



NISRA

Northern Ireland
Statistics and Research Agency
Gníomhalraocht Thuaisceart Éireann
um Staitistí agus Talghde

NI Economy & Labour Market

A summary of key statistics

NISRA – Economic & Labour Market Statistics Branch

May 2022

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As highlighted in its [2019-2024 corporate plan](#), the Northern Ireland Statistics and Research Agency (NISRA), which incorporates the General Register Office (GRO), is an executive agency within the Department of Finance and was established on 1 April 1996.

NISRA is the principal source of Official Statistics and social research on Northern Ireland. These statistics and research not only inform public policy but also academic and private sector research, and contribute to debate in the wider community. NISRA's services are afforded to a wide range of Government Departments and Non-Departmental Public Bodies to assist the policy process and delivery of their objectives and actions. NISRA is also responsible for conducting the decennial Census of Population.

This slide pack of key economic and labour market statistics has been sourced from the Agency's Economic and Labour Market Statistics Branch (ELMS). The pack provides a high-level statistical summary of the Northern Ireland economy and labour market and should be considered in conjunction with the detailed supporting information and commentary that can be accessed via the various links and associated sources that have been highlighted.

The pack is available from the [NISRA website](#). In the interests of continuous improvement and adding value, NISRA is keen to hear your feedback and would appreciate any comments you may have (please e-mail comments to economicstats@nisra.gov.uk).

Special Thanks

NISRA would like to extend its thanks to all those businesses and members of the general public who have responded to the various surveys that the Agency conducts.

The provision of these key Economic and Labour Market indicators would simply not be possible without your continued support and co-operation, which is very much appreciated.

In a business context, the data you provide are the raw materials that we need to produce these statistics.

The information really is vital and is actively:

- **Informing the development of Government policies; and**
- **Guiding decision making on 'real-life' issues.**

Economic Activity

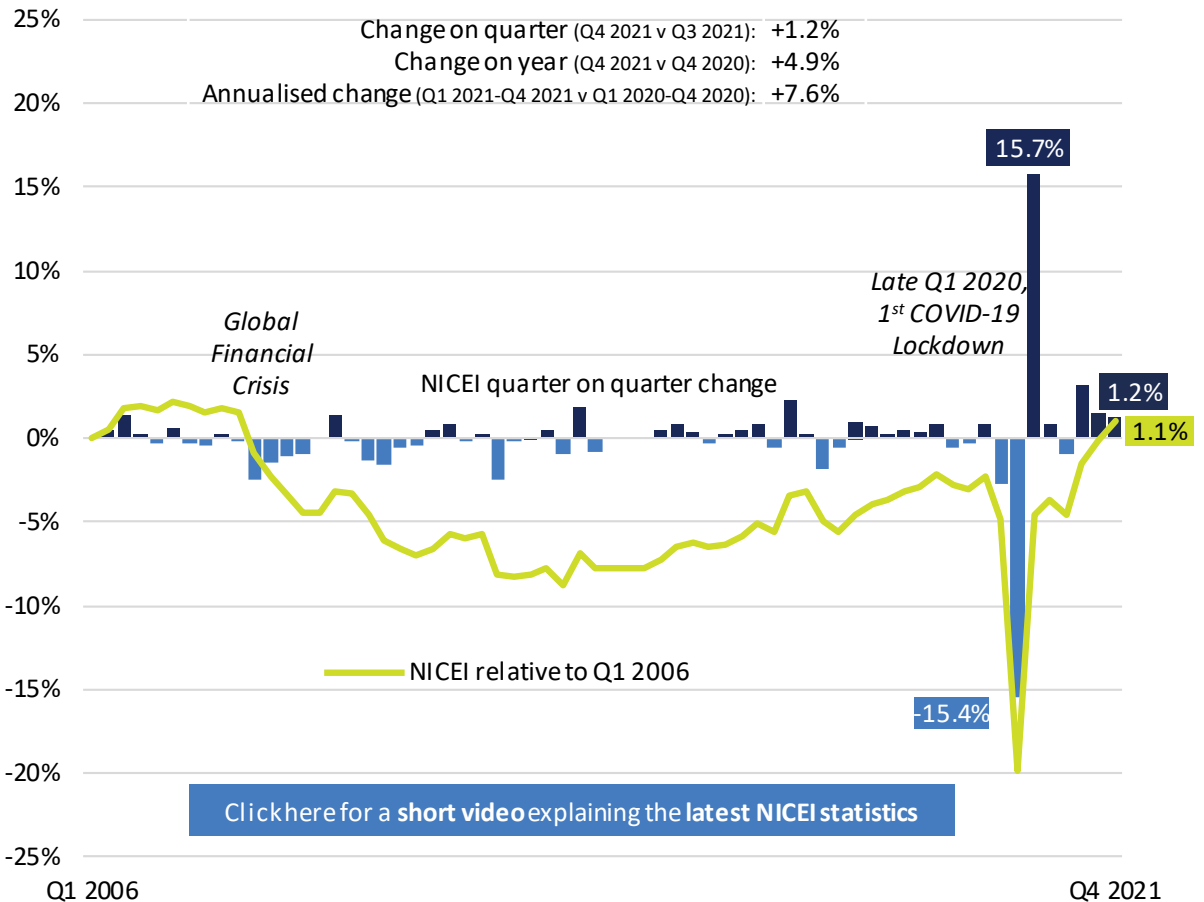


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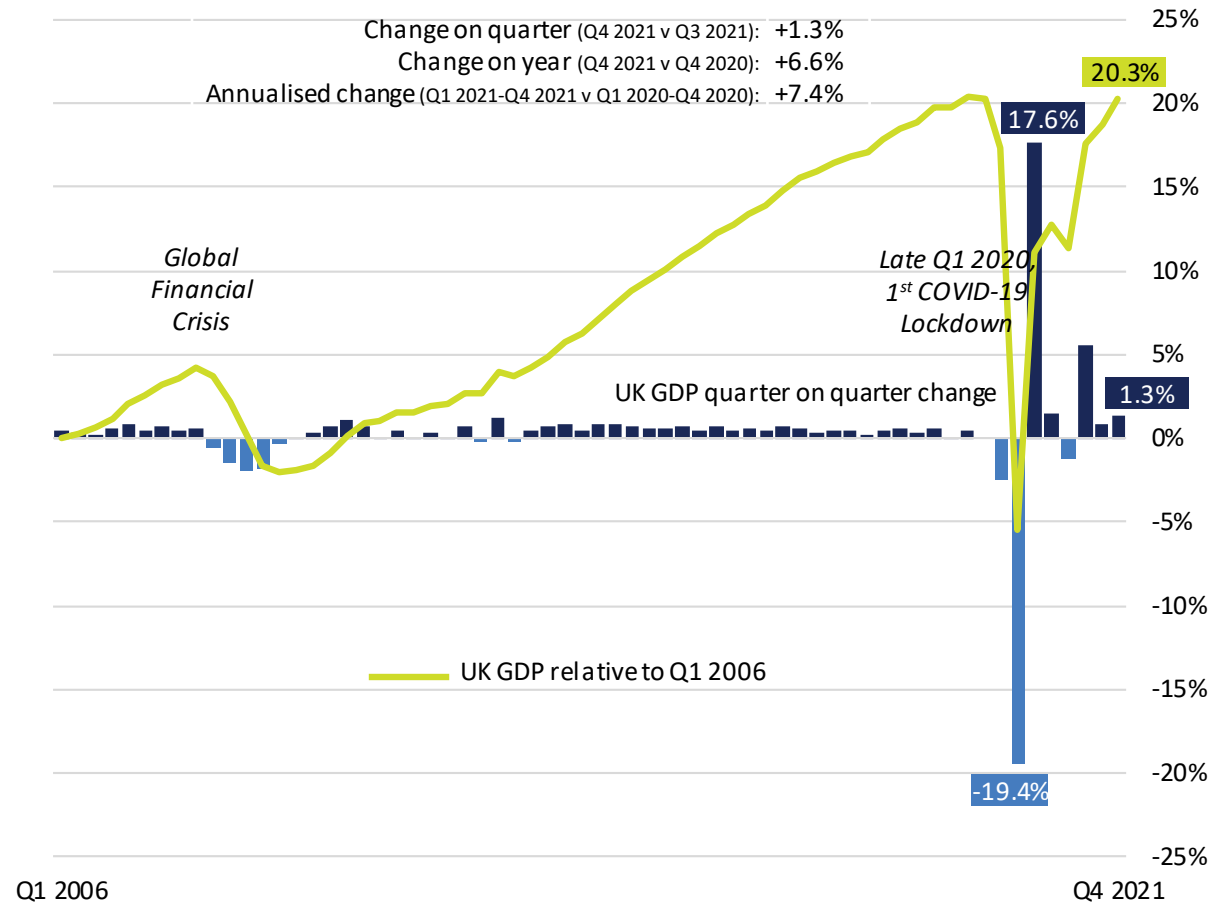
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Overall economic activity in Northern Ireland has recovered from the prominent reduction in output during Q2 2020, and is currently at a level not seen since mid-2008. The UK economy has rebound to its pre-pandemic level, while growth since 2006 far exceeds that in NI. Latest figures (to Q4 2021) show that Economic activity in NI has increased by 4.9% over the year and 1.2% over the quarter.

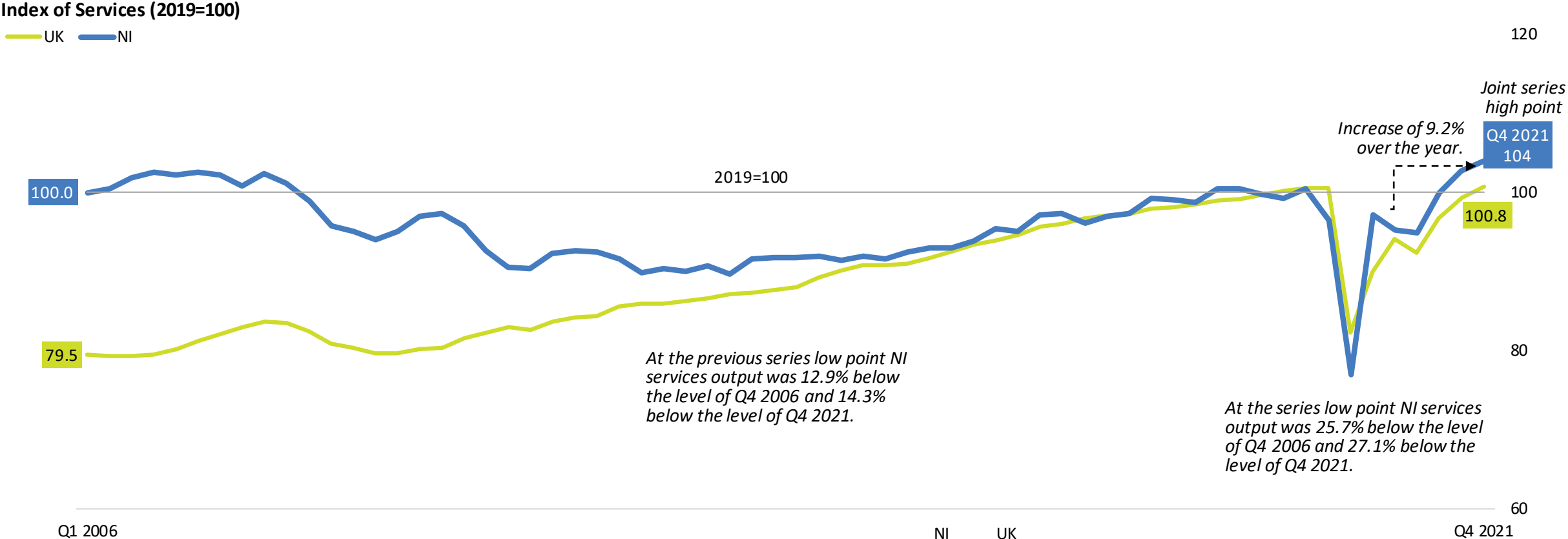
NICEI: Quarter on quarter change and comparison with Q1 2006



UK GDP: Quarter on quarter change and comparison with Q1 2006



The service sector* accounts for around half of economic activity in Northern Ireland. **Services output** is now above the pre-pandemic level. Output in NI is up 9.2% over the year and 1.3% over the latest quarter.



	NI	UK
Change on quarter (Q4 2021 v Q3 2021):	+1.3%	+1.4%
Change on year (Q4 2021 v Q4 2020):	+9.2%	+7.1%
Annualised change (Q1 2021-Q4 2021 v Q1 2020-Q4 2020):	+9.8%	+6.2%

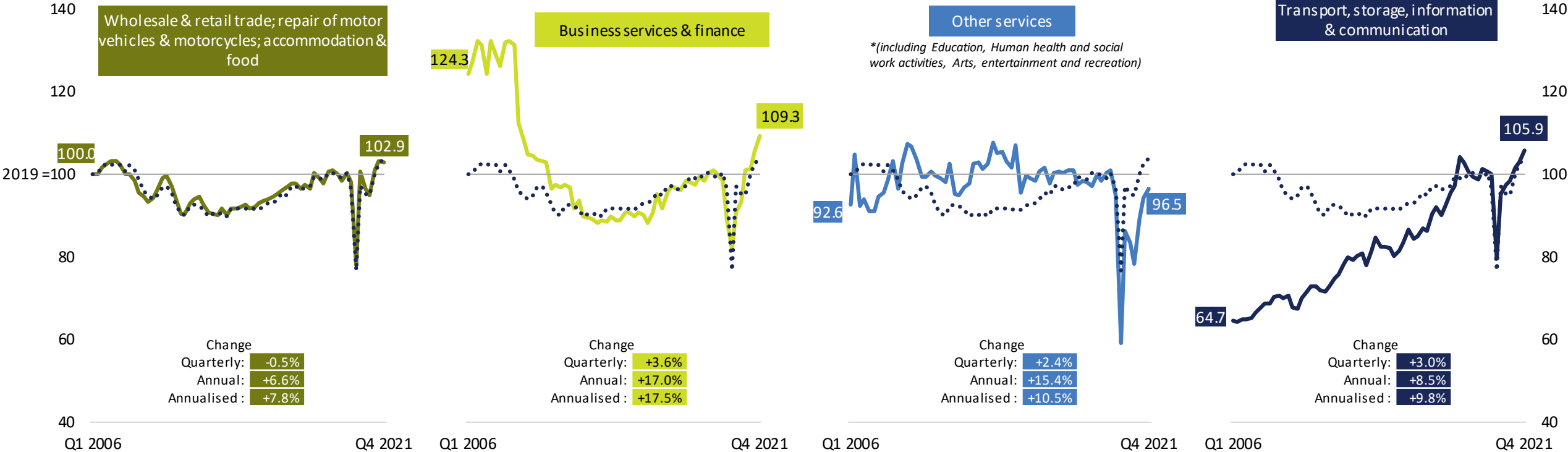
Source: [NISRA Index of Services](#)

*Information refers to the private sector only.

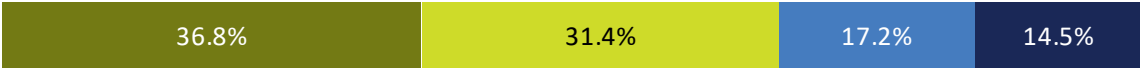
Latest figures show that **services output** is up across all sectors over the year to Q4 2021. The ‘Business services & finance’ sector, which accounts for 31.4% of the overall services sector has experienced the strongest annual growth and is currently 17.0% above the level seen in Q4 2020.

Index of Services: Sectoral comparison

..... Overall Index of Services (Q4 2021=104.0)



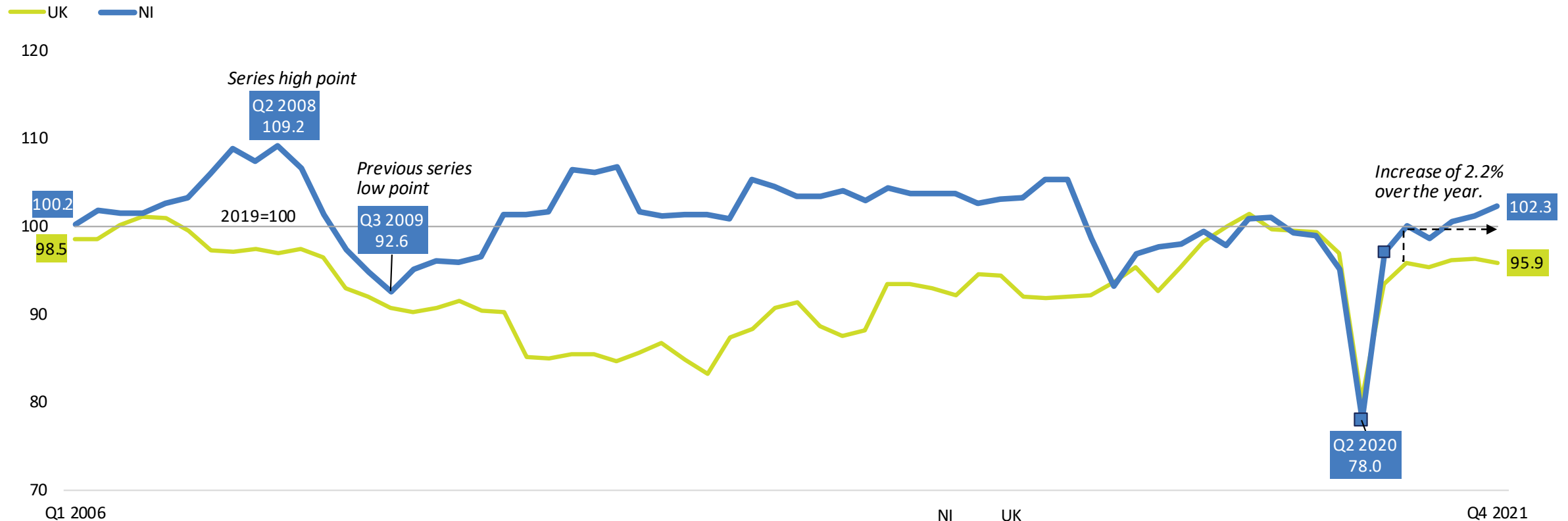
Index of Services Sector Split (based on 2019 GVA)



Source: [NISRA Index of Services](#)

Production accounts for around 16% of economic activity in Northern Ireland. Prior to COVID-19, production output had been noticeably impacted by the 2007/08 recession and substantially reduced output in the food, beverages & tobacco manufacturing sub-sector in 2017. **Production output** in NI increased by 2.2% over the year and 1.1% over the quarter.

Index of Production (2019=100)



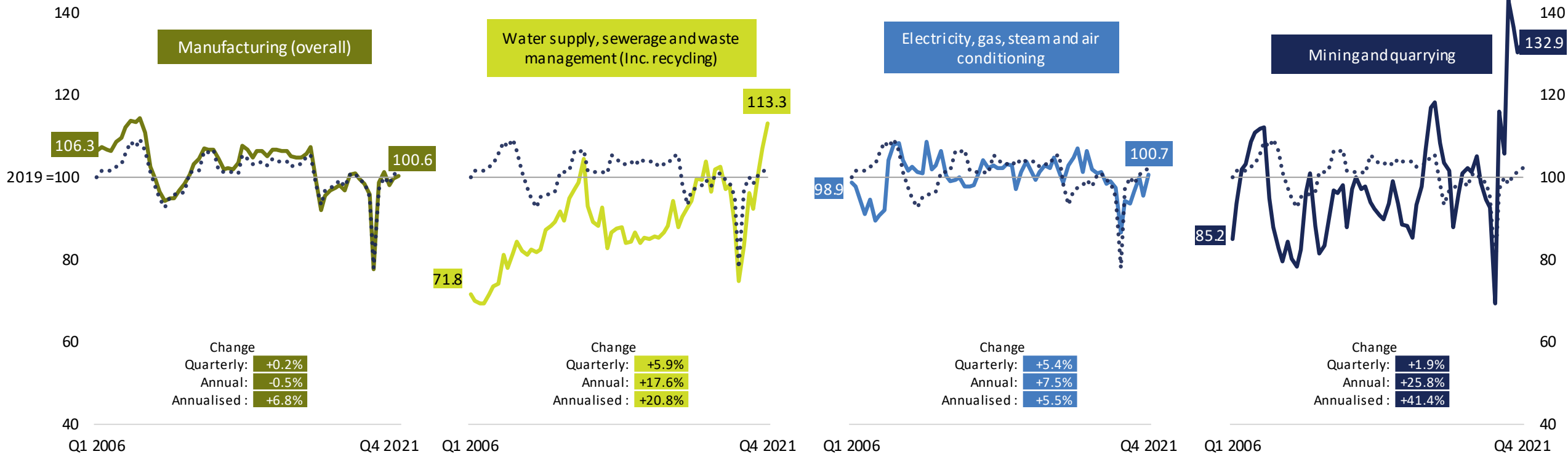
	NI	UK
Change on quarter (Q4 2021 v Q3 2021):	1.1%	-0.4%
Change on year (Q4 2021 v Q4 2020):	+2.2%	+0.1%
Annualised change (Q1 2021-Q4 2021 v Q1 2020-Q4 2020):	+8.7%	+4.7%

Source: [NISRA Index of Production](#)

Latest figures for Q4 2021 show that Manufacturing, which accounts for the vast majority (79.1%) of production output, is just below the level in Q4 2020 (-0.5%).

Index of Production: Sectoral comparison

..... Overall Index of Production (Q4 2021=102.3)



Index of Production Sector Split (based on 2019 GVA)

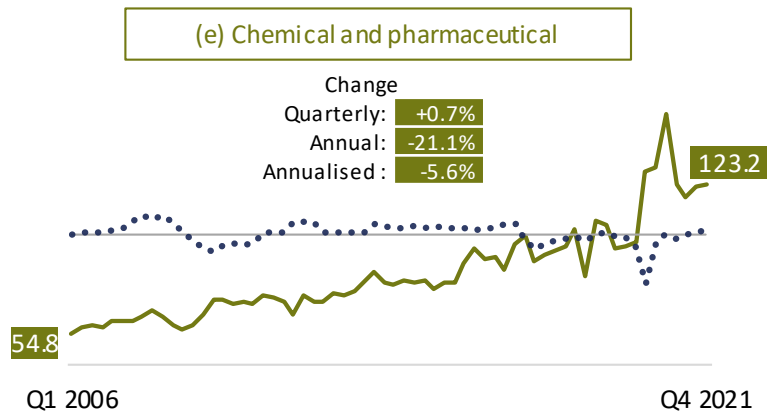
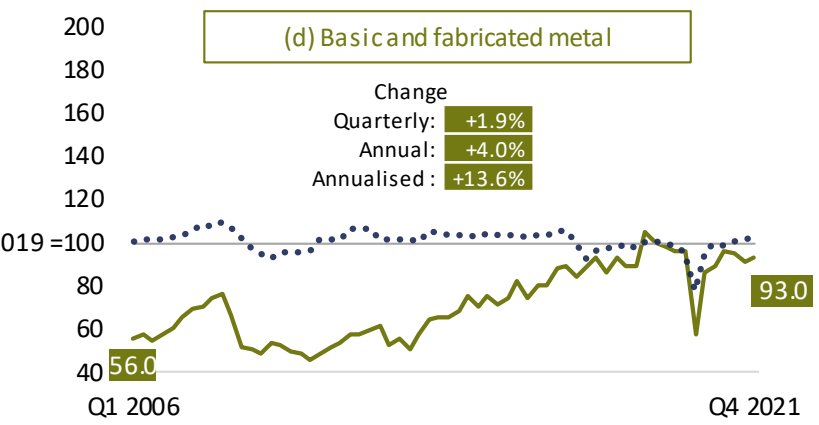
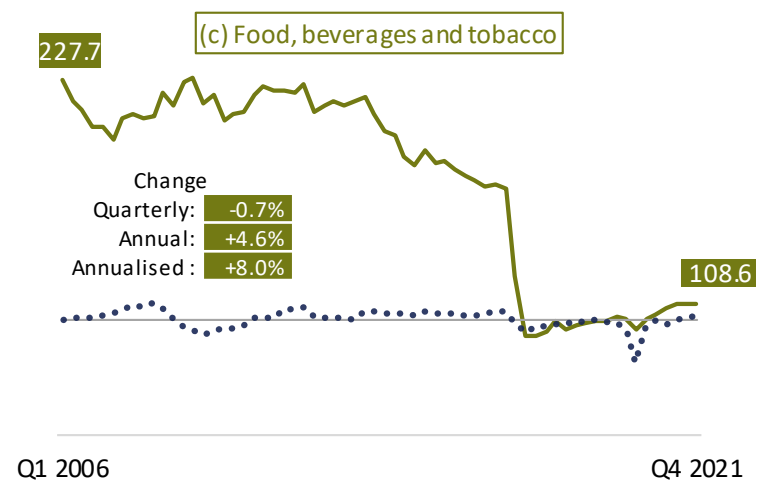
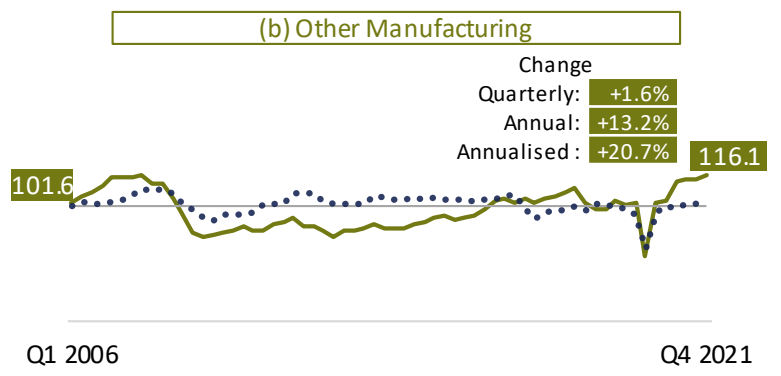
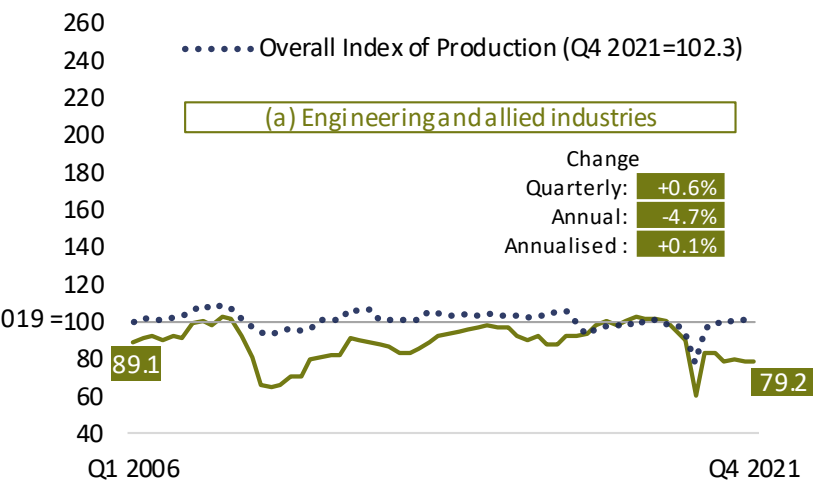


Source: [NISRA Index of Production](#)

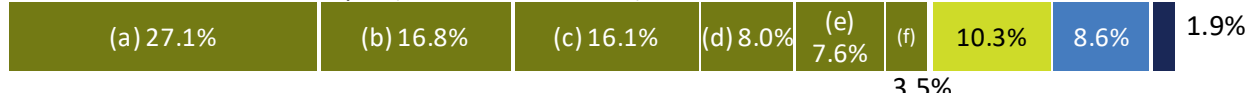
*The information on this page refers to the private sector only.

Looking specifically at the **manufacturing subsectors**; over the year, output has increased in five of the six main sub-sectors (“Basic metals and fabricated metal products”, “Total other manufacturing”, “Manufacture of textiles, leather and related products”, “Manufacture of chemical and pharmaceutical products” and “Engineering and allied industries”) and decreased in the remaining sub-sector, “Food products, beverages and tobacco”.

Index of Production: Sectoral comparison



Index of Production Sector Split (based on 2019 GVA)

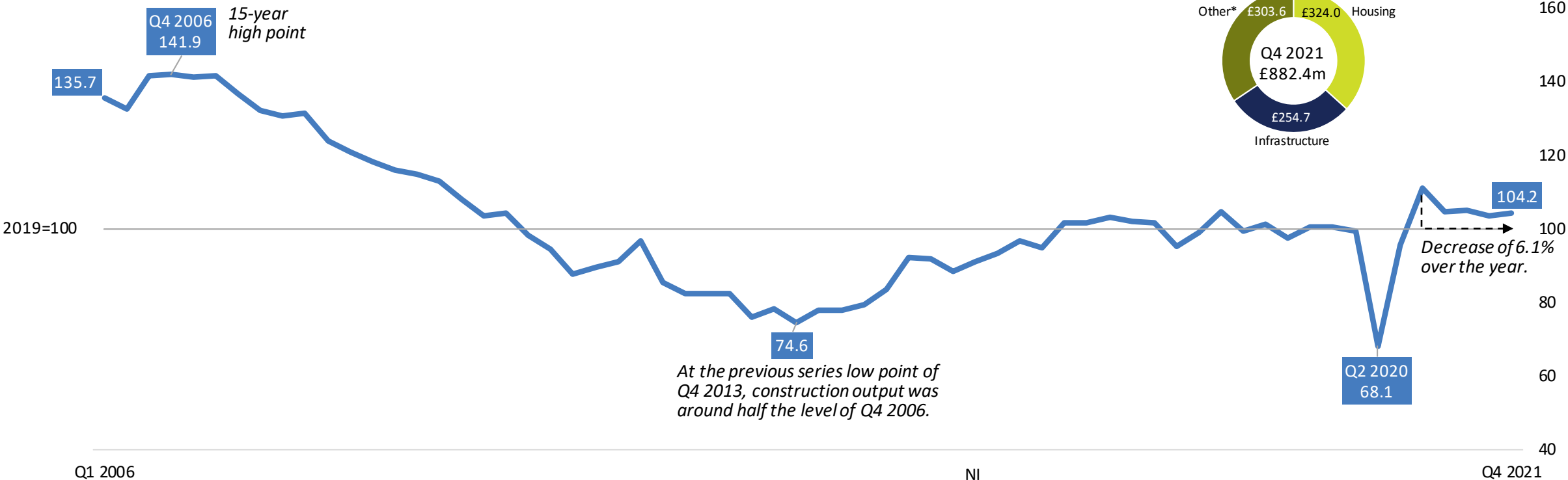


*The information on this page refers to the private sector only.
 NISRA Economic & Labour Market Statistics

Source: [NISRA Index of Production](#)

Construction accounts for 8% of economic activity in NI. The fall in output has been severe since the 2007/08 recession and, despite a gradual recovery since 2014, output remains lower than the 15-year high in Q4 2006. Latest figures show that **construction output** has decreased by 6.1% over the year.

Volume of Construction Output in NI: Index (2019=100)



*Defined as all construction activity associated with the following; Industrial, for example, factories and warehouses or else Non-industrial, for example, schools, health centres and banks.

NI	
Change on quarter (Q4 2021 v Q3 2021):	+0.7%
Change on year (Q4 2021 v Q4 2020):	-6.1%
Annualised change (Q1 2021-Q4 2021 v Q1 2020-Q4 2020):	+11.5%

Business Activity

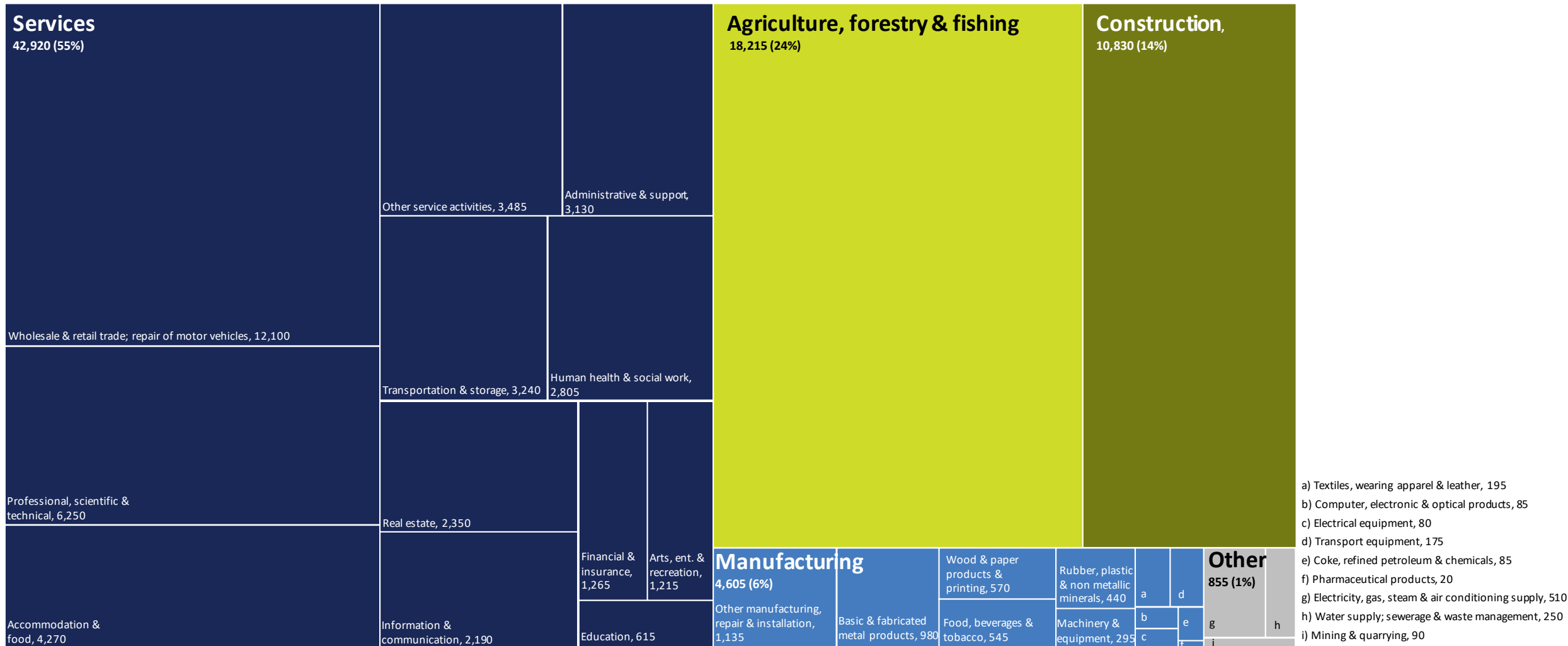


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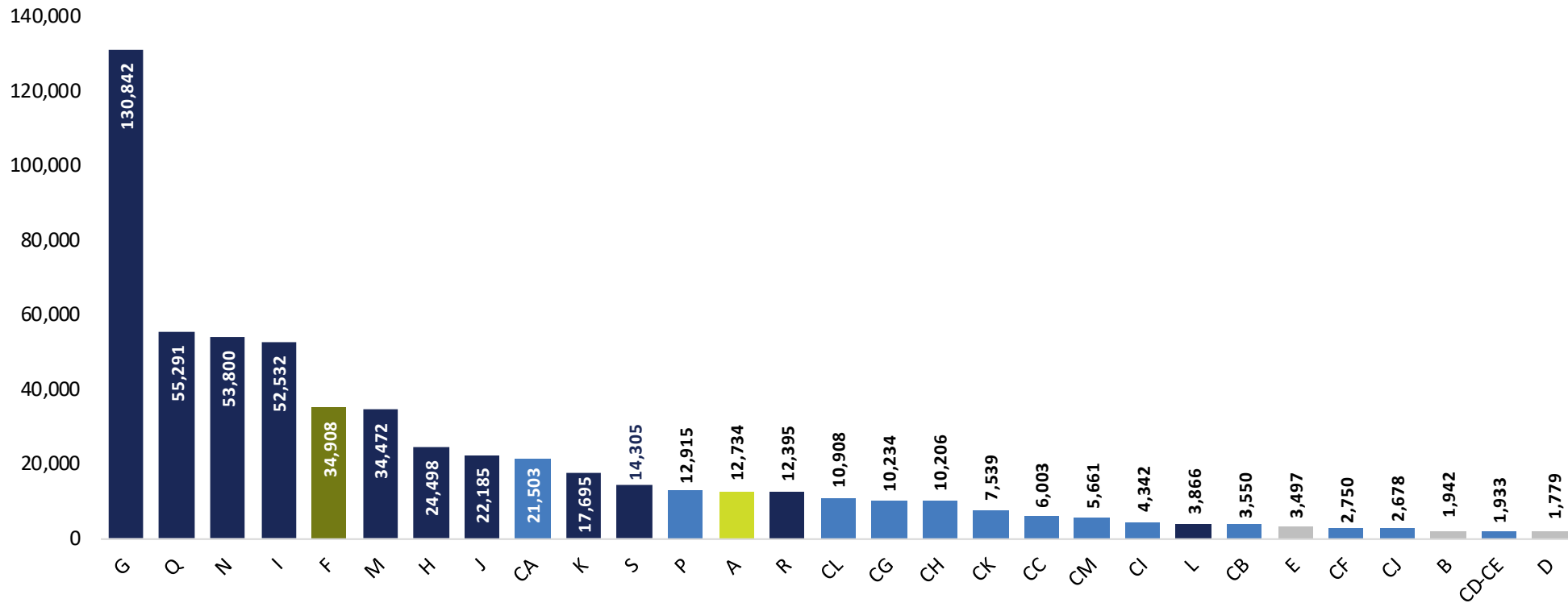
There are 77,425 VAT and/or PAYE registered **private sector businesses** in NI and more than half of these (55%) are in the services sector.

Number of NI Private Sector Businesses by Industry, March 2021



Private sector businesses provide around 577,000 **employee jobs***.
 More than one in five (23%) of these jobs are in the ‘wholesale and retail trade; repair of motor vehicles’ industry.

Private Sector Employee Jobs by Industry, 2019



- Services**
- G – Wholesale and retail trade; repair of motor vehicles
- H – Transportation and storage
- I – Accommodation and food service activities
- J – Information and communication
- K – Financial and insurance activities
- L – Real estate activities
- M – Professional, scientific and technical activities
- N – Administrative and support service activities
- O – Public administration and defence
- P – Education
- Q – Human health and social work activities
- R – Arts, entertainment and recreation
- S – Other service activities

- Manufacturing subsections**
- CA – Manufacture of food, beverages and tobacco
- CB – Manufacture of textiles, wearing apparel and leather
- CC – Manufacture of wood and paper products and printing
- CD-CE – Manufacture of coke, refined petroleum and chemicals
- CF – Manufacture of pharmaceutical products
- CG – Manufacture of rubber, plastic and non-metallic minerals
- CH – Manufacture of basic and fabricated metal products
- CI – Manufacture of computer, electronic and optical products
- CJ – Manufacture of electrical equipment
- CK – Manufacture of machinery and equipment
- CL – Manufacture of transport equipment
- CM – Other manufacturing, repair and installation

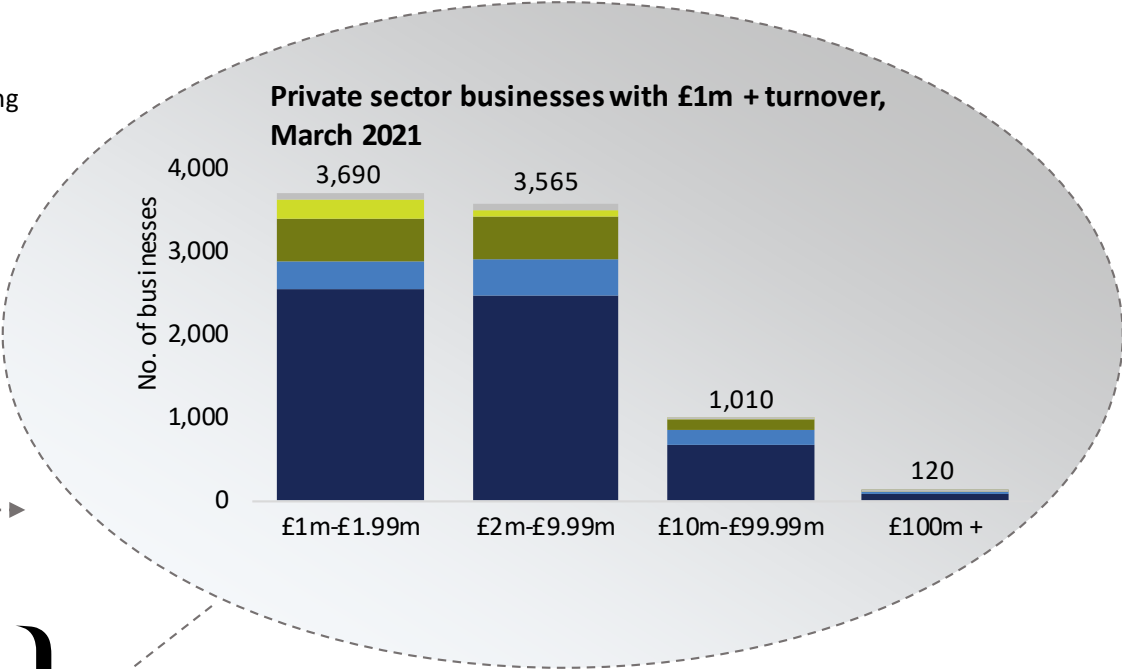
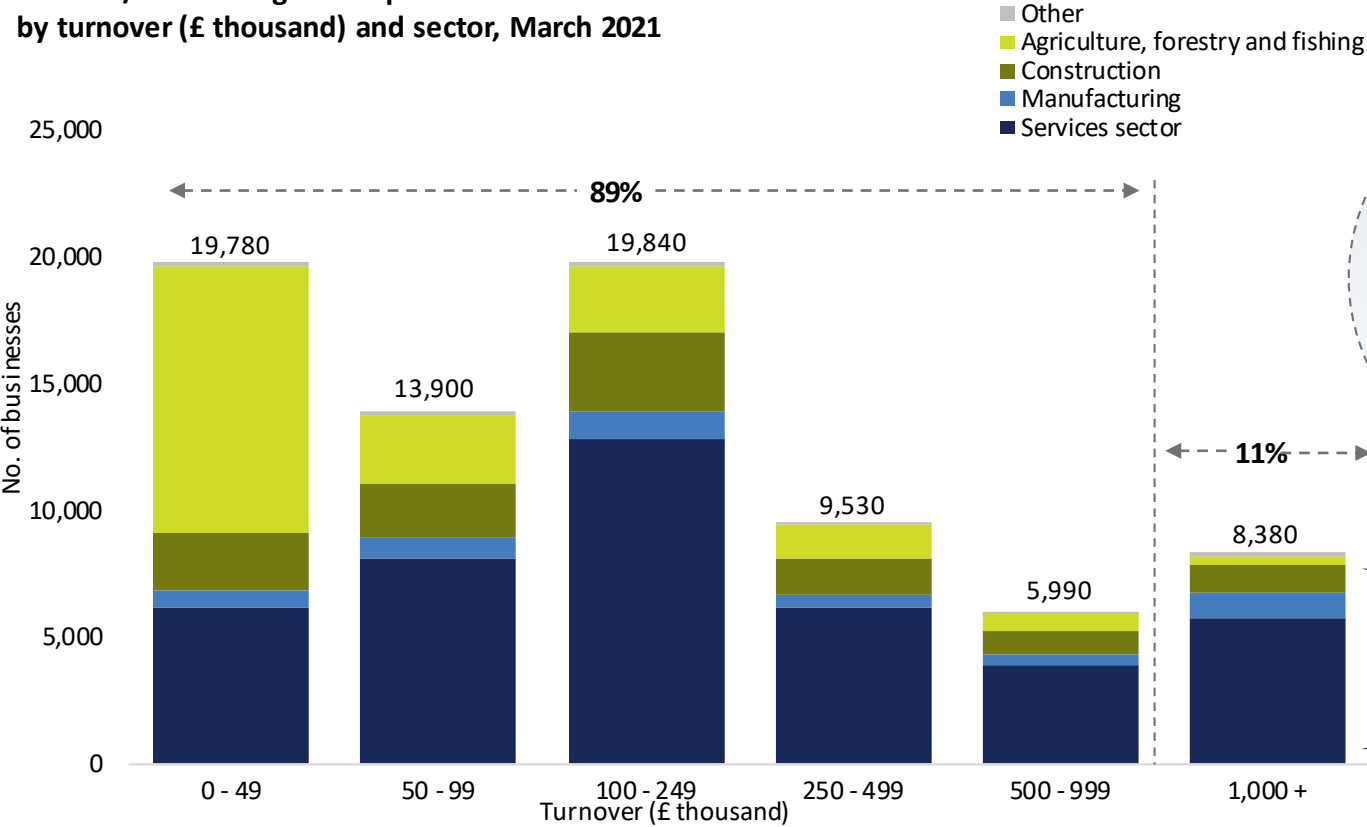
- Other**
- B – Mining and quarrying
- D – Electricity, gas, steam and air conditioning supply
- E – Water supply; sewerage and waste management

- Construction**
- F – Construction
- Agriculture**
- A – Agriculture, forestry and fishing

* Excludes working proprietors ** Includes data from farm census

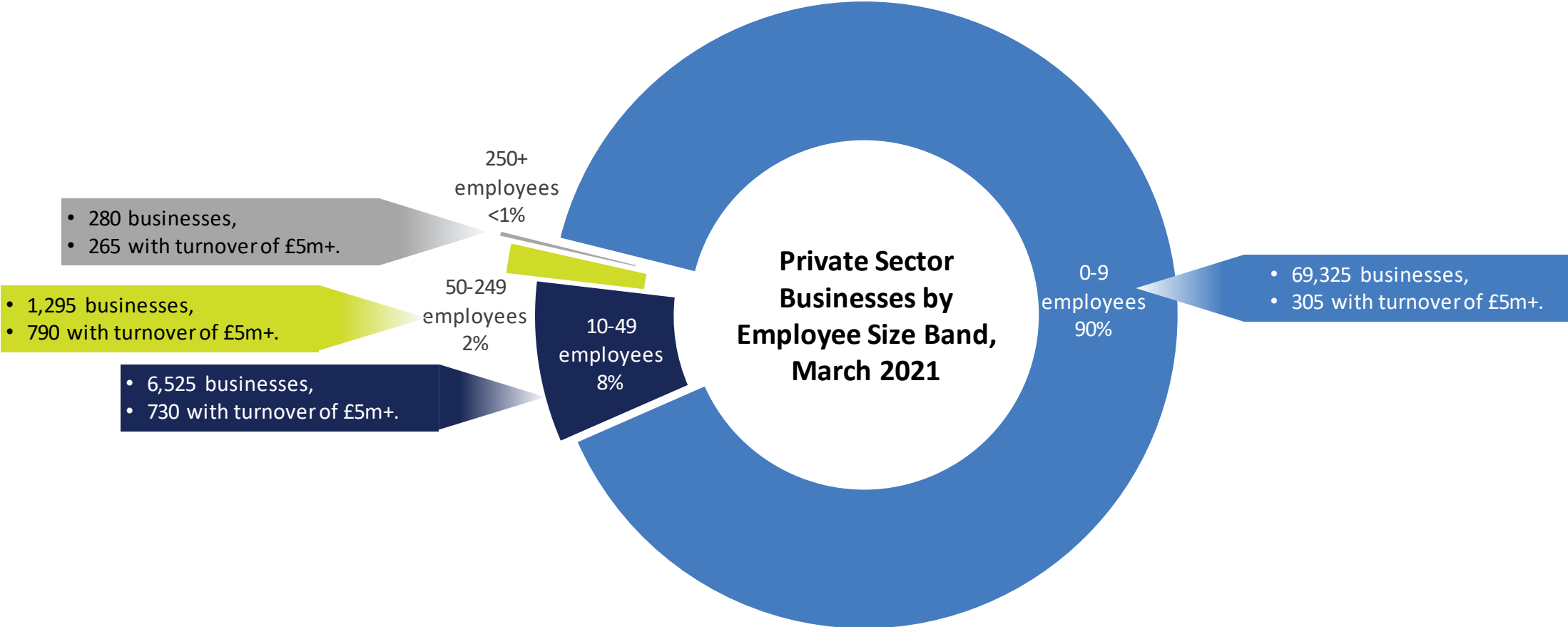
Around 1 in 9 private sector businesses generated a **turnover** of £1 million or more and two-thirds of these are in the service sector.

VAT and/or PAYE registered private sector businesses by turnover (£ thousand) and sector, March 2021



Source: [NISRA Inter Departmental Business Register](#)

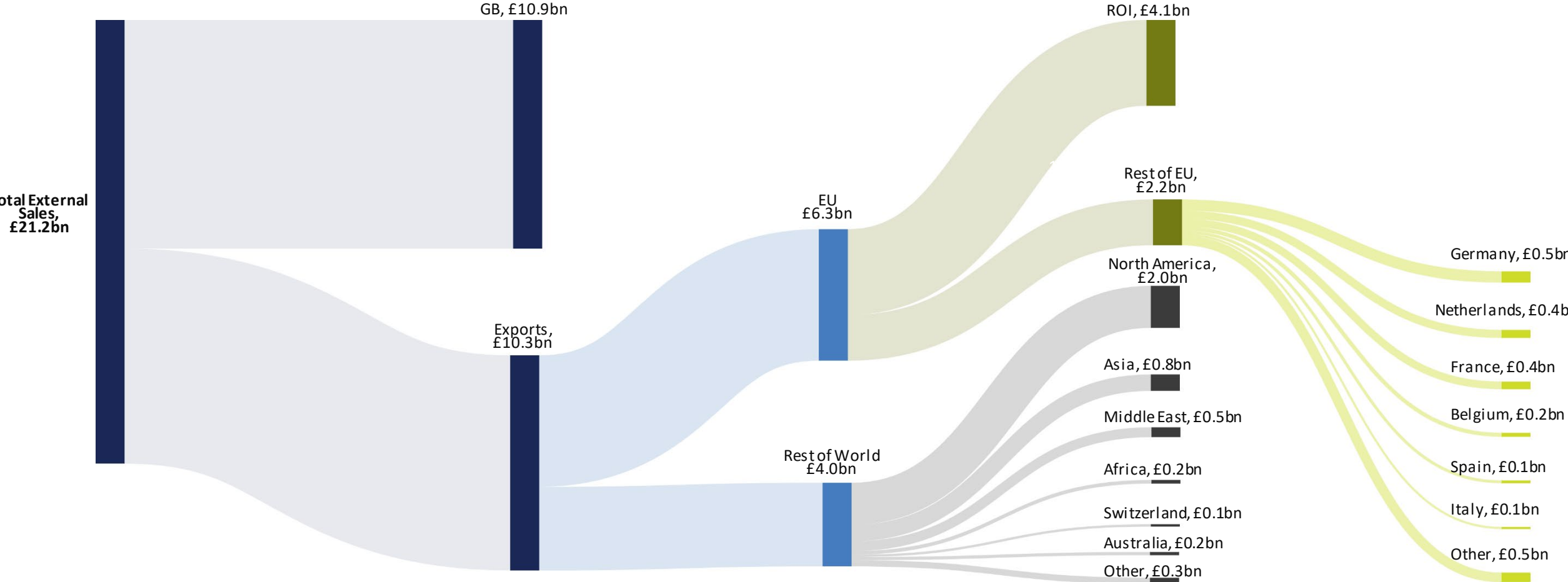
9 in 10 private sector businesses have fewer than 10 employees.
1 in 5 businesses with 10 or more employees generated a turnover of £5m or more.



Source: [NISRA Inter Departmental Business Register](#)

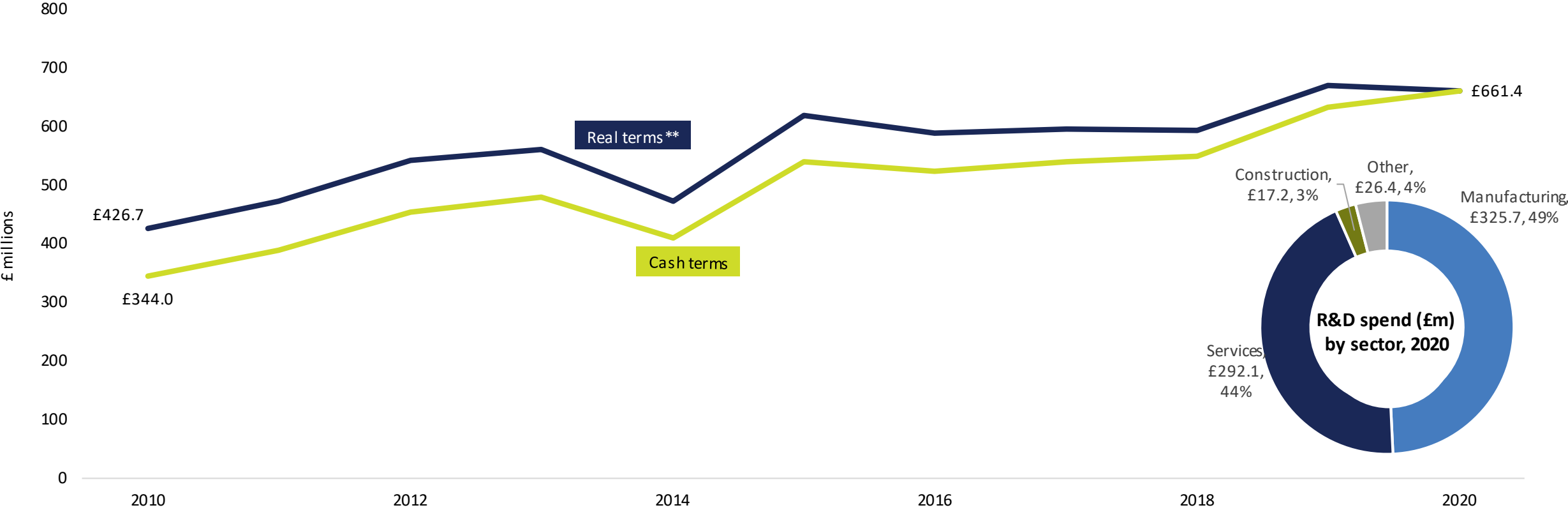
Total **sales** by companies in NI were estimated to be worth £67.1 billion in 2020. Sales to customers outside Northern Ireland (External Sales) generated £21.2 billion, fairly evenly split between GB and **export** markets.

External sales by destination, 2020



Research & Development spend is viewed as a key indicator of innovation. Business spend on R&D was £661.4m in 2020. Latest results from the UK Innovation Survey show that around 1 in 3 businesses in NI* are ‘innovation active’.

Research and Development spend in Northern Ireland, 2010-2020



* Businesses of 10 or more employees. **Adjusted using GDP deflator to remove effects of inflation .

Source: [NISRA Research and Development Survey](#)

Labour Market

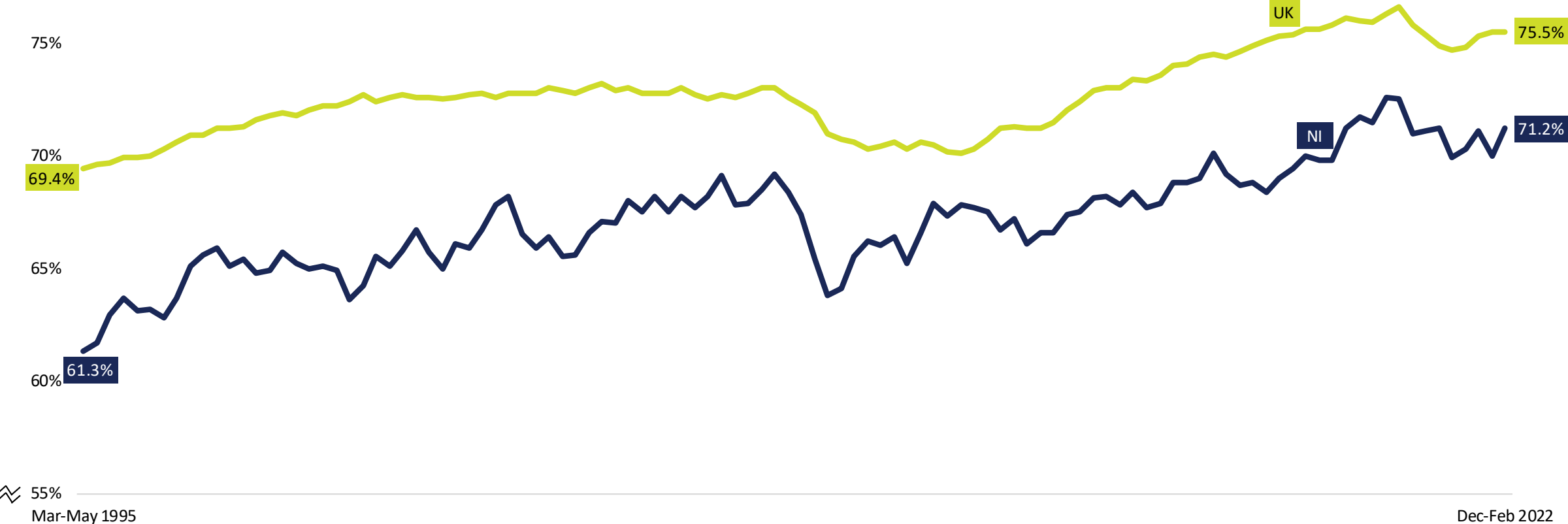


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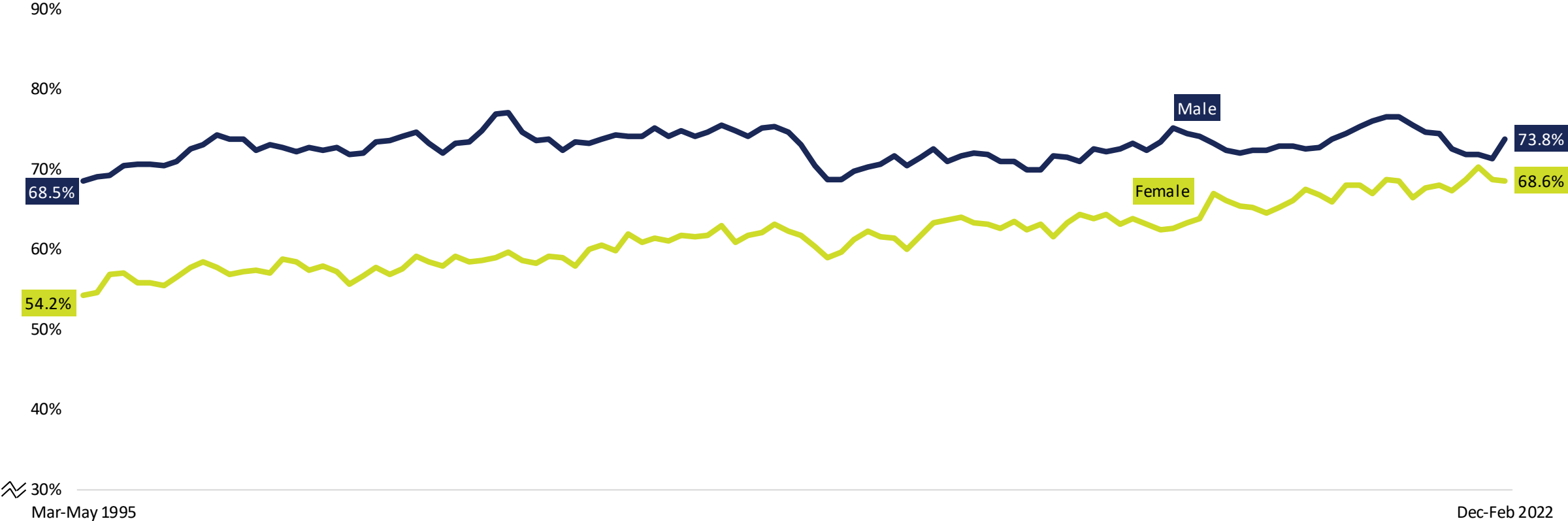
The **employment rate** has increased over the long-term, although the rate in NI is consistently below the rate in the UK overall. 12% of those in employment are self-employed (102,000).

Seasonally adjusted employment rate (16-64), Mar-May 1995 to Dec-Feb 2022



The long-term increase in the employment rate is more pronounced among females. The gap between male and female **employment rates** has narrowed over the last 25 years and now stands at 5.2pps.

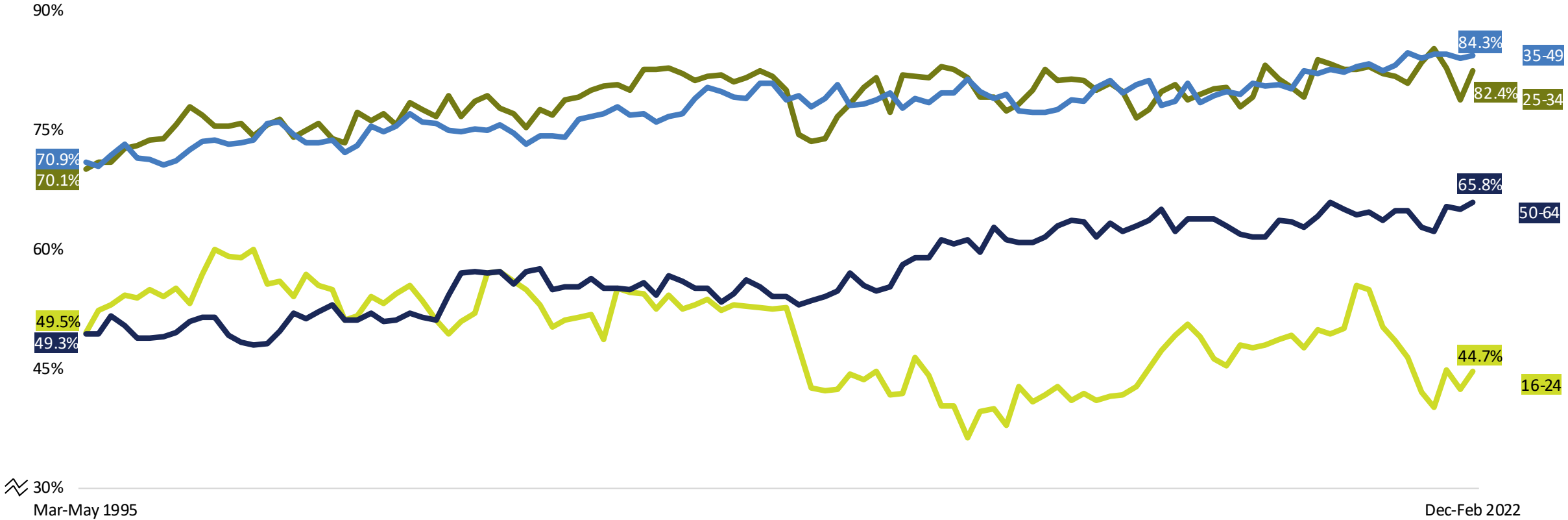
Seasonally adjusted employment rate (16-64) by gender, Mar-May 1995 to Dec-Feb 2022



Source: [NISRA Labour Market Report](#)

As was the case following the 2007/08 recession, the decline in the **employment rate** during the pandemic was most notable in the youngest age-group (16-24).

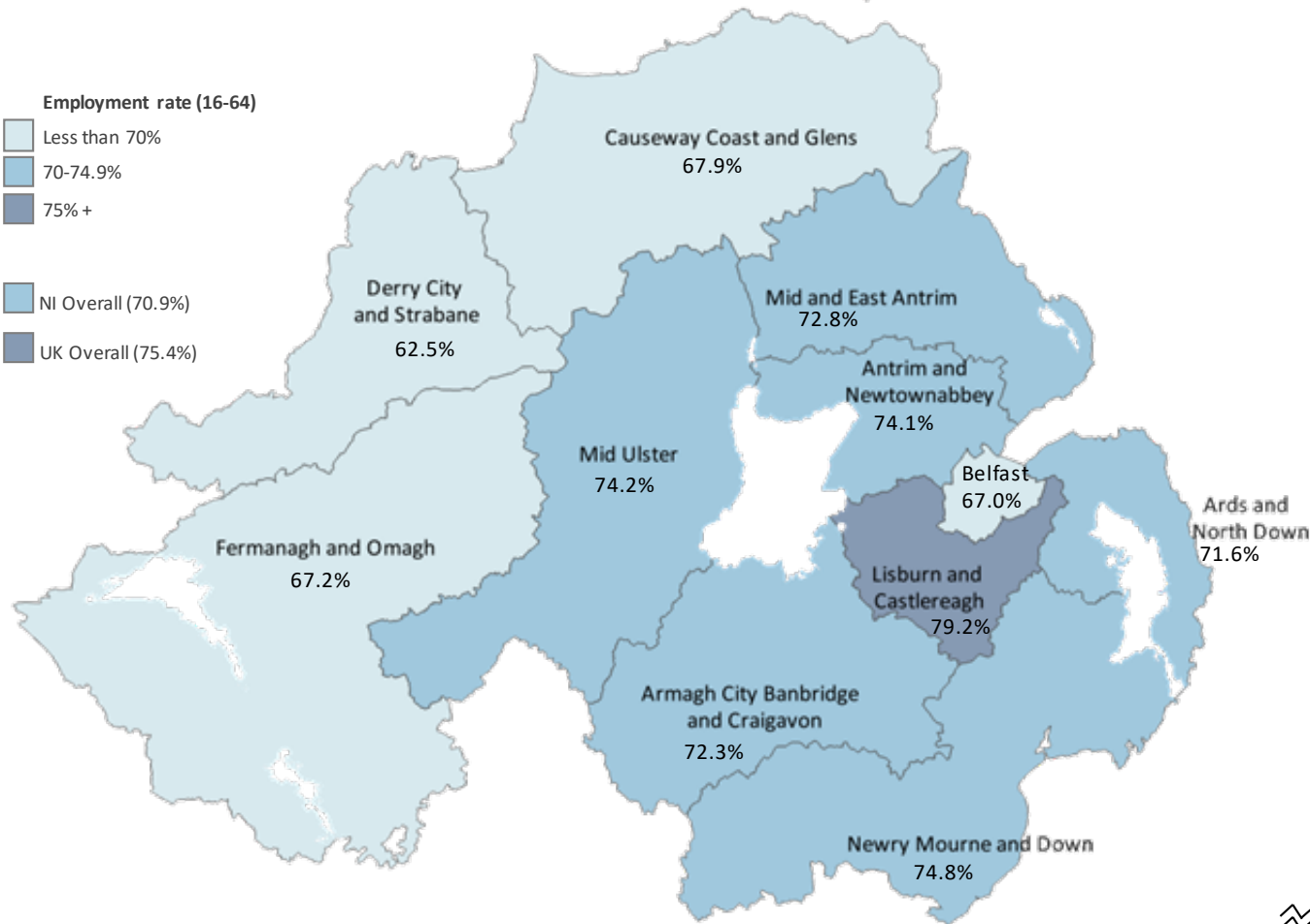
Employment rate (16-64) by age-group, Mar-May 1995 to Dec-Feb 2022



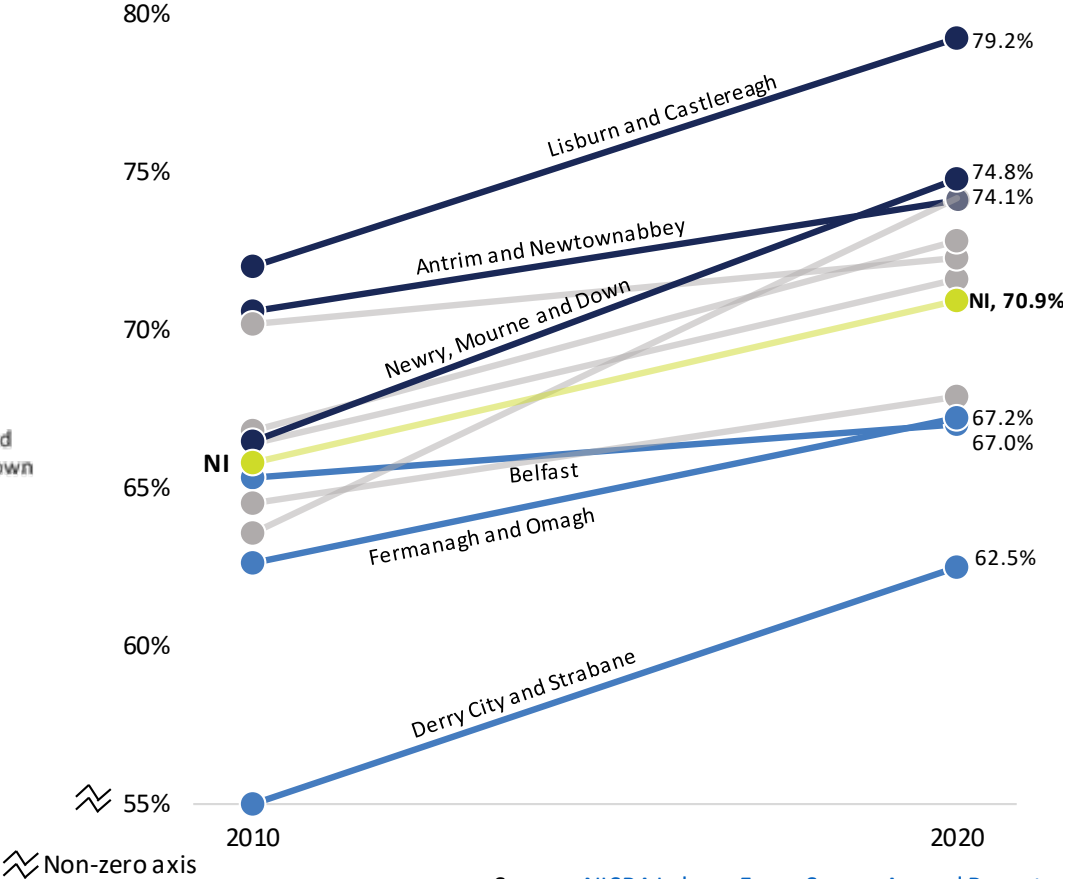
Source: [NISRA Labour Market Report](#)

Employment rates vary by Local Government District; they are lowest in Derry City & Strabane, and highest in Lisburn & Castlereagh.

Employment rate (16-64) by Local Government District, 2020

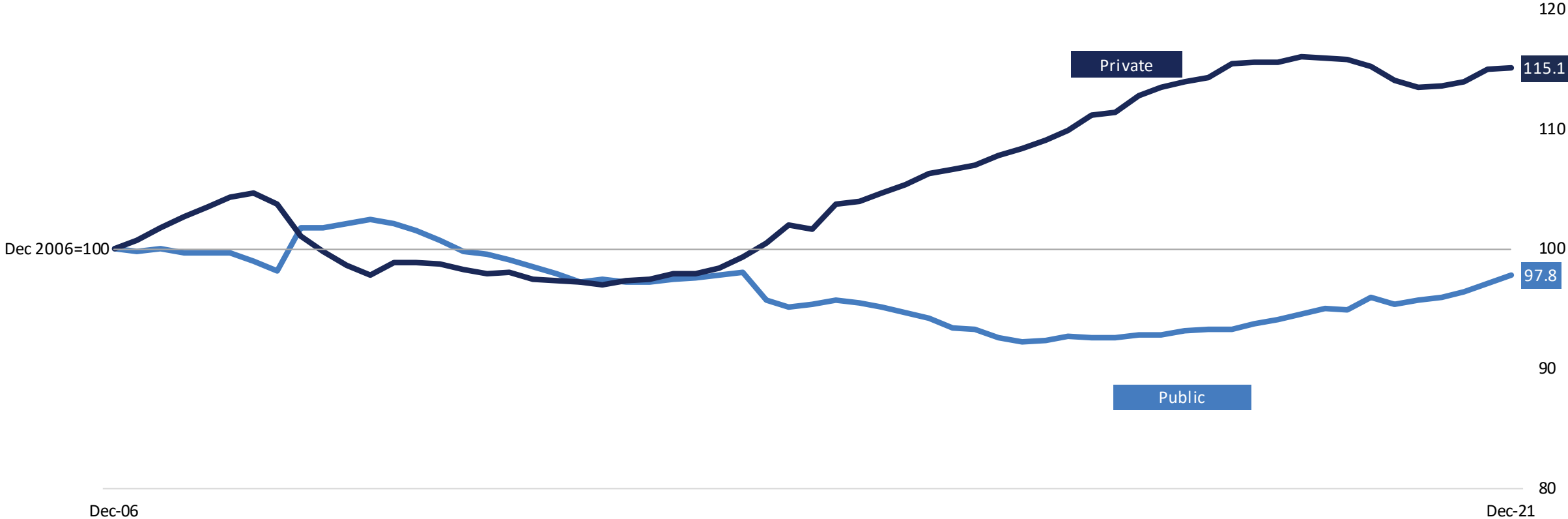


Employment rate (16-64) by Local Government District, 2010 and 2020



The private sector accounts for around three-quarters of jobs* in Northern Ireland. The number of **private sector jobs** is 15% higher than the level in December 2006, whereas there are around 2% fewer **public sector jobs**.

Index of Private and Public Sector Jobs*, Sep 2006 – Dec 2021



Public - Private sector split, Dec 2021 (seasonally adjusted)

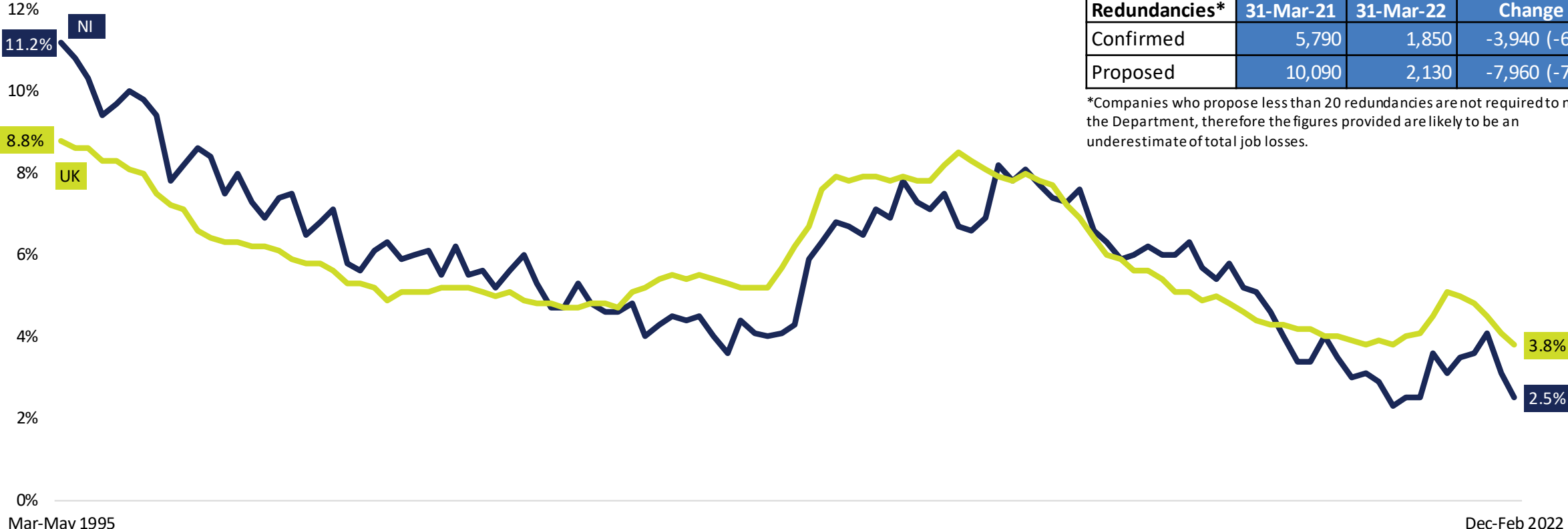
Private: 563,940 jobs (72%)	Public: 217,790 jobs (28%)
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Source: [NISRA Quarterly Employment Survey](#)

*Excludes self-employed

The **unemployment rate** in NI (2.5%) remains noticeably lower than the level following the post-2007/08 recession peak (8.2% in Jun-Aug 2012). The number of confirmed **redundancies*** in the year to 31st March 2022 is 60% lower than the number in the preceding 12 months.

Seasonally adjusted unemployment rate (16+), Mar-May 1995 to Dec-Feb 2022

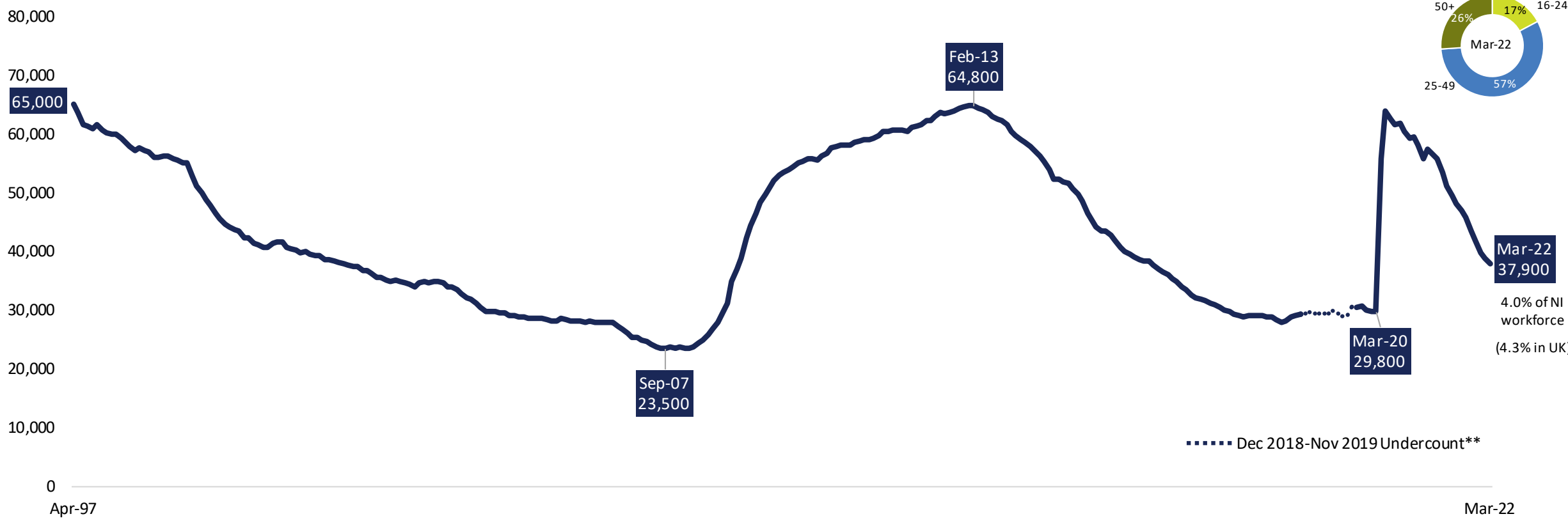


	1-Apr-20 to 31-Mar-21	1-Apr-21 to 31-Mar-22	Change
Redundancies*			
Confirmed	5,790	1,850	-3,940 (-60%)
Proposed	10,090	2,130	-7,960 (-79%)

*Companies who propose less than 20 redundancies are not required to notify the Department, therefore the figures provided are likely to be an underestimate of total job losses.

The **claimant count** consists of Jobseekers Allowance (JSA) claimants plus those Universal Credit (UC) claimants claiming for the reason of being unemployed*. The number of claimants more than doubled in the 2 months following the March 2020 lockdown. The total now stands at 37,900, some 27% higher than in March 2020.

Seasonally adjusted claimant count (experimental), Apr 1997 – Mar 2022



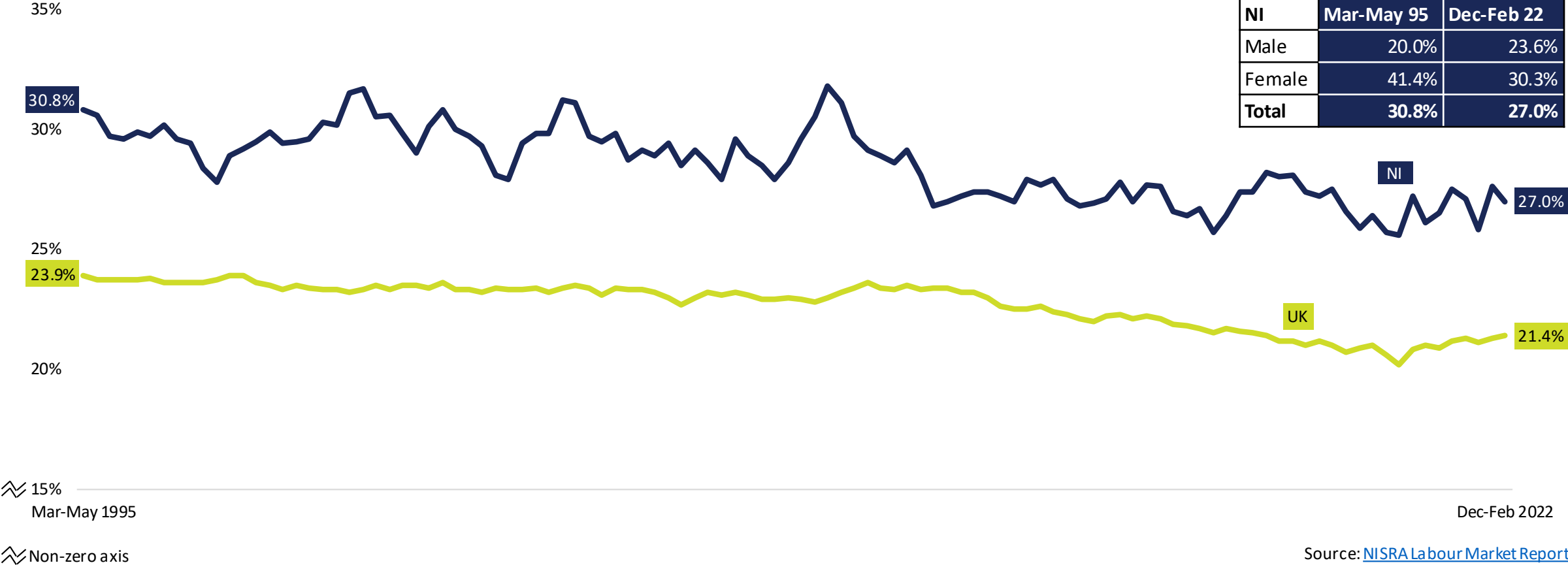
*Some claimants are wholly unemployed and seeking work, while others may be employed but with low earnings that make them eligible for unemployment related benefit support.

**A number of claims across the UK to the UC element of the Claimant Count were coded to incorrect locations for data relating to December 2018 to November 2019. This has been corrected for December 2019 onwards, but previous periods remain affected. The impact of the revision on NI for December 2019 was an increase of fewer than 1,000 cases.

Source: [NISRA Labour Market Report](#)

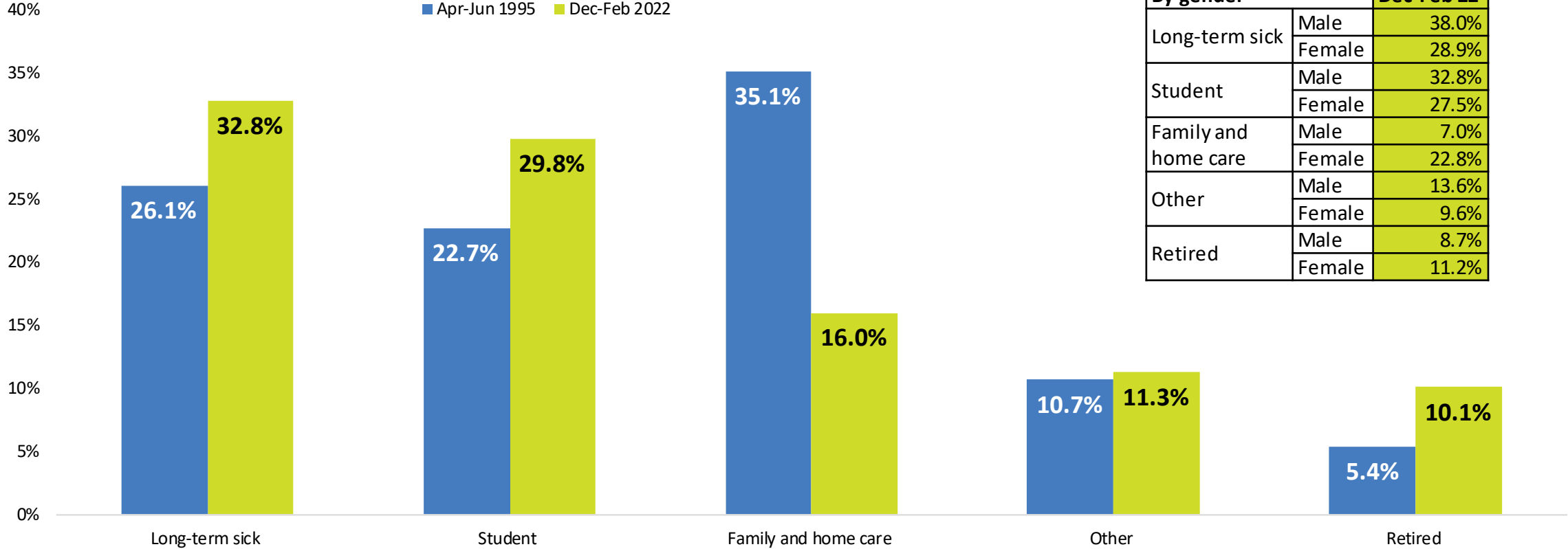
The relatively high level of **economic inactivity** is a long-standing feature of the NI labour market. Although there has been some reduction over the long-term, the rate is 5.6 percentage points above that of the UK.

Seasonally adjusted economic inactivity rate (16-64), Mar-May 1995 to Dec-Feb 2022



There has been a shift in the underlying reasons for **economic inactivity** over the past 25 years. The proportion inactive due to family and home care reasons has reduced substantially and long-term sickness is now the largest contributor to inactivity.

Reasons for economic inactivity (16-64), Apr-Jun 1995 compared with Dec-Feb 2022

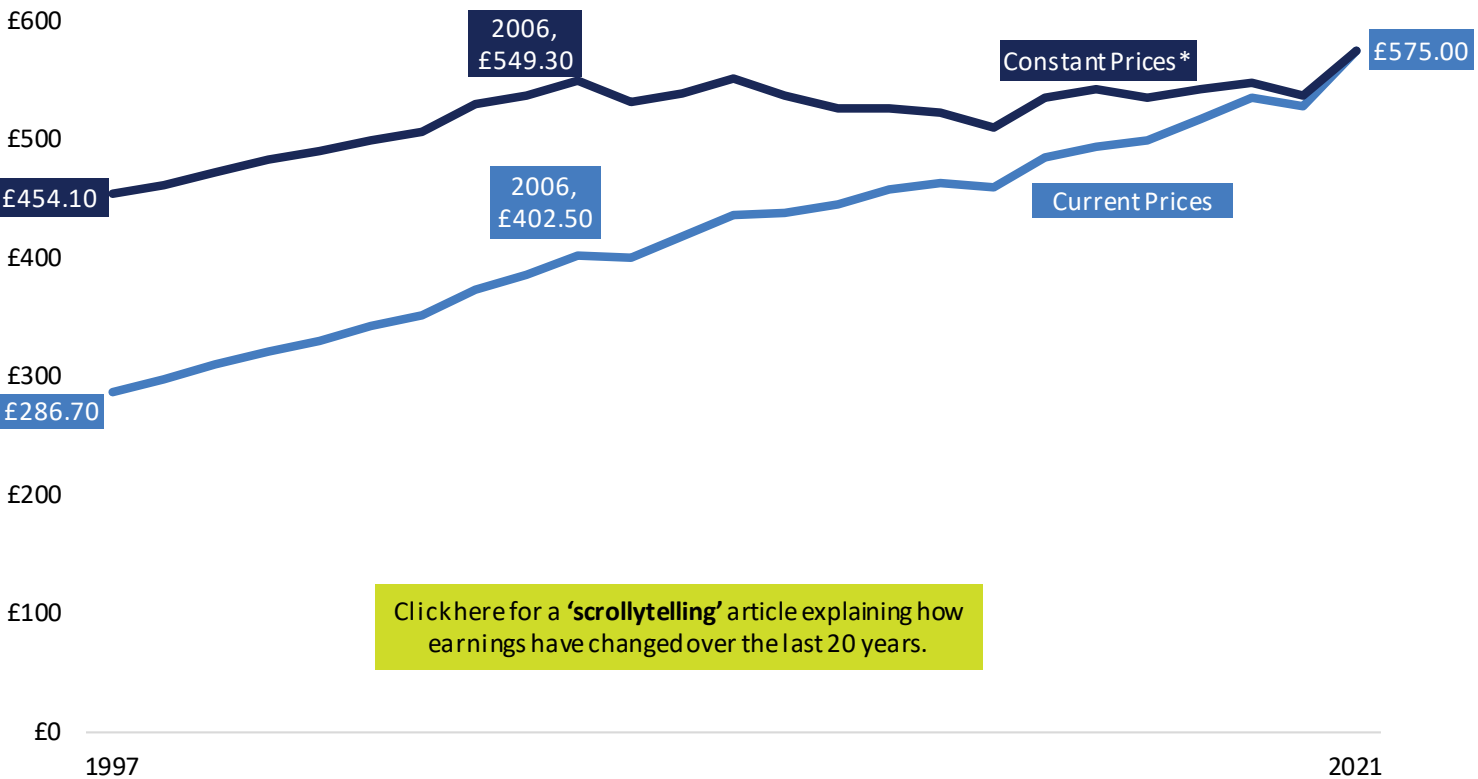


By gender		Dec-Feb 22
Long-term sick	Male	38.0%
	Female	28.9%
Student	Male	32.8%
	Female	27.5%
Family and home care	Male	7.0%
	Female	22.8%
Other	Male	13.6%
	Female	9.6%
Retired	Male	8.7%
	Female	11.2%

Source: [NISRA Labour Market Report](#)

Earnings increased by 7% in real terms* over the year to April 2021 – prior to this earnings had been relatively flat in real terms since the 2007/08 recession. Just over one in five jobs in Northern Ireland pays an hourly rate below the real living wage.

Median gross weekly earnings for full-time employees in nominal and real terms, 1997 - 2021



Proportion of employee jobs with hourly earnings below the real living wage**, by UK region, April 2021



Source: [NISRA Annual Survey of Hours and Earnings](#)

*CPIH adjusted to remove effects of inflation.

**As determined by the Living Wage Foundation. Real Living Wage = £9.50 (£10.85 in London).

To obtain more detailed information on the Northern Ireland economy, visit our website www.nisra.gov.uk



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