

Appendix 1

TECHNICAL NOTES ²

Definitions:

Balance of Payments	A statistical statement that summarises transactions between residents and non-residents during a period.
Resident	Institutional unit is resident in an economic territory when there exists, within the economic territory, some location, dwelling, place of production, or other premises on which or from which the unit engages and intends to continue engaging, either indefinitely or over a finite but long period of time, in economic activities and transactions on a significant scale.
Current account	Shows flow of goods, services, primary income and secondary income between residents and non-residents.
Goods	Are physical, produced items over which ownership rights can be established and whose economic ownership can be passed from one institutional unit to another by engaging in transactions.
Services	Are the results of a production activity that changes the conditions of the consuming units, or facilitates the exchange of products or financial assets. Services are not generally separate items over which ownership rights can be established and cannot generally be separated from their production.
Primary Income	Represents the return that accrues to institutional units for their contribution to the production process or for the provision of financial assets and renting natural resources to other institutional units.
Transfer	Is an entry that corresponds to the provision of a good, service, financial asset, or other nonproduced asset by an institutional unit to another institutional unit when there is no corresponding return of an item of economic value.
Capital transfers	Transfers in which the ownership of an asset (other than cash or inventories) changes from one party to another; or that obliges one or both parties to acquire or dispose of an asset (other than cash or inventories); or where a liability is forgiven by the creditor. Cash transfers involving disposals of noncash assets (other than inventories) or acquisition of noncash assets (other than inventories) are also capital transfers. A capital transfer results in a commensurate change in the stocks of assets of one or both parties to the transaction without affecting the savings of either party.
Current transfers	Consists of all transfers that are not capital transfers.
Secondary Income	Shows current transfers between residents and non-residents.
Capital account	Shows (a) capital transfers receivable and payable between residents and non-residents and (b) the acquisition and disposal of nonproduced, nonfinancial assets between residents and non-residents.
Financial account	Records transactions that involve financial assets and liabilities that take place between residents and non-residents.
Direct Investment	Category of cross-border investment associated with a resident in one economy having control or a significant degree of influence on the management of an enterprise that is resident in another economy.
Portfolio Investment	Cross-border transactions and positions involving debt or equity securities, other than those included in direct investment or reserve assets.
Other Investment	Include positions and transactions other than those included in direct investment, portfolio investment, financial derivatives and employee stock options, and reserve assets.
Reserve Assets	Are external assets that are readily available to and controlled by monetary authorities for meeting balance of payments financing needs, for intervention in exchange markets to affect the currency exchange rate, and for other related purposes (such as maintaining confidence in the currency and the economy, and serving as a basis for foreign borrowing).
Net errors and omissions	Are imbalances that result in practice from imperfections in source data and compilation. This item is intended as an offset to the overstatement or understatement of the recorded components.
<i>p</i>	<i>Provisional</i>
<i>r</i>	<i>Revised</i>
<i>m</i>	<i>Million</i>
<i>2</i>	<i>Reference to International Monetary Fund's sixth edition of the Balance of Payments Manual</i>
<i>n.a</i>	<i>Not available</i>