

The background of the cover is a blue-tinted image of a fighter jet's cockpit, viewed from the front. The pilot's helmet and oxygen mask are visible in the canopy. The aircraft's wings and canopies are also visible.

UK Defence Outlook

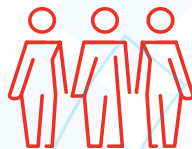
2019

/ A guide to the UK
defence sector

UK Defence sector

The UK is the second largest defence exporter in the world, which helps deliver the equipment and services our armed forces and security services need to safeguard national security.

£9bn
Export orders
2017



135k
Direct employees



6%
Turnover growth
since 2010



£22.7bn
Turnover



4.4k
Apprentices



Defence

export markets

18%
North America

1%
Africa

11%
European Union

9%
Asia Pacific

60%
Middle East

1%
Latin America

- UK defence export orders based on averages of 2009-2018
- UK defence exports to the Middle East remains the largest market

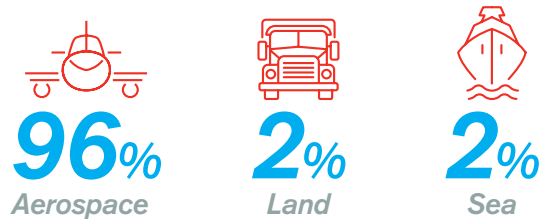
*UK defence exports to Africa and Latin America were 1% or less

The **Strength** of UK **Defence**

The defence sector continues to maximise its contribution to national security and economic prosperity through:



UK defence exports by sector



Based on orders in 2018



£1.8bn
Defence R&D
expenditure in 2017



£8.9bn
Value added in 2018



Defence Growth Partnership (DGP)

Industry and government are working in partnership, through the DGP to deliver security, growth and prosperity for our nation

With the purpose of improving productivity and competitiveness, as well as growing the UK's global market share through exports, the DGP has delivered innovative capabilities and strong international partnerships

Industry is working with government to support SMEs in every corner of the UK by launching the 'Improvement Framework' across the defence supply chain

Delivering prosperity and innovation

- **The UK remains the second largest global defence exporter; with the UK holding an estimated 12% of the global market share (2017)**
- **Average annual earnings of £35,000, 18% higher than the UK average**
- **£2bn of funding for the UK's future Combat Air capability, including the inspirational Tempest programme**
- **65% of defence jobs are located outside London and the South East**



Working for our members

ADS contacts

Aimie Stone

Senior Economist

T: +44 (0) 20 7091 4532

aimie.stone@adsgroup.org.uk

Alex Hamilton

Head of Media & PR

T: +44 (0) 20 7091 1127

alex.hamilton@adsgroup.org.uk

Twitter: @ADSGroupUK

adsgroup.org.uk

ADS is the UK trade organisation representing the aerospace, defence, security and space sectors.

ADS is focused on representing the interests of these valuable wealth producing industries in the UK and overseas to key stakeholders, government and the media. Farnborough International Limited, which runs the Farnborough International Airshow, is a wholly owned subsidiary.