National income and expenditure in the third quarter of 1978*

Gross Domestic Product

Estimates for the third quarter of 1978 indicate a continued growth in gross domestic product, although the rate of increase was lower than that seen earlier in the year. The output measure, usually regarded as the best indicator of short-term movements in gross domestic product, rose by approaching ½ per cent in the third quarter following a rise of about 2 per cent between the first and second quarters.

Taking a longer view, movements in the average measure indicate that GDP had been rising, albeit fitfully, since the beginning of 1976. In the six months to end-September the average measure was 2½ per cent higher than in the previous six-months and nearly 3½ per cent higher than in the six-months to end-September 1977. Taking account of the various estimates it appears that gross domestic product was growing at an underlying rate of about 4 per cent per year for most of the twelve-month period to the end of the third quarter.

The index of total home costs, the broadest based measure of *domestically* generated inflation, and formed by dividing the constant price expenditure estimate of GDP into the current price estimate, increased by about 2½ per cent between the second and third quarters of 1978. This index was 10 per cent higher in the third quarter than in the corresponding quarter of 1977.

Expenditure (*Table* 1)

The expenditure based measure of GDP at constant 1975 prices rose by about 1 per cent between the second and third quarters of 1978. The main movements contributing to this rise were increases of 2½ per cent in consumers' expenditure and of 3 per cent in the volume of exports. In contrast there was a small fall in the volume of fixed investment whilst general government final consumption and the rate of stockbuilding were unchanged, leading to an

*This article presents quarterly estimates of national income and expenditure up to the third quarter of 1978. Estimates of the components of GDP in constant prices are given here in terms of average 1975 prices.

Provisional summary measures of GDP were first issued on 19 December 1978. The estimates presented here incorporate the estimates of capital expenditure and stockbuilding issued by the Department of Industry in a press notice on 21 December. 1978. These and other revisions were incorporated in the national income and expenditure press notice issued on 10 January 1979.

Many of the component series of GDP(E) and GDP(O) are derived at constant 1975 prices by revaluing current price data. When prices are changing rapidly the problems associated with this revaluation become acute. For this reason, the estimates for periods since about the end of 1973 should be regarded as subject to wider margins of error than in earlier years.

A general description of national income statistics, together with details of sources, methods and definitions used, is given in *National Accounts Statistics: Sources and Methods* (HMSO, 1968). Subsequent changes are described in the notes to the 1978 Blue Book.

All commentary is in terms of seasonally adjusted data.

Gross domestic product at factor cost, total home costs, and national disposable income revalued at constant market prices[1]

	Seasonally adjusted							
	Index numbers, 1975 =100							
	Gross domestic product							
	At current prices		At 1975 prices					
	Based on expenditure data	Based on income data	Based on expenditure data	Based on income data[2]	Based on output data	Average estimate	Implied index of total home costs	National disposable income at 1975 market prices
1976	118·4	117·6	103·6	103·0	102·2	102·9	114·2	102·8
1977	133·4	133·0	105·1	104·8	104·7	104·9	126·8	103·9
1976 *1*	112·2	109·8	103·0	100·8	101·0	101·6	108·9	..
2	115·8	116·3	102·9	103·4	101·7	102·7	112·5	..
3	120·4	120·2	104·0	103·9	101·9	103·3	115·7	..
4	125·1	124·3	104·5	103·8	103·9	104·0	119·8	..
1977 *1*	126·2	126·7	103·2	103·6	104·5	103·8	122·2	..
2	130·2	131·6	104·5	105·6	104·3	104·8	124·7	..
3	136·7	134·9	105·8	104·4	104·9	105·0	129·1	..
4	140·5	138·7	107·0	105·6	105·2	105·9	131·4	..
1978 *1*	144·6	142·4	106·9	105·3	106·1	106·1	135·3	..
2	149·9	148·8	108·3	107·5	108·3	108·0	138·4	..
3	155·7	154·5	109·5	108·6	108·6	108·9	142·2	..
1976 1st half	114·0	113·0	102·9	102·1	101·3	102·1	110·7	102·4
2nd half	122·7	122·2	104·2	103·8	102·9	103·6	117·7	103·2
1977 1st half	128·2	129·1	103·8	104·6	104·4	104·3	123·4	102·7
2nd half	138·6	136·8	106·4	105·0	105·0	105·4	130·2	105·0
1978 1st half	147·2	145·6	107·6	106·4	107·2	107·0	136·8	107·0

[1] These estimates are given to one decimal place but this does not imply that they can be regarded as accurate to the last digit shown.
[2] Income data deflated by the index of total home costs derived from expenditure data.
[3] Half yearly estimates only.

increase of nearly 2 per cent in total final expenditure. With an increase of 4½ per cent in the volume of imports, however, the growth in gross domestic product at 1 per cent was somewhat less than the growth in total final expenditure.

Over a longer term, taking the second and third quarters of 1978 together and comparing them with the same two quarters of 1977, GDP(E) rose by about 3½ per cent with a slightly higher rise in total final expenditure of 4 per cent being partly offset by a rise of 5 per cent in imports. Over this period some two thirds of the increase in final demand was due to consumers' expenditure, which rose 6 per cent in volume terms. Most of the rest of the increase was in stockbuilding with only small increases in the other categories of final demand.

Factor incomes (Table 2)

Total domestic income rose 3 per cent between the second and third quarters of 1978. Income from employment, the largest component, increased by 2 per cent, compared with the increase of 5½ per cent recorded between the first and second quarters. Gross trading profits of companies before stock appreciation and the gross trading surplus of public corporations also contributed to the increase.

Output (Table 3)

The output measure of GDP rose slightly, by nearly ½ per cent, between the second and third quarters of 1978, following a much sharper rise of 2 per cent between the first and second quarters. The rise between the first and second quarters was concentrated mainly within the industrial production sector, and this sector fell back slightly in the third quarter although it was still some 4½ per cent higher than in the third quarter of 1977. There was growth between the second and third quarters in agriculture, mining and quarrying (due in part to increased production of North Sea oil) and in transport and communication and the distributive trades.

Over the year to the third quarter, the output measure increased by 3½ per cent, with increases of 4½ per cent in industrial production (although of only 2 per cent in manufacturing) and about 5 per cent in transport and communication and the distributive trades. Over this period increased activity of the North Sea oil and gas industry increased the growth in total output by ½ per cent.

Personal income, expenditure and saving (Tables 4 and 13)

Wages and salaries rose by over 2 per cent in the third quarter, following a much sharper rise of 5½ per cent between the first and second quarters. This was largely a reflection of the pattern of pay settlements, where in the last year or so settlements have been delayed to later in the 'pay round'. In the third quarter wages and salaries were 14½ per cent higher than in the corresponding quarter of 1977.

In relation to salaries and wages, employers' contributions to the National Insurance Scheme and to private pension funds rose slightly starting from the second quarter, with the introduction of the new state pension scheme. Other personal income is estimated to be little changed between the second and third quarters with a fall in the receipts of rent dividends and net interest offsetting a rise in self-employment income. Total personal income before tax is estimated to have risen by about 2 per cent between the second and third quarters to be about 14½ per cent higher than in the third quarter of 1977.

Payments of taxes on income by the personal sector fell in the third quarter. The 25 per cent lower-rate tax band was implemented in July and the third quarter figure also includes the effect of rebates in respect of the second quarter. Reduced tax payments meant that the rise in total disposable income in the third quarter was 3 per cent, somewhat higher than the rise in pre-tax incomes.

Real personal disposable income, obtained by revaluing personal disposable income by the implied price deflator of consumers' expenditure, rose by about ½ per cent between the second and third quarters following a sharp rise of 4 per cent in the previous quarter. Real personal disposable income in the third quarter was about 8½ per cent higher than in the third quarter of 1977. Most of this increase was due to the fact that pre-tax incomes rose much faster than the prices paid by consumers over this period, with perhaps one quarter of the rise due to decreased levels of personal taxation.

The volume of consumers' expenditure increased by about 2½ per cent in the third quarter to exceed the previous peak value for this series recorded in the first quarter of 1973. Although many of the component series of consumer's expenditure display some volatility, it is clear that the volume of spending has been on an upward trend, with an increase of 6½ per cent in the year to the third quarter of 1978. Increases in volume terms have been most marked in wines and spirits (up 13 per cent on the year), tobacco (10 per cent), clothing and footwear (11 per cent) and durable goods (18 per cent), with an especially sharp rise in cars and motor cycles (in the first three-quarters of 1978 the volume of spending is estimated to be 25 per cent higher than in the corresponding quarters of 1977).

In current price terms, consumers' expenditure rose 5 per cent between the second and third quarters, somewhat more than the rise in disposable income. This implied a fall in the saving ratio from 16 per cent in the second quarter to 14 per cent in the third quarter. Taking the first three quarters for 1978 together, the average saving ratio is very much in line with the values recorded over the last four years.

Industrial and commercial companies sector (Table 6)

Gross trading profits of industrial and commercial companies (before deducting depreciation and stock appreciation and before deduction of interest payments) were 11 per cent higher in the six months to end-September compared with the previous six months. Stock appreciation, which had declined sharply throughout 1977, rose in the middle quarters of 1978, largely due to the decline in the sterling exchange rate between the first and second quarters, leaving profits net of stock appreciation rising by 5½ per cent over the same six-monthly period.

The importance of the industries involved in the exploration for and extraction of petroleum and natural gas in the industrial and commercial companies sector can be seen from the table below.

Gross trading profits of industrial and commercial companies: net of stock appreciation

Seasonally adjusted
£ million

	1976	1977	1977				1978		
			1	2	3	4	1	2	3
Gross trading profits of North Sea Oil and Gas (MLH 104)	459	1,715	401	452	435	427	524	592	538
Gross trading profits excluding North Sea Oil and Gas	9,003	11,187	2,483	2,775	2,865	3,064	3,182	3,013	3,448
Total	9,462	12,902	2,884	3,227	3,300	3,491	3,706	3,605	3,986

Profits from North Sea operations rose strongly in the first half of the year but declined in the third quarter. Production of oil rose throughout the first three quarters of 1978, but the price of oil, being fixed in dollar terms, declined with the dollar in the third quarter. In sterling terms the average price per tonne of crude oil declined $12\frac{1}{2}$ per cent between the third quarter of 1977 and the third quarter of 1978. In the first three quarters of 1978, North Sea profits were nearly 30 per cent higher than in the corresponding quarters of 1977, and North Sea profits formed some 15 per cent of total industrial and commercial companies profits. (*Note:* profits here are before interest and depreciation but after stock appreciation – which for the North Sea is small – and also after accounting for exploration expenditure).

For the rest of the industrial and commercial company sector profits net of stock appreciation are thought to have risen strongly in the third quarter. In the six-months to end-September they were some 15 per cent higher than in the same six months of 1977.

Of the other items in the appropriation account of industrial and commercial companies both payments to and receipts from financial institutions of dividends, interest, etc. rose throughout 1978 with the general rise in interest rates. The total income of industrial and commercial companies, which had fallen throughout 1977, rose in each of the first three quarters of 1978, with the income for the six-months to end-September some 10 per cent higher than in the same six months of 1977.

Financial companies and institutions (Table 7)

The total income of financial companies and institutions rose strongly in the first three quarters of 1978. In the third quarter of 1978 total income is estimated to have been 25 per cent higher than in the same quarter of 1977. There was a marked rise in the rent and non-trading income of the banking sector during the second quarter in response to the rise in short-term interest rates and this increased income continued in the third quarter as interest rates continued at the higher levels. Building society receipts and payments of interest rose only in the third quarter, however, with receipts and payments both rising about 16 per cent; interest rates to borrowers and lenders both rose at the beginning of the third quarter. Income (net of taxes) from abroad also rose sharply in the year to the third quarter, with a rise of about 50 per cent between the third quarter of 1977 and the third quarter of 1978.

Public corporations (Table 8)

The gross trading surplus of public corporations (before allowing for depreciation and stock appreciation) rose by nearly 7 per cent in the third quarter compared with the second and showed an increase of around 2 per cent on the previous peak level reached in the third quarter of 1977. The gross trading surplus continues to reflect the high profits reported by the Post Office and energy industries contrasting with the losses recorded by British Steel.

Central government (Table 9)

Total central government receipts fell slightly in the third quarter of 1978. Receipts of taxes on income were £300 million lower with the introduction of the lower rate personal income tax band. Receipts of taxes on expenditure increased in the third quarter, mainly due to increased receipts of duty on wines and spirits and of VAT. National Insurance contributions rose slightly following a fall between the first and second quarters.

Total current expenditure rose by about 1 per cent in the third quarter. There was a rise in National Health Service expenditure because of a pay award and in current grants, other than national insurance, to the personal sector.

In constant 1975 prices, central government final consumption was very little changed in the third quarter with a small rise in NHS consumption offset elsewhere. Total central government final consumption at constant prices has shown very little change since the end of 1975.

Local authorities (Table 10)

Total income of local authorities decreased about $2\frac{1}{2}$ per cent in the third quarter of 1978, mostly due to lower receipts of current grants from central government – the timing of these payments has been erratic in recent years. In the first half of the financial year total income of local authorities was 7 per cent higher than in the corresponding first half of 1977/78, with rate receipts up 6 per cent over the same period.

Total current expenditure was little changed in the third quarter, with some increase due to pay settlements being offset by a fall in debt interest. In constant 1975 prices, the volume of local authority spending on goods and services has been increasing slightly in 1978, the total volume of spending in the six-months to the end of the third quarter being some 2 per cent higher than in the corresponding period of 1977.

International transactions (Table 11)

In constant 1975 prices, exports of goods and services increased by 3 per cent in the third quarter of 1978 following a $\frac{1}{2}$ per cent rise in the previous quarter. Whilst the volume of exports of goods continued to rise, exports of services recovered from the low second quarter figure to a level roughly equal to the average level recorded in 1977.

The volume of imports of goods and services increased by $4\frac{1}{2}$ per cent between the second and third quarters to a level 2 per cent higher than the first quarter. The volume of imports of goods rose by 5 per cent, from an erratically low figure in the second quarter while the volume of imports of services continued its steady increase, rising by $2\frac{1}{2}$ per cent in the third quarter. Although erratic, the volume of imports of goods and services has been rising since 1976, and, in particular, the volume of imports of finished manufactures has been growing sharply. Excluding erratic items this series has increased $17\frac{1}{2}$ per cent between the third quarter of 1978 and a year earlier following a 14 per cent increase in the previous year.

On the balance of payments current account, there was a deficit of £26 million in current prices in the third quarter compared with a surplus of £126 million in the previous quarter. The deterioration arose mainly from fluctuations in the deficit on visible trade, which increased by £160 million between the two quarters.

The balance of the erratic trade in ships, North Sea production installations, aircraft and precious stones moved adversely by £200 million between the second and third quarters, in addition to which the balance of trade in oil deteriorated by £120 million over the same period. The balance of trade in other goods partially offset these factors, improving by nearly £160 million between the two quarters.

The surplus on services recovered to the level recorded in the first quarter, with all but the travel account improving from the net transactions recorded in the second quarter. The increase in government transfers abroad continues to reflect the erratic nature of contributions to the EEC.

Gross domestic fixed capital formation (Table 14)

The total volume of fixed investment was about $\frac{1}{2}$ per cent lower in the third quarter, with small falls in the private and the public corporations sectors partly offset by a rise in general government investment. Total fixed investment in the first three quarters of 1978 was about 2 per cent more than in the corresponding period of 1977.

The rise in general government fixed investment should be seen in the context of a very rapid fall over the last few years, however, with nearly all of the fall coming from the non-housing sector. The volume of general government non-housing fixed investment in the first three quarters of 1978 was running at something like 45 per cent of the values recorded in the peak year of 1973. Private sector investment, despite the small fall in the third quarter, was almost 10 per cent higher in the first three quarters of 1978 than in the same period of 1977.

By type of asset, plant and machinery investment in the third quarter continued the steady rise seen since the beginning of 1977, the third quarter of 1978 being some 7 per cent higher than the corresponding quarter of 1977. Investment in vehicles, ships and aircraft in the first three quarters of 1978 was running at about the same level as in 1977, with a notable feature being the very low level of investment in ships. Investment in housing in the first three quarters of 1978 has been flat in both the public and the private sectors and at levels slightly below those recorded in 1977.

The analysis by industry of fixed investment for the third quarter is mixed. Over the longer term two interesting features are the continuing rise, since the beginning of 1976, in manufacturing investment, and the lack of any further rise in the volume of investment by the petroleum and natural gas industry (which includes North Sea Oil).

Value of the physical increase in stocks and work-in-progress (Table 16)

Revised estimates suggest that stockbuilding was at a level, in constant 1975 prices, of around £450 million a quarter in each of the first three quarters of 1978. Movements within the total are very volatile on a quarterly basis but all sectors showed some increase. There were large increases in stocks of the food, drink and tobacco industry and the engineering industry, equivalent to about 2 per cent and $1\frac{1}{2}$ per cent respectively of opening levels. Other industry groups showed only small changes.

Revisions

Since the publication of *Economic Trends*, October 1978, there have been a number of revisions to the series there presented. The most important of these are to exports of services, which have been revised, mostly upwards, in volume terms in 1974 and from the first quarter of 1976, and to stockbuilding where there has been a substantial upward revision to the stockbuilding of 'other' industries in the first quarter of 1978.

Book value of stocks and work in progress (Table 16)

Revised estimates for the total book value of stocks and work in progress held by manufacturing industries, and by all industries, were shown in the October 1978 issue of *Economic Trends*. Detailed figures consistent with the revised estimates to replace the book values published in the Blue Book, *National Income and Expenditure 1967–1977*, tables 12.1 and 12.4 are available on request from the Central Statistical Office, telephone 01–233 7531.

Central Statistical Office

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*The tables show annual figures from 1973 and quarterly figures from 1976.

APPENDIX

Expenditure on the gross domestic product

TABLE 1

£ million

	Gross domestic product at factor cost[1]	Final expenditure on goods and services at market prices: Total (Unadjusted)	Total (Seasonally adjusted)	Consumers' expenditure	Current expenditure of general government	Gross domestic fixed capital formation	Value of physical increase in stocks and work in progress	Exports of goods and services	Imports of goods and services	Taxes on expenditure	Subsidies
At current prices											
1973	63,946	91,591		45,187	13,327	14,149	1,724[2]	17,204	18,965	10,122	1,442
1974	73,722	109,606		51,863	16,564	16,916	1,285	22,978	27,410	11,470	2,996
1975	92,507	131,957		63,192	22,930	20,817	−1,925	26,943	29,028	14,162	3,740
1976	109,499	159,351		73,538	26,611	23,669	365	35,168	36,775	16,549	3,472
1977	123,408	182,873		83,530	29,121	25,429	1,288	43,505	42,358	20,440	3,333
1976 *1*	25,666	36,394	37,017	16,651	6,406	5,915	−308	7,730	7,839	3,702	813
2	26,140	38,398	38,883	17,722	6,594	5,464	− 12	8,630	9,170	4,038	950
3	27,716	40,612	40,787	18,642	6,709	5,966	289	9,006	9,568	4,197	869
4	29,977	43,947	42,664	20,523	6,902	6,324	396	9,802	10,198	4,612	840
1977 *1*	28,796	42,551	43,376	19,071	6,992	6,097	334	10,057	10,400	4,213	858
2	29,532	44,703	45,191	20,160	7,224	5,979	469	10,871	10,902	5,117	848
3	31,320	46,595	46,842	21,325	7,384	6,395	25	11,466	10,719	5,353	797
4	33,760	49,024	47,464	22,974	7,521	6,958	460	11,111	10,337	5,757	830
1978 *1*	32,920	48,162	49,312	21,938	7,968	6,948	443	10,865	10,930	5,147	835
2	34,089	50,470	50,709	22,969	7,996	6,684	714	12,107	11,598	5,665	882
3	35,873	52,541	52,767	24,552	8,193	7,151	724	11,921	11,684	5,909	925
Revalued at 1975 prices										Adjustment to factor cost[3]	
1973	95,686	137,662		65,497	21,426	21,609	2,983	26,147	31,043	10,933	
1974	94,220	136,170		64,070	21,746	21,164	1,462	27,728	31,329	10,621	
1975	92,507	131,957		63,192	22,930	20,817	−1,925	26,943	29,028	10,422	
1976	95,838	136,850		63,320	23,416	20,489	261	29,364	30,183	10,829	
1977	97,251	138,325		62,732	23,315	19,738	1,051	31,489	30,276	10,798	
Unadjusted											
1976 *1*	23,431	33,034		15,026	5,922	5,328	−260	7,018	7,137	2,466	
2	23,225	33,569		15,506	5,863	4,818	− 7	7,389	7,715	2,629	
3	24,027	34,412		15,917	5,795	5,121	219	7,360	7,684	2,701	
4	25,155	35,835		16,871	5,836	5,222	309	7,597	7,647	3,033	
1977 *1*	23,402	33,492		14,931	5,861	4,911	254	7,535	7,580	2,510	
2	23,637	34,002		15,195	5,809	4,714	379	7,905	7,789	2,576	
3	24,347	34,655		15,791	5,771	4,910	− 3	8,186	7,579	2,729	
4	25,865	36,176		16,815	5,874	5,203	421	7,863	7,328	2,983	
1978 *1*	24,071	34,568		15,611	5,983	5,056	319	7,599	7,808	2,689	
2	24,606	35,421		16,007	5,890	4,784	496	8,244	8,063	2,752	
3	25,286	36,237		16,889	5,853	4,987	468	8,040	8,106	2,845	
Seasonally adjusted											
1976 *1*	23,809	33,716		15,724	5,857	5,187	−125	7,073	7,251	2,656	
2	23,809	34,084		15,785	5,893	5,137	− 17	7,286	7,568	2,707	
3	24,060	34,484		15,884	5,839	5,168	189	7,404	7,721	2,703	
4	24,160	34,566		15,927	5,827	4,997	214	7,601	7,643	2,763	
1977 *1*	23,872	34,290		15,619	5,771	4,794	422	7,664	7,722	2,696	
2	24,158	34,494		15,495	5,841	5,025	354	7,779	7,697	2,639	
3	24,480	34,737		15,777	5,827	4,965	6	8,162	7,531	2,726	
4	24,741	34,804		15,841	5,876	4,954	249	7,884	7,326	2,737	
1978 *1*	24,711	35,581		16,311	5,907	5,030	460	7,873	8,026	2,844	
2	25,041	35,689		16,370	5,907	5,056	432	7,924	7,816	2,832	
3	25,327	36,354		16,810	5,909	5,029	434	8,172	8,181	2,846	

[1] Equals total final expenditure on goods and services at market prices *less* imports of goods and services *less* adjustment to factor cost. Estimates of the gross domestic product at constant factor cost based on statistics of output and income are given in Table 3, and in the text of the article.

[2] The current price estimates for the second quarter of 1973 include a fall in the book value of stocks of £280 million reflecting tax rebated on the introduction of VAT; the rebate is also included as a deduction from taxes on expenditure and the estimate of gross domestic product at factor cost is thus not affected.

[3] This represents taxes on expenditure *less* subsidies valued at constant rates.

Factor incomes in the gross national product

TABLE 2

£ million

	Gross national product		Net property income from abroad	Gross domestic product at factor cost	Factor incomes						*less*	
	At market prices	At factor cost			Total domestic income[1]	Income from employment[2]	Gross trading profits of companies	Gross trading surplus of public corporations[1]	Gross trading surplus of general government enterprises[1]	Other income[3]	Stock appreciation	Residual error
1973	73,846	65,166	1,220	63,946	66,295	43,564	8,932	2,063	139	11,597	—2,994	645
1974	83,478	75,004	1,282	73,722	78,722	52,783	9,508	2,558	148	13,725	—6,205	1,205
1975	103,692	93,270	763	92,507	97,472	68,289	9,762	3,093	177	16,151	—5,520	555
1976	123,891	110,814	1,315	109,499	114,812	78,233	12,499	4,502	159	19,419	—6,625	1,312
1977	140,999	123,892	484	123,408	127,587	85,839	14,813	5,035	194	21,706	—5,317	1,138
Unadjusted												
1976 *1*	28,814	25,925	259	25,666	26,538	18,439	2,541	1,023	30	4,505	—1,472	600
2	29,548	26,460	320	26,140	28,223	19,334	3,074	1,039	34	4,742	—1,564	—519
3	31,427	28,099	383	27,716	28,857	19,995	2,883	976	57	4,946	—1,666	525
4	34,102	30,330	353	29,977	31,194	20,465	4,001	1,464	38	5,226	—1,923	706
1977 *1*	32,321	28,966	170	28,796	31,171	20,604	3,956	1,405	51	5,155	—2,072	—303
2	33,835	29,566	34	29,532	31,248	21,214	3,554	1,135	49	5,296	—1,302	—414
3	36,050	31,494	174	31,320	32,011	21,661	3,712	1,095	64	5,479	—1,137	446
4	38,793	33,866	106	33,760	33,157	22,360	3,591	1,400	30	5,776	— 806	1,409
1978 *1*	37,383	33,071	151	32,920	33,537	22,772	3,738	1,359	54	5,614	— 831	214
2	38,991	34,208	119	34,089	35,076	24,142	3,797	1,181	55	5,901	—1,214	227
3	41,104	36,120	247	35,873	36,499	24,776	4,330	1,149	53	6,191	—1,013	387
Seasonally adjusted												
1976 *1*	29,330	26,218	279	25,939	26,710	18,593	2,535	996	30	4,556	—1,472	701
2	30,218	27,111	333	26,778	28,296	19,341	3,043	1,118	34	4,760	—1,564	46
3	31,533	28,196	360	27,836	29,300	19,946	3,186	1,156	57	4,955	—1,666	202
4	32,810	29,289	343	28,946	30,506	20,353	3,735	1,232	38	5,148	—1,923	363
1977 *1*	32,947	29,341	159	29,182	31,199	20,725	3,913	1,296	51	5,214	—2,072	55
2	34,497	30,204	86	30,118	31,566	21,235	3,717	1,248	49	5,317	—1,302	—146
3	36,315	31,737	130	31,607	32,140	21,604	3,632	1,351	64	5,489	—1,137	604
4	37,240	32,610	109	32,501	32,682	22,275	3,551	1,140	30	5,686	— 806	625
1978 *1*	38,190	33,560	122	33,438	33,576	22,897	3,688	1,262	54	5,675	— 831	693
2	39,649	34,858	189	34,669	35,430	24,166	3,997	1,289	55	5,923	—1,214	453
3	41,178	36,200	186	36,014	36,522	24,712	4,180	1,377	53	6,200	—1,013	505

[1] Before providing for depreciation and stock appreciation.
[2] Wages and salaries, forces' pay and employers' contributions.
[3] Income from rent and self-employment and the imputed charge for consumption of non-trading capital.

Index numbers of output at constant factor cost

TABLE 3

	1975 = 100									
			Industrial production							
	Gross domestic product[1,2,3]	Agriculture, forestry and fishing	Total[2]	Mining and quarrying[4]	Manufacturing[2]	Construction[4]	Gas, electricity and water[4]	Transport and communication	Distributive trades	Other services
1975 weights	*1,000*	*28*	*407*	*17*	*283*	*74*	*33*	*88*	*101*	*376*
1973	103·8	109	110·1	110·2	109·2	118·2	99·3	101	106	97
1974	101·9	110	105·7	90·0	107·3	105·8	99·2	101	103	97
1975	100·0	100	100·0	100·0	100·0	100·0	100·0	100	100	100
1976	102·2	93	102·5	125·7	102·2	98·5	102·9	99	101	103
1977	104·7	111	106·5	187·6	103·9	98·0	107·0	102	99	104
Seasonally adjusted										
1976 *1*	101·0	93	100·8	109·7	100·2	100·2	103·7	98	101	103
2	101·7	89	101·9	121·1	101·8	97·7	102·7	98	101	104
3	101·9	90	102·0	125·8	102·3	96·4	100·2	99	102	103
4	103·9	97	105·4	146·2	104·5	99·8	104·9	101	101	104
1977 *1*	104·5	106	106·4	174·1	105·1	96·1	106·5	102	100	104
2	104·3	111	106·3	191·1	103·5	96·6	108·9	101	98	104
3	104·9	114	106·7	190·6	103·8	98·5	107·6	102	100	104
4	105·2	114	106·6	194·7	103·1	100·7	105·2	102	100	105
1978 *1*	106·1	115	107·4	208·8	102·8	101·5	108·3	104	102	106
2	108·3	116	112·0	230·9	106·3	106·8	112·4	105	103	106
3	108·6	117	111·5	237·0	105·8	105·9	109·5	107	106	106

[1] Alternative estimates of the gross domestic product are given in the text of the article and in Table 1.

[2] The figures are adjusted to allow for the use of delivery rather than production indicators to represent output in certain industries within manufacturing. An analysis of industrial production is given on page 26, but will differ from the series shown here because the adjustment included is not available monthly. There may also be differences because page 26 includes the latest information.

[3] Total output other than exploration for, and extraction of, petroleum and natural gas (MLH 104) is as follows:

1976	*1*	100·8	1977	*1*	103·1	1978	*1*	104·1
	2	101·3		*2*	102·6		*2*	106·0
	3	101·4		*3*	103·2		*3*	106·2
	4	103·0		*4*	103·4			

[4] This series may not be fully consistent with that shown on page 26 which includes the latest information.

Personal income, expenditure and saving

TABLE 4

£ million

	Personal income before tax													Personal disposable income at 1975 prices[10]
	Total[1]	Wages and salaries	Forces' pay	Employers' contributions[2]	Current grants from general government[3]	Other personal income[4, 5]	Transfers abroad (net)	UK taxes on income (payments)[6]	National insurance, etc. contributions	Total personal disposable income[7, 8]	Consumers' expenditure	Balance: personal saving[8, 9]		
1973	63,120	38,018	925	4,621	6,420	13,136	99	7,781	3,937	51,303	45,187	6,116	*11·9*	74,362
1974	76,165	45,916	1,071	5,796	7,875	15,507	121	10,430	5,000	60,614	51,863	8,751	*14·4*	74,881
1975	96,457	58,974	1,283	8,032	10,283	17,885	154	15,099	6,843	74,361	63,192	11,169	*15·0*	74,361
1976	112,216	66,932	1,473	9,828	12,763	21,220	53	17,589	8,419	86,155	73,538	12,617	*14·6*	74,184
1977	125,178	73,523	1,500	10,816	15,100	24,239	114	18,264	9,453	97,347	83,530	13,817	*14·2*	73,109
Unadjusted														
1976 *1*	26,661	15,845	354	2,240	3,079	5,143	33	4,520	1,853	20,255	16,651	3,604	*17·8*	18,257
2	27,432	16,538	351	2,445	3,139	4,959	7	4,365	2,132	20,928	17,722	3,206	*15·3*	18,290
3	28,786	17,073	390	2,532	3,171	5,620	5	4,177	2,192	22,412	18,642	3,770	*16·8*	19,113
4	29,337	17,476	378	2,611	3,374	5,498	8	4,527	2,242	22,560	20,523	2,037	*9·1*	18,524
1977 *1*	30,011	17,625	355	2,624	3,548	5,859	29	4,984	2,250	22,748	19,071	3,677	*16·2*	17,803
2	30,571	18,174	361	2,679	3,733	5,624	12	4,544	2,354	23,661	20,160	3,501	*14·8*	17,827
3	31,790	18,540	406	2,715	3,783	6,346	25	4,583	2,384	24,798	21,325	3,473	*14·0*	18,355
4	32,806	19,184	378	2,798	4,036	6,410	48	4,153	2,465	26,140	22,974	3,166	*12·1*	19,124
1978 *1*	33,574	19,523	385	2,864	4,203	6,599	95	5,089	2,510	25,880	21,938	3,942	*15·2*	18,416
2	35,042	20,684	420	3,038	4,447	6,453	64	5,036	2,428	27,514	22,969	4,545	*16·5*	19,174
3	36,308	21,242	413	3,121	4,399	7,133	70	4,791	2,491	28,956	24,552	4,404	*15·2*	19,912
Seasonally adjusted														
1976 *1*	26,832	15,999	354	2,240	3,075	5,164	33	4,351	1,853	20,595	17,381	3,214	*15·6*	18,625
2	27,587	16,545	351	2,445	3,099	5,147	7	4,477	2,132	20,971	17,966	3,005	*14·3*	18,419
3	28,495	17,024	390	2,532	3,201	5,348	5	4,113	2,192	22,185	18,677	3,508	*15·8*	18,861
4	29,302	17,364	378	2,611	3,388	5,561	8	4,648	2,242	22,404	19,514	2,890	*12·9*	18,279
1977 *1*	30,176	17,746	355	2,624	3,558	5,893	29	4,782	2,250	23,115	19,859	3,256	*14·1*	18,183
2	30,775	18,195	361	2,679	3,698	5,842	12	4,708	2,354	23,701	20,454	3,247	*13·7*	17,957
3	31,446	18,483	406	2,715	3,788	6,054	25	4,503	2,384	24,534	21,421	3,113	*12·7*	18,072
4	32,781	19,099	378	2,798	4,056	6,450	48	4,271	2,465	25,997	21,796	4,201	*16·1*	18,897
1978 *1*	33,488	19,648	385	2,864	4,172	6,419	95	4,817	2,510	26,066	22,781	3,285	*12·6*	18,663
2	35,297	20,708	420	3,038	4,351	6,780	64	5,076	2,428	27,729	23,341	4,388	*15·8*	19,447
3	35,879	21,178	413	3,121	4,424	6,743	70	4,761	2,491	28,557	24,508	4,049	*14·2*	19,587

[1] Before providing for depreciation and stock appreciation.
[2] Employers' contributions to national insurance, etc. and pension funds.
[3] National insurance benefits, family allowances, assistance grants, war pensions and service grants, etc.
[4] Income from rent and self-employment, before providing for depreciation and stock appreciation, dividend and net interest receipts, transfers to charities from companies and an imputed charge for the capital consumption of private, non-profit-making bodies.
[5] From the second quarter of 1973 includes tax credits on dividends.
[6] From the second quarter of 1973 includes imputed tax payments set against tax credits on dividends *less* payments of these tax credits by the Inland Revenue.
[7] Equals total personal income before tax *less* payments of taxes on income, national insurance, etc. contributions and net transfers abroad.
[8] Before providing for depreciation, stock appreciation and additions to tax reserves.
[9] Personal saving as a percentage of total personal disposable income is shown in italics.
[10] Personal disposable income revalued by the implied consumers' expenditure deflator (1975 = 100).

Appropriation account of companies and financial institutions

TABLE 5

£ million	Income					Allocation of income						
	Income arising in the United Kingdom					Dividends and interest, etc.						
	Gross trading profits											
	Total[1]	After deducting stock appreciation	Stock appreciation	Total[2]	Rent and non-trading income	Income from abroad (net of taxes paid abroad)	Payments of dividends on ordinary shares[3]	Other[3]	Profits due abroad (net of UK tax)	UK taxes on income (payments)[4]	Balance undistributed income[5]	Taxes paid abroad on income from abroad[1]
1973	15,570	6,605	2,327	8,932	4,206	2,432	1,695	3,336	754	1,895	7,890	*2,550*
1974	17,464	4,718	4,790	9,508	5,270	2,686	1,518	4,377	655	2,815	8,099	*4,176*
1975	17,737	5,523	4,239	9,762	5,630	2,345	1,645	4,536	622	2,255	8,679	*3,626*
1976	22,681	7,408	5,091	12,499	6,781	3,401	1,870	4,934	977	2,088	12,812	*4,417*
1977	25,518	10,767	4,046	14,813	7,286	3,419	2,300	5,132	1,746	3,181	13,159	*4,225*
Unadjusted												
1976 *1*	4,783	1,431	1,110	2,541	1,498	744	366	1,109	261	1,189	1,858	*1,039*
2	5,509	1,923	1,151	3,074	1,609	826	547	1,179	216	157	3,410	*1,068*
3	5,489	1,609	1,274	2,883	1,728	878	473	1,197	218	351	3,250	*1,156*
4	6,900	2,445	1,556	4,001	1,946	953	484	1,449	282	391	4,294	*1,154*
1977 *1*	6,709	2,402	1,554	3,956	1,889	864	430	1,372	404	1,754	2,749	*1,086*
2	6,287	2,534	1,020	3,554	1,842	891	644	1,306	492	262	3,583	*1,113*
3	6,364	2,845	867	3,712	1,821	831	604	1,226	409	538	3,587	*1,038*
4	6,158	2,986	605	3,591	1,734	833	622	1,228	441	627	3,240	*988*
1978 *1*	6,265	3,193	545	3,738	1,740	787	525	1,111	421	2,142	2,066	*931*
2	6,609	2,847	950	3,797	1,905	907	801	1,212	459	327	3,810	*984*
3	7,340	3,576	754	4,330	2,073	937	669	1,393	426	598	4,254	*940*
Seasonally adjusted												
1976 *1*	4,803	1,425	1,110	2,535	1,496	772	496	1,146	267	389	2,505	*1,019*
2	5,459	1,892	1,151	3,043	1,612	804	447	1,173	202	563	3,074	*1,059*
3	5,809	1,912	1,274	3,186	1,724	899	444	1,206	244	515	3,400	*1,200*
4	6,610	2,179	1,556	3,735	1,949	926	483	1,409	264	621	3,833	*1,139*
1977 *1*	6,714	2,359	1,554	3,913	1,900	901	590	1,405	410	759	3,550	*1,085*
2	6,408	2,697	1,020	3,717	1,824	867	520	1,299	470	695	3,424	*1,100*
3	6,307	2,765	867	3,632	1,826	849	570	1,234	442	837	3,224	*1,054*
4	6,089	1,946	605	3,551	1,736	802	620	1,194	424	890	2,961	*986*
1978 *1*	6,223	3,143	545	3,688	1,725	810	725	1,160	427	900	3,011	*925*
2	6,775	3,047	950	3,997	1,885	893	650	1,215	439	948	3,523	*967*
3	7,228	3,426	754	4,180	2,089	959	636	1,361	461	946	3,824	*968*

[1] Taxes paid abroad are not included in total income, but are shown only as a memorandum item.
[2] Before providing for depreciation and stock appreciation.
[3] With the introduction of the imputation system of corporation tax from 6 April 1973 payments of dividends, previously shown gross of income tax, appear as actual payments, while the advance corporation tax in respect of those dividends is included in United Kingdom taxes on income.
[4] Payments of corporation tax (including advance corporation tax from 6 April 1973). Up to 5 April 1973 the balance of deductions of income tax from dividends over payments to the Inland Revenue is also deducted. The amounts of advance corporation tax paid since 6 April 1973, gross of repayments and including the additonal charge in the financial year 1974-75, are as follows:

(£ million)

	1973	*1974*	*1975*	*1976*	*1977*	*1978*
Quarter 1	—	153	291	270	315	356
2	4	200	181	206	247	256
3	134	393	253	280	347	422
4	138	274	213	259	303	
Year	276	1,020	938	1,015	1,212	

[5] Before providing for depreciation, stock appreciation and additions to reserves.

Appropriation account of industrial and commercial companies

TABLE 6

£ million

	Income								Allocation of income					
	Income arising in the United Kingdom								Dividends and interest, etc.					
	Gross trading profits				Rent and non-trading income		Income from abroad (net of taxes paid abroad)		Payments of dividends on ordinary shares[3]	Other[3]	*of which* to financial companies[2]	Profits due abroad (net of UK tax)	UK taxes on income (payments)[4]	Balance undistributed income[5]	Taxes paid abroad on income from abroad[2]
	Total	After deducting stock appreciation	Stock appreciation	Total[1]	Total	*of which* from financial companies[2]									
1973	12,832	7,423	2,327	9,750	1,029	501	2,053		1,638	2,365	1,806	665	1,156	7,008	2,360
1974	14,671	6,268	4,790	11,058	1,325	695	2,288		1,469	3,340	2,716	525	2,022	7,315	4,012
1975	14,642	7,301	4,239	11,540	1,310	619	1,792		1,608	3,309	2,674	447	1,262	8,016	3,453
1976	18,731	9,462	5,091	14,553	1,641	802	2,537		1,825	3,798	3,149	744	888	11,476	4,116
1977	21,154	12,902	4,046	16,948	1,537	637	2,669		2,233	3,692	3,053	1,496	1,833	11,900	3,846
Unadjusted															
1976	*1* 3,922	1,914	1,110	3,024	348	157	550		354	800	666	194	99	2,475	967
	2 4,582	2,426	1,151	3,577	385	178	620		516	873	720	150	108	2,935	995
	3 4,481	2,132	1,274	3,406	415	200	660		469	947	782	168	319	2,578	1,078
	4 5,746	2,990	1,556	4,546	493	267	707		486	1,178	981	232	362	3,488	1,076
1977	*1* 5,614	2,927	1,554	4,481	448	226	685		416	1,041	904	330	533	3,294	992
	2 5,167	3,064	1,020	4,084	373	152	710		612	918	771	418	207	3,012	1,022
	3 5,255	3,380	867	4,247	366	140	642		587	889	728	358	496	2,925	942
	4 5,118	3,531	605	4,136	350	119	632		618	844	650	390	597	2,669	890
1978	*1* 5,280	3,756	545	4,301	379	134	600		517	766	631	370	802	2,825	851
	2 5,489	3,405	950	4,355	464	200	670		757	952	817	408	263	3,109	904
	3 6,049	4,136	754	4,890	510	233	649		654	1,081	932	370	556	3,388	865
Seasonally adjusted															
1976	*1* 3,935	1,908	1,110	3,018	348	157	569		480	840	673	200	165	2,250	947
	2 4,543	2,395	1,151	3,546	388	178	609		424	867	707	136	240	2,876	986
	3 4,801	2,435	1,274	3,709	415	200	677		442	953	784	194	219	2,993	1,122
	4 5,452	2,724	1,556	4,280	490	267	682		479	1,138	985	214	264	3,357	1,061
1977	*1* 5,592	2,884	1,554	4,438	448	226	706		570	1,082	912	336	437	3,167	991
	2 5,322	3,227	1,020	4,247	375	152	700		506	915	758	396	401	3,104	1,009
	3 5,188	3,300	867	4,167	366	140	655		553	890	729	391	482	2,872	958
	4 5,052	3,491	605	4,096	348	119	608		604	805	654	373	513	2,757	888
1978	*1* 5,252	3,706	545	4,251	379	134	622		709	808	641	376	519	2,840	845
	2 5,682	3,605	950	4,555	467	200	660		631	949	802	388	546	3,168	887
	3 5,913	3,986	754	4,740	510	233	663		620	1,083	933	405	581	3,224	893

[1] Before providing for depreciation and stock appreciation.
[2] These items are included solely as memorandum items.
[3] With the introduction of the imputation system of corporation tax from 6 April 1973 payments of dividends previously shown gross of income tax, appear as actual payments, while the advance corporation tax in respect of those dividends is included in United Kingdom taxes on income.
[4] The residual of all companies payments and accruals of financial companies and institutions taxes on income. The former include payments of corporation tax (including advance corporation tax from 6 April 1973). Up to 5 April 1973 the balance of deductions of income tax from dividends over payments to the Inland Revenue is also deducted. In the third quarter of 1978 the amount of advance corporation tax included was £358 million.
[5] Before providing for depreciation, stock appreciation and additions to reserves.

Appropriation account of financial companies and institutions

TABLE 7

£ million

	Income						Allocation of income							
		Income arising in the United Kingdom					Dividends and interest payments, etc.							
			Rent and non-trading income			Income from abroad (net of taxes paid abroad)		Other interest payments						
	Total	Gross trading profits[1, 2]	of the Banking sector	of Building societies	Other		Dividends and debenture and loan interest payments[3]	by the Banking sector	by Building societies	Other	Profits due abroad (net of UK tax)	UK taxes on income[4]	Balance undistributed income[5]	Taxes paid abroad on income from abroad[6]
1973	5,045	— 818	3,238	1,467	779	379	307	1,418	1,361	249	89	739	882	*190*
1974	6,204	—1,550	4,608	1,930	818	398	277	2,201	1,743	276	130	793	784	*164*
1975	6,388	—1,778	4,493	2,248	872	553	298	1,968	2,002	289	175	993	663	*173*
1976	7,901	—2,054	5,321	2,650	1,120	864	326	2,197	2,298	311	233	1,200	1,336	*301*
1977	8,054	—2,135	4,890	3,146	1,403	750	379	1,770	2,717	331	250	1,348	1,259	*379*
Unadjusted														
1976 *1*	1,684	—483	1,132	611	230	194	69	448	551	76	67	1,090	—617	*72*
2	1,825	—503	1,186	644	292	206	113	497	550	75	66	49	475	*73*
3	1,990	—523	1,331	673	291	218	72	533	554	77	50	32	672	*78*
4	2,402	—545	1,672	722	307	246	72	719	643	83	50	29	806	*78*
1977 *1*	2,225	—525	1,465	792	314	179	75	598	715	87	74	1,221	—545	*94*
2	2,043	—530	1,217	807	368	181	123	446	695	79	74	55	571	*91*
3	1,977	—535	1,163	792	368	189	99	379	660	84	51	42	662	*96*
4	1,809	—545	1,045	755	353	201	82	347	647	81	51	30	571	*98*
1978 *1*	1,750	—563	1,022	753	351	187	78	341	613	86	51	1,340	—759	*80*
2	2,137	—558	1,305	759	394	237	148	482	603	88	51	64	701	*80*
3	2,456	—560	1,491	836	401	288	97	556	742	87	56	42	866	*75*
Seasonally adjusted														
1976 *1*	1,698	—483	1,132	609	237	203	77	448	551	76	67	224	255	*72*
2	1,801	—503	1,186	644	279	195	94	497	548	75	66	323	198	*73*
3	1,992	—523	1,331	669	293	222	71	533	558	77	50	296	407	*78*
4	2,410	—545	1,672	728	311	244	84	719	641	83	50	357	476	*78*
1977 *1*	2,260	—525	1,465	803	322	195	90	598	706	87	74	322	383	*94*
2	1,996	—530	1,217	787	355	167	93	446	690	79	74	294	320	*91*
3	1,988	—535	1,163	797	369	194	98	379	669	84	51	355	352	*96*
4	1,810	—545	1,045	759	357	194	98	347	652	81	51	377	204	*98*
1978 *1*	1,746	—563	1,022	738	361	188	96	341	620	86	51	381	171	*80*
2	2,095	—558	1,305	736	379	233	109	482	608	88	51	402	355	*80*
3	2,481	—560	1,491	852	402	296	97	566	710	87	56	365	600	*75*

[1] Before providing for depreciation and stock appreciation, but the latter is negligible.
[2] This represents the contribution of financial companies and institutions to the gross domestic product. It is the difference between bank charges, commissions, etc., on the one hand and management expenses (wages and salaries and payments for current expenses) on the other.
[3] With the introduction of the imputation system of corporation tax from 6 April 1973 payments of dividends, previously shown gross of income tax, appear as actual payments, while the advance corporation tax in respect of those dividends is included in UK taxes on income.
[4] The accrual of corporation tax on taxable income including from 6 April 1973 advance corporation tax due from financial companies and institutions.
[5] Before providing for depreciation, stock appreciation and additions to reserves.
[6] This item is shown only as a memorandum item.

Appropriation account of public corporations

TABLE 8

£ million

	Income					Allocation of income					
						Interest and dividends (payments)					
	Total	Gross trading surplus[1]	*Of which* subsidies	Rent and non-trading income	Income from abroad	Total	To general government	Other	United Kingdom taxes on income (payments)[2]	Balance undistributed income[3]
1973	2,408	2,063	654	325	20	1,133	889	244	8	1,267
1974	2,997	2,558	1,338	409	30	1,586	1,158	428	11	1,400
1975	3,599	3,093	1,140	466	40	1,906	1,341	565	12	1,681
1976	5,261	4,502	1,005	703	56	2,395	1,650	745	2	2,864
1977	5,822	5,035	1,044	725	62	2,522	1,782	740	21	3,279
Unadjusted										
1976 *1*	1,169	1,023	240	134	12	641	520	121	2	526
2	1,215	1,039	273	162	14	480	298	182	—	735
3	1,175	976	243	184	15	681	479	202	—	494
4	1,702	1,464	249	223	15	593	353	240	—	1,109
1977 *1*	1,620	1,405	257	200	15	721	549	172	21	878
2	1,335	1,135	251	185	15	514	333	181	—	821
3	1,285	1,095	259	174	16	845	664	181	—	440
4	1,582	1,400	277	166	16	442	236	206	—	1,140
1978 *1*	1,554	1,359	273	178	17	720	562	158	20	814
2	1,380	1,181	282	182	17	538	295	243	—	842
3	1,332	1,149	287	167	16	671	487	184	—	661
Seasonally adjusted										
1976 *1*	1,142	996	240	134	12	508	387	121	1	633
2	1,294	1,118	273	162	14	606	424	182	—	688
3	1,355	1,156	243	184	15	569	367	202	—	786
4	1,470	1,232	249	223	15	712	472	240	1	757
1977 *1*	1,511	1,296	257	200	15	600	428	172	5	906
2	1,448	1,248	251	185	15	703	522	181	5	740
3	1,541	1,351	259	174	16	711	530	181	5	825
4	1,322	1,140	277	166	16	508	302	206	6	808
1978 *1*	1,457	1,262	273	178	17	592	434	158	5	860
2	1,488	1,289	282	182	17	675	432	243	5	808
3	1,560	1,377	287	167	16	549	365	184	5	1,006

[1] Before providing for depreciation and stock appreciation.
[2] Payments to Inland Revenue *less* amounts deducted from dividends and interest paid.
[3] Before providing for depreciation, stock appreciation and additions to reserves.

Current account of central government including National Insurance Fund

TABLE 9

	Receipts											
	£ million											
			Taxes on expenditure									
	Total	Taxes on income[1]	Selective employment tax	National insurance surcharge[5]	Other taxes	National insurance contributions	National health contributions	Redundancy Fund contributions[2]	Gross trading surplus[3]	Rent, dividends and interest	Imputed charge for consumption of non-trading capital
1973	22,602	9,295	132	—	7,343[4]	3,646	239	52	5	1,769	121
1974	28,281	12,548	—	—	8,381	4,713	235	52	51	2,142	159
1975	36,383	16,537	—	—	10,184	6,305	451	87	75	2,533	211
1976	42,516	18,704	—	—	12,046	7,700	604	115	37	3,051	259
1977	48,852	20,295	—	996	14,250	8,628	673	152	51	3,512	295
Unadjusted											
1976 *1*	11,000	5,566	—	—	2,637	1,691	136	26	3	879	62
2	10,026	4,278	—	—	2,901	1,951	152	29	4	647	64
3	10,408	4,222	—	—	3,051	2,006	156	30	25	853	65
4	11,082	4,638	—	—	3,457	2,052	160	30	5	672	68
1977 *1*	12,979	6,599	—	—	3,048	2,060	160	30	15	997	70
2	11,516	4,543	—	332	3,453	2,146	168	40	13	749	72
3	12,343	4,732	—	326	3,685	2,175	169	40	28	1,113	75
4	12,014	4,421	—	338	4,064	2,247	176	42	—5	653	78
1978 *1*	14,439	6,927	—	340	3,435	2,289	179	42	14	1,134	79
2	12,591	4,990	—	365	3,891	2,194	189	45	13	824	80
3	13,112	5,025	—	374	4,116	2,250	194	47	9	1,017	80
Seasonally adjusted											
1976 *1*	9,931	4,467	—	—	2,822	1,691	136	26	3	724	62
2	10,728	4,805	—	—	2,947	1,951	152	29	4	776	64
3	10,512	4,419	—	—	3,077	2,006	156	30	25	734	65
4	11,345	5,013	—	—	3,200	2,052	160	30	5	817	68
1977 *1*	11,691	5,247	—	—	3,259	2,060	160	30	15	850	70
2	12,357	5,149	—	332	3,501	2,146	168	40	13	936	72
3	12,593	5,071	—	326	3,725	2,175	169	40	28	984	75
4	12,211	4,828	—	338	3,765	2,247	176	42	—5	742	78
1978 *1*	13,032	5,395	—	340	3,718	2,289	179	42	14	976	79
2	13,490	5,714	—	365	3,920	2,194	189	45	13	970	80
3	13,381	5,409	—	374	4,127	2,250	194	47	9	891	80

[1] Tax receipts less tax credits.
[2] Include, from April 1977, contributions to the Maternity Pay Fund.
[3] Before providing for depreciation and stock appreciation.
[4] The current price estimates for the second quarter of 1973 include a fall in the book value of stocks of £280 million reflecting tax rebated on the introduction of VAT: the rebate is also included as a deduction from taxes on expenditure and the estimate of gross domestic product at factor cost is thus not affected.
[5] From this issue the national insurance surcharge, introduced in the second quarter of 1977, will be shown separately from other taxes on expenditure.

Current account of central government including National Insurance Fund

TABLE 9 *(continued)*

	Expenditure												
	£ million												
			Final consumption										
	Total	Total current expenditure	Total	Military defence	National health service	Other	Subsidies	National insurance benefits	Other current grants to personal sector	Debt interest	Current grants to local authorities	Current grants paid abroad	Balance: current surplus[1]
1973	22,602	21,406	7,773	3,399	2,524	1,850	1,328	3,927	2,220	1,834	3,965	359	1,196
1974	28,281	27,489	9,926	4,012	3,572	2,342	2,712	4,922	2,638	2,233	4,738	320	792
1975	36,383	37,218	13,209	5,097	4,903	3,209	3,277	6,377	3,490	2,760	7,726	379	−835
1976	42,516	44,831	15,709	6,163	5,788	3,758	2,999	7,918	4,288	3,737	9,388	792	−2,315
1977	48,852	49,640	17,275	6,765	6,477	4,033	2,881	9,203	5,160	4,640	9,370	1,111	−788
Unadjusted													
1976 *1*	11,000	11,360	3,819	1,486	1,369	964	694	1,947	972	979	2,726	223	−360
2	10,026	10,779	3,860	1,508	1,444	908	829	1,928	1,048	746	2,207	161	−753
3	10,408	11,229	3,958	1,566	1,454	938	752	1,944	1,085	1,171	2,135	184	−821
4	11,082	11,463	4,072	1,603	1,521	948	724	2,099	1,183	841	2,320	224	−381
1977 *1*	12,979	12,192	4,154	1,605	1,532	1,017	746	2,253	1,098	1,246	2,379	316	787
2	11,516	12,227	4,247	1,661	1,607	979	732	2,224	1,313	1,041	2,399	271	−711
3	12,343	12,421	4,407	1,757	1,645	1,005	679	2,265	1,305	1,269	2,202	294	−78
4	12,014	12,800	4,467	1,742	1,693	1,032	724	2,461	1,444	1,084	2,390	230	−786
1978 *1*	14,439	14,010	4,778	1,805	1,769	1,204	718	2,583	1,371	1,469	2,546	545	429
2	12,591	13,757	4,719	1,877	1,748	1,094	751	2,570	1,617	1,178	2,571	351	−1,166
3	13,112	14,283	4,900	1,897	1,895	1,108	788	2,546	1,664	1,543	2,425	417	−1,171
Seasonally adjusted													
1976 *1*	9,931	10,479	3,759	1,486	1,374	899	656	1,947	1,006	852	2,102	157	−548
2	10,728	11,186	3,903	1,508	1,443	952	856	1,947	1,019	881	2,415	165	−458
3	10,512	11,386	3,975	1,566	1,454	955	769	1,955	1,100	1,022	2,343	222	−874
4	11,345	11,780	4,072	1,603	1,517	952	718	2,069	1,163	982	2,528	248	−435
1977 *1*	11,691	11,769	4,097	1,605	1,537	955	706	2,255	1,137	1,169	2,161	244	−78
2	12,357	12,453	4,286	1,661	1,603	1,022	756	2,244	1,276	1,144	2,472	275	−96
3	12,593	12,450	4,426	1,757	1,649	1,020	697	2,275	1,323	1,145	2,275	309	143
4	12,211	12,968	4,466	1,742	1,688	1,036	722	2,429	1,424	1,182	2,462	283	−757
1978 *1*	13,032	13,412	4,705	1,805	1,774	1,126	683	2,586	1,419	1,223	2,347	449	−380
2	13,490	14,153	4,770	1,877	1,744	1,149	772	2,590	1,573	1,434	2,638	376	−663
3	13,381	14,268	4,923	1,897	1,899	1,127	805	2,556	1,685	1,357	2,491	451	−887

[1] Before providing for depreciation and stock appreciation.

Current account of local authorities

TABLE 10

	Receipts						
	£ million						
	Total	Current grants from central government	Rates		Gross trading surplus[2]	Rent, dividends and interest	Imputed charge for consumption of non-trading capital
			Cash receipts	Accruals adjustment[1]			
1973	8,139	3,965	2,533	114	134	1,069	324
1974[3]	9,851	4,738	3,083	6	97	1,549	378
1975	14,240	7,726	4,127	— 149	102	1,945	489
1976	16,982	9,388	4,646	— 143	122	2,389	580
1977	18,000	9,370	5,384	— 190	143	2,641	652
Unadjusted							
1976 *1*	4,517	2,726	829	236	27	556	143
2	4,098	2,207	1,210	— 73	30	584	140
3	4,063	2,135	1,125	21	32	605	145
4	4,304	2,320	1,482	— 327	33	644	152
1977 *1*	4,376	2,379	786	379	36	650	146
2	4,576	2,399	1,505	— 173	36	648	161
3	4,423	2,202	1,357	— 15	36	675	168
4	4,625	2,390	1,736	— 381	35	668	177
1978 *1*	4,791	2,546	803	569	40	655	178
2	4,889	2,571	1,790	— 381	42	688	179
3	4,771	2,425	1,496	— 77	44	703	180
Seasonally adjusted							
1976 *1*	3,893	2,102	1,065		27	556	143
2	4,309	2,415	1,137		30	587	140
3	4,276	2,343	1,146		32	610	145
4	4,504	2,528	1,155		33	636	152
1977 *1*	4,158	2,161	1,165		36	650	146
2	4,661	2,472	1,332		36	660	161
3	4,487	2,275	1,342		36	666	168
4	4,694	2,462	1,355		35	665	177
1978 *1*	4,588	2,347	1,372		40	651	178
2	4,958	2,638	1,409		42	690	179
3	4,838	2,491	1,419		44	704	180

[1] Adjustment to accruals of rates for the quarter, as included in taxes on expenditure and in the adjustment to factor cost in Table 1.
[2] Before providing for depreciation and stock appreciation.
[3] Figures from the second quarter of 1974 exclude water, land drainage and sewage disposal (England and Wales), health and trust ports.

Current account of local authorities

TABLE 10 *(continued)*

	Expenditure								
	£ million								
	Total	Total current expenditure	Final consumption: Education	Final consumption: Other	Subsidies	Current grants to personal sector	Debt interest	Taxes on income (payments)[1]	Balance: current surplus[2]
1973	8,139	7,385	2,670	2,884	114	273	1,444	—	754
1974	9,851	9,283	3,196	3,442	284	315	2,046	—	568
1975	14,240	12,932	4,920	4,801	463	416	2,332	—	1,308
1976	16,982	14,750	5,366	5,536	473	557	2,818	—	2,232
1977	18,000	16,165	5,797	6,049	452	737	3,130	—	1,835
Unadjusted									
1976 *1*	4,517	3,772	1,285	1,302	119	160	850	56	745
2	4,098	3,549	1,371	1,363	121	163	503	28	549
3	4,063	3,728	1,313	1,438	117	142	770	— 52	335
4	4,304	3,701	1,397	1,433	116	92	695	— 32	603
1977 *1*	4,376	4,179	1,408	1,430	112	197	970	62	197
2	4,576	3,886	1,468	1,509	116	196	565	32	690
3	4,423	4,132	1,434	1,543	118	213	882	— 58	291
4	4,625	3,968	1,487	1,567	106	131	713	— 36	657
1978 *1*	4,791	4,588	1,520	1,670	117	249	977	55	203
2	4,889	4,322	1,616	1,661	131	260	614	40	567
3	4,771	4,421	1,561	1,732	137	189	861	— 59	350
Seasonally adjusted									
1976 *1*	3,893	3,499	1,271	1,302	119	122	685	—	394
2	4,309	3,651	1,365	1,363	121	133	669	—	658
3	4,276	3,760	1,344	1,438	117	146	715	—	516
4	4,504	3,840	1,386	1,433	116	156	749	—	664
1977 *1*	4,158	3,881	1,394	1,430	112	166	779	—	277
2	4,661	4,024	1,457	1,509	116	178	764	—	637
3	4,487	4,138	1,470	1,543	118	190	817	—	349
4	4,694	4,122	1,476	1,567	106	203	770	—	572
1978 *1*	4,588	4,241	1,505	1,670	117	167	782	—	347
2	4,958	4,419	1,603	1,661	131	188	836	—	539
3	4,838	4,429	1,601	1,732	137	183	776	—	409

[1] Payments to Inland Revenue *less* amounts deducted from interest paid.
[2] Before providing for depreciation and stock appreciation.

International transactions

TABLE 11

	Exports and imports of goods and services revalued at 1975 prices							
	£ million							
	Exports				Imports			
	Unadjusted		Seasonally adjusted		Unadjusted		Seasonally adjusted	
	Goods	Services	Goods	Services	Goods	Services	Goods	Services
1973	19,041	7,106	19,041	7,106	24,683	6,360	24,683	6,360
1974	20,298	7,430	20,298	7,430	24,899	6,430	24,899	6,430
1975	19,463	7,480	19,463	7,480	22,699	6,329	22,699	6,329
1976	21,376	7,988	21,376	7,988	23,984	6,199	23,984	6,199
1977	23,151	8,338	23,151	8,338	24,309	5,967	24,309	5,967
1976 *1*	5,219	1,799	5,165	1,908	5,747	1,390	5,686	1,565
2	5,465	1,924	5,335	1,951	6,164	1,551	6,032	1,536
3	5,112	2,248	5,360	2,044	5,939	1,745	6,187	1,534
4	5,580	2,017	5,516	2,085	6,134	1,513	6,079	1,564
1977 *1*	5,700	1,835	5,635	2,029	6,235	1,345	6,211	1,511
2	5,874	2,031	5,740	2,039	6,333	1,456	6,221	1,476
3	5,813	2,373	6,052	2,110	5,872	1,707	6,051	1,480
4	5,764	2,099	5,724	2,160	5,869	1,459	5,826	1,500
1978 *1*	5,749	1,850	5,816	2,057	6,417	1,391	6,473	1,553
2	6,272	1,972	5,936	1,988	6,516	1,547	6,260	1,556
3	5,741	2,299	6,095	2,077	6,277	1,829	6,586	1,595

International transactions

TABLE 11 (*continued*)

	United Kingdom credits					
	£ million					
		Exports and property income from abroad				
	Total credits	Exports of goods[1]	Exports of services	Property income from abroad	UK taxes paid by non-residents	Current transfers to personal sector
1973	23,207	12,115	5,089	5,363	341	299
1974	31,075	16,538	6,440	7,354	410	333
1975	34,286	19,463	7,480	6,492	502	349
1976	44,457	25,424	9,744	8,358	475	456
1977	52,754	32,182	11,323	8,373	376	500
Unadjusted						
1976 *1*	9,888	5,717	2,013	1,918	127	113
2	10,887	6,312	2,318	2,039	105	113
3	11,387	6,212	2,794	2,163	106	112
4	12,295	7,183	2,619	2,238	137	118
1977 *1*	12,346	7,604	2,453	2,086	87	116
2	13,277	8,113	2,758	2,177	106	123
3	13,742	8,219	3,247	2,060	88	128
4	13,389	8,246	2,865	2,050	95	133
1978 *1*	13,060	8,283	2,582	1,981	84	130
2	14,522	9,240	2,867	2,189	86	140
3	14,277	8,544	3,377	2,148	68	140
Seasonally adjusted						
1976 *1*	9,974	5,654	2,144	1,933	130	113
2	10,725	6,160	2,362	1,992	98	113
3	11,528	6,513	2,551	2,233	119	112
4	12,230	7,097	2,687	2,200	128	118
1977 *1*	12,554	7,512	2,710	2,128	88	116
2	13,051	7,927	2,774	2,126	101	123
3	13,758	8,556	2,880	2,099	95	128
4	13,391	8,187	2,959	2,020	92	133
1978 *1*	13,474	8,380	2,873	2,004	87	130
2	13,995	8,743	2,883	2,148	81	140
3	14,500	9,071	3,013	2,200	76	140

[1] On a balance of payments basis.

International transactions

TABLE 11 (*continued*)

United Kingdom debits

£ million

			Imports and property income paid abroad				Current transfers		
	Total[1]	Total debits[1]	Imports of goods[2]	Imports of services	Property income paid abroad	Foreign taxes paid by UK residents	From personal sector	From central government[1]	Balance: net investment and capital transfers abroad[3]
1973	23,207	24,206	14,498	4,467	1,910	2,574	398	359	—999
1974	31,075	34,666	21,773	5,637	2,271	4,211	454	320	—3,591
1975	34,286	36,141	22,699	6,329	2,571	3,660	503	379	—1,855
1976	44,457	45,594	29,013	7,762	3,063	4,455	509	792	—1,137
1977	52,754	52,348	33,891	8,467	3,992	4,273	614	1,111	406
Unadjusted									
1976 *1*	9,888	9,994	6,277	1,562	738	1,048	146	223	—106
2	10,887	11,275	7,268	1,902	747	1,077	120	161	—388
3	11,387	11,755	7,339	2,229	720	1,166	117	184	—368
4	12,295	12,570	8,129	2,069	858	1,164	126	224	—275
1977 *1*	12,346	12,864	8,524	1,876	906	1,097	145	316	—518
2	13,227	13,557	8,843	2,059	1,124	1,125	135	271	—280
3	13,742	13,140	8,272	2,447	924	1,050	153	294	602
4	13,389	12,787	8,252	2,085	1,038	1,001	181	230	602
1978 *1*	13,060	13,614	8,944	1,986	971	943	225	545	—554
2	14,522	14,309	9,291	2,307	1160	996	204	351	213
3	14,277	14,280	8,972	2,712	1016	953	210	417	—3
Seasonally adjusted									
1976 *1*	9,974	10,053	6,204	1,762	756	1,028	146	157	—79
2	10,725	11,040	7,109	1,889	689	1,068	120	165	—315
3	11,528	11,945	7,645	1,969	782	1,210	117	222	—417
4	12,230	12,556	8,055	2,142	836	1,149	126	248	—326
1977 *1*	12,554	13,034	8,485	2,103	961	1,096	145	244	—480
2	13,051	13,331	8,689	2,091	1,029	1,112	135	275	—280
3	13,758	13,183	8,525	2,132	998	1,066	153	309	575
4	13,391	12,800	8,192	2,141	1,004	999	181	283	591
1978 *1*	13,474	13,887	9,022	2,222	1,032	937	225	449	—413
2	13,995	13,869	8,925	2,324	1,061	979	204	376	126
3	14,500	14,526	9,413	2,362	1,109	981	210	451	—26

[1] From the beginning of 1973 net of receipts from the EEC.
[2] On a balance of payments basis.
[3] Equal to the current balance in the balance of payments accounts.

Summary capital account

Receipts

TABLE 12

£ million

	Saving[1]	Capital transfers (net)									
	Total	Total	Personal sector	Companies	Public corporations	General government	Personal sector	Companies	Public corporations[2]	General government[2]	Residual error
1973	17,809	17,223	6,116	7,890	1,267	1,950	—325	271	153	—158	645
1974	20,740	19,610	8,751	8,099	1,400	1,360	—324	266	215	—232	1,205
1975	22,557	22,002	11,169	8,679	1,681	473	—304	389	280	—365	555
1976	29,522	28,210	12,617	12,812	2,864	—83	—63	229	368	—534	1,312
1977	32,440	31,302	13,817	13,159	3,279	1,047	81	108	456	—645	1,138
Unadjusted											
1976 *1*	6,973	6,373	3,604	1,858	526	385	—54	35	123	—104	600
2	6,628	7,147	3,206	3,410	735	—204	—42	74	71	—103	—519
3	7,553	7,028	3,770	3,250	494	—486	—11	69	71	—129	525
4	8,368	7,662	2,037	4,294	1,109	222	44	51	103	—198	706
1977 *1*	7,985	8,288	3,677	2,749	878	984	36	8	189	—233	—303
2	7,470	7,884	3,501	3,583	821	—21	3	61	93	—157	—414
3	8,159	7,713	3,473	3,587	440	213	28	30	83	—141	446
4	8,826	7,417	3,166	3,240	1,140	—129	14	9	91	—114	1,409
1978 *1*	7,668	7,454	3,942	2,066	814	632	64	159	160	—383	214
2	8,825	8,598	4,545	3,810	842	—599	58	52	83	—193	227
3	8,885	8,498	4,404	4,254	661	—821	68	46	123	—237	387
Seasonally adjusted											
1976 *1*	6,899	6,198	3,214	2,505	633	—154	—53	65	87	—99	701
2	7,013	6,967	3,005	3,074	688	200	—27	62	93	—128	46
3	7,538	7,336	3,508	3,400	786	—358	—14	48	84	—118	202
4	8,072	7,709	2,890	3,833	757	229	31	54	104	—189	363
1977 *1*	7,966	7,911	3,256	3,550	906	199	28	42	126	—196	55
2	7,806	7,952	3,247	3,424	740	541	26	48	130	—204	—146
3	8,258	7,654	3,113	3,224	825	492	28	7	105	—140	604
4	8,410	7,785	4,201	2,961	808	—185	—1	11	95	—105	625
1978 *1*	7,816	7,123	3,285	3,011	860	— 33	55	182	105	—342	693
2	9,048	8,595	4,388	3,523	808	—124	85	46	111	—242	453
3	8,906	8,401	4,049	3,824	1,006	—478	66	28	146	—240	505

[1] Before providing for depreciation, stock appreciation, and additions to reserves.
[2] Excluding financial transactions on the writing-off of debt.

Summary capital account

Payments

TABLE 12 (*continued*)

£ million

	Gross capital formation[1]					Balance: net investment abroad[2]	Net acquisition of financial assets[3]			
	Total	Total	Personal sector	Companies	Public corporations	General government		Personal sector	Companies	Public corporations	General government
1973	17,809	18,867	2,953	9,996	2,210	3,708	1,058	2,838	—1,835	—790	—1,916
1974	20,740	24,406	3,144	13,612	3,198	4,452	3,666	5,283	—5,247	—1,583	—3,324
1975	22,557	24,412	3,646	10,804	4,898	5,064	1,855	7,219	—1,736	—2,937	—4,956
1976	29,522	30,659	4,520	15,167	5,480	5,492	1,137	8,034	—2,126	—2,248	—6,109
1977	32,440	32,034	5,164	16,942	4,987	4,941	—406	8,734	—3,675	—1,252	—4,539
Unadjusted											
1976 *1*	6,973	7,079	992	3,001	1,393	1,693	106	2,558	—1,108	—744	—1,412
2	6,628	7,016	1,110	3,347	1,349	1,210	388	2,054	137	—543	—1,517
3	7,553	7,921	1,144	4,099	1,377	1,301	368	2,615	—780	—812	—1,916
4	8,368	8,643	1,274	4,720	1,361	1,288	275	807	—375	—149	—1,264
1977 *1*	7,985	8,503	1,242	4,388	1,302	1,571	518	2,471	—1,631	—235	—820
2	7,470	7,750	1,348	4,237	1,150	1,015	280	2,156	—593	—236	—1,193
3	8,159	7,557	1,192	3,914	1,282	1,169	—602	2,309	—297	—759	—1,097
4	8,826	8,224	1,382	4,403	1,253	1,186	—602	1,798	—1,154	—22	—1,429
1978 *1*	7,668	8,227	1,321	4,420	1,085	1,396	554	2,685	—2,195	—111	—1,147
2	8,825	8,652	1,620	4,895	1,141	956	—213	2,983	—1,033	—216	—1,748
3	8,885	8,504	1,602	4,824	1,310	1,152	3	2,870	—524	—526	—2,210
Seasonally adjusted											
1976 *1*	6,899	6,978	1,034	3,141	1,393	1,410	79	2,127	—571	—673	—1,663
2	7,013	7,328	1,058	3,521	1,344	1,405	315	1,920	—385	—563	—1,333
3	7,538	7,956	1,177	4,041	1,378	1,359	417	2,317	—593	—508	—1,835
4	8,072	8,397	1,251	4,464	1,365	1,318	326	1,670	—577	—504	—1,278
1977 *1*	7,966	8,446	1,291	4,520	1,357	1,278	480	1,993	— 928	—325	—1,275
2	7,806	8,086	1,290	4,477	1,105	1,214	280	1,983	—1,005	—235	—877
3	8,258	7,683	1,234	3,927	1,279	1,243	—575	1,907	—696	—349	—891
4	8,410	7,819	1,349	4,018	1,246	1,206	—591	2,851	—1,046	—343	—1,496
1978 *1*	7,816	8,223	1,356	4,600	1,101	1,172	413	1,984	—1,407	—136	—1,547
2	9,048	8,956	1,545	5,112	1,119	1,146	—126	2,928	—1,543	—200	—1,512
3	8,906	8,547	1,665	4,740	1,302	1,225	26	2,450	—888	—150	—1,943

[1] Gross fixed capital formation *plus* the increase in book value of stocks and work in progress.
[2] Equals, apart from the change in sign, the net acquisition of financial assets by the overseas sector.
[3] This balance is equal to saving *plus* capital transfers *less* gross capital formation.

Consumers' expenditure

TABLE 13

£ million

	Total	Food (household expenditure)	Alcoholic drink: Beer	Alcoholic drink: Wines spirits, etc.	Tobacco	Housing	Fuel and light	Clothing: Footwear	Clothing: Other	Durable goods: Total	Durable goods: Cars and motor cycles	Durable goods: Furniture and floor coverings	Durable goods: Radio and electrical goods, etc.	Other goods	Other services
At current prices															
1973	45,187	8,489	1,807	1,616	1,945	6,140	1,897	634	3,257	4,138	1,799	1,100	1,239	6,986	8,278
1974	51,863	9,817	2,071	1,844	2,238	7,431	2,268	735	3,818	3,937	1,431	1,179	1,327	8,481	9,223
1975	63,192	12,059	2,680	2,176	2,748	9,237	2,916	860	4,436	4,784	1,816	1,420	1,548	10,293	11,003
1976	73,538	14,086	3,282	2,554	3,107	11,169	3,600	990	4,948	5,682	2,306	1,622	1,754	11,764	12,356
1977	83,530	16,268	3,788	2,751	3,632	12,844	4,261	1,169	5,669	6,400	2,706	1,769	1,925	13,141	13,607
Unadjusted															
1976 *1*	16,651	3,313	611	414	668	2,586	1,123	191	1,010	1,387	610	381	396	2,590	2,758
2	17,722	3,387	828	545	796	2,825	699	242	1,150	1,292	583	352	357	2,842	3,116
3	18,642	3,531	961	568	820	2,863	615	250	1,188	1,435	610	395	430	3,001	3,410
4	20,523	3,855	882	1,027	823	2,895	1,163	307	1,600	1,568	503	494	571	3,331	3,072
1977 *1*	19,071	3,879	752	464	777	3,002	1,298	232	1,159	1,579	734	414	431	2,921	3,008
2	20,160	4,018	966	554	939	3,279	919	269	1,272	1,414	651	379	384	3,106	3,424
3	21,325	3,972	1,048	664	966	3,282	766	299	1,392	1,732	813	439	480	3,408	3,796
4	22,974	4,399	1,022	1,069	950	3,281	1,278	369	1,846	1,675	508	537	630	3,706	3,379
1978 *1*	21,938	4,288	891	565	894	3,382	1,479	278	1,336	2,085	1,078	476	531	3,237	3,503
2	23,030	4,294	1,044	697	1,008	3,695	984	332	1,518	1,960	1,027	457	476	3,474	4,024
3	24,641	4,488	1,130	789	1,012	3,716	830	369	1,648	2,302	1,189	530	583	3,751	4,606
Revalued at 1975 prices															
1973	65,497	12,210	2,589	2,187	2,918	9,062	2,930	824	4,418	5,938	2,668	1,580	1,690	10,603	11,818
1974	64,070	12,099	2,590	2,302	2,885	9,122	2,983	833	4,364	4,791	1,731	1,395	1,665	10,595	11,506
1975	63,192	12,059	2,680	2,176	2,748	9,237	2,916	860	4,436	4,784	1,816	1,420	1,548	10,293	11,003
1976	63,320	12,172	2,738	2,273	2,653	9,411	2,894	887	4,470	5,057	1,977	1,448	1,632	10,396	10,369
1977	62,732	12,051	2,728	2,209	2,523	9,583	2,964	907	4,576	4,828	1,920	1,341	1,567	10,098	10,265
Unadjusted															
1976 *1*	15,026	2,976	547	387	607	2,326	966	178	952	1,281	557	357	367	2,392	2,414
2	15,506	3,001	696	486	697	2,402	569	222	1,059	1,173	510	319	344	2,555	2,646
3	15,917	3,091	790	500	682	2,365	479	222	1,071	1,271	509	352	410	2,636	2,810
4	16,871	3,104	705	900	667	2,318	880	265	1,388	1,332	401	420	511	2,813	2,499
1977 *1*	14,931	2,929	561	377	585	2,372	952	191	977	1,250	554	331	365	2,370	2,367
2	15,195	2,989	704	454	650	2,449	641	210	1,055	1,076	468	290	318	2,373	2,594
3	15,791	2,945	742	532	647	2,401	518	231	1,108	1,272	557	328	387	2,594	2,801
4	16,815	3,188	721	846	641	2,361	853	275	1,436	1,230	341	392	497	2,761	2,503
1978 *1*	15,611	3,017	610	444	628	2,404	987	203	1,035	1,435	682	340	413	2,370	2,478
2	16,007	2,965	695	532	720	2,498	638	238	1,150	1,309	626	319	364	2,507	2,755
3	16,889	3,085	752	600	714	2,455	526	260	1,232	1,510	706	363	441	2,677	3,078
Seasonally adjusted															
1976 *1*	15,724	3,038	623	556	652	2,326	760	210	1,097	1,239	494	362	383	2,596	2,627
2	15,785	3,029	687	547	676	2,345	689	227	1,117	1,237	472	356	409	2,627	2,604
3	15,884	3,088	723	560	669	2,365	702	223	1,126	1,276	482	363	431	2,585	2,567
4	15,927	3,017	705	610	656	2,375	743	227	1,130	1,305	529	367	409	2,588	2,571
1977 *1*	15,619	2,991	638	551	629	2,372	737	226	1,130	1,232	510	337	385	2,564	2,549
2	15,495	3,019	693	507	631	2,391	765	215	1,114	1,157	454	325	378	2,448	2,555
3	15,777	2,945	676	588	634	2,402	749	231	1,163	1,260	515	338	407	2,546	2,583
4	15,841	3,096	721	563	629	2,418	713	235	1,169	1,179	441	341	397	2,540	2,578
1978 *1*	16,311	3,083	691	633	674	2,404	762	239	1,194	1,375	599	345	431	2,561	2,695
2	16,370	2,995	685	609	700	2,438	767	243	1,212	1,412	624	357	431	2,589	2,720
3	16,810	3,084	685	664	700	2,456	773	260	1,292	1,489	653	374	462	2,632	2,775

Gross domestic fixed capital formation by sector and by type of asset

TABLE 14

£ million

	Total	Private sector[1]	General government[1,2]	Public corporations[1]	Vehicles, ships and aircraft	Plant and machinery	Dwellings		Other new building and works[3]
							Private	Public	
At current prices									
1973	14,149	8,415	3,661	2,073	1,655	4,852	1,628	1,020	4,994
1974	16,916	9,687	4,376	2,853	1,838	5,762	1,702	1,481	6,133
1975	20,817	11,860	4,974	3,983	2,017	6,890	2,196	1,967	7,747
1976	23,669	13,602	5,406	4,661	2,430	8,173	2,383	2,312	8,371
1977	25,429	15,930	4,806	4,693	3,020	9,576	2,269	2,299	8,265
1976 *1*	5,915	2,894	1,675	1,346	585	2,040	592	637	2,061
2	5,464	3,269	1,167	1,028	584	1,824	568	519	1,969
3	5,966	3,614	1,269	1,083	613	1,995	612	556	2,190
4	6,324	3,825	1,295	1,204	648	2,314	611	600	2,151
1977 *1*	6,097	3,305	1,546	1,246	689	2,316	474	646	1,972
2	5,979	3,936	991	1,052	751	2,193	558	515	1,962
3	6,395	4,113	1,112	1,170	747	2,379	591	552	2,126
4	6,958	4,576	1,157	1,225	833	2,688	646	586	2,205
1978 *1*	6,948	4,347	1,367	1,234	950	2,648	562	583	2,205
2	6,684	4,685	925	1,074	869	2,610	607	463	2,135
3	7,151	4,907	1,109	1,135	843	2,800	601	570	2,337
Revalued at 1975 prices									
1973	21,609	12,519	5,928	3,162	2,415	6,768	2,491	1,790	8,145
1974	21,164	11,967	5,578	3,619	2,323	7,113	2,041	1,938	7,749
1975	20,817	11,860	4,974	3,983	2,017	6,890	2,196	1,967	7,747
1976	20,489	11,838	4,696	3,955	2,045	6,864	2,105	2,039	7,436
1977	19,738	12,286	3,854	3,598	2,091	7,027	1,828	1,828	6,964
Unadjusted									
1976 *1*	5,328	2,632	1,504	1,192	519	1,815	541	586	1,867
2	4,818	2,900	1,030	888	504	1,562	508	466	1,778
3	5,121	3,129	1,086	906	511	1,654	534	486	1,936
4	5,222	3,177	1,076	969	511	1,833	522	501	1,855
1977 *1*	4,911	2,625	1,306	980	522	1,768	398	531	1,692
2	4,714	3,112	783	819	541	1,628	459	413	1,673
3	4,910	3,160	866	884	504	1,722	470	432	1,782
4	5,203	3,389	899	915	524	1,909	501	452	1,817
1978 *1*	5,056	3,098	1,059	899	564	1,826	425	450	1,791
2	4,784	3,330	706	764	513	1,754	446	353	1,718
3	4,987	3,404	826	789	462	1,856	426	425	1,818
Seasonally adjusted									
1976 *1*	5,187	2,862	1,252	1,073	504	1,709	562	534	1,878
2	5,137[4]	2,942[4]	1,204	991	523	1,698	508	508	1,900[4]
3	5,168[4]	3,086[4]	1,137	945	541	1,701	543	501	1,882[4]
4	4,997	2,948	1,103	946	477	1,756	492	496	1,776
1977 *1*	4,794	2,852	1,063	879	518	1,702	417	486	1,671
2	5,025[4]	3,187[4]	944	894	550	1,751	461	450	1,813[4]
3	4,965	3,100	928	937	547	1,767	477	447	1,727
4	4,954	3,147	919	888	476	1,807	473	445	1,753
1978 *1*	5,030	3,329	885	816	574	1,809	448	413	1,786
2	5,056	3,356	850	850	526	1,879	448	384	1,819
3	5,029	3,337	881	811	494	1,889	430	443	1,773

[1] Including purchases *less* sales of land and existing buildings.
[2] Formerly called public authorities.
[3] Including transfer costs of land and buildings.
[4] Including extra capital formation in imported oil platforms and related equipment delivered during the quarter but not adjusted for seasonality. The extra deliveries are approximately £200 million in 3rd quarter 1975, £150 million in 2nd quarter 1976, £125 million in 3rd quarter 1976 and £225 million in 2nd quarter 1977.

Gross domestic fixed capital formation by industry group

TABLE 15

£ million

	Total	Petroleum and natural gas	Other mining and quarrying	Manufacturing[1]	Gas, electricity and water	Transport and communication	Distributive trades[1]	Other industries[2]	Dwellings	Public services	Transfer costs of land and buildings
At current prices											
1973	14,149	183	105	2,347	771	1,884	811	2,490	2,648	2,345	565
1974	16,916	600	139	3,067	952	1,993	976	2,988	3,183	2,523	495
1975	20,817	1,621	201	3,522	1,242	2,329	1,035	3,092	4,163	2,987	625
1976	23,669	2,183	297	3,958	1,400	2,352	1,156	3,566	4,695	3,362	700
1977	25,429	2,009	409	4,862	1,312	2,616	1,489	4,372	4,568	3,002	790
1976 *1*	5,915	334	81	918	416	638	265	835	1,229	1,047	152
2	5,464	582	66	893	291	511	292	830	1,087	742	170
3	5,966	683	77	997	338	561	281	876	1,168	793	192
4	6,324	584	73	1,150	355	642	318	1,025	1,211	780	186
1977 *1*	6,097	272	108	1,107	392	641	328	1,010	1,120	978	161
2	5,979	671	84	1,101	274	624	349	1,008	1,073	611	184
3	6,395	565	106	1,233	331	617	386	1,081	1,143	717	216
4	6,958	501	111	1,421	315	734	426	1,273	1,232	716	229
1978 *1*	6,948	440	157	1,322	351	722	408	1,274	1,145	902	227
2	6,684	638	108	1,347	310	619	421	1,267	1,070	657	247
3	7,151	713	134	1,441	353	618	409	1,298	1,171	746	268
Revalued at 1975 prices											
1973	21,609	303	150	3,504	1,199	2,692	1,187	3,836	4,281	3,819	638
1974	21,164	730	174	3,822	1,218	2,454	1,216	3,735	3,979	3,319	517
1975	20,817	1,621	201	3,522	1,242	2,329	1,035	3,092	4,163	2,987	625
1976	20,489	1,962	253	3,345	1,191	1,976	1,003	3,115	4,144	2,867	633
1977	19,738	1,680	306	3,573	1,010	1,936	1,120	3,388	3,656	2,408	661
Unadjusted											
1976 *1*	5,328	309	72	828	371	558	240	761	1,127	919	143
2	4,818	532	59	769	251	437	258	740	974	640	158
3	5,121	615	65	831	283	468	242	761	1,020	668	168
4	5,222	506	57	917	286	513	263	853	1,023	640	164
1977 *1*	4,911	231	85	852	310	498	259	813	929	794	140
2	4,714	569	64	820	214	472	267	787	872	489	160
3	4,910	473	78	895	251	451	288	829	902	565	178
4	5,203	407	79	1,006	235	515	306	959	953	560	183
1978 *1*	5,506	351	112	911	256	469	283	921	875	702	176
2	4,784	500	76	902	225	409	287	898	799	501	187
3	4,987	546	92	954	248	363	277	916	851	554	186
Seasonally adjusted											
1976 *1*	5,187	417	61	812	326	542	246	751	1,096	779	157
2	5,137[3]	554[3]	67	828	287	477	265	758	1,016	727	158
3	5,168[3]	538[3]	67	849	289	497	247	790	1,044	688	159
4	4,997	453	58	856	289	460	245	816	988	673	159
1977 *1*	4,794	323	71	851	273	485	266	808	903	660	154
2	5,025[3]	604[3]	73	880	245	498	276	816	911	562	160
3	4,965	386	80	910	257	496	294	857	924	592	169
4	4,954	367	82	932	235	457	284	907	918	594	178
1978 *1*	5,030	445	92	921	223	474	292	938	861	591	193
2	5,056	493	87	959	258	432	302	936	832	570	187
3	5,029	466	95	968	250	405	281	940	873	575	176

[1] Further details are given in the *Monthly Digest of Statistics*.

[2] Covers agriculture, forestry, fishing, construction and other service industries.

[3] Including extra capital formation in imported oil platforms and related equipment delivered during the quarter but not adjusted for seasonality. The extra deliveries are approximately £200 million in 3rd Quarter 1975, £150 million in 2nd Quarter 1976, £125 million in 3rd Quarter 1976 and £225 million in 2nd Quarter 1977.

Value of physical increase in stocks and work in progress

TABLE 16

£ million

Book value of stocks and work in progress at end–	At current prices					Revalued at 1975 prices									
						Unadjusted					Seasonally adjusted				
			Distributive trades					Distributive trades					Distributive trades		
	Total	Manufacturing[1]	Retail	Wholesale	Other industries	Total	Manufacturing	Retail	Wholesale	Other industries	Total	Manufacturing[1]	Retail	Wholesale	Other industries
December 1977	48,622	28,771	4,417	6,427	9,007	34,469	19,995	3,181	4,541	6,752					
1973	1,724[2]	790	254	312	368	2,983	1,309	624	432	618	2,983	1,309	624	432	618
1974	1,285	1,106	−147	323	3	1,462	1,287	−180	361	− 6	1,462	1,287	−180	361	− 6
1975	−1,925	1,221	−100	−247	−357	−1,925	−1,221	−100	−247	−357	−1,925	−1,221	−100	−247	−357
1976	365	426	24	182	267	261	316	13	131	−199	261	316	13	131	−199
1977	1,288	629	33	369	257	1,051	442	29	266	314	1,051	442	29	266	314
1976 *1*	−308	27	− 33	− 17	−285	−260	29	− 30	− 13	−246	−125	−13	7	43	−162
2	−12	−28	−104	− 33	153	− 7	−28	− 93	− 23	137	− 17	− 29	− 67	− 9	88
3	289	16	66	194	13	219	−1	57	153	10	189	99	46	81	− 37
4	396	411	95	38	−148	309	316	79	14	−100	214	259	27	16	− 88
1977 *1*	334	376	96	30	−168	254	277	76	26	−125	442	234	117	82	9
2	469	135	− 32	207	159	379	102	− 24	157	144	354	97	4	180	73
3	25	−169	− 56	17	233	− 3	−120	− 41	−2	160	6	− 5	− 59	− 80	150
4	460	287	25	115	33	421	183	18	85	135	249	116	− 33	84	82
1978 *1*	443	98	39	24	282	319	89	28	24	178	460	38	62	81	279
2	714	384	135	−128	323	496	273	94	− 79	208	432	272	128	− 62	94
3	724	32	102	165	425	468	26	70	110	262	434	162	54	38	180

[1] Further details are given in the *Monthly Digest of Statistics*

[2] The second quarter of 1973 includes a fall in the book value of stocks of £280 million reflecting tax rebated on the introduction of VAT. The rebate has been allocated at current prices as follows:

	£ million		£ million
Manufacturers	34	Retailers	181
Wholesalers	36	Other Industries	29

This allocation is to some extent arbitrary, and therefore should be regarded as approximate.