

# FINANCE AND BANKING

“ THECITYUK 2016 REPORT SHOWED THAT THE FINANCE AND BANKING SECTOR IS A KEY DRIVER OF THE UK ECONOMY, CONTRIBUTING £176 BILLION AND EMPLOYING 2.2 MILLION PEOPLE. “



THE UK REMAINS A KEY DESTINATION FOR FINANCIAL SERVICES INVESTMENT. THE INDUSTRY ATTRACTED £10.2 BILLION OF FOREIGN DIRECT INVESTMENT (FDI) IN 2015. IN FACT, FINANCIAL SERVICES ATTRACTS MORE FDI INTO THE UK THAN ANY OTHER SECTOR (THECITYUK, 2016)



THERE WERE 19 BILLION CASH PAYMENTS IN 2015, REPRESENTING AROUND 50% OF ALL PAYMENTS IN THE UK, THE NUMBER IS THOUGHT TO REDUCE OVER THE NEXT DECADE DUE TO MOBILE BANKING AND THE INCREASING USE OF PLASTIC CARDS, ESPECIALLY CONTACTLESS (THECITYUK, 2016)

# TALKING POINTS

1

## INFLATION AND THE HOUSING MARKET

THE BANK OF ENGLAND'S INFLATION REPORT (2016) STATES THAT UK INFLATION WILL RISE FROM ITS CURRENT LEVEL OF 1 PER CENT TO AROUND 2.75 PER CENT IN MID-2018, BEFORE BEGINNING TO FALL BACK.

THIS INCREASE IN INFLATION WILL REOPEN THE DEBATE ABOUT WHEN INTEREST RATES WILL START TO RISE, GIVEN THAT THIS IS THE PRIMARY CONTROL OF INFLATION. THE RISE IS LIKELY TO HAVE AN ADVERSE IMPACT ON BOTH THE UK HOUSING MARKET AND SOME FAMILY BUDGETS.



2

## BREXIT

THE FINANCE AND BANKING INDUSTRY MAY HAVE RECOVERED FROM THE BANKING CRASH AND SUBSEQUENT RECESSION, BUT BREXIT HAS HIGHLIGHTED THE UNCERTAINTY AND POTENTIAL FUTURE CHALLENGES THAT MAY BE FACED BY THE SECTOR.

ON THE OTHER HAND, BREXIT MAY CREATE NEW OPPORTUNITIES.

# KEY ISSUES

MAIN ISSUES FACING THE INDUSTRY:



SOME OF THE MAIN  
ISSUES FACING THE  
INDUSTRY...

REDUCING  
OPERATING COSTS

HOW WILL BREXIT AFFECT  
THE UK ECONOMY. THE  
FINANCIAL SERVICES  
INDUSTRY TO PROTECT  
ITS INTERESTS  
FOLLOWING BREXIT.

BANKS REMAIN TOO BIG,  
UNDERCAPITALISED, AND  
MANY SUFFER FROM  
UNDERPERFORMING  
LOAN PORTFOLIOS

CYBERCRIME

# FINANCE AND BANKING COMPANIES



# AREAS OF FINANCE

## AND TYPICAL JOBS IN THE SECTOR WITH EXAMPLE SALARIES

**ACCOUNTANCY AND FINANCE** (AUDIT, TAX AND ACCOUNTANCY BUSINESS, TREASURY ETC)



£22K ACCOUNTANT TECHNICIAN  
£64K ACCOUNT EXECUTIVE  
£67K CHARTERED CERTIFIED ACCOUNTANT

**BANKING AND BUILDING SOCIETIES** (ENABLE BUSINESSES AND INDIVIDUALS TO MANAGE THEIR MONEY AND ACCESS PRODUCTS LIKE LOAN, MORTGAGES AND INSURANCE)



£31K SENIOR OPERATIONS ASSISTANT  
£83K CORPORATE INVESTMENT BANKER  
£85K BANK MANAGER

**FINANCIAL PLANNING** (ADVISORY SERVICES, SUPPORT TO HELP PLAN FINANCIAL FUTURES OF INDIVIDUALS OR COMPANIES)



£26K ASSISTANT FINANCIAL PLANNER  
£50K FINANCIAL PLANNER  
£74K INVESTMENT CONSULTANT

**INSURANCE** (WORK WITH DOCTORS, LAWYERS AND FIRE OFFICERS TO GATHER EVIDENCE, ASSESS RISK AND RESOLVE CLAIMS AGAINST INSURANCE POLICES)



£26K INSURANCE UNDERWRITER SALARY  
£34K PERSONAL INJURY CLAIMS TEAM LEADER  
£42K INSURANCE CLAIMS INSPECTOR

**INVESTMENT AND PENSIONS** (RESEARCH AND MITIGATE THE FINANCIAL RISKS AND LIABILITY FOR THEIR CLIENTS, PERFORMANCE MEASUREMENT, INVESTMENT SUPPORT, RISK ASSESSMENT, DATA MANAGEMENT AND TRADING AND STOCK BROKING.)



£50K PENSION BENEFIT MANAGER  
£56K INVESTMENT ANALYST  
£73K COMMODITY BROKER

Total Employees  
**2,215,000**

Scotland  
**150,000**

Northern Ireland  
**32,000**

North West  
**215,000**

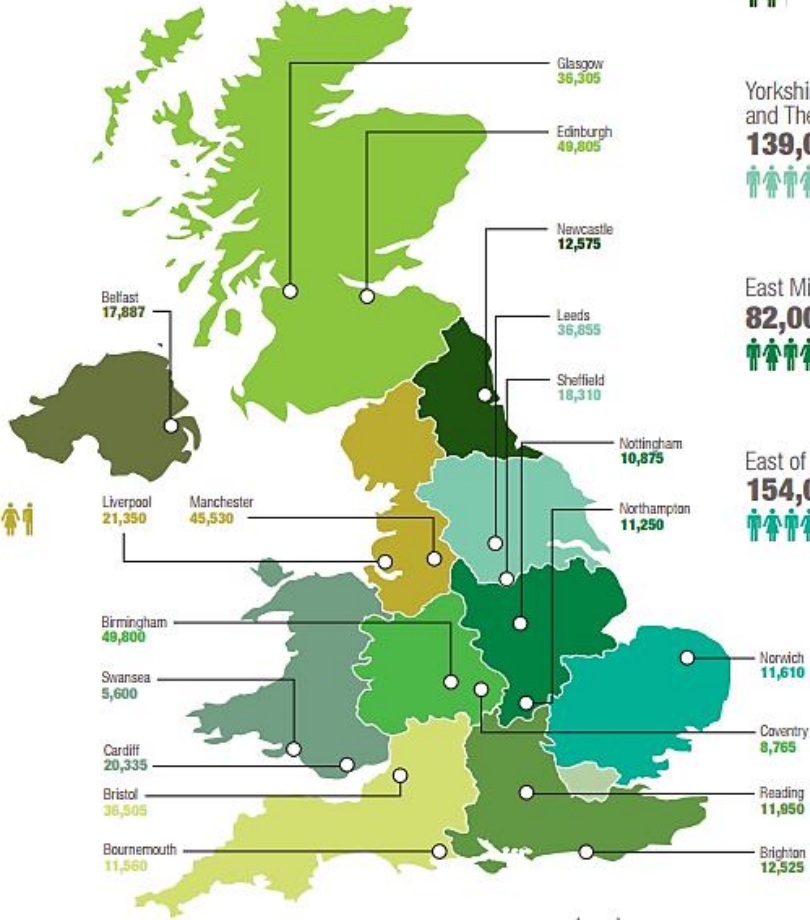
Wales  
**56,000**

West Midlands  
**137,000**

South West  
**167,000**

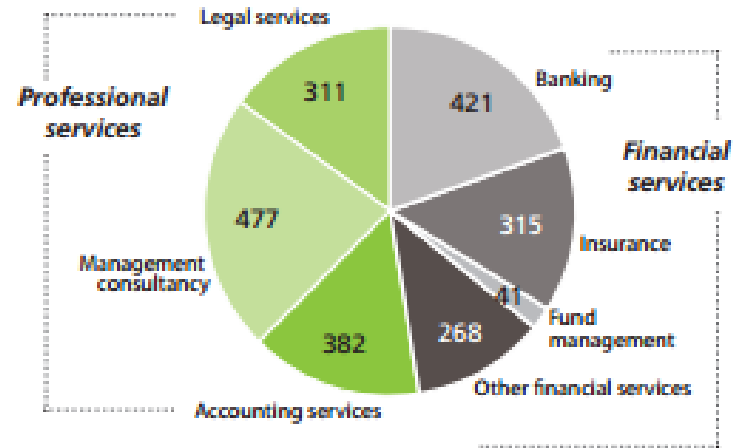
South East  
**285,000**

London  
**751,000**



# FINANCIAL SECTOR STATISTICS

SHOWING EMPLOYMENT IN UK FINANCIAL AND RELATED PROFESSIONAL SERVICES



Total: 2,215,000

👤 = 20,000 people