

Statistical bulletin

Index of Services, UK: October 2023

Movements in the volume of output for the UK services industries. Figures are seasonally adjusted.



Contact: John Allcoat ios.enquiries@ons.gov.uk +44 1633 456616 Release date: 13 December 2023 Next release: 12 January 2024

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1. Main points

- Services output growth for August to October 2023 was estimated to have risen by 0.1% when compared with May to July 2023.
- The main positive contributing sectors over the three months to October 2023 were "professional, scientific and technical activities" (1.2%), "education" (1.1%) "human health and social work activities" (0.5%), with the latter two sections affected by recent industrial action.
- The main negative contributing sectors over the three months to October 2023 were "other services activities" (down 2.6%) and "arts, entertainment and recreation" (down 1.8%).
- We estimate that monthly services output has fallen by 0.2% in October 2023; this follows a rise of 0.2% in September 2023.
- The Index of Services (IoS) saw monthly falls in 7 of the 14 sectors in October 2023; the largest negative contributing sectors were "information and communication" (down 1.7%), "professional, scientific and technical activities" (down 0.7%), and "education" (down 0.4%); this monthly fall in October 2023 was partially offset by increases in "administrative and support services activities" (0.7%) and "human health and social work activities" (0.4%).
- For further and detailed analysis of the effect on our monthly IoS estimate, please see our <u>GDP monthly</u> estimate, UK: October 2023 bulletin published on 13 December 2023.

2. Index of Services data

Index of Services time series

Dataset | Dataset ID: IOS1 | Released 13 December2023 Monthly movements in output for the services industries: distribution, hotels and restaurants; transport, storage and communication; business services and finance; and government and other services.

Monthly Business Survey turnover of services industries

Dataset | Released 13 December2023 Monthly Business Survey services industries' total turnover, current price and non-seasonally adjusted, UK.

Index of Services, main components and sectors to four decimal places

Dataset | Released 13 December2023 Monthly historical movements in output for services and their industry components, by chained volume indices of gross value added, UK.

Index of Services revisions triangles

Dataset | Released 13 December 2023 Monthly chained volume indices in gross value added for services and its main components.

All data related to the Index of Services are available on ourRelated data page.

3. Measuring the data

Response rates for October 2023

For October 2023, the response rates were 70.7% based on forms returned, and this accounted for 85.6% of total turnover coverage of the sample population. For further information, see our<u>Current and historical Monthly</u> <u>Business Survey (services) response rates dataset</u>.

Data sources and collection

The Index of Services (IoS) is compiled using data from several different sources (share of overall economy based on latest gross value added (GVA) weights):

- Office for National Statistics (ONS) Monthly Business Survey (34.1%)
- ONS Retail Sales Inquiry (4.9%)
- ONS Government Expenditure (14.8%)
- ONS Households' Expenditure (11.5%)
- ONS Finance Expenditure (5.7%)
- ONS households and non-profit institutions serving households (1.9%)
- Other (4.4%)

The Monthly Business Survey (MBS) data are published alongside this release in our<u>MBS turnover of services</u> industries dataset.

Data relating to the retail industry are broadly comparable withour <u>Retail sales</u>, <u>Great Britain</u>: <u>October 2023 bulletin</u>, published on 17 November 2023.

For further information on what is included within "Other", please see our breakdown of all data sources that feed into the output measure of gross domestic product (GDP(o)) in our <u>GDP(o) data sources catalogue</u>.

The percentage of each data source is based on their gross value-added weight. For more information on the data the underpin these statistics, see our<u>GDP(o) methods and sources pages</u>.

From February 2018, value added tax (VAT) data have also been included across 64 production industries for small and medium-sized businesses. For more information, see our <u>VAT turnover data in National Accounts:</u> background and methodology.

Quality and methodology

More quality and methodology information on strengths, limitations, appropriate uses, and how the data were created is available in our<u>Index of Services Quality and Methodology Information (QMI)</u>.

Additional bank holiday in May 2023 for the Coronation of King Charles III

There was an additional bank holiday for the coronation of King Charles III on Monday 8 May 2023. While adjustments are made for regular calendar effects, there was no explicit adjustment for this event. However, the timing of the bank holiday indirectly affects the number of trading days, which could affect GDP estimates positively or negatively, depending on the sector. This should be taken into account when interpreting monthly and three-month movements over recent months since May 2023.

Revisions to Index of Services

In line with the <u>National Accounts revision policy</u>, this release provides data for October 2023 only. There are no previous periods open for revisions this month.

In the next IoS release, due to be published on 12 January 2024, revisions back to January 2022 will be seen in the dataset. This is to incorporate revisions that will be published as part of the <u>GDP quarterly National Accounts</u> <u>bulletin</u>, due to be published on 22 December 2023.

Updates to monthly GDP methods and data sources in Blue Book 2023

A number of changes have been made to the methods and data sources used in compiling monthly GDP and output approach to measuring GDP estimates as part of <u>UK National Accounts</u>, <u>Blue Book 2023</u>.

For further information on the updates, see Section 9: Measuring the data in the <u>GDP monthly estimate</u>, <u>UK:</u> <u>October 2023 bulletin</u>.

Office for Statistics Regulation review of GDP

The <u>Office for Statistics Regulation (OSR) completed a review</u> of the practices around the preparation and release of information about revisions to estimates of GDP in our <u>Impact of Blue Book 2023 article</u>, released on 1 September2023. This covers:

- processes and quality assurance in making revisions to GDP
- potential improvements to early estimates of GDP enabled through enhanced access to data
- communication of revisions to GDP, the story behind the most recent set of revisions, and uncertainty in early estimates of GDP

We have already started work looking into the <u>recommendations of this review</u> and will set out plans more fully in January 2024.

4. Related links

GDP monthly estimate, UK: October 2023

Bulletin | Released 13 December2023

Gross domestic product (GDP) measures the value of goods and services produced in the UK. It estimates the size of and growth in the economy and includes the Index of Production (IoP), Index of Services (IoS) and construction output in Great Britain.

Index of Production, UK: October 2023

Bulletin | Released 13 December2023 Movements in the volume of production for the UK production industries: manufacturing, mining and quarrying, energy supply, and water and waste management. Figures are seasonally adjusted.

Producer price inflation, UK: October 2023

Bulletin | Released 15 November 2023

Changes in the prices of goods bought and sold by UK manufacturers including price indices of materials and fuels purchased (input prices) and factory gate prices (output prices).

5. Cite this statistical bulletin

Office for National Statistics (ONS), released 13 December2023, ONS website, statistical bulletin, <u>Index of</u> <u>Services, UK: October 2023</u>

IOS1 IOS: Index of Services ¹

Chained volume indices of gross value added ^{2,3,4}

seasonally adjusted 2019 = 100

		Industry sections (SIC2007)					
					Business	Govern-	
		Total	Distribution	Transport,	services	ment and	
		service	hotels and	storage and	and	other	
		industries	restaurants	communication	finance	services	
Section		G-T	G and I	H and J	K-N	0-T	
019 weights		1000	167	130	428	275	
o 19 weights			S2MV	KI7B	420 KI7L	KI71	
2018		S2KU	100.1	93.7	99.2	97.9	
2018		98.3 100.0	100.1	100.0	100.0	100.0	
2020		88.1	79.4	91.2	96.3	79.3	
2021		97.7	96.1	99.0	101.3	92.7	
2022		103.3	101.1	107.7	103.9	101.4	
2022	Q3	103.3	100.4	108.4	104.4	100.9	
	Q4	103.5	100.5	108.5	104.6	101.1	
2023	Q1	103.8	100.4	109.4	104.8	101.7	
2020	Q2	103.8	100.4	109.6	104.4	101.1	
	Q3	103.8	100.8	108.9	104.3	102.2	
2022	Aug	103.6	100.9	109.3	104.7	100.8	
	Sep	102.9	99.1	107.8	104.0	101.1	
	Oct	103.6	100.7	108.5	104.5	101.5	
	Nov	103.7	100.7	108.9	104.5	101.7	
	Dec	103.1	100.0	108.2	104.7	100.2	
2023	Jan	104.0	101.0	110.2	104.8	101.6	
	Feb	104.0	100.8	109.8	105.0	101.6	
	Mar	103.5	99.5	108.1	104.7	101.8	
	Apr	103.8	100.8	109.3	104.7	101.5	
	May	103.7	100.3	109.3	104.2	102.2	
	Jun	104.0	101.2	110.2	104.2	102.6	
	Jul	103.5	100.5	108.4	104.2	101.9	
	Aug	103.8	101.0	109.1	104.4	102.0	
	Sep	104.0	100.8	109.2	104.5	102.7	
	Oct	103.8	100.8	108.0	104.5	102.7	
	001	100.0	100.0	100.0	104.4	102.1	
Percentage c	hange, latest yea	r on previous year					
		S222	S243	KI77	KI7G	KI7O	
2018		1.3	-1.3	7.4	0.5	1.4	
2019		1.8	-0.1	6.7	0.8	2.1	
2020		-11.9	-20.6	-8.8	-3.7	-20.7	
2021		10.9	21.1	8.4	5.2	16.9	
2022		5.6	5.2	8.8	2.6	9.5	
Doroontore	hongo letest	nth on come manth	70				
rercentage c	nange, latest mo	nth on same month a year a	go S28R		וקוע		
2022	Δυα	S26Q 2.8	-3.9	KI7A 8.1	KI7I 3.3	KI7Q 3.9	
2022	Aug	2.8 1.2	-3.9 -5.8	8.1 7.1		3.9 2.0	
	Sep Oct	1.2	-5.8 -2.8	5.6	1.8 2.6	2.0 0.1	
	Nov	0.9	-1.5	5.2	1.7	-0.9	
0000	Dec	1.1	2.0	4.8	1.9	-2.4	
2023	Jan Fab	1.4	0.4	3.5	2.3	-0.6	
	Feb	0.7	-1.5	2.1	2.2	-1.0	
	Mar	0.1	-2.2	1.4	1.5	-1.3	
	Apr	0.7	-1.8	2.5	1.2	0.4	
	May	-0.1	-1.5	1.5	-0.3	0.5	
	Jun	1.1	-0.1	3.1	0.1	2.4	
	Jul	0.1	-0.7	0.2	-0.2	1.1	
	Aug	0.2	0.1	-0.1	-0.2	1.2	
	Sep Oct	1.1	1.8 0.1	1.3 -0.4	0.4 -0.1	1.6 1.2	
	2 1	0.2		0.4	A A	4.0	

1 The IOS output is designated as a National Statistic.

- 2 Indices reflect values measured at basic prices, which exclude "taxes less subsidies on products".
- 3 Estimates cannot be regarded as accurate to the last digit shown.4 Any apparent inconsistencies between the index numbers and the percentage changes shown in these tables are due to rounding.
- 5 A complete run of data is available on the ONS website as a <u>Time series dataset</u>

Sources: For further information on these data please telephone 01633 456387; fax 01633 455300 or e-mail ios.enquiries@ons.gov.uk

IOS1

IOS: Index of Services¹

Chained volume indices of gross value added ^{2,3,4}

seasonally adjusted 2019 = 100

		Industry sections (SIC2007)						
					Duration	0		
		Total	Distribution	Transport	Business	Govern-		
		service	hotels and	Transport,	services	ment and other		
		industries		storage and communication	and finance			
Saction		G-T	restaurants G and I	H and J	K-N	services O-1		
Section 019 weights		<u> </u>	167	130	428	27		
_				130	420	21		
ercentage c	hange, latest i	month on previous m S222	onth S243	KI77	KI7G	KI7C		
2022	Aug	0.2	-0.3	1.0	0.3	0.0		
2022	Sep	-0.7	-0.3	-1.3	-0.7	0.3		
	Oct	0.7	1.6	0.6	0.5	0.5		
	Nov	0.1	0.0	0.4	0.0	0.1		
	Dec	-0.5	-0.7	-0.7	0.0	-1.5		
2023	Jan	0.8	1.0	1.9	0.2	-1.4		
2023								
	Feb Mar	0.0 -0.5	-0.2 -1.3	-0.4 -1.6	0.2 -0.3	0.0 0.1		
					-0.3 -0.1			
	Apr May	0.3	1.4	1.1		-0.2		
	May	-0.1	-0.5	0.1	-0.4	0.6		
	Jun	0.3	0.9	0.8	0.0	0.4		
	Jul	-0.5	-0.6	-1.6	0.0	-0.6		
	Aug	0.3	0.5	0.7	0.3	0.0		
	Sep	0.2	-0.2	0.1	0.0	8.0		
	Oct	-0.2	0.0	-1.1	0.0	0.0		
ercentage ch	nange, latest 3	months on same 3 mor						
	_	S2G6	S217	KI7C	KI7J	KI7R		
2022	Aug	3.2	-2.3	7.8	2.8	5.1		
	Sep	2.6	-3.6	7.7	2.8	3.9		
	Oct	1.8	-4.2	6.9	2.6	1.9		
	Nov	1.2	-3.4	6.0	2.0	0.4		
	Dec	1.1	-0.8	5.2	2.1	-1.1		
2023	Jan	1.1	0.3	4.5	2.0	-1.3		
	Feb	1.1	0.3	3.5	2.1	-1.3		
	Mar	0.7	-1.1	2.4	2.0	-1.0		
	Apr	0.5	-1.8	2.0	1.6	-0.6		
	May	0.2	-1.9	1.8	0.8	-0.2		
	Jun	0.6	-1.1	2.4	0.3	1.1		
	Jul	0.4	-0.8	1.6	-0.2	1.3		
	Aug	0.5	-0.2	1.1	-0.1	1.6		
	Sep	0.5	0.4	0.5	0.0	1.3		
	Oct	0.5	0.6	0.2	0.0	1.3		
ercentage ch	nange, latest 3	months on previous 3 i	months					
		S2BG	S2DH	KI7D	KI7K	KI7S		
2022	Aug	-0.1	-0.9	1.0	0.6	-1.4		
	Sep	0.0	-1.5	1.2	0.3	-0.1		
	Oct	0.0	-1.2	0.9	0.1	0.2		
	Nov	0.1	-1.0	0.3	0.0	0.8		
	Dec	0.2	0.0	0.1	0.2	0.2		
2023	Jan	0.2	0.3	0.5	0.3	0.0		
	Feb	0.3	0.4	0.9	0.5	-0.3		
	Mar	0.3	-0.1	0.8	0.2	0.5		
	Apr	0.1	-0.2	0.0	0.1	0.5		
	May	-0.1	-0.4	-0.4	-0.3	0.7		
	Jun	0.0	0.4	0.2	-0.5	0.4		
	Jul	0.0	0.3	0.2	-0.6	0.6		
	Aug	0.0	0.7	0.2	-0.3	0.3		
	Sep	-0.1	0.0	-0.6	0.0	0.1		
		-0.1	0.0	-0.0	0.0	υ.		

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