



# A Draft Manual for Index of Services Production

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# Objectives

- Manual: Practical guidelines to compile ISP for official statisticians
- ISP: For short-term economic analysis and quarterly GDP compilation



# The contents of the Manual

Section A: Introduction

Section B: Infrastructure

Section C: Terminologies for ISP

Section D: Sources and methods

Section E: Index Compilation

Section F: Presentation and Dissemination

Annexes

# Infrastructure & terminologies for ISP

- Statistical Units: establishment, enterprise or KAU
- Classification: ISIC Rev. 3 or NACE Rev.1
- Services industry: G through P of ISIC Rev. 3
- Market and non-market services
- Definition of ISP
- Variables: deflated gross output (turnover, sales, receipt, etc.), other variables

# Sources and methods

- Preferred, Alternative & Other approach
- Quality measures
- Criteria for conceptual appropriateness
- Proposed criteria for indicators
- Deflators
- Recommended variables

# Index Compilation

- Types of Index
- Issues related to transformation on input data:
  - missing input variables, ruptures in data
  - harmonisation
  - adjustments
- Issues related to consolidation:
  - weighting
  - productivity
  - comparability with GDP

# Annexes

- A list of proposed deflators
- Recommended variables and deflators and their sources

# Progress since last year

- Section on deflation
- Recommended variables & deflators section expanded to cover entire Service Sector
- Presentation and dissemination



# Deflation

- Why remove prices?
- Level of deflation: 4-digit level
- CPIs & SPPIs
- Application of deflators (Annex 1)
- Periodicity
- Constructing SPPIs & CPIs

# Recommended variables

- Services classified by 27 ISIC categories
- Short text to describe ISIC class & raise relevant issues
- Explanatory notes: what is included/excluded
- Preferred, Alternative & Other
- Some suggestions on helpful sub-division of categories

# Outstanding work and questions for VG members

- Improvement of 27 tables:
  - Deflators
  - Variables (with additional variables)
- Review conceptually difficult areas
- More strict vs. flexible recommendation



# Future load map

- Second half 2006: Final draft of ISP manual and to be approved by OECD committee on statistics
- Implementation of ISP in MSs
- Further enhancement and revision