



BP's impact on the UK economy in 2015

2016 update based
on research and analysis
by Oxford Economics



OXFORD
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This is a short update to complement the original report by Oxford Economics, *BP's impact on the UK economy*, September 2015. The update reflects the economic contribution for the calendar year 2015 and can be read alongside the original report for a year-on-year comparison.



2015 economic impact highlights

- BP supported an estimated **£8.7 billion** gross value added contribution to the UK's gross domestic product (GDP) and **125,900 UK jobs** in 2015.
- Of this total, BP's direct UK operations – such as oil and gas fields, petrochemical plants, fuels retailing facilities and major offices – created a **£2.7 billion** gross value added contribution to UK GDP and employed **17,780 people**.
- BP spent a total of **£7.7 billion** with UK suppliers:
 - **£5.2 billion** on non-capital goods and service, supporting an estimated **£3.9 billion** indirect contribution to GDP and over **76,440 jobs**.
 - **£2.5 billion** capital expenditure, supporting an estimated £2.1 billion gross value added contribution to GDP and **31,680 jobs**.
- BP's direct, indirect and capital expenditures are estimated to have supported **1 in every 267 jobs** in the UK in 2015, or 0.4% of all employment in the country.
- BP spent a further **£1.2 billion** with UK-registered businesses operating overseas.
- An estimated **0.5% of UK GDP** in 2015 was in some way reliant on BP's activities – whether directly, indirectly, or through BP's capital expenditure. That is **£1 in every £189** of GDP created in the UK during the year.
- BP paid approximately **£1.5 billion in dividends** to UK-based shareholders in 2015.



£8.7bn

contribution made
to UK GDP

BP's activity supported

125,900
jobs

one in every
267 in the UK

BP paid around

£1.5bn

dividends to UK-based
shareholders

BP has been working
with UK schools since

1968

£1.2bn

spent with UK-
registered businesses
operating overseas

Supporting world-class
arts and culture in the
UK since

1966

BP's activity
supported

0.5%
of UK GDP

£7.7bn

spent with UK
businesses

3,600

UK suppliers of goods
and services

£5.2bn

spent on non-capital
goods and services
from UK suppliers

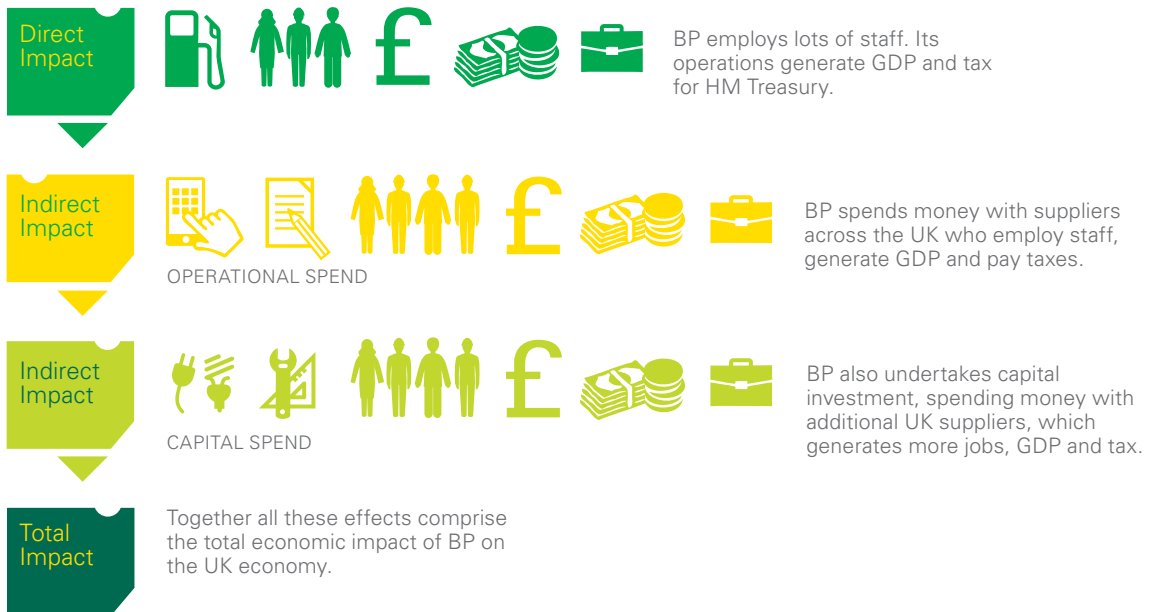
950

UK suppliers for
capital expenditure

£2.5bn

spent on
capital goods from
UK suppliers

Channels through which BP contributes to the UK economy

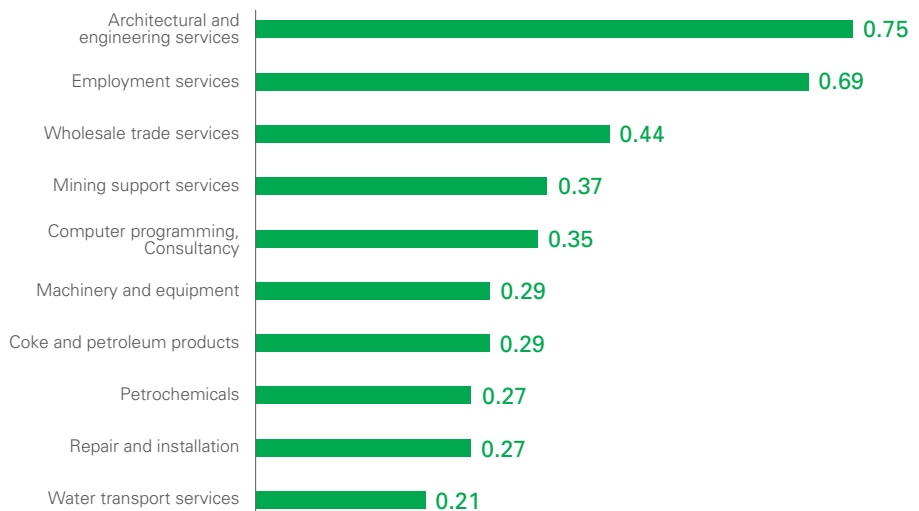


BP's impact on the UK's regional economy

Ten UK industrial sectors receiving the largest amount of BP's UK operational procurement spend in 2015

£ billion

Source: Oxford Economics



BP's impact on the UK's regional economy

Employment impact

125,900 British jobs were supported by BP in 2015, with direct UK operations creating £2.7 billion gross value added contribution to UK GDP and employing 17,782 people.

The indirect impact of BP procurement of goods and services and capital expenditure supported an estimated additional 108,117 people in the wider UK economy.

£ Direct GVA (£m)

Direct jobs created

Indirect jobs created

Scotland

£532m



3,482 direct jobs created
29,779 indirect jobs created

Yorkshire and the Humber

£126m



828 direct jobs created
3,175 indirect jobs created

East of England

£210m



1,372 direct jobs created
3,454 indirect jobs created

Rest of UK

£248m



1,626 direct jobs created
27,243 indirect jobs created

South East

£955m



6,251 direct jobs created
17,212 indirect jobs created

London

£645m



4,224 direct jobs created
27,254 indirect jobs created

BP's impact on the UK's regional economy

Procurement impact and supplier diversification

BP spending (£)



Source: BP, based on invoice location

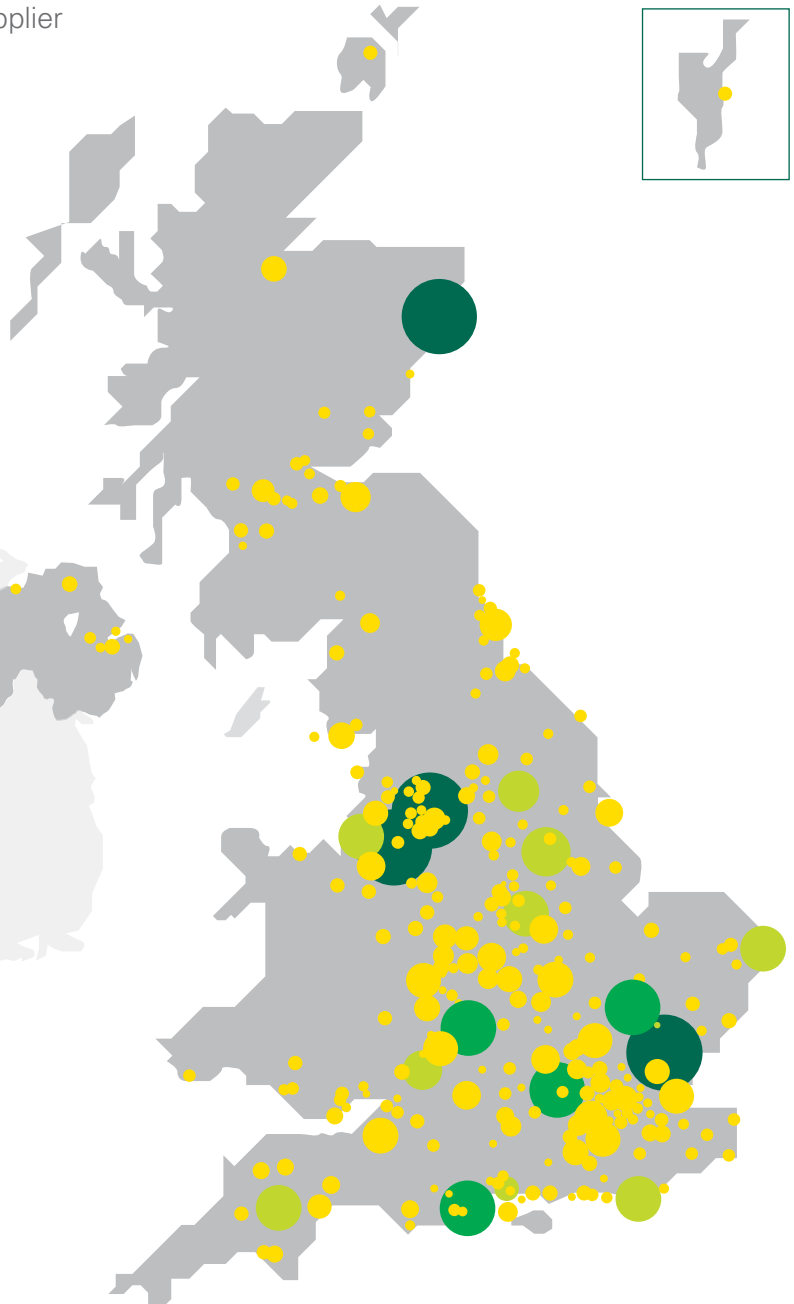
BP has relationships with a diverse range of UK suppliers, from architectural and engineering services to water transport.

BP's 3,600 UK suppliers of goods and services in 2015 are distributed throughout the UK, receiving a total of £5.2 billion.

Some 24% of them were located in London, 20% in the South East, 14% in Scotland and 10% in the Midlands.

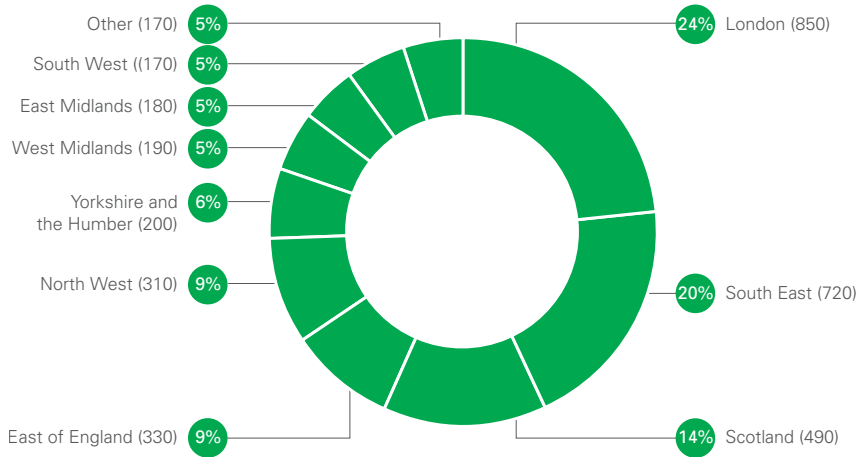
In 2015, BP spent £2.5 billion on capital expenditure in the UK, using around 950 suppliers. Of these, 27% were in Scotland, 17% were in the South East and another 15% were in London.

In addition, £1.2 billion was spent by BP with UK-registered businesses operating abroad.



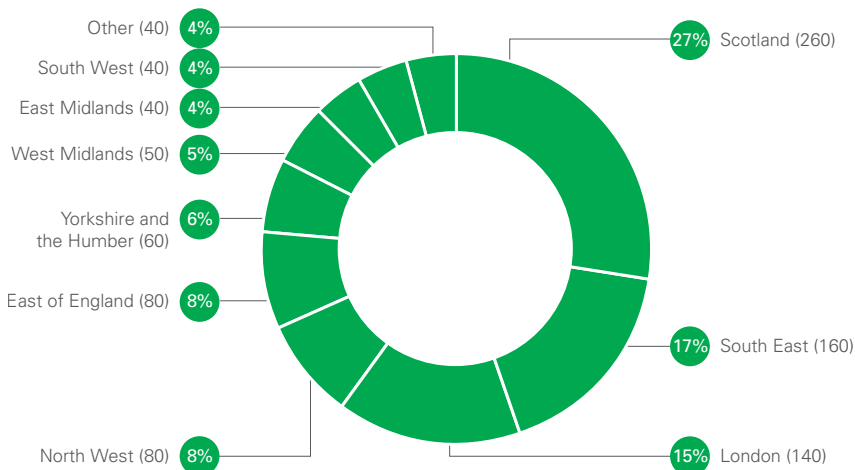
Estimated geographic distribution of BP's 3,600 UK suppliers of goods and services in 2015

Source: Oxford Economics



Estimated geographic distribution of BP's 950 UK suppliers of capital goods in 2015

Source: Oxford Economics



BP's ongoing social contribution to the UK

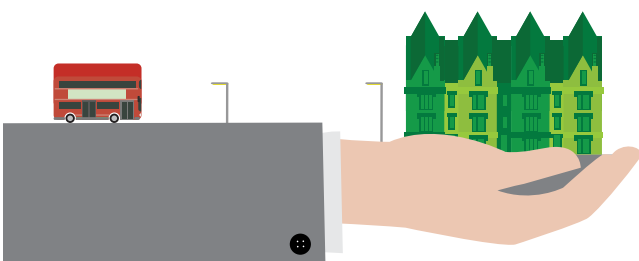
Over the past 50 years, BP has demonstrated a consistent commitment to UK communities through our support of schools, arts and culture, sport, community organisations and charities.

UK communities benefited from £2.65 million in 2015 of employee contributions matched by the BP Foundation, and over 34,650 hours were volunteered by UK-based employees.

You can find out more about our work at:
www.bp.com/uk/bpinthecommunity

UK communities benefited from

£2.65m



Methodology

For a description of the methodology used in performing this analysis, please refer to the information at:
www.bp.com/uk/economicimpact



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