Foreign commercial real estate transactions fell sharply in anticipation of the U.K. referendum …

… and assets exposed to this market sold off sharply after the U.K. vote to leave.

Figure 1.1.2. Brexit Impact on the U.K. Commercial Real Estate Markets

1. Commercial Real Estate Transactions (Gross quarterly flows, billions of pounds)
   - Total United Kingdom
   - Of which, overseas investors

2. Equity Performance (Jan. 1, 2016 = 100)
   - FTSE All-Share Index
   - REITs

Sources: Bank of England; and Property Archive.

Sources: Bloomberg L.P.; and IMF staff calculations.
Note: Brexit = June 2016 U.K. referendum result in favor of leaving the European Union. FTSE = Financial Times Stock Exchange; REITs = real estate investment trusts.