BPM7: Main Features and Outline

MARCH 26-27, 2024

IMF Statistics Department – UNESCAP
SNA / BPM Joint Virtual Outreach Seminar
**BPM7 Main Features**

- **Follows the standard revision cycle** (~15 years between editions)
- **Updates in full coordination with the SNA update**
- **Increases collaboration with other statistical domains**, including common glossary
- **Provides extensive outreach and global consultations**
- **Used early implementation simulations** to test some proposals before agreeing them
- **Includes** guidance on the statistical treatment of **emerging phenomena**, e.g., globalization and digitalization
- **Handles** other changes to address new developments, e.g., related to globalization and digitalization, **mostly through supplementary presentations**.
- **Puts the integrated framework** at the center of the Manual
- **Anticipates future developments**, e.g., the use of invoice values for goods and reinvestment of earnings for portfolio investment in **BPM8**
**BPM7 Outline - Chapters**

**BPM6 Table of Contents = 14 Chapters**

- **Chapter 1.** Introduction
- **Chapter 2.** Overview of the Framework
- **Chapter 3.** Accounting Principles
- **Chapter 4.** Economic Territory, Units, Institutional Sectors, and Residence
- **Chapter 5.** Classifications of Financial Assets and Liabilities
- **Chapter 6.** Functional Categories
- **Chapter 7.** International Investment Position
- **Chapter 8.** Financial Account
- **Chapter 9.** Other Changes in Financial Assets and Liabilities Account
- **Chapter 10.** Goods and Services Account
- **Chapter 11.** Primary Income Account
- **Chapter 12.** Secondary Income Account
- **Chapter 13.** Capital Account
- **Chapter 14.** Selected Issues in Balance of Payments and International Investment Position Analysis

**BPM7 Table of Contents = 20 Chapters**

- Update chapter titles
- Separate chapters
- Rename chapter titles
- Include new chapters (15-18, and 20)
Chapters in *BPM7* (I)

- Chapter 1. Introduction
- Chapter 2. Overview of the Integrated Framework
- Chapter 3. Flows, Stocks, and Accounting Rules (*joint BPM/SNA chapter*)
- Chapter 4. Residence, Institutional Units, and Sectors (*joint BPM/SNA chapter*)
- Chapter 5. Classifications of Financial Assets and Liabilities
- Chapter 6. Functional Categories in International Accounts
- Chapter 7. Balance Sheet: The International Investment Position
- Chapter 8. Financial Account
- Chapter 9. Other Changes in Financial Assets and Liabilities Account
- Chapter 10. Goods Account (*separated from services in BPM7*)
Chapters in *BPM7 (II)*

- Chapter 11. Services Account *(separated from goods in BPM7)*
- Chapter 12. Earned Income Account *(instead of primary income account)*
- Chapter 13. Transfer Income Account *(instead of secondary income account)*
- Chapter 14. Capital Account
- Chapter 15. Globalization *(new joint BPM/SNA chapter)*
- Chapter 16. Digitalization *(new joint BPM/SNA chapter)*
- Chapter 17. Islamic Finance *(new joint BPM/SNA chapter)*
- Chapter 18. Informal Activities *(new joint BPM/SNA chapter)*
- Chapter 19. Selected Issues in BOP/IIP Analysis
- Chapter 20. Communicating the Accounts *(new joint BPM/SNA chapter)*
**BPM7 Outline - Annexes**

**BPM6 Table of Contents = 9 Annexes**

- Appendix 1. Exceptional Financing Transactions
- Appendix 2. Debt Reorganization and Related Transactions
- Appendix 3. Regional Arrangements: Currency Unions, Economic Unions, and Other Regional Statements
- Appendix 4. Statistics on the Activities of Multinational Enterprises
- Appendix 5. Remittances
- Appendix 6. Topical summaries (6a Direct Investment, 6b Financial Lease, and 6c Pension Schemes and Standardized Guarantees)
- Appendix 7. Relationship of the SNA Accounts for the Rest of the World to the International Accounts
- Appendix 8. Changes from BPM5
- Appendix 9. Standard Components and Selected Other Items

**BPM7 Table of Contents = 14 Annexes**

- Update chapter titles
- Separate chapters
- Removed chapter
- Moved from “annex/section” of chapters to be annexes themselves (separated annexes 6, 8 and 11)
- Include new annexes (new annexes 5, 7, 10, and 11)
- Very Important Annex
Annexes in *BPM7* (I)

- Annex 1. Exceptional Financing Transactions
- Annex 2. Debt Reorganization and Related Transactions
- Annex 3. Regional Arrangements
- Annex 4. Remittances
- Annex 5. Selected Issues on Cross-Border Trade (new annex)
- Annex 6. Selected Issues on Direct Investment (separated previously *BPM6* Appendix 6a and expanded)
- Annex 7. Selected Financial Issues (new annex on financial derivatives and reverse transactions)
Annexes in *BPM7* (II)

- Annex 8. Insurance and Pensions *(separated previously BPM6 Appendix 6c)*
- Annex 9. Positions and Transactions with the IMF *(separated annex, previously in BPM6 Chapter 7, as an annex)*
- Annex 10. Sustainable Finance in External Sector Statistics *(new annex)*
- Annex 11. Data by Partner Economy *(separated annex, previously in BPM6 Chapter 4, as section F. 2)*
- Annex 12. Links between International Standards for Macroeconomic Statistics *(expanded to include linkages beyond the national accounts)*
- Annex 13. Changes from BPM6
- Annex 14. Standard Components and Selected Other Items
THANK YOU FOR YOUR ATTENTION!