
Finance leasing: estimates of investment in assets for leasing out

This note updates figures published on page 394 of the September 1986 Bulletin.

The statistics in the table measure the contribution to fixed investment of assets purchased for leasing out; they cover investment in such assets by monetary sector institutions, by finance houses outside the monetary sector, and by specialist finance leasing subsidiaries (or associates) of these institutions and of other companies. By far the greater part of the expenditure is on assets to be leased out under finance leases, but expenditure by these companies on assets for leasing out on other terms is also included. The figures exclude business transacted in non-owned assets.

The main source for the statistics continues to be a quarterly enquiry into capital expenditure addressed to a panel of financial companies actively engaged in finance leasing. Figures are also collected from monetary sector institutions. As the panel does not include all leasing companies outside the monetary sector, the figures

are grossed up to take account of expenditure by non-reporters. At the beginning of 1983, monetary sector institutions joined other lessors in analysing their leasing expenditure by lessee sector (for earlier years it was necessary to place it entirely within the unidentified component).

The quarterly figures presented in the table are not currently published elsewhere, but constitute the basic material for the series of net capital expenditure by the finance leasing industry, not analysed by asset type or by lessee sector, which is published by the Department of Trade and Industry in *British Business* within regular articles devoted to the results of successive quarterly capital expenditure surveys. That series is presented at constant (1980) prices and seasonally adjusted. It also omits expenditure on ships leased to the UK shipping industry.

Finance lessors' capital expenditure on assets for leasing out: annual and quarterly estimates

£ millions, current prices

	Acquisitions for leasing to				Total assets acquired	Disposals of assets leased to				Total disposals
	Central government and local authorities	Manufacturing industry	Other industries(a)	Unidentified(b)		Central government and local authorities	Manufacturing industry	Other industries(a)	Unidentified(b)	
New building work:										
1981	7	—	9	4	20					
1982	21	49	9	2	81					
1983	13	19	28	1	61					
1984	10	24	18	1	53					
1985	14	55	25	—	94					
1986	23	96	33	1	153					
1984 1st qtr	6	2	7	—	15					
2nd "	1	7	4	—	12					
3rd "	1	6	3	1	11					
4th "	2	9	4	—	15					
1985 1st qtr	11	17	4	—	32					
2nd "	—	13	1	—	14					
3rd "	1	11	4	—	16					
4th "	2	14	16	—	32					
1986 1st qtr	9	63	22	—	94					
2nd "	3	16	8	—	27					
3rd "	12	12	3	1	28					
4th "	-1	5	—	—	4					
Vehicles:										
1981	24	149	640	123	936	—	34	136	41	211
1982	29	149	553	382	1,113	—	26	65	150	241
1983	29	149	447	296	921	16	33	139	75	263
1984	43	173	1,036	233	1,485	8	39	149	45	241
1985	83	247	1,344	412	2,086	5	56	158	76	295
1986	91	232	1,063	420	1,806	5	62	332	120	519
1984 1st qtr	12	35	244	79	370	1	8	33	12	54
2nd "	5	34	176	52	267	1	9	39	13	62
3rd "	9	46	277	43	375	3	11	40	10	64
4th "	17	58	339	59	473	3	11	37	10	61
1985 1st qtr	21	77	528	173	799	1	19	40	21	81
2nd "	17	54	258	73	402	2	13	32	18	65
3rd "	16	53	250	72	391	1	12	34	16	63
4th "	29	63	308	94	494	1	12	52	21	86
1986 1st qtr	26	86	304	102	518	—	13	75	48	136
2nd "	20	49	208	112	389	1	20	78	31	130
3rd "	23	51	201	100	375	2	13	100	26	141
4th "	22	46	350	106	524	2	16	79	15	112
Plant and machinery:										
1981	88	677	628	342	1,735	1	19	28	42	90
1982	79	620	810	615	2,124	2	26	29	137	194
1983	164	702	784	324	1,974	11	35	50	41	137
1984	192	831	1,307	268	2,598	9	46	73	21	149
1985	258	1,198	1,642	322	3,420	6	67	98	18	189
1986	232	839	1,472	369	2,912	10	79	126	25	240
1984 1st qtr	67	143	189	65	464	3	14	18	8	43
2nd "	24	155	284	53	516	1	8	20	5	34
3rd "	53	235	308	61	657	1	10	17	3	31
4th "	48	298	526	89	961	4	14	18	5	41
1985 1st qtr	92	357	640	119	1,208	1	10	26	5	42
2nd "	48	220	288	34	590	1	17	24	5	47
3rd "	56	243	275	67	641	1	22	22	4	49
4th "	62	378	439	102	981	3	18	26	4	51
1986 1st qtr	83	333	402	86	904	1	21	34	4	60
2nd "	35	208	298	90	631	1	20	24	6	51
3rd "	38	141	347	81	607	2	20	34	7	63
4th "	76	157	425	112	770	6	18	34	8	66
Total expenditure:										
1981	119	826	1,277	469	2,691	1	53	164	83	301
1982	129	818	1,372	999	3,318	2	52	94	287	435
1983	206	870	1,259	621	2,956	27	68	189	116	400
1984	245	1,028	2,361	502	4,136	17	85	222	66	390
1985	355	1,500	3,011	734	5,600	11	123	256	94	484
1986	346	1,167	2,568	790	4,871	15	141	458	145	759
1984 1st qtr	85	180	440	144	849	4	22	51	20	97
2nd "	30	196	464	105	795	2	17	59	18	96
3rd "	63	287	588	105	1,043	4	21	57	13	95
4th "	67	365	869	148	1,449	7	25	55	15	102
1985 1st qtr	124	451	1,172	292	2,039	2	29	66	26	123
2nd "	65	287	547	107	1,006	3	30	56	23	112
3rd "	73	307	529	139	1,048	2	34	56	20	112
4th "	93	455	763	196	1,507	4	30	78	25	137
1986 1st qtr	118	482	728	188	1,516	1	34	109	52	196
2nd "	58	273	514	202	1,047	2	40	102	37	181
3rd "	73	204	551	182	1,010	4	33	134	33	204
4th "	97	208	775	218	1,298	8	34	113	23	178

(a) Includes leasing of ships and aircraft to overseas residents.

(b) Largely finance leasing for which information about lessees has not been reported, but including a small amount of other forms of leasing carried out by the reporting institutions.