

News Release

MARKET SENSITIVE INFORMATION
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JPMorgan Global Manufacturing & Services PMI™

Produced by JPMorgan and Markit in association with ISM and IFPSM

Global economic growth gains momentum in May

Growth of global economic output accelerated in May, regaining the momentum lost in the previous month. At 53.1, up from 51.9 in April, the **Global All-Industry Output Index** – produced by JPMorgan and Markit in association with ISM and IFPSM – posted above the neutral 50.0 mark for the forty-sixth successive month.

Output rose in both the manufacturing and service sectors during May, with the sharper rate of expansion signalled at service providers. Service sector business activity has now risen in each month since August 2009, with the latest rate of growth broadly in line with the average for that period. Manufacturing production, meanwhile, increased for the seventh straight month.

National PMI data painted brighter pictures for the US, Japan, the UK and India. Rates of expansion accelerated in all of these nations, hitting a series-record in Japan and 14-month peak in the UK. Although growth picked up in the US and India, rates of expansion are nonetheless below those registered around the turn of the year.

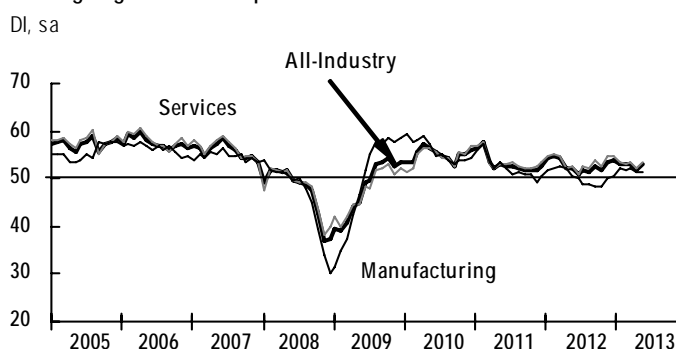
Growth slowdown worries were raised about China, however, as Chinese all-industry output rose at the weakest pace since last October. The eurozone economy also remained in its protracted downturn, despite seeing rates of output contraction ease at manufacturers and service providers.

The level of global all-industry new business rose at the quickest pace in three months in May, with faster growth signalled in both the manufacturing and service sectors. Improving inflows of new business led to further job creation, with payroll numbers rising marginally at manufacturers and service providers.

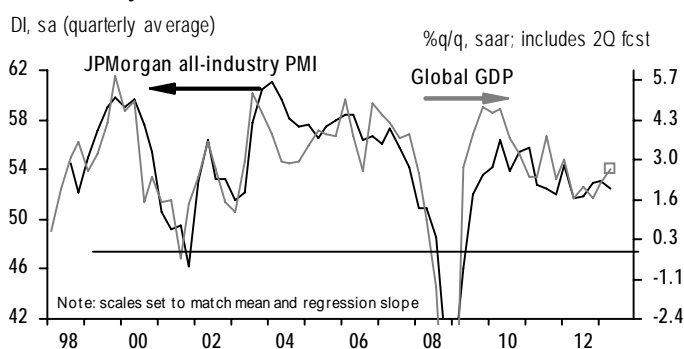
All-industry employment increased at accelerated rates in Japan, the UK and Russia. Jobs growth was only marginal in the US, India and Brazil. For the US this represented a marked slowdown compared to earlier in 2013. Staffing levels were cut in China and the euro area – with steep reductions seen in France, Italy and Spain.

Cost inflation eased to an 11-month low in May. Service sector costs rose at a slower pace, while manufacturing input prices were unchanged over the month.

JPMorgan global PMI output



Global activity indicators



Global Manufacturing & Services PMI™ Summary

50 = no change on previous month.

	Apr	May	+/-	Change Summary
Output	51.9	53.1	+	Expanding, faster rate
New Orders	51.6	52.9	+	Expanding, faster rate
Input Prices	52.1	51.7	-	Rising, slower rate
Employment	50.4	50.4	=	Rising, unchanged rate

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Notes to editors

The Global Report on Manufacturing & Services is compiled by Markit based on the results of surveys covering over 16,000 purchasing executives in 32 countries. Together these countries account for an estimated 85% of global gross domestic product (GDP)*. Questions are asked about real events and are not opinion based. Data are presented in the form of diffusion indices, where an index reading above 50.0 indicates an increase in the variable since the previous month and below 50.0 a decrease.

Data sources

* Source: World Bank WDI (2010 data, constant US\$ measure)

Country	% share of global GDP*	Producer	In association with	Web
United States	28.1	ISM	–	www.ism.ws
United States	28.1	Markit	–	www.markit.com (manufacturing data post Jan 2010)
Japan	12.1	Markit	JMMA	www.jmma.gr.jp
China	7.9	Markit	HSBC	www.hsbc.com
Germany	5.0	Markit	BME	www.bme.de
United Kingdom	4.1	Markit	CIPS	www.cips.org
France	3.6	Markit	–	www.markit.com
Italy	2.7	Markit	ADACI	www.adaci.it
India	2.3	Markit	HSBC	www.hsbc.com
Brazil	2.2	Markit	HSBC	www.hsbc.com
Canada	2.1	Markit	Royal Bank of Canada/PMAC	www.rbc.com, www.pmac.ca
South Korea	1.9	Markit	HSBC	www.hsbc.com
Spain	1.7	Markit	AERCE	www.aerce.org
Mexico	1.7	Markit	HSBC	www.hsbc.com
Australia	1.3	AiGroup	–	www.aigroup.asn.au
Netherlands	1.1	Markit	NEVI	www.nevi.nl
Russia	1.0	Markit	HSBC	www.hsbc.com
Turkey	0.9	Markit	HSBC	www.hsbc.com
Taiwan	0.7	Markit	HSBC	www.hsbc.com
Indonesia	0.7	Markit	HSBC	www.hsbc.com
Switzerland	0.7	procure.ch	Credit Suisse	www.procure.ch, www.credit-suisse.ch
Hong Kong	0.6	Markit	HSBC	www.hsbc.com
Poland	0.6	Markit	HSBC	www.hsbc.com
Austria	0.5	Markit	Bank Austria/OPWZ	www.bankaustria.at, http://einkauf.opwz.com
South Africa	0.5	BER	CIPS/Kagiso	www.ber.sun.ac.za, www.cips.org, www.kagiso.com
Denmark	0.4	DILF	Kairoscommodities	www.dilf.dk, www.kairoscommodities.com
Israel	0.4	IPLMA	Bank Hapoalim Ltd	www.iplma.org.il, http://www.bankhapoalim.co.il
Singapore	0.4	SIPMM	–	www.sipmm.org.sg
Greece	0.4	Markit	HPI	www.hpi.org
Ireland	0.3	Markit	Investec	www.investec.co.uk
Czech Republic	0.2	Markit	HSBC	www.hsbc.com
New Zealand	0.2	Business NZ	Bank of New Zealand	www.businessnz.org.nz, www.bnz.co.nz
Vietnam	0.2	Markit	HSBC	www.hsbc.com
Hungary	0.1	HALPIM	Hungarian National Bank	www.logisztika.hu

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