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Recent developments in Bahrain's construction sector include a number of skylines and new projects. These include hotels such as Jumeirah Gulf of Bahrain Resort & Spa, Hilton Bahrain, The Address Beach Resort Bahrain, Vida Beach Resort Marassi AlBahrain and the Galleria Shopping Mall. These projects highlight the sector's emphasis on expanding the hospitality infrastructure in the region.



## Sector Opportunities & Trends

### 01. Virtual reality

Integrating Virtual Reality (VR) in property viewing and construction processes enhances marketing and sales efforts. Immersive property tours attract potential buyers, identify design flaws and improve efficiency by reducing rework.

### 02. Digitalization

Embracing digital technologies such as Building Information Modeling, prefabrication, supply chain optimization and IoT monitoring enables construction companies to streamline operations, reduce costs and improve project management.

### 03. Technology in training

Leveraging Virtual Reality, Augmented Reality and online platforms enhance learning effectiveness and accessibility in construction training programs. Construction workers can acquire skills more efficiently, ensuring compliance with safety regulations and industry standards.

### 04. Redevelopment and role in net-zero goals

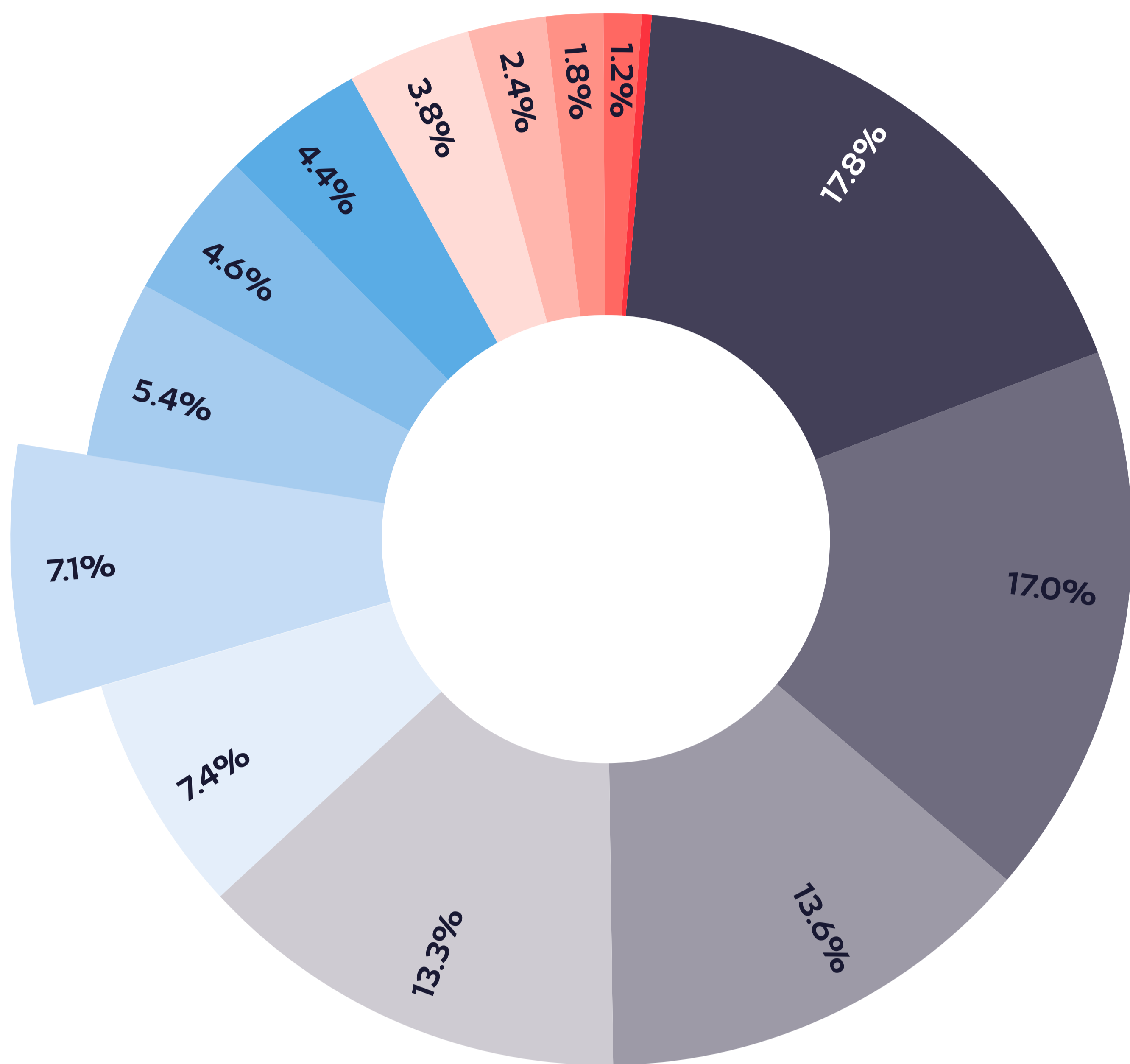
The construction sector has a significant opportunity to capitalize on urban revival, redevelopment and repurposing initiatives. Construction companies can seize the opportunity to improve energy efficiency, functionality and aesthetics through renovation and retrofitting services. Retrofitting older buildings reduces energy consumption, operating costs and carbon footprint while increasing property value. This opportunity is important as it allows for the revitalization of urban areas, maximizes the potential of existing structures and facilitates the creation of vibrant future-ready communities. Retrofitting is also essential for a net-zero future.

# Construction Sector Economic Indicators

## iGA-National Accounts, 2023

### Construction Sector Contribution to Real GDP

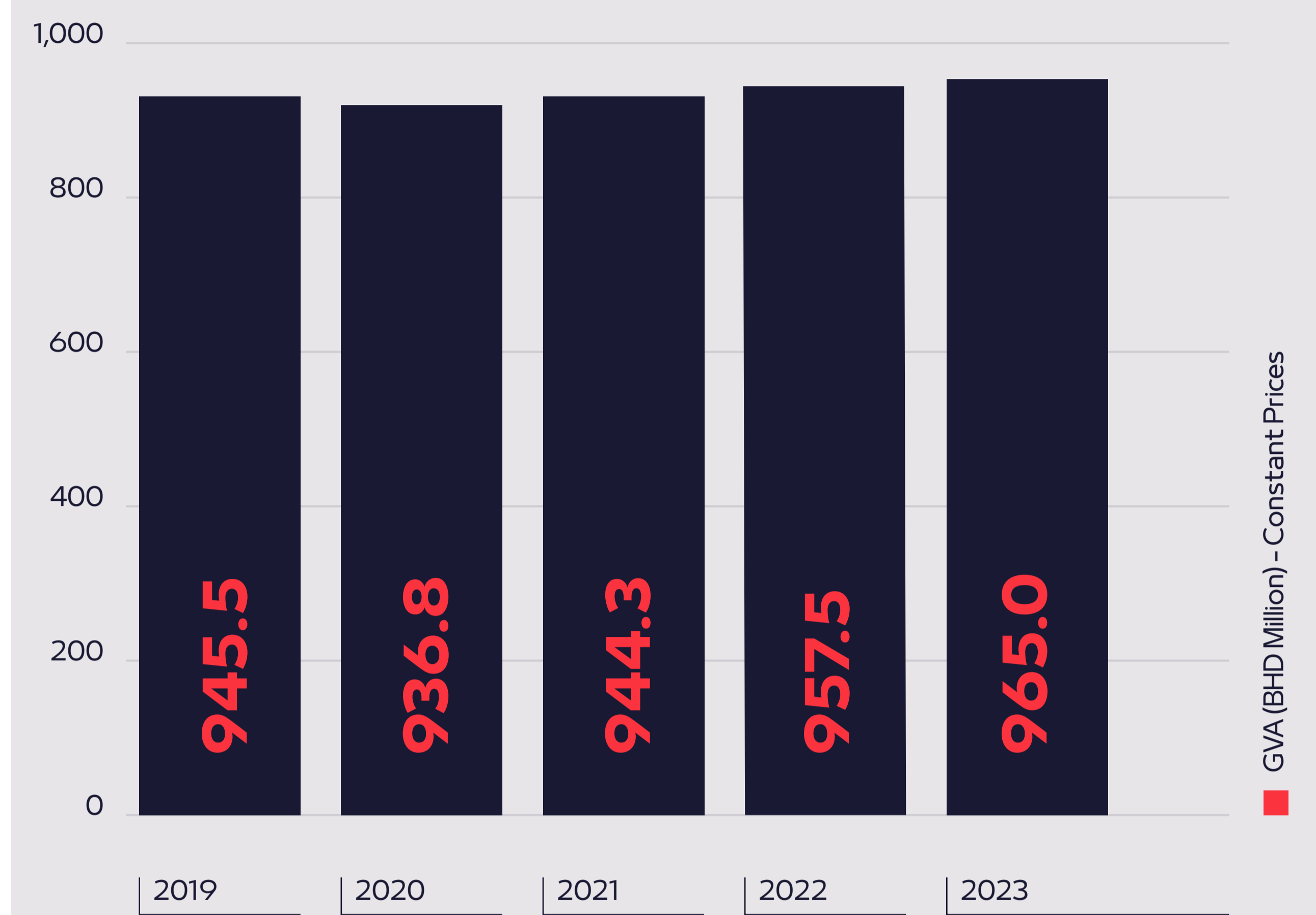
(%, 2023)



Financial & Insurance Activities	17.8%	Net Tax on Products	4.6%
Mining & Quarrying	17.0%	Trade	4.4%
Manufacturing	13.6%	Others <sup>2</sup>	3.8%
Government Services	13.3%	Private Education Services	2.4%
Transport & Communication	7.4%	Hotels & Restaurants	1.8%
Construction	7.1%	Private Health Services	1.2%
Real Estate & Business Activities	5.4%	Agriculture & Fishing	0.3%

### Accommodation & Food Services Sector GVA<sup>1</sup>

(BHD M, 2019 - 2023)



<sup>1</sup> Gross Value added (GVA) is the measure of the value of goods and services produced in an area, industry or sector of an economy

<sup>2</sup> Others include Electricity & Water, Other Social & Personal Services, Private Non-Profit Institutions, and Households with Employed Persons

### Construction Sector Enterprises

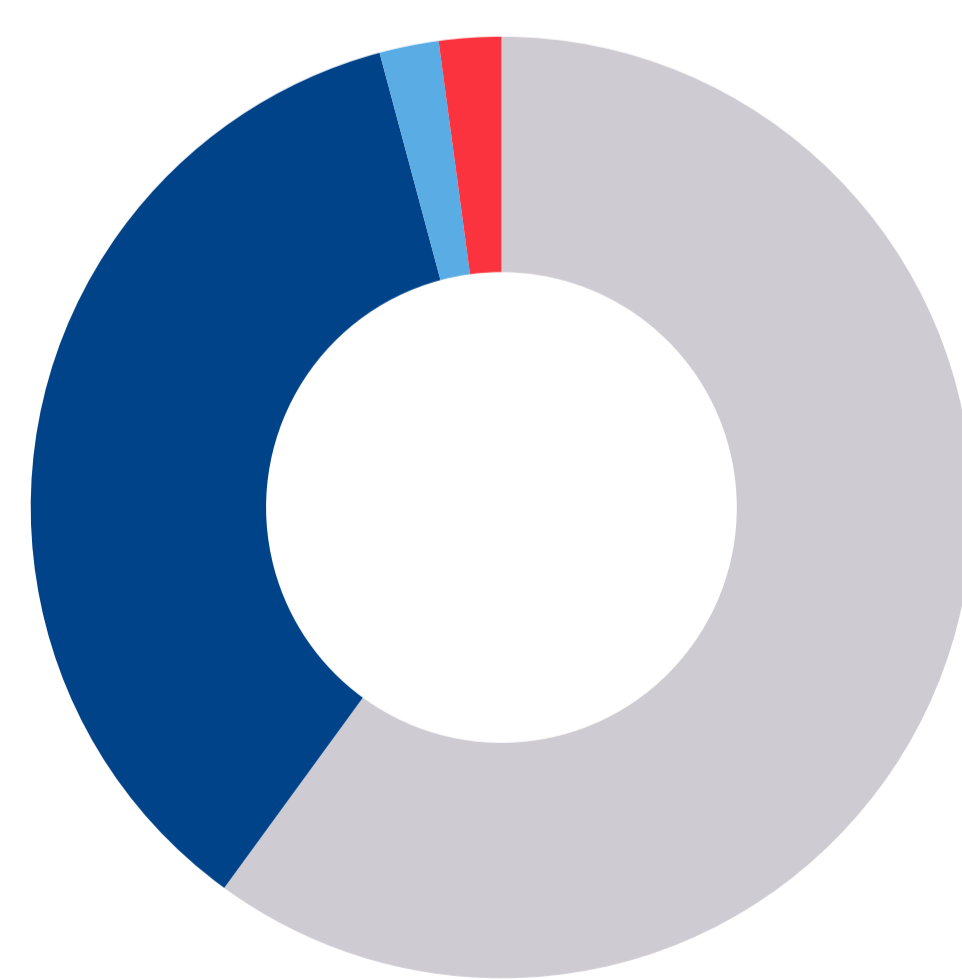
LMRA, Q2 2023 - BLM

**7,362**  
Active CRs

**10%**  
of total Active CRs in Bahrain

### Construction Sector by Enterprise Size

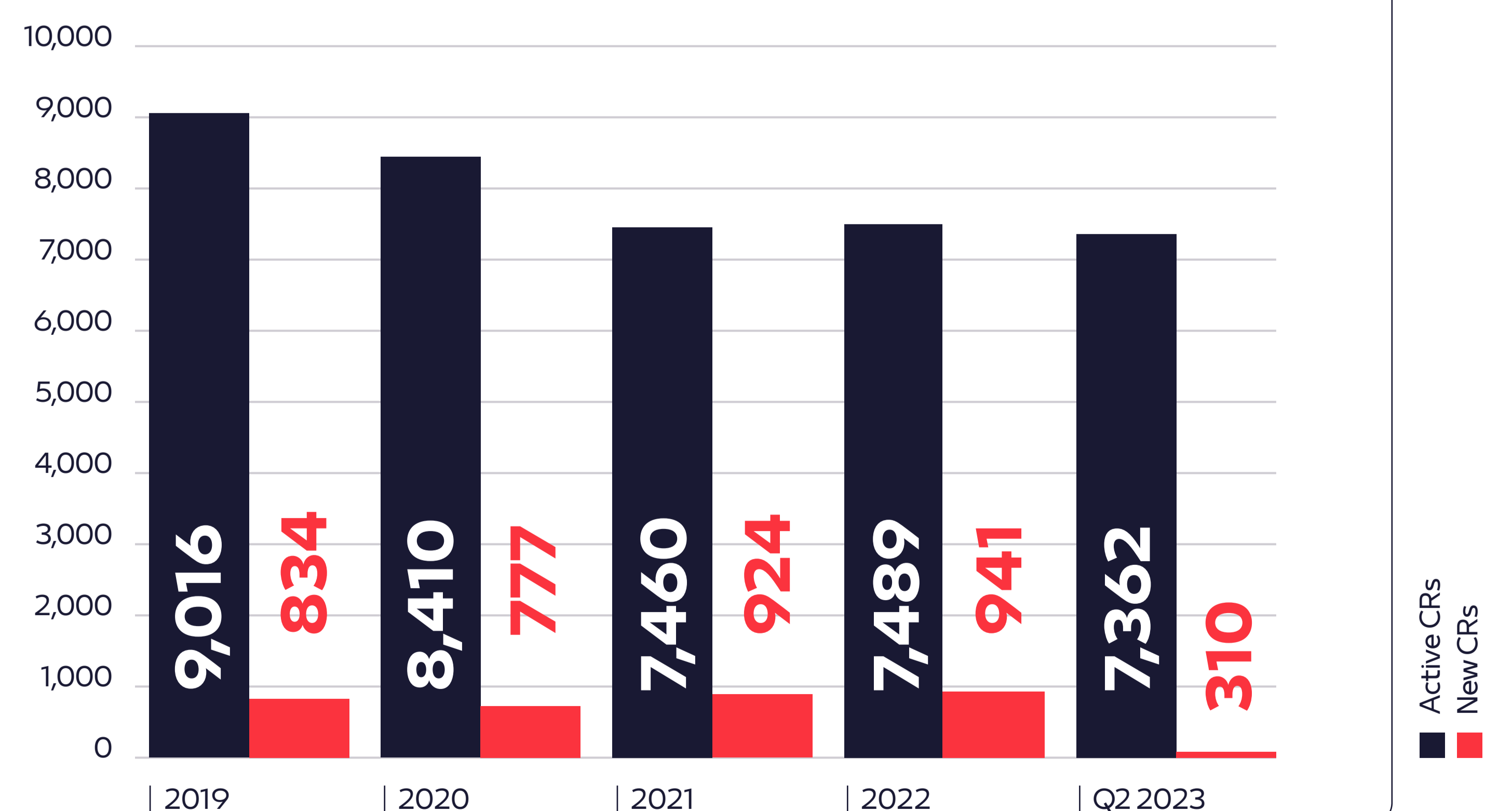
(%, Q2 2023)



Micro	4,419	(60%)
Small	2,636	(36%)
Medium	150	(2%)
Large	157	(2%)

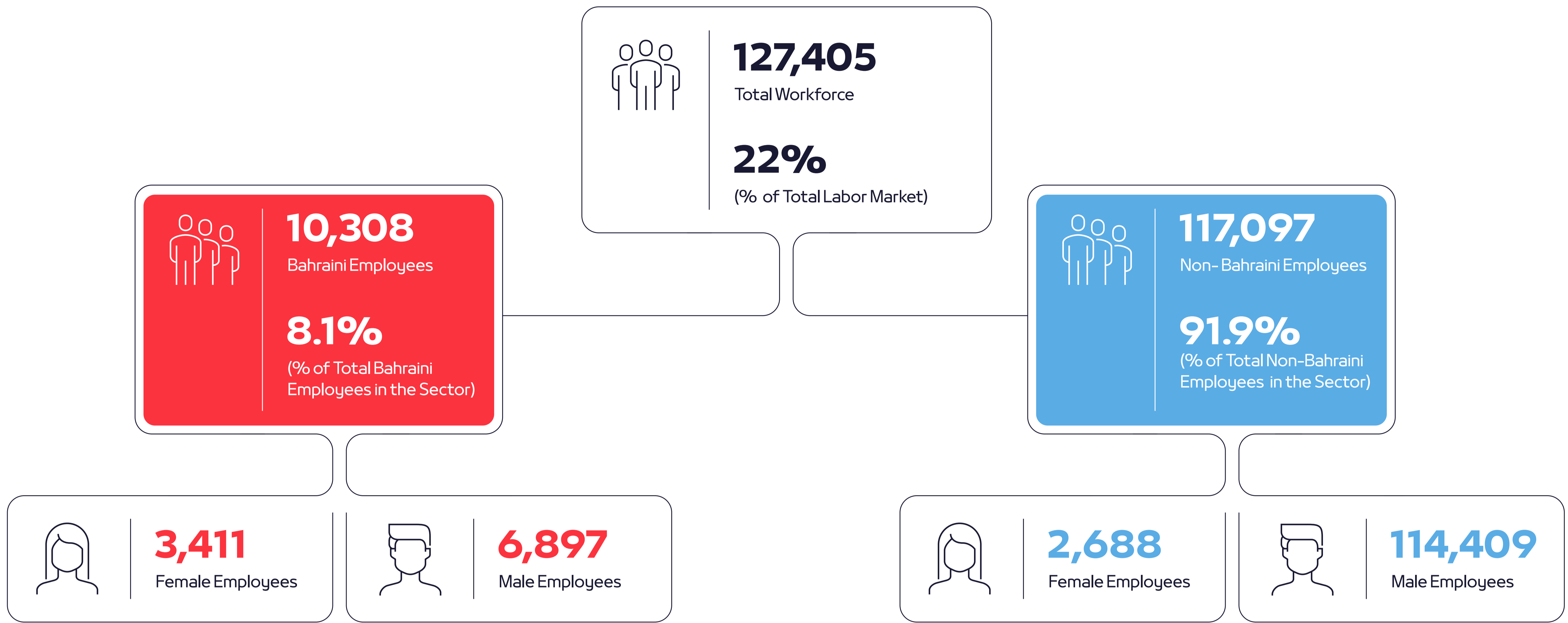
### Construction Sector Active Commercial Registrations

(2019 - Q2 2023)

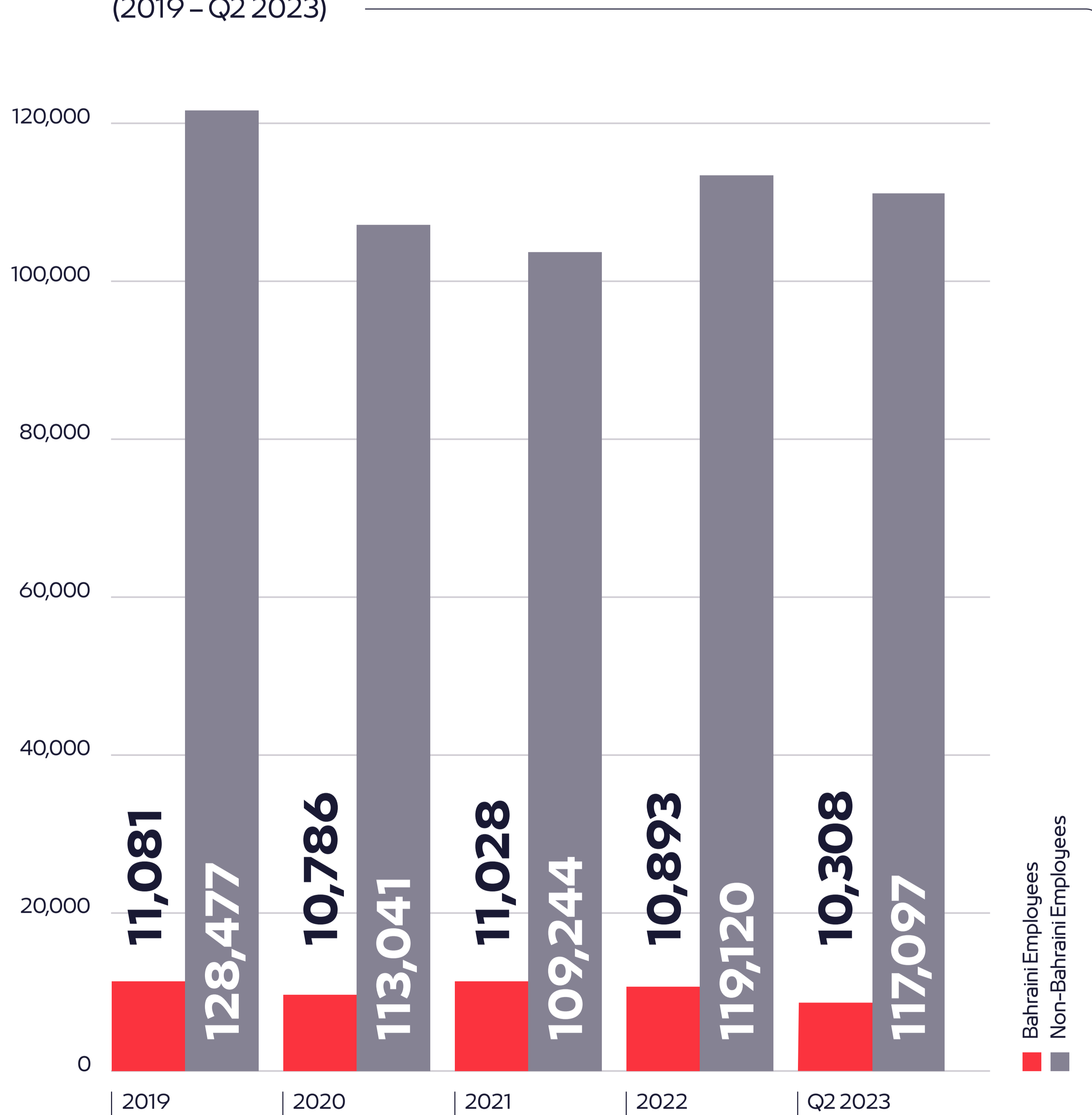


# Construction Sector Employment

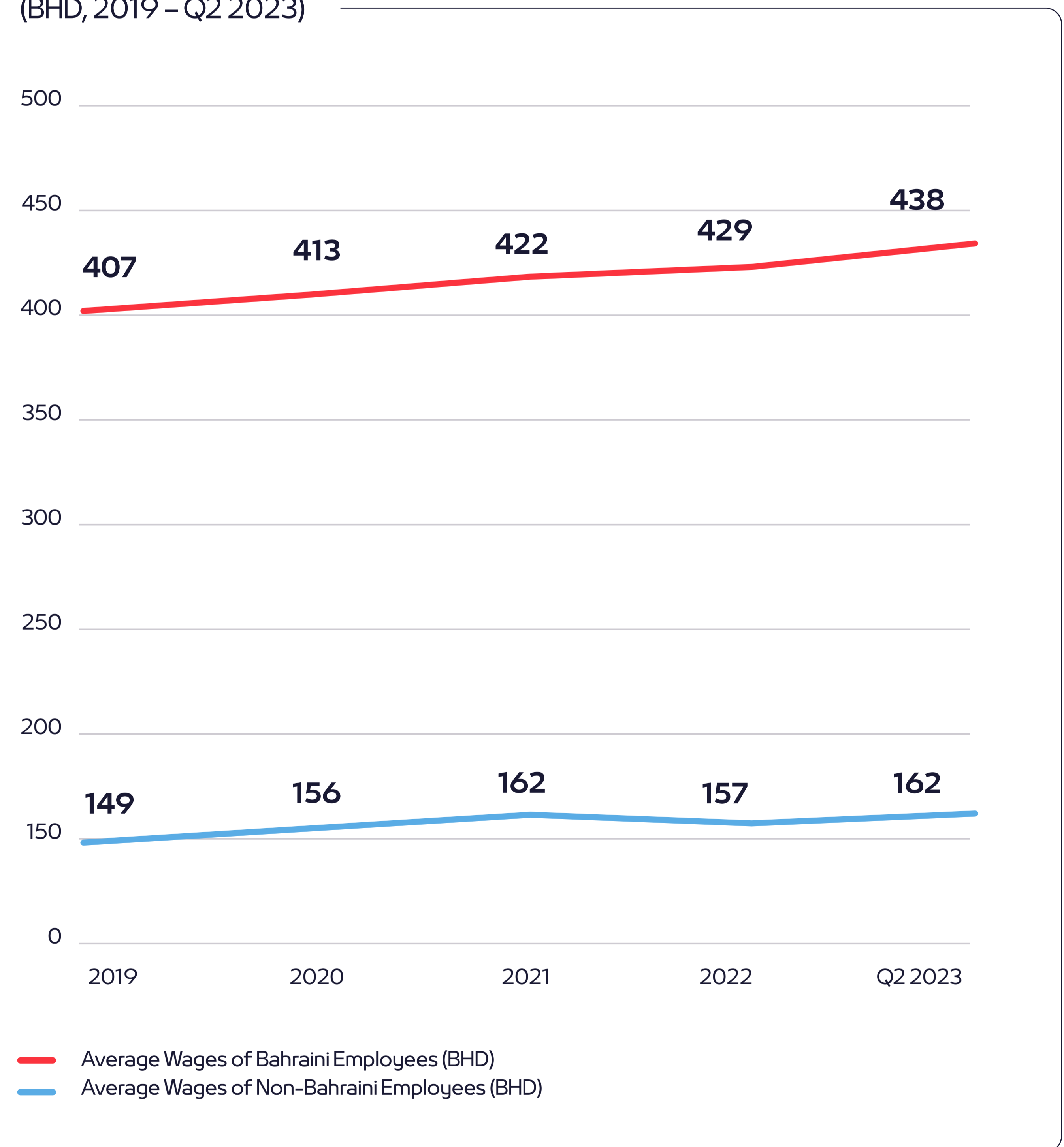
## LMRA, Q2 2023 – BLMI



### Construction Sector Employees by Citizenship (2019 – Q2 2023)



### Construction Sector Average Wages by Citizenship (BHD, 2019 – Q2 2023)



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