

Digital Supply and Use Tables: a useful tool for digital transformation

11th Meeting of the Steering Committee of the Arab Statistics Initiatives (ARABSTAT)

13- 14th November 2024

Amina Khasib

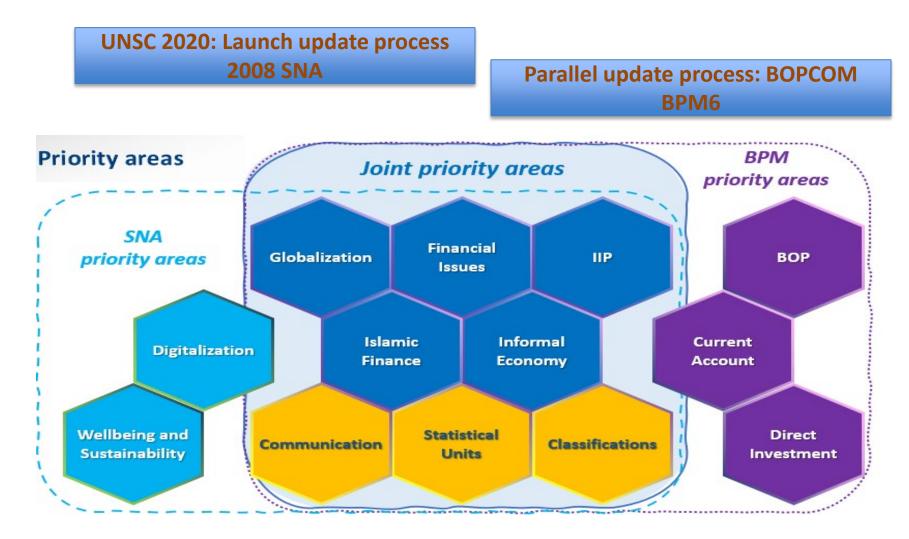
Arab Monetary Fund

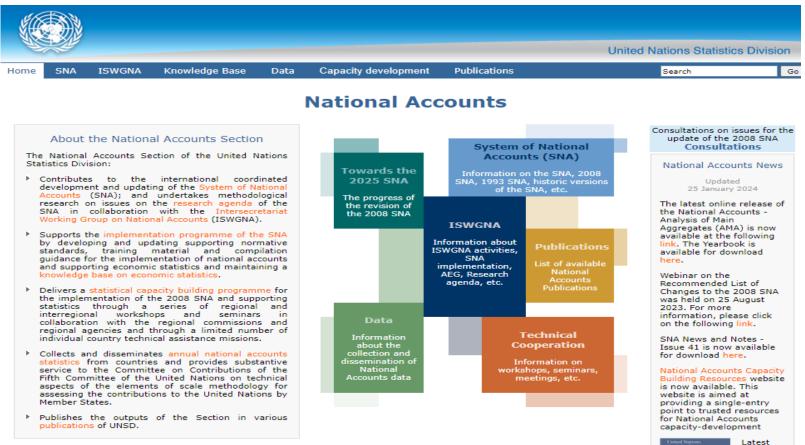
Outline

- **1** International initiatives
- **2** Digital Supply and Use Tables



International initiatives



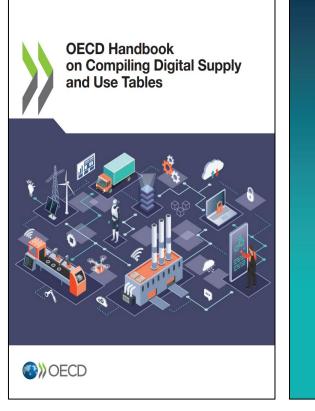




National Accounts Brochure The draft 2025 SNA is available for global consultation. For more information, please click here.

	Glossary of terms and definitions in macro-economic statistics		PDF	
hapte	r Title	Annotated Outline	Draft Chapter	Final Draft Chapte
	A. Introduction and overview			
	Introduction (revised content)			PDF
-	National accounts and measures of well-being and (environmental)	PDF	PDF	PDF
	sustainability (new chapter) Overview of the integrated framework (revised title)			PDF
hapte	r Title	Annotated Outline	Draft Chapter	Final Draft Chapte
	B. The main foundations			
-	(BPM Chapter 3) Flows, stocks and accounting rules (revised title)	PDF	PDF	PDF
	(BPM Chapter 4) Residence, institutional units and sectors (revised title)	PDF	PDF	PDF
i.	Enterprises, establishments and industries			PDF
hapte	r Title	Annotated Outline	Draft Chapter	Final Draft Chapte
	C. Structure of the framework and the sequence of economic a	ccounts		
	Production account			PDF
	Earned income accounts (revised title)			PDF
	Transfer of income accounts (revised title)			PDF
o.	Use of income accounts			PDF
1.	Capital account			PDF
2.	Financial account			PDF
з.	Other changes in assets and liabilities accounts (revised title)			PDF
4.	Balance sheet			PDF
5.	Supply and use tables (revised title)			PDF
б.	Labour (chapter 19 in the 2008 SNA, moved upwards, revised title	PDF	PDF	PDF
.7.	and revised content) Capital services (chapter 20 in the 2008 SNA, moved upwards,	1.01	1.51	PDF
8.	revised title and revised content) Measuring prices, volumes and productivity (revised title and revised			PDF
	content) Summarizing, integrating and balancing the accounts (revised title			PDP
9.	and revised content)			PDF
o.	Elaborating the accounts (moved upwards, revised title and revised content)	PDF	PDF	PDF
1.	(BPM Chapter 20) Communicating and disseminating economic statisticss (new chapter)	PDF	PDF	PDF
hapte	r Title	Annotated Outline	Draft Chapter	Final Draft Chapte
	D. Cross-cutting issues			
2.	(BPM Chapter 16) Digitalisation (new chapter)	PDF	PDF	PDF
з.	(BPM Chapter 15) Globalisation (new chapter)	PDF	PDF	PDF
4.	Insurance and pensions (Parts 1 and 2 of chapter 17 in the 2008 SNA, moved downwards)			PDF
25.	Selected issues on financial instruments (Parts 3, 4 and 6 of chapter 17 in the 2008 SNA, moved downwards)	PDF	PDF	PDF
	(BPM Chapter 17) Islamic finance (new chapter)	PDF	PDF	PDF
7.	Contracts, leases, licenses and permits (Part 5 of chapter 17 in the			PDF





OECD GOING DIGITAL TOOLKIT MEASUREMENT NOTE

Digital supply-use tables: A step toward making digital transformation more visible in economic statistics







Digital Supply and Use Tables

Conventional SUT is a good starting point for the Digital SUT

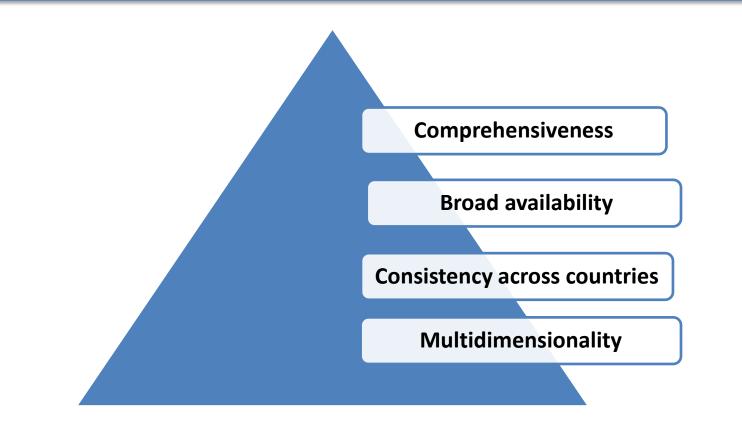
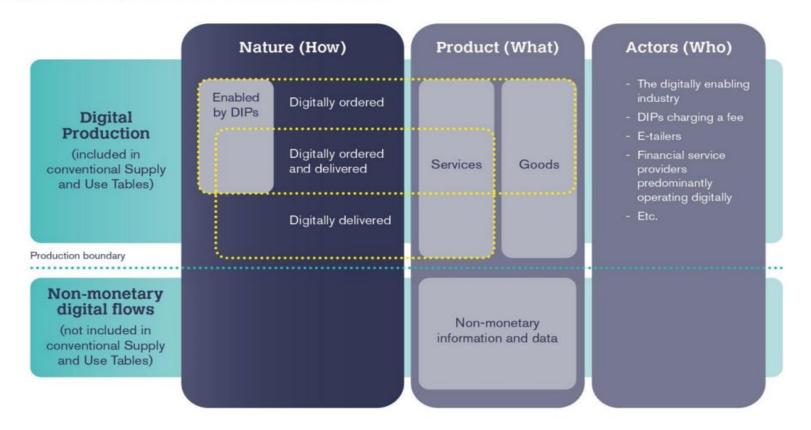


Figure 2.1. Proposed framework of Digital SUTs



- 1. DIPs = Digital Intermediation Platforms.
- 2. There are currently seven new digital industries; the last column in Figure 2.1. shows examples. The full list is provided later in the chapter. Source: (IMF, OECD, UNCTAD, WTO, 2023_[13]) adapted.

Dimensions of Digital SUTs Framework

Dimension 1:

The Nature of the transaction (the "how")

- Digitally ordered or Non-Digitally ordered
 Digitally ordered *directly from the counterparty* Digitally ordered via a *digital intermediary platform*
- Digitally delivered

Template:

	Column	А	В	С	D	E	F			
	Transaction perspective		Nominal values							
Row	Supply Table	Total Output	Of which, digitally delivered	Imports	Of which, digitally delivered	Total Supply	Of which, digitally delivered			
1	Total Products									
2	Total Products - Digitally ordered									
3	Direct from a counterparty									
4	Via a digital intermediation platform									
5	Via a resident digital intermediation platform									
6	Via a non-resident digital intermediation platform									
7	Not Digitally ordered									

Source: Annex Figure 6.A.1. OECD Handbook on Digital SUTs (OECD, 2023)

Dimension 2:

Digital products (the "what")

In conventional SUTs, digital products may be recorded in many product rows that include non- digital products

In digital SUTs, digital products shown separately:

- Information and Communication Technology (ICT) goods
- Digital services

In Addition:

- Cloud computing services (CCS)
- Digital intermediation services (DIS)

Template

	Column	А	В	С		
	Product perspective	Nominal values				
Row	Supply Table	Total Output	Imports	Total Supply		
1	Total Products					
2	Total Digital Products					
3	ICT goods					
4	Digital Services (except CCS and DIS)					
5	Cloud Computing Services (CCS)					
6	Digital Intermediation Services (DIS)					
7	Total Non - Digital Prodcuts					

Source: Annex Figure 6.A.7. OECD Handbook on Digital SUTs (OECD, 2023)

Dimension 3:

Digital Industries (the "who")

Additional columns in the digital SUTs to introduce the Digital Industries:

- 1. The digitally enabling industry (e.g., Samsung)
- 2. DIPs charging a fee (e.g., Amazon; Uber)
- 3. Data- and advertising-driven digital platforms (e.g., Google, Instagram)
- 4. Producers' dependent on DIPs
- 5. E-tailers
- 6. Financial service providers predominantly operating digitally
- 7. Other producers only operating digitally (e.g., Netflix, YouTube)

Template

	Column	А	В	С	D	E		
		Nominal values						
Row	Industry perspective	Output	Gross Value Added	Compensation of employees	Gross operating Surplus	Taxes less subsidies on production and imports		
1	All industries							
2	Non-digital Industries							
3	Digitally enabling industries							
4	DIPs charging a fee							
5	Data and advertising driven digital platforms							
6	Producers dependent on DIPs							
7	E-tailers							
8	Financial service providers predominantly operating digitally							
9	Other producers only operating digitally							

Source: Annex Figure 6.11 OECD Handbook on Digital SUTs (OECD, 2023)

High priority Indicators



- 1. Expenditure split by nature of the transaction.
- 2. Output and/or Intermediate consumption of Digital Intermediation Services (DIS), Cloud Computing Services (CCS) and total information and Communication Technology (ICT) goods and digital services.
- 3. Digital industries' output, gross value added (GVA) and its components.

Countries experiences

Canada: Digital <u>industries</u> gross domestic product

	2017	2018	2019	2020
	millions of	millions of	millions of	millions of
	dollars	dollars	dollars	dollars
Total, all industries	1,991,534	2,083,379	2,161,924	2,076,634
Total digital industries	104,356	110,633	122,018	122,628
Information and communications technology				
Hardware	6,536	6,913	7,454	6,575
Software	41,891	46,067	52,840	54,565
Telecommunications	36,166	36,399	38,133	38,526
Other services	9,912	9,981	10,151	9,966
Digital intermediary platforms	1,762	2,446	3,025	2,504
Data- and advertising-driven digital platforms	1,024	1,106	1,326	434
Online retailers and wholesalers	3,793	4,017	4,611	5,699
Digital-only firms providing finance and insurance services	2,204	2,476	2,947	2,944
Other producers only operating digitally	1,069	1,229	1,530	1,415

Canada: Digital industries jobs

	2017	2018	2019	2020
	thousands of	thousands of	thousands of	thousands of
	jobs	jobs	jobs	jobs
Total, all industries	18,757	19,098	19,506	17,559
Total digital industries	757	817	879	872
Information and communications technology				
Hardware	54	57	56	51
Software	344	373	409	422
Telecommunications	125	128	128	121
Other services	81	81	84	81
Digital intermediary platforms	69	86	93	75
Data- and advertising-driven digital platforms	17	17	20	7
Online retailers and wholesalers	51	54	61	68
Digital-only firms providing finance and insurance services	18	19	22	22
Other producers only operating digitally	13	16	18	16

Canada: Digital supply table, product totals, 2020

	Output, all digital industries	Output, all digital industries, digitally delivered	Total output	Total output, industries, digitally delivered	Total imports	Imports, digitally delivered	Taxes on products	Total supply at purchasers' prices	Total supply at purchasers' prices, digitally delivered
	millions of dollars	millions of dollars	millions of dollars	millions of dollars	millions of dollars	millions of dollars	millions of dollars	millions of dollars	millions of dollars
Total	210,554	79,786	3,881,838	102,081	688,546	19,993	156,741	4,727,125	127,401
Digitally ordered	53,139	24,831	290,956	42,178	61,565	12,909	8,827	361,349	55,366
Direct from a counterparty	38,811	24,081	224,513	41,429	25,713	12,266	1,379	251,605	53,861
Via a resident digital intermediary	1,413	749	1,413	749	0	0	0	1,413	749
Via a non- resident digital intermediary	2,077	0	2,077	0	793	643	48	2,919	674
Via a resident retailer or wholesaler	10,838	0	62,953	0	35,059	0	7,400	105,413	82
Not digitally ordered	157,415	54,955	3,590,881	59,903	626,981	7,084	147,914	4,365,776	72,035

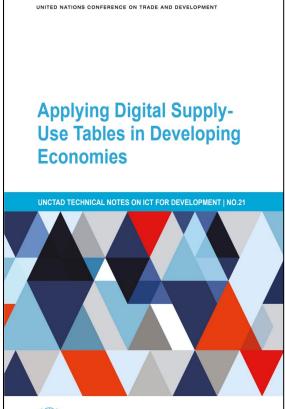
Source(s): Digital supply and use tables, 2020, and special tabulations.

Netherland: Output and Gross Value Added of digital industries, Netherlands, 2018

	Output (million euros)	GVA (million euros)	Share of output (%)	Share of GVA (%)
All industries	1,514.5	692.6	100	100
Total digital industries	137.4	55.3	9	8
Digitally enabling industries	95.4	36.4	69	66
DIPs	16.3	5.4	12	10
Firms dependent on DIPs	1.0	0.7	1	1
E-tailers (retail)	3.4	1.7	2	3
E-tailers (wholesale)	20.7	10.8	15	20
Digital-only firms providing finance and insurance services	0.7	0.4	0	1
Other producers only operating digitally	n/a	n/a		

Source: (Statistics Netherlands, 2021[43]).

Sengal: Supply table, Senegal, 2018





UNCTAD- Manual Page 29



Contribution of Digital Economy to GDP (14.0%)

In 2022, the digital economy contributed to Saudi Arabia's GDP by (14.0%). This is according to the results of the Digital Economy Survey carried out by the General Authority for Statistics for the first time in 2023, which is in line with the recommendations of the organization for Economic Cooperation and Development (DECD) and the United Nations Conference on Trade and Development (UNCTAD).

Percentage of establishments purchasing cloud computing services (48.0%)

The percentage of establishments that purchased cloud computing services reached (48.0%) of the total establishments. These services include many cloud computing services, most notably postal services, security software application services, file storage services and database hosting. Information and communication activities establishments account for the largest percentage of establishments that have purchased cloud computing services (68.3%), followed by education activities establishments (66.9%), and professional, scientific, and technical activities establishments (59.5%).

Percentage of establishments offering services through electronic applications (20.3%)

The percentage of establishments that offered services through electronic applications reached (20.3%), with education activities establishments having the highest percentage offering their services through their own electronic applications or through other applications (44.5%), followed directly by the activities of accommodation and food services (39.9%), then establishments of arts and entertainment activities (31.9%).

Percentage of establishments receiving their purchases electronically (18.5%)

The percentage of establishments that received their purchases electronically reached (18.5%), out of the total establishments that ordered or purchased goods and services through the Internet. Information and communication establishments are at the forefront of establishments that received their purchases electronically (40.1%), followed directly by professional, scientific, and technical activities establishments and financial and insurance activities establishments with equal percentages (35.7%).

Percentage of establishments using internet-related devices or systems (60.1%)

The percentage of establishments that used devices or systems connected to the Internet reached (60.1%) of total establishments. The most prominent of these devices and systems are smart alarm systems, smart meters, lamps, and smart surveillance cameras. The establishments of health and social work activities were the most commonly using establishments by (67.4%), followed by establishments of financial and insurance activities and establishments of education activities with equal percentages of (65.2%).

Figure 1. Percentage of establishments that purchased cloud computing services according to economic activities for the year 2022.



igure2. Percentage of establishments receiving their purchases electronically out of the total establishments ordering or purchasing goods and services through intermet according to economic activities 2022.



Table1. Key indicators of digital economy statistics 2022

Indicator	%
Contribution of digital economy to GDP	14.0%
Percentage of establishments that purchasing cloud computing services	48.0%
Percentage of establishments that offering services through electronic applications	20.3%
Percentage of establishments receiving their purchases electronically out of the total establishments that ordered or purchased goods and services through the Internet	18.5%
Percentage of establishments using devices or systems connected to the Internet	60.1%

Reference Metadata

The General Authority for Statistics conducts all its statistical work according to a unified methodology that aligns with the nature of each statistical product. This is based on the Statistical Business Process Procedures Manual, which is compatible with the work procedures adopted by international organizations. Specifically, international standards proposed by the Manual for the Production of Statistics on the Digital Economy. issued by the United Nations Conference on Trade and Development (UNCTAD) in 2020, have been followed to ensure the comparability of indicators internationally. Additionally. reference has been made to the Roadmap toward a Common Framework for Measuring the Digital Economy - Report for the Economic Co-operation and Development (DECD). More details can be found through the links below:

Reference: Metadata - Tables

Saudi Arabia: Digital Economy Statistics

.E-mail:info@stats.gov.sa

Saudi Arabia: Digital Economy Statistics

General Authority for St Digital Economy Statis	
	Digital Economy Statistics 2022
Table number	Description
1	Contribution of digital economy to GDP
2	Percentage of establishments offering services through electronic applications by economic activities
3	Percentage of establishments using systems or devices connected to the Internet by economic activities
4	Percentage of establishments purchasing cloud computing services by economic activities
5	Percentage of establishments delivering their sales electronically out of total establishments receiving purchase orders through Internet by economic activities
6	Percentage of establishments receiving their purchases electronically out of total establishments ordering or purchasing goods and services through Internet by economic activities
7	Percentage of establishments tracking goods and services through Internet by economic activities
8	Percentage of establishments having account on social media platforms by economic activities
9	Percentage of establishments advertising their products through social media platforms by economic activities
10	Percentage of establishments providing online support for after-sale services through their website by economic activities

Comments and Recommendations

- Digital SUT and the suggested Templates could be a good starting points for comparability.
- The available international manuals have the necessary background and guidance to move forward.
- Business ICT usage survey can be a key source for the information needed for the disaggregation of the conventional SUT and National Accounts.
- Not necessary to complete the full Digital SUTs matrix, but rather there are indicators and aggregates from the conventional production of the GDP could be applied at this stage.
- Any attempts from the countries must be assessed and also encouraged, in addition to that estimates at the transactional/ industry/ product could be started.
- Technical missions and assistance should be provided.

References

• OECD HANDBOOK ON COMPILING DIGITAL SUPPLY AND USE TABLES, OECD 2023

OECD Handbook on Compiling Digital Supply and Use Tables | OECD

• Handbook on Measuring Digital Trade, Second Edition, OECD Publishing, Paris/International Monetary Fund/UNCTAD, Geneva 10/WTO, Geneva,

https://doi.org/10.1787/ac99e6d3-en.

- Digital supply-use tables: A step toward making digital transformation more visible in economic statistics
 <u>https://goingdigital.oecd.org/data/notes/No8_ToolkitNote_DigitalSUTs.pdf</u>
- Applying Digital Supply Use Tables in Developing Economies

Applying digital supply-use tables in developing economies | UNCTAD



Thanks for your Attention

صندوق النقد العربي ARAB MONETARY FUND

Amina Khasib- Senior Statistician at Arab Monetary Fund

