

Update 30: United Kingdom - Worst Economic Contraction in 41 Years in Q1 2020

- On June 30, Office for National Statistics (ONS) reported economic contraction by 2.2% in Q1 2020
- It marks the worst quarter-on-quarter decline in GDP in 41 years
- Service sector declined by a record 2.3% in Q1, with biggest slump in accommodation and food services
- Manufacturing, construction, and farming also contributed to the slowdown
- This comes due to imposition of public health restrictions and social distancing measures due to COVID-19 pandemic
- Supply Wisdom is continuously monitoring the situation and will alert you to any relevant developments

Source(s)

<https://www.bbc.com/news/business-53231851>

<https://www.theguardian.com/business/2020/jun/30/uk-economy-fall-covid-19-gdp-figures-coronavirus-pandemic>

Targets Affected:

United Kingdom

Guidance

Actions to consider:

- Consider implementing suggested actions related to 'Negative Impact on Economy' under the 'COVID-19: Actions to Consider' section below / next page

Related Alerts

June 20, 2020

Medium

Update 29: United Kingdom - Lowers COVID-19 Alert from Level 4 to 3; Plans to Relax Quarantine Rules in July

June 8, 2020

High

Update 28: United Kingdom - Announces Two-Week Mandatory Quarantine for Overseas Travelers

June 2, 2020

High

Update 27: Northern Ireland, United Kingdom - Plans to Further Ease COVID-19 Restrictions

May 30, 2020

High

Update 26: United Kingdom - Further Eases COVID-19 Restrictions to Aid Economy

May 26, 2020

High

Update 25: United Kingdom - Non-Essential Retail Businesses to Resume Operations Starting June 15, 2020 to Aid Economy Amid COVID-19 Pandemic

May 14, 2020

High

Update 24: United Kingdom - Reports Economic Contraction by ~2% Amid COVID-19 Pandemic, Largest Decline Since 2008

May 13, 2020

High

Update 23: Northern Ireland, United Kingdom - Announces Five-Stage Plan to Exit COVID-19 Lockdown

May 12, 2020

High

Update 22: United Kingdom - Announces Plan to Ease COVID-19 Restrictions

May 7, 2020

High

Update 21: United Kingdom - Prepares Five-Stage Plan for Easing COVID-19 Restrictions Starting May 11, 2020

May 3, 2020

Immediate

Update 20: United Kingdom - Reports 621 COVID-19 Deaths in 24 Hours, Exceeding 28,000

April 27, 2020

Immediate

Update 19: United Kingdom - Announces Compulsory Two Week Quarantine for Travelers During 'Phase Two' of COVID-19 Lockdown

April 20, 2020

High

Update 18: United Kingdom - Positive COVID-19 Cases Continue to Rise; Announces ~US\$1.53 B for Startups and Tech Businesses to Support Economy

April 18, 2020

High

Update 17: United Kingdom - Extends Furlough Scheme for Job Protection Until June 2020 as COVID-19 Death Toll Rises to 14,653

April 17, 2020

Immediate

Update 16: United Kingdom - Extends Lockdown for Three More Weeks Amid COVID-19 Pandemic

April 16, 2020

Immediate

Update 15: Northern Ireland, United Kingdom - Extends Lockdown Until May 9, 2020 to Fight COVID-19 Pandemic

April 15, 2020

High

Update 14: United Kingdom - Lockdown Extension Expected Until May 7, 2020

April 14, 2020

High

Update 13: United Kingdom - GDP Expected to Decline by up to 30% in Q2 2020

April 12, 2020

Immediate

Update 12: United Kingdom -
Coronavirus Deaths Near 10,000

April 9, 2020

Immediate

Update 11: Northern Ireland, United
Kingdom - Lockdown Extension
Expected; Country Reports 938 Deaths
in 24 Hours

April 5, 2020

High

Update 10: United Kingdom -
Lockdown Expected to Continue Until
End of May 2020

April 3, 2020

Medium

Update 9: United Kingdom -
Businesses to Face Scarcity of Cash
Amid COVID-19 Pandemic;
Government Announces New
Emergency Loans

April 1, 2020

Immediate

Update 8: United Kingdom - COVID-19
Death Increases to 381, More Than
Double, in Last 24 Hours

March 29, 2020

Immediate

Update 7: Northern Ireland, United
Kingdom - New Regulations to Enforce
People Stay at Home and Businesses
Stay Close

March 26, 2020

Immediate

Update 6: United Kingdom - Fears
Recession Amid Increasing COVID-19
Cases; Announces Measures to
Support Businesses

March 24, 2020

Immediate

Update 5: United Kingdom - Declares
Lockdown for Next Three Weeks to
Slow Coronavirus Outbreak

March 20, 2020

Immediate

Update 4: United Kingdom - Massive
Rise in Coronavirus (COVID-19)
Infection Cases

March 16, 2020

Immediate

Update 3: United Kingdom - Steep Rise
in Number of Coronavirus Cases

March 9, 2020

Immediate

Update 2: United Kingdom -
Coronavirus Cases Continue to Surge

March 5, 2020

Immediate

Update 1: United Kingdom - Steep Rise
in Coronavirus Cases

Feb. 3, 2020

Low

United Kingdom - Coronavirus Infection
Cases

Impact level Definitions

Impact Level	Definitions
Immediate	Certain - Supply Wisdom recommends considering prompt action. Examples of Immediate level alert events may include bankruptcy filings, data breaches, unexpected curfews, strikes, power black-outs, major geo-political events etc.
High	Highly likely to occur in the near term (within 3 months) - Supply Wisdom recommends being in a state of readiness to take quick action. Examples of High level alert events may include withdrawal of rating by ratings agencies, hostile takeover, multiple cyber-attacks, new business policies causing significant hardship etc.
Medium	Likely to occur in the mid-term (within 3 to 6 months) - Supply Wisdom recommends reviewing current mitigation steps and being ready to take proactive actions if and when situation deteriorates further. Examples of Medium level alert events may include unplanned C-level exits, suppliers caught in bribery cases, economy slipping into recession.
Low	Possible in the long-term (after 6 months) - Supply Wisdom recommends taking proactive action if situation does not resolve. Examples of Low level alert events may include lawsuits filed against suppliers, client losses, air pollution alerts issued by country's local authorities, unexpected holidays announced for the location etc.
Informational	The event is pertinent information but does not have a risk element associated with it. Examples of Info level alert events may include launch of new solutions, partnerships signed, industry outlook, positive changes in government policies, announcements regarding launch of software parks/ free trade zones/special economic zones etc.