.4	30.5	18.8
Current New Orders	25.8	14.2	17.9	19.3	25.0	24.7	27.2	18.7
Current Shipments	30.2	13.4	20.8	21.5	23.6	24.1	24.9	19.9
Current Unfilled Orders	21.0	15.8	23.5	20.1	18.6	19.4	19.1	9.7
Current Delivery Time	39.7	23.0	25.2	29.3	31.2	30.5	29.3	14.0
Current Inventories	0.5	4.0	3.1	2.5	8.8	9.2	12.6	5.4
Current Prices	81.0	69.3	72.5	74.3	73.2	72.8	68.9	38.3

Paid								
Current Prices Received	54.4	49.8	46.4	50.2	52.5	49.5	44.0	24.7
Current Employment	38.9	32.3	26.1	32.4	31.5	29.8	28.2	18.5
Current Average Workweek	21.4	10.8	9.6	13.9	21.8	24.0	27.8	14.6

Source: Federal Reserve Bank of Philadelphia - Manufacturing Business Outlook Survey

Philly Fed Manufacturing Future Indicators	Mar-22	Feb-22	Jan-22	3m. avg.	6m. avg.	12m. avg.	2021	5y
Future Activity Index	22.7	28.1	28.7	26.5	25.2	36.8	42.7	38.9
Future New Orders	22.0	24.9	29.4	25.4	25.8	37.4	41.9	41.9
Future Shipments	30.6	44.8	45.6	40.3	37.2	47.0	47.9	43.6
Future Unfilled Orders	-15.9	-18.2	-6.9	-13.7	-11.0	-2.1	3.7	9.3
Future Delivery Time	-6.2	-22.3	-2.3	-10.3	-4.6	-0.7	3.8	3.4
Future Inventories	30.8	4.3	11.8	15.6	16.1	16.0	16.2	11.8
Future Prices Paid	71.3	60.2	76.4	69.3	65.0	64.2	60.1	50.2
Future Prices Received	68.5	53.3	62.6	61.5	59.6	61.3	56.4	42.1
Future Employment	40.7	36.6	38.4	38.6	43.2	46.6	46.8	34.7
Future Average Workweek	14.5	2.4	9.0	8.6	11.5	16.6	17.3	15.3
Future Capital Expenditures	24.8	21.5	26.2	24.2	26.0	30.8	32.8	30.2

Source: Federal Reserve Bank of Philadelphia - Manufacturing Business Outlook Survey