The (Policy) Use of financial accounts data in the Netherlands

Workshop on Financial Accounts, Brussels

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14 November 2022
Characteristics of the Dutch Financial Accounts

- Annual and Quarterly Accounts
- Whom-to-Whom Matrices
- Vertical Consistency (checks) with other NA subsystems
- $4xQ = \text{preliminary Annual Estimate}$
- Annual (benchmark) revision cycle (deviates from general update and (benchmark) revision policy Dutch National Accounts)
- Joint responsibility with Dutch Central Bank
- Used (amongst others) to fulfil ESA Transmission program, Macro economic Imbalance Procedure (MIP) and ECB Monetary Union Financial Accounts data requirements (MUFA)
Subsectors in our (internal) process

- **Non-Financial Corporations (S.11)**
  - New development sub sectoring

- **Financial Corporations (S.12)**
  - Central bank (S.121)
  - Deposit-taking corporations (S.122)
  - Money Market Funds (S.123)
  - Non-MMF investments funds (S.124)
  - Other financial intermediaries, except insurance corporations and pension funds (S.125)
  - Financial auxiliaries (S.126)
  - Captive financial institutions and money lenders (S.127)
  - Insurance corporations (S.128)
  - Pension funds (S.129)

- **General Government (S.13)**
  - Central government (S.1311)
  - Local government (S.1313)
  - Social security funds (S.1314)
  - More detail (11 subsectors) at the start of the compilation process

- **Households (S.14)**
  - Including distributional accounts

- **Non-profit institutions serving households (S.15)**

- **Rest of the World**
  - S.2D: transactions related to foreign direct investment
  - S.2E: transactions related to securities
  - S.2O: other transactions
18.136.007.000.000 euro
The Netherland is a “small” (very) open economy

– Including very substantial financial links to the rest of the world
– Resulting in a net financial worth of 796.272 mln. Euro, which is a result of:
  - 9.558.570 mln. in assets held abroad and
  - 8.793.942 mln. in liabilities
– And significant changes over time...
With an important role for Foreign Direct Investments (FDI)
Inward direct investment position
The US took the leadership position as the largest recipient of
direct investment in 2019 and maintained that position in 2020.
(top 10, SUS billions)

Annual FDI income, in billion EUR
Government debt in the context of the EU Excessive Deficit Procedure
Macro economic Imbalances: Private Sector Debt
Household wealth (distributional data)
2022: High Government Committee on distribution of wealth and policy options
And many more:
FA are a rich source for insights in the economy with increasing potential and policy use
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