

# Methodological note

Unless otherwise indicated, when data are compared from year to year, they all relate to the same period of the years in question. In the tables, the totals shown may differ from the sum of the items owing to rounding.

In order to provide an update on various key economic data relating to Belgium in the year 2011 as a whole, it was necessary to make estimates, as the statistical material for that year is sometimes still very fragmentary. In the tables and charts, these estimates, which were finalised at the end of January 2012, are marked “e”. They represent mere orders of magnitude intended to demonstrate the trends which already seem to be emerging. For the periods for which data are published, the Belgian sources used are mainly the NAI, the DGSEI and the Bank. The comments on the international environment and the comparisons between economies are usually based on the latest data or estimates originating from institutions such as the EC, the IMF, the OECD and the ECB.

The monetary unit used in the Report for the data concerning the euro area member countries is the euro. Amounts relating to periods before the introduction of the euro, on 1 January 1999 for Belgium and for most of the member countries, are converted at the irrevocable euro conversion rates. Except in the chapters on monetary policy and prices, where the definition coincides with the historical reality, the euro area is defined wherever possible as consisting of all the EU countries which adopted the single currency during the period 1999-2011. Apart from Belgium, the area therefore consists of Austria, Cyprus, Estonia, Finland, France, Germany, Greece, Ireland, Italy, Luxembourg, Malta, the Netherlands, Portugal, Spain, Slovenia, and Slovakia. For convenience, the term “euro area” is also used to designate this group of countries for periods prior to the start of Stage 3 of EMU. For some analyses, the preferred source was the OECD which includes in the euro area only the countries which are members of this international institution, i.e. excluding Cyprus and Malta. In view of the small size of those economies, the OECD data present a picture which is quite representative of the euro area as a whole.

Since 1999, the NAI, in accordance with the obligation imposed by Eurostat, has applied the ESA 95 methodology for compiling the national accounts<sup>(1)</sup>. As far as possible, the Report incorporates the definitions and methods resulting from ESA 95. However, it still expresses the data in gross terms although this new system presents the main aggregates derived from the national accounts in the form of net results for consumption of fixed capital. Gross data have the advantage of reducing the problem connected with the valuation of depreciation, which is based on the assumption of perfect knowledge of the stock of fixed capital. Furthermore, gross data make it easier to interpret certain

(1) For fuller information concerning the ESA 95, see the NAI publication entitled *Comptes nationaux 1998 – Partie 1 : Estimation des agrégats annuels*. The changes caused by the switch to ESA 95 for the account of general government are specified in more detail in another publication from the same source, entitled *Comptes nationaux 1998 – Partie 3 : Comptes des administrations publiques*.

movements such as those of the gross operating surplus. For simplicity, the sectoral breakdown groups together, under the heading “individuals”, households and non-profit institutions serving households, which constitute separate sectors according to the ESA 95 methodology. Nevertheless, the terms “individuals” and “households” are used as synonyms. The terms “corporations” and “enterprises” are also frequently used as synonyms. However, from the GDP expenditure angle, the term “enterprises” also covers self-employed persons, while the latter are included under households in the real and financial sectoral accounts.

The Belgian national accounts, like those of other European countries, have undergone a series of important methodological revisions in recent years, affecting in particular the breakdown of price and volume effects. The changes thus made were explained by the NAI in the publication of the detailed national accounts in December 2005, November 2006 and October 2009. Thus, since 2006, the volume series have been expressed in prices of the year preceding the one for which they were first published, while according to the previous practice they were expressed at prices of a fixed base year (2000, in the 2005 edition of the national accounts). This modification makes it possible to “chain” the volume change in the aggregates or sub-aggregates. According to this method, their volume growth between two consecutive periods is calculated systematically by reference to the previous year’s prices and weights. The changes between consecutive periods are linked together (cumulated) to give a chained index. When the chained index of an aggregate or sub-aggregate is applied to the amount (level) of a reference year, such as 2009, as in the official national accounts published in October 2011, that provides a measure of the volume change in “chained euros (reference year 2009)”. The use of chaining leads to a loss of additivity in regard to the volume levels (except for the figures relating to the reference year and the year immediately following it). This implies, for example, that in the case of chained level series, GDP is not equal to the sum of its components.

In the section devoted to the international environment, the presentation is also consistent with the ESA 95 or its equivalent, the System of National Accounts (SNA 1993) published jointly by the United Nations, the World Bank, the EC, the IMF and the OECD. Nevertheless, the statistics from the sources to which reference is made in the Report, principally the EC and the OECD, are not always uniform, because the period for which the methodological revision or the conversions from one system to the other have been carried out still varies greatly from one country to another.

The breakdown of the financial accounts between individuals and corporations is largely based on data from Belgian financial institutions. The information making it possible to break down the financial transactions between the private sector and the other sectors, especially transactions with foreign countries or those effected within the non-financial corporations sector itself, is much more fragmentary. The main statistics which can be used for this purpose, namely the globalisation of the annual accounts of enterprises compiled by the Bank’s Central Balance Sheet Office, are in fact partial, are produced only annually and are available only after a time lag of several months. It has therefore been necessary to introduce some assumptions and make various estimates.

# Conventional signs

–	the datum does not exist or is meaningless
n.	not available
p.m.	pro memoria
e	estimate by the Bank
€	euro
\$	US dollar
£	British pound

# List of abbreviations

## EU countries

BE	Belgium
DE	Germany
EE	Estonia
IE	Ireland
EL	Greece
ES	Spain
FR	France
IT	Italy
CY	Cyprus
LU	Luxembourg
MT	Malta
NL	Netherlands
AT	Austria
PT	Portugal
SI	Slovenia
SK	Slovakia
FI	Finland
BG	Bulgaria
CZ	Czech Republic
DK	Denmark
LV	Latvia
LT	Lithuania
HU	Hungary
PL	Poland
RO	Romania
SE	Sweden
UK	United Kingdom

## Other abbreviations

ABS	Asset-backed security
Actiris	Brussels regional employment office
BEA	Bureau of Economic Analysis (United States)
BEAMA	Belgian Asset Managers Association
BIS	Bank for International Settlements
CBFA	Banking, Finance and Insurance Commission
CEC	Central Economic Council
CEIC	CEIC Macroeconomic Databases for Emerging and Developed Markets
CO <sub>2</sub>	Carbon dioxide
CPB	Centraal Planbureau (Netherlands)
CREDIBE	former Central Office for Mortgage Loans
CREG	Commission for Electricity and Gas Regulation
DGSEI	Directorate General of Statistics and Economic Information (FPS Economy, SMEs, Self-employed and Energy)
EBA	European Banking Authority
EC	European Commission
ECB	European Central Bank
Ecofin	European Council of Ministers of Economic Affairs and Finance
EDP	Excessive deficit procedure
EFSF	European Financial Stability Facility
EFSM	European Financial Stabilisation Mechanism
EIP	Excessive imbalance procedure
EMS	European Stability Mechanism
EMU	Economic and Monetary Union
Eonia	Euro overnight index average
ESA	European Supervisory Authorities
ESA	European System of Accounts
ESCB	European System of Central Banks
ESRB	European Systemic Risk Board
ESRI	Economic and Social Research Institute (Japan)
EU	European Union
Euribor	Euro interbank offered rate
Federgon	Federation of HR Partners
FOMC	Federal Open Market Committee (United States)
FOREM	Walloon agency for employment and vocational training
FPB	Federal Planning Bureau
FRA	Forward rate agreement
FSMA	Financial Services and Markets Authority
FPS	Federal Public Service
G20	Group of Twenty
GDP	Gross domestic product
GNI	Gross national income
HICP	Harmonised index of consumer prices
HWWI	Hamburgisches Welt-Wirtschafts-Institut

IEA	International Energy Agency
IMF	International Monetary Fund
LEA	Local employment agency
Libor	London interbank offered rate
MFI	Monetary financial institution
NACE	Nomenclature of economic activities of the European Community
NAI	National Accounts Institute
NBB	National Bank of Belgium
NCPI	National consumer price index
NEO	National Employment Office
NOx	Nitrogen oxides
NSSO	National Social Security Office
OECD	Organisation for Economic Cooperation and Development
OIS	Overnight index swap
OLO	Linear bond
ONS	Office for National Statistics (United Kingdom)
OPEC	Organisation of the Petroleum Exporting Countries
PLU	Professional Lenders' Union
Pricaf	Private equity sicaf (private closed-end equity fund)
R&D	Research and development
RIF	Railway Infrastructure Fund
SHLAF	Social Housing Loan Amortisation Fund
SICAF	Société d'investissement à capital fixe (investment fund with fixed capital)
SICAFI	Société d'investissement à capital fixe immobilier (real estate investment fund with fixed capital)
SMP	Securities Markets Programme
SNA	System of National Accounts
SNB	Swiss National Bank
TFP	Total factor productivity
UCI	Undertaking for collective investment
UNCTAD	United Nations Conference on Trade and Development
VAT	Value Added Tax
VDAB	Flemish employment and vocational training agency

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