

Report Price: £1995.00 | \$3230.80 | €2534.27

The above prices are correct at the time of publication, but are subject to change due to currency fluctuations.



"A resurgence of overseas travel continues to be the main threat but a weak Pound, economic uncertainty over Brexit and concerns over safety in some destinations abroad are all likely to help the domestic market in the coming months."

- John Worthington, Senior Analyst

# This report looks at the following areas:

- Short breaks can encourage diversification
- Staycations for Londoners
- Designer property rental
- Turning challenge into opportunity

Despite competition from a resurgent overseas holiday market, domestic tourism held its own in 2015 with an 8.5% rise in expenditure, and, over the past seven years, value has increased by 30% - significantly ahead of inflation. A plummeting Pound and the possibility of economic slowdown as Brexit negotiations get underway, could also produce another 'staycation' boost (as happened in the last recession), but this is still shrouded in much uncertainty. Familiarity, security and the pull of the past are powerful emotional drivers of domestic holidays in an ever-changing, insecure world, but operators also need to keep investing and innovating in new visitor attractions and mobile technology to engage new generations.

# BUY THIS REPORT NOW

**VISIT:** store.mintel.com

CALL: EMEA +44 (0) 20 7606 4533

> Brazil 0800 095 9094

Americas +1 (312) 943 5250

+86 (21) 6032 7300

APAC +61 (0) 2 8284 8100

**EMAIL:** reports@mintel.com

**DID YOU KNOW?** 

This report is part of a series of reports, produced to provide you with a more holistic view of this market



Report Price: £1995.00 | \$3230.80 | €2534.27

The above prices are correct at the time of publication, but are subject to change due to currency fluctuations.

#### **Table of Contents**

#### **Overview**

What you need to know

Covered in this Report

#### **Executive Summary**

Brexit likely to benefit UK hols

Figure 1: Domestic holidays value forecast 2011-21

Short breaks go from strength to strength

Figure 2: Average length of domestic holiday visits, 2007-15

Attracting back older singles

Stress and the city

Figure 3: Type of last domestic holiday, July 2016

Back to nature

Millennial set-jetters

Spontaneous booking on the rise

Figure 4: When last domestic holiday was booked, July 2016

Safety first

Power of nostalgia

Figure 5: Potential areas of interest, July 2016

What we think

# **Issues and Insights**

Short breaks can encourage diversification

The facts

The implications

Staycations for Londoners

The facts

The implications

Designer property rental

The facts

The implications

Turning challenge into opportunity

The facts

The implications

# The Market - What You Need to Know

Brexit could lead to new staycation effect

Short intensive breaks and OMG moments are key to success

City break opportunities beyond the capital

BUY THIS REPORT NOW

VISIT: store.mintel.com

**CALL:** EMEA +44 (0) 20 7606 4533 | Brazil 0800 095 9094 Americas +1 (312) 943 5250 | China +86 (21) 6032 7300

APAC +61 (0) 2 8284 8100

**EMAIL:** reports@mintel.com



Report Price: £1995.00 | \$3230.80 | €2534.27

The above prices are correct at the time of publication, but are subject to change due to currency fluctuations.

#### Immersive experiences drive innovation in attractions sector

Climate changes offers new challenges and opportunities

#### **Market Size and Forecast**

#### Weak pound likely to boost domestic tourism

Figure 6: Domestic tourism volume, value and average spend in Great Britain, 2011-21

#### Forecast

Figure 7: Domestic holidays volume forecast 2011-21

Figure 8: Domestic holidays value forecast 2011-21

#### The impact of the EU referendum vote

Figure 9: Alternative market scenarios for the post-Brexit domestic tourism market, at current prices, 2016-21

Figure 10: Detailed Post-Brexit scenarios for the domestic tourism market, at current prices, 2016-21

#### Staycation revisited?

#### **Segment Performance**

#### Short and sweet

Figure 11: Average length of domestic holiday visits, 2007-15

Figure 12: Short vs long holidays in Great Britain, by volume, 2011-15

Figure 13: Short vs long holidays in Great Britain, by value, 2011-15

#### Revival of seaside and countryside in 2015

Figure 14: Holiday volumes in Great Britain, by type of destination\*, 2011-15

### East in decline

Figure 15: Domestic holiday volumes in Great Britain, by region visited, 2011-15

#### Beyond the capital

Figure 16: Most visited English cities and towns – 2013-15 three year average for holiday trips by UK residents

# **Market Background**

#### Brexit uncertainty looms

Figure 17: UK average weekly earnings (excluding bonuses)\* vs CPI inflation, percentage change year-on-year, June 2013-June 2016

#### Overseas holiday performance will be critical for domestic tourism

Figure 18: Domestic and overseas holiday volumes, 2008-15

#### Domestic tourism is now in stronger position than pre-2009

Figure 19: Domestic and overseas holiday expenditure\*, 2008-15

#### Sterling's fall will push up cost of holidays abroad

Figure 20: Sterling annual average exchange rate against selected currencies, 2011-16

# Visitor attractions see steady growth

# But rising admission costs could dampen demand if economy weakens

Figure 21: Year-on-year percentage change in visits to attractions in England, 2011-15

Figure 22: Top 10 paid-for-entry attractions in England, by visitor numbers, 2014 and 2015

Figure 23: Top 10 free visitor attractions in England, by visitor numbers, 2014 and 2015

# Pump prices still a positive factor for UK holidays



VISIT: store.mintel.com

**CALL:** EMEA +44 (0) 20 7606 4533 | Brazil 0800 095 9094 Americas +1 (312) 943 5250 | China +86 (21) 6032 7300

APAC +61 (0) 2 8284 8100 | **EMAIL:** reports@mintel.com



Report Price: £1995.00 | \$3230.80 | €2534.27

The above prices are correct at the time of publication, but are subject to change due to currency fluctuations.

Figure 24: Petrol costs (unleaded 95 octane), January 2012-August 2016

#### Changing weather patterns and domestic tourism

Figure 25: UK weather trends, 2010-15

Climate challenges and opportunities

#### **Key Players - What You Need to Know**

Five star P2P

Health and wellness is a growing influence

Edutainment offers brand opportunities

Around the world staycations

Reinventing the seaside

Films and books driving destination choices

# **Launch Activity and Innovation**

Luxury P2P in London

Wellness and outdoor activity

Boffins at Butlins

Travel without having to go anywhere

Vintage elements with a twist

Film and literary tourism

# The Consumer - What You Need to Know

Winning back lapsed older singles

Portfolio mini-breaks

Hassle-free packages for over-65s and young parents

Booking windows getting shorter

Safety fears may keep some closer to home

Mums place high value on holiday attractions

Nostalgia may drive multigenerational holidays

# **Domestic Holiday Taking**

## Older singles are key lapsed visitors

Figure 26: Domestic holidays taken in the past 12 months, July 2016

#### Over-65s and young parents most likely to take longer UK hols

Figure 27: Duration of last domestic holiday, July 2016

Figure 28: Duration of last domestic holiday, by age group, July 2016

# Urban and rural tribes

Figure 29: Type of last domestic holiday, July 2016

## Family glampers

Making activity hols more mainstream

Older women under-represented in spa breaks

Short breaks not just about cities

BUY THIS REPORT NOW VISIT: store.mintel.com

**CALL:** EMEA +44 (0) 20 7606 4533 | Brazil 0800 095 9094 Americas +1 (312) 943 5250 | China +86 (21) 6032 7300

APAC +61 (0) 2 8284 8100 | **EMAIL:** reports@mintel.com



Report Price: £1995.00 | \$3230.80 | €2534.27

The above prices are correct at the time of publication, but are subject to change due to currency fluctuations.

Figure 30: Duration of last domestic holiday by type, July 2016

#### **Domestic Holiday Booking**

#### Multi-generational packages

Figure 31: How last domestic holiday was booked, July 2016

#### Recreating golden age of seaside rail breaks

Figure 32: Duration and type of last domestic holiday by how it was booked, July 2016

# Increase in 'spur of the moment' bookings

Figure 33: When last domestic holiday was booked, July 2016

#### One in five short breaks are booked within a week of travel

Figure 34: Duration of last domestic holiday by when it was booked, July 2016

#### Mobile booking levels remain low

## Londoners are the most likely to use travel agents to book a UK break

Figure 35: Method of booking last domestic holiday, July 2016

#### **Domestic Holiday Behaviour**

# Safety concerns may help domestic tourism

Figure 36: Domestic holiday behaviours, July 2016

#### Staycation enthusiasts

#### Price comparison and customer review

Londoners in vanguard of Airbnb use

# **Domestic Holiday Opportunities**

#### Pull of the past

Figure 37: Potential areas of interest, July 2016

# Boomers seek the real thing

Grand designs

Set-jetting for Millennials

Epic adventures

MAMIL breaks

City challenges

Pokémon potential

## **Appendix**

Definition

Abbreviations

APAC +61 (0) 2 8284 8100 | **EMAIL:** reports@mintel.com