

Eurostat GNI MNE Group Pilot Exercise

Salle 1, Palais des Nations, Geneva, Switzerland, 16-17 April 2018

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#### An overview

- EU MNE Group Early Warning System
- GNI MNE Group Pilot Exercise
  - Context
  - Aims and purpose
  - Qualitative data
  - Quantitative data
- Any questions?



#### **EU MNE Group Early Warning System**

#### **Purpose**

- Early knowledge of important MNE Group restructuring.
- Agree treatment among countries affected.
- Ensure consistent statistics and coordinated implementation and communication.

#### Information exchange

- Limited to what is necessary for the purpose.
- Information on specific case only shared among Eurostat and affected countries.
- Secure channels for exchange.





#### **GNI MNE Group Pilot Exercise**

#### **Context**



- By the end of the current EU GNI verification cycle in December 2019, a reasonable assurance needs to be established showing that the data are fit for purpose, taking globalisation into account.
  - Two globalisation related recommendations from ECA need to be met.
- Joint BSDG / DMES Task Force endorsed GNI MNE Group Pilot Exercise as well as by the ESSC.
  - All Member States are to participate and exchange information for the Pilot Exercise.
  - Lead country and partner country(ies) identified for each GNI MNE Group.
- Two phases of work this is the first phase, Pilot Exercise.
- Kick-off meeting of the MNE Group Pilot Exercise on 19-20 April 2018.
  - 1<sup>st</sup> day general arrangements for the MNE Group Pilot exercise, rules of engagement, etc.
  - 2<sup>nd</sup> day two Member States have the first start-up meetings for two particular MNE Groups.

#### **GNI MNE Group Pilot Exercise**

#### **Aim**



 Evaluate the recording of a selection of MNE Groups across EU Member States.

#### Coverage

25 MNE Groups selected - 10 for 2018 and 15 for 2019.

#### Working procedure:

- For each MNE Group determine all the countries involved.
  - Involving NA, BoP, business statistics and business registers.
- Country where the EU Decision Centre exists takes the lead:
  - Collects information from all EU partner countries.
  - Undertakes a range of work and developing a picture of the whole MNE
    Group for the EU using published data, register data, business survey based
    data and any other sources relevant such as administrative data.
  - Identifies eventual inconsistencies, if any.

#### **GNI MNE Group Pilot Exercise**

#### **Qualitative data**

- General information on the Global Enterprise Group.
  - To be completed by the Lead Country.
- General Information for each National Enterprise belonging to the Global Enterprise Group.
  - To be completed by the Partner Country(ies).
- Information on the data sources for each National Enterprise.
- Description of current recording of each National Enterprise.

#### **GNI MNE Group Pilot Exercise**

#### Quantitative data - List of GNI MNE Group variables (1)

- Essential economic variables
- As defined in Commission Regulation (EC) No 2700/98 of 17 December 1998:

| SBS / FATS Code | Title                      |
|-----------------|----------------------------|
| 12 11 0         | Turnover                   |
| 12 12 0         | Production Value           |
| 12 15 0         | Value added at factor cost |
| 16 11 0         | Number of persons employed |

#### **GNI MNE Group Pilot Exercise**

#### Quantitative data - List of GNI MNE Group variables (2)

- Desirable economic variables to be completed if available
- As defined in Commission Regulation (EC) No 2700/98 of 17 December 1998:

| SBS / FATS Code | Title  |
|-----------------|--|
| 12 17 0         | Gross operating surplus  |
| 13 11 0         | Total purchases of goods and services  |
| 13 31 0         | Personnel costs  |
| 15 11 0         | Gross investment in tangible goods   |
| 22 11 0         | Total intra-mural R&D expenditure  |
| n/a             | Imports of goods according to Intrastat and Extrastat                            |
| n/a             | Exports of goods according to Intrastat and Extrastat                            |
| n/a             | Imports of services according to International Trade in Services survey          |
| n/a             | Exports of services according to International Trade in Services survey          |
| n/a             | Stock value of intangible assets from company accounts                           |
| n/a             | Investment income flows (credit and debit) from balance of payments (code D4P-F) |





### Any questions?

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