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OF POLITICAL AND ECONOMIC SCIENCE

Business Statistics Office

Business Monitor

Report on the Census of Production

Carpets



A419

Business Monitor

A publication of the Government Statistical Service

Report on the Census of Production 1976

Carpets

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

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Commencing with the 1971 Census, the Census of Production reports are being numbered in a uniform series embracing all industrial inquiries in the Business Monitor series. These Business Monitors have a code P (for production) followed first by A (indicating that it is an annual series) or Q (quarterly) or M (monthly): and then by a number indicating the minimum list heading, or sub-division of a minimum list heading, of the Standard Industrial Classification (revised 1968).

The Census of Production (PA) reports are available on standing order (details on application to Her Majesty's Stationery Office, P.O. Box 569, London SE1 9NH. Telephone 01-928 6977), although they are not included in the global subscription arrangements for the Business Monitor series.

Government Statistical Service

A service of statistical information and advice is provided to the Government by specialist staffs employed in the statistics division of individual Departments. Statistics are made generally available through their publications and further information and advice on them can be obtained from the Departments concerned.

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PA419 CARPETS

PA419

The information in this report relates to establishments classified to the Carpets industry, minimum list heading 419 in the Standard Industrial Classification (revised 1968). The activities of the industry include:—

Manufacturing pile carpets, carpeting, rugs, mats, and matting from wool, cotton and man-made fibres; by weaving, tufting or other processes. Needleloom carpets are excluded.

In interpreting the data in the tables it is essential to bear in mind the notes and definitions which commence on page (iii).

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PA419

Output and costs, 1973 - 1976
All United Kingdom establishments classified to the industry (a)

	Unit	1973	1974	1975	1976
Enterprises	Number	143	155	163	171
Establishments	"	178	191	198	201
Sales of goods produced	£ thousand	360,732	437,729	456,274	527,245
Receipts for work done and industrial services rendered	edesimmon disile	(b)	(b)	(b)	2,744
Capital goods produced for establishments' own use		885	1,182	2,734	616
Non-industrial services rendered		951	814	1,275	836
Goods merchanted or factored		12,504	16,028	15,350	23,516
Total sales and work done (c)	"	375,072	455,753	475,632	554,958
Increase during the year, work in progress and goods on hand for sale		9,051	10,323	6,747	8,938
Gross output	"	384,123	466,076	482,379	563,896
Purchases of materials for use in production, and packaging and fuel	,,	211,410	269,874	262,201	320,132
Purchases of goods for merchanting or factoring	,,	11,232	15,136	13,921	20,709
Increase during the year, stocks of materials, stores and fuel		7,617	4,250	1,025	9,853
Cost of industrial services received	"	10,568	14,102	13,071	15,842
Net output	"	158,529	171,214	194,211	217,066
Total employment (d)	Thousands	44.5	43.9	39.3	37.8
Net output per head	£	3,561	3,902	4,938	5,746
Payments for non-industrial services					
Rents, hire of plant and machinery (e)(f)	£ thousand	1,395	1,837	2,045	2,148
Commercial insurance premiums	"	1,800	2,249	2,444	2,938
Bank charges		208	377	271	358
Other non-industrial services (g)	"	12,445	15,056	19,482	21,847
Licensing of motor vehicles		126	141	171	204
Rates, excluding water rates	"	1,622	2,474	3,034	3,528
Gross value added at factor cost	"	140,933	149,080	166,765	186,043
Gross value added at factor cost per head	£	3,166	3,398	4,240	4,925

⁽a) Including estimates for establishments not making satisfactory returns, non-response and establishments exempt because of size. Satisfactory returns accounted for 86 per cent of employment within the industry.

TABLE 2

Capital expenditure, 1973 - 1976
All United Kingdom establishments classified to the industry (a)(b)

				£ thousand
Communication (1) services businesses	1973	1974	1975	1976
Land and buildings		The state of the s	(a) the street	77.50
New building work	3,956	5,543	1,992	1,343
Land and existing buildings				
Acquisitions	1,009	559	652	2,850
Disposals	233	120	233	89
Vehicles				
Acquisitions				
Motor cars	1,135	1,126)	1,601	2,084
Other vehicles	456	440)		
Disposals				
Motor cars	532	418)	470	629
Other vehicles Plant and machinery	48	52)		
Acquisitions	12,980	12,400	12,051	9,211
Disposals	185	587	304	316
Total net capital expenditure	18,537	18,891	15,290	14,454

⁽a) Including estimates for establishments not making satisfactory returns, non-response and establishments exempt because of size. Satisfactory returns accounted for 86 per cent of employment within the industry.

TABLE 3

Stocks and work in progress, 1973 - 1976 All United Kingdom establishments classified to the industry (a)

					£ thousand
TERRESON TER	1973	1974	1975		1976
		narete no consultation de	ncrease	nykrásza ig zeszál	Value at end of year
Materials, stores and fuel	7,617	4,250	1,025	9,853	38,595
Work in progress	2,841	1,692	1,240	3,511	21,559
Goods on hand for sale	6,209	8,631	5,507	5,427	51,420
Total	16,667	14,573	7,772	18,791	111,574

⁽a) Including estimates for establishments not making satisfactory returns, non-response and establishments exempt because of size. Satisfactory returns accounted for 86 per cent of employment within the industry.

⁽b) Included with sales of goods produced.

⁽c) Details of manufacturers' sales of principal products are published regularly in Business Monitor PQ419.

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

⁽e) 1973 figures include hire of vehicles.

⁽f) For 1973-1975 rents of industrial and commercial buildings were not recorded separately. For 1976 the amount payable was £1,258 thousand.

⁽g) 1974-1976 figures include the cost of hiring goods vehicles.

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

Analysis of establishments by size, 1976
All United Kingdom establishments classified to the industry (a)

Size group (b)	Estab- lish- ments	Enter- prises (c)	Employmen	t	2,461	Wages and sa	laries (f)	Services States	
			Total	Opera-	Others	Operatives		Others (e)	d was
			(d)	tives	(e)	Total	per head	Total	per head
44.450、建筑区	Number	Number	Number	Number	Number	£ thousand	£	£ thousand	£
1 - 10	71	71	325)						
11 - 19	31	30	438)	2.000	626	E 047	2.404	2.106	2040
20 - 49	23	23	657)	2,099	636	5,047	2,404	2,106	3,312
50 - 99	20	19	1,414)						
100 - 199	13	12	1,895	1,438	454	3,633	2,526	1,398	3,079
200 - 299	13	01013	3,032	2,310	722	6,452	2,793	2,570	3,559
300 - 399	3	3	1,044	774	263	2,394	3,093	925	3,517
400 - 499	5	5	2,371	1,990	379	5,566	2,797	1,501	3,960
500 - 749	9	8	5,140	3,863	1,277	10,895	2,820	4,657	3,647
750 - 1,499	6	6	6,599	4,971	1,628	14,773	2,972	6,101	3,747
1,500 - 1,999	4	4	7,216	5,669	1,547	16,662	2,939	5,467	3,534
2,000 and over	3	3	7,644	5,773	1,871	19,421	3,364	7,233	3,866

Total	201	171	37,775	28,887	8,777	84,843	2,937	31,957	3,641

⁽a) Including estimates for establishments not making satisfactory returns, non-response and establishments with fewer than 20 employees.

Total sales and work done (g)	Gross output	Net output		Gross value added at factor cost		Net capital expenditure (h)	Total stocks and work in progress at end of year
		Total	per head	Total	per head		
£ thousand	£ thousand	£ thousand	E traffing man traffing another M	£ thousand	£	£ thousand	£ thousand
53,023	53,948	15,265	5,386	(j)	(j)	1,194	9,761
30,662	31,476	10,747	5,671	21,940(j)	4,640(j)	1,056	6,797
57,247	58,795	16,296	5,375	12,696	4,187	948	10,878
11,373	11,578	5,062	4,849	4,342	4,159	172	3,350
30,265	31,176	13,758	5,803	11,957	5,043	940	7,046
77,689	79,606	30,010	5,839	26,151	5,088	1,295	15,035
107,612	109,413	43,367	6,572	36,831	5,581	2,307	18,465
83,318	81,835	29,757	4,124	24,059	3,334	4,536	21,306
103,768	106,069	52,804	6,908	48,067	6,288	2,005	18,935

554,958	563,896	217,066	5,746	186,043	4,925	14,454	111,574

The cost of employers' contributions to national insurance, graduated pensions, other pensions and welfare schemes and the running costs of canteens, is estimated for the industry at £15,035 thousand. In addition the remuneration of outworkers on returns received was £25 thousand.

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

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

⁽d) Including working proprietors.

⁽e) Administrative, technical and clerical employees.

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

⁽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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Regional distribution of employment, net capital expenditure, net output and gross value added at factor cost, 1976 All United Kingdom establishments classified to the industry

Area	Total employment	: (a)	Net capital expenditure (b)(c)		Net output, gross value added and the region from returns received for ments with more than 80 per cent ment in the region (d)			establish-
					Net output	Gross value		ment as a
						added at factor cost	regional in the ir	age of total employment adustry
	Thousands	per cent of United Kingdom	£ thousand	per cent of United Kingdom	£ thousand	£ thousand		
Standard regions of England								
9,741	140.7	0.0	07	0.0	15,205	500	1.23	
North	1.1	2.9	87	0.6				
Yorkshire and Humberside	10.5	27.7	4,933	34.1	55,983	47,315	94.8	
East Midlands	(a) () (a) (b) () (a) (b) (b) (b) (b) (b) (b) (b) (b) (b) (b	codea.	aber.	*	30.547.55.01	* 35	1839	
East Anglia	1, 800 _	10:2 ·	600 <u>5</u> 83	7_998.8	#3F76 <u>0</u> 55,31	2,700 _ 29	1,887/0	
South East	0.8	2.0	303	2.1	1977/140.8	3,003 . 85		
South West	4 and *	850.*	*	*309.8	13,7(*)7,E7	2397 • 80	150*	
West Midlands	11.2	29.7	2,305	16.0	48,295	43,596	70.2	
North West	3.6	9.6	1,650	11.4	15,640	12,850	66.3	
England	28.8	76.3	9,791	67.7	132,131	114,502	76.2	100000
Wales	0.3	0.8	193	1.3	1914 129,58	10364 <u> </u>	0,8002	
Scotland	6.4	17.1	3,273	22.6	29,883	24,326	98.0	
Great Britain	35.6	94.2	13,256	91.7	162,014	138,828	79.5	
Northern Ireland	2.2	5.8	1,198	8.3	11,723	9,459	99.1	
Unallocated (e)		-		_	43,328	37,756	-	
United Kingdom (b	37.8	100.0	14,454	100.0	217,066	186,043		

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

(b) Including estimates for establishments not making satisfactory returns, non-response and establishments with fewer than 20 employees.

(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 was made of the net output and gross value added attributable to the region only where more than 80 per cent of the establishment's employees were located in the region. The estimate was made by assuming that net output and gross value added at each address covered by a return was proportional to employment at the address.

(e) Unallocated net output and gross value added covering establishments with addresses in two or more regions, plus estimates for unsatisfactory returns, non-response and establishments exempt because of size.

TABLE 6

percentage analysis of twelve-month periods covered by returns received from United Kingdom establishments employing 20 or more persons, 1976

Account	ing year ended	Percentage of total returns received	Percentage of total number employed
111	Social mate to post to	per cent	per cent
1976	April (a)	0.0	0.0
	May	4.2	4.9
	June	4.2	6.8
	July	4.2	8.0
	August	0.0	0.0 .
	September	2.7	0.3
	October	9.7	8.4
	November	2.7	7.2
	December	30.6	21.9
1977	January	9.7	21.4
	February	2.8	0.8
	March (b)	29.2	20.3

(a) From 6th April.

(b) Including returns made for twelve-month period ended 1st to 5th April 1977.

TABLE 7

Percentage analysis of employees, by full and part-time employment and sex, 1976(a)

Sex	Full-time	Part-time	All employees
	per cent	per cent	per cent
Male	65	standard 1 had become a	66
Female	28	6	34

Source: Department of Employment

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(a) The percentages relate to the numbers employed (excluding working proprietors) in the United Kingdom at end June, 1976.

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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 -PA1001 (Introductory Notes) of the Report on the Census of Production, 1976.

GENERAL INFORMATION

Changes made for 1976

The Census for 1976 is in line with similar inquiries being conducted in other member countries of the European Economic Communities. There was a small number of changes in the scope of the industry reports compared with 1975. These include separate headings for:

Sales of goods produced

Receipts for work done and industrial services rendered

Amounts paid for hire of plant and machinery Amounts paid for rent of industrial and

commercial buildings Specific changes are explained in the introductions to the industry reports or by footnotes to the

Suppression of information relating to individual undertakings

Section 9(5)(b) of the Statistics of Trade Act 1947 states - "The following provisions shall have effect with respect to any report, summary or other communication to the public of information 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."

If a figure involved disclosure the contributor concerned was sometimes asked to give permission for its publication. In the majority of cases permission was given. When it was refused and where contributors were not approached the figure has been suppressed, either by combining it with other figures, or as in the regional 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
- R 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 total shown.

Industrial classification

The United Kingdom Standard Industrial Classification (SIC) was first issued in 1948 and was subsequently revised in 1958 and 1968. 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 United Kingdom. The SIC is a classification by activity and is not a commodity classification. However. an index of all commodity headings for which sales data are provided in the Quarterly Business Monitors, is published in Business Monitor PQ1000.

The statistical unit for the purpose of the Census is the establishment which is defined in the SIC as the smallest unit which can provide the information normally required for an economic census, for example, employment, expenses, turn-over, capital formation. Usually the principal activities carried on in an establishment fall within a single heading of the classification (e.g. steel making or sugar refining). Typically the establishment embraces all the activities carried on at a single address e.g. a farm, 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 separate 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 to ensure, by negotiating with respondents, that the return from an establishment does not cover local units or addresses in more than one of the

countries of the United Kingdom.
Further information about the statistical unit appeared in an article "The statistical unit in business inquiries" in Statistical News No.13 May

Establishments are asked to exclude from their returns particulars relating to any department not engaged in production e.g. 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 production (especially line enterprise analyses of gusiness Monitor PA1002) related establishments are combined. For these purposes an enterprise group may be defined as a business consisting of either a single establishment or two or more establishments under common ownership or control. pringing 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 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.
Establishments with 20 or more employees are

included in the censuses each year and the information they supply to the census is supplemented by the returns that those with 25 or more employees provide to the quarterly inquiries. Information about establishments with fewer than 20 employees in most industries is less securely based, increasing use has been made of data on these small establishments supplied by the Department of Employment. One benefit of using this information is an improvement in the estimates of the number of smaller establishments and enterprises, but there Is little effect on other aggregates (e.g. employent, output, net capital expenditure).

return was required in the 1976 Census from each stablishment with 20 or more employees. Each stablishment is classified to an industry, as efined in the SIC, whose principal products form the major part of the establishment's sales.

egions

he regions defined in Table 5 take account of the oundary changes arising out of the Local overnment Act 1972 and the Local Government Act Scotland) 1973. These changes came into effect in pril 1974 in England and Wales and May 1975 in Scotland.

TERMS USED IN THE CENSUS REPORT

verage number employed

stablishments were required to state the number persons on the payroll on average during the ear of return, whether full-time or part-time imployees. Separate figures were required for:

- (a) administrative, technical and clerical emp loyees
- (b) all other employees (operatives)

'erages could be calculated from the figures elating to the last week of each calendar month. stablishments were also required to state the number of working proprietors where appropriate and these are included in total employment figures. Outworkers (i.e. 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 "selfemployed" 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.

Administrative, technical and clerical employees include directors in receipt of a definite wage, salary or commission, managers, superintendents 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 They include operatives employed 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.

(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
- (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 amount received for items disposed of during the year. The value of plant and machinery acquired includes plant, etc. which

firms produced for their own use in connection with the business covered by the return. The value of plant, etc. acquired is the expenditure charged to capital account during the year of return less any discounts 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 is made for depreciation, amortization or obsolescence. The proceeds of items disposed of during the year exclude amounts written-off for items

Cost of industrial services

This includes amounts payable to other firms for work done on materials supplied by the establishpayments for repairs and maintenance (including those in respect of rented buildings) and amounts paid to other firms for contracts which have been sublet. Payments to outworkers are excluded.

Cost of non-industrial services

This includes rent of industrial and commercial buildings, hire of plant and machinery, commercial insurance premiums, bank charges and amounts paid for professional services, post office services, transport, advertising etc. Amounts payable on royalties for the right to use patents, trademarks, copyrights etc., manufacturing and quarrying rights and technical "know-how" are also included.

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 for sale.

Net output

Net output, a customary census measure, is calculated by deducting from gross output the cost of purchases (reduced by the rise, or increased by the fall, during the year of stocks of materials etc.) 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 the net output by the average number of persons employed (full and part-time) on all activities covered by the returns, including operatives, administrative, technical and clerical employees and working proprietors, but excluding outworkers.

Gross value added at factor cost

Gross value added at factor cost is calculated by deducting from net output the cost of non-Industrial services (e.g. rent of buildings, hire of plant and machinery, commercial insurance premiums, bank charges and amounts paid for professional services, post office services. transport and advertising), rates (excluding water rates) and the cost of licensing motor vehicles. This estimate of gross value added approaches more closely than census net output to the definition of net output or value added in national accounts statistics.

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

Purchases

Purchases include the cost of raw materials,

components, semi-manufactured goods and workshop components, semi-manufactured goods and workshop materials; of replacement parts and consumable tools not charged to capital account; of packaging materials of all types; of stationery and printed materials of all types; of stationary and printed matter; of fuel, electricity and water; of materials to be used by the establishment or given out to other establishments for the production of machinery or other capital items for the estab. lishment's own use; of materials for use by establishment when working on goods supplied by customers; and of food, etc. for any canteen covered by the establishment's return. Transfers of goods to the establishment from another depart. ment of the same firm not covered by establishment's return are included at a cost corresponding to the estimated 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 bee collected separately since 1973. The values shown exclude VAT. They include, in addition to the material charged to the establishment. The value of returned 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 firms accounts. Imported goods are included at the 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 colofo plus duty (if applicable). Leasing, renting 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 covered by the inquiry. Sales of goods made for these establishments. lishments by outworkers or by other establishments from materials given out to them and sales of waste products are included. New building work and machinery or other capital items produced by establishments for hiring out or leasing and regarded as sales, the value included in the return being that adopted in the establishments capital asset accounts. Forward sales and cantee takings are excluded. All sales in the period of the inquiry are included irrespective of when the goods were manufactured. Goods produced in establishment and transferred either to ancillar departments not engaged in production for which there are separate accounts, or to another establishment of the same firm not covered by the return, are treated as sales by the producing establishment and valued as far as possible as they had been sold to an independent purchaser Goods transferred to wholesale or retail selling organisations, for which separate accounts a kept are valued on the same basis.
The value shown for sales is the "net sell value" defined as the amount (excluding value added tax) charged to customers whether on ex-works or delivered basis, after any trad discounts and agents! commissions have deducted. The cost of packing materials les allowance for returnable cases is included. industries where products attract Excise Duty value stated is usually inclusive of duty if so duty-paid and exclusive of duty if sold in bond exported.

Work done and industrial services rendered Figures for work done represent the amount charg for work carried out on materials supplied by customer and include repair work. Within certs

industries this heading covers a wide variety of industries this heading covers a wide variety of activities, for example, within the food sector - butter packed on commission; within the textile industries - making up of garments, fur dressing and textile finishing; within printing and publishing - preparatory work on type-setting, block making and binding. Work done is also significant in the electrical machinery and heavy engineering industries, covering erection, installation and repair and jobbing work. Other activities within repair and jobbing work. Other activities within this heading include exploration work, research and development, glass cutting and dressing and planing of timber.

Industrial services rendered include repairs and maintenance, installation work, and technical research and studies for other organisations.

Capital goods produced for establishments' own use This includes all work of a capital nature carried out during the year by the establishments' own staff for their own use.

Non-industrial services rendered
This includes rents received for commercial and This includes rents received for commercial and industrial buildings, amounts charged for hiring out plant, machinery 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 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 years lishment without further processing. The values include the cost of materials consumed and labour used, together with a margin of overhead costs and profits. Progress payments made to sub-contractors 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 egularly or not, and no deduction is made for Income tax, insurances, contributory pensions etc. he value of redundancy payments less any amounts reimbursed from Government sources is included. The value of any payments in kind, travelling expenses etc. is excluded.

emuneration paid to outworkers

he remuneration paid to outworkers (i.e. 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 and graduated pensions (and/or Parnings related basic contributions under the

Social Security Act, 1973) 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

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