



**Palestinian Central Bureau of Statistics  
(PCBS)**

**FINANCIAL SERVICES AND  
STATISTICAL BUSINESS  
REGISTERS**

**ESCWA**

**Turkey, 2015**

# OVERVIEW

- Cooperation with data users and producers, as same as the partners.
- Signed (MOUs) with partners, especially (PMA and MOF)
- Since 2006, Advisory Committee for Economic Statistics (ACES) had been established to assist the economic statistics
- National Accounts in Palestine includes (production, income, and capital accounts) but not financial accounts (neither flows nor stocks)



# OVERVIEW

- GDP is prepared by (production and expenditure approach) but not by income approach
- PCBS prepared (SUT) 2 times to fill the data gaps, the last exercise was in 2004
- Transforming process (BPM5-6, SNA93-2008, ISIC3-4)



# FINANCIAL SERVICES

## Current Situation:

- Data are published based on ISIC-4 of economic activities.
- PCBS conduct Finance and Insurance Survey 1996-2014 covering the financial sector
- Scope of services includes:
  1. Monetary Authority
  2. banks (commercial and Islamic)
  3. Money Lenders (credit enterprises)
  4. Money Changers (1996, 2013)
  5. Insurance activities
  6. Stock Market
  7. *Pension Funds*
  8. *Captive Institutions*



# FINANCIAL SERVICES

## Current Situation:

- Improve Financial and Insurance survey (Questionnaire and Methodology) to meet SNA-2008 recommendations, mainly:
  1. Coverage; the Pension Funds and Captive Companies. (ESCWA-TA mission, Jordan 2015)
  2. Improve the Methodology of Calculation, (ESCWA-TA mission, Jordan 2015); dividends and income (intermediate consumption to
  3. Improve the Questionnaire, (IMF-TA mission, Ramallah 2013); assets in market value



## FINANCIAL SUBSECTORS, AND PRODUCTION CALCULATE PER SUBSECTOR

- Main source is; Financial and Insurance Survey, covers all Financial Subsectors.
- Administrative Records (Financial and Insurance Survey- Web Application Questionnaire) in cooperation with (Palestine Monetary Authority), covers data on; commercial banks, Islamic banks, official money changers and money lenders.
- The same cooperation will be done with (Palestine Capital Market Authority) to cover data on; Insurance companies, Pension funds, Stock market brokers, and Captive institutions)



# FINANCIAL SUBSECTORS, AND PRODUCTION CALCULATE PER SUBSECTOR

Financial subsectors	Production Calculation	Consistency with SNA 2008	Challenges
<b>Palestine Monetary Authority;</b>	FISIM + commissions receivable (payable) + profit exchange	FISIM is not consistent with SNA 2008	Estimate the non-market services provided by PMA
<b>Deposit-Taking Corporations;</b> (commercial banks, <i>Islamic banks</i> and specialized credit enterprises)	FISIM + commissions receivable (payable) + profit exchange	FISIM is not consistent with SNA 2008	Calculate FISIM based on (reference exchange rates)
<b>Money Changers;</b> the survey included money changers activity in 2013 for the second time since 1997.	commissions received + profit exchange.	Consistent with SNA 2008	

# FINANCIAL SUBSECTORS, AND PRODUCTION CALCULATE PER SUBSECTOR

Financial subsectors	Production Calculation	Consistency with SNA 2008	Challenges
<b>Stock Market Brokers;</b> (Palestine Exchange securities, and brokers)	income property arrested + commissions received (creditor).	Consistent with SNA 2008	
<b>Insurance corporations;</b> (Life and non-life insurance corporations)	<p><b>life insurance</b> = premiums earned - claims due + net income from the investment of insurance technical reserves - changes in technical reserves for life insurance - gains (losses) on acquisition of distributed policyholders.</p> <p><b>Non-life insurance</b> = premiums earned - claims due + net income from the investment of insurance technical reserves.</p>	Consistent with SNA 2008	



# FINANCIAL SUBSECTORS, AND PRODUCTION CALCULATE PER SUBSECTOR

Financial subsectors	Production Calculation	Consistency with SNA 2008	Challenges
<b>Pension Funds;</b> government pension funds only	Not covered in financial and insurance survey.	Not consistent with SNA 2008	Cover (government pension fund activities)
<b>Captive Financial Institutions</b>	Not covered in financial and insurance survey.	Not consistent with SNA 2008, since Captive Financial Institutions are not covered.	Cover (Captive Financial Institutions)



# FINANCIAL ACCOUNT

## **Definition:**

- ❖ the Financial Account statistics includes the Assets and Liabilities (stocks and flows) in the economy
- ❖ It measures the Assets and Liabilities for (all Financial Items) for all sectors
- ❖ It measures the details of Assets and Liabilities among all sectors of the economy, and with non residents (Rest of the world Account)



# FINANCIAL ACCOUNT

## Current Situation:

- ❖ Financial Account is **not compiled** for local activities in Palestine
- ❖ It is compiled for (Rest of the World Account) through matching with Balance of payments and international investment position data
- ❖ PCBS is in the process of compilation, its planned to be prepared by the end of 2016



# FINANCIAL ACCOUNT STRUCTURE

stocks	<b>Assets</b>						
	<b>Financial Corporation</b>	<b>Nonfinancial Corporation</b>	<b>General Government</b>	<b>Households</b>	<b>NPISHs</b>	<b>Total</b>	<b>Rest of the World</b>
<b>Nonfinancial assets</b>							
<b>Financial assets</b>							
	<b>Liabilities</b>						
	<b>Financial Corporation</b>	<b>Nonfinancial Corporation</b>	<b>General Government</b>	<b>Households</b>	<b>NPISHs</b>	<b>Total</b>	<b>Rest of the World</b>
<b>Financial liabilities</b>							



# FINANCIAL ACCOUNT ITEMS - AVAILABILITY

Items	Availability- Short Run	Availability- Long Run	Data Sources
<b>Monetary Gold and SDRs</b>	Available, Cooperation with PMA		PMA
<b>Currency and Deposits</b>	Available, MOU with PMA		PMA FIS BOP- Annex
<b>Debt Securities</b>	Available for the Rest of World account, And for Financial Sector	Improve the economic series, and households surveys. To cover non financial sectors	PMA, PCMA, PCBS.

# FINANCIAL ACCOUNT ITEMS - AVAILABILITY

Items	Availability-Short Run	Availability-Long Run	Data Sources
<b>Loans</b>	Available for the Rest of World account, And for Financial Sector	Improve the economic series, and households surveys. To cover non financial sectors	PMA, PCMA, PCBS.
<b>Equity and Investment Fund Shares</b>	Available for the Rest of World account, And for Financial Sector	Improve the economic series, and households surveys. To cover non financial sectors	PMA, PCMA, PCBS, MOF.



# FINANCIAL ACCOUNT ITEMS - AVAILABILITY

Items	Availability-Short Run	Availability-Long Run	Data Sources
<b>Insurance, Pension and Standardized Guarantee Schemes</b>	Available for the Rest of World account, And for Financial Sector insurance data.	Improve the economic series, and households surveys. To cover non financial sectors	PMA, PCMA, PCBS, MOF.
<b>Financial Derivatives and Employee Stock Options</b>	Not available in Palestinian economy		PMA, PCMA



# FUTURE PLAN

- Calculated FISIM based on the average exchange rates of the currencies (2016)
- Included Captive Financial institutions and Pension Funds in financial and insurance survey (2016).
- Compile the Financial Account for all sectors. (2017).
- MOU with PMCA. (2016)
- Improve the Economic series questionnaire. (2017)
- Improve the household survey.(2017)







# Thank You

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