



GREATER HOUSTON
PARTNERSHIP

UPDATE



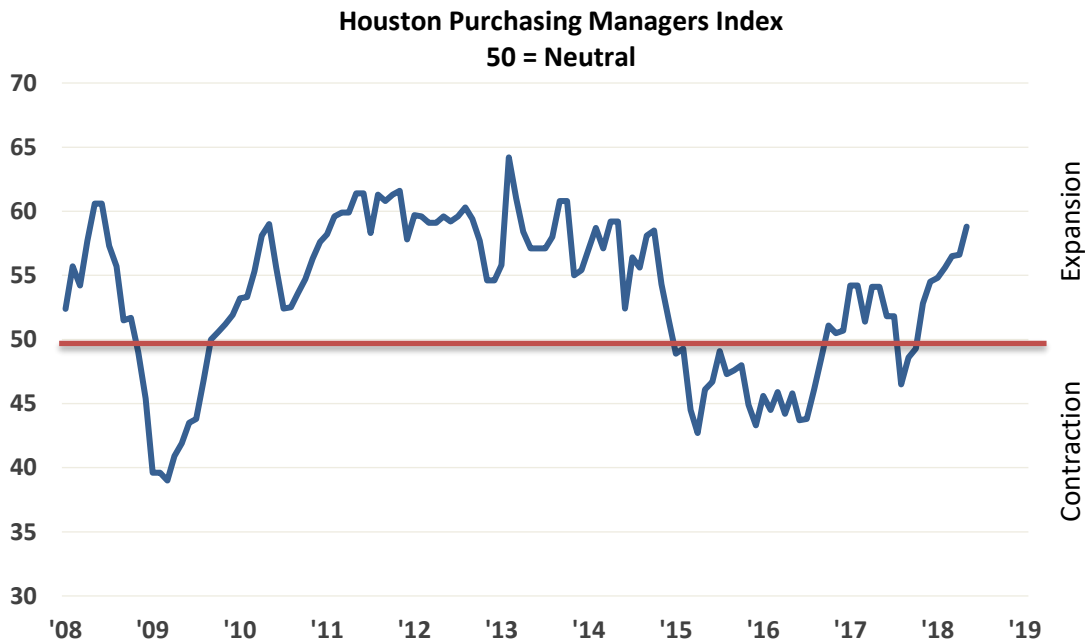
PURCHASING MANAGERS INDEX (PMI)

The Partnership sends updates for the six most important economic indicators each month. If you would like to opt-in to receive these updates, please click [here](#).

June 12, 2018

For the latest data, click [here](#).

The Houston Purchasing Managers Index (PMI), a short-term leading indicator for regional production, registered 58.8 in May, up 2.2 points from 56.6 in April. Readings above 50 signal economic expansion in Houston over the next three to four months. Readings below 50 signal contraction. The region's PMI slipped below 50 in the three months immediately following Hurricane Harvey, but climbed above 50 in November and has signaled expansion for seven consecutive months.



The Houston PMI is derived from monthly surveys of local purchasing managers representing various industries. On an industry specific basis, wholesale trade, health care, professional services, mid-stream operations, and manufacturing continue to expand. Engineering, procurement and construction (EPC) activities showed improvement. All other sectors are near neutral. From a three-month forecast standpoint, health care, manufacturing, mid-stream operations, wholesale trade, and professional

services are forecast for continued healthy growth. EPC firms show some indication of weakness, primarily due to increasing prices for prices paid on purchased goods.

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