## Part 1

## Features of

Asian International Input-Output Table

## I . GENERAL OUTLINE

The 2000 Asian International Input-Output Table is designed to depict the industrial network extended over the ten countries, namely, China, Indonesia, Korea, Malaysia, Taiwan, the Philippines, Singapore, Thailand, Japan and the United States of America, and gives a minute picture of input composition and output destribution of each domestic industry vis-à-vis home as well as foreign countries' industries.

On the assumption of stable (or linear) technical correlation between input and output, the table also serves as an effective analytical tool for the study of economic repercussion and forward and backward linkages among the countries of concern. Since the Asian International Input-Output Table was already made available for the years of 1985 and 1990, and partly available even for the year of 1975 (China and Taiwan excluded), the 2000 table is expected to contribute to the studies on the technological changes that took place among these countries for decades.

## II. SCHEMATIC IMAGE OF ASIAN INTERNATIONAL INPUT-OUTPUT TABLE

The whole picture of the 2000 Asian International Input-Output Table is given in Figure 1. As seen column-wise, each cell in the table shows the input composition of the industries of respective country. $\mathbf{A}^{\text {II }}$, for example, shows the input compositions of Indonesian industries vis-à-vis domestically produced goods and services. $\mathbf{A}^{\mathrm{MI}}$, on the other hand, shows input composition of Indonesian industries for the imported goods and services from Malaysia. The cells $\mathbf{A}^{\mathrm{PI}}, \mathbf{A}^{\mathrm{SI}}, \mathbf{A}^{\mathrm{TI}}, \mathbf{A}^{\mathrm{CI}}, \mathbf{A}^{\mathrm{NI}}, \mathbf{A}^{\mathrm{KI}}, \mathbf{A}^{\mathrm{JI}}$ and $\mathbf{A}^{\mathrm{UI}}$ allow the same interpretation for the imports from other countries.

The transaction values thus tabulated are all given at producers' prices of the countries of origin. International freight and insurance paid by Indonesian industries for these imported transactions are all recorded in the row vector $\mathbf{B} \mathbf{A}^{\mathrm{I}} . \mathbf{A}^{\mathrm{HI} .} \mathbf{A}^{\mathrm{OI}}$ and $\mathbf{A}^{\mathrm{WI}}$ are input compositions of Indonesian industries vis-à-vis imported goods and services from Hong Kong, from EU and from the Rest of the World, presented in CIF value. Import duties and import commodity taxes levied on all Indonesian imports are recorded in the row vector $\mathbf{D A}{ }^{\text {I }}$.

The value added items of Indonesian industries are shown in $\mathbf{V}^{\mathrm{I}}$. The bottom of the column gives $\mathbf{X}^{\mathrm{I}}$, the gross inputs of Indonesian industries.

Turning to the $11^{\text {th }}$ column from the left side of the table, it shows the compositions of goods and services that have gone to final demand sectors of Indonesia. $\mathbf{F}^{\mathrm{II}}$ and $\mathbf{F}^{\mathrm{MI}}$, for example, maps the inflow into Indonesian final demand sectors, of goods and services domestically produced and of those imported from Malaysia, respectively. The rest of the column is read in the same manner as is done for the $1^{\text {st }}$ column of the table.

Seen in rowwise direction, the table shows the output distributions of the commodities produced by domestic industries, to Malaysian industries, to the Philippines industries, and so on. $\mathbf{F}^{\mathrm{II}}$ is the distribution of Indonesian goods and services to final demand sectors of Indonesia, and $\mathbf{F}^{\mathrm{IM}}$ is to the final demand sectors of Malaysia, and so on.
$\mathbf{L}^{\text {IH }}, \mathbf{L}^{\text {IO }}$ and $\mathbf{L}^{\text {IW }}$ are Indonesia's export to Hong Kong, to EU and to the Rest of the World. $\mathbf{Q}^{\mathrm{I}}$ is the statistical discrepancies and $\mathbf{X}^{\mathrm{I}}$ shows the gross outputs of Indonesian industries.

The columns and rows for the other countries can be read in the same manner.
Figure1. Layout of the 2000 Asian International Input-Output Table


## III. CODING SYSTEM AND TECHINICAL NOTES

## 1. Coding System

| Row | Column | Description | Row | Column | Description |
| :---: | :---: | :---: | :---: | :---: | :---: |
| AI001 | AI001 |  | CH001 |  |  |
| AI076 | AIO76 | Intermediate sectors, Indonesia | CH076 |  | Intermediate input from Hong Kong (CIF prices) |
| AI900 | AI900 | Sub-total (AI001 to AI076) | CH900 |  | Sub-total (CH001 to CH076) |
| AM001 | AM001 |  | CO001 |  |  |
| AM076 | $\stackrel{\mid}{\text { AM076 }}$ | Intermediate sectors, Malaysia | $\mathrm{CO} 076$ |  | Intermediate input from European Union (CIF prices) |
| AM900 | AM900 | Sub-total (AM001 to AM076) | CO900 |  | Sub-total (CO001 to CO076) |
| AP001 | AP001 |  | CW001 |  |  |
| AP076 | AP076 | Intermediate sectors, Philippines | CW076 |  | Intermediate input from Rest of |
| AP076 | AP076 |  | CW076 |  |  |
| AP900 | AP900 | Sub-total (AP001 to AP076) | CW900 |  | Sub-total (CW001 to CW076) |
| AS001 | AS001 |  | DT001 |  | Duties \& import sales tax |
|  | S076 | Intermediate sectors, Singapore |  |  |  |
| AS076 | AS076 |  | ET900 | ET900 | Total intermediate input |
| AS900 | AS900 | Sub-total (AS001 to AS076) |  |  | or total intermediate output |
| AT001 | AT001 |  | VV001*1 |  | Wages and salary |
|  | 1 | Intermediate sectors, Thailand | VV002*2 |  | Operating surplus |
| AT076 | AT076 |  | VV003 |  | Depreciation of fixed capital |
| AT900 | AT900 | Sub-total (AT001 to AT076) | VV004 |  | Indirect taxes less subsidies |
|  |  |  | VV900 *3 |  | Sub-total (VV001 to VV004) |
| AC001 | AC001 |  |  |  |  |
| \| |  | Intermediate sectors, China |  | FI001*4 |  |
| AC076 | AC076 |  |  |  | Final demands, Indonesia |
| AC900 | AC900 | Sub-total (AC001 to AC076) |  | FI004 |  |
|  |  |  |  | FI900 | Sub-total (FI001 to FI004) |
| AN001 | AN001 |  |  |  |  |
| 1 |  | Intermediate sectors, Taiwan |  | FM001 |  |
| AN076 | AN076 |  |  |  | Final demands, Malaysia |
| AN900 | AN900 | Sub-total (AN001 to AN076) |  | FM004 |  |
|  |  |  |  | FM900 | Sub-total (FM001 to FM004) |
| AK001 | AK001 |  |  |  |  |
| A | 076 | Intermediate sectors, Korea |  | FP001 |  |
| AK076 | AK076 |  |  |  | Final demands, Philippines |
| AK900 | AK900 | Sub-total (AK001 to AK076) |  | FP004 |  |
|  |  |  |  | FP900 | Sub-total (FP001 to FP004) |
| AJ001 | AJ001 |  |  |  |  |
| AJ076 | A1076 | Intermediate sectors, Japan |  | FS001 |  |
| AJ076 | AJ076 |  |  |  | Final demands, Singapore |
| AJ900 | AJ900 | Sub-total (AJ001 to AJ076) |  | FS005*5 |  |
|  |  |  |  | FS900 | Sub-total (FS001 to FS005) |
| AU001 | AU001 |  |  |  |  |
| $\stackrel{1}{\text { AU076 }}$ | $\stackrel{\mathrm{l}}{\text { AU076 }}$ | Intermediate sectors, the U.S.A. |  | FT001 | Final demands, Thailand |
| AU900 | AU900 | Sub-total (AU001 to AU076) |  | FT004 | Final demands, Thailand |
|  |  |  |  | FT900 | Sub-total (FT001 to FT004) |
| BF001 |  | International Freight\&Insurance |  |  |  |
|  |  |  |  | FC001 |  |
|  |  |  |  | $1$ | Final demands, China |
|  |  |  |  | FC005*6 |  |
|  |  |  |  | FC900 | Sub-total (FC001 to FC005) |

## Column Description

FN001


FN900 Sub-total (FN001 to FN004)
Final demands, Taiwan

FK001


FK900 Sub-total (FK001 to FK004)

FJ001
I Final demands, Japan
FJ004
FJ900 Sub-total (FJ001 to FJ004)

## Row Column Description

FU001


FU900 Sub-total (FU001 to FU004)

LH001 Export to Hong Kong
LO001 Export to EU
LW001 Export to the Rest of the World

QX001 Statistical discrepancies XX600 XX600 Total input, Total output
*1 In Malaysian part, VV001 includes wages and salary, VV002 includes operating surplus, depreciation of fixed capital, and Indirect taxes less subsidies.
*2 In U.S.A. part, VV004 includes other value added except wage and salary. VV002 includes only indirect taxes.
*3 China's GDP figure in AIO2000 is based on the updated China I-O table 2000 and does not reflect the result of the first National Economic Census published on Jan. 9, 2006.
*4 Common final demand items are as follows:
001 Private consumption
002 Government consumption
003 Gross domestic fixed capital formation
004 Increase in stocks.

FS005 for Singapore consists of the balancing items for (1) domestic commodity taxes and GST, which came out of the adjustment process of domestic transactions from basic price to producer's price; (2) domestic trade margins and domestic transport cost (TTM) on exported goods, which came out of the adjustment process of export vector from FOB to producer's price. This balancing vector is necessary as the CTs of Singapore part are valued at basic price. (See part 1 of the volume I , "Explanatory Notes".)

6 In China's part, FC005 represents the statistical error which is included in China's original national I-O table.

## 2. Sector Classification of the 2000 Asian Input-Output Table



|  | 7 Sector |  | 24 Sector Classification |  | 76 Sector Classification(2000) | 78 Sector Classification(1995) |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Code | Description | Code | Description | Code | Description | Code | Description |
| INTERMEDIATE SECTORS |  |  |  |  |  |  |  |
| 005 | Construction | 021 | Construction | 063 | Building construction | 052A | Building construction |
|  |  |  |  | 064 | Other construction | 052B | Other construction |
| 006 | Trade and transport | 022 | Trade and transport | 065 | Wholesale and retail trade | 053A | Wholesale and retail trade |
|  |  |  |  | 066 | Transportation | 053B | Transportation |
| 007 | Services | $0^{023}$ | Services | 067 | Telephone and telecommunication | 054A | Telephone and telecommunication |
|  |  |  |  | 068 | Finance and insurance | 054B | Finance and insurance |
|  |  |  |  | 069 | Real estate | 054D-1 | Other services |
|  |  |  |  | 070 | Education and research | 054C | Education and research |
|  |  |  |  | 071 | Medical and health service | 054D-2 | Other services |
|  |  |  |  | 072 | Restraunts | 054D-3 | Other services |
|  |  |  |  | 073 | Hotel | 054D-4 | Other services |
|  |  |  |  | 074 | Other services | 054D-5 | Other services |
|  |  |  |  | 076 | Unclassified | 056 | Unclassified |
|  |  |  | Public administration | 075 | Public administration | 055 | Public administration |
| FINAL DEMAND SECTORS |  |  |  |  |  |  |  |
| 001 | Private consumption | 001 | Private consumption | 001 | Private consumption | 001 | Private consumption |
| 002 | Governemtn consumption | 002 | Governemtn consumption | 002 | Governemtn consumption | 002 | Governemtn consumption |
| 003 | Gross fixed capital formation | 003 | Gross fixed capital formation | 003 | Gross fixed capital formation | 003 | Gross fixed capital formation |
| 004 | Changes in stocks | 004 | Changes in stocks | 004 | Changes in stocks | 004 | Changes in stocks |
| VALUE ADDED SECTORS |  |  |  |  |  |  |  |
| 001 | Wages and salary | 001 | Wages and salary | 001 | Wages and salary | 001 | Wages and salary |
| 002 | Operating surplus | 002 | Operating surplus | 002 | Operating surplus | 002 | Operating surplus |
| 003 | Depreciation | 003 | Depreciation | 003 | Depreciation | 003 | Depreciation |
| 004 | Indirect taxes less subsidies | 004 | Indirect taxes less subsidies | 004 | Indirect taxes less subsidies | 004 | Indirect taxes less subsidies |

## 3. Technical Notes

In this publication, some annex tables are presented for analytical purpose. The definitions and calculation formulae for these tables are given as follows.
(1) Input Coefficient Matrix and Inverse Matrix

Taking up the intermediate transaction segment given in Figure 1, se
where $\alpha$ denotes a code of the country to supply goods and services;
$\beta$ denotes a code of the country to demand goods and services;
i denotes the i-th industry of country $\alpha$, given $1 \leqq i \leqq n$;
j denotes the j-th industry of country $\beta$, given $1 \leqq \mathrm{j} \leqq n$;
and n is the number of industries.

Then, $\mathbf{X}$ is a square matrix with the size of $(10 * \mathrm{n}) \times\left(10^{*} \mathrm{n}\right)$
Let $\mathbf{x}^{\prime}$ be the transposed vector of the gross output $\mathbf{x}$, also shown at the bottom of Figure 1, that is

Then "Input Coefficient Matrix" is defined as

$$
\mathbf{A}=\left(\mathrm{a}^{\alpha \beta}{ }_{\mathrm{ij}}\right) \quad \text { where } \quad \mathrm{a}^{\alpha \beta}{ }_{\mathrm{ij}}=\mathrm{x}^{\alpha \beta}{ }_{\mathrm{ij}} / \mathrm{x}^{\beta}{ }_{\mathrm{j}} .
$$

Then, "Inverse Matrix" B, known as "Leontief Inverse", is defined as
(2) Forward and Backward Linkages Effects
(i) Forward Linkages Effects $\left(\mathbf{F E}^{\alpha}{ }_{\mathrm{i}}\right)$

Firstly, the row-totals vector $\mathbf{b}^{\alpha}{ }_{i}$ is calculated from the inverse matrix $\mathbf{B}=\left(b^{\alpha \beta}{ }_{i j}\right)$ as

$$
\mathbf{b}_{i}^{\alpha}=\sum_{\beta j=1}^{n} \mathrm{~b}^{\alpha \beta}{ }_{\mathrm{ij}}
$$

Then, "Forward Linkages Effects" of the i-th industry of the country $\alpha$ is defined as

$$
\mathbf{F E}_{\mathrm{i}}^{\alpha}=\mathbf{b}_{\mathrm{i}}^{\alpha} / \frac{\sum_{\alpha}^{\sum} \sum_{\mathrm{i}} \mathrm{~b}_{\mathrm{i}}^{\alpha}}{10^{*} \mathrm{n}}
$$

(ii) Backword Linkages Effects $\left(\mathbf{B E}^{\beta}{ }_{\mathrm{j}}\right)$

Similarly, the column-totals vector $\mathbf{b}^{\beta}{ }_{j}$ is calculated by

$$
\mathbf{b}_{i}^{\beta}=\sum_{\alpha i=1}^{n} \mathrm{~b}^{\alpha \beta}{ }_{\mathrm{ij}}
$$

Then, "Backward Linkages Effects" of the $\mathbf{j}$-th industry of the country $\beta$ is defined as

$$
\mathbf{B E}_{\mathrm{j}}^{\beta}=\mathbf{b}_{\mathrm{j}}^{\beta} / \frac{\sum_{\mathrm{j}}^{\sum \sum \mathrm{b}_{\mathrm{i}}^{\beta}}}{10{ }^{*} \mathrm{n}}
$$

## (3) Impact of Final Demand on Gross Output

Let $\mathbf{f}^{\alpha}$ be a column vector of final demand sub-totals of, or an export vector to, a country $\alpha$, or tha vector of statistical discrepancies, with the column length of $10^{*} \mathrm{n}$. Then, "Impact of Final Demand on Gross Output" is defined as

$$
\mathbf{I F} \mathbf{x}^{\alpha}=\mathbf{B} \cdot \mathbf{f}^{\alpha}
$$

wher $\mathbf{B}$ is the "Inverse Matrix" as defined in the section (1).
(4) Impact of Final Demand on Gross Value Added

Let $\mathbf{v}$ be a vector of total value added by sector, that is

$$
\mathbf{v} \quad=\left(\mathrm{v}_{1}^{\mathrm{I}} \cdots \mathrm{v}_{\mathrm{n}}^{\mathrm{I}}, \mathrm{v}^{\mathrm{M}}{ }_{1} \ldots \mathrm{v}_{\mathrm{n}}^{\mathrm{M}}, \cdots, \cdots \mathrm{v}_{1}^{\beta}{ }_{1} \cdots \mathrm{v}_{\mathrm{n}}^{\beta}, \cdots, \mathrm{v}_{1}, \cdots \mathrm{v}_{\mathrm{n}}^{\mathrm{J}}, \mathrm{v}^{\mathrm{U}}{ }_{1} \cdots \mathrm{v}_{\mathrm{n}}^{\mathrm{U}}\right)
$$

wher the superscript of each element denotes "country" and the subscript denotes "industry".
Then, the vector of value added ratios $v$ is defined as

$$
\begin{aligned}
& v=\left(v_{1}^{\mathrm{I}} \cdots v_{\mathrm{n}}^{\mathrm{I}}, v^{\mathrm{M}}{ }_{1} \ldots v_{\mathrm{n}}^{\mathrm{M}}, \cdots \cdots, v^{\beta} \cdots v_{\mathrm{n}}^{\beta}, \cdots \cdots, v_{1}^{\mathrm{U}} \cdots v_{\mathrm{n}}^{\mathrm{U}}\right), \\
& \text { and } v^{\beta}{ }_{\mathrm{i}}=\mathrm{v}_{\mathrm{i}}^{\beta} / \mathrm{x}^{\beta}{ }_{\mathrm{i}}
\end{aligned}
$$

wher $\mathbf{x}^{\beta}{ }_{i}$ is an element in $\mathbf{x}^{\prime}$ (= the transpose of gross output vector $\mathbf{x}$ ) for the i-th industry of the country $\beta$.

Using the same notations, the "Impact of Final Demand on Gross Value Added" is calculated as

$$
\mathbf{F I v}^{\alpha}=\hat{\mathbf{v}} \cdot \mathbf{B} \cdot \mathbf{f}^{\alpha} \quad \text { whera } \hat{\mathbf{v}}: \text { the diagonal matrix constructed from } \mathbf{v}
$$


(5) Contribution Ratios of Final Demand on Value Added

Upon the result of "Impact of Final Demand on Value Added", the Contribution Ratio of final demand item $\alpha$ on the value added of the i-th sector is given by
$\mathbf{C R i}=\mathbf{I F} \mathbf{v}^{\alpha}{ }_{i} / \Sigma \mathbf{I F} \mathbf{v}^{\alpha}{ }_{i} \times 100 \%$
$\alpha$

## 4. Comments on Supporting Tables

## 4. 1 Duties and import commodity taxes ratio

Duties and import commodity taxes is defined as the taxes imposed when the commodity is imported to the country from other countries. The ratio is calculated from the following formulae:

Duties and import commodity taxes ratio
$=$ Duties and import commodity taxes / (CIF price + duties and import commodity taxes)

## 4. 2 Employment matrix

Except the country which has an employment matrix as the supporting table of IO accounts, the employment matrix by sector and by employment status was estimated from the Labor Force Statistics. However, some countries can not estimate the data in the same definition. Please see the following notes.

Notes on 2000 Employment Matrix


[^0]
[^0]:    * NLFS = National Labor Force Statistics

