

### 1978

**Business Statistics Office** 

## **Business Monitor**

### **Report on the Census of Production**

# Wooden containers and baskets





A publication of the Government Statistical Service

### PA475

## **Business Monitor**

A publication of the Government Statistical Service

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### Report on the Census of Production 1978

# Wooden containers and baskets

Presented by the Secretary of State for Industry to Parliament in pursuance of the Statistics of Trade Act 1947 (10 & 11 Geo.6 Cha.39 sec 7)

Department of Industry Business Statistics Office

London: Her Majesty's Stationery Office

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#### PA475 WOODEN CONTAINERS AND BASKETS

The information in this report relates to establishments classified to the Wooden containers and baskets industry, minimum list heading 475 in the Standard Industrial Classification (revised 1968). The activities of the industry include:-

Manufacturing wooden barrels, casks, kegs, vats, buckets, etc., and such parts as staves, caskheads and bungs; wooden boxes, packing cases, crates, cigar boxes, tea chests and other similar containers; baskets, hampers, punnets, skips, trugs, etc. and the preparation of canes and osiers for the manufacture thereof.

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London: Her Majorty's Stationery Of

#### TABLE 1

Output and costs, 1974–1978 All United Kingdom establishments classified to the industry (a)

	Unit	1974	1975	1976	. 1977	1978
Enterprises	Number	626	616	603	586	588
Establishments		674	669	653	635	636
Sales of goods produced	£ thousand	127,556	131,696	139,376	153,483	155,513
Receipts for work done and industrial services rendered	······································	(b)	(b)	3,726	4,111	5,124
Capital goods produced for establish- ments' own use	"	25	18	(b)	(b)	90
Non-industrial services rendered	"	156	405	416	643	578
Goods merchanted or factored	"	9,914	10,290	6,106	5,401	9,408
Total sales and work done (c)	"	137,652	142,410	149,623	163,637	170,714
Increase during the year, work in progress and goods on hand for sale	"	1,025	359	321	683	228
Gross output	"	138,677	142,769	149,944	164,320	170,942
Purchases of materials for use in pro- duction, and packaging and fuel	"	69,891	66,745	72,321	85,483	84,669
Purchases of goods for merchanting or factoring	"	10,734	7,646	5,122	4,586	8,833
Increase during the year, stocks of materials, stores and fuel	"	5,972	-2,716	2,816	3,033	973
Cost of industrial services received	"	2,116	2,257	4,981	4,724	4,300
Net output	"	61,908	63,404	70,336	72,559	74,113
Total employment (d)	Thousands	16.6	15.7	15.1	14.6	13.7
Net output per head	£	3,719	4,043	4,648	4,954	5,419
Payments for non-industrial services						
Hire of vehicles, plant and machinery	£ thousand	683	1,012	378	438	571
Rents of industrial and commercial buildings	"	(e)	(e)	894	1,395	1,835
Commercial insurance premiums	"	1,088	1,277	1,500	1,546	1,496
Bank charges	"	114	61	71	117	83
Other non-industrial services	"	6,557	3,663	7,030	7,918	6,873
Licensing of motor vehicles	"	125	167	169	168	127
Rates, excluding water rates	"	1,142	1,563	2,293	2,273	2,047
Gross value added at factor cost	·· *	52,199	55,662	58,001	58,703	61,081
Gross value added at factor cost per head	£	3,136	3,549	3,833	4,008	4,466

(a) Including estimates for establishments not making satisfactory returns, non-response and establishments not selected for the Census. Satisfactory returns accounted for 60 per cent of employment within the industry.

(b) Included in sales of goods produced.

.

(c) Details of manufacturers' quarterly sales of principal products are published regularly in Business Monitor PQ475.

(d) Average number employed, including full and part-time employees (see table 7) and working proprietors.

(e) For 1974 and 1975 rents of industrial and commercial buildings were not recorded separately, but included in hire of vehicles, plant and machinery.

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#### TABLE 2

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Capital expenditure, 1974–1978 All United Kingdom establishments classified to the industry (a)(b)

£ thousand

The second se	1974	1975	1976	1977	(1811-3	1978	Strong prove
Land and buildings				Last Last	aituseti	1987.1	the second second
New building work	445	473	471	549		547	
Land and existing buildings							
Acquisitions	497	840	422	1,028		247	
Disposals	323	328	24	6		(c)	
Vehicles							
Acquisitions	1,338	1,556	1,568	1,655		2,381	
Disposals	318 000	357	402	529		738	
Plant and machinery							
Acquisitions	1,781	1,589	1,736	2,082		2,662	
Disposals	78	184	80	104		264	
Total net capital expenditu	re 3,341	3,588	3,691	4,674		4,837	

(a) Including estimates for establishments not making satisfactory returns, non-response and establishments not selected for the Census.

(b) Capital expenditure in respect of manufacturing establishments where production had not commenced before the end of the year, is included.

(c) Included in land and existing buildings acquisitions.

#### TABLE 3

Stocks and work in progress, 1974–1978 All United Kingdom establishments classified to the industry (a)

	£	t	10	us	a	n	d
--	---	---	----	----	---	---	---

	1974	1975	1976	1977		1978	
	30,554 <sup>37,5,45</sup> 2,937	2,576	Increase	sa stant	658 5.57 358	Value at end of year	
Materials, stores and fuel	5,972	-2,716	2,816	3,033	973	22,537	
Nork in progress	692	334	124	255	-29	3,525	
Goods on hand for sale	333	24	197	427	257	1,393	
Total	6,997	-2,357	3,137	3,715	1,200	27,455	

(a) Including estimates for establishments not making satisfactory returns, non-response and establishments not selected for the Census.

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#### TABLE 4

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Analysis of establishments by size, 1978 All United Kingdom establishments classified to the industry (a)

Size	1979	Estab-	Enter-	Employmen	nt		Wages and sala	aries (f)		
group (b)		lish- ments	prises (c)						egnibliu	d ture he
				Total	Opera- tives	Others (e)	Operatives	1623.65	Others (e)	an ang ta
				(d)	(1965	(0)	Total	per head	Total	per head
<u>.</u>	13	Number	Number	Number	Number	Number	£ thousand	£	£ thousand	£
1-10		358	347	1,829) )						
11-19		118	115	1,655 )	6,784	1,633	20,034	2,953	7,315	4,479
20—49		109	104	3,476 ) )						
50—99		30	30	2,048)						
100-199		13	12	1,930	1,571	352	4,436	2,824	1,920	5,453
200–299		5	4	1,209	957	252	2,777	2,902	1,175	4,663
300 and over		3	3	1,530	1,091	439	3,307	3,031	1,840	4,19
ooo and over		(destable to the							t estamiza gnib	

Total 636 588	13,677	10,403	2,676	30,554	2,937 12	2,249 4,577
						4.900 ·

Including estimates for establishments not making satisfactory returns, non-response and establishments not selected for the Census. (a)

Average number employed, including full and part-time employees (see table 7) and working proprietors, (b)

The sum of the figures for the size groups may exceed the total for the industry because some enterprises control establishments in (c) more than one size group.

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Including working proprietors. (d)

Administrative, technical and clerical employees. (e)

					added at factor cost		expenditure (h)	and work in progress at end of year
		Tota	2.6	per head	Total	per head		
£ thousand	£ thousand	£ the	ousand	£ no tesso and notistic motion il	£ thousand	£	£ thousand	£ thousand
14,371	114,444	51,1	15	5,674	(j)	(j)	3,578	17,542
24,657	24,550	11,4	09	5,912	52,134(j)	4,766(j)	706	3,359
17,168	17,327	3,7	66	3,115	2,652	2,194	378	5,466
14,518	14,620	7,8	22	5,112	6,295	4,114	174	1,087
11,010	0.80							
							all observations and the second	

170,942 74,113 5,419 61,081

(f) The cost of employers' contributions to national insurance, pensions and welfare schemes and the running costs of canteens, is estimated for the industry at £7,612 thousand.

Sales of goods produced, capital goods manufactured and buildings constructed by establishments for their own use, work done, industrial and non-industrial services rendered and merchanted goods. (g)

(h) New building work plus acquisitions less disposals of land and existing buildings, vehicles and plant and machinery.

(j) Gross value added data relate to establishments employing 1-199.

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TABLE 6

Area	Total employment	(b)	Net capital expenditure	(c)	Net output (d)	Gross valu added at factor cos (d)	factor co st by estab 80 per co	Gross value added at factor cost returned by establishments wi 80 per cent or more of their employment in the region as a proportion of total gross value added at factor cost in the region	
							in the re proporti gross val factor co		
	Thousands	per cent of United Kingdom	£ thousand	per cent of United Kingdom	£ thousand	£ thousar	nd percenta	ge	
Standard regions of England									
North	0.4	2.9	422	8.7	2,291	1,914	85.4		
Yorkshire and Humberside	1.4	10.0	373	7.7	6,300	5,160	48.1		
East Midlands	0.9	6.4	297	6.1	4,942	4,117	20.6		
East Anglia	0.3	2.1	108	2.2	1,525	1,254	T00.707		
South East	4.9	36.0	1,177	24.3	28,433	23,408	61.4		
South West	0.4	3.2	128	2.6	2,358	1,936	35.3		
West Midlands	1.3	9.4	440	9.1	7,468	6,307	54.6		
North West	1.6	11.9	919	19.0	9,289	7,766	61.2		
England	11.2	81.9	3,863	79.9	62,606	51,863	/		
Wales	0.4	2.7	97	2.0	1,655	1,309	46.6		
Scotland	2.0	15.0	853	17.6	9,529	7,643	72.8		
Great Britain	13.6	99.6	4,814	99.5	73,789	60,814	/		
Northern Ireland	0.1	0.4	23	0.5	324	267	-		
United Kingdom	13.7	100.0	4,837	100.0	74,113	61,081	/		

(a) Including estimates for establishments not making satisfactory returns, non-response and establishments not selected for the Census.

(b) Average number employed, including full and part-time employees (see table 7) and working proprietors.

(c) New building work plus acquisitions less disposals of land and existing buildings, vehicles and plant and machinery.

(d) Where a census return covered addresses in two or more regions, an estimate of the net output attributable to each address was made by assuming that net output was proportionate to employment. An estimate for each region was obtained by aggregating estimates of net output for addresses located in that region. Gross value added at factor cost is treated similarly.

6

Percentage analysis of twelve-month periods covered by returns received from United Kingdom establishments, 1978
percentage and the

ccoun	ting year ended	Percentage of total returns received	Percentage of total number employed
		per cent	per cent
978	April (a)	4.4	4.3
	Мау	2.6	1.9
	June	3.5	4.5
	July	2.6	1.0
	August		-
	September	2.6	1.8
	October	1.8	1.0
	November	5.3	3.6
	December	37.2	31.2
1979	January	1.8	0.8
	February	4.4	2.1
	March (b)	33.6	47.6

(a) From 6th April.

(b) Including returns made for twelve-month period ended 1st to 5th April 1979.

#### TABLE 7

Percentage analysis of employees, by full and part-time employment and sex, 1977(a)

Sex	Full-time	Part-time	All employees	
	per cent	per cent	per cent	
Male	74	3	77	
Female	17	6	23	

Source: Department of Employment

(a) The percentages relate to the numbers employed (excluding working proprietors) in the United Kingdom at mid-June, 1977.

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#### TABLE 8

#### Operating ratios, 1977–1978 All United Kingdom establishments classified to the industry (a)

	Unit	1977	1978
Gross output per head	£	11,219	12,498
Net output per head	£	4,954	5,419
Gross value added per head	£	4,008	4,466
Gross value added as a percentage of gross output	%	36	36
Ratio of gross output to stocks		6.2	6.2
Wages and salaries as a percentage of gross value added	%	69	70
Ratio of operatives to administrative, technical and clerical employees		3.9	3.9
Wages and salaries per administrative, technical and clerical employee	£	3,831	4,577
Wages and salaries per operative	£	2,649	2,937
Net capital expenditure per head	£	319	354
Net capital expenditure as a percentage of gross value added	%	8	8

(a) Including estimates for establishments not making satisfactory returns, non-response and establishments not selected for the Census.

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#### Notes

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These notes give the main information needed for interpreting the figures in the industry Business Monitors: more detailed information about the census is given in a separate Business Monitor PA 1001 (Introductory Notes) of the Report on the Census of Production, 1978.

#### GENERAL INFORMATION

#### Changes made for 1978

The Census for 1978 is in line with similar inquiries being conducted in other member countries of the European Economic communities.

The census differed from earlier censuses in three respects. Sampling was introduced for establishments employing 20 to 49 and a sample of smaller units was selected. A new question on the leasing of capital assets was included for 1978 only. This will provide register information for use in related inquiries into leasing.

Suppression of information relating to individual undertakings ection 9(5)(b) of the Statistics of Trade Act 1947 states The following provisions shall have effect with respect to any eport, summary or other communication to the public of formation obtained under the foregoing provisions of this Act in compiling any such report, summary or communication the competent authority shall so arrange it as to prevent any particulars published therein from being identified as being particulars relating to any individual person or undertaking except with the previous consent in writing of that person or the person carrying on that undertaking, as the case may be; but this provision shall not prevent the disclosure of the total quantity or value of any articles produced, sold or delivered; so, however, that before disclosing any such total the competent authority shall have regard to any representations made to them by any person who alleges that the disclosure thereof would enable particulars relating to him or to an undertaking carried on by him to be deduced from the total disclosed". a figure involved disclosure the contributor concerned was metimes asked to give permission for its publication. In the ajority of cases permission was given. When it was refused and where contributors were not approached the figure has been uppressed, either by combining it with other figures, or as in the egional tables, by omitting the figure altogether.

#### Symbols used

The following symbols are used throughout the PA series of Business Monitors:

#### not available

nil or less than half the final digit shown figures cannot be shown owing to the risk of disclosing information about individual enterprises. revised

#### Rounding of figures

Figures in the tables have, where necessary, been rounded to the nearest final digit. Where figures have been so rounded, the sum of the constituent items may not always agree exactly with the otal shown.

#### ndustrial classification

The United Kingdom Standard Industrial Classification (SIC) was first issued in 1948 and was subsequently revised in 1958 and 1968. It exists to promote uniformity and comparability in the official statistics of the United Kingdom. The general principles followed are those of the International Standard Industrial Classification of all Economic Activities of the United Nations Statistical Office but the United Kingdom SIC reflects the Organisation and structure of industry and trade as it exists in the Jhited Kingdom. The SIC is a classification by activity and is tot a commodity classification. However, an index of all commodity leadings for which sales data are provided in the Quarterly Business Monitors, is published in Business Monitor PQ 1000.

#### Statistical units

hestatistical unit for the purpose of the Census is the establishment hich is defined in the SIC as the smallest unit which can provide <sup>le</sup> information normally required for an economic census, for

example, employment, expenses, turnover, capital formation. Usually the principal activities carried on in an establishment fall within a single heading of the classification (eg steel making or sugar refining). Typically the establishment embraces all the activities carried on at a single address eg a mine or a factory, including those which are ancillary to the principal activities. Frequently distinct activities characteristic of different industries are carried on at one address, but normally these are not classified separately and the whole establishment is classified according to the main activity. If, however, the required range of data can be provided for each activity, each is taken to constitute a separate establishment. Sometimes activities which are conducted as a single business are carried on at a number of addresses. Where this is so, businesses are asked to provide the full range of information in respect of each address, whether or not the activities are different. Their activities may, however, be integrated to such an extent that they constitute a single establishment. In the latter case the establishment is defined to cover the combined activities at these addresses (termed local units). Separate figures are obtained of employment and net capital expenditure at each unit in order to compile regional tables. Efforts are made by the Business Statistics Office (BSO) to ensure, by negotiating with respondents, that the return from an establishment does not cover local units in more than one of the countries of the United Kingdom.

Establishments are asked to exclude from their returns particulars relating to any department not engaged in production eg merchanting, transport, warehousing, for which they keep a separate set of accounts. Transfers of goods produced to such departments are treated as sales and respondents are asked to value them as far as possible as if sold to an independent purchaser. Where separate accounts are not kept they are asked to include details of all these activities in their return.

Particulars relating to head offices mainly engaged in the administration of the production units within the scope of the census were included. Where more than one return was made the information in respect of the head office was apportioned among them.

For certain purposes in the annual censuses of production (especially the enterprise analyses of Business Monitor PA 1002) related establishments are combined. An enterprise group is defined as a business consisting of either a single establishment or two or more establishments under common ownership or control. Bringing together establishments into enterprise groups is also necessary for the purpose of ensuring that there will be no disclosure of the activities of any one enterprise group. Information about the relationship of establishments, the changing structure of groups of companies and about common ownership links is obtained from many sources, including the Stock Exchange Year Book, company reports, press reports and information supplied by individual establishments.

#### THE REGISTER

The register permits a questionnaire to be sent direct to the reporting establishment on which the latter can include information relating to all the manufacturing (or local) units which it comprises. The inquiries provide a major source of information for keeping the register continuously up-to-date and act as a check on its detail and structure. For the establishments on the register making returns to the quarterly inquiries, the industrial classification is derived from an analysis of their sales of commodities and is reviewed annually. Employment data are entered on the register from returns to the annual census of production. In cases where an establishment does not make a return to these inquiries the employment data are based on information provided by the Department of Employment from the annual censuses of employment. New additions to the register are obtained from various sources including the Department of Employment and HM Customs and Excise. The 1973 Finance Act allows the latter to pass lists of businesses registered for VAT to the BSO. Where necessary details are sought directly from new businesses. Units which cease to trade are removed from the live register.

#### Coverage

In recent censuses returns have been required from all establishments employing 20 or more. For the 1978 Census in 68 selected manufacturing industries coverage of establishments in the 20 to 49 employment size band has been reduced to a 1 in 2 sample. This change has relieved some 5,800 firms of the need to complete a census return. The Census has included for the first time a small sample (around 10 per cent) of units employing 11 to 19 to meet an EEC requirement to collect a limited range of data from smaller units every 5 years.

#### Regions

The regions defined in Table 5 take account of the boundary changes arising out of the Local Government Act 1972 and the Local Government Act (Scotland) 1973. These changes came into effect in April 1974 in England and Wales and May 1975 in Scotland.

#### TERMS USED IN THE CENSUS REPORT

#### Average number employed

Establishments were required to state the average number of persons on the payroll during the year of return. Separate figures were required for

#### administrative, technical and clerical employees

(b) all other employees (operatives)

Averages could be calculated from the figures relating to the last week of each calendar month. Establishments were also required to state the number of working proprietors where appropriate and these are included in total employment figures. Full-time and part-time employees are included but outworkers (ie persons employed by establishments who worked in their own homes etc on materials supplied by the establishment) are excluded. The figures include persons engaged on merchanting or factoring and canteen workers where particulars in respect of these activities could not be excluded from the return.

#### Working proprietors

These include all persons regarded as "self-employed" for national insurance purposes and members of their families who worked in the business without receiving a wage or salary; but such persons who worked less than half the normal number of working hours are excluded. Directors working in the business but not in receipt of a definite wage, salary or commission are included under this heading: directors paid by fee only are not included.

#### Employees

Administrative technical and clerical employees include directors in receipt of a definite wage, salary or commission, managers and works foremen; research and design employees (other than operatives); draughtsmen, editorial staff, advertising staff, travellers and all office employees.

Operatives include all other classes of employees, that is, broadly speaking, all manual wage earners. They include operatives employed in power stations, transport (including roundsmen), warehouses, stores, shops and canteens, inspectors, maintenance workers and cleaners. Operatives engaged in outside work of erecting, fitting etc are also included, but outworkers are excluded.

#### Capital expenditure

Capital expenditure during the year in respect of manufacturing units where production had not started before the end of the year is included. Establishments were asked not to deduct from the value of capital expenditure amounts received or expected to be received in grants or allowances from the Government or any statutory body or local authority. Establishments with 100 or more employees were asked to include a total net capital expenditure figure for each calendar year and to state whether any of the investment shown in cost of new building work, vehicles or plant and machinery included goods for letting out on hire or leasing.

#### (a) New building work

This represents the cost incurred during the year of new building and other constructional work to be used in connection with the business covered by the return. The value is that charged to capital account during the year of return; it includes expenditure on new buildings and on the extension or reconstruction of old buildings, the value of works of a capital nature carried out by the establishment's own staff and the cost of any newly constructed buildings purchased. Figures shown include legal charges, stamp duties, agents' commissions, etc.

#### (b) Land and existing buildings

The items shown are the capital cost of freeholds purchased and the capital cost or premium payable for leaseholds acquired (excluding the value of assets acquired in taking over an existing business), and the amounts receivable for freeholds or leaseholds disposed of. The value is that charged to capital account during the year of return.

#### (c) Plant, machinery and vehicles

The items shown are the value of plant and machinery and of vehicles acquired, both new and second-hand, and the amoun received for items disposed of during the year. The value of plan and machinery acquired includes plant, etc which firms produce for their own use in connection with the business covered by the return. The value of plant, etc acquired is the expenditure charge to capital account during the year of return less any discour received, but including the cost of transport and installation Deductible value added tax is excluded but non-deductible value added tax on motor cars acquired is included. No deduction made for depreciation, amortization or obsolescence. The process of items disposed of during the year exclude amounts written. for items scrapped.

#### Cost of industrial services

This includes amounts payable to other firms for work done m materials supplied by the establishment, payments for repairs and maintenance (including those in respect of rented buildings and amounts paid to other firms for contracts which have be sublet. Payments to outworkers are excluded.

#### Cost of non-industrial services

This includes rents of industrial and commercial buildings, him of plant, machinery and vehicles (excluding vehicles hired with drivers), commercial insurance premiums, bank charges and amoun paid for professional services, post office services, transport (with the United Kingdom), advertising etc. Amounts payable on royaltie for the right to use patents, trademarks, copyrights etc. ma ufacturing and quarrying rights and technical "know-how" a also included

#### Gross output

In the calculation of gross output the value of total sales and work done is increased by the rise (or reduced by the fall) during the year in the value of work in progress and goods on hand t sale.

#### Net output

Net output, a customary census measure, is calculated by deductin from gross output the cost of purchases (reduced by the rise, of increased by the fall, during the year of stocks of materials e and the cost of industrial services received, and where applicable duties etc.

#### Net output per head

The figures of net output per head are derived by dividing th net output by the average number of persons employed (full ar part-time) on all activities covered by the returns, including operatives, administrative, technical and clerical employees ar working proprietors, but excluding outworkers.

#### Gross value added at factor cost

Gross value added at factor cost is calculated by deducting fro net output the cost of non-industrial services eg rent of building hire of plant, machinery and vehicles (excluding vehicles h with drivers), commercial insurance premiums, bank charges a amounts paid for professional services, post office services, transpo (within the United Kingdom) and advertising, rates (exclude water rates) and the cost of licensing motor vehicles. This estimate of gross value added approaches more closely than census r output to the definition of net output or value added in nation accounts statistics

#### Gross value added at factor cost per head

The figures of gross value added at factor cost per head are deriv by dividing the gross value added by the average number persons employed (full and part-time) on all activities cover by the returns, including operatives, administrative, technical and clerical employees and working proprietors, but excluding out workers.

#### Purchases

Purchases include the cost of raw materials, components, sen manufactured goods and workshop materials; of replacement part and consumable tools not charged to capital account; of packaging materials of all types; of stationery and printed matter; of fu electricity and water; of materials to be used by the establishmer or given out to other establishments for the production of machine or other capital items for the establishment's own use; of materi for use by the establishment when working on goods supplied

ustomers; and of food, etc for any canteen covered by the establishment's return. Transfers of goods to the establishment from another department of the same firm not covered by the establishment's return are included at a cost corresponding to the stimated selling value recorded by the other department. Amounts payable to transport firms or credited to the firm's own transport department for delivery of materials are excluded, as are all purchases of machinery and plant charged to capital account. Purchases of goods for merchanting or factoring have been ollected separately since 1973. The values shown exclude VAT. They include, in addition to the actual purchase price, the value of packaging material charged to the establishment. The value of eturned goods or packaging material returned to suppliers and any trade discounts are excluded. Materials purchased duty-paid are included at their duty-paid value, less any drawback, rebate, etc. The cost of transport is included only if it is included with the purchase price in the firm's accounts. Imported goods are included at their full delivered cost. If in the firm's accounts the transport from docks or airport is not included in the cost of goods purchased, the cost is entered at cif plus duty (if applicable). Leasing, enting and hire purchase charges are excluded.

#### Sales of goods produced

Sales for the purposes of the annual censuses means deliveries on sale of goods made by establishments in the United Kingdom overed by the inquiry. Sales of goods made for these establishments by outworkers or by other establishments from materials given out o them and sales of waste products are included. New building work and machinery or other capital items produced by establishnents for hiring out or leasing are regarded as sales, the value ncluded in the return being that adopted in the establishments' pital asset accounts. Forward sales and canteen takings are excluded. All sales in the period of the inquiry are included irrespective of hen the goods were manufactured. Goods produced in one establishment and transferred either to ancillary departments not engaged in production for which there are separate accounts, or to another establishment of the same firm not covered by the return, re treated as sales by the producing establishment and valued as far as possible as if they had been sold to an independent purchaser. oods transferred to wholesale or retail selling organisations, for hich separate accounts are kept are valued on the same basis.

he value shown for sales is the "net selling value" defined as the nount (excluding VAT) charged to customers whether on an ex-works or delivered basis, after any trade discounts and agents' mmissions have been deducted. The cost of packing materials ss allowance for returnable cases is included. In industries where oducts attract Excise Duty the value stated is usually inclusive f duty if sold duty-paid and exclusive of duty if sold in bond exported.

#### Receipts for work done and industrial services rendered

igures for work done represent the amount charged for work ried out on materials supplied by a customer and include repair ork. Within certain industries this heading covers a wide variety of activities, for example, within the food sector - butter packed on nmission; within the textile industries - making up of garments. ur dressing and textile finishing; within printing and publishing eparatory work on type-setting, block making and binding. Work one is also significant in the electrical machinery and heavy gineering industries, covering erection, installation and repair and bbbing work. Other activities within this heading include exploration ork, research and development, glass cutting and dressing and planing of timber.

ndustrial services rendered include repairs and maintenance, instaation work, and technical research and studies for other rganisations.

#### apital goods produced for establishments' own use

his includes all work of a capital nature carried out during the /ear by the establishments' own staff for their own use.

#### Non-industrial services rendered

This includes rents received for commercial and industrial buildings, amounts charged for hiring out plant, machinery and vehicles and other goods and amounts charged to other organisations for the provision of transport. It also includes amounts received for the right to use patents, trademarks, copyrights etc, manufacturing and quarrying rights and technical "know-how" and revenue from such staff facilities as canteens

#### Goods merchanted or factored

Merchanted goods are those (excluding canteen sales) sold without having been subjected to any manufacturing process by the seller.

#### Stocks and work in progress

Values are given of stocks of goods on hand for sale and of materials, stores and fuel, at the end of the year of return and of the change during the year, including any stocks of goods held for merchanting or factoring. Work in progress is defined as materials which have been partially processed by the establishment but which are not usually sold or transferred to another establishment without further processing. The values include the cost of materials consumed and labour used. Progress payments made to subcontractors are excluded and progress payments received from other organisations are not deducted.

#### Wages and salaries

These are amounts paid during the year to operatives and to administrative, technical and clerical employees. Payments to working proprietors, whether called salaries or not, are excluded. The values shown include all overtime payments, bonuses and commissions, whether paid regularly or not, and no deduction is made for income tax, insurances, contributory pensions etc. The value of redundancy payments less any amounts reimbursed from Government sources is included. The value of any payments in kind, travelling expenses etc is included.

#### Remuneration paid to outworkers

The remuneration paid to outworkers (ie persons employed by the establishment who do their work in their own homes) is generally on a piece-work basis. Only amounts paid to outworkers whose names appear on the establishment's payroll are included. Amounts paid to outworkers by sub-contractors are excluded.

#### Employers' insurance and welfare contributions

This item includes employers' contributions to national insurance under the Social Security Pensions Act, 1975 as well as commercial insurance premiums to provide pensions, superannuation or other retirement benefits, sickness benefits, personal accident benefits, disability or death benefits for employees or former employees or their dependants. Contributions to the running costs of canteens, social centres, children's and holiday homes, etc for employees, former employees and their dependants are also included.

#### Operating ratios

The operating ratios shown were obtained by dividing the estimate of the industry total for the quantity shown in the numerator by the corresponding estimate for the quantity shown in the denominator. These estimates cover all establishments classified to each industry, including not selected establishments and non-respondents. Within an industry, it is possible to compare ratios for an individual firm with the ratios shown for the relevant industry. However, it is important to bear in mind that various factors may affect the results - for example, differences in definitions, treatment of depreciation (which is not identified in the census data) and varying practice with regard to stock valuation, may affect comparability in some respects.

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