

Report on the Outcome of the Global Consultation on the Draft 2025 SNA

SNA 2025 Chapter 23 / BPM7 Chapter 15: Globalization

35 (31 SNA and 4 BPM) comments were received from 12 (11 SNA and 1 BPM) respondents.

Question 1 – Have the agreed recommendations been reflected appropriately?

No substantive issues were raised.

No additional issues requiring changes to the current text were raised.

Question 2 – Is the material in the chapter clear?

Two substantive issues were raised.

Issue no 23(15).2.1: In paragraph 23.66, replace “exchange values” by “actual market prices”, similar to what was done in 23.58.

Proposed response: The terminology in relation to prices used in the measurement of transactions will be reviewed throughout the 2025 SNA and BPM7 to ensure consistency in the use of terms.

Issue no 23(15).2.2: Box 23.1 -- The examples of Global Manufacturing and Distribution Arrangements seems to be inconsistent: This is because, at the bottom of the Box we are informed that: “* Items marked with an asterisk are recommended to be shown separately as supplementary items for recording global production arrangements of Economy A. (see paragraphs [23.14, 23.22, and 23.29]).” Asterisks are included in example 3, 4 and 5 relating to processing and factoryless goods production. However, they are missing in Example 1 dealing with re-exports. According to 23.10 and 23.11 re-exports and re-imports are also recommended to be shown separately as supplementary item. The reference to 23.14 is misleading because the 23.14 does not say anything about supplementary items.

Proposed response: The box will be checked thoroughly and inconsistencies will be corrected.

Four minor additional issues were raised which are considered relevant for inclusion:

- Paragraph 23.28: It is proposed to add that it is recommended to classify FGPs as part of manufacturing.
- Figure 23.5: It is proposed to change “1. The unit participates in a global production arrangement as member of an MNE group” to “1. The unit participates in a global production arrangement with other members of the same MNE group” (will also be made to 23.42(a)) and “2. The unit participates in a global production arrangement but not as member of an MNE group” to “2. The unit participates in a global production arrangement but not with affiliated units.”
- Paragraph 23.82: It is proposed to clarify the link between AMNE and FATS by explaining that “FATS are a subset of AMNE and do not cover the affiliate’s ultimate controlling parent.”

- Paragraph 23.87: It is proposed to change “unrelated persons” to “unrelated units” in the last sentence. Note: this change has already been made to the SNA chapter.

Question 3 – Are there any errors in the chapter, or inconsistencies within this chapter or with other chapters?

One substantive issue was raised.

Issue no 23(15).3.1: For a factoryless goods production (FGP) arrangement, do the input materials have to be fully owned by the contractor, or is sufficient for most of the material inputs to be owned by the contractor. The advice in figure 23.1 seems to be contrary to that in figure 23.3 and paragraph 23.28.

Proposed response: It will be clarified that in FGP arrangements, all or most of the material inputs must be owned by the contractor.

Two minor additional issues were raised which are considered relevant for inclusion:

- Paragraph 23.12: It is proposed to harmonize the language in paragraphs 23.12 and 33.31.
- Paragraph 23.30: It is proposed to change “fee paid” to “amount paid” to align with the relevant paragraph in BPM7 Chapter 10 in the last sentence.

Question 4 – Are there any other concerns?

No substantive issues were raised.

Seven minor additional issues were raised which are considered relevant for inclusion:

- Paragraphs 23.78 – 23.80: It is proposed to replace “eSUT” with “ESUT” as in the upcoming handbook (see 23.80).
- Paragraph 23.80: It is proposed to replace “eSUTs can be found in the OECD Handbook on Extended Supply and Use Tables” with “ESUTs can be found in the Handbook on Extended Supply and Use Tables and Extended Input-Output Tables”. The title of the handbook was changed.
- Paragraph 23.79: It is proposed to change the reference to “foreign affiliate trade statistics” to “foreign affiliate statistics” to align with current terminology.
- Figure 23.7: It is proposed that in the arrow from Country B to Country C “Gross exports” be replaced by “Gross exports (110).”
- Paragraph 23.107 footnote 5: It is proposed to refer to the 2023 version and not the 2021 version of the OECD-document mentioned.
- Paragraph 23.109: It is proposed to replace references to “worldwide input-output table” with “multi-country input-output table”.
- Paragraph 23.111: It proposed to replace “eSUTs” with “ESUTs and EIOTs”.

Disagreement with agreed recommendations for the update of the 2008 SNA/BPM6 – provided for information only

No respondents expressed disagreement with the agreed recommendations for the update of the 2008 SNA/BPM6.

Substantive concerns with 2008 SNA/BPM6 text unaffected by agreed recommendations – provided for information only

No respondents expressed substantive concerns with aspects of the 2008 SNA/BPM6 that were unaffected by the agreed recommendations for the update.