

Issues on Final Demand

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Classifications & Groupings

- ICP versus CPC for product disaggregation
- Matrix breakdown is country dependent but minimum 50 products by 20 industries
- Countries can use their own industry/product classification
- Combination of industry grouping (2/3/4 or more digit-level acceptable)

- Distribution of FISIM
 - Final demand and industry (IC) is necessary
 - Dist'n across industries is recommended
 - Dist'n can be based on loans & deposits
 - Loans to HHs for construction purposes still considered as loans to HHs, not construction

Final Consumption Expenditure

- Preferable to use retail sales over VAT to estimate final HH consumption expd
- BEC could be used to estimate final consumption of imported goods
- NPISH to be disaggregated if possible, info can come from BOP (for int'l NGOs/NPISHs)

Government Consumption Expenditure

- Breakdown into collective and individual
- COFOG provides details on what constitutes collective & individual consumption expd of gov't

Capital formation

- Only change in stocks necessary, no need for opening & closing
- Acquisition less disposal of valuables not necessary
- Dual purpose use of military assets to be treated as capital formation