Current CONFINDEX reading is 108 representing a 7% increase since the last reading in March 2010. This is the second reading above 100 and shows a firming a utious conviction of optimism about the industry now and for the near future.

- Noteworthy in this second quarter 2010 reading:
  - Over all CONFINDEX number is up 7% from March 2010 and has improved 37% from the low of 79 in December 2008.
  - Three of 4 sub indices that flow into the CONFINDEX number are over the 100 threshold with the fourth number representing its best reading since December 2008.
  - Availability of bonding credit held steady in June 2010 with a reading of a slightly optimistic 102 versus a 105 reading in March 2010.
  - The year ahead Confidence Sub Index jumped 13% from 114 to 129.

* Any index >100 reflects more positive responses than negatives, while any index<100 reflects more negative responses.

For more information, contact Mike Verbanic
mverbanic@cfma.org
or
609.452.8000
A SIMPLE EXPLANATION OF CONFINDEX™

- The Overall Confindex Number
  Is a form of a Composite Index
  - Within Overall Index we have 4 Sub Indices
    1) Business Conditions
    2) Financial Conditions
    3) Current Conditions
    4) 2010 Outlook – look ahead to June 2011

- Measurements taken using 8 questions
  - Current Business Conditions
  - Future (1 year) Business Conditions
  - Current Bank Credit Availability
  - Future (1 year) Bank Credit Availability
  - Future (1 year) Bonding Credit Availability
  - Line of Credit Status
  - Current Backlog
  - Future (1 year) Backlog

- We calculate indices by taking “the net” of positive responses minus negative responses and adding 100. (Neutral and No Answers are excluded)

- Any index greater than 100 reflects more positives than negatives
  Any index less than 100 reflects more negatives than positives.