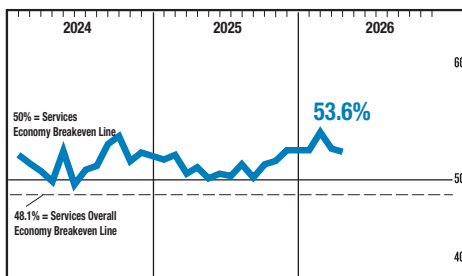


SERVICES PMI® at 53.6%

In April, the Services PMI® registered 53.6 percent, 1.1 percentage points above its 12-month moving average of 52.5 percent. A reading above 50 percent indicates the services sector economy is generally expanding; below 50 percent indicates it is generally contracting. A Services PMI® above 48.1 percent, over time, generally indicates an expansion of the overall economy. Therefore, the April Services PMI® indicates the overall economy is expanding for the 71st straight month.



Economic activity in the services sector continued to expand in April, say the nation's purchasing and supply executives in the latest ISM® Services PMI® Report.

The Services PMI® registered 53.6 percent, the 22nd consecutive month in expansion territory. The Business Activity Index remained in expansion territory in April, increasing 2 percentage points to 55.9 percent from March's reading of 53.9 percent. The New Orders Index registered 53.5 percent, 7.1 percentage points below March's figure of 60.6 percent and 0.4 percentage point below its 12-month average reading of 53.9 percent. The Employment Index contracted for the second month in a row with a reading of 48 percent, a 2.8-percentage point increase from the 45.2 percent recorded in March. The Prices Index held steady at 70.7 percent in April, the same as March's figure and repeating its highest reading since October 2022 (70.7 percent). The index has exceeded 60 percent for 17 straight months, increasing its 12-month average from 67.2 percent to 67.7 percent.

The 14 services industries reporting growth in April — listed in order — are: Other Services*†; Wholesale Trade; Management of Companies & Support Services; Mining; Information; Construction; Accommodation & Food Services; Professional, Scientific & Technical Services; Utilities; Finance & Insurance; Transportation & Warehousing; Educational Services; Health Care & Social Assistance; and Public Administration. **ISM**

*Other Services (services such as Equipment & Machinery Repairing; Promoting or Administering Religious Activities; Grantmaking; Advocacy; and Providing Dry-Cleaning & Laundry Services, Personal Care Services, Death Care Services, Pet Care Services, Photofinishing Services, Temporary Parking Services and Dating Services).

Services at a Glance

INDEX	Apr Index	Mar Index	% Point Change	Direction	Rate of Change	Trend* (months)
Services PMI®	53.6	54.0	-0.4	Growing	Slower	22
Business Activity	55.9	53.9	+2.0	Growing	Faster	22
New Orders	53.5	60.6	-7.1	Growing	Slower	11
Employment	48.0	45.2	+2.8	Contracting	Slower	2
Supplier Deliveries	56.8	56.2	+0.6	Slowing	Faster	17
Inventories	53.1	54.8	-1.7	Growing	Slower	3
Prices	70.7	70.7	0.0	Increasing	Same	107
Backlog of Orders	53.0	53.6	-0.6	Growing	Slower	3
New Export Orders	52.1	50.7	+1.4	Growing	Faster	3
Imports	54.7	55.2	-0.5	Growing	Slower	3
Inventory Sentiment	55.1	54.3	+0.8	Too High	Faster	36
Overall Economy				Growing	Slower	71
Services Sector				Growing	Slower	22

*Number of months moving in current direction. ISM® Services PMI® Report data have been seasonally adjusted for the Business Activity, New Orders, Employment and Prices indexes.

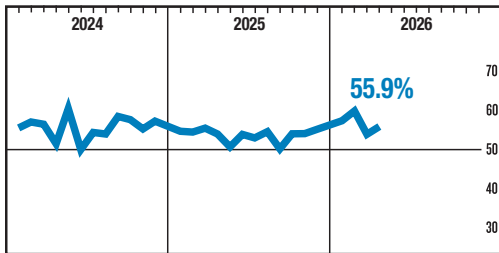
Commodities Reported

Commodities Up in Price: Aluminum (2); Beef (2); Copper (5); Diesel (2); Freight; Fuel (3); Gasoline (3); Labor (9); Lumber (4); Memory Products (4); Nickel Alloys; Plastics; Software — Licensing (3); Software — Maintenance/Support; Steel Products; Transportation (2); and Wire and Cable.

Commodities Down in Price: None.

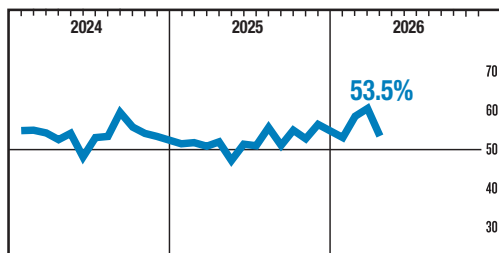
Commodities in Short Supply: Electronic Components (3); Labor — Construction; Memory Components (4); and Oil and Petroleum Products.

Note: To view the full report, visit the ISM® PMI® Reports website at ismrob.org
 *The number of consecutive months the commodity has been listed is indicated after each item.



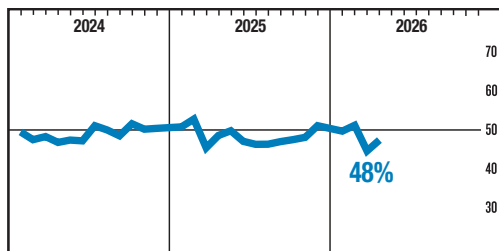
Business Activity

ISM's Business Activity Index registered 55.9 percent. The 14 industries reporting an increase in business activity for the month of April — listed in order — are: Management of Companies & Support Services; Other Services^{††}; Wholesale Trade; Mining; Information; Construction; Utilities; Accommodation & Food Services; Educational Services; Finance & Insurance; Professional, Scientific & Technical Services; Health Care & Social Assistance; Transportation & Warehousing; and Real Estate, Rental & Leasing.



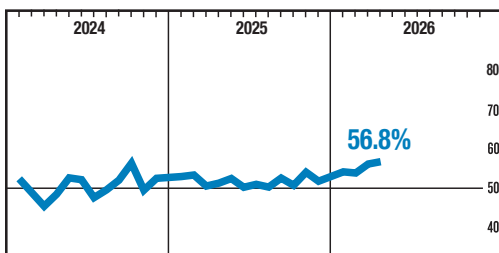
New Orders

ISM's New Orders Index remained in expansion territory at 53.5 percent. The 13 industries reporting an increase in new orders for the month of April — listed in order — are: Other Services^{††}; Mining; Wholesale Trade; Management of Companies & Support Services; Information; Accommodation & Food Services; Construction; Professional, Scientific & Technical Services; Transportation & Warehousing; Utilities; Finance & Insurance; Educational Services; and Public Administration.



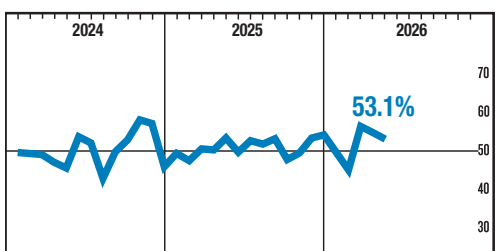
Employment

The Employment Index registered 48 percent. The eight industries reporting an increase in employment in April — listed in order — are: Construction; Other Services^{††}; Wholesale Trade; Transportation & Warehousing; Utilities; Professional, Scientific & Technical Services; Accommodation & Food Services; and Finance & Insurance.



Supplier Deliveries

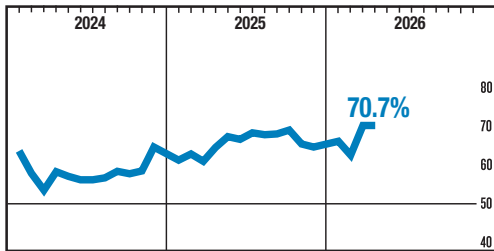
The Supplier Deliveries Index registered 56.8 percent. The 13 industries reporting slower deliveries in April — in the following order — are: Mining; Public Administration; Professional, Scientific & Technical Services; Other Services^{††}; Health Care & Social Assistance; Information; Accommodation & Food Services; Wholesale Trade; Educational Services; Real Estate, Rental & Leasing; Finance & Insurance; Utilities; and Transportation & Warehousing.



Inventories

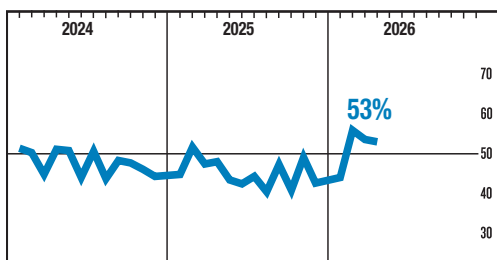
The Inventories Index registered 53.1 percent. The 10 industries reporting an increase in inventories in April — in the following order — are: Accommodation & Food Services; Professional, Scientific & Technical Services; Other Services^{††}; Real Estate, Rental & Leasing; Wholesale Trade; Public Administration; Retail Trade; Educational Services; Utilities; and Transportation & Warehousing.

^{††}Other Services (services such as Equipment & Machinery Repairing; Promoting or Administering Religious Activities; Grantmaking; Advocacy; and Providing Dry-Cleaning & Laundry Services, Personal Care Services, Death Care Services, Pet Care Services, Photofinishing Services, Temporary Parking Services and Dating Services).



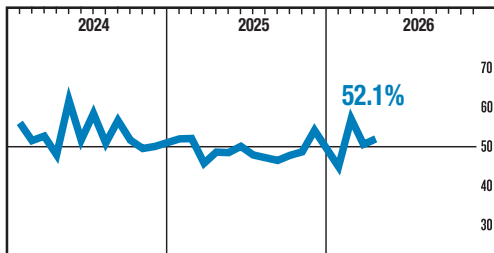
Prices

The Prices Index registered 70.7 percent. All 18 industries reported an increase in prices paid during the month of April, in the following order: Wholesale Trade; Transportation & Warehousing; Construction; Information; Management of Companies & Support Services; Public Administration; Arts, Entertainment & Recreation; Educational Services; Mining; Professional, Scientific & Technical Services; Utilities; Real Estate, Rental & Leasing; Finance & Insurance; Accommodation & Food Services; Agriculture, Forestry, Fishing & Hunting; Other Services[‡]; Retail Trade; and Health Care & Social Assistance.



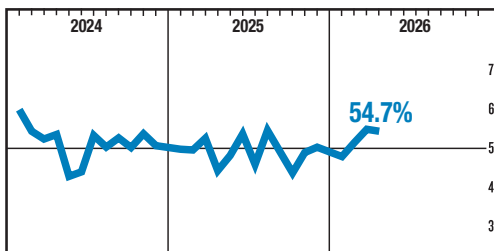
Backlog of Orders

The ISM Services Backlog of Orders Index registered 53 percent. The seven industries reporting an increase in order backlogs in April — listed in order — are: Real Estate, Rental & Leasing; Information; Wholesale Trade; Utilities; Professional, Scientific & Technical Services; Health Care & Social Assistance; and Finance & Insurance.



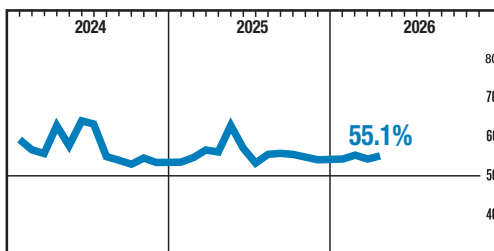
New Export Orders

The New Export Orders Index registered 52.1 percent. The six industries reporting an increase in new export orders in April — in the following order — are: Mining; Utilities; Finance & Insurance; Information; Professional, Scientific & Technical Services; and Wholesale Trade.



Imports

The Imports Index registered 54.7 percent. The seven industries reporting an increase in imports for the month of April, in order, are: Accommodation & Food Services; Agriculture, Forestry, Fishing & Hunting; Wholesale Trade; Professional, Scientific & Technical Services; Health Care & Social Assistance; Information; and Utilities.



Inventory Sentiment

The ISM Services Inventory Sentiment Index registered 55.1 percent. The five industries reporting sentiment that their inventories were too high in April are: Retail Trade; Other Services[‡]; Wholesale Trade; Utilities; and Health Care & Social Assistance.

[‡]Other Services (services such as Equipment & Machinery Repairing; Promoting or Administering Religious Activities; Grantmaking; Advocacy; and Providing Dry-Cleaning & Laundry Services, Personal Care Services, Death Care Services, Pet Care Services, Photofinishing Services, Temporary Parking Services and Dating Services).

About This Report

DO NOT CONFUSE THIS NATIONAL REPORT with the various regional purchasing reports released across the country. The national report's information reflects the entire U.S., while the regional reports contain primarily regional data from their local vicinities. Also, the information in the regional reports is not used in calculating the results of the national report.

The data presented herein is obtained from a survey of manufacturing and services supply executives based on information they have collected within their respective organizations. ISM® makes no representation, other than that stated within this release, regarding the individual company data collection procedures. The data should be compared to all other economic data sources when used in decision-making.

Data and Method of Presentation

The **ISM® Manufacturing PMI® Report** is based on data compiled from purchasing and supply executives nationwide. The composition of the Manufacturing Business Survey Panel is stratified according to the North American Industry Classification System (NAICS) and each of the following NAICS-based industries' contribution to gross domestic product (GDP): Food, Beverage & Tobacco Products; Textile Mills; Apparel, Leather & Allied Products; Wood Products; Paper Products; Printing & Related Support Activities; Petroleum & Coal Products; Chemical Products; Plastics & Rubber Products; Nonmetallic Mineral Products; Primary Metals; Fabricated Metal Products; Machinery; Computer & Electronic Products; Electrical Equipment, Appliances & Components; Transportation Equipment; Furniture & Related Products; and Miscellaneous Manufacturing (products such as medical equipment and supplies, jewelry, sporting goods, toys and office supplies). The data are weighted based on each industry's contribution to GDP. According to U.S. Bureau of Economic Analysis (BEA) estimates (the average of the fourth quarter 2024 GDP estimate and the GDP estimates for first, second, and third quarter 2025, as released on January 22, 2026), the six largest manufacturing industries are: Chemical Products; Transportation Equipment; Food, Beverage & Tobacco Products; Computer & Electronic Products; Machinery; and Petroleum & Coal Products.

The **ISM® Services PMI® Report** (formerly the Non-Manufacturing ISM® *Report On Business*®) is based on data compiled from purchasing and supply executives nationwide. Membership of the Services Business Survey Panel (formerly Non-Manufacturing Business Survey Committee) is diversified by the North American Industry Classification System (NAICS), based on each industry's contribution to gross domestic product (GDP). The Services Business Survey Panel responses are divided into the following NAICS code categories: Agriculture, Forestry, Fishing & Hunting; Mining; Utilities; Construction; Wholesale Trade; Retail Trade; Transportation & Warehousing; Information; Finance & Insurance; Real Estate, Rental & Leasing; Professional, Scientific & Technical Services; Management of Companies & Support Services; Educational Services; Health Care & Social Assistance; Arts, Entertainment & Recreation; Accommodation & Food Services; Public Administration; and Other Services (services such as Equipment & Machinery Repairing; Promoting or Administering Religious Activities; Grantmaking; Advocacy; and Providing Dry-Cleaning & Laundry Services, Personal Care Services, Death Care Services, Pet Care Services, Photofinishing Services, Temporary Parking Services, and Dating Services). The data are weighted based on each industry's contribution to GDP. According to U.S. Bureau of Economic Analysis (BEA) estimates (the average of the fourth quarter 2024 GDP estimate and the GDP estimates for first, second, and third quarter 2025, as released on January 22, 2026), the six largest services sectors are: Real Estate, Rental & Leasing; Public Administration; Professional, Scientific, & Technical Services; Health Care & Social Assistance; Information; and Finance & Insurance.

Survey responses reflect the change, if any, in the current month compared to the previous month. Responses are raw data and are never changed. The diffusion index includes the percent of positive responses plus one-half of those responding the same (considered positive).

The resulting single index number for those meeting the criteria for seasonal adjustments (for Manufacturing: New Orders, Production, Employment, and Inventories) (for Services: Business Activity, New Orders, Employment and Prices) is then seasonally adjusted to allow for the effects of repetitive intra-year variations resulting primarily from normal differences in weather conditions, various institutional arrangements, and differences attributable to non-moveable holidays. The remaining indexes have not indicated significant seasonality. All seasonal adjustment factors are subject annually to relatively minor changes when conditions warrant them.

The Manufacturing PMI® is a composite index based on the diffusion indexes of five of the indexes with equal weights: New Orders (seasonally adjusted), Production (seasonally adjusted), Employment (seasonally adjusted), Supplier Deliveries, and Inventories (seasonally adjusted). The Services PMI® is a composite index based on the diffusion indexes for four of the indicators with equal weights: Business Activity (seasonally adjusted), New Orders (seasonally adjusted), Employment (seasonally adjusted) and Supplier Deliveries.

Diffusion indexes have the properties of leading indicators and are convenient summary measures showing the prevailing direction of change and the scope of change.

A Manufacturing PMI® reading above 50 percent indicates that the manufacturing economy is generally expanding; below 50 percent indicates that it is generally declining. A Manufacturing PMI® above 47.5 percent, over a period of time, indicates that the overall economy, or gross

domestic product (GDP), is generally expanding; below 47.5 percent, it is generally declining. The distance from 50 percent or 47.5 percent is indicative of the extent of the expansion or decline. A Services PMI® reading above 50 percent indicates that the services economy is generally expanding; below 50 percent indicates that it is generally declining. A Services PMI® above 48.1 percent, over time, indicates that the overall economy, or gross domestic product (GDP), is generally expanding; below 48.1 percent, it is generally declining. The distance from 50 percent or 48.1 percent is indicative of the strength of the expansion or decline. With some of the indicators within the ISM® Manufacturing PMI® Report, ISM® has indicated the departure point between expansion and decline of comparable government series, as determined by regression analysis.

The ISM® *PMI® Report* surveys are sent out to Manufacturing and Services Business Survey Panel respondents the first part of each month. Respondents are asked to report on information for the current month for U.S. operations only. ISM® receives survey responses throughout most of any given month, with the majority of respondents generally waiting until late in the month to submit responses to give the most accurate picture of current business activity.

The industries reporting growth, as indicated in the monthly reports, are listed in the order of most growth to least growth. For the industries reporting contraction or decreases, those are listed in the order of the highest level of contraction/decrease to the least level of contraction/decrease.

ISM PMI® Content

The Institute for Supply Management® ("ISM®") *PMI® Reports*, (formerly *Report On Business*®) Manufacturing and Services reports ("ISM PMI®") contain information, text, files, images, video, sounds, musical works, works of authorship, applications, and any other materials or content (collectively, "Content") of ISM ("ISM PMI® Content"). ISM PMI® Content is protected by copyright, trademark, trade secret, and other laws, and as between you and ISM, ISM owns and retains all rights in the ISM PMI® Content. ISM hereby grants you a limited, revocable, non-sublicensable license to access and display on your individual device the ISM PMI® Content (excluding any software code) solely for your personal, non-commercial use. The ISM PMI® Content shall also contain Content of users and other ISM licensors. Except as provided herein or as explicitly allowed in writing by ISM, you shall not copy, download, stream, capture, reproduce, duplicate, archive, upload, modify, translate, publish, broadcast, transmit, retransmit, distribute, perform, display, sell, or otherwise use any ISM PMI® Content.

Except as explicitly and expressly permitted by ISM, you are strictly prohibited from creating works or materials (including but not limited to tables, charts, data streams, time-series variables, fonts, icons, link buttons, wallpaper, desktop themes, online postcards, montages, mashups and similar videos, greeting cards, and unlicensed merchandise) that derive from or are based on the ISM PMI® Content. This prohibition applies regardless of whether the derivative works or materials are sold, bartered or given away. You shall not either directly or through the use of any device, software, internet site, web-based service, or other means remove, alter, bypass, avoid, interfere with or circumvent any copyright, trademark, or other proprietary notices marked on the Content or any digital rights management mechanism, device, or other content protection or access control measure associated with the Content including geo-filtering mechanisms. Without prior written authorization from ISM, you shall not build a business utilizing the Content, whether or not for profit.

You shall not create, recreate, distribute, incorporate in other work or advertise an index of any portion of the Content unless you receive prior written authorization from ISM. Requests for permission to reproduce or distribute ISM PMI® Content can be made by contacting in writing at: ISM Research, Institute for Supply Management, 309 West Elliot Road, Suite 113, Tempe, Arizona 85284-1556, or by emailing kcahill@ismworld.org; Subject: Content Request.

ISM shall not have any liability, duty or obligation for or relating to the ISM PMI® Content or other information contained herein, any errors, inaccuracies, omissions or delays in providing any ISM PMI® Content or for any actions taken in reliance thereon. In no event shall ISM be liable for any special, incidental, or consequential damages arising out of the use of the ISM PMI®, *Report On Business*®, PMI®, Manufacturing PMI®, Services PMI®, and Hospital PMI® are registered trademarks of Institute for Supply Management®. Institute for Supply Management® and ISM® are registered trademarks of Institute for Supply Management, Inc.

About Institute for Supply Management® (ISM®)

Institute for Supply Management® (ISM®) is the first and leading not-for-profit professional supply management organization worldwide. Its community of more than 50,000 in more than 100 countries around the world manage about US\$1 trillion in corporate and government supply chain procurement annually. Founded in 1915 by practitioners, ISM is committed to advancing the strategy and practice of integrated, end-to-end supply chain management through leading edge data-driven resources, community, and education to empower individuals, create organizational value and to drive competitive advantage. ISM's vision is to foster a prosperous, sustainable world. ISM empowers and leads the profession through the ISM® *PMI® Reports* (formerly *Report On Business*®), its highly-regarded certification and training programs, corporate services, events and assessments. The ISM® *PMI® Reports* — Manufacturing and Services — are two of the most reliable economic indicators available, providing guidance to supply management professionals, economists, analysts, and government and business leaders. For more information, please visit: www.ismworld.org.