economic & construction MARKET REVIEW

Barbour ABI | Building | bd

AUGUST 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.

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

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AUGUST 2016

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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.

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

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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

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ECONOMIC CONTEXT

BANK OF ENGLAND ACTS TO MITIGATE ANY BREXIT IMPACT ON THE ECONOMY

The latest GDP figures for the UK economy were released in the last month and they showed that the UK economy had grown by 0.6% in the second quarter of 2016.

This was above the 0.4% rate of growth experienced in the first quarter and is an indication that the economy grew strongly despite the uncertainty surrounding the EU referendum (see Fig. 1.1). It is important to note that this release contained data for only one week of post "Brexit" activity so any inference relating to its impact is not appropriate.

While the total level of output is now comfortably above its pre-recession peak the pattern of growth within the economy is still very much focussed towards the dominant service sector. The latest figures show that the service sector is now 11.2% higher than its pre-recession peak while construction is currently 1.9% below its pre-recession peak and manufacturing is 4.4% below (see Fig. 1.2). This indicates the scale of the challenge of rebalancing the economy towards manufacturing and construction given the success of the service sector.

Despite the strong Q2 data, the aftermath of the Brexit vote has led to Markit's all sector PMI to fall to its lowest level since April 2009. Seen as a reliable leading indicator of future economic performance the PMI reading in July was 47.3, down from 51.9 in June, the biggest one month fall in the history of the survey (see Fig. 1.3).

Additionally, the survey showed that each sector of the economy had dropped below the 50.0 mark which indicates a decline in activity though it is worth noting that construction levelled off in July, after a large fall in June (see Fig. 1.4).

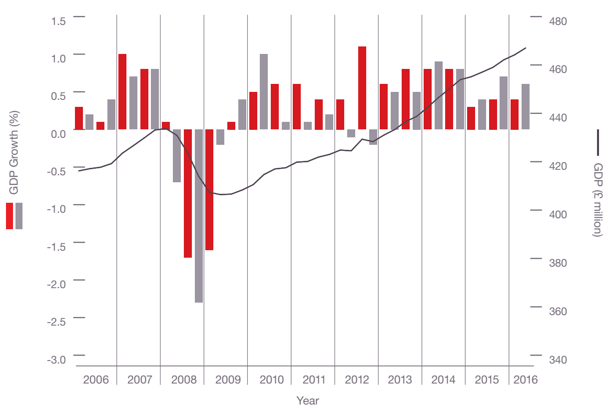

Fig. 1.1 **UK GDP** Source: ONS

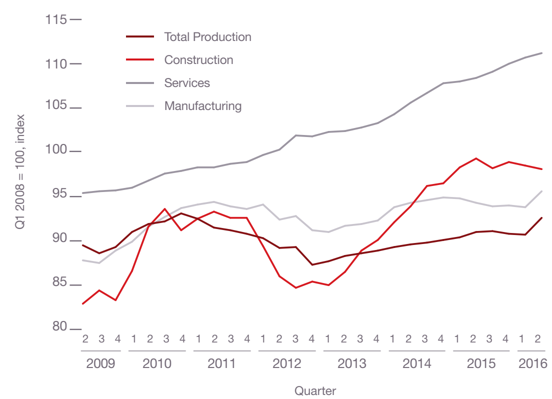

Fig. 1.2 **UK GDP** Source: ONS

Other news this month on the UK economy includes:

- **The Bank of England Monetary Policy Committee voted to lower the base rate of interest down to 0.25%**
- **The Bank of England also launched a further round of quantitative easing in the UK economy which caused the value of Sterling to fall but the FTSE 250 to grow strongly.**

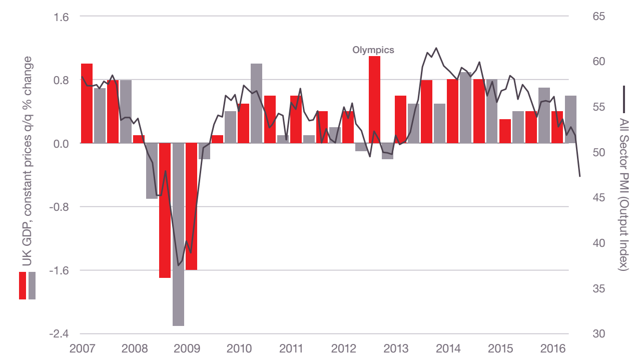

Fig. 1.3 **UK GDP & PMI** Source: IHS/ONS/Markit/CIPS

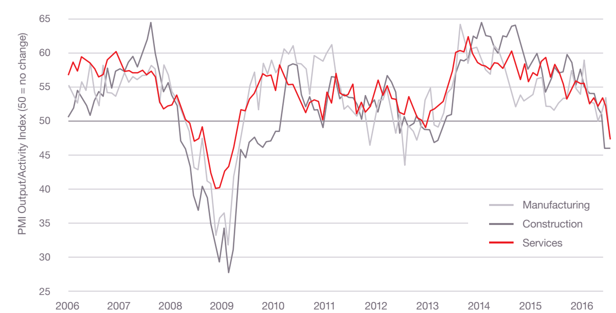

Fig. 1.4 **UK PMI Output/Activity Index** Source: IHS Markit

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CONSTRUCTION CONTRACT ACTIVITY FALLS IN Q2

The latest figures from the ONS indicate the construction sector in the UK declined by 0.7% between Q1 2015 and Q2 2016.

Comparing Q2 output levels with the same period in 2015 showed an decrease of 1.4%.

The main reason for the quarterly fall in output is decreases in new infrastructure. Infrastructure decreased by 3.7% compared to Q1 2016, the third consecutive quarter of decline. Private housing decreased by 0.2% over the same period. One positive note was the industrial figures which increased output by 7.3% (see Fig. 2.1).

	% change	
	Q2 2015 – Q2 2016	Q1 2016 – Q2 2016
Total All Work	**-1.4**	**-0.7**
All New Work	**-1.7**	**-0.8**
Public Housing	-21.7	-6.5
Private Housing	6.6	-0.2
Infrastructure	-10.1	-3.7
Public (ex Infrastructure)	0.0	2.3
Private Industrial	-8.3	7.3
Private Commercial	1.1	-0.7
Repair & Maintenance	**-0.8**	**-0.5**
Public Housing	-4.8	-2.6
Private Housing	-0.9	-1.4
Non-Housing	0.5	0.9

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 139 for July (see Fig. 2.2). This is a sharp drop from the previous month and suggests that activity in the industry is slowing. The readings for Private Housing decreased significantly from a reading of 226, down from 264 the previous month. Other sectors such as commercial offices and industrial factories increased but the housing readings will be a concern for future activity in the industry should this pattern continue.

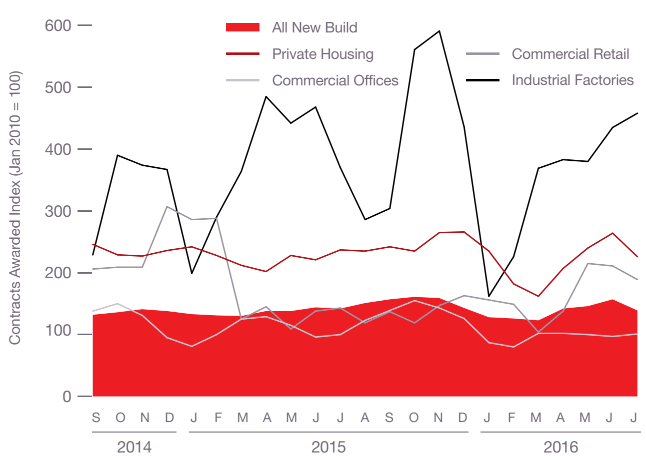

Fig. 2.2 **Contracts Awarded** Source: CPA/Barbour ABI

Construction Sector

According to Barbour ABI data on all contract activity, July witnessed a drop in construction levels with the value of new contracts awarded £5.8 billion, based on a three month rolling average (see Fig. 2.4). This is a 6.4% decrease from June and is 9.5% lower than the value recorded in July 2015. The number of construction projects within the UK in July decreased by 3.7% on June, and were 6.9% lower than July 2015.

Projects by Region

The majority of the contracts awarded in July by value were in London, accounting for 21% of the UK total. This is followed by the West Midlands and the South East with 14% and 13% of contract award value respectively (see Fig. 2.3). The main reason for London's figures this month was the award to construct the

> Infrastructure decreased by 3.7% compared to Q1 2016, the third consecutive quarter of decline

upgrade to the baggage screening system at Heathrow Airport. This contract is valued at £170 million and was awarded to Balfour Beatty. In the West Midlands the largest contract awarded in July was the office development Paradise Circus in Chamberlain Square in Birmingham. This contract has a value of £250 million and is an eight storey office scheme set to provide around 14,000 sq m of

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floorspace. The highest value contract awarded in the South East in July was the £45 million Oak Park health and well-being campus in Hampshire which is to provide a selection of assisted living residences and is due to start in August 2016.

Types of Project

Residential had the highest proportion of contracts awarded by value in July with 32% of the total (see Fig. 2.5). The Harbour Central project in Poplar was the largest project awarded in July. This is set to provide 990 residential units at a value of £50 million and contributes to the sectors performance. Another large contract awarded in July was the Dudley House redevelopment in Paddington which was valued at £50 million and proposed to deliver 200 units and is due to start in November 2016.

> The majority of the contracts awarded in July by value were in London

> The number of construction projects within the UK in July decreased by 3.7% on June

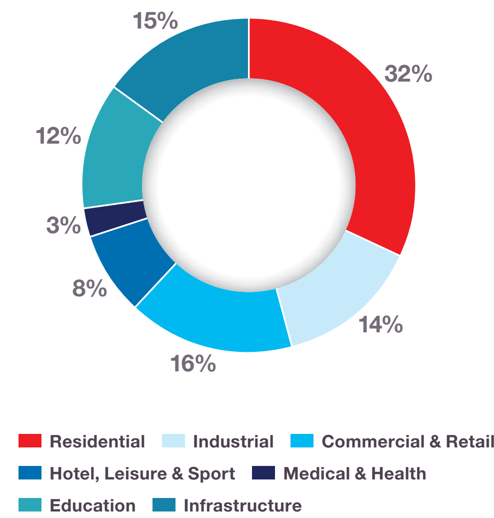
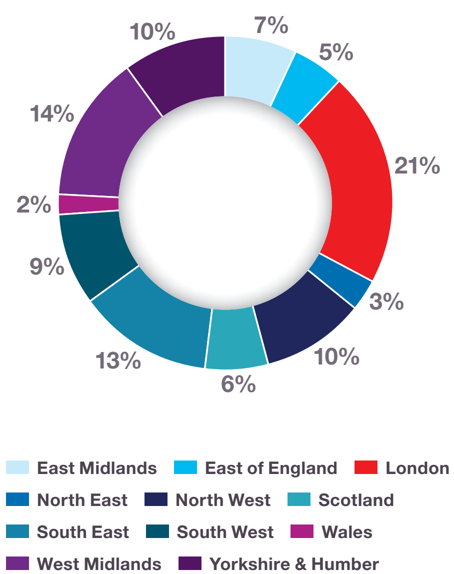


Fig. 2.5 **Type of Projects** Source: Barbour ABI



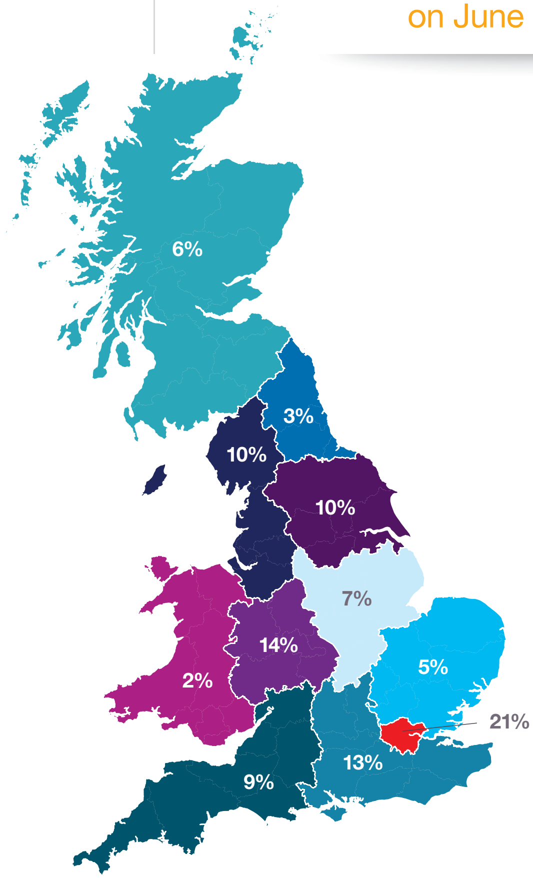


Fig. 2.3 **Locations of Contracts Awarded** Source: Barbour ABI

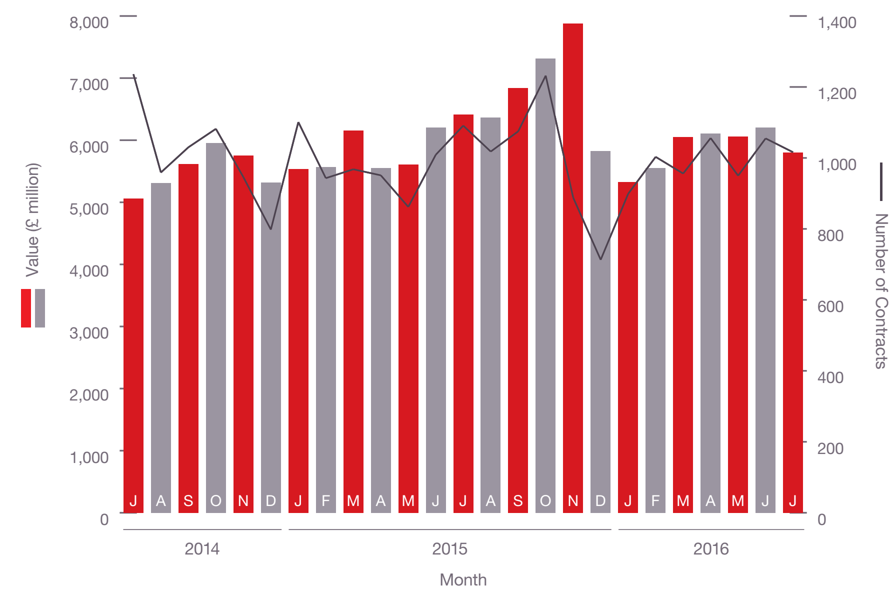


Fig. 2.4 **Construction Activity Trends** Source: Barbour ABI

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Hotel, Leisure & Sport

Industrial

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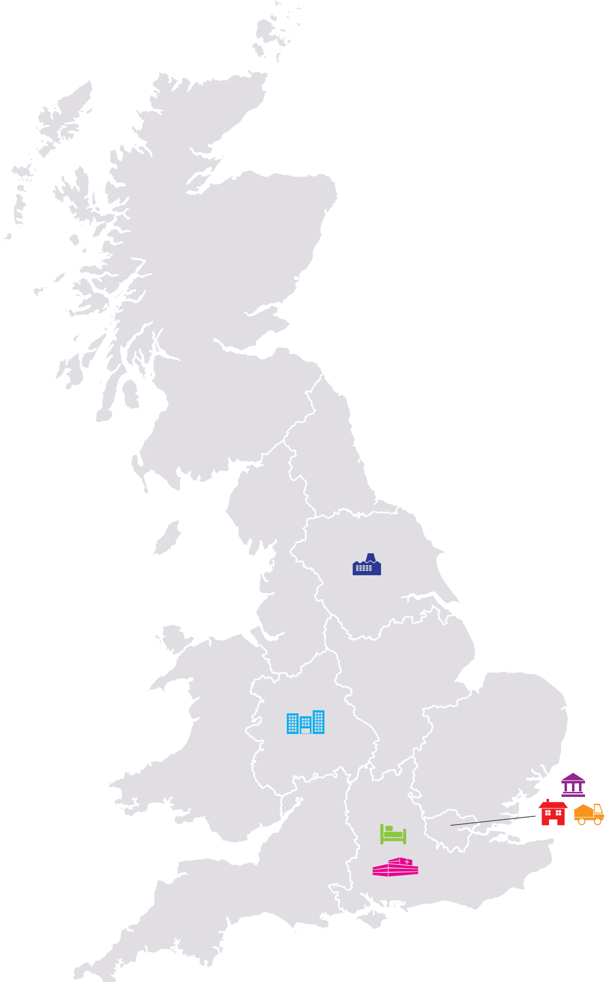
A snippet of this month's regional activity

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
Dudley House Redevelopment
£50,000,000

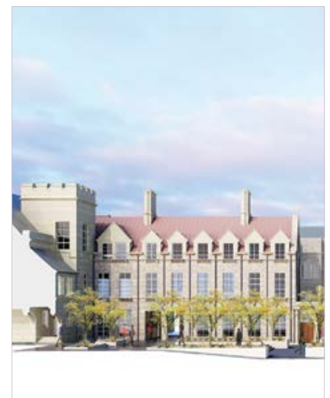
INFRASTRUCTURE
108MW Bhlaraidh Wind Farm
£166,300,000

COMMERCIAL & RETAIL
World Business Centre 4 – Offices
£20,000,000

HOTEL, LEISURE & SPORT
Studley Castle Hotel Redevelopment
£18,440,000

INDUSTRIAL
Nailstone Colliery – Country Park and Warehouses
£90,000,000

MEDICAL & HEALTH
Oak Park Health and Wellbeing Campus
£45,000,000



EDUCATION
University of Cambridge – Student Service Centre
£30,000,000

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RESIDENTIAL

SHARP FALL IN RESIDENTIAL UNITS AWARDED

The number of residential units that reached contract award declined significantly in July though levels are still higher than last year.

The performance of the residential sector was subdued in July with the total value of projects awarded valued at £1.7 billion based on a three month rolling average (see Fig. 3.1). This is a 6.9% decrease compared to June although this is 21.1% higher than July 2015. The number of units associated with residential contracts awarded decreased by 15% between June and July based on a three month rolling average, but are 13.4% higher than July 2015. The monthly drops in residential values and units suggest some slowdown in recent months but how much of this is attributable to the Brexit vote remains to be seen. Subsequent month's data will be more revealing as to the extent of the Brexit effect.

Sector Performance

The latest house price indices for July from Nationwide showed that average house prices are rising at 5.2% annually, an increase from 5.1% in June. 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 July, no change from June. It is too early to assess the impact of the referendum decision in these figures however there was a slight decline in the number of mortgage approvals to the lowest level since May 2015.

Projects by region

London is the main location of activity in the residential sector this month, accounting for 23.1% of the value of contracts awarded, an increase of 9.3% from the same month last year. The South East had the next highest proportion of contract award value in July with 12% of total value awarded, a decrease of 4.8% from July 2015 (see Fig. 3.2 & 3.4). The Harbour Central development in Poplar

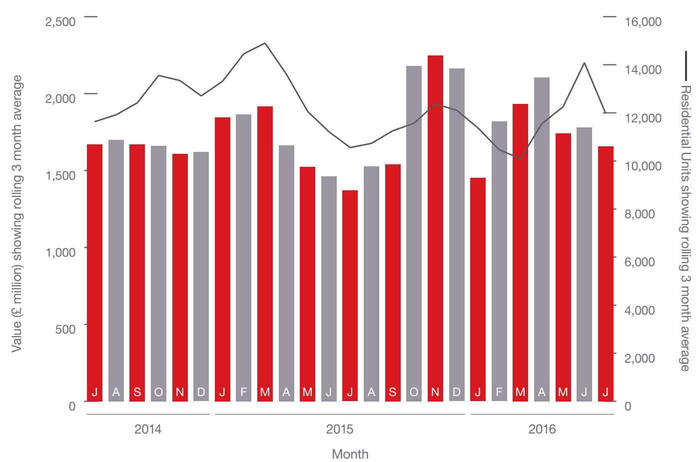

FIG. 3.1

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

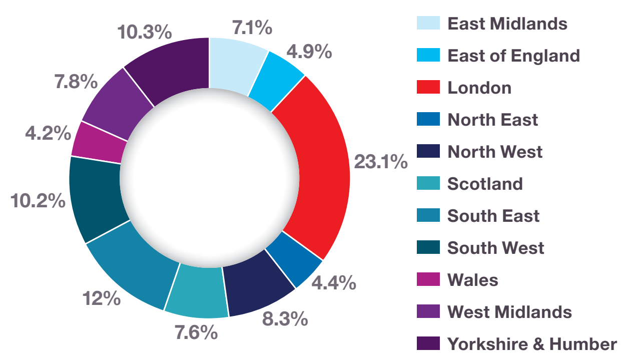

FIG. 3.2

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

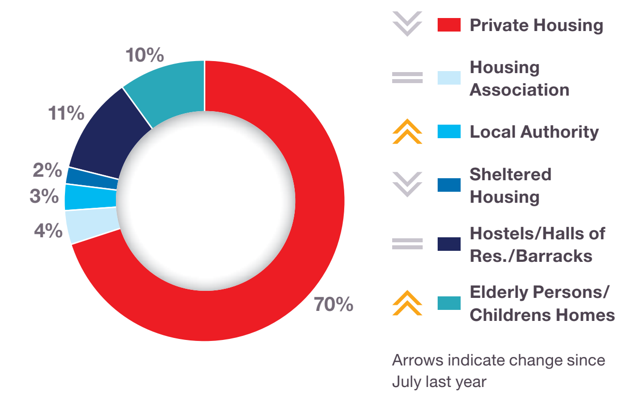

FIG. 3.3

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

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The map and figures show how the activity has changed since July 2015		-1.4%	Scotland
+2.0%	East Midlands	-4.8%	South East
-5.9%	East of England	+0.5%	South West
+9.3%	London *HOTTEST REGION*	+0.9%	Wales
-2.7%	North East	+2.8%	West Midlands
-3.9%	North West	+3.2%	Yorkshire & Humber

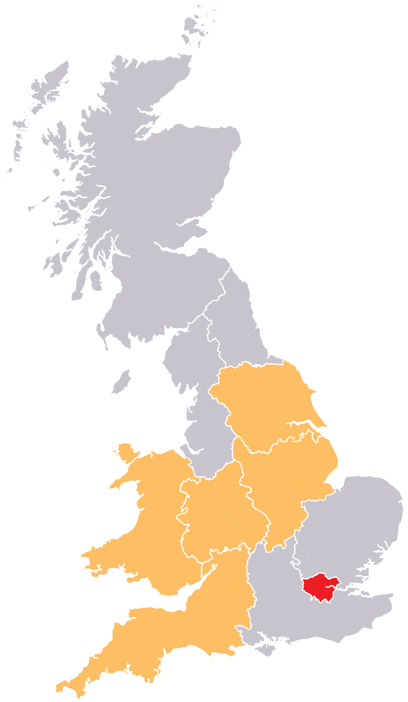

FIG. 3.4

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

and the Dudley House redevelopment in Paddington were the two largest contracts in London in the month.

Type of Projects

The type of projects awarded in the residential sector was dominated by private housing this month. Private housing accounted for 70% of the value of contracts awarded, a 3% decrease from the corresponding month last year. After private housing, the next largest project type were hostels which accounted for 11% of the value awarded, no change from the corresponding month last year (see Fig. 3.3).

PROJECT IN FOCUS

Dudley House Redevelopment £50,000,000

County	London
Primary Category Sector	Residential
Government Region	London
Start Date	November 2016
End Date	November 2018
Contract Award Date	July 2016
Funding	Private
Stage	Detail Approval
Contractor	Willmott Dixon Construction

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SHARP FALL IN RESIDENTIAL UNITS AWARDED

TOP TEN Key Clients
Aug 2015 – Jul 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Persimmon Homes Limited	Persimmon House, Fulford, York, North Yorkshire, YO19 4FE	01904 642199	178	2,203
2	Barratt Homes	Barratt House, Cartwright Way, Forest Business Park, Coalville, Leicestershire, LE67 1UF	01530 278278	155	2,114
3	Taylor Wimpey	Gate House, Turnpike Road, High Wycombe, Buckinghamshire, HP12 3NR	01494 558323	122	1,374
4	Bellway Plc	Seaton Burn House, Dudley Lane, Seaton Burn, Newcastle Upon Tyne, Tyne And Wear, NE13 6BE	0191 217 0717 (CTPS)	108	1,294
5	Bovis Homes Limited (South East Region)	The Manor House, North Ash Road, New Ash Green, Longfield, Kent, DA3 8HQ	01474 876200 (CTPS)	64	798
6	Redrow Homes Limited	Redrow House, St David's Park, Deeside, Clwyd, CH5 3RX	01244 520044	60	674
7	Galliford Try Construction	2 Cowley Business Park, High Street, Cowley, Uxbridge, Middlesex, UB8 2AD	01895 855000	55	496
8	Countryside Properties (UK) Limited	Countryside House, The Drive, Great Warley, Brentwood, Essex, CM13 3AT	01277 260000	31	484
9	Bloor Homes	Ashby Road, Measham, Swadlincote, Derbyshire, DE12 7JP	01530 270100	38	481
10	Keepmoat Regeneration Limited	The Waterfront, Lakeside Boulevard, Doncaster, South Yorkshire, DN4 5PL	01302 346 620	28	351

TOP TEN Key Architects
Aug 2015 – Jul 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Persimmon Homes Limited	Persimmon House, Fulford, York, North Yorkshire, YO19 4FE	01904 642199	91	926
2	Squire and Partners	77 Wicklow Street, Westminster, London, WC1X 9JY	020 7278 5555	5	477
3	Grid Architects Limited	128 Southwark Street, Westminster, London, SE1 0SW	020 7593 3260	4	380
4	Stanton Williams	Diespecker Wharf, 36 Graham Street, Islington, London, N1 8GH	020 7880 6400	2	360
5	Taylor Wimpey	Gate House, Turnpike Road, High Wycombe, Buckinghamshire, HP12 3NR	01494 558323	34	356
6	Barratt Homes	Barratt House, Cartwright Way, Forest Business Park, Coalville, Leicestershire, LE67 1UF	01530 278278	26	346
7	Woods Hardwick Limited	17 Goldington Road, Bedford, Bedfordshire, MK40 3NH	01234 268862	27	345
8	Patel Taylor Architects	48 Rawstorne Street, City, London, EC1V 7ND	020 7278 2323	2	328
9	Pollard Thomas & Edwards Architects	Diespeker Wharf, 38 Graham Street, Islington, London, N1 8JX	020 7336 7777	16	310
10	Kohn Pedersen Fox (International) PA	7a Langley Street, Westminster, London, WC2H 9JA	020 3119 5300	2	305

TOP TEN Key Contractors
Aug 2015 – Jul 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Persimmon Homes Limited	Persimmon House, Fulford, York, North Yorkshire, YO19 4FE	01904 642199	181	2,233
2	Barratt Homes	Barratt House, Cartwright Way, Forest Business Park, Coalville, Leicestershire, LE67 1UF	01530 278278	159	2,127
3	Bellway Plc	Seaton Burn House, Dudley Lane, Seaton Burn, Newcastle Upon Tyne, Tyne And Wear, NE13 6BE	0191 217 0717 (CTPS)	118	1,427
4	Taylor Wimpey	Gate House, Turnpike Road, High Wycombe, Buckinghamshire, HP12 3NR	01494 558323	124	1,375
5	Keepmoat Regeneration Limited	The Waterfront, Lakeside Boulevard, Doncaster, South Yorkshire, DN4 5PL	01302 346 620	70	920
6	Galliford Try Construction	2 Cowley Business Park, High Street, Cowley, Uxbridge, Middlesex, UB8 2AD	01895 855000	78	826
7	Bovis Homes Limited (South East Region)	The Manor House, North Ash Road, New Ash Green, Longfield, Kent, DA3 8HQ	01474 876200 (CTPS)	65	808
8	Redrow Homes Limited	Redrow House, St David's Park, Deeside, Clwyd, CH5 3RX	01244 520044	60	686
9	Countryside Properties (UK) Limited	Countryside House, The Drive, Great Warley, Brentwood, Essex, CM13 3AT	01277 260000	35	658
10	Bloor Homes	Ashby Road, Measham, Swadlincote, Derbyshire, DE12 7JP	01530 270100	40	488

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.

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INFRASTRUCTURE
CONTRACT VALUES DECREASE IN JULY

Infrastructure contract values were down month-on-month and are lower than the same month in 2015.

The value of contracts awarded in the infrastructure sector in July totalled £1.5 billion based on a three month rolling average (see Fig. 4.1). This is 20.4% lower than the previous month and 23% lower than July 2015. In the three months to July the total value of contract awards was £5.6 billion based on a three month rolling average. This is 8.5% higher than the previous three months and 0.5% higher than the same period in 2015.

Projects by region

The main location of infrastructure projects this month was London with 34.3% of the value, and this was 18.4% higher than July 2015 (see Fig. 4.2 & 4.4). The main project awarded in the region was the Heathrow Airport baggage screening upgrade valued at £170 million. The North West was the next most active location accounting for 17.7%, a 14.7% reduction since July 2015. The award of the Oldham sewerage treatment upgrade works was the highest value contract awarded at £54million.

Type of Projects

Utilities was the dominant sector within infrastructure, accounting for 35% of the contract value awarded. Transport was the second major sector accounting for 31% of the value of contracts (see Fig. 4.3).

> “ The main location of projects this month was London

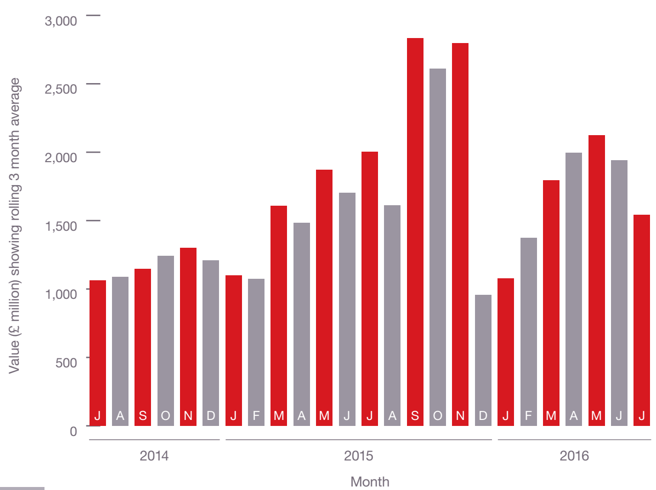

FIG. 4.1
Infrastructure: **Project Value showing 3 month moving average** Source: Barbour ABI

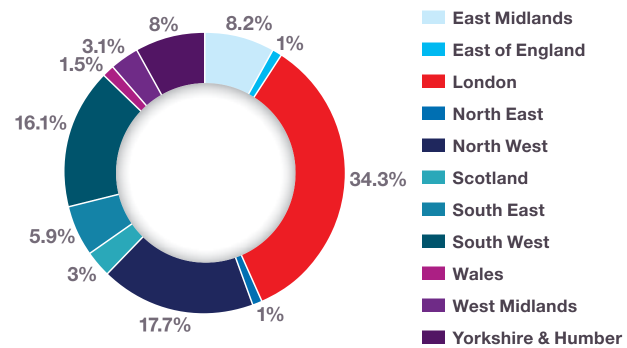

FIG. 4.2
Infrastructure: **Value of Contracts by Region** Source: Barbour ABI

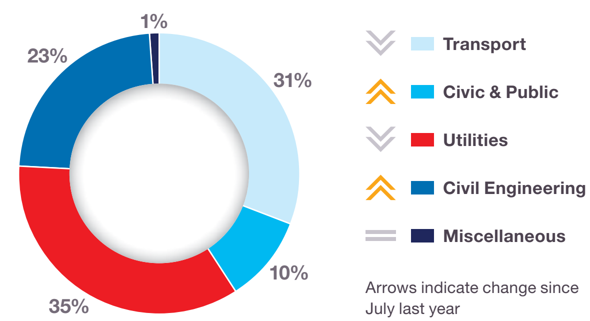

FIG. 4.3
Infrastructure: **Type of Projects Awarded** Source: Barbour ABI

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

		-7.6%	Scotland
-1.1%	East Midlands	-2.1%	South East
0.0%	East of England	+12.8%	South West
+18.4%	London *HOTTEST REGION*	-1.3%	Wales
-0.6%	North East	-6.5%	West Midlands
-14.7%	North West	+2.7%	Yorkshire & Humber

FIG. 4.4

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

> Utilities was the dominant sector within infrastructure, accounting for 35% of the contract value awarded

PROJECT IN FOCUS

www.sse.com

108MW Bhlaraidh Wind Farm £166,300,000

County	Highlands
Primary Category Sector	Infrastructure
Government Region	Scotland
Start Date	April 2016
End Date	April 2018
Contract Award Date	July 2016
Funding	Private
Stage	Detail Approval
Contractor	Balfour Beatty Construction (preferred bidder)

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TOP TEN Key Clients

Aug 2015 – Jul 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	1,692
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	165	1,224
6	Transport for London	55 Broadway, Westminster, London, SW1 0BD	03432 220000	15	848
7	Scottish Power	Cathcart Business Park, Spean Street, Glasgow, Strathclyde, G44 4GP	0141 568 2000	5	769
8	Highways England	123 Buckingham Palace Road, Westminster, London, SW1W 9HA	0845 955 6575	68	665
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

Aug 2015 – Jul 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Fletcher Rae UK Limited	Hill Quays, 5 Jordan Street, Manchester, Greater Manchester, M15 4PY	0161 242 1140	3	225
2	UMC Architects	Newark Beacon Office Park, Cassereta Way, Nottingham, Nottinghamshire, NG24 2TN	01636 653027	3	216
3	Gebler Tooth	1 World Business Centre, Newall Road, Hounslow, Middlesex, TW6 2RE	020 8283 9926	1	170
4	WA Fairhurst & Partners	225 Bath Street, Glasgow, Strathclyde, G2 4GZ	0141 204 8800	2	154
5	Elevation Projects Limited	1st Floor, 16 Wright Street, Hull, East Riding of Yorkshire, HU2 8JU	01482 221155	1	150
6	Heatherwick Studio	356-364 Grays' Inn Road, Westminster, London, WC1X 8BH	020 7833 8800 (CTPS) (TPS)	1	150
7	RPS Group Plc	20 Western Avenue, Milton Park, Abingdon, Oxfordshire, OX14 4SH	01235 821888	2	140
8	WSP Parsons Brinckerhoff	WSP House, 70 Chancery Lane, Westminster, London, WC2A 1AF	020 7314 5000	1	97
9	Sergison Bates Architects	44 Newman Street, Westminster, London, W1T 1QD	020 7255 1564 (TPS)	1	70
10	CPMG Architects	23 Warser Gate, Nottingham, Nottinghamshire, NG1 1NU	0115 958 9500	1	70

TOP TEN Key Contractors

Aug 2015 – Jul 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Costain Group Plc	Vanwall Business Park, Vanwall Road, Maidenhead, Berkshire, SL6 4UB	01628 842444	18	1,132
2	Vinci Construction UK Limited	Astral House, Imperial Way, Watford, Hertfordshire, WD24 4WW	01923 233433	12	877
3	Bachy Soletanche Limited	Henderson House, Langley Place, Higgins Lane, Burscough, Ormskirk, Lancashire, L40 8JS	01704 895686 (CTPS)	1	800
4	Laing O'Rourke	Bridge Place, Anchor Boulevard, Crossways, Dartford, Kent, DA2 6SN	01322 296200	5	794
5	Thales Transportation	The Quadrant, 4 Thomas More Square, Thomas More Street, City, London, E1W 1YW	020 3300 6000	4	760
6	Ferrovial Agroman, S. A.	Calle Ribera del Loira 42 Campo de las Naciones, Madrid, Spain, 28042	0034 91 300 85 43	1	746
7	Balfour Beatty Group Limited	5 Churchill Place, Canary Wharf, Poplar, London, E14 5HU	020 7216 6800	44	734
8	BAM Nuttall	St James House, Knoll Road, Camberley, Surrey, GU15 3XW	01276 63484	23	691
9	Areva	33 rue La Fayette, 75 422 - Paris cedex 09, France	+33 1 34 96 00 00	2	524
10	Morgan Sindall Plc	Kent House, 14-17 Market Place, Westminster, London, W1W 8AJ	020 7307 9200	7	439

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.

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COMMERCIAL & RETAIL
INCREASE IN CONTRACT VALUES IN JULY

Contract values in the commercial & retail sector were higher in July but are below the levels witnessed in the corresponding month last year.

The value of contracts awarded in the commercial and retail sector were £918 million in July based on a three month rolling average (see Fig. 5.1). This is an 11.8% increase from June but a 25.6% decrease from the July 2015 figure. In the three months to July the value of contracts were 12.3% above the previous three months and 14.2% lower than the same period in 2015, indicating a mixed performance in the sector over the longer term.

Projects by region

The West Midlands was the main region of activity in the sector this month accounting for 36% of the value of all contracts awarded, which was 27.5% higher than July 2015 (see Fig. 5.2 & 5.4). The largest contract awarded in the West Midlands in July was the Paradise Circus development, an eight storey office block valued at £250 million. London received the second highest share of contracts awarded in July with 20.2% of the value, albeit this was 14.2% below the share in July 2015. The largest office contract awarded in London was the World Business Centre 4 at Heathrow Airport valued at £20 million.

Type of Projects

Offices were the dominant type of project in the sector accounting for 76% of the value of contracts awarded this month, which is 1% lower than July 2015. General retailing is the next largest sector with 12% of contract award value, which is a 3% decrease from the July 2015 figure (see Fig. 5.3).

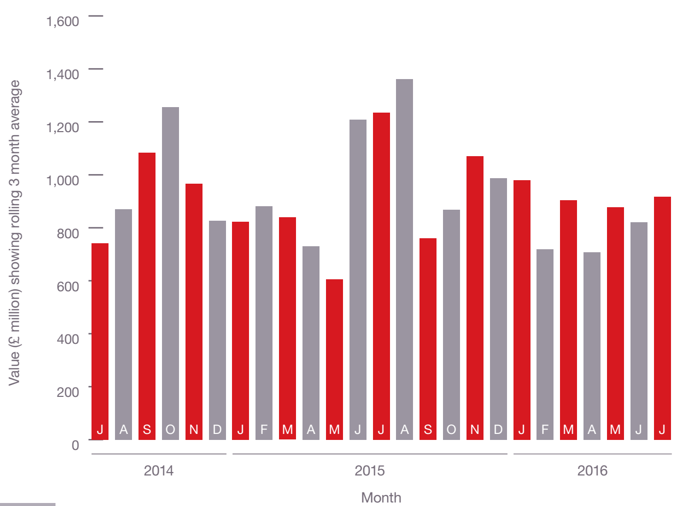

FIG. 5.1
Commercial & Retail: **Project Value showing 3 month moving average** Source: Barbour ABI

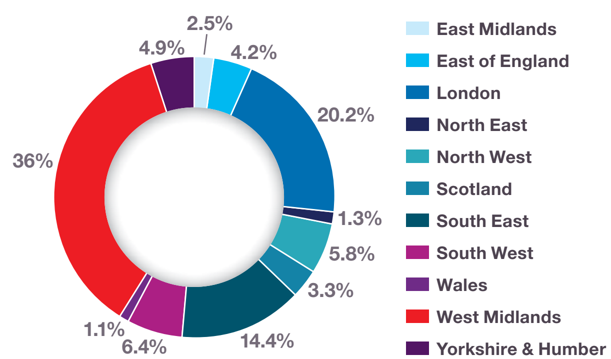

FIG. 5.2
Commercial & Retail: **Value of Contracts by Region** Source: Barbour ABI

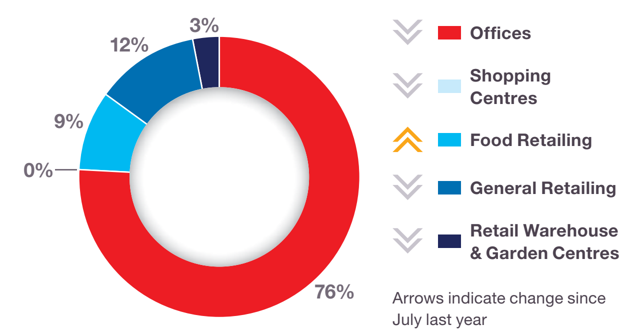

FIG. 5.3
Commercial & Retail: **Type of Projects Awarded** Source: Barbour ABI

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INCREASE IN CONTRACT VALUES IN JULY

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

		-13.0%	Scotland
+1.3%	East Midlands	+5.0%	South East
-6.3%	East of England	-3.0%	South West
-14.2%	London	-0.2%	Wales
-1.3%	North East	+27.5%	West Midlands *HOTTEST REGION*
+1.0%	North West	+3.2%	Yorkshire & Humber

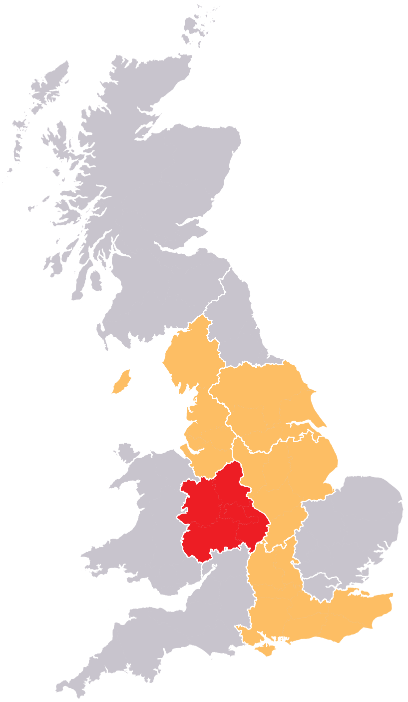
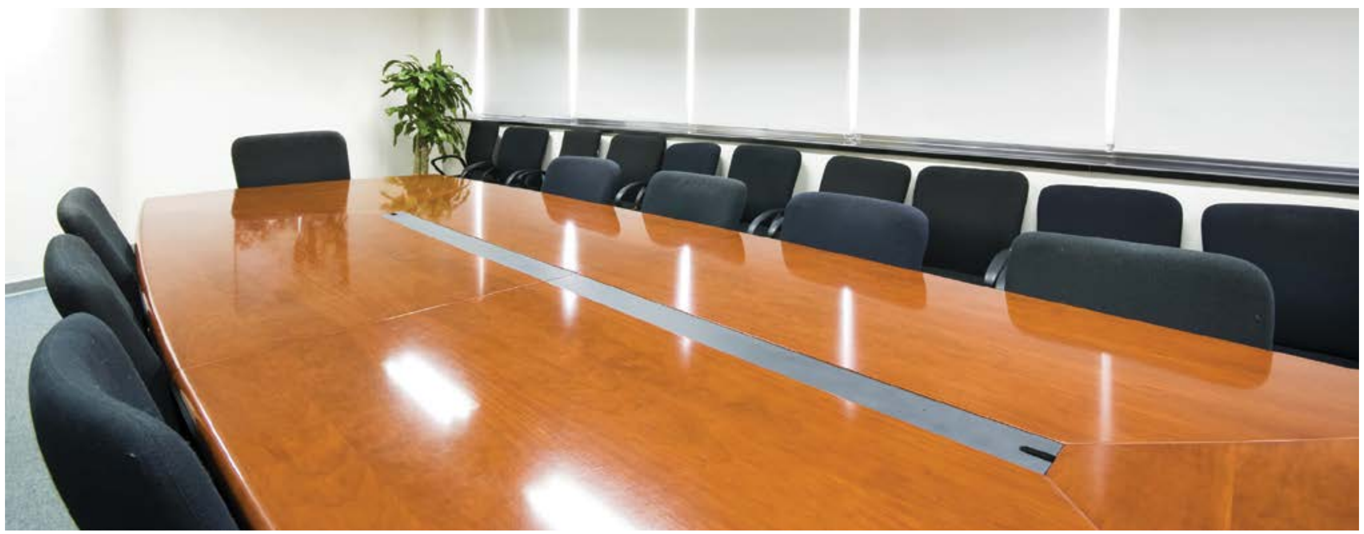


FIG. 5.4

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



PROJECT IN FOCUS

World Business Centre 4 – Offices
£20,000,000

County	Middlesex
Primary Category Sector	Commercial & Retail
Government Region	South East
Start Date	TBC
End Date	TBC
Contract Award Date	July 2016
Funding	Private
Stage	Reserved Matters Submitted
Contractor	No Contractor

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TOP TEN Key Clients

Aug 2015 – Jul 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	Goldman Sachs International Limited	Peterborough Court, 133 Fleet Street, City, London, EC4A 2BB	020 7774 1000	1	350
3	Canary Wharf Group PLC	1 Canada Square, Canary Wharf, Poplar, London, E14 5AB	020 7418 2000	1	326
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	Argent Estates Limited	11 Brindley Place, 2 Brunswick Square, Birmingham, West Midlands, B1 2LP	0121 643 7799	1	250
7	Lendlease Limited	20 Triton Street, Regent's Place, Camden Town, London, NW1 3BF	020 7182 9000	2	210
8	Intu Group	40 Broadway, Westminster, London, SW1H 0BU	020 7887 4220	2	202
9	Lidl UK GMBH	19 Worple Road, Wimbledon, London, SW19 4JS	0800 977 7766	62	145
10	Argent Group Plc	4 Stable Street, King's Cross, Camden, London, N1C 4AB	020 3664 0200 (TPS)	2	124

TOP TEN Key Architects

Aug 2015 – Jul 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	4	691
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	Eric Parry Architects	28-42 Banner Street, City, London, EC1Y 8QE	020 7608 9600	3	366
5	Sheppard Robson	77 Parkway, Camden Town, London, NW1 7PU	020 7504 1700	9	353
6	Heatherwick Studio	356-364 Grays' Inn Road, Westminster, London, WC1X 8BH	020 7833 8800 (CTPS) (TPS)	2	306
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	The Leadenhall Building, 122 Leadenhall Street, City, London, EC3V 4AB	020 7385 1235	3	212
10	Harris Partnership	2 St Johns, Wakefield, West Yorkshire, WF1 3QA	01924 291800	64	186

TOP TEN Key Contractors

Aug 2015 – Jul 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	6	1,123
2	Carillion Construction Limited	Carillion House, 84 Salop Street, Wolverhampton, West Midlands, WV3 0SR	01902 422431	4	650
3	ISG	Aldgate House, 33 Aldgate High Street, City, London, EC3N 1AG	020 7247 1717	34	483
4	Kier Group PLC	Tempsford Hall, Station Road, Sandy, Bedfordshire, SG19 2BD	01767 640111 (CTPS)	21	389
5	Canary Wharf Group PLC	1 Canada Square, Canary Wharf, Poplar, London, E14 5AB	020 7418 2000	1	326
6	BAM Construction	Breakspear Park, Breakspear Way, Hemel Hempstead, Hertfordshire, HP2 4FL	01442 238300	9	318
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	2	210
10	McAlpine Limited	Eaton Court, Maylands Avenue, Hemel Hempstead, Hertfordshire, HP2 7TR	01442 233444 (CTPS)	8	187

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.

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HOTEL, LEISURE & SPORT

SLIGHT DECREASE IN CONTRACT VALUE IN JULY

The hotel, leisure & sport sector showed a slight decrease in contract values but 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 £351 million in July, based on a three month rolling average (see Fig. 6.1). This was 0.9% lower than June but 15.6% higher than July 2015. In the three months to July the value of contracts was £1 billion, which was 6.1% lower than the previous three months. This was an increase of 3.6% compared to the same period in 2015 indicating a slight increase in the industry over the past year.

Projects by region

The South East was the main location for hotel, leisure & sport contracts this month accounting for 23.4% of the value awarded, 16.4% higher than July 2015 (see Fig. 6.2 & 6.4). The largest individual contract was the Farnham Road Leisure Centre project in Slough valued at £17.8 million. The West Midlands was the region with the next highest share of contract value with 22% of contract value, an increase of 18.1% from the previous year. The largest contract awarded in the region during July was the University of Warwick Sports Hub awarded to Willmott Dixon with a value of £27.4 million.

Type of Projects

As is often the case the hotels/motels category saw the highest proportion of activity accounting for 38% of contract value awarded in July. This was a decrease of 28% 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 34% of the value awarded in July, which is a 16% increase from July 2015 (see Fig. 6.3).

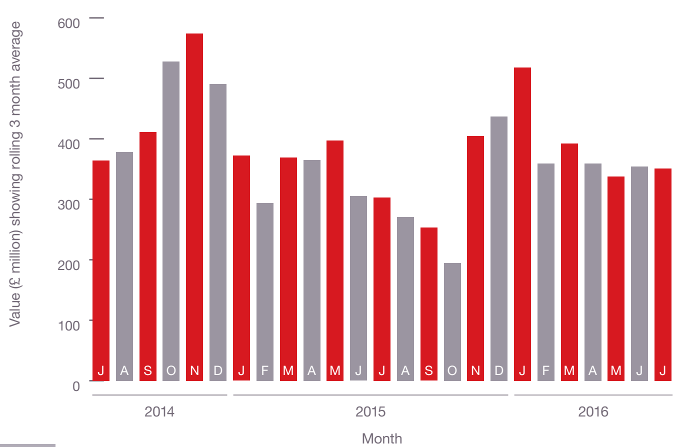

FIG. 6.1

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

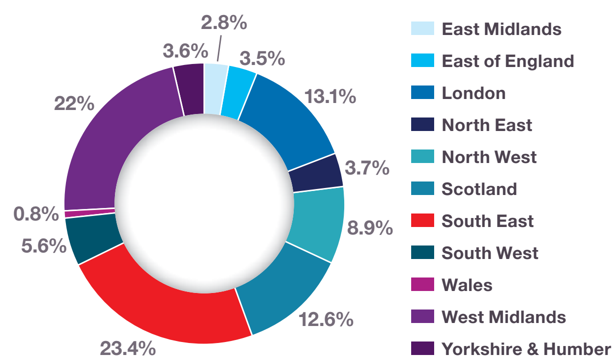

FIG. 6.2

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

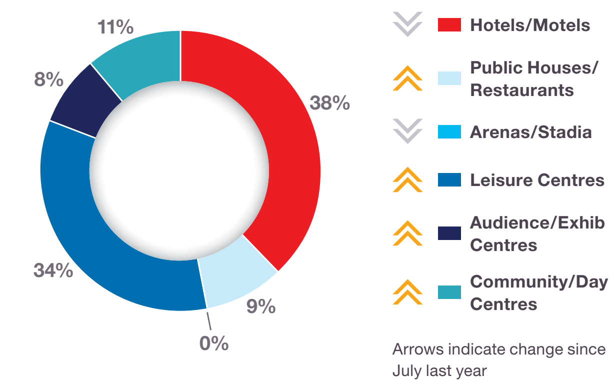

FIG. 6.3

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

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SLIGHT DECREASE IN CONTRACT VALUE IN JULY

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

+1.0%	East Midlands	+4.2%	Scotland
-11.6%	East of England	+16.4%	South East
+5.0%	London	-5.6%	South West
+1.3%	North East	-2.4%	Wales
-21.5%	North West	+18.1%	West Midlands *HOTTEST REGION*
		-4.8%	Yorkshire & Humber

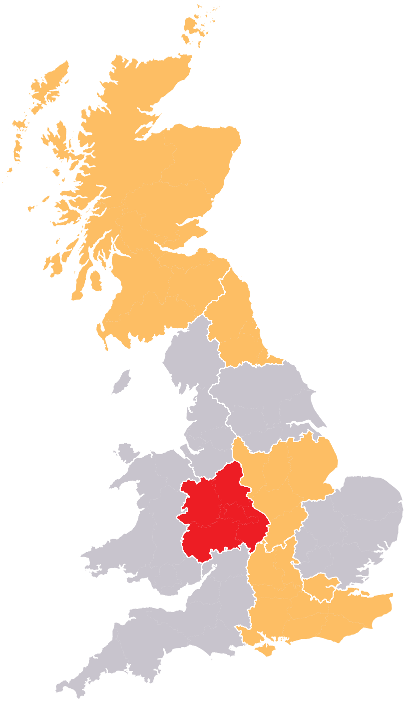

FIG. 6.4

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

> "In the three months to July the value of contracts was £1 billion, which was 6.1% lower than the previous three months

PROJECT IN FOCUS

www.pwp-architects.com

Studley Castle Hotel Redevelopment £18,440,000

County	Warwickshire
Primary Category Sector	Hotel, Leisure & Sport
Government Region	West Midlands
Start Date	September 2016
End Date	March 2018
Contract Award Date	July 2016
Funding	Private
Stage	Detail Approval
Contractor	Willmott Dixon Construction

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TOP TEN Key Clients

Aug 2015 – Jul 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	Swansea City and County Council	County Hall, Oystermouth Road, Swansea, West Glamorgan, SA1 3SN	01792 636000	1	250
4	Whitbread PLC	Whitbread Court, Houghton Hall Business Court, Porz Avenue, Dunstable, Bedfordshire, LU5 5XE	01582 499499/ 01582 424200	52	155
5	The All England Lawn Tennis and Croquet Club	Church Road, Wimbledon, London, SW19 5AE	020 8944 1066	2	153
6	McAleer & Rushe Limited	17-19 Dungannon Road, Cookstown, County Tyrone, BT80 8TL	028 8676 3741 (CTPS)	1	100
7	Bristol City Council	The Exchange, Corn Street, Bristol, North East Somerset, BS1 1JQ	0117 922 2000	3	97
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	Premier Inn Limited	Whitbread Court, Houghton Business Park, Porz Avenue, Dunstable, Bedfordshire, LU5 5XE	0871 527 8000	33	47

TOP TEN Key Architects

Aug 2015 – Jul 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 (CTPS)	1	315
3	Nicholas Grimshaw & Partners Limited	57 Clerkenwell Road, Westminster, London, EC1M 5NG	020 7291 4141	1	150
4	3D Reid (Architects) Limited	45 West Nile Street, Glasgow, Strathclyde, G1 2PT	0345 271 6350	11	101
5	Urban Innovations	Wellington Buildings, 2 Wellington Street, Belfast, Northern Ireland, BT1 6HT	028 9043 5060	1	100
6	Axiom Architects	Brooklands Yard, Southover High Street, Lewes, East Sussex, BN7 1HU	01273 479269 (TPS)	29	95
7	Feilden Clegg Bradley Architects	Bath Brewery, Toll Bridge Road, Bath, North East Somerset, BA1 7DE	01225 852 545	2	93
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

Aug 2015 – Jul 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	McAlpine Limited	Eaton Court, Maylands Avenue, Hemel Hempstead, Hertfordshire, HP2 7TR	01442 233444 (CTPS)	0	154
2	Bouygues UK Limited	Elizabeth House, 39 York Road, Southwark, London, SE1 7NQ	020 7401 0020	0	141
3	McAleer & Rushe Limited	17-19 Dungannon Road, Cookstown, County Tyrone, BT80 8TL	028 8676 3741 (CTPS)	2	135
4	Willmott Dixon Construction Limited	Spirella 2, Icknield Way, Letchworth Garden City, Hertfordshire, SG6 4GY	01462 671852 (CTPS)	8	122
5	Robertson Group Limited	Robertson House, Castle Business Park, Stirling, Central, FK9 4TZ	01786 431600	12	120
6	Gilbert - Ash Limited	47 Boucher Road, Belfast, County Antrim, BT12 6HR	028 90664334	8	73
7	Morgan Sindall Plc	Kent House, 14-17 Market Place, Westminster, London, W1W 8AJ	020 7307 9200	9	70
8	ISG	Aldgate House, 33 Aldgate High Street, City, London, EC3N 1AG	020 7247 1717	10	69
9	Kier Group PLC	Tempsford Hall, Station Road, Sandy, Bedfordshire, SG19 2BD	01767 640111 (CTPS)	10	68
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.

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INDUSTRIAL

ACTIVITY INCREASES IN THE SECTOR THIS MONTH

The industrial sector experienced a large increase in contracts awarded in July but the value of work is significantly lower than the same month in 2015.

Activity in the industrial sector increased in July with the value of contracts awarded £564 million, based on a three month rolling average (see Fig. 7.1). This equates to an increase of 19.7% on the value in June but is 21% below the figure recorded this time last year. In the three months to July the total value of contracts was £1.4 billion which was 0.6% higher than the previous three months but 25.6% lower than the same quarter last year.

Projects by region

Yorkshire & the Humber is the region with the highest value of activity this month with 18% of the contracts awarded, an increase of 7.6% on July 2015 (see Fig. 7.2 & 7.4). This was principally due to the award of the contract to construct a new global centre for scientific excellence for Reckitt Benckiser Group in Kingston upon Hull valued at £100 million. The West Midlands had the next highest share of contract value in July with 17.6% of the value awarded. This total was largely attributable to the award of the Lidl Distribution Centre which was valued at £43.7 million.

Type of Projects

The types of project awarded in the sector were predominantly in heavy industrial which accounted for 40% of contract values, a decline of 3% from July 2015. The laboratories and R&D sub sector had a strong showing accounting for 24% of the contracts awarded, up by 21% from the same month last year (see Fig. 7.3).

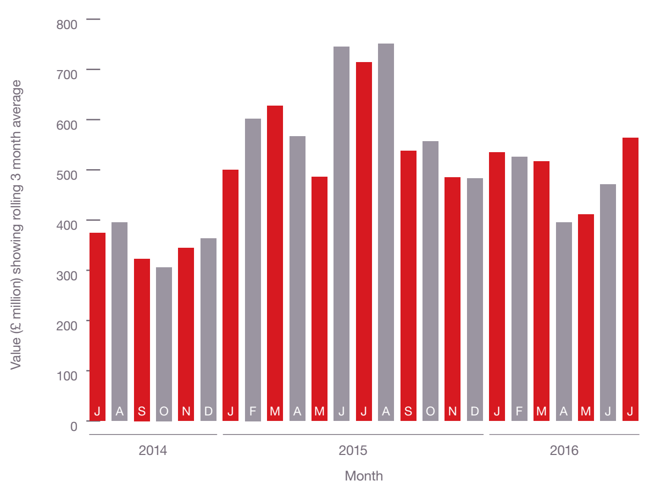

FIG. 7.1

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

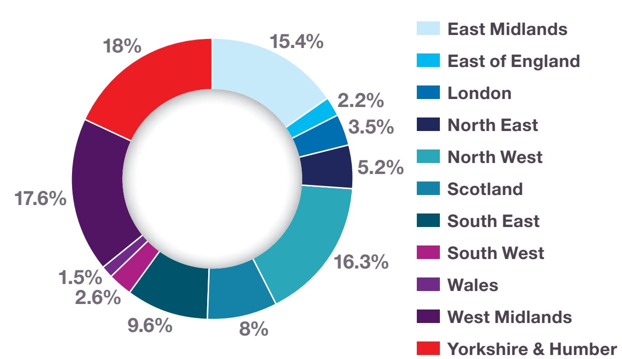

FIG. 7.2

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

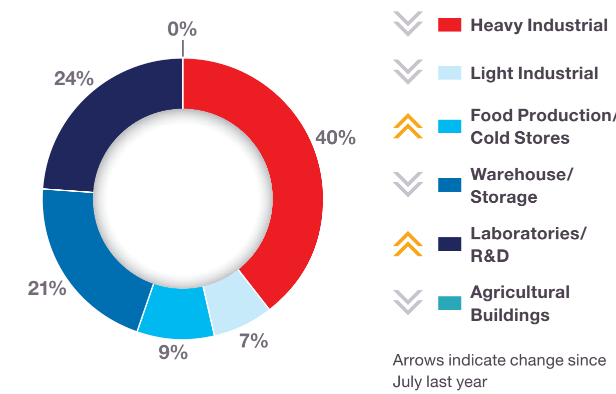

FIG. 7.3

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

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ACTIVITY INCREASES IN THE SECTOR THIS MONTH

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

-10.5%	East Midlands	+7.3%	Scotland
-7.5%	East of England	+5.9%	South East
+0.8%	London	-0.7%	South West
+0.8%	North East	-2.4%	Wales
+14.2%	North West *HOTTEST REGION*	-15.6%	West Midlands
		+7.6%	Yorkshire & Humber

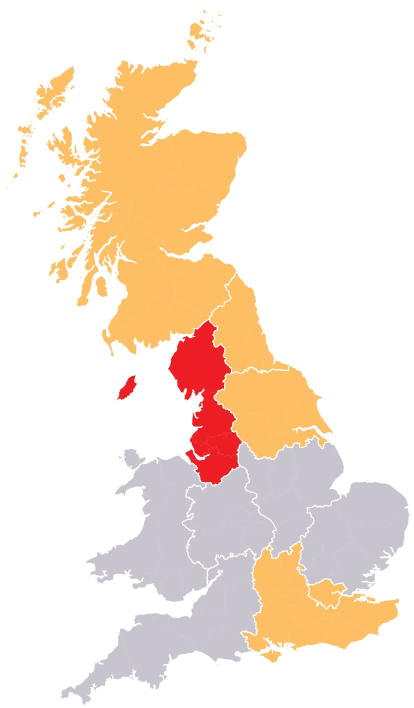

FIG. 7.4

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

Source: Barbour ABI

PROJECT IN FOCUS

Nailstone Colliery – Country Park and Warehouses

£90,000,000

County	Leicestershire
Primary Category Sector	Industrial
Government Region	East Midlands
Start Date	TBC
End Date	TBC
Contract Award Date	July 2016
Funding	Private
Stage	Detail Approval
Contractor	Buckingham Group

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TOP TEN Key Clients

Aug 2015 – Jul 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	BAE Systems	Warwick House, Farnborough Aerospace Centre, Farnborough, Hampshire, GU14 6TQ	01252 373232	7	275
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	Prologis Developments Limited	Prologis House, 1 Monkspath Hall Road, Solihull, West Midlands, B90 4FY	0121 224 8700	6	134
6	West Berkshire Council	Council Offices, Market Street, Newbury, Berkshire, RG14 5LD	01635 424000	1	125
7	Reckitt Benckiser Health Care (UK) Limited	Dansom Lane, Hull, East Riding of Yorkshire, HU8 7DS	01482 326151	1	100
8	Goodman International	Nelson House, Central Boulevard, Blythe Valley Park, Solihull, West Midlands, B90 8BG	0121 506 8100	3	98
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

Aug 2015 – Jul 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	12	309
3	Stephen George & Partners	170 London Road, Leicester, Leicestershire, LE2 1ND	0116 247 0557	9	190
4	AJA Architects LLP	1170 Elliot Court, Herald Avenue, Coventry Business Park, Coventry, West Midlands, CV5 6UB	024 7625 3200	9	163
5	Fairhursts Design Group	55 King Street, Manchester, Greater Manchester, M2 4LQ	0161 831 7300 (CTPS)	4	116
6	Orbit Architects Limited	83 Blackfriars Road, Southwark, London, SE1 8HA	020 7593 3380	2	100
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	Devereux Architects Limited	Zeeta House, 200 Upper Richmond Road, Putney, London, SW15 2SH	020 8780 1800	1	100
10	Atkins	286 Euston Road, Camden Town, London, NW1 3AT	01372 726140 (TPS)	2	97

TOP TEN Key Contractors

Aug 2015 – Jul 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)	23	539
2	Morgan Sindall Plc	Kent House, 14-17 Market Place, Westminster, London, W1W 8AJ	020 7307 9200	7	235
3	Buckingham Group Contracting Limited	Blackpit Farm, Silverstone Road, Stowe, Buckingham, Buckinghamshire, MK18 5LJ	01280 823355	12	218
4	Readie Construction Limited	Unit 15 Falcon Business Centre, Ashton Road, Romford, Essex, RM3 8UR	01708 332800	11	184
5	McLaren Construction Limited	McLaren House, 100 Kings Road, Brentwood, Essex, CM14 4EA	01277 205800	7	183
6	Kier Group PLC	Tempsford Hall, Station Road, Sandy, Bedfordshire, SG19 2BD	01767 640111 (CTPS)	7	127
7	M & W UK	Unit A2, Metheun South, Bath Road, Chippenham, Wiltshire, SN14 0GT	01249 455150	2	126
8	VolkerWessels UK Limited	Hertford Road, Hoddesdon, Hertfordshire, EN11 9BX	01992 305000	5	101
9	Skanska UK	Maple Cross House, Denham Way, Maple Cross, Rickmansworth, Hertfordshire, WD3 9SW	01923 776666	2	100
10	Marshall CDP	Huddersfield Road, Elland, West Yorkshire, HX5 9BW	01422 376821	7	89

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.

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MEDICAL & HEALTH
INCREASE IN VALUE OF CONTRACTS IN JULY

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

Levels of activity in the medical & health sector increased by 0.4% in July 2016 compared to June, with the total value of contracts awarded £165 million based on a three month rolling average (see Fig. 8.1). This is 33.2% higher than the values in July 2015 however. The value of contracts awarded was 6.3% lower than the previous three months but was 4% up on the same period in 2015 indicating a longer term increase in the value of contracts awarded in the sector.

Projects by region

The South East was the main location of development in the sector this month with 57.8% of activity, a 51.8% increase from July 2015 (see Fig. 8.2 & 8.4). This is primarily due to the award for the contract to build a “wellbeing campus” in Havant which includes a private care home and is valued at £45 million. This development also includes assisted living and has been awarded to EJ Taylor and Sons.

Type of Projects

Due to the wellbeing campus award it is nursing homes which is the dominant sub-sector this month accounting for 52% of the value of contracts in July 2016, a 26% increase from July 2015 (see Fig. 8.3).

> Levels of activity in the medical & health sector increased by 0.4% in July 2016 compared to June

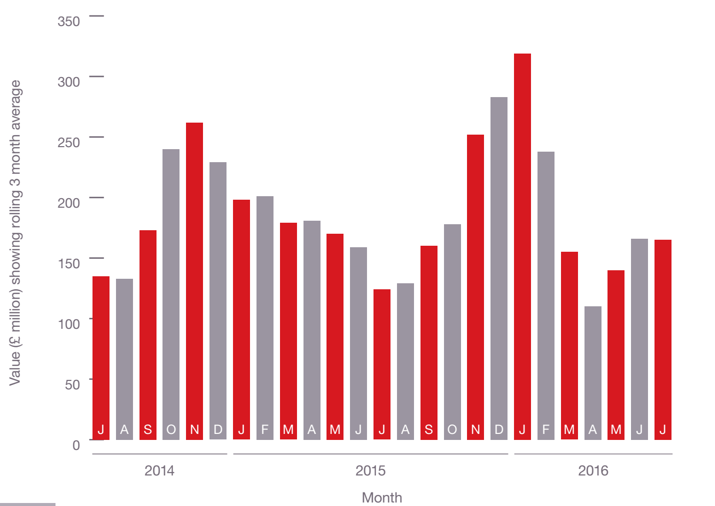

FIG. 8.1
Medical & Health: **Project Value showing 3 month moving average** Source: Barbour ABI

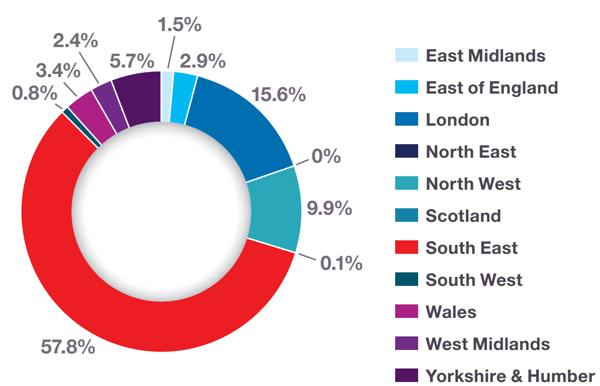

FIG. 8.2
Medical & Health: **Value of Contracts by Region** Source: Barbour ABI

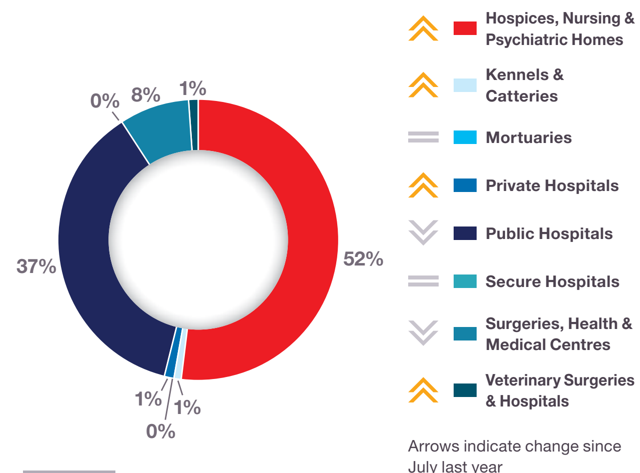

FIG. 8.3
Medical & Health: **Type of Projects Awarded** Source: Barbour ABI

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

			↓	-0.7%	Scotland
↓	-0.6%	East Midlands	↑	+51.8%	South East *HOTTEST REGION*
↓	-15.4%	East of England	↓	-12.1%	South West
↑	+8.2%	London	↓	-20.9%	Wales
↓	-6.3%	North East	↓	-7.6%	West Midlands
↓	-0.4%	North West	↑	+4.0%	Yorkshire & Humber

FIG. 8.4

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

> "The South East was the main location of development in the sector this month with 57.8% of activity

PROJECT IN FOCUS

www.penoyre-prasad.net

Oak Park Health and Wellbeing Campus
£45,000,000

County	Hampshire
Primary Category Sector	Medical & Health
Government Region	South East
Start Date	August 2016
End Date	February 2018
Contract Award Date	July 2016
Funding	Public
Stage	Detail Approval
Contractor	EJ Taylor & Sons Limited

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INCREASE IN VALUE OF CONTRACTS IN JULY

TOP TEN Key Clients
Aug 2015 – Jul 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	Royal Free Hospital	Pond Street, Hampstead, London, NW3 2QG	020 7794 0500	7	206
3	Ministry of Defence	Whitehall, Westminster, London, SW1A 2HB	020 7218 9000	1	200
4	University College London Hospital NHS Foundation Trust	2nd Floor 250 Euston Road, City, London, NW1 2PG	020 3456 7890 (CTPS)	3	139
5	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
6	Frimley Health NHS Foundation Trust	Wexham Park Hospital, Wexham Street, Wexham, Slough, Berkshire, SL2 4HL	01753 633000	2	73
7	NHS Lothian	Royal Edinburgh Hospital, Morningside Place, Edinburgh, Lothian, EH10 5HF	0131 537 6000 (CTPS)	1	60
8	Horizon Care Homes Limited	Unit 1.16, Great House, Redwall Close, Rotherham Road, Dinnington, Sheffield, South Yorkshire, S25 3QA	01909 517737	1	50
9	Ashley House Plc	6 Cliveden Office Village, Lancaster Road, Cressex Business Park, High Wycombe, Buckinghamshire, HP12 3YZ	01628 600340	1	45
10	Lothian Health Board	Deaconess House, 148 Pleasance, Edinburgh, Lothian, EH8 9RQ	0131 536 9000	2	44

TOP TEN Key Architects
Aug 2015 – Jul 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	IBI Group	Princes Manor Barn, Reading Road, Harwell, Oxford, Oxfordshire, OX11 0LU	01235 820222 (TPS)	6	161
5	BDP	16 Brewhouse Yard, Clerkenwell, City, London, EC1V 4LJ	020 7812 8000	9	153
6	Scott Tallon Walker Architects	10 Cromwell Place, South Kensington, London, SW7 2JN	020 7589 4949 (TPS)	2	138
7	Ellis Williams Architects	151 Roseberry Avenue, 3-11 Pine Street, City, London, EC1R 0JH	020 7841 7200	1	136
8	Archial Group Plc	Tennyson House, 159-165 Great Portland Street, Westminster, London, W1W 5PA	020 7580 0400	2	63
9	Design Studio North	17-19 Stott Hill, Bradford, West Yorkshire, BD1 4EH	01274 727745 (TPS)	1	50
10	Penoyre & Prasad Architects	28-42 Banner Street, City, London, EC1Y 8QE	020 7250 3477	1	45

TOP TEN Key Contractors
Aug 2015 – Jul 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Carillion Construction Limited	Carillion House, 84 Salop Street, Wolverhampton, West Midlands, WV3 0SR	01902 422431	1	280
2	Interserve Plc	Interserve House, Ruscombe Park, Twyford, Reading, Berkshire, RG10 9JU	0118 932 0123 (CTPS)	14	258
3	IHP	Astral House, Imperial Way, Watford, Hertfordshire, WD24 4WW	01923 233433	5	222
4	Kier Group PLC	Tempsford Hall, Station Road, Sandy, Bedfordshire, SG19 2BD	01767 640111 (CTPS)	15	215
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	Galliford Try Construction	2 Cowley Business Park, High Street, Cowley, Uxbridge, Middlesex, UB8 2AD	01895 855000	4	85
8	Willmott Dixon Construction Limited	Spirella 2, Icknield Way, Letchworth Garden City, Hertfordshire, SG6 4GY	01462 671852 (CTPS)	7	56
9	Redwall Developments Limited	Suite 2, 10 Redwall House, Waterside Business Park, Rotherham Road, Dinningham, Rotherham, South Yorkshire, S25 3QA	01909 517737	1	50
10	EJ Taylor & Sons Limited	Mill Works, Hazeleigh, Near Purleigh, Chelmsford, Essex, CM3 6QT	01621 828661 (CTPS)	1	45

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.

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EDUCATION

DECREASE IN THE VALUE OF CONTRACTS IN JULY

Contract values decreased in the education sector in July and activity is lower than this time last year indicating poorer performance in this sector.

The value of contracts awarded in the education sector was £604 million in July based on a three month rolling average, a 9.8% decrease from June (see Fig. 9.1). This figure was 9.3% lower than July 2015 indicating the sectors deteriorating performance over the past year. The value of contract awards in the three months to July were 9% higher than the same period last year, showing a better picture over the longer term.

Projects by region

London experienced the highest share of the value of education contracts in July accounting for 26.5% of contract value awarded (see Fig. 9.2 & 9.4). One of the major construction contracts awarded in London in July was the contract to refurbish the mathematics building at Queen Mary University. This was valued at £25 million and was awarded to Jerram Falkus Construction.

Type of Projects

Colleges/universities were the dominant sub sector in education in July. They accounted for 39% of the total value awarded, up 8% from July 2015 (see Fig. 9.3).

> London experienced the highest share of the value of education contracts in July

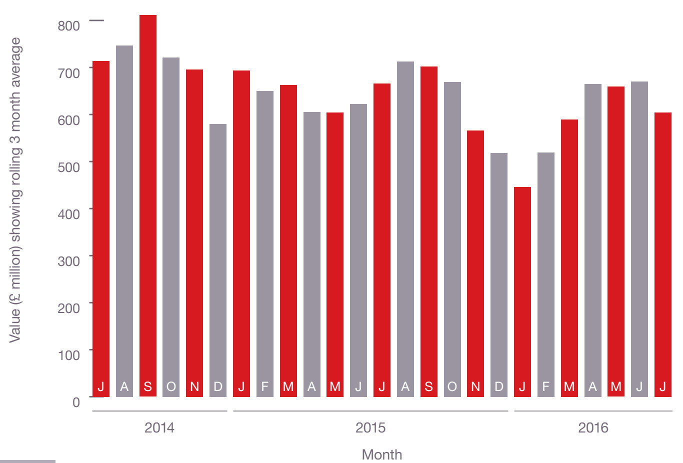

FIG. 9.1
Education: **Project Value showing 3 month moving average** Source: Barbour ABI

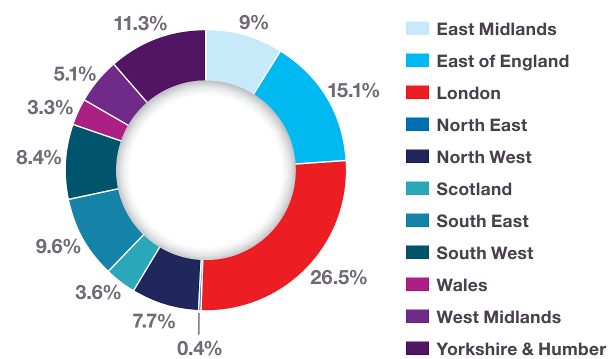

FIG. 9.2
Education: **Value of Contracts by Region** Source: Barbour ABI

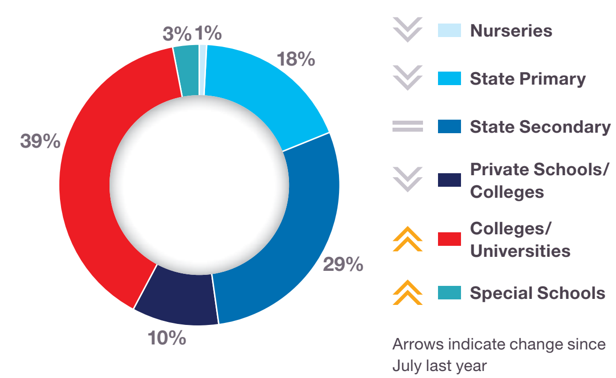

FIG. 9.3
Education: **Type of Projects Awarded** Source: Barbour ABI

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DECREASE IN THE VALUE OF CONTRACTS IN JULY

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

		-3.8%	Scotland
+0.8%	East Midlands	-7.2%	South East
+11.7%	East of England *HOTTEST REGION*	+2.8%	South West
+8.3%	London	+0.4%	Wales
-1.5%	North East	-5.2%	West Midlands
-4.1%	North West	-2.2%	Yorkshire & Humber

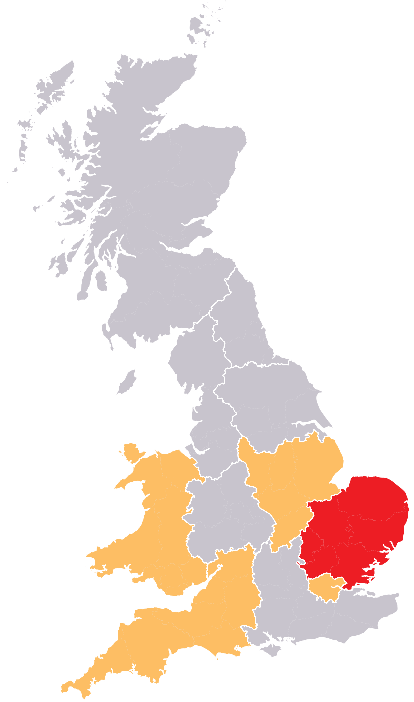

FIG. 9.4

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

> The value of contract awards in the three months to July were 9% higher than the same period last year

PROJECT IN FOCUS

www.bennettsassociates.com

University of Cambridge – Student Service Centre
£30,000,000

County	Cambridgeshire
Primary Category Sector	Education
Government Region	East of England
Start Date	September 2016
End Date	September 2018
Contract Award Date	July 2016
Funding	Private
Stage	Detail Approval
Contractor	Kier Construction (eastern)

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DECREASE IN THE VALUE OF CONTRACTS IN JULY

TOP TEN Key Clients

Aug 2015 – Jul 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	60	644
2	University of Edinburgh	The Old College, South Bridge, Edinburgh, Lothian, EH8 9YL	0131 650 1000	13	290
3	The University of Manchester	Oxford Road, Manchester, Greater Manchester, M13 9PL	0161 306 6000	5	261
4	University of Northampton	Boughton Green Road, Northampton, Northamptonshire, NN2 7AL	01604 735500 (CTPS)	6	138
5	University of Oxford	The Malthouse, Tidmarsh Lane, Oxford, Oxfordshire, OX1 1NQ	01865 270000 (CTPS)	6	114
6	University College London	Gower Street, Westminster, London, WC1E 6BT	020 7679 2000 (CTPS)	11	99
7	Birmingham City University	Franchise Street, Perry Barr, Birmingham, West Midlands, B42 2SU	0121 331 5000	4	96
8	London School of Economics and Political Science	Houghton Street, Westminster, London, WC2A 2AE	020 7405 7686	3	82
9	Lambeth College	45 Clapham Common Southside, Clapham, London, SW4 9BL	020 7501 5010	2	80
10	London Borough of Hounslow	Civic Centre, Lampton Road, Hounslow, Middlesex, TW3 4DN	020 8583 2000	10	77

TOP TEN Key Architects

Aug 2015 – Jul 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	BDP	16 Brewhouse Yard, Clerkenwell, City, London, EC1V 4LJ	020 7812 8000	16	280
2	Penoyre & Prasad Architects	28-42 Banner Street, City, London, EC1Y 8QE	020 7250 3477	4	263
3	Atkins	286 Euston Road, Camden Town, London, NW1 3AT	01372 726140 (TPS)	27	259
4	Mecanoo Architecten	Oude Delft 203, 2611 HD Delft, Holland	+31 15 2798100	1	225
5	Ryder Architecture	Cooper Studios, 14-18 Westgate Road, Newcastle Upon Tyne, Tyne And Wear, NE1 3NN	0191 269 5454	17	210
6	Pick Everard (Leicester)	Halford House, Charles Street, Leicester, Leicestershire, LE1 1HA	0116 223 4400 (TPS)	31	203
7	Moses Cameron William Architects	Oast House, Malting Lane, Cambridge, Cambridgeshire, CB3 9HF	01223 792500	5	137
8	Bond Bryan Partnership	The Congregational Church, The Church Studio, Springvale Road, Sheffield, South Yorkshire, S10 1LP	0114 266 2040 (TPS)	19	136
9	JM Architects	64 Queen Street, Edinburgh, Lothian, EH2 4NA	0131 464 6100	5	131
10	Jestico Whiles & Associates	1 Cobourg Street, Camden Town, London, NW1 2HP	020 7380 0382	5	128

TOP TEN Key Contractors

Aug 2015 – Jul 2016

Rank	Company Name	Address	Telephone	Awards	Value (£M)
1	Kier Group PLC	Tempsford Hall, Station Road, Sandy, Bedfordshire, SG19 2BD	01767 640111 (CTPS)	106	692
2	BAM Construction	Breakspear Park, Breakspear Way, Hemel Hempstead, Hertfordshire, HP2 4FL	01442 238300	37	472
3	Willmott Dixon Construction Limited	Spirella 2, Icknield Way, Letchworth Garden City, Hertfordshire, SG6 4GY	01462 671852 (CTPS)	61	385
4	Balfour Beatty Group Limited	5 Churchill Place, Canary Wharf, Poplar, London, E14 5HU	020 7216 6800	10	365
5	Galliford Try Construction	2 Cowley Business Park, High Street, Cowley, Uxbridge, Middlesex, UB8 2AD	01895 855000	34	334
6	Morgan Sindall Plc	Kent House, 14-17 Market Place, Westminster, London, W1W 8AJ	020 7307 9200	60	323
7	Bowmer & Kirkland Limited	High Edge Court, Heage, Belper, Derbyshire, DE56 2BW	01773 853131	16	274
8	Carillion Construction Limited	Carillion House, 84 Salop Street, Wolverhampton, West Midlands, WV3 0SR	01902 422431	23	263
9	Interserve Plc	Interserve House, Ruscombe Park, Twyford, Reading, Berkshire, RG10 9JU	0118 932 0123 (CTPS)	26	187
10	Mace Limited	155 Moorgate, City, London, EC2M 6XB	020 3522 3000 (TPS)	4	160

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