

Market Volatility and Inflation



Procurement - Key Supply Chain Data - Materials and Plant

(May 2022 - Rev 1)

MATERIAL	Price Change	Current Movement 12 Months	Forecast Price Change	Forecast 12 Months - Trend	Availability / Concern	MATERIAL	Price Change	Current Movement 12 Months	Forecast Price Change	Forecast 12 Months - Trend	Availability / Concern
AGGREGATES	Amber	12%	Red	↓ 10%	Amber	STEEL SUPPLY	Red	50%	Green	↓ 2%	Amber
ASPHALT	Red	10%	Amber	↓ 8%	Red	TIMBER / BOARD	Red	50%	Amber	↓ 5%	Amber
CEMENT, LIME & GGBS	Red	25%	Red	↓ 10%	Amber	SITE ACCOMMODATION	Amber	5%	Amber	→ 5%	Green
CONCRETE	Red	15%	Red	↓ 10%	Amber	PLANT HIRE	Amber	8%	Amber	↓ 5%	Green
DIESEL / GAS OIL	Red	16% / 54%	Amber	↓ 5%	Green	PLANT SALES	Amber	5%	Amber	→ 5%	Red
DRAINAGE	Red	15%	Red	↕ 15%	Green	PRECAST CONCRETE	Red	25%	Red	↓ 10%	Amber
LIGHTING / ELECTRICAL	Amber	5%	Amber	→ 5%	Red	RAIL MATERIALS- GENERAL OVERVIEW	Red	10%	Red	→ 10%	Amber
REBAR & MESH	Red	40%	Amber	↓ 5%	Red						

Note: All rates are estimates on the market overall and not linked to individual products as this can vary within product groups. General material cost inflation is forecast to rise by between 7 and 8 per cent over the next year, according to the Office for National Statistics. Recent RICS survey suggests a 10 -15% increase on materials in the last 12 months in overall terms.

Key: Note- please consult your BU Procurement leads in the first instance
 Green = No immediate issue / stable market
 Amber = Regional issue / some price volatility / specific availability issue
 Red = National issue / price unstable / significant availability issue

Market Volatility and Inflation



Procurement - Key Supply Chain Data - Subcontractors

(May2022/rev 1)

TRADE	PRICE CHANGE	CURRENT MOVEMENT 12 MTH	FORECAST PRICE CHANGE	Forecast Next 12 Months - Trend	AVAILABILITY / CONCERN	TRADE	PRICE CHANGE	CURRENT MOVEMENT 12 MTH	FORECAST PRICE CHANGE	FORECAST NEXT 12 MONTHS	AVAILABILITY / CONCERN
AGL ELECTRICAL	Amber	5%	Red	↑ 10%	Amber	LABOUR / AGENCY BLUE COLLAR	Red	10%	Amber	↓ 7%	Red
CLADDING	Red	75%	Green	↓ -5%	Red	LABOUR / AGENCY WHITE COLLAR	Red	10%	Amber	↓ 5%	Amber
FENCING	Red	20%	Amber	↓ 5%	Amber	M&E	Red	15%	Amber	↓ 8%	Amber
FIT OUT / FINISHING TRADES	Amber	5%	Amber	→ 5%	Amber	SHIPPING	Red	500%	Green	↓ 4%	Amber
HEAVY CIVILS inc. DRAINAGE EWKS, FRC	Red	10%	Red	↑ 20%	Green	STEEL FABRICATION CIVILS	Red	30%	Red	↓ 10%	Amber
INDUSTRIAL DOORS	Green	2%	Amber	↑ 5%	Amber	STEEL FRAMES WAREHOUSING	Red	45%	Red	↓ 10%	Amber

Note: All rates are estimates on the overall market and not linked to individual products as this can vary within product groups. General material cost inflation is forecast to rise by between 7 and 8 per cent over the next year, reducing in Q3 according to the Office for National Statistics.

Green = No immediate issues/ stable market
 Amber = Regional issues / price volatility
 Red = National issues / prices unstable / hikes

PLEASE consult your BU Procurement Team for Advice