

National Accounts for Fiscal 2007 –including retroactive revision from 1980 to 1995– Notice of Usage

1. The current National Accounts are compiled on the basis of the System of National Accounts 1993 (1993 SNA) – the international standards recommended by the United Nations in 1993.
2. In the compilation of National Accounts for the most recent year, figures for the previous year are revised to reflect source data that have become available after the estimation for the previous year. For the National Accounts for Fiscal 2007, figures for 2006 and 2007 were estimated as usual, using the available source data.
3. After the releasing of National Accounts for Fiscal 2007 as an annual report, figures of National Accounts from 1980 to 1995 were revised reflecting the retroactive revision.

As a result, it has become available to use of a consistent data from 1980 to 2007.

Furthermore, some figures in ex-released results were also revised as stated below.

- (1) Annual Flow Series from fiscal 1996 to 1998 (of which expenditure series from 1994 to 1998) were revised (this is due to the improving for some items of estimation methods).
- (2) All figures of Annual Stock Series from fiscal 1996 to 2007 were revised.

4. The revision of the estimation methods (National Accounts for Fiscal 2007)

In National Accounts for Fiscal 2007, some of estimation methods were changed to reflect available basic statistics as stated below.

- (1) Adjustment of the resale of manufactures' shipment

Shipments of Census of Manufactures for 2006 used as basic statistic of manufactures' shipment include resale. Therefore National Accounts for Fiscal 2007 is adjusted in imitation of Census of Manufactures.

- (2) Change by the privatization of Japan Post

- ① Classification of each organizational sectors after the privatization of postal services

Japan Post was disbanded on October 2007, and reformed by the privatization.

Previous organization		New organization	
Japan Post	Central Government	Japan Post Japan Post Service Japan Post Network	Public Corporations (Non-Financial)
Japan Post (Postal Service)	Public Corporations (Non-Financial)	Japan Post Bank Japan Post Insurance Management Organization for Postal Savings and Postal Life Insurance	Public Corporations (Financial)
Japan Post (Postal Saving and Postal Life Insurance Services)	Public Corporations (Financial)		

② Change of the classification of Postal Savings Services and Postal Life Insurance Services

As mentioned above ①, due to the privatization and separation of Postal Savings Services and Postal Life Insurance Services of Japan Post, classification categories in Financial Account were changed as follows.

The sector “Postal Saving” was eliminated in 2007. The Figures of Japan Post Bank was recorded in the sector “Government Financial Institutions etc”. In addition, the sectors “Postal Life Insurance” and “Public Insurance and Pension Funds”, the items of Insurance and Pension Funds were eliminated in 2007.

(3) Classification of Special Purpose Entity for the securitization of the Fiscal Investment and Loan Program (FILP) Loan

The securitization of the FILP Loan utilizing the structure of Special Purpose Entity (SPE) was implemented as part of the reform of government assets and liabilities from fiscal 2007. This SPE is classifies Public Financial Corporation as an ancillary unit of the Fiscal Loan Fund Special Account.

5. Revision of estimation methods (the retroactive revision from 1980 to 1995)

Some estimation methods were changed in the retroactive estimation from 1980 to 1995 by reflecting available basic statistics and changing the benchmark year form 1995 to 2000.

- substantiation by chain volume measure
- revision of the estimation methods of imputed service of owner-occupied dwellings (regard of differences of owner-occupied dwellings and rented dwellings such as predicable and environmental factor)
- estimation method of consumption of fixed capital in social capital (valuation at the market price)
- special premium in health insurance managed by government (revision that the share of government contribution included in social contributions)
- adjusted premium in society managed health insurance (accounting for social security contributions)
- revision of the estimation method of outputs of government insurance (such as property investment net profits)