



# UNIDO proposal to the IAEG-SDGs to revise the Tier classification of indicators – 9.3.1 and 9.3.2 from Tier III to Tier II



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The target 9.3 states to “increase the access of small-scale industrial and other enterprises, in particular in developing countries, to financial services, including affordable credit, and their integration into value chains and markets”.

**Reason for Tier III: Lack of common definition, lack of data**





## Definition proposed by UNIDO

**A small-scale industrial enterprise is an independent, non-subsiary enterprise engaged in production of goods and services with less than 20 persons employed.**

- In line with SNA and the World Bank definition applied to enterprise surveys
- the OECD database Structural and Demographic Business Statistics (SDBS) disaggregates the data by size class: 1-9, 10-19, 20-49, 50-249, 250+ persons employed
- The purpose of this definition is **NOT** to replace existing national definitions but to work out a common definition sole for the purpose of international comparison.



# Consultation with Member-states and custodian agencies

- Proposals sent for comments to several NSOs and international agencies including members of the IAEG-SDGs
- We received comments which mostly agreed with proposals
- Important issues
  - Independence
  - Sectoral coverage
  - Informal sector
  - Scale of various country definitions



# Data availability

- **9.3.1 - the proportion of small-scale industries in total industry value added**
  - UNIDO INDSTAT database – manufacturing sector
  - OECD Structural and Demographic Business Statistics (SDBS) - by industry
- **9.3.2 - the proportion of small-scale industries with a loan or line of credit**
  - World Bank Enterprise Surveys - manufacturing and services



# Technical assistance programme for data collection

- UNIDO has an existing technical assistance programme for developing countries
- Data are collected for more than 10 persons engaged
- Proposal on small-scale industries has been developed
  - Data collection from existing national sources
  - To conduct surveys in LDCs where no data are available

