economic & construction MARKET REVIEW

Barbour ABI · Building · bd

JULY 2016

Economic Context
Major announcements and developments in the UK economy this month.

SKIP TO THIS SECTION

The Construction Sector
The main economic headlines in the construction industry this month.

SKIP TO THIS SECTION

Sectors in Detail
A closer look at changes in the major sectors within the industry this month.

SKIP TO THIS SECTION

FULL VERSION – AVAILABLE TO BARBOUR ABI CUSTOMERS, BUILDING & BD SUBSCRIBERS ONLY

economic & construction MARKET REVIEW

JULY 2016

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ

T: 0151 353 3500

E: info@barbour-abi.com

@BarbourABI

ABOUT US

SPECIALIST PROVIDER OF CONSTRUCTION INTELLIGENCE

Michael Dall

Michael is Barbour ABI's Lead Economist specialising in construction and the built environment. He leads on Barbour ABI's research and outputs on the construction sector assessing the trends and developments which impact upon it. Michael is also a regular contributor to Building magazine, sits on the current CPA Forecasting Panel as well as being frequently noted in construction trade and the national press.

To contact Michael either:

T: 020 7560 4141

E: michael.dall@ubm.com

@MichaelGDall

DOWNLOAD METHODOLOGY CLICK HERE

Bespoke Research and Intelligence

Our Economist Michael Dall offers bespoke research and tailored analysis as well as providing consultations and speaking at industry events. Economist Michael Dall, works with customers to offer bespoke research and tailored analysis specific for your individual business. He currently provides consultations, detailed research as well as attend speaking events, speaking on topics related to your individual business needs.

Market Insight

Designed as the next level of analysis to our monthly Economic & Construction Market Review, this fully interactive quarterly tool allows you to compare sector and regional construction data easily and effectively. This tool gives you deeper analysis and intelligence on the construction market, allowing you and your company to forecast trends and aid in your business planning.

To learn more about Market Insight and to download your copy, click on the button below. Additionally, to register your interest in our bespoke construction intelligence and tailored analysis please register your interest by selecting the tick box in the enquiry form.

DOWNLOAD MARKET INSIGHT CLICK HERE

Barbour ABI

Barbour ABI is a leading provider of construction intelligence services. With a team of in-house research specialists and a dedicated lead economist, it provides commercially relevant insight and unique analysis of trends and developments within the building and construction industry. Barbour ABI is the chosen provider of industry data and indicators for Government bodies including the Office for National Statistics and the UK Government's Construction and Infrastructure Pipeline, which outlines future construction and infrastructure projects where public funding is agreed. Barbour ABI also provides data for independent organisations, such as the Construction Products Association.

Barbour ABI is part of global events-led marketing services and communications company, UBM.

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ

T: 0151 353 3500

E: info@barbour-abi.com

W: www.barbour-abi.com

@BarbourABI

Provider of the Government's Construction and Infrastructure Pipeline

HM Government

Chosen provider of Construction New Orders estimates to the ONS and communal dwellings data

Office for National Statistics

cpa construction products association

economic & construction MARKET REVIEW

JULY 2016

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ

T: 0151 353 3500

E: info@barbour-abi.com

@BarbourABI

ECONOMIC CONTEXT

BREXIT VOTE LEADS TO NEGATIVE SIGNALS FOR ECONOMIC GROWTH

The economic fallout in the wake of the UK Brexit vote has caused a series of shocks through the economy however the data that shows the impact will take some time to filter through into the official statistics.

However the latest PMI surveys from Markit indicate that the economy "stalled" in June. The weighted average of the surveys was 51.8, the lowest level since March 2013 (see Fig. 1.1).

At a sector level it was the construction sector that was hit hardest after the referendum result according to Markit, with activity declining at the fastest rate since 2009. The dominant service sector saw expansion but was at the lowest level since February 2013, adding to the more negative sentiment on the economy overall (see Fig. 1.2).

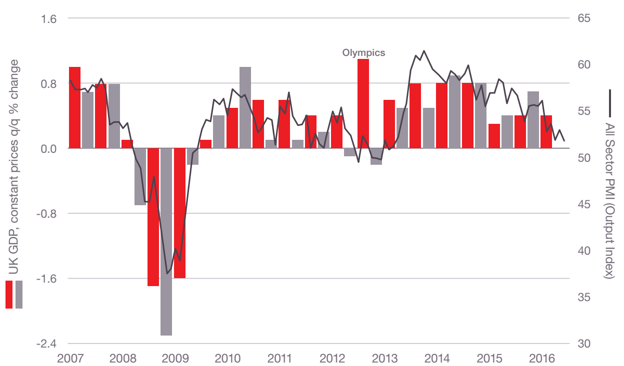


Fig. 1.1 **UK GDP & PMI** Source: ONS/Markit/CIPS

Economic forecasters downgraded the outlook for the UK with the lowest prediction for 2016 at 1% (see Fig. 1.3). Some forecasters have also predicted that the economy will shrink next year, vastly different from their pre-referendum predictions.

Other news this month on the UK economy includes:

- **A survey by the Institute of Directors found that more than a third of its members were going to cut investment in light of the EU referendum result**
- **A number of UK property funds have prevented investors from withdrawing funds as fears grow of a declining commercial property market**
- **According to RICS, new buyer inquiries declined significantly across the UK in June with 36% more reporting a fall in inquiries than a rise**
- **The Monetary Policy Committee surprised the City by keeping interest rates at the current level.**

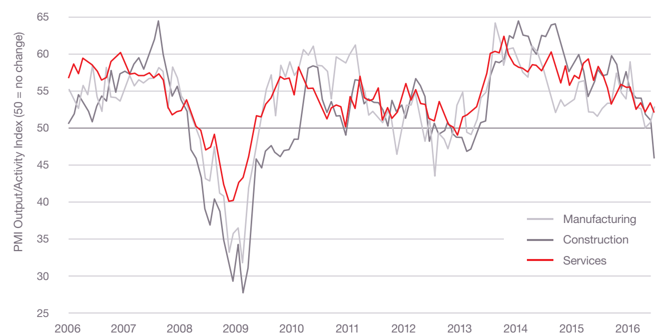


Fig. 1.2 **UK PMI Output/Activity Index** Source: Markit/CIPS

	2016	2017
Berenberg	1.5 (-0.4)	1.3 (-0.8)
BMI Research	1.4 (-0.4)	0.2 (-2.0)
BMO Capital	1.5 (-0.4)	0.5 (-1.5)
BNP Paribas	1.4 (-0.3)	0.7 (-1.3)
Cebr	1.2 (-0.7)	0.5 (-1.2)
Citigroup Global	1.3 (-0.4)	0.9 (-1.2)
Commerzbank	1.2 (-0.7)	0.5 (-1.7)
Credit Agricole	1.0 (-0.9)	0.2 (-1.8)
Credit Suisse	1.0 (-0.9)	-1.0 (-3.0)
DekaBank	1.1 (-0.7)	1.0 (-1.2)
Deutsche Bank	1.7 (0.0)	0.9 (-1.2)
DZ Bank	1.2 (-0.6)	-0.1 (-2.2)
EIU	1.5 (-0.1)	-1.0 (-2.8)
Frontier Strategy	1.6 (-0.4)	-0.5 (-2.7)
Goldman Sachs	1.5 (-0.5)	0.2 (-1.8)
ING	1.6 (-0.2)	0.1 (-2.4)
JPMorgan	1.6 (-0.2)	1.1 (-0.9)
Julius Baer	1.4 (-0.3)	0.7 (-1.0)
KBC	1.0 (-0.8)	-1.5 (-3.4)
Nomura	1.4 (-0.5)	-1.3 (-3.5)
Nordea	1.3 (-0.6)	0.4 (-1.6)
Oxford Economics	1.8 (-0.2)	1.1 (-1.2)
Raiffeisen Research	1.7 (-0.3)	1.0 (-0.8)
RBS	1.6 (-0.4)	0.8 (-1.3)
Schroders	1.6 (-0.3)	0.8 (-0.8)
Scotiabank	1.3 (-0.6)	0.0 (-1.9)
Société Générale	1.6 (-0.2)	0.9 (-0.7)
Standard Chartered	1.2 (-0.7)	0.5 (-1.0)
UBS	1.3 (-0.7)	0.5 (-1.8)

Fig. 1.3 **GDP Forecasts** Source: CPA, Various

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com
Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ
T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

CONSTRUCTION CONTRACT ACTIVITY RISES SLIGHTLY IN JUNE

However, the latest figures from the ONS show that the construction sector in the UK declined by 2.1% between April and May 2016.

Comparing output levels with May last year showed a decrease of 1.9%. It shows that May was a poorer month for the industry and it has shrank since this time last year meaning its longer term performance is not as strong.

One of the main reasons for the decline in May was the fall in the level of private housing output. New Private Housing decreased by 3.5% between April and May 2016 but was 5.8% higher than the corresponding month in 2015. Output in the Private Commercial sector was also down by 2.1% between April and May, but was 0.8% higher than May 2015. Infrastructure increased by 0.6% but is 10.3% lower than May 2015 (see Fig. 2.1). This highlights that the growth patterns within the industry are still reliant on housing and the monthly fall will be a cause for concern.

	% change	
	May 2015 – May 2016	April 2016 – May 2016
Total All Work	**-1.9**	**-2.1**
All New Work	**-2.7**	**-2.6**
Public Housing	-18.9	-0.8
Private Housing	3.7	-3.5
Infrastructure	-10.3	0.6
Public (ex Infrastructure)	-0.5	-4.3
Private Industrial	-12.4	-9.6
Private Commercial	0.8	-2.1
Repair & Maintenance	**-0.4**	**-1.4**
Public Housing	-5.9	-2.8
Private Housing	0.9	-0.8
Non-Housing	0.5	-1.3

Fig. 2.1 **Construction Activity by Sector** *(chained volume measure)* Source: ONS

The CPA/Barbour ABI Index which measures the level of contracts awarded using January 2010 as its base month recorded a reading of 157 for June (see Fig. 2.2). This is an increase from the previous month and continues to support the view that overall activity in the industry remains strong. The readings for Private Housing were up significantly in the month, but Commercial Offices fell slightly from 100 to 97. Commercial Retail fell slightly in June but this still indicates that the pipeline of work in the private sector remains strong.

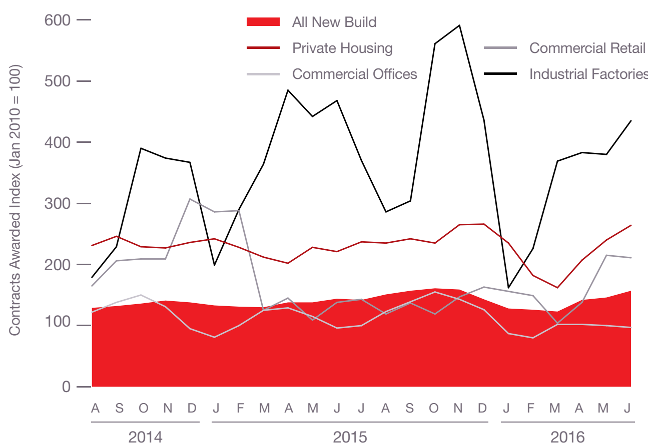


Fig. 2.2 **Contracts Awarded** Source: CPA/Barbour ABI

Construction Sector

According to Barbour ABI data on all contract activity, June witnessed an increase in construction levels with the value of new contracts awarded £6.2 billion, based on a three month rolling average (see Fig. 2.4). This is a 2.4% increase from May but is the same as the value recorded in June 2015. The number of construction projects within the UK in June increased by 11% on May, and were 4.6% higher than June 2015.

> One of the main reasons for the decline in May was the fall in the level of private housing output

Projects by Region

The majority of the contracts awarded in June by value were in London, accounting for 24% of the UK total. This is followed by Scotland with 14% of contract award value (see Fig. 2.3). The main reason for London's figures this month was the award to develop the Bechtel House Hammersmith valued at £275 million. This is an office led mixed use development which has been awarded to Lend Lease Construction due to start in January 2017. Another major office project was also awarded in June, the first phase of the

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

ABI About Us
Economic Context
The Construction Sector
Residential
Infrastructure
Commercial & Retail
Hotel, Leisure & Sport
Industrial
Medical & Health
Education

Barbour ABI
www.barbour-abi.com
Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ
T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

Royal Albert Dock, which was valued at £100 million and awarded to Brookfield Multiplex. The largest project awarded by value in Scotland was the Middle Muir wind farm in Lanarkshire, valued at £75.2 million.

Types of Project

Residential had the highest proportion of contracts awarded by value in June with 31% of the total (see Fig. 2.5). The North West Lands projects at Wembley Stadium was the largest project awarded in June. This is set to provide 361 residential units at a value of £80 million and contributes to the sectors performance. The infrastructure sector accounted for 20% of the contract value awarded. The largest project awarded in June was the Ferrybridge Multifuel power station in West Yorkshire which was valued at £258 million.

> "The majority of the contracts awarded in June by value were in London, accounting for 24%

> "The North West Lands projects at Wembley Stadium was the largest project awarded in June

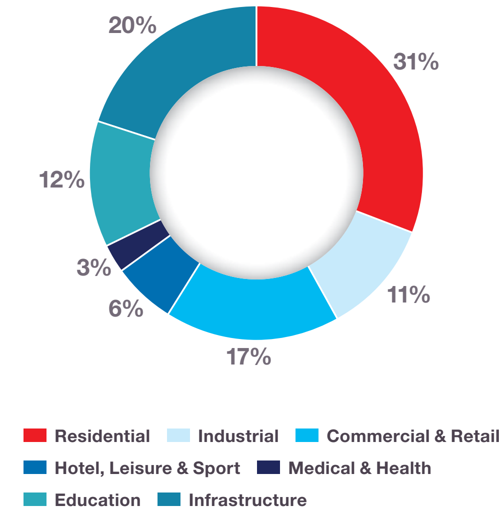


Fig. 2.5 **Type of Projects** Source: Barbour ABI

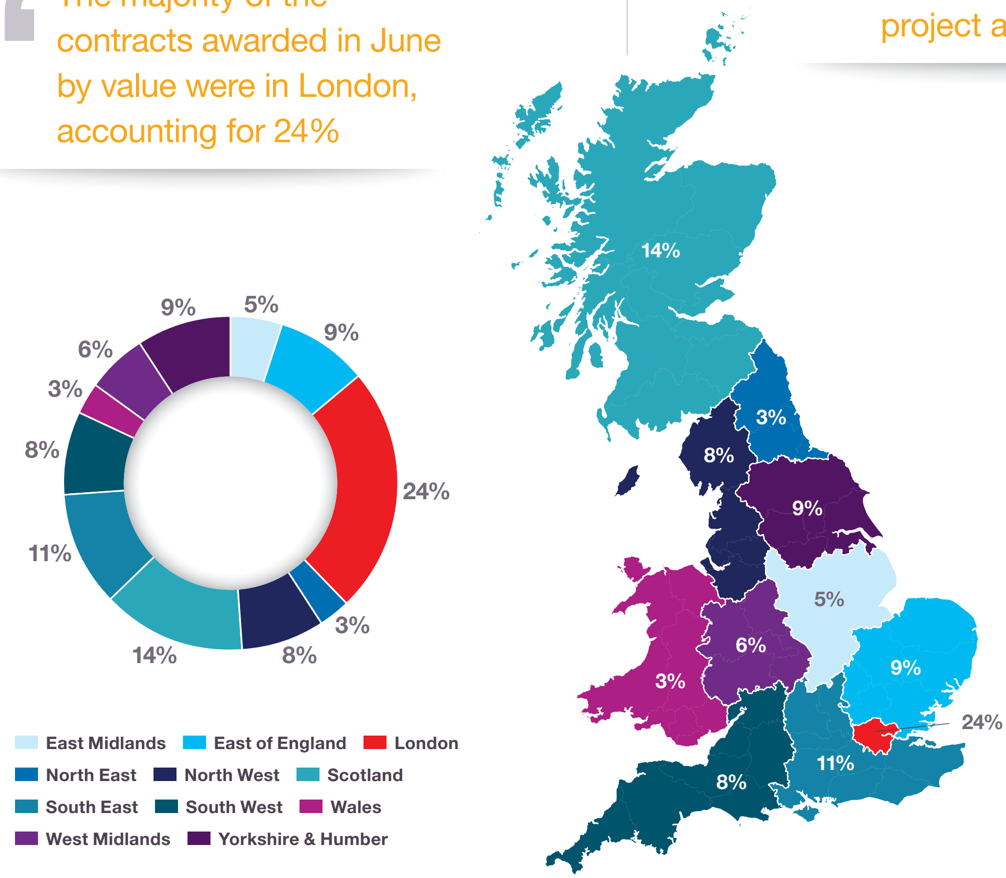


Fig. 2.3 **Locations of Contracts Awarded** Source: Barbour ABI

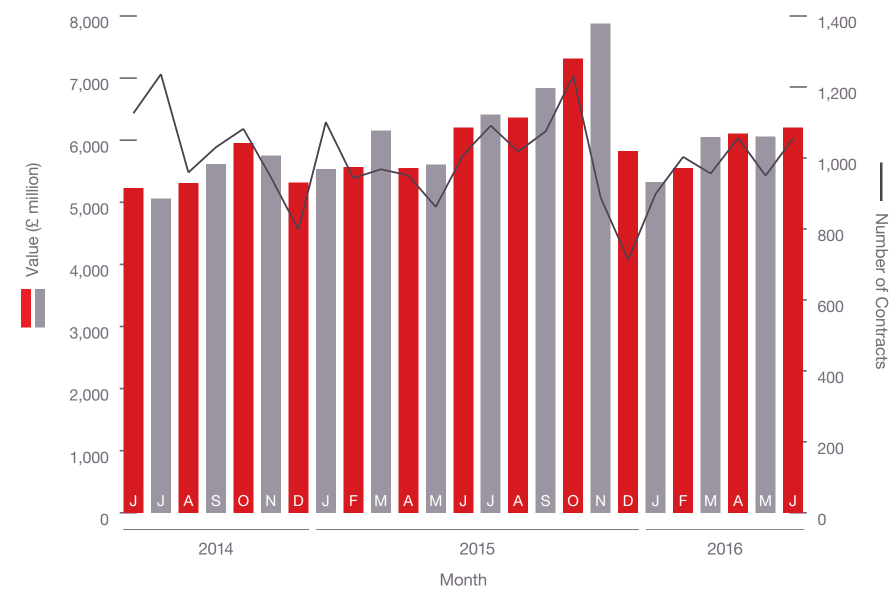


Fig. 2.4 **Construction Activity Trends** Source: Barbour ABI

economic & construction MARKET REVIEW

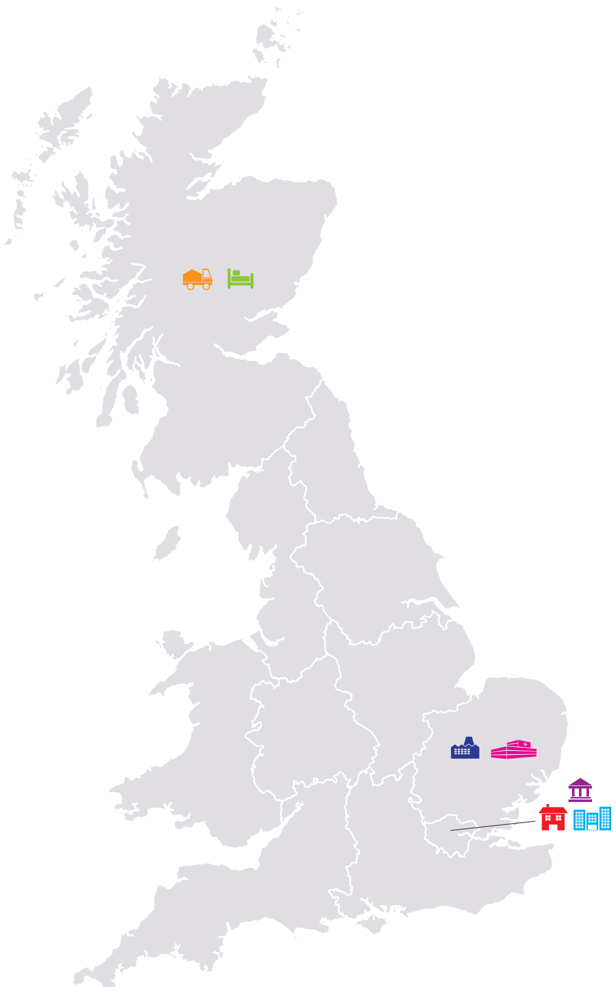
JULY 2016

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com
Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ
T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

A snippet of this month's regional activity

Take a look at what regions have had the most activity.



- Residential
- Infrastructure
- Commercial & Retail
- Hotel, Leisure & Sport
- Industrial
- Medical & Health
- Education

PROJECTS IN FOCUS THIS MONTH

Take a look at these construction projects in focus this month.
Click on one of the projects below to skip to that page.

RESIDENTIAL
North West Lands, Wembley – Plot NW07 & NW08, Wembley
£80,000,000

INFRASTRUCTURE
Ferrybridge Multifuel 2 (FM2) 90MW Power Station
£258,000,000

COMMERCIAL & RETAIL
Bechtel House Redevelopment
£275,000,000

HOTEL, LEISURE & SPORT
Buxton Crescent Hotel and Thermal Spa Phase 2
£35,000,000

INDUSTRIAL
Alwalton Hill, Peterborough – Plot 111 Warehouse
£85,000,000

MEDICAL & HEALTH
Stirling Care Village – Scottish East Central
£30,000,000

EDUCATION
Aberdeen South of the City High School
£47,000,000

economic & construction MARKET REVIEW

JULY 2016

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ
T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

RESIDENTIAL

RESIDENTIAL UNITS INCREASE IN JUNE

A number of large housing projects contributed to a monthly increase in residential units and values increased in June.

The residential sector performed strongly in June with the total value of projects awarded valued at £1.8 billion based on a three month rolling average (see Fig. 3.1). This is a 2.3% increase compared to May and is 21.9% higher than June 2015. The number of units associated with residential contracts awarded increased by 15% between May and June based on a three month rolling average, and are 25.6% higher than June 2015. This increase in units shows that the residential sector is holding up strongly despite the economic uncertainty relating to Brexit.

Sector Performance

The latest house price indices for June from Nationwide showed that average house prices are rising at 5.1% annually, a decrease from 4.7% in May. This is little change and it is expected that the relative strength of the labour market should continue to underpin these levels of increases. The Halifax reported annual house price rises at 8.4% in June, down from 9.2% in May. It is too early to assess the impact of the referendum decision in these figures however it has been reported that Barratt Homes are considering slowing construction activity in the future.

Projects by region

London is the main location of activity in the residential sector this month, accounting for 23.6% of the value of contracts awarded, a decrease 14.5% from the same month last year. The North West had the next highest proportion of contract award value in June with

> "The sector is holding up strongly despite the economic uncertainty

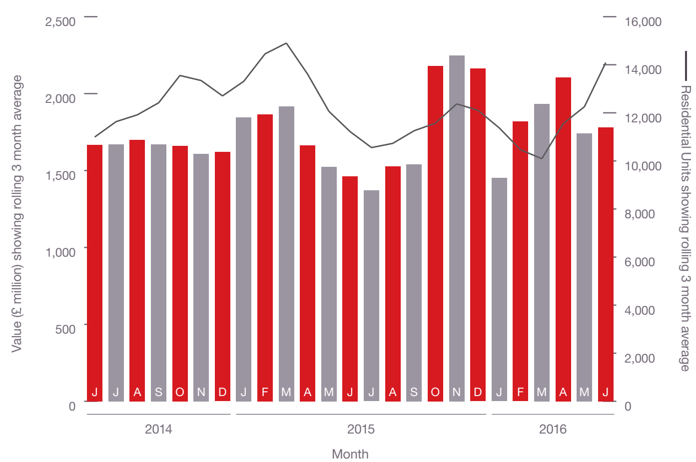


FIG. 3.1

Residential: **Project Value showing 3 month moving average** Source: Barbour ABI

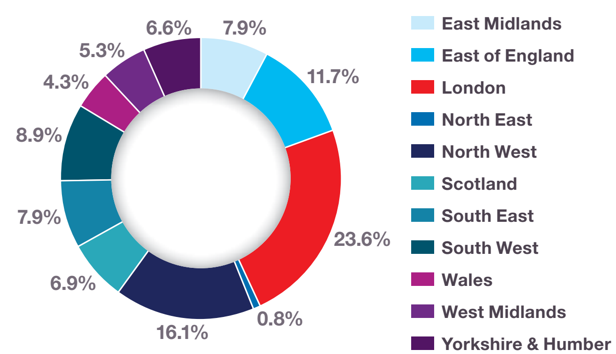


FIG. 3.2

Residential: **Value of Contracts by Region** Source: Barbour ABI

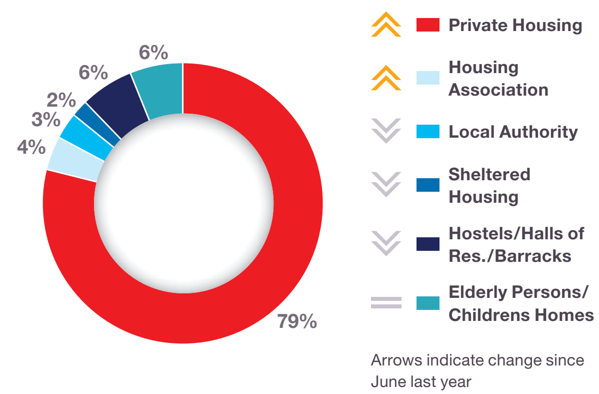


FIG. 3.3

Residential: **Type of Projects Awarded** Source: Barbour ABI

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ

T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

The map and figures show how the activity has changed since June 2015		+2.2%	Scotland
+5.1%	East Midlands *HOTTEST REGION*	-1.2%	South East
+0.9%	East of England	+1.4%	South West
-14.5%	London	+2.9%	Wales
-3.4%	North East	+0.1%	West Midlands
+5.1%	North West *HOTTEST REGION*	+1.5%	Yorkshire & Humber

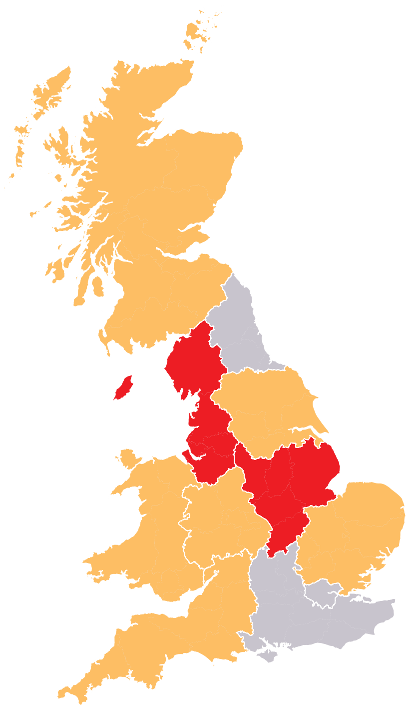


FIG. 3.4

Residential: **Change of Activity by Region** *(since last year)* Source: Barbour ABI

16.1% of total value awarded, an increase of 5.1% from June 2015 (see Fig. 3.2 & 3.4). The North West Lands at Wembley Park was the largest contract in London awarded in June. In the North West the largest was the Wolstenhome Square development in Liverpool which is set to provide 447 apartments at a value of £40 million.

Type of Projects

The type of projects awarded in the residential sector was dominated by private housing this month. Private housing accounted for 79% of the value of contracts awarded this month, a 9% increase from the corresponding month last year. After private housing, the next largest project type were elderly/children's homes which accounted for 6% of the value awarded, no change from the corresponding month last year (see Fig. 3.3).

PROJECT IN FOCUS

North West Lands, Wembley – Plot NW07 & NW08, Wembley £80,000,000

County	Middlesex
Primary Category Sector	Residential
Government Region	London
Start Date	June 2016
End Date	December 2018
Contract Award Date	June 2016
Funding	Private
Stage	Reserved Matters Granted
Contractor	Wates Construction Limited Head Office

economic & construction MARKET REVIEW

JULY 2016

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ

T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

TOP TEN

Key Clients

Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Persimmon Homes Limited	Persimmon House, Fulford, York, North Yorkshire, YO19 4FE	01904 642199	194	2,457
2	Barratt Homes	Barratt House, Cartwright Way, Forest Business Park, Coalville, Leicestershire, LE67 1UF	01530 278278	161	2,201
3	Taylor Wimpey	Gate House, Turnpike Road, High Wycombe, Buckinghamshire, HP12 3NR	01494 558323	129	1,505
4	Bellway Plc	Seaton Burn House, Dudley Lane, Seaton Burn, Newcastle Upon Tyne, Tyne And Wear, NE13 6BE	0191 217 0717 (CTPS)	117	1,479
5	Bovis Homes Limited (South East Region)	The Manor House, North Ash Road, New Ash Green, Longfield, Kent, DA3 8HQ	01474 876200 (CTPS)	69	837
6	Bloor Homes	Ashby Road, Measham, Swadlincote, Derbyshire, DE12 7JP	01530 270100	47	700
7	Redrow Homes Limited	Redrow House, St David's Park, Deeside, Clwyd, CH5 3RX	01244 520044	60	678
8	St Modwen Developments Plc	Park Point, 17 High Street, Longbridge, Birmingham, West Midlands, B31 2UQ	0121 222 9400	17	618
9	Galliford Try Construction	2 Cowley Business Park, High Street, Cowley, Uxbridge, Middlesex, UB8 2AD	01895 855000	58	584
10	Countryside Properties (UK) Limited	Countryside House, The Drive, Great Warley, Brentwood, Essex, CM13 3AT	01277 260000	27	433

TOP TEN

Key Architects

Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Persimmon Homes Limited	Persimmon House, Fulford, York, North Yorkshire, YO19 4FE	01904 642199	99	1,106
2	Squire and Partners	77 Wicklow Street, Westminster, London, WC1X 9JY	020 7278 5555	5	477
3	Associated Architects	1 Severn Street Place, The Mailbox, Birmingham, West Midlands, B1 1SE	0121 233 6600	2	403
4	Taylor Wimpey	Gate House, Turnpike Road, High Wycombe, Buckinghamshire, HP12 3NR	01494 558323	34	386
5	Grid Architects Limited	128 Southwark Street, Westminster, London, SE1 0SW	020 7593 3260	4	380
6	Stanton Williams	Diespecker Wharf, 36 Graham Street, Islington, London, N1 8GH	020 7880 6400	2	360
7	Barratt Homes	Barratt House, Cartwright Way, Forest Business Park, Coalville, Leicestershire, LE67 1UF	01530 278278	25	348
8	Woods Hardwick Limited	17 Goldington Road, Bedford, Bedfordshire, MK40 3NH	01234 268862	26	334
9	Patel Taylor Architects	48 Rawstorne Street, City, London, EC1V 7ND	020 7278 2323	2	328
10	RPS Group Plc	20 Western Avenue, Milton Park, Abingdon, Oxfordshire, OX14 4SH	01235 821888	25	317

TOP TEN

Key Contractors

Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Persimmon Homes Limited	Persimmon House, Fulford, York, North Yorkshire, YO19 4FE	01904 642199	200	2,532
2	Barratt Homes	Barratt House, Cartwright Way, Forest Business Park, Coalville, Leicestershire, LE67 1UF	01530 278278	164	2,201
3	Bellway Plc	Seaton Burn House, Dudley Lane, Seaton Burn, Newcastle Upon Tyne, Tyne And Wear, NE13 6BE	0191 217 0717 (CTPS)	127	1,612
4	Taylor Wimpey	Gate House, Turnpike Road, High Wycombe, Buckinghamshire, HP12 3NR	01494 558323	131	1,534
5	Keepmoat Regeneration Limited	The Waterfront, Lakeside Boulevard, Doncaster, South Yorkshire, DN4 5PL	01302 346 620	72	908
6	Bovis Homes Limited (South East Region)	The Manor House, North Ash Road, New Ash Green, Longfield, Kent, DA3 8HQ	01474 876200 (CTPS)	70	847
7	Galliford Try Construction	2 Cowley Business Park, High Street, Cowley, Uxbridge, Middlesex, UB8 2AD	01895 855000	80	825
8	Bloor Homes	Ashby Road, Measham, Swadlincote, Derbyshire, DE12 7JP	01530 270100	50	683
9	Redrow Homes Limited	Redrow House, St David's Park, Deeside, Clwyd, CH5 3RX	01244 520044	59	669
10	Countryside Properties (UK) Limited	Countryside House, The Drive, Great Warley, Brentwood, Essex, CM13 3AT	01277 260000	31	607

The ranking tables are compiled from Barbour ABI database and are based on the total value of contracts awarded over the previous 12 month period. The values represent the construction cost of each project.

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

ABI About Us
Economic Context
The Construction Sector
Residential
Infrastructure
Commercial & Retail
Hotel, Leisure & Sport
Industrial
Medical & Health
Education

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ

T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

INFRASTRUCTURE
CONTRACT VALUES DECREASE IN JUNE

Infrastructure contract values were down month-on-month but are still higher than the same month in 2015.

The value of contracts awarded in the infrastructure sector in June totalled £1.9 billion based on a three month rolling average (see Fig. 4.1). This is 8.6% lower than the previous month and 13.9% higher than June 2015. In the three months to June the total value of contract awards was £6.1 billion based on a three month rolling average. This is 42.7% higher than the previous three months and 19.8% higher than the same period in 2015.

Projects by region

The main location of infrastructure projects this month was Scotland with 26.1% of the value, and this was 5.6% higher than June 2015 (see Fig. 4.2 & 4.4). The main project awarded in the region was the Middle Muir wind farm valued at £75.2 million. Yorkshire & the Humber was the next most active location accounting for 24.9%, a 24.2% change since June 2015. The award of the Ferrybridge Multi Fuel Power Station was the highest value contract awarded at £258 million.

Type of Projects

The award of these power contracts in June means that utilities was the dominant sector within infrastructure, accounting for 50% of the contract value awarded. Civil engineering was the second major sector accounting for 30% of the value of contracts (see Fig. 4.3).

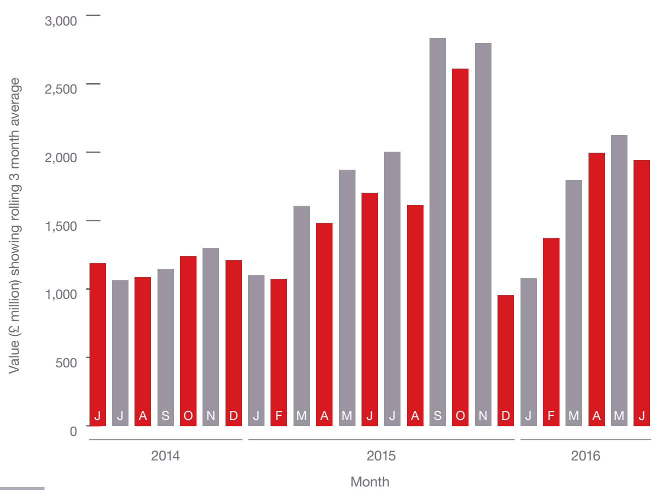


FIG. 4.1

Infrastructure: **Project Value showing 3 month moving average** Source: Barbour ABI

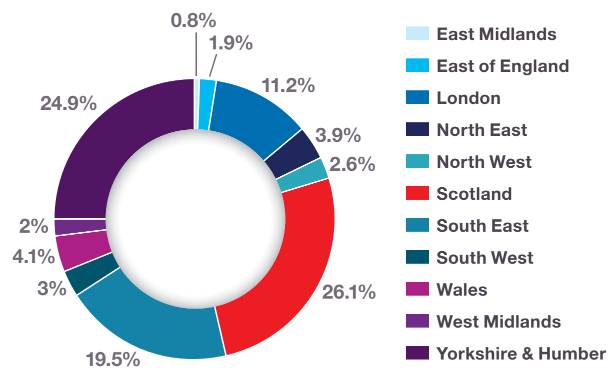


FIG. 4.2

Infrastructure: **Value of Contracts by Region** Source: Barbour ABI

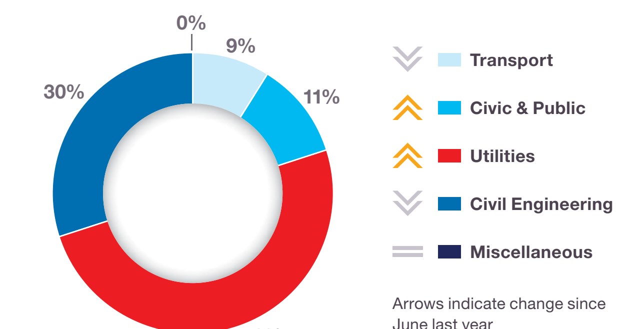


FIG. 4.3

Infrastructure: **Type of Projects Awarded** Source: Barbour ABI

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ
T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

The map and figures show how the activity has changed since June 2015

		+5.6%	Scotland
-6.1%	East Midlands	+11.2%	South East
-32.6%	East of England	+0.1%	South West
+5.6%	London	+2.8%	Wales
-1.2%	North East	+1.0%	West Midlands
-10.5%	North West	+24.2%	Yorkshire & Humber *HOTTEST REGION*

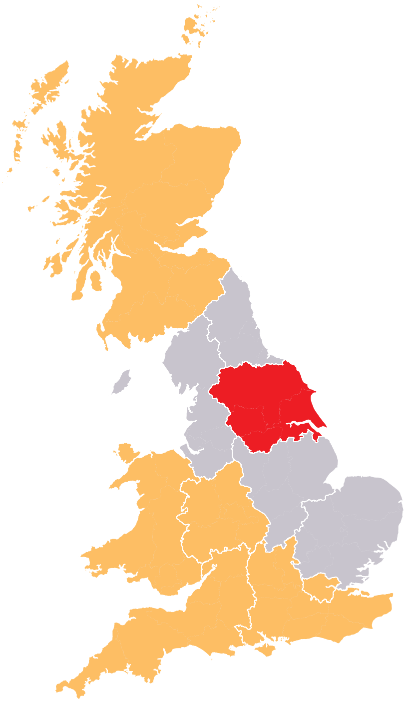


FIG. 4.4

Infrastructure: **Change of Activity by Region** *(since last year)* Source: Barbour ABI

> In the three months to June the total value of contract awards was £6.1 billion based on a three month rolling average

PROJECT IN FOCUS

Ferrybridge Multifuel 2 (FM2) 90MW Power Station £258,000,000

County	West Yorkshire
Primary Category Sector	Infrastructure
Government Region	Yorkshire & Humber
Start Date	TBC
End Date	TBC
Contract Award Date	June 2016
Funding	Private
Stage	Detail Approval
Contractor	Hitachi Zosen Inova AG

economic & construction MARKET REVIEW

JULY 2016

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ
T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

TOP TEN Key Clients

Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Thames Water Utilities Limited	Clearwater Court, Vastern Road, Reading, Berkshire, RG1 8DB	0800 316 9800	6	1,978
2	SSE Limited	55 Vastern Road, Reading, Berkshire, RG1 8BU	0118 953 4695	4	1,826
3	Talisman Energy UK Limited	Talisman House, 163 Holburn Street, Aberdeen, Aberdeenshire, AB10 6BZ	01224 352500 (CTPS)	1	1,256
4	Repsol Nuevas Energias UK	40 Level 5 Princes Street, Edinburgh, Lothian, EH2 2BY	0131 557 7101	1	1,256
5	Network Rail Infrastructure Limited	Kings Place, 90 York Way, Islington, London, N1 9AG	020 7557 8000	170	1,238
6	Highways England	123 Buckingham Palace Road, Westminster, London, SW1W 9HA	0845 955 6575	74	1,218
7	Transport for London	55 Broadway, Westminster, London, SW1 0BD	03432 220000	21	875
8	Scottish Power	Cathcart Business Park, Spean Street, Glasgow, Strathclyde, G44 4GP	0141 568 2000	6	838
9	Dong Energy Power (UK) Limited	5 Howick Palce, Westminster, London, SW1P 1WG	020 7811 5200	4	641
10	Sellafield Limited (AMEC)	Sellafield Sites, Seascale, Cumbria, CA20 1PG	01946 728333 (CTPS)	1	500

TOP TEN Key Architects

Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Atkins	286 Euston Road, Camden Town, London, NW1 3AT	01372 726140 (TPS)	16	282
2	Fletcher Rae UK Limited	Hill Quays, 5 Jordan Street, Manchester, Greater Manchester, M15 4PY	0161 242 1140	3	225
3	UMC Architects	Newark Beacon Office Park, Cassereta Way, Nottingham, Nottinghamshire, NG24 2TN	01636 653027	3	216
4	Garry Stewart Design Associates	Highland House, Office 101 165 The Broadway, Wimbledon, London, SW19 1NE	020 8544 8085	1	191
5	WA Fairhurst & Partners	225 Bath Street, Glasgow, Strathclyde, G2 4GZ	0141 204 8800	2	154
6	RPS Group Plc	20 Western Avenue, Milton Park, Abingdon, Oxfordshire, OX14 4SH	01235 821888	3	152
7	Elevation Projects Limited	1st Floor, 16 Wright Street, Hull, East Riding of Yorkshire, HU2 8JU	01482 221155	1	150
8	Heatherwick Studio	356-364 Grays' Inn Road, Westminster, London, WC1X 8BH	020 7833 8800 (CTPS) (TPS)	1	150
9	WSP Parsons Brinckerhoff	WSP House, 70 Chancery Lane, Westminster, London, WC2A 1AF	020 7314 5000	1	97
10	Sergison Bates Architects	44 Newman Street, Westminster, London, W1T 1QD	020 7255 1564 (TPS)	1	70

TOP TEN Key Contractors

Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Costain Group Plc	Vanwall Business Park, Vanwall Road, Maidenhead, Berkshire, SL6 4UB	01628 842444	21	1,207
2	Balfour Beatty Group Limited	5 Churchill Place, Canary Wharf, Poplar, London, E14 5HU	020 7216 6800	48	961
3	Vinci Construction UK Limited	Astral House, Imperial Way, Watford, Hertfordshire, WD24 4WW	01923 233433	14	854
4	Bachy Soletanche Limited	Henderson House, Langley Place, Higgins Lane, Burscough, Ormskirk, Lancashire, L40 8JS	01704 895686 (CTPS)	1	800
5	Laing O'Rourke	Bridge Place, Anchor Boulevard, Crossways, Dartford, Kent, DA2 6SN	01322 296200	6	795
6	Thales Transportation	The Quadrant, 4 Thomas More Square, Thomas More Street, City, London, E1W 1YW	020 3300 6000	4	760
7	Ferrovial Agroman, S. A.	Calle Ribera del Loira 42 Campo de las Naciones, Madrid, Spain, 28042	0034 91 300 85 43	1	746
8	BAM Nuttall	St James House, Knoll Road, Camberley, Surrey, GU15 3XW	01276 63484	25	702
9	Areva	33 rue La Fayette, 75 422 – Paris cedex 09, France	+33 1 34 96 00 00	2	524
10	Carillion Construction Limited	Carillion House, 84 Salop Street, Wolverhampton, West Midlands, WV3 0SR	01902 422431	13	465

The ranking tables are compiled from Barbour ABI database and are based on the total value of contracts awarded over the previous 12 month period. The values represent the construction cost of each project.

economic & construction MARKET REVIEW

JULY 2016

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ

T: 0151 353 3500

E: info@barbour-abi.com

@BarbourABI

COMMERCIAL & RETAIL

DECREASE IN CONTRACT VALUES IN JUNE

Contract values in the commercial & retail sector were lower in June and are also below the levels witnessed in the corresponding month last year.

The value of contracts awarded in the commercial and retail sector were £821 million in June based on a three month rolling average (see Fig. 5.1). This is a 6.4% decrease from May and a 32.1% decrease from the June 2015 figure. In the three months to June the value of contracts were 7.6% below the previous three months and 5.5% lower than the same period in 2015, indicating poorer performance in the sector.

Projects by region

London was the main location of activity in the sector this month accounting for 54.4% of the value of all contracts awarded, which was 29.9% lower than June 2015 (see Fig. 5.2 & 5.4). The largest contract awarded in London in June was the development of Bechtel House in Hammersmith, a 128 storey office block valued at £275 million. Another major contract awarded was the Royal Albert Dock redevelopment in Greenwich valued at £100 million.

Type of Projects

Offices were the dominant type of project in the sector accounting for 81% of the value of contracts awarded this month, which is 8% lower than June 2015. General retailing is the next largest sector with 9% of contract award value, which is a 6% increase from the June 2015 figure (see Fig. 5.3).

> London was the main location of activity in the sector this month

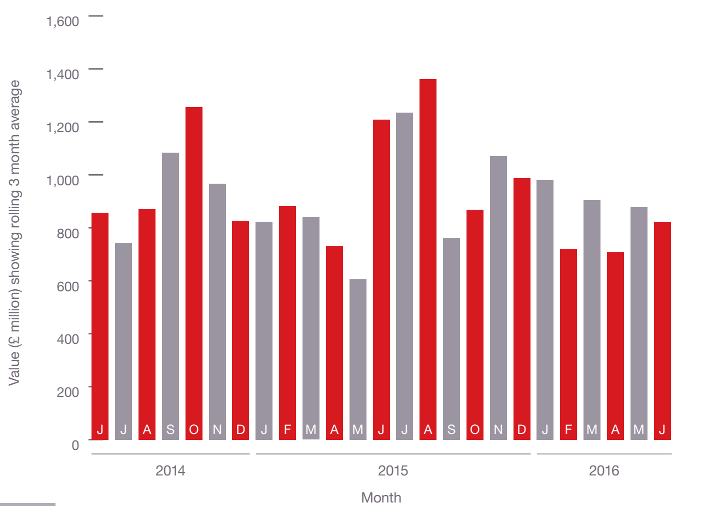


FIG. 5.1

Commercial & Retail: **Project Value showing 3 month moving average** Source: Barbour ABI

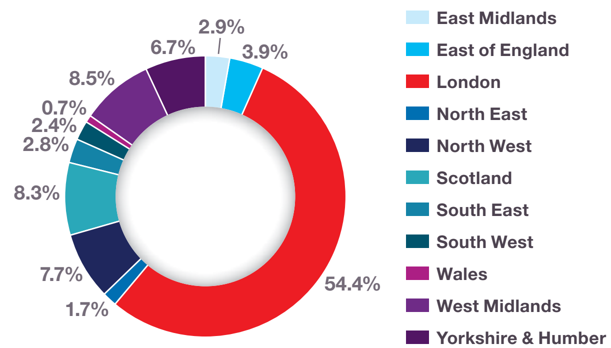


FIG. 5.2

Commercial & Retail: **Value of Contracts by Region** Source: Barbour ABI

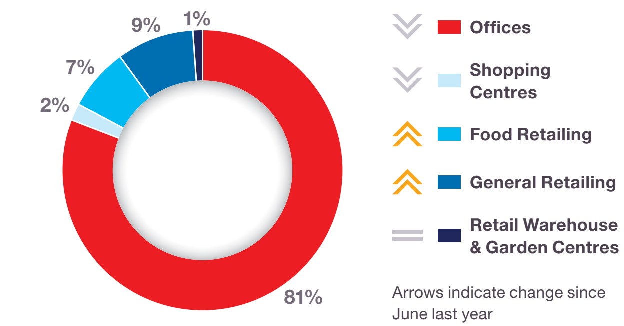


FIG. 5.3

Commercial & Retail: **Type of Projects Awarded** Source: Barbour ABI

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

ABI About Us
Economic Context
The Construction Sector
Residential
Infrastructure
Commercial & Retail
Hotel, Leisure & Sport
Industrial
Medical & Health
Education

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive,
Cheshire Oaks, Cheshire,
CH65 9HQ

T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

DECREASE IN CONTRACT VALUES IN JUNE

The map and figures show how the activity has changed since June 2015			+6.2%	Scotland
+2.4%	East Midlands		-4.7%	South East
+3.2%	East of England		+0.8%	South West
-29.9%	London		-0.2%	Wales
+1.4%	North East		+7.8%	West Midlands *HOTTEST REGION*
+6.8%	North West		+6.2%	Yorkshire & Humber

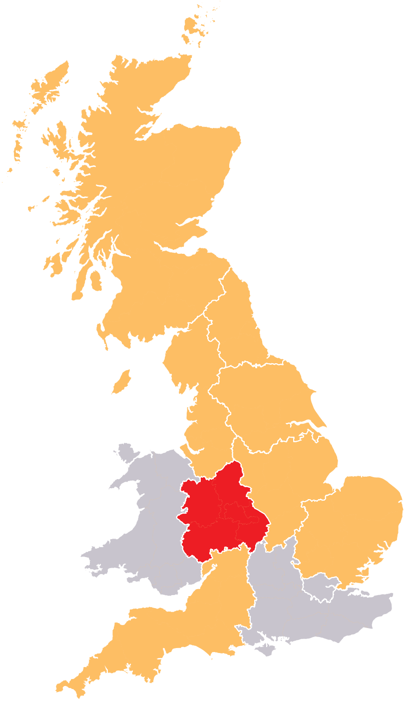


FIG. 5.4

Commercial & Retail: **Change of Activity by Region** *(since last year)* Source: Barbour ABI

PROJECT IN FOCUS

Bechtel House Redevelopment
£275,000,000

County	London
Primary Category Sector	Commercial & Retail
Government Region	London
Start Date	January 2017
End Date	January 2019
Contract Award Date	June 2016
Funding	Private
Stage	Detail Approval
Contractor	Lendlease Construction (EMEA) Limited

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ

T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

DECREASE IN CONTRACT VALUES IN JUNE

TOP TEN Key Clients
Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Lipton Rogers Developments Llp	33 Cavendish Square, City, London, W1G 0PW	0207 3757 0575	1	550
2	Canary Wharf Group PLC	1 Canada Square, Canary Wharf, Poplar, London, E14 5AB	020 7418 2000	3	527
3	Goldman Sachs International Limited	Peterborough Court, 133 Fleet Street, City, London, EC4A 2BB	020 7774 1000	1	350
4	Google UK Limited	Belgrave House, 76 Buckingham Palace Road, Westminster, London, SW1W 9TQ	020 7031 3000 (TPS)	1	300
5	Legal and General Assurance Society Limited	City Park, The Droveway, Hove, East Sussex, BN3 7PY	0345 274 5007	1	275
6	Lendlease Limited	20 Triton Street, Regent's Place, Camden Town, London, NW1 3BF	020 7182 9000	4	216
7	Intu Group	40 Broadway, Westminster, London, SW1H 0BU	020 7887 4220	2	202
8	Lidl UK GMBH	19 Worple Road, Wimbledon, London, SW19 4JS	0800 977 7766	59	132
9	Argent Group Plc	4 Stable Street, King's Cross, Camden, London, N1C 4AB	020 3664 0200 (TPS)	2	124
10	IM Properties PLC	IM House, South Drive, Coleshill, Birmingham, West Midlands, B46 1DF	0121 730 8050	6	109

TOP TEN Key Architects
Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Kohn Pedersen Fox (International) PA	7a Langley Street, Westminster, London, WC2H 9JA	020 3119 5300	3	681
2	Adamson Associates (International) Limited	6th Floor, One Canada Square, Canary Wharf, Poplar, London, E14 5AB	020 7418 2068	2	676
3	PLP Architecture	Ibex House, 42-47 Minories, City, London, EC3N 1DY	020 3006 3900	4	568
4	Sheppard Robson	77 Parkway, Camden Town, London, NW1 7PU	020 7504 1700	10	358
5	Heatherwick Studio	356-364 Grays' Inn Road, Westminster, London, WC1X 8BH	020 7833 8800 (CTPS) (TPS)	2	306
6	Squire and Partners	77 Wicklow Street, Westminster, London, WC1X 9JY	020 7278 5555	4	230
7	Leslie Jones Architects	121 Great Portland Street, Westminster, London, W1W 6QL	020 7255 1150	6	229
8	Chapman Taylor & Partners	10 Eastbourne Terrace, Paddington, London, W2 6LG	020 7371 3000	3	218
9	Rogers Stirk Harbour and Partners	Thames Wharf Studios, Rainville Road, Hammersmith, London, W6 9HA	020 7385 1235	3	212
10	Harris Partnership	2 St Johns, Wakefield, West Yorkshire, WF1 3QA	01924 291800	61	185

TOP TEN Key Contractors
Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Brookfield Multiplex Construction Europe Limited	One Broadgate, 1st Floor, City, London, EC2M 2QS	020 3829 2500	7	1,153
2	Canary Wharf Group PLC	1 Canada Square, Canary Wharf, Poplar, London, E14 5AB	020 7418 2000	2	526
3	ISG	Aldgate House, 33 Aldgate High Street, City, London, EC3N 1AG	020 7247 1717	37	489
4	Carillion Construction Limited	Carillion House, 84 Salop Street, Wolverhampton, West Midlands, WV3 0SR	01902 422431	3	400
5	BAM Construction	Breakspear Park, Breakspear Way, Hemel Hempstead, Hertfordshire, HP2 4FL	01442 238300	10	330
6	Kier Group PLC	Tempsford Hall, Station Road, Sandy, Bedfordshire, SG19 2BD	01767 640111 (CTPS)	17	320
7	Lendlease Construction (EMEA) Limited	EMEA Head Office, 20 Triton Street, Regents Place, London, NW1 3BF	0203 430 9000	4	315
8	Laing O'Rourke	Bridge Place, Anchor Boulevard, Crossways, Dartford, Kent, DA2 6SN	01322 296200	3	278
9	Lendlease Limited	20 Triton Street, Regent's Place, Camden Town, London, NW1 3BF	020 7182 9000	4	216
10	Bowmer & Kirkland Limited	High Edge Court, Heage, Belper, Derbyshire, DE56 2BW	01773 853131	15	205

The ranking tables are compiled from Barbour ABI database and are based on the total value of contracts awarded over the previous 12 month period. The values represent the construction cost of each project.

economic & construction MARKET REVIEW

JULY 2016

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ

T: 0151 353 3500

E: info@barbour-abi.com

@BarbourABI

HOTEL, LEISURE & SPORT

SLIGHT INCREASE IN CONTRACT VALUE IN JUNE

The hotel, leisure & sport sector showed monthly increases in contract values and also shows increases over the longer term indicating a solid first half of 2016 in the sector.

Contract award levels in the hotel, leisure & sport sector were £354 million in June, based on a three month rolling average (see Fig. 6.1). This was 4.8% higher than May and 15.8% higher than June 2015. In the three months to June the value of contracts was £1.1 billion, which was 17.2% lower than the previous three months. This was a decrease of 1.6% compared to the same period in 2015 indicating a slight decline in the industry over the past year.

Projects by region

Scotland was the main location for hotel, leisure & sport contracts this month accounting for 17.9% of the value awarded (see Fig. 6.2 & 6.4). The largest contract awarded in Scotland during June was the Radisson Red Hotel development in Glasgow awarded to Balfour Beatty with a value of £17 million. This is set to provide a four star 176 bedroom hotel with gymnasium and restaurant and is due to start this month.

Type of Projects

As is often the case the hotels/motels category saw the highest proportion of activity accounting for 58% of contract value awarded in June. This was an increase of 39% from the share in the corresponding month in 2015 but still shows signs of a strong hotel market in the UK. Leisure centres accounted for 24% of the value awarded in June, which is a 13% decrease from June 2015 (see Fig. 6.3).

> Scotland was the main location for contracts this month

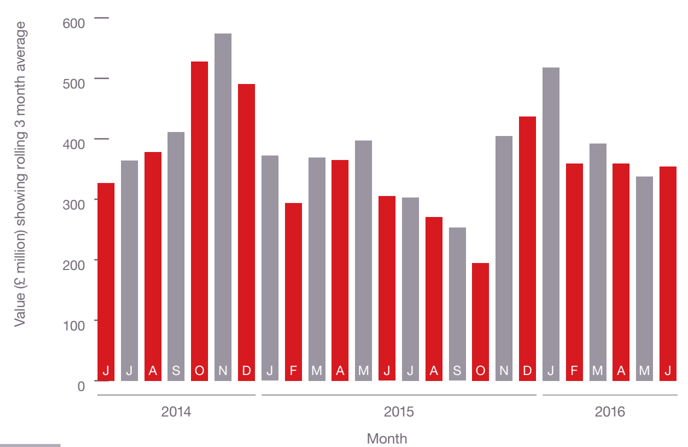


FIG. 6.1

Hotel, Leisure & Sport: **Project Value showing 3 month moving average** Source: Barbour ABI

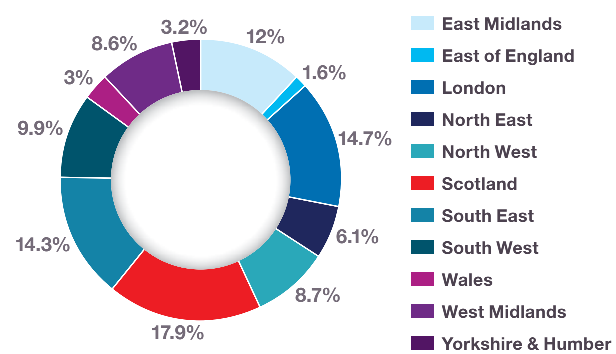


FIG. 6.2

Hotel, Leisure & Sport: **Value of Contracts by Region** Source: Barbour ABI

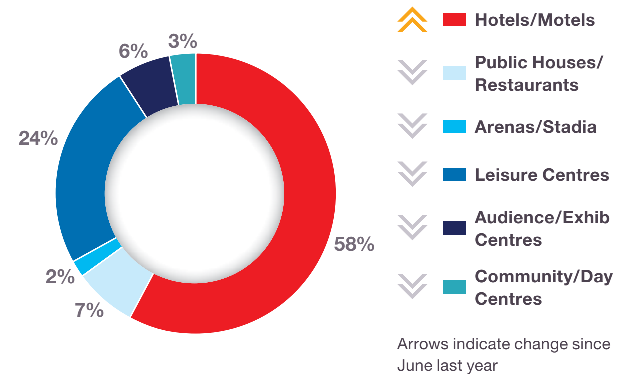


FIG. 6.3

Hotel, Leisure & Sport: **Type of Projects Awarded** Source: Barbour ABI

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ

T: 0151 353 3500

E: info@barbour-abi.com

@BarbourABI

SLIGHT INCREASE IN CONTRACT VALUE IN JUNE

The map and figures show how the activity has changed since June 2015			+4.9%	Scotland
+5.1%	East Midlands		+9.2%	South East *HOTTEST REGION*
-19.3%	East of England		+0.7%	South West
+4.2%	London		-2.5%	Wales
+1.1%	North East		+1.2%	West Midlands
+3.1%	North West		-7.7%	Yorkshire & Humber

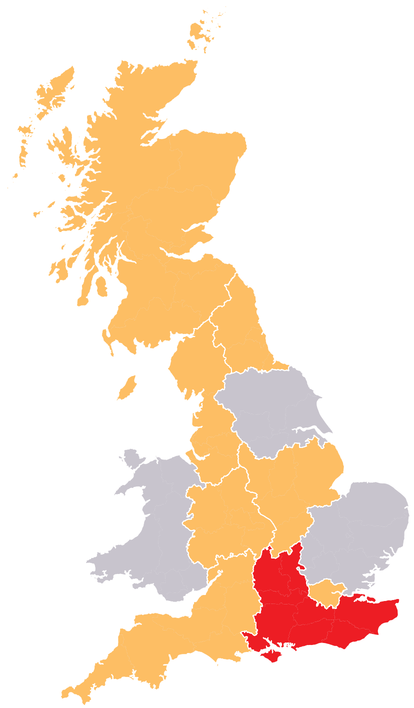
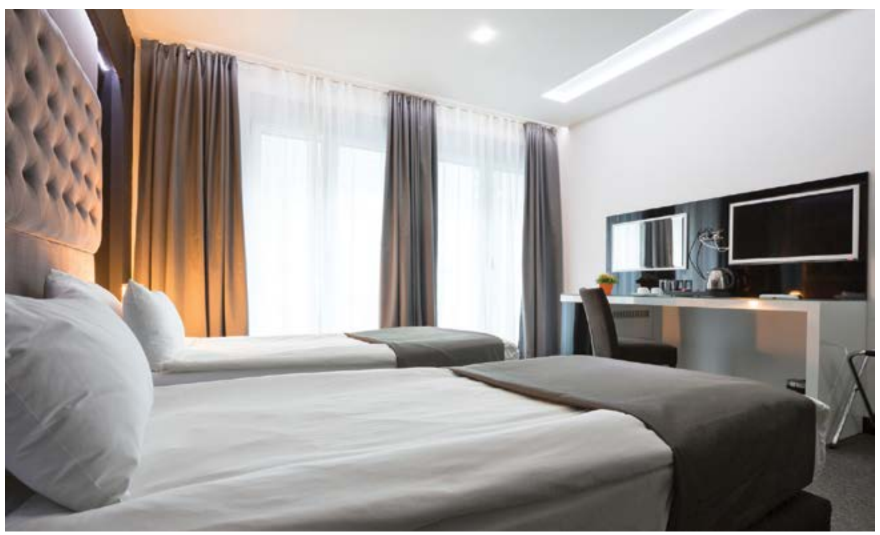


FIG. 6.4

Hotel, Leisure & Sport: **Change of Activity by Region** *(since last year)*

Source: Barbour ABI



> In the three months to June the value of contracts was £1.1 billion, which was 17.2% lower than the previous three months

PROJECT IN FOCUS

Buxton Crescent Hotel and Thermal Spa Phase 2
£35,000,000

County	Derbyshire
Primary Category Sector	Hotel, Leisure & Sport
Government Region	East Midlands
Start Date	June 2016
End Date	December 2017
Contract Award Date	June 2016
Funding	Private
Stage	Detail Approval
Contractor	Vinci Construction

economic & construction MARKET REVIEW

JULY 2016

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ
T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

SLIGHT INCREASE IN CONTRACT VALUE IN JUNE

TOP TEN Key Clients
Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Tottenham Hotspur Plc	White Hart Lane, 748 High Road, Tottenham, London, N17 0AP	020 8365 5055	2	404
2	Heads of The Valleys Development Company Limited	The Coach House, 79 Mill Way, Grantchester, Cambridge, Cambridgeshire, CB3 9ND	01223 847 378	1	315
3	Whitbread PLC	Whitbread Court, Houghton Hall Business Court, Porz Avenue, Dunstable, Bedfordshire, LU5 5XE	01582 499499/ 01582 424200	48	146
4	McAleer & Rushe Limited	17-19 Dungannon Road, Cookstown, County Tyrone, BT80 8TL	028 8676 3741 (CTPS)	1	100
5	Bristol City Council	The Exchange, Corn Street, Bristol, North East Somerset, BS1 1JQ	0117 922 2000	3	97
6	The All England Lawn Tennis and Croquet Club	Church Road, Wimbledon, London, SW19 5AE	020 8944 1066	2	73
7	Premier Inn Limited	Whitbread Court, Houghton Business Park, Porz Avenue, Dunstable, Bedfordshire, LU5 5XE	0871 527 8000	35	65
8	Carillion Construction Limited	Carillion House, 84 Salop Street, Wolverhampton, West Midlands, WV3 0SR	01902 422431	1	60
9	Manhattan Loft Corporation Limited	223 - 231 Old Marylebone Road, Edison House, City, London, NW1 5QT	020 7535 2222	1	50
10	Stanley Dock Properties Limited	New Street Square, Westminster, London, EC4A 3LX	Not Listed	1	43

TOP TEN Key Architects
Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Populous	14 Blades Court, Deodar Road, Putney, London, SW15 2NU	020 8874 7666	3	806
2	Tew & Smith Architects	Quoits House, 4 Harbour Road, Kingsthorpe, Northampton, Northamptonshire, NN2 7AZ	01604 791197	1	315
3	3D Reid (Architects) Limited	45 West Nile Street, Glasgow, Strathclyde, G1 2PT	0345 271 6350	11	101
4	Urban Innovations	Wellington Buildings, 2 Wellington Street, Belfast, Northern Ireland, BT1 6HT	028 9043 5060	1	100
5	Axiom Architects	Brooklands Yard, Southover High Street, Lewes, East Sussex, BN7 1HU	01273 479269 (TPS)	32	99
6	Feilden Clegg Bradley Architects	Bath Brewery, Toll Bridge Road, Bath, North East Somerset, BA1 7DE	01225 852 545	2	93
7	Nicholas Grimshaw & Partners Limited	57 Clerkenwell Road, Westminster, London, EC1M 5NG	020 7291 4141	1	70
8	Jestico Whiles & Associates	1 Cobourg Street, Camden Town, London, NW1 2HP	020 7380 0382	4	70
9	Allford Hall Monaghan Morris	4 & 5th Floors, Block C, Morelands, 5-23 Old Street, City, London, EC1V 9HL	020 7251 5261	3	56
10	ICA Architects & Designers	Merchant Exchange, 20 Bell Street, Glasgow, Strathclyde, G1 1LG	0141 552 2194	4	56

TOP TEN Key Contractors
Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	McAleer & Rushe Limited	17-19 Dungannon Road, Cookstown, County Tyrone, BT80 8TL	028 8676 3741 (CTPS)	0	166
2	Bouygues UK Limited	Elizabeth House, 39 York Road, Southwark, London, SE1 7NQ	020 7401 0020	0	141
3	Robertson Group Limited	Robertson House, Castle Business Park, Stirling, Central, FK9 4TZ	01786 431600	13	120
4	Tolent Construction Limited	Ravensworth House, 5th Avenue Business Park, Team Valley, Gateshead, Tyne and Wear, NE11 0HF	0191 487 0505	6	84
5	McAlpine Limited	Eaton Court, Maylands Avenue, Hemel Hempstead, Hertfordshire, HP2 7TR	01442 233444 (CTPS)	5	77
6	Gilbert - Ash Limited	47 Boucher Road, Belfast, County Antrim, BT12 6HR	028 90664334	8	73
7	Kier Group PLC	Tempsford Hall, Station Road, Sandy, Bedfordshire, SG19 2BD	01767 640111 (CTPS)	11	73
8	Ogilvie Construction	Ogilvie House, Pirnhall Business Park, Stirling, Strathclyde, FK7 8ES	01786 812273	11	68
9	ISG	Aldgate House, 33 Aldgate High Street, City, London, EC3N 1AG	020 7247 1717	11	66
10	Carillion Construction Limited	Carillion House, 84 Salop Street, Wolverhampton, West Midlands, WV3 0SR	01902 422431	2	65

The ranking tables are compiled from Barbour ABI database and are based on the total value of contracts awarded over the previous 12 month period. The values represent the construction cost of each project.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ
T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

INDUSTRIAL
ACTIVITY INCREASES IN THE SECTOR THIS MONTH

The industrial sector experienced a slight increase in contracts awarded in June but the value of work is significantly lower than the same time in 2015.

Activity in the industrial sector increased in June with the value of contracts awarded £471 million, based on a three month rolling average (see Fig. 7.1). This equates to an increase of 14.7% on the value in May but is 36.7% below the figure recorded this time last year. In the three months to June the total value of contracts was £1.3 billion which was 19% lower than the previous three months 29% lower than the same quarter last year.

Projects by region

The East of England is the region with the highest value of activity this month with 26% of the contracts awarded, an increase of 24.3% on June 2015. This was principally due to the award of a warehouse development Alwalton Hill in Peterborough valued at £75 million and construction of research and development facilities at Granta Park in Cambridge worth £60 million. The South West accounted for 25.4% of the value, an increase of 22.8% with the Range Distribution Centre in Bristol valued at £90 million the largest contract.

Type of Projects

The types of project awarded in the sector were predominantly in warehouse/storage which accounted for 56% of contract values, an increase of 36% from June 2015. The heavy industrial sub sector had a strong showing accounting for 17% of the contracts awarded, although this was a 53% decrease on last year (see Fig. 7.3).

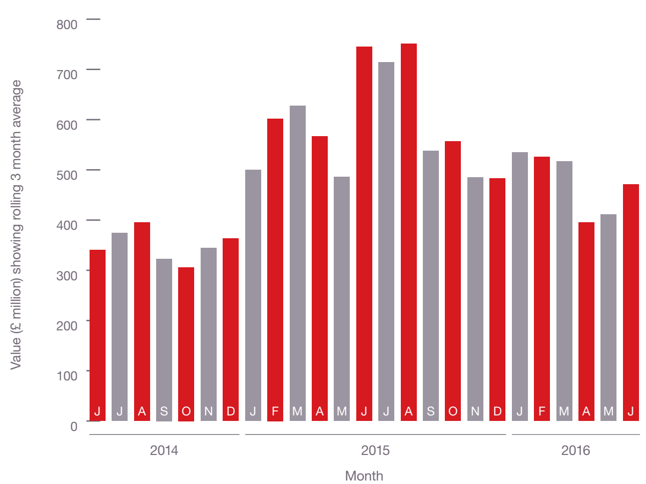


FIG. 7.1
Industrial: **Project Value showing 3 month moving average** Source: Barbour ABI

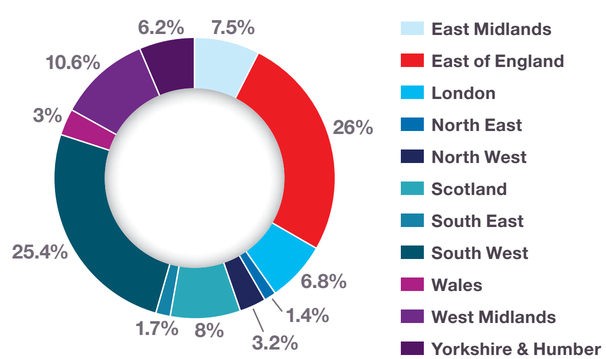


FIG. 7.2
Industrial: **Value of Contracts by Region** Source: Barbour ABI

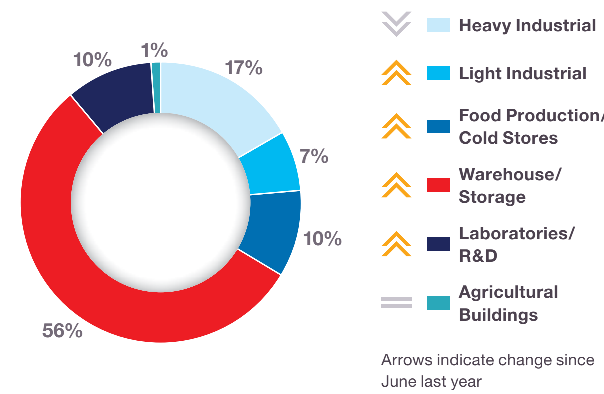


FIG. 7.3
Industrial: **Type of Projects Awarded** Source: Barbour ABI

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive,
Cheshire Oaks, Cheshire,
CH65 9HQ
T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

ACTIVITY INCREASES IN THE SECTOR THIS MONTH

The map and figures show how the activity has changed since June 2015

		-40.5%	Scotland
+5.9%	East Midlands	-8.3%	South East
+24.3%	East of England *HOTTEST REGION*	+22.8%	South West
-11.8%	London	0.0%	Wales
+1.2%	North East	+6.8%	West Midlands
-5.3%	North West	+4.9%	Yorkshire & Humber

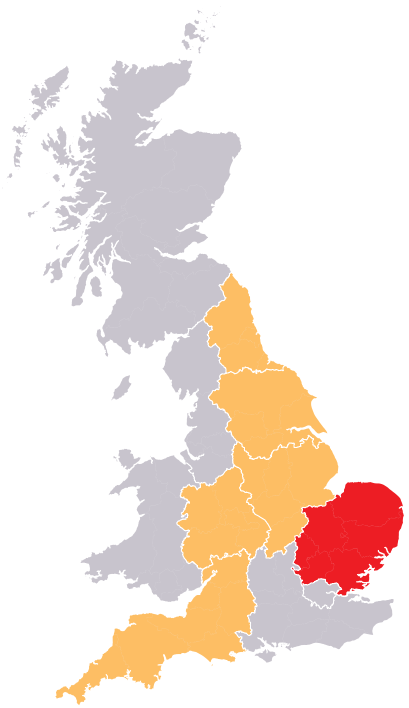


FIG. 7.4

Industrial: **Change of Activity by Region** *(since last year)* Source: Barbour ABI

PROJECT IN FOCUS

Alwalton Hill, Peterborough – Plot 111 Warehouse
£85,000,000

County	Cambridgeshire
Primary Category Sector	Industrial
Government Region	East of England
Start Date	July 2016
End Date	March 2017
Contract Award Date	June 2016
Funding	Private
Stage	Detail Submitted
Contractor	Winvic Construction

economic & construction MARKET REVIEW

JULY 2016

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ

T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

ACTIVITY INCREASES IN THE SECTOR THIS MONTH

TOP TEN Key Clients
Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	BAE Systems	Warwick House, Farnborough Aerospace Centre, Farnborough, Hampshire, GU14 6TQ	01252 373232	5	238
2	Roxhill Developments Limited	Lumonics House, Valley Drive, Swift Valley, Rugby, Warwickshire, CV21 1TQ	01788 422200	3	168
3	Ministry of Defence	Whitehall, Westminster, London, SW1A 2HB	020 7218 9000	6	157
4	SNF Gas and Oil Limited	Solutions House, Ripley Close, Normanton Industrial Estate, Normanton, West Yorkshire, WF6 1TB	01924 311000	2	150
5	The London Taxi Company	Holyhead Road, Coventry, West Midlands, CV5 8JJ	024 7657 2000	1	150
6	Prologis Developments Limited	Prologis House, 1 Monkspath Hall Road, Solihull, West Midlands, B90 4FY	0121 224 8700	6	134
7	West Berkshire Council	Council Offices, Market Street, Newbury, Berkshire, RG14 5LD	01635 424000	1	125
8	Goodman International	Nelson House, Central Boulevard, Blythe Valley Park, Solihull, West Midlands, B90 8BG	0121 506 8100	3	115
9	The Range	Tamar House, Thornbury Road, Estover, Plymouth, Devon, PL6 7PP	01752 725572 (CTPS)	3	96
10	Mountpark Logistics	22-23 Old Burlington Street, Westminster, London, W1S 2JJ	020 7478 3333 (CTPS)	4	91

TOP TEN Key Architects
Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Michael Sparks Associates	11 Plato Place, St Dionis Road, Fulham, London, SW6 4TU	020 7736 6162	28	362
2	UMC Architects	Newark Beacon Office Park, Cassereta Way, Nottingham, Nottinghamshire, NG24 2TN	01636 653027	10	272
3	AJA Architects LLP	1170 Elliot Court, Herald Avenue, Coventry Business Park, Coventry, West Midlands, CV5 6UB	024 7625 3200	9	163
4	BHP Design LLP	Suite 2f, St Georges Court, 1 Albion Street, Birmingham, West Midlands, B1 3AH	0121 314 6618	1	150
5	Stephen George & Partners	170 London Road, Leicester, Leicestershire, LE2 1ND	0116 247 0557	9	130
6	Fairhursts Design Group	55 King Street, Manchester, Greater Manchester, M2 4LQ	0161 831 7300 (CTPS)	4	116
7	AMEC Group PLC	76-78 Old Street, City, London, EC1V 9AZ	020 3215 1700	1	100
8	HLM Architects	46 Loman Street, Southwark, London, SE1 0EH	020 7921 4800	1	100
9	Atkins	286 Euston Road, Camden Town, London, NW1 3AT	01372 726140 (TPS)	2	97
10	Associated Architects	1 Severn Street Place, The Mailbox, Birmingham, West Midlands, B1 1SE	0121 233 6600	1	80

TOP TEN Key Contractors
Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Winvic Construction	Brampton House, 19 Tenter Road, Moulton Park, Northampton, Northamptonshire, NN3 6PZ	01604 678960 (CTPS)	25	731
2	Morgan Sindall Plc	Kent House, 14-17 Market Place, Westminster, London, W1W 8AJ	020 7307 9200	7	235
3	McLaren Construction Limited	McLaren House, 100 Kings Road, Brentwood, Essex, CM14 4EA	01277 205800	7	183
4	Readie Construction Limited	Unit 15 Falcon Business Centre, Ashton Road, Romford, Essex, RM3 8UR	01708 332800	10	172
5	Buckingham Group Contracting Limited	Blackpit Farm, Silverstone Road, Stowe, Buckingham, Buckinghamshire, MK18 5LJ	01280 823355	10	128
6	VolkerWessels UK Limited	Hertford Road, Hoddesdon, Hertfordshire, EN11 9BX	01992 305000	6	126
7	Kier Group PLC	Tempsford Hall, Station Road, Sandy, Bedfordshire, SG19 2BD	01767 640111 (CTPS)	6	102
8	Vinci Construction UK Limited	Astral House, Imperial Way, Watford, Hertfordshire, WD24 4WW	01923 233433	3	101
9	Skanska UK	Maple Cross House, Denham Way, Maple Cross, Rickmansworth, Hertfordshire, WD3 9SW	01923 776666	2	100
10	Vinci Construction	6230 Bishops Court, Birmingham Business Park, Bromsgrove, Birmingham, West Midlands, B37 7YB	01527 575588 (TPS)	1	80

The ranking tables are compiled from Barbour ABI database and are based on the total value of contracts awarded over the previous 12 month period. The values represent the construction cost of each project.

economic & construction MARKET REVIEW
JULY 2016

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com
Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ
T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

MEDICAL & HEALTH

INCREASE IN VALUE OF CONTRACTS IN JUNE

The monthly value of medical & health contracts in in June and were above the values for June 2015.

Levels of activity in the medical & health sector increased by 18.6% in June 2016 compared to May, with the total value of contracts awarded £166 million based on a three month rolling average (see Fig. 8.1). This is 4.7% higher than the values in June 2015. In June the value of contracts increased by 4.7% compared to the corresponding month in 2015. The value of contracts awarded 41.5% lower than the previous three months and was 18.4% down on the same period in 2015 indicating a longer term decrease in the value of contracts awarded in the sector.

Projects by region

The East of England was the main location of development in the sector this month 32.6% of activity, a 29.8% increase from June 2015 (see Fig. 8.2 & 8.4). This is primarily due to the award for the contract to build a private hospital in Hatfield worth £40 million. With four operating theatres it is due to commence at the end of July 2016.

Type of Projects

Public hospitals are the dominant sub-sector this month accounting for 57% of the value of contracts in June 2016, a 5% increase from June 2015 (see Fig. 8.3).

> "The total value of contracts awarded were £166 million based on a three month rolling average

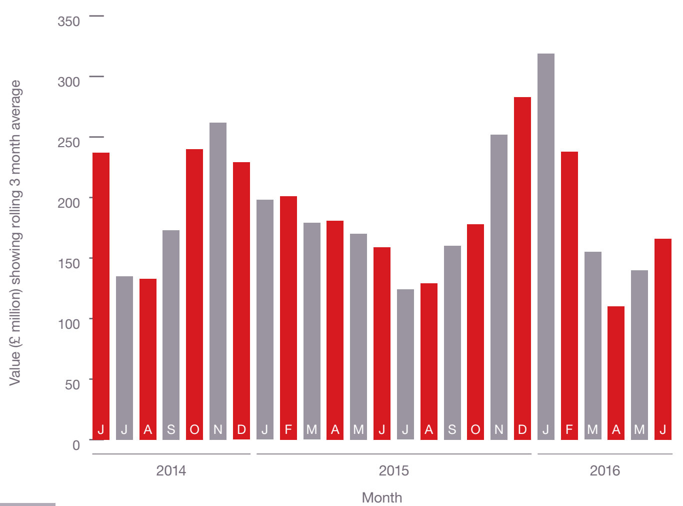


FIG. 8.1

Medical & Health: **Project Value showing 3 month moving average** Source: Barbour ABI

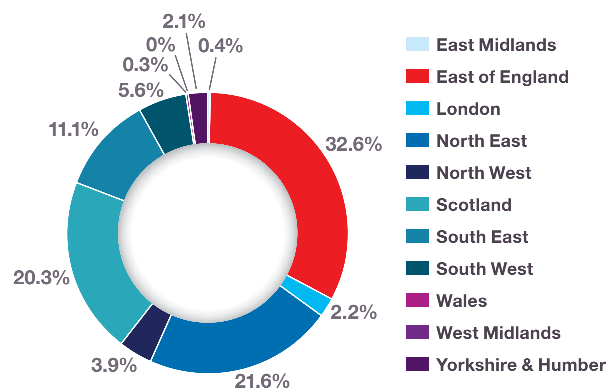
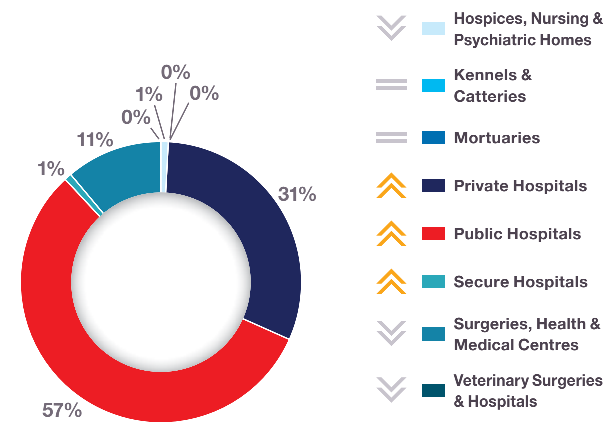


FIG. 8.2

Medical & Health: **Value of Contracts by Region** Source: Barbour ABI



Arrows indicate change since June last year

FIG. 8.3

Medical & Health: **Type of Projects Awarded** Source: Barbour ABI

economic & construction MARKET REVIEW

JULY 2016

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ

T: 0151 353 3500

E: info@barbour-abi.com

@BarbourABI

INCREASE IN VALUE OF CONTRACTS IN JUNE

The map and figures show how the activity has changed since June 2015			-8.4%	Scotland	
-6.9%	East Midlands		+2.5%	South East	
+29.8%	East of England *HOTTEST REGION*		+3.6%	South West	
-13.7%	London		-1.5%	Wales	
+6.1%	North East		-2.7%	West Midlands	
+3.3%	North West		-12.1%	Yorkshire & Humber	

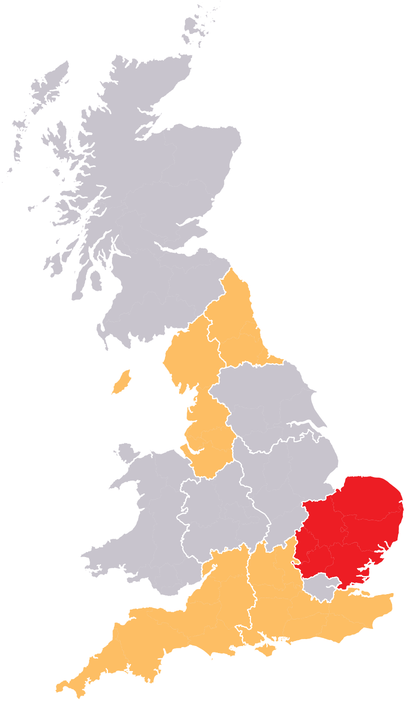


FIG. 8.4

Medical & Health: **Change of Activity by Region** *(since last year)* Source: Barbour ABI

> The East of England was the main location of development in the sector this month

PROJECT IN FOCUS

Stirling Care Village – Scottish East Central

£30,000,000

County	Stirlingshire
Primary Category Sector	Medical & Health
Government Region	Scotland
Start Date	October 2016
End Date	July 2017
Contract Award Date	June 2016
Funding	Public
Stage	Detail Approval
Contractor	Robertson Group Limited

economic & construction MARKET REVIEW

JULY 2016

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ

T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

INCREASE IN VALUE OF CONTRACTS IN JUNE

TOP TEN Key Clients
Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Sandwell and West Birmingham Hospital NHS Trust	City Hospital, Dudley Road, Birmingham, West Midlands, B18 7QH	0121 554 3801	1	280
2	Ministry of Defence	Whitehall, Westminster, London, SW1A 2HB	020 7218 9000	2	209
3	Royal Free Hospital	Pond Street, Hampstead, London, NW3 2QG	020 7794 0500	6	205
4	Hampshire Hospitals NHS Foundation Trust	Aldermaston Road, Basingstoke, Hampshire, RG24 9NA	01256 473202	2	166
5	University College London Hospital NHS Foundation Trust	Trust Head Quarters, 2nd Floor, 250 Euston Road, City, London, NW1 2PG	020 3456 7890 (CTPS)	3	139
6	Bartholomew & London Hospital (NHS) Trust	Capital & Facilities Directorate, 5th Floor, Queen Mary's Wing, West Smithfield, City, London, EC1A 7BE	020 7377 7000	2	101
7	Frimley Health NHS Foundation Trust	Wexham Park Hospital, Wexham Street, Wexham, Slough, Berkshire, SL2 4HL	01753 633000	2	73
8	NHS Lothian	Royal Edinburgh Hospital, Morningside Place, Edinburgh, Lothian, EH10 5HF	0131 537 6000 (CTPS)	1	60
9	Horizon Care Homes Limited	Unit 1.16, Great House, Redwall Close, Rotherham Road, Dinnington, Sheffield, South Yorkshire, S25 3QA	01909 517737	1	50
10	Lothian Health Board	Deaconess House, 148 Pleasance, Edinburgh, Lothian, EH8 9RQ	0131 536 9000	2	44

TOP TEN Key Architects
Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Billfinger GVA	65 Gresham Street, Westminster, London, EC2V 7NQ	020 7491 2188 (TPS)	2	283
2	John Simpson & Partners	29 Great James Street, Holborn, Westminster, London, WC1N 3EY	020 7405 1285 (TPS)	1	200
3	Steffian Bradley Architects	45 Gee Street, Fifth Floor, City, London, EC1V 3RS	020 7549 4050	1	200
4	BDP	16 Brewhouse Yard, Clerkenwell, City, London, EC1V 4LJ	020 7812 8000	10	182
5	Stride Treglown Limited	Promenade House, The Promenade, Clifton Down, Bristol, North Somerset, BS8 3NE	0117 974 3271 (TPS)	4	162
6	IBI Group (UK) Limited	87-91 Newman Street, Westminster, London, W1T 3EY	020 7079 9900	2	153
7	Hassell	James William House, 9 Museum Place, Cardiff, South Glamorgan, CF10 3BD	029 2072 9071	3	153
8	Scott Tallon Walker Architects	10 Cromwell Place, South Kensington, London, SW7 2JN	020 7589 4949 (TPS)	2	138
9	Ellis Williams Architects	151 Roseberry Avenue, 3-11 Pine Street, City, London, EC1R 0JH	020 7841 7200	1	136
10	Archial Group Plc	Tennyson House, 159-165 Great Portland Street, Westminster, London, W1W 5PA	020 7580 0400	2	63

TOP TEN Key Contractors
Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Kier Group PLC	Tempsford Hall, Station Road, Sandy, Bedfordshire, SG19 2BD	01767 640111 (CTPS)	16	362
2	Interserve Plc	Interserve House, Ruscombe Park, Twyford, Reading, Berkshire, RG10 9JU	0118 932 0123 (CTPS)	19	301
3	Carillion Construction Limited	Carillion House, 84 Salop Street, Wolverhampton, West Midlands, WV3 0SR	01902 422431	2	290
4	IHP	Astral House, Imperial Way, Watford, Hertfordshire, WD24 4WW	01923 233433	5	222
5	Bouygues UK Limited	Elizabeth House, 39 York Road, Southwark, London, SE1 7NQ	020 7401 0020	1	136
6	Vinci Construction UK Limited	Astral House, Imperial Way, Watford, Hertfordshire, WD24 4WW	01923 233433	5	134
7	Willmott Dixon Construction Limited	Spirella 2, Icknield Way, Letchworth Garden City, Hertfordshire, SG6 4GY	01462 671852 (CTPS)	8	59
8	Redwall Developments Limited	Suite 2, 10 Redwall House, Waterside Business Park, Rotherham Road, Dinningham, Rotherham, South Yorkshire, S25 3QA	01909 517737	1	50
9	John Graham Construction Limited	Ballygowan Road, Hillsborough, County Down, Northern Ireland, BT26 6HX	02892 689 500	3	45
10	Conlon Construction Limited	Charnley Fold Lane, Bamber Bridge, Preston, Lancashire, PR5 6BE	01772 335268 (CTPS)	1	40

The ranking tables are compiled from Barbour ABI database and are based on the total value of contracts awarded over the previous 12 month period. The values represent the construction cost of each project.

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ
T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

EDUCATION

INCREASE IN THE VALUE OF CONTRACTS IN JUNE

Contract values in the education in June and activity is higher than this time last year indicating better long term performance in this sector.

The value of contracts awarded in the education sector was £670 million in June based on a three month rolling average, a 1.6% increase from May (see Fig. 9.1). This figure was 7.6% higher than June 2015 indicating the sectors improvement over the past year. The value of contract awards in the three months to June were 28.3% higher than the same period last year, showing an improving picture within the sector.

Projects by region

London experienced the highest share of the value of education contracts in June accounting for 27.7% of contract value awarded (see Fig. 9.2 & 9.4). One of the major construction contracts awarded in London in June was the contract to develop the new St Mary of Magdalene School in Greenwich. This was valued at £30.7 million and was awarded to BAM.

Type of Projects

Colleges/universities were the dominant sub sector in education in June. They accounted for 30% of the total value awarded, up 14% from June 2015 (see Fig. 9.3).

> “London experienced the highest share of the value of contracts

FIG. 9.1

Education: **Project Value showing 3 month moving average** Source: Barbour ABI

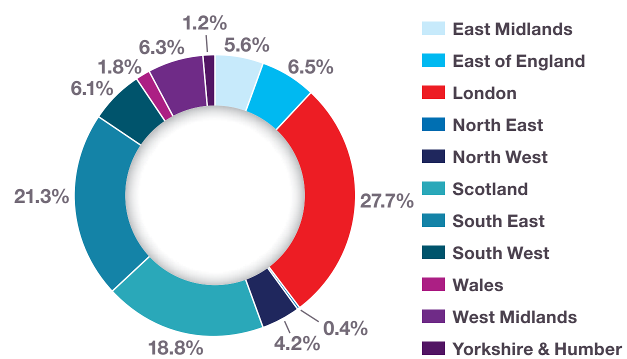


FIG. 9.2

Education: **Value of Contracts by Region** Source: Barbour ABI

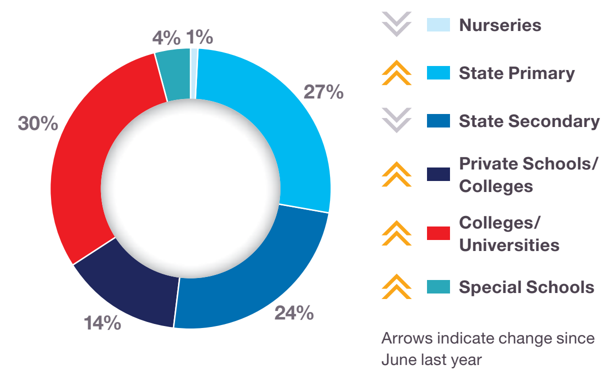


FIG. 9.3

Education: **Type of Projects Awarded** Source: Barbour ABI

economic & construction MARKET REVIEW

JULY 2016

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ

T: 0151 353 3500

E: info@barbour-abi.com

@BarbourABI

INCREASE IN THE VALUE OF CONTRACTS IN JUNE

The map and figures show how the activity has changed since June 2015

		-1.6%	Scotland
+4.3%	East Midlands	+5.6%	South East *HOTTEST REGION*
+3.4%	East of England	-4.3%	South West
+3.0%	London	+0.8%	Wales
-0.7%	North East	+0.7%	West Midlands
-7.3%	North West	-3.9%	Yorkshire & Humber

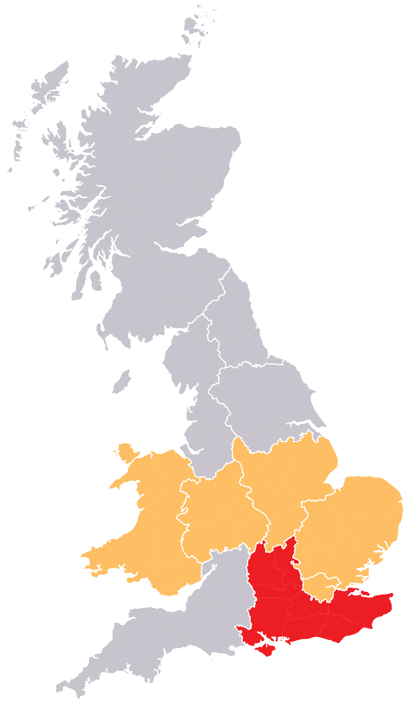


FIG. 9.4

Education: **Change of Activity by Region** *(since last year)* Source: Barbour ABI

> Colleges/universities were the dominant sub sector in education in June

PROJECT IN FOCUS

Aberdeen South of the City High School
£47,000,000

County	Grampian
Primary Category Sector	Education
Government Region	Scotland
Start Date	June 2016
End Date	December 2017
Contract Award Date	June 2016
Funding	Public
Stage	Detail Approval
Contractor	Balfour Beatty Construction Services UK

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive,
Cheshire Oaks, Cheshire,
CH65 9HQ

T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

TOP TEN
Key Clients
Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Education Funding Agency	Sanctuary Buildings, 20 Great Smith Street, Westminster, London, SW1P 3BT	0370 000 2288	69	774
2	University of Edinburgh	The Old College, South Bridge, Edinburgh, Lothian, EH8 9YL	0131 650 1000	12	277
3	The University of Manchester	Oxford Road, Manchester, Greater Manchester, M13 9PL	0161 306 6000	5	261
4	University of Oxford	The Malthouse, Tidmarsh Lane, Oxford, Oxfordshire, OX1 1NQ	01865 270000 (CTPS)	6	148
5	University of Northampton	Boughton Green Road, Northampton, Northamptonshire, NN2 7AL	01604 735500 (CTPS)	6	138
6	Birmingham City University	Franchise Street, Perry Barr, Birmingham, West Midlands, B42 2SU	0121 331 5000	5	133
7	University College London	Gower Street, Westminster, London, WC1E 6BT	020 7679 2000 (CTPS)	11	99
8	University of Leeds	Woodhouse Lane, Leeds, West Yorkshire, LS2 9JT	0113 243 1751	13	93
9	London School of Economics and Political Science	Houghton Street, Westminster, London, WC2A 2AE	020 7405 7686	5	84
10	Lambeth College	45 Clapham Common Southside, Clapham, London, SW4 9BL	020 7501 5010	2	80

TOP TEN
Key Architects
Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Atkins	286 Euston Road, Camden Town, London, NW1 3AT	01372 726140 (TPS)	27	299
2	BDP	16 Brewhouse Yard, Clerkenwell, City, London, EC1V 4LJ	020 7812 8000	18	287
3	Penoyre & Prasad Architects	28-42 Banner Street, City, London, EC1Y 8QE	020 7250 3477	4	265
4	Pick Everard (Leicester)	Halford House, Charles Street, Leicester, Leicestershire, LE1 1HA	0116 223 4400 (TPS)	31	234
5	Mecanoo Architecten	Oude Delft 203, 2611 HD Delft, Holland	+31 15 2798100	1	225
6	Ryder Architecture	Cooper Studios, 14-18 Westgate Road, Newcastle Upon Tyne, Tyne And Wear, NE1 3NN	0191 269 5454	15	208
7	Bond Bryan Partnership	The Congregational Church, The Church Studio, Springvale Road, Sheffield, South Yorkshire, S10 1LP	0114 266 2040 (TPS)	24	165
8	AHR Building Consultancy Limited	Norwich Union House, High Street, Huddersfield, West Yorkshire, HD1 2LR	01484 537411 (TPS)	35	147
9	Moses Cameron William Architects	Oast House, Malting Lane, Cambridge, Cambridgeshire, CB3 9HF	01223 792500	5	137
10	JM Architects	64 Queen Street, Edinburgh, Lothian, EH2 4NA	0131 464 6100	5	131

TOP TEN
Key Contractors
Jul 2015 – Jun 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Kier Group PLC	Tempsford Hall, Station Road, Sandy, Bedfordshire, SG19 2BD	01767 640111 (CTPS)	97	645
2	BAM Construction	Breakspear Park, Breakspear Way, Hemel Hempstead, Hertfordshire, HP2 4FL	01442 238300	36	466
3	Willmott Dixon Construction Limited	Spirella 2, Icknield Way, Letchworth Garden City, Hertfordshire, SG6 4GY	01462 671852 (CTPS)	63	422
4	Galliford Try Construction	2 Cowley Business Park, High Street, Cowley, Uxbridge, Middlesex, UB8 2AD	01895 855000	38	414
5	Balfour Beatty Group Limited	5 Churchill Place, Canary Wharf, Poplar, London, E14 5HU	020 7216 6800	10	365
6	Morgan Sindall Plc	Kent House, 14-17 Market Place, Westminster, London, W1W 8AJ	020 7307 9200	63	328
7	Bowmer & Kirkland Limited	High Edge Court, Heage, Belper, Derbyshire, DE56 2BW	01773 853131	19	300
8	Carillion Construction Limited	Carillion House, 84 Salop Street, Wolverhampton, West Midlands, WV3 0SR	01902 422431	24	263
9	Mace Limited	155 Moorgate, City, London, EC2M 6XB	020 3522 3000 (TPS)	5	200
10	Laing O'Rourke	Bridge Place, Anchor Boulevard, Crossways, Dartford, Kent, DA2 6SN	01322 296200	11	189

The ranking tables are compiled from Barbour ABI database and are based on the total value of contracts awarded over the previous 12 month period. The values represent the construction cost of each project.

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ
T: 0151 353 3500
E: info@barbour-abi.com
@BarbourABI

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive,
Cheshire Oaks, Cheshire,
CH65 9HQ

T: 0151 353 3500

E: info@barbour-abi.com

@BarbourABI

economic & construction MARKET REVIEW

JULY 2016

To navigate just click on the tabs, buttons or page numbers and they will take you directly to your chosen section.

Barbour ABI
www.barbour-abi.com

Hinderton Point, Lloyd Drive, Cheshire Oaks, Cheshire, CH65 9HQ

T: 0151 353 3500

E: info@barbour-abi.com

@BarbourABI