

Local Gross Value Added for Lancashire by industry sector (2014)

Introduction

The most recent official local estimates of gross value added (GVA) are for 2014 (provisional) and are geographically based on European-defined statistical units – the so-called "Nomenclature of Units for Territorial Statistics" (NUTS).

Four parts of the Lancashire-12 area (namely Lancaster & Wyre, Chorley & West Lancashire, East Lancashire and Mid Lancashire) along with the unitary authority areas of Blackburn with Darwen and Blackpool are classified as NUTS-3 areas. These six combine to form the Lancashire-14 area, which is a NUTS-2 area.

Lancashire results by industry sector

Table 1 has the GVA results for the Lancashire-14 area split by industry sector, and comparator data for the North West and UK.

Total GVA for the Lancashire-14 area amounted to £27.7 billion in 2014, of which a substantial £4.99bn (18.0%) was allocated to manufacturing (UK=10.7%). Wholesale, retail and motor vehicle repair, construction, human health, and real estate were the other four sectors that recorded values in excess of £2bn.

Lancashire-14 was under-represented in the information and communication, financial and insurance, real estate, plus the professional, scientific and technical sector. These four sectors are associated with high value activities, but in Lancashire-14 they together accounted for just 21.1% of the area's GVA (UK=33.8%).

Table 1. GVA by industry group, 2014

Sector	£million	Percent all industries		
	Lancashire (14)	North West	UK	
(A) Agriculture, forestry and fishing	221	0.8	0.5	0.7
(B) Mining and quarrying	32	0.1	0.2	0.4
(C) Manufacturing	4,985	18.0	15.6	10.7
(D) Electricity, gas, steam and air-conditioning supply	378	1.4	1.3	1.5
(E) Water supply; sewerage, waste management	363	1.3	1.2	1.1
(F) Construction	2,125	7.7	6.3	6.3
(G) Wholesale and retail trade, repair of motor vehicles	3,449	12.5	11.7	10.8
(H) Transportation and storage	1,084	3.9	4.8	4.6
(I) Accommodation and food service activities	997	3.6	3.1	2.9
(J) Information and communication	972	3.5	4.4	6.3
(K) Financial and insurance activities	831	3.0	5.5	8.3
(L) Real estate activities	2,804	10.1	10.1	11.7
(M) Professional, scientific and technical activities	1,243	4.5	6.9	7.5
(N) Administrative and support service activities	1,014	3.7	4.9	4.8
(O) Public admin and defence; compulsory social security	1,286	4.6	4.5	5.1
(P) Education	2,113	7.6	6.6	6.2
(Q) Human health and social work activities	2,529	9.1	8.2	6.8
(R) Arts, entertainment and recreation	487	1.8	1.7	1.6

Sector	£million	Percent all industries		
	Lancashire (14)	North West	UK	
(S) Other service activities	639	2.3	2.3	2.3
(T) Activities of households	114	0.4	0.4	0.4
Total All Industries	27,668	100.0	100.0	100.0

Source: Office for national statistics.

The manufacturing sector can be divided into the 13 sub-sectors and these are detailed in Table 2. The most important manufacturing sub-sector in Lancashire-14, transport equipment, is dominated by the all-important local aerospace industry. The manufacturing sub-sector of food products, beverages and tobacco is the second most important in terms of value generated.

Table 2. Gross value added by manufacturing sector Lancashire-14 area

Food products, beverages and tobacco	725
Textiles, wearing apparel and leather products	351
Wood and paper products, and printing	325
Coke and refined petroleum products	43
Chemicals and chemical products	442
Basic pharmaceutical products and preparations	66
Rubber and plastic products	442
Basic metals and metal products	564
Computer, electronic and optical products	115
Electrical equipment	48
Machinery and equipment not elsewhere classified	240
Transport equipment	1,181
Other manufacturing and repair	442
Total all manufacturing	4,985

Source: Office for national statistics.

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