Other financial service activities, except insurance and pension funding activities, n.e.c.

ISIC 6499

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Statistics Sweden
Contributions

- Mini papers Output & Prices:
  - Canada – Lucy Opsitnik
  - U.S. – Andrew Baer (Output) & Bonnie Murphy (Prices)

- Mini presentation Prices:
  - India - Gopal Singh Negi & Anupam Mitra

- Discussant:
  - U.K. – Kat Pegler
Experience

- Experience is limited
  - 2 of 22 countries have reported having PPIs
  - 3 of 22 countries have output measures
Two areas in focus

- Investment banking
- Securities dealing
Services provided

- **Investment banking**
  - Underwriting
  - Mergers and acquisitions (M & A)
  - Other advisory services

- **Securities dealing**
  - Dealer or trading services
  - Market makers (security distribution)
Underwriting

- Raising investment capital for new issue of securities
  - Buying securities and/or distribute shares
  - Firm commitment or best-efforts
  - Advising the issuer on the terms of the offering
Mergers & Acquisitions

- Leveraged buyouts
- Tender offers
- Restructuring and recapitalization
- Reorganizing of bankrupt companies
Dealer or trading services

- Dealers execute trades by buying for and selling from their own account

- Debt securities, equities, derivatives
Market makers

- Dealers act as market makers

- Buy or sell a security if an imbalance between supply and demand exists
Beware of

Financial terminology

- Gross spread
- Strike price
- Reverse repurchase agreements
- Derivative securities
Industry specifics

- Industry Regulation
- Third party data
- Classification issues
- Unrealized gains and losses
- Multiple establishments can participate in same deals
Pricing

- Percentage commission
- Gross spread (or bid-ask spread)
  - The difference between the ask price and bid price
- Difficult pricing repeated transactions
Summary

- Third party data
- Surveying?
- Terminology
Thank you for your attention!

Questions?

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