June 2025 Taiwan Non-Manufacturing Index

NMI at 54.3%

Business Activity Index at 57.1%
New Orders Index at 51.8%
Employment Index at 54.3%

NON-MANUFACTURING AT A GLANCE
June 2025

| Unit : %							Industries						
Index	Series Index June	Series Index May	Percentage Point Change	Direction	Rate of Change	Trend (Months)	Acc & Food	Con & RE	Ed/ Pro/ ST	Fin & Ins	Inf/ Com/ BC	Ret	Trans & Stor	WS
Taiwan NMI	54.3	51.9	+2.4	Growing	Faster	4	46.6	60.8	55.4	54.9	51.6	49.3	54.6	52.7
Business Activity	57.1	50.6	+6.5	Growing	Faster	2	50.0	65.5	57.7	63.4	56.3	47.7	51.9	56.1
New Orders	51.8	51.0	+0.8	Growing	Faster	2	45.5	51.7	55.1	53.7	50.0	35.7	55.6	55.6
Employment	54.3	51.2	+3.1	Growing	Faster	28	45.5	60.3	55.1	52.4	50.0	59.1	61.1	50.0
Supplier Deliveries	54.3	54.6	-0.3	Slowing	Slower	25	45.5	65.5	53.8	50.0	50.0	54.5	50.0	49.0
Inventories	54.4	52.0	+2.4	Growing	Faster	3	50.0	60.3	48.7	53.7	56.3	59.1	51.9	52.0
Prices	60.8	60.4	+0.4	Increasing	Faster	114	63.6	58.6	62.8	50.0	56.3	63.6	68.5	61.2
Backlog of Orders	46.3	45.2	+1.1	Contracting	Slower	3	45.5	43.1	50.0	42.7	52.1	45.5	50.0	49.0
New Export Orders	55.5	58.5	-3.0	Growing	Slower	4	16.7	75.0	53.3	50.0	41.7	75.0	42.9	46.1
Imports	51.6	53.8	-2.2	Growing	Slower	4	50.0	50.0	53.1	43.8	46.7	40.0	60.0	52.8
Service Charge	53.1	54.8	-1.7	Increasing	Slower	61	54.5	51.8	57.1	52.4	52.1	52.3	51.9	51.0
Inventory Sentiment	52.5	50.9	+1.6	Too High	Faster	9	50.0	51.7	44.9	48.8	47.9	65.9	48.1	59.2
Future Outlooks	40.3	40.0	+0.3	Contracting	Slower	4	50.0	34.5	50.0	42.7	43.8	34.1	44.4	37.8

Chart 1: Time Series of Taiwan NMI
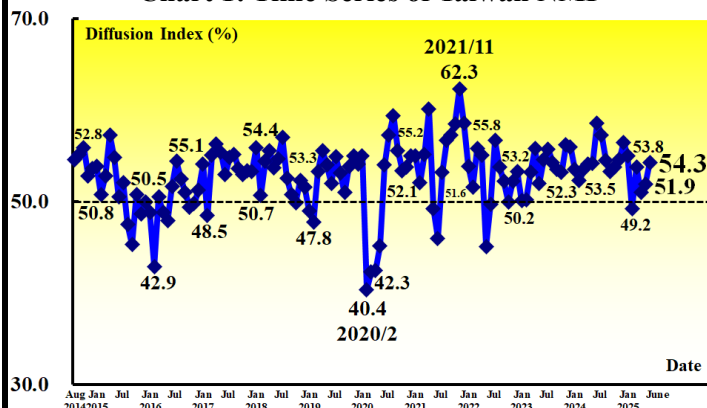
Chart 2: Performance by Industry
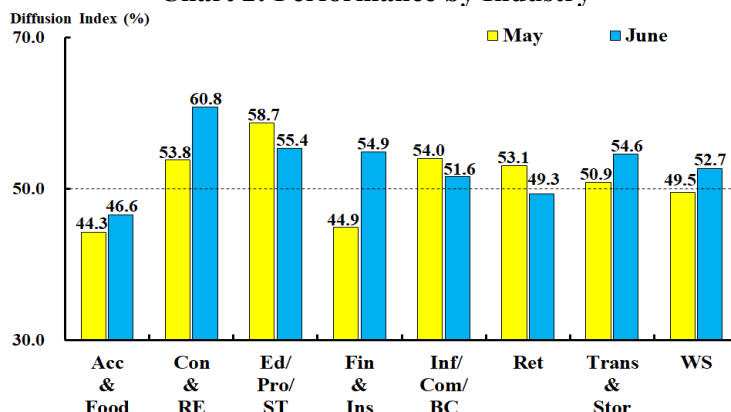
Summary

➢ The non-manufacturing sector expanded for four consecutive months, as the seasonally unadjusted Taiwan NMI went up 2.4 percentage points to 54.3 percent in June 2025.

➢ Non-manufacturers' business activity and new orders remained in growth for the second consecutive month. The Business Activity and New Orders Index went up 6.5 and 0.8 percentage points to 57.1 and 51.8 percent, respectively.

➢ The Inventories Index remained in growing for the third consecutive month, increasing 2.4 percentage points to 54.4 percent, indicating the fastest growth rate since February 2023.

➢ Non-manufacturers continued to experience upward pressures on their purchasing costs for 114 consecutive months as the Prices Index inched up 0.4 percentage point to 60.8 percent in June.

➢ The Backlog of Orders Index increased 1.1 percentage points to 46.3 percent, indicating that non-manufacturers' backlogs contracted for three consecutive months.

➢ Non-manufacturers continued to charge higher service prices for sixty-one consecutive months, as the index decreased 1.7 percentage points to 53.1 percent.

➢ Non-manufacturing respondents believe their inventories are still high for the ninth consecutive month as the Inventories Sentiment Index further increased 1.6 percentage points to 52.5 percent and registered its highest reading since February 2024.

➢ The Future Outlooks Index contracted for four months and slightly increased 0.3 percentage point to 40.3 percent.

➢ Six of the eight non-manufacturing industries categories reported growing in the following order: Con & RE (60.8%), Ed/Pro/ST (55.4%), Fin & Ins (54.9%), Trans & Stor (54.6%), WS (52.7%) and Inf/Com/BC (51.6%). While Acc & Food (46.6%) and Ret (49.3%) reported contraction in June.

About this Report

This report is jointly issued by the National Development Council (NDC) – a cabinet-level ministry, the Chung-Hua Institution for Economic Research (CIER), and the Supply Management Institute, Taiwan (SMIT). CIER makes no representation, other than that stated within this release, regarding the individual company data collection procedures.

Data and Method of Presentation

The Survey is based on data compiled from monthly replies to questionnaires sent to non-manufacturing executives in about 300 representative non-manufacturing companies. The panel has been carefully selected to accurately replicate the actual structure of the non-manufacturing economy, based on each industry's contribution to gross domestic product (GDP). The diffusion index includes the percent of positive responses plus one-half of those responding the same (considered positive). The NMI (Non-Manufacturing Index) is a composite index based on the diffusion indexes for four of the indicators with equal weights: Business Activity, New Orders, Employment 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. An index reading above 50 percent indicates that the non-manufacturing economy in that index is generally expanding; below 50 percent indicates that it is generally declining. Supplier Deliveries is an exception. A Supplier Deliveries Index above 50 percent indicates slower deliveries and below 50 percent indicates faster deliveries. Survey responses reflect the change, if any, in the current month compared to the previous month. For each of the indicators measured, this report shows the percentage reporting each response, and the diffusion index. Responses represent raw data and are never changed.

We re-categorize the non-manufacturing subsectors listed in the Standard Industrial Classification System of the Republic of China (Rev.9, 2011) into nine broad categories. **The Accommodation & Food Service industry (Acc & Food)** which includes Accommodation and Food and Beverage Service Activities**; The Construction and Real Estate industry (Con & RE)**which comprises Construction of Buildings, Civil Engineering, Specialized Construction Activities, Real Estate Development Activities, Real Estate Operation Activities and Related Activities; **The Education, Professional, Scientific &Technical Activities (Ed/Pro/ST)** which includes Education, Legal and Accounting Activities, Activities of Head Offices and Management Consultancy Activities, Architecture and Engineering Activities, Technical Testing and Analysis, Scientific Research and Development, Advertising and Market Research, Specialized Design Activities and Veterinary Activities and Other Professional, Scientific and Technical Activities; **The Financial & Insurance Industry (Fin & Ins)** which comprises Financial Intermediation, Insurance, Securities, Futures and Other Financing; **The Information, Communication and Broadcasting industry (Inf/Com/BC)** which comprises Publishing Activities, Motion Picture, Video and Television Programme Production, Sound Recording and Music Publishing Activities, Programming and Broadcasting Activities, Telecommunications, Computer Systems Design Services and Information Service Activities; **The Transportation and Storage (Trans & Stor)** which includes Land Transportation, Water Transportation, Air Transport, Support Activities for Transportation, Warehousing and Storage and Postal and Courier Activities; **Other Industries (Others):** Electricity and Gas Supply, Water Supply and Remediation Activities, Human Health and Social Work Activities and Support Service Activities; **The Wholesale Trade industry (WS)** and **The Retail Trade industry (Ret).**These industries together account for an estimated 82% of Taiwan non-manufacturing sector output. CIER provides industrial diffusion indexes for each industrial category except Other Industries category.

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