IN THE NAME OF GOD

Other Services account In Iran

Banafsheh Najafi
Expert Of Financial Services
Statistical Centre Of Iran
Talk Outline

A. Services sector in economy of Iran

B. Other services in ISIC

Other services account

C. Gathering the information from economic agents

D. Problems to access data

Conclusion
A. Services sector in economy of Iran

- Services sector plays an important role in Iran economy.

  "one of the productive and profitable sectors"

- In Iran, the share of services sector from GDP was 56.9 in 2015.

- The share of employees in this sector was 48.3 in 2014.

- The territory of activities of services sector will classified into four sub-sectors of productive services, distributive services, personal services and social services.
Other services in Iran

One of the components of the services sector, that have variety in their activities

The share from GDP in 2015, was 2.6.

The share of utilized “other services” to the whole production is 0.015

The share of utilized “other services” to the final demand is 0.023

Its rank among 99 activities is 40

Its rank among 99 activities is 51

*Input & Output table 200
B. Other services in ISIC "International Standard Industrial Classification of All Economic Activities"

1. The activities of membership organizations.
2. The repair of computers and personal and household goods.
3. A variety of personal service activities not covered elsewhere in the classification.
1-The activities of sewage and refuse disposal, sanitation and similar activities,
2-Activities of membership organizations n.e.c.,
3- Recreational, cultural and sporting activities and other service activities.

Comparison between ISIC 3.1 and ISIC4 indicates that in ISIC 4:

"Sewage and refuse disposal, sanitation and similar activities" and "recreational, cultural and sporting activities" have been removed from other services, and "repair of computers and personal and household goods" added to other services.
<table>
<thead>
<tr>
<th>Description</th>
<th>ISIC.3.1 Group</th>
<th>Description</th>
<th>ISIC.4 Group</th>
</tr>
</thead>
<tbody>
<tr>
<td>Activities of membership organizations n.e.c.</td>
<td>91</td>
<td>Activities of membership organizations</td>
<td>94</td>
</tr>
<tr>
<td>Activities of business, employers and professional organizations</td>
<td>911</td>
<td>Activities of business, employers and professional membership organizations</td>
<td>941</td>
</tr>
<tr>
<td>Activities of trade unions</td>
<td>912</td>
<td>Activities of trade unions</td>
<td>942</td>
</tr>
<tr>
<td>Activities of other membership organizations</td>
<td>919</td>
<td>Activities of other membership organizations</td>
<td>949</td>
</tr>
<tr>
<td><strong>Removed</strong></td>
<td></td>
<td>Repair of computers and personal and household goods</td>
<td>95</td>
</tr>
<tr>
<td>Maintenance and repair of office, accounting and computing machinery</td>
<td>725</td>
<td>Repair of computers and communication equipment</td>
<td>951</td>
</tr>
<tr>
<td>Repair of personal and household goods</td>
<td>526</td>
<td>Repair of personal and household goods</td>
<td>952</td>
</tr>
<tr>
<td>Other service activities</td>
<td>93</td>
<td>Other personal service activities</td>
<td>96</td>
</tr>
<tr>
<td>Sewage and refuse disposal, sanitation and similar activities</td>
<td>90</td>
<td><strong>Removed</strong></td>
<td></td>
</tr>
<tr>
<td>Recreational, cultural and sporting activities</td>
<td>92</td>
<td><strong>Removed</strong></td>
<td></td>
</tr>
</tbody>
</table>
National and regional accounts in Iran are calculated by ISIC3.1 but it was planned to be used ISIC4 after it.

Because of the importance of some activities in Iran, data dissemination according to ISIC3.1.
<table>
<thead>
<tr>
<th>Group/ Class</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>Section O</td>
<td>other community, social and personal service activities</td>
</tr>
<tr>
<td>92</td>
<td>Recreational, cultural and sporting activities</td>
</tr>
<tr>
<td>919</td>
<td>Activities of other membership organizations</td>
</tr>
<tr>
<td>90-911-912-93-95</td>
<td>Other services</td>
</tr>
</tbody>
</table>

It should be noted division 95 - ("Activities of private households as employers of domestic staff") added to the other services(section o).
C. Gathering the information from economic agents

- **Group 92: Recreational, cultural and sporting activities**

  1. Implementation of the survey.
     For example, amusement parks, museums, sports complexes, etc.
  2. Government budgetary data.
     For example, Physical Education Organization and the Cultural Heritage
  3. The result of Household Income and Expenditure surveys.
- **Group 919: Activities of other membership organizations**

1. **Implementation of the survey.**

   Due to the cost of the implementation of the survey, it usually implements every 3-4 years. Between these years, provinces send the number of statistical units and statistical frame. "Then"

2. According to the price index, the results of implemented survey, and expert opinions, the result are estimated.
• **Groups 90-911-912-93-95: Other services**

- Implementation of the surveys.
- Household Income and Expenditure surveys.
- Registered data, that the main one is statement of financial position.
Graph 1. Input, output and value added in other services sector in Iran (1991-2015) million Rial
Graph 2. Changes in the value added growth in other services sector (1991-2015) percent
D. Problems to access data

1- There is a variety of activities in this sector.

2- In this section, there are different statistical sources. That may not the ability comparability.

3- The administrative agency do not cooperate to provide the registered data.

4- Statistical designs due to cost, implement every of 3-4 years.

5- Household Income and Expenditure surveys Just provide household data, then it may be an underestimate.

6- This sector includes the informal sector as well, especially in division 93 and there is no possibility of calculating them.
Conclusion

1- The services sector has a significant share in the economy of Iran. For example, the share of employees in this sector was 48.3 in 2014, while this index for the manufacturing sector was 33.8 and for the agricultural sector was 17.9.

In despite of higher share of service sector in Iran economy, the mentioned sector has been all the time interpreted as a nonproductive sector by some of policy makers and researchers.

2- Due to informal sector and problems to gathering data, the result are underestimated.

3- It is necessary that Statistical Center of Iran cooperate with the administrative agency to obtain the registered data through suitable method.

4- Since the latest input-output table (2011) was calculated according to ISIC rev4, it is necessary that national and regional accounts change of ISIC3.1 to ISIC4 as soon as possible.
References

[1] International Standard Industrial Classification of All Economic Activities Rev3.1

[2] International Standard Industrial Classification of All Economic Activities Rev4


Thank You