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

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

1. Commercial Real Estate Transactions
(Gross quarterly flows, billions of pounds)

25 - — Total United Kingdom
— Of which, overseas investors

20 
15 
10 -

2004 05 06 07 08 09 10 11 12 13 14 15 16

Sources: Bank of England; and Property Archive.

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



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.