

## First Release

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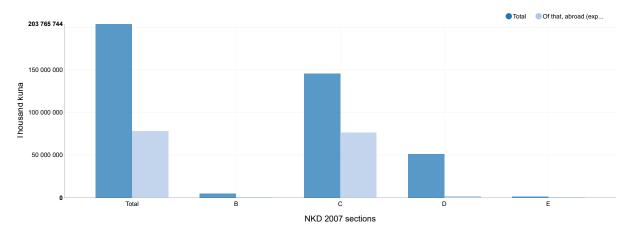


# PRODUCTION AND SALE OF INDUSTRIAL PRODUCTS (PRODCOM), 2022 – Provisional data, September 2023

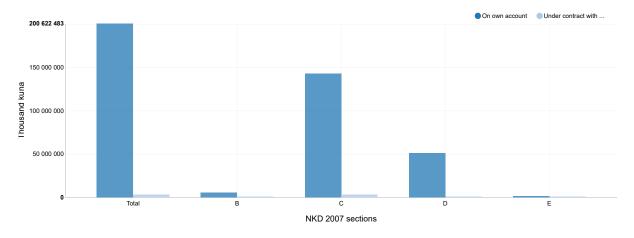
In 2022, the total value of industrial products sold by enterprises engaged in the production of industrial products in the Republic of Croatia (irrespective of where those enterprises were registered) amounted to 203 766 million kuna. As compared to the previous year, the value of industrial products sold increased by 50 002 million kuna, or by 32.5%. The value of the sale to external markets amounted to 78 592 million kuna, which accounts for 38.6% of the total value of industrial products sold.

According to the NKD 2007 industrial sections, the value of industrial products sold, according to the product activity, was the highest in section C Manufacturing, 145 837 million kuna, D Electricity, gas, steam and air conditioning supply, 51 031 million kuna, and B Mining and quarrying, 5 219 million kuna, while in section E Water supply; sewerage, waste management and remediation activities (only division 36), it was the lowest, 1 680 million kuna. The value of industrial products sold was the highest in division 35 Electricity, gas, steam and air conditioning supply (51 031 million kuna) and the lowest in division 12 Manufacture of tobacco products (337 million kuna).

#### G-1 VALUE OF INDUSTRIAL PRODUCTS SOLD AND EXPORT, ACCORDING TO NKD 2007 SECTIONS, BY PRODUCT ACTIVITIES, 2022



### G-2 VALUE OF INDUSTRIAL PRODUCTS SOLD, ON OWN ACCOUNT AND UNDER CONTRACT WITH PRINCIPAL, BY PRODUCT ACTIVITIES, 2022



- B Mining and quarrying
- C Manufacturing
- D Electricity, gas, steam and air conditioning supply
- E Water supply; sewerage, waste management and remediation activities

In the Republic of Croatia, the share of the value of industrial products sold on producers' own account, according to product activities, was still dominant in 2022 and amounted to 98.5% of the total value of industrial products sold, while the share of the value of industrial products sold under contract with the principal (for third parties) amounted to only 1.5%. The highest share of industrial products sold under contract was recorded in section C Manufacturing, in divisions 15 (20.0%), 14 (13.7%), 24 (11.9%), 28 (10.6%).

The comparison of industrial products sold in 21 counties of the Republic of Croatia (see table 2 and graph G-6) shows that the highest share in the value of industrial products sold according to the product activity was recorded in the City of Zagreb, 30 357 million kuna (20.1%) and in the County of Primorje-Gorski kotar, 19 992 million kuna (13.2%), while the lowest value of industrial products sold was recorded in the County of Dubrovnik-Neretva, only 299 million kuna (0.2%).

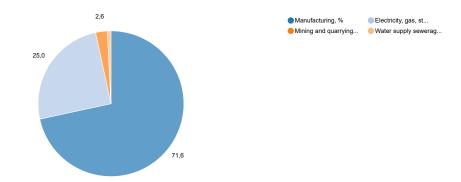
Data on the value of industrial products sold were obtained by the processing of the PRODCOM Survey on Industrial Production in 2022, which covered 2 931 industrial local units belonging to legal entities and tradesmen employing 10 and more persons. The structure of the coverage of legal entities and tradesmen by product activities in 2022, according to the NKD 2007 activity sections, was the following: 2.6% of them were covered by section B, 71.6% by section C, 25.0% by section D and 0.8% by section E (only division 36).

# 1 VALUE OF INDUSTRIAL PRODUCTS SOLD AND EXPORT, ACCORDING TO NKD 2007 SECTIONS AND DIVISIONS, BY PRODUCT ACTIVITIES, 2022

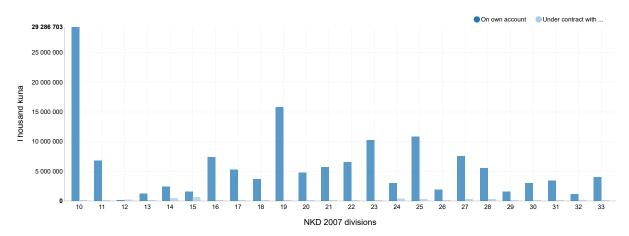
Thousand kuna

	Value of industrial products sold, according to NIP 2022									
		Total		Of that, abroad (export)						
	Total	On own account	Under contract with principal	Total	On own account	Under contract with principal				
Total	203 765 744	200 622 483	3 143 261	78 591 677	76 169 420	2 422 257				
B Mining and quarrying	5 218 638	5 218 638	-	182 888	182 888	-				
06 Extraction of crude petroleum and natural gas	3 442 623	3 442 623	-	-	-	-				
08 Other mining and quarrying	1 230 910	1 230 910	-	182 888	182 888	-				
09 Mining support service activities	545 105	545 105	-	-	-	-				
C Manufacturing	145 836 885	142 693 624	3 143 261	76 598 399	74 176 142	2 422 257				
10 Manufacture of food products	29 451 319	29 286 703	164 616	7 872 660	7 807 511	65 149				
11 Manufacture of beverages	6 769 765	6 760 496	9 269	1 410 092	1 410 092	-				
12 Manufacture of tobacco products	336 938	119 366	217 572	109 774	109 774	-				
13 Manufacture of textiles	1 304 489	1 214 444	90 045	1 023 110	945 605	77 505				
14 Manufacture of wearing apparel	2 873 976	2 442 029	431 947	2 353 291	2 006 683	346 608				
15 Manufacture of leather and related products	2 146 635	1 518 386	628 249	1 875 901	1 280 759	595 142				
16 Manufacture of wood and of products of wood and cork, except furniture; manufacture of articles of straw and plaiting materials	7 449 227	7 410 664	38 563	4 880 218	4 877 858	2 360				
17 Manufacture of paper and paper products	5 233 497	5 233 497	-	2 932 694	2 932 694	-				
18 Printing and reproduction of recorded media	3 695 443	3 671 502	23 941	1 788 873	1 788 258	615				
19 Manufacture of coke and refined petroleum products	15 816 104	15 816 104	-	4 682 922	4 682 922	-				
20 Manufacture of chemicals and chemical products	4 769 078	4 751 985	17 093	2 860 498	2 855 171	5 327				
21 Manufacture of basic pharmaceutical products and pharmaceutical preparations	5 776 689	5 710 404	66 285	5 242 698	5 176 739	65 959				
22 Manufacture of rubber and plastic products	6 558 583	6 543 178	15 405	3 894 101	3 884 737	9 364				
23 Manufacture of other non-metallic mineral products	10 274 219	10 254 316	19 903	5 491 533	5 491 533	-				
24 Manufacture of basic metals	3 405 471	3 030 837	374 634	3 074 313	2 701 099	373 214				
25 Manufacture of fabricated metal products, except machinery and equipment	11 134 375	10 817 354	317 021	7 043 850	6 865 508	178 342				
26 Manufacture of computer, electronic and optical products	1 953 912	1 922 172	31 740	1 418 847	1 387 107	31 740				
27 Manufacture of electrical equipment	7 783 863	7 528 563	255 300	6 256 959	6 008 372	248 587				
28 Manufacture of machinery and equipment n. e. c.	5 875 835	5 541 913	333 922	4 953 373	4 636 263	317 110				
29 Manufacture of motor vehicles, trailers and semi- trailers	1 564 366	1 564 366	-	1 383 401	1 383 401	-				
30 Manufacture of other transport equipment	3 071 571	2 996 484	75 087	2 407 026	2 331 939	75 087				
31 Manufacture of furniture	3 451 756	3 419 814	31 942	2 202 310	2 172 360	29 950				
32 Other manufacturing	1 157 555	1 156 828	727	371 992	341 794	198				
33 Repair and installation of machinery and equipment	3 982 219	3 982 219	-	1 067 963	1 067 963	-				
D Electricity, gas, steam and air conditioning supply	51 030 586	51 030 586	-	1 807 415	1 807 415	-				
35 Electricity, gas, steam and air conditioning supply	51 030 586	51 030 586	-	1 807 415	1 807 415	-				
E Water supply; sewerage, waste management and remediation activities (only division 36)	1 679 635	1 679 635	-	2 975	2 975	-				
36 Water collection, treatment and supply	1 679 635	1 679 635	-	2 975	2 975	-				

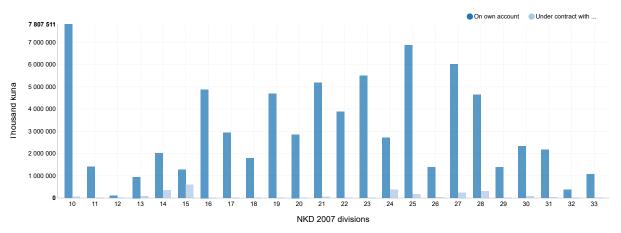
## G-3 VALUE STRUCTURE OF INDUSTRIAL PRODUCTS SOLD, BY PRODUCT ACTIVITIES, ACCORDING TO NKD 2007 SECTIONS, 2022



# G-4 VALUE OF INDUSTRIAL PRODUCTS SOLD IN MANUFACTURING, ACCORDING TO NKD 2007 DIVISIONS, ON OWN ACCOUNT AND UNDER CONTRACT WITH PRINCIPAL, BY PRODUCT ACTIVITIES, 2022



# G-5 VALUE OF INDUSTRIAL PRODUCTS SOLD ABROAD IN MANUFACTURING, ACCORDING TO NKD 2007 DIVISIONS, ON OWN ACCOUNT AND UNDER CONTRACT WITH PRINCIPAL, BY PRODUCT ACTIVITIES, 2022



### NKD 2007 Divisions

- 10 Manufacture of food products
- 11 Manufacture of beverages
- 12 Manufacture of tobacco products
- 13 Manufacture of textiles
- 14 Manufacture of wearing apparel
- 15 Manufacture of leather and related products
- 16 Manufacture of wood and of products of wood and cork, except furniture; manufacture of articles of straw and plaiting materials
- 17 Manufacture of paper and paper products18 Printing and reproduction of recorded media
- 19 Manufacture of coke and refined petroleum products
- 20 Manufacture of chemicals and chemical products
- 21 Manufacture of basic pharmaceutical products and pharmaceutical preparations
- 22 Manufacture of rubber and plastic products
- 23 Manufacture of other non-metallic mineral products
- 24 Manufacture of basic metals
- 25 Manufacture of fabricated metal products, except machinery and equipment
- 26 Manufacture of computer, electronic and optical products
- 27 Manufacture of electrical equipment
- 28 Manufacture of machinery and equipment n. e. c.
- 29 Manufacture of motor vehicles, trailers and semi-trailers
- 30 Manufacture of other transport equipment
- 31 Manufacture of furniture
- 32 Other manufacturing
- 33 Repair and installation of machinery and equipment

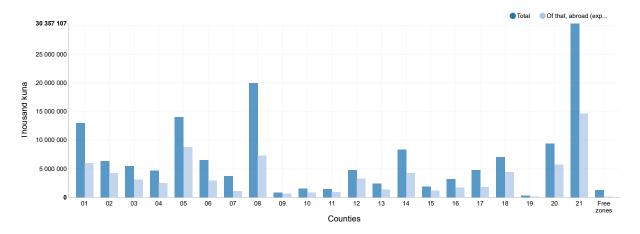
2 VALUE OF INDUSTRIAL PRODUCTS SOLD AND EXPORT, ACCORDING TO NKD 2007 SECTIONS, BY PRODUCT ACTIVITIES AND BY COUNTIES, 2022							

			ndustrial products sol 	old, according to NIP 2022					
-	Total	Total On own	Under contract	C Total	of that, abroad (expo On own account	Under contract			
Republic of Croatia – sections		account	with principal			with principal			
B and C <sup>1)</sup>	151 055 523	147 912 262	3 143 261	76 781 287	74 359 030	2 422 257			
County of Zagreb	12 935 950	12 733 016	202 934	5 993 159	5 831 519	161 640			
B Mining and quarrying	611 902	611 902	-						
C Manufacturing	12 324 048	12 121 114	202 934	5 993 159	5 831 519	161 640			
County of Krapina-Zagorje	6 291 679	6 088 810	202 869	4 245 993	4 085 570	160 423			
B Mining and quarrying	177 059	177 059	202 009	6 956	6 956	100 42.			
C Manufacturing	6 114 620	5 911 751	202 869	4 239 037	4 078 614	160 42			
County of Sisak-Moslavina	5 442 921	5 318 999	123 922	3 118 194	2 999 788	118 40			
B Mining and quarrying	185 517	185 517	-	5	5				
C Manufacturing	5 257 404	5 133 482	123 922	3 118 189	2 999 783	118 40			
County of Karlovac	4 700 994	4 378 099	322 895	2 483 825	2 167 147	316 67			
B Mining and quarrying	15 934	15 934	-	_	_				
C Manufacturing	4 685 060	4 362 165	322 895	2 483 825	2 167 147	316 67			
			402.752						
County of Varaždin	14 014 512	13 521 759	492 753	8 750 809	8 321 120	429 68			
B Mining and quarrying	310 126	310 126	-	128 719	128 719				
C Manufacturing	13 704 386	13 211 633	492 753	8 622 090	8 192 401	429 68			
County of Koprivnica-Križevci	6 473 215	6 449 897	23 318	2 884 720	2 861 563	23 15			
B Mining and quarrying	1 444 612	1 444 612	-	-	-				
C Manufacturing	5 028 603	5 005 285	23 318	2 884 720	2 861 563	23 15			
County of Bjelovar-Bilogora	3 694 111	3 635 433	58 678	1 126 262	1 098 176	28 08			
B Mining and quarrying	90 886	90 886	-	-	-				
C Manufacturing	3 603 225	3 544 547	58 678	1 126 262	1 098 176	28 08			
County of Primorje-Gorski kotar	19 991 974	19 916 052	75 922	7 281 072	7 205 536	75 53			
B Mining and quarrying	29 541	29 541	-	2	2				
C Manufacturing	19 962 433	19 886 511	75 922	7 281 070	7 205 534	75 53			
County of Lika-Senj	831 299	813 307	17 992	656 868	656 389	47			
B Mining and quarrying	8 385	8 385	-	-	-	',			
C Manufacturing	822 914	804 922	17 992	656 868	656 389	47			
County of Virovitica-Podravina	1 567 485	1 525 109	42 376	828 071	828 071				
B Mining and quarrying	120 571	120 571	<u>-</u>	1 605	1 605				
C Manufacturing	1 446 914	1 404 538	42 376	826 466	826 466				
County of Požega-Slavonia	1 411 213	1 378 608	32 605	953 996	921 405	32 59			
B Mining and quarrying	85 595	85 595	-	-	-				
C Manufacturing	1 325 618	1 293 013	32 605	953 996	921 405	32 59			
County of Slavonski Brod- Posavina	4 799 504	4 654 105	145 399	3 266 917	3 159 524	107 39			
B Mining and quarrying	12 367	12 367	-	-	-				
C Manufacturing	4 787 137	4 641 738	145 399	3 266 917	3 159 524	107 39			
County of Zadar	2 378 875	2 378 875	-	1 354 481	1 354 481				
B Mining and quarrying	19 825	19 825	-	1 153	1 153				
C Manufacturing	2 359 050	2 359 050	-	1 353 328	1 353 328				
County of Osijek-Baranja	8 374 636	8 330 654	43 982	4 205 987	4 196 551	9 43			
B Mining and quarrying	53 518	53 518	-	-	-				
C Manufacturing	8 321 118	8 277 136	43 982	4 205 987	4 196 551	9 43			
County of Šibenik-Knin	1 907 495	1 550 956	356 539	1 208 101	851 562	356 53			
B Mining and quarrying	18 210	18 210		2 381	2 381				
C Manufacturing	1 889 285	1 532 746	356 539	1 205 720	849 181	356 53			
County of Vukovar-Sirmium	3 176 774	3 058 198	118 576	1 672 542	1 599 632	72 91			

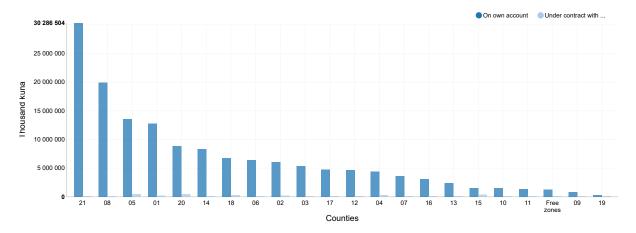
C Manufacturing	3 152 917	3 034 341	118 576	1 672 542	1 599 632	72 910
County of Split-Dalmatia	4 770 010	4 754 363	15 647	1 827 061	1 827 061	-
B Mining and quarrying	132 748	132 748	-	18 458	18 458	-
C Manufacturing	4 637 262	4 621 615	15 647	1 808 603	1 808 603	-
County of Istria	7 000 384	6 716 194	284 190	4 444 286	4 417 809	26 477
B Mining and quarrying	141 366	141 366	-	22 731	22 731	-
C Manufacturing	6 859 018	6 574 828	284 190	4 421 555	4 395 078	26 477
County of Dubrovnik-Neretva	298 637	297 976	661	84 412	84 412	=
B Mining and quarrying	7 972	7 972	-	245	245	-
C Manufacturing	290 665	290 004	661	84 167	84 167	-
County of Međimurje	9 400 546	8 891 473	509 073	5 732 447	5 254 398	478 049
B Mining and quarrying	459 644	459 644	-	633	633	-
C Manufacturing	8 940 902	8 431 829	509 073	5 731 814	5 253 765	478 049
City of Zagreb	30 357 107	30 286 504	70 603	14 601 245	14 578 500	22 745
B Mining and quarrying	111 180	111 180	-	-	-	-
C Manufacturing	30 245 927	30 175 324	70 603	14 601 245	14 578 500	22 745
Free zones	1 236 202	1 233 875	2 327	60 839	58 816	2 023
B Mining and quarrying	1 157 823	1 157 823	-	-	-	-
C Manufacturing	78 379	76 052	2 327	60 839	58 816	2 023
	•					

1) In 2022, in order to calculate industrial producer price indices, the Nomenclature of Industrial Products was highly elaborated in the part pertaining to electricity supply. However, since electricity distribution areas significantly differ from county areas, presenting data on electricity supply by counties, according to the new Nomenclature, would heavily burden the electricity suppliers. Hence, data for 2022 have been collected only at the level of the Republic of Croatia. Consequently, in table 2. Value of Industrial Products Sold and Export, According to NKD 2007 Sections, by Product Activity and by Counties, 2022, data for section D cannot be presented. Data for section E are not presented due to a small share in the value of industrial products sold.

## G-6 VALUE OF INDUSTRIAL PRODUCTS SOLD AND EXPORT, ACCORDING TO NKD 2007 PRODUCT ACTIVITIES, BY COUNTIES, 2022



# G-7 VALUE OF INDUSTRIAL PRODUCTS SOLD, ON OWN ACCOUNT AND UNDER CONTRACT WITH PRINCIPAL, ACCORDING TO NKD 2007 PRODUCT ACTIVITIES, BY COUNTIES, 2022



- 01 County of Zagreb
- 02 County of Krapina-Zagorje
- 03 County of Sisak-Moslavina
- 04 County of Karlovac
- 05 County of Varaždin
- 06 County of Koprivnica-Križevci
- 07 County of Bjelovar-Bilogora
- 08 County of Primorje-Gorski kotar
- 09 County of Lika-Senj
- 10 County of Virovitica-Podravina
- 11 County of Požega-Slavonija
- 12 County of Slavonski Brod-Posavina
- 13 County of Zadar
- 14 County of Osijek-Baranja
- 15 County of Šibenik-Knin
- 16 County of Vukovar-Sirmium
- 17 County of Split-Dalmatia
- 18 County of Istria
- 19 County of Dubrovnik-Neretva
- 20 County of Međimurje
- 21 City of Zagreb

3 PRODUCTION AND APPARENT DOMESTIC CONSUMPTION OF SELECTED MOST IMPORTANT PRODUCTS, BY VALUE OF INDUSTRIAL PRODUCTS SOLD, 2022<sup>1)</sup>

PRODCOM 2022 codes and headings		Unit of measure	Industrial products sale		Imports		Exports		Apparent domestic consumption	
			Volume	Value, thousand kuna	Volume	Value, thousand kuna	Volume	Value, thousand kuna	Volume	Value, thousand kuna
21.20.13.80	Other medicaments of mixed or unmixed products, p. r. s., n. e. c.	kg	4 478 682	3 384 025	13 941 085	6 229 564	5 486 008	3 949 010	12 933 759	5 664 578
11.05.10.00	Beer made from malt (excluding non-alcoholic beer, beer containing ≤ 0.5% by volume of alcohol, alcohol duty)	hl	2 981 253	2 041 829	1 055 819	400 668	909 174	332 463	3 127 897	2 110 035
16.10.12.50	Wood, sawn or chipped lengthwise, sliced or peeled, of a thickness > 6 mm (excluding coniferous and tropical woods and oak blocks, strips and friezes)	m <sup>3</sup>	725 555	2 023 485	115 212	401 269	966 388	3 425 435	-125 621	-1 000 681
11.07.19.30	Waters, with added sugar, other sweetening matter or flavoured, i.e. soft drinks (including mineral and aerated)	hl	3 096 882	1 995 824	1 510 241	574 914	1 371 195	440 830	3 235 928	2 129 908
27.11.41.80	Liquid dielectric transformers having a power handling capacity > 10 000 kVA	p/st	316	1 992 843	18	9 178	271	1 748 852	63	253 168
10.13.14.60	Sausages and similar products of meat, offal or blood and food preparations based thereon (excluding liver sausages and prepared meals and dishes)	t	61 545	1 958 499	9 086	206 167	8 576	255 196	62 055	1 909 469
10.71.11.00	Fresh bread containing by weight in the dry matter state ≤ 5 % of sugars and ≤ 5 % of fat (excluding with added honey; eggs; cheese or fruit)	t	152 521	1 843 432	16 291	191 063	11 837	160 887	156 975	1 873 608
23.51.12.10	Portland cement	t	2 890 005	1 807 660	396 601	201 288	1 494 490	964 889	1 792 116	1 044 059
10.51.11.42	Milk and cream of a fat content by weight of > 1% but ≤ 6%, not concentrated nor containing added sugar or other sweetening matter, in immediate packings of a net content ≤ 2 I	t	228 302	1 354 363	31 313	164 881	17 910	90 951	241 705	1 428 293
23.63.10.00	Ready-mixed concrete	t	5 058 406	1 311 208	3 475	1 385	2 080	557	5 059 801	1 312 036

<sup>1)</sup> Data sources are the results of the annual PRODCOM Survey on Industrial Production. The apparent domestic consumption is calculated by using the formula: Production + Imports - Exports. The negative apparent domestic consumption is the result of a difference in the coverage and methodological approach to these two kinds of data.

# **NOTES ON METHODOLOGY**

The First Release contains the provisional data of the PRODCOM Survey on Industrial Production (IND-21/PRODCOM form) in 2022. It was carried out by the Croatian Bureau of Statistics on the basis of the Official Statistics Act (NN, No. 25/20) and the Statistical Standards for the PRODCOM Survey on Industrial Production in 2022, the integral part of

which is also the Nomenclature of Industrial Products – NIP 2022 The term "industry" used in the First Release is defined by products (and services) within the NKD 2007 sections B, C, D and E (only division 36). This definition of industry is wider than the definition used in the EU PRODCOM Survey.

#### PRODCOM indicators of industrial production

The provisional data refer to the most recent data related to industrial production statistics, which are derived from the annual results of the PRODCOM Survey on Industrial Production. The PRODCOM results provide detailed information about a national market and its competitiveness on international markets at the individual product/commodity level, because they are linked with foreign trade data via CT in the same way as the EU PRODCOM results with which they are harmonised. All data at the individual product level are collected on the basis of the Nomenclature of Industrial Products – NIP 2022, which was derived from the PRODCOM List 2022, which is an integral part of the harmonised Statistical Standards for the PRODCOM Survey in the Republic of Croatia. Table 1 presents aggregate results of the breakdown according to product activities, followed by graphs containing data on the value of industrial products sold and export, expressed in thousands of kuna and broken down according to the NKD 2007 sections and divisions. Table 2 presents aggregated results for counties, broken down by product activities according to the NIP 2022. Finally, table 3 shows industrial products sold in volume and value terms of the ten most important selected individual products in the Republic of Croatia according to the PRODCOM List 2022 (aggregates of the NIP 2022 products) for the most recent available year, combined with data on imports and exports (external trade data derived from CT 2022) and calculated values of apparent domestic consumption for each selected product/commodity by adding imports to production and deducting exports. The 10 products were selected on the basis of their share in the total value of industrial products sold and export in the Republic of Croatia according to the PRODCOM Survey on Industrial Production in 2022.

**PRODCOM coverage and units.** Reporting units in the PRODCOM Survey on Industrial Production are all trade companies and other legal entities and natural persons and parts thereof employing 10 and more persons that were engaged in industrial production and/or services (production on own account or on contract basis) in reference annual period, as defined in the NKD 2007 sections B, C, D and E (only division 36). Target statistical units are industrial enterprises and local units of industrial and non-industrial enterprises that produce products defined by the NIP (in line with the PRODCOM List).

Statistical units or parts thereof that are "physically" situated outside of the territory of the Republic of Croatia are not covered in this Survey. In profiling of statistical units – local units, the county principle is taken into account. In cases where an observation unit is engaged in industrial production on the territory of several different counties, e.g. in five counties, it is further divided into five local units. In order to stay in line with the EU PRODCOM regulations, the production intended for further processing in the same or in other legal units of the same enterprise is not considered its output. The coverage of reporting and statistical units is defined in the Address Book of Industrial Statistical Units, which was established and is regularly maintained by the Industry and Energy Statistics Department.

Data sources used in the annual updating of the Address Book are those of the Statistical Business Register, of other business statistics surveys on industry as well as other available information and data sources. A special criterion applied to the coverage of activities is the so-called 90% rule, which means that a share of at least 90% of gross value added must be achieved for each 4-digit group activity of the NKD 2007 (05.10 to 36.00). If this criterion is not met, the coverage of particular NKD 2007 4-digit groups is extended to statistical units employing less than 10 persons, e.g. small industries such as baking or printing industries and the like.

The PRODCOM Survey for 2022 covered 2 931 enterprises (legal entities and tradesmen) with a response rate of 97.85%, while the non-response estimate was 2.15%.

#### **PRODCOM concepts and definitions**

Concepts and definitions used in the PRODCOM Survey of the Republic of Croatia are harmonised with those used in the PRODCOM Survey carried out within the EU. They provide further explanations used in the presentation of PRODCOM results, though it should be taken into account that in other contexts these concepts and definitions may have different meanings. They are intended only for the correct interpretation of the PRODCOM results and are harmonised with the concepts and definitions of the PRODCOM EU Survey.

**PRODCOM product** is an outcome of a certain economic activity. It is a generic term applied to products that have a physical dimension as well as for industrial services. According to the concept of the PRODCOM Survey, it is defined by the headings of the Nomenclature of Industrial Products – NIP, which is a national version of the EU PRODCOM List. **A finished product** is any product that has reached a certain stage of treatment or further processing in the production process, so that it is listed under a separate NIP heading. This term also covers all stages of finishing the product, such as cleaning, packing, dyeing, quality testing, sorting and the like.

Industrial services. This term covers treatment, repairs and maintenance services as well as assembly work. Industrial services are normally recorded for each service listed in the NIP and their value is expressed in thousands of kuna, mainly as a provision for the rendered service. Only separately invoiced services are recorded. There are special rules for presenting data on each industrial service in the previously mentioned PRODCOM standards. On the other hand, some industrial services are classified according to the NKD 2007 as non-industrial services, e.g. Maintenance and repair of motor vehicles (section G, class 45.20), Repair of computers and personal and household goods (section S, division 95), Publishing activities, including software publishing (section J, division 58), Motion picture, video and television programme production, sound recording and music publishing activities (section J, division 59), Computer programming, consultancies and related activities (section J, division 62) and Information service activities, including data processing (section J, division 63), and therefore they were not a subject of the 2022 IND-21/PRODCOM Survey.

**NIP 2022** is the hierarchically structured Nomenclature of Industrial Products (and services), created for measuring the annual industrial production in volume and value terms. It is a more detailed national version of the PRODCOM List. It covers all products and services resulting from performing activities of the NKD 2007 sections B, C, D and E (only division 36). The NIP structure corresponds at all levels to that of the NKD 2007, KPD 2015 as well as of the PRODCOM List 2022., with a further detailed national breakdown.

The **NIP 2022** is linked with the Customs Tariff (CT) of the Republic of Croatia in the same way as the PRODCOM List is linked with the EU Combined Nomenclature (CN). It is regularly updated at the beginning of each year according to the updates of the PRODCOM List.

**PRODCOM** is an acronym that stands for the production statistics of the European Union of industrial production that are defined by the EU Regulation No. 3924/91. The acronym was derived from the French title "PRODuction COMmunautaire" (Community Production). The purpose of the PRODCOM Survey is to obtain information about national, European and international markets. It monitors industrial products defined by the PRODCOM List, which is updated every year. In order to reflect the international dimension of these markets, there is a link between production statistics and foreign trade statistics established in such a way that the EU PRODCOM List was harmonised with the EU Combined Nomenclature (CN) for the reference year in question, so that production statistics data can be comparable with foreign trade data on the detailed product/commodity level. It enabled the calculation of apparent consumption.

**PRODCOM** List is a list of products, goods and industrial services listed under the PRODCOM headings. The PRODCOM List for 2022<sup>1)</sup> includes 4 200 compulsory codes and headings that are mainly used in the compilation of detailed product statistics of the EU. The PRODCOM List for 2022<sup>1)</sup> is based on the version 2.1<sup>2)</sup> (= KPD 2015<sup>3)</sup>) and is linked with the Combined Nomenclature for 2022 (CN 2022) of the EU via reference notes. It is not structured as a hierarchical classification and that is why it is a "list", although products are divided into "divisions" that correspond to the divisions of the NACE Rev. 2 and cover almost all products and services of the NACE sections B and C. In principle, the PRODCOM headings consist of items or groups of items taken over from the CN in order to allow the comparability of foreign trade and production data. Therefore, they have to be updated at the beginning of each year according to changes in the Combined Nomenclature (CN).

Industrial products sold in PRODCOM. The term "industrial products sold" refers to the production done by statistical units over a period of time that was sold (invoiced) in the reference year. The physical volume and value of industrial products sold are normally recorded for products listed in the NIP if they were sold to other entities on the domestic market, in own shops or exported to international markets. This also includes own-produced products hired out or leased to third parties (e.g. computer equipment, telephone installations, washing machines). Industrial products sold also include finished products (or services) that a statistical unit produced on own account as well as those produced or further processed on a fee or a contract basis for a principal (contract processing) if such production took place on the territory of the Republic of Croatia. It does not include finished products used, or intended to be used, in further processing in local units of the same enterprise or finished products put on stock to be sold later.

The value of PRODCOM industrial products sold is calculated on the basis of the selling price a producer obtained/will obtain during the reporting period (invoiced values). The value of production includes packaging costs even if they are charged separately, but the following costs are excluded: any turnover tax and consumer tax charged (VAT and excises), separately charged freight costs and any discounts granted to customers. If finished products are hired out or leased to third parties, then prices obtainable on the market for the product in question are defined as estimated values.

Contract processing (contract work). In the PRODCOM sense, the production on a fee or contract basis exists if a statistical unit (contractor) produces or processes particular NIP products ordered by a principal who also supplies, free of charge, the material necessary for that production or processing. The production on a fee or a contract basis is the production carried out under special arrangements between an ordering unit (principal) and a producing unit (contractor). In such a production, only the contractor must report the value of the actual production of industrial products according to the contract, that is, in the country where the production actually took place, in order to avoid double presentation of data. In these cases, the contractor reports the production under the same codes of NIP products as for the production on own account, and for the industrial products sold only the value of the service production fee actually paid by a principal. In any arrangement for the production or processing on the contract basis, the principal and the producer must belong to different enterprises (business entities), because, according to the definitions of the PRODCOM Statistical Standards, the production or processing on a contract basis between local units belonging to the same enterprise is not possible.

Apparent domestic consumption is a derived indicator calculated by balancing data on industrial products sold in volumes and values for 10 most important NIP 2022 individual products, with comparable exports/imports volume and value data for the same products/commodities or their aggregates at the PRODCOM List 2022 level (originally foreign trade data aggregated at the CN 2022 levels using Customs Tariff 2022). The following formula was used in the calculation: production + imports – exports. The importance criterion of the NIP 2022 products for the Republic of Croatia has been defined according to the value of industrial products sold and export. Data are presented in physical measurement units (volume) and in thousands of kuna (value).

- 1) Commission Regulation (EU) 2017/2119 of 22 November 2017 establishing the "Prodcom list" of industrial products provided for by Council Regulation (EEC) No. 3924/91 (OJ L 325 of 8 December 2017).
- 2) Classification of products by activity of the Republic of Croatia 2015 (NN, No. 157/14). KPD 2015 is identical on all hierarchical levels with CPA version 2.1 of the EU.
- 3) Commission Regulation (EU) No 1209/2014 of 29 October 2014 amending Regulation (EC) No 451/2008 of the European Parliament and of the Council establishing a new statistical classification of products by activity (CPA) and repealing Council Regulation (EEC) No 3696/93 (OJ L 336, 22 November 2014).

**Note.** Detailed tables of the PRODCOM results for 2022 will be available in the forthcoming Statistical Report entitled "Industrial Production in 2022 – PRODCOM Annual Results, No. 1714", which is planned to be issued by the end of March 2024.

#### **Abbreviations**

CN EU Combined Nomenclature
CPA Classification of Products by Activity

CT Customs Tariff
EU European Union
hl hectolitre
kg kilogram

KPD 2015 Classification of Products by Activity, 2015 national version

kVA kilovolt-ampere I litre m³ cubic metre mm milimetre

n. e. c. not elsewhere classified

NACE Classification of Economic Activities in the European Community

NIP 2022 Nomenclature of Industrial Products, 2022 version NKD 2007 National Classification of Activities, 2007 version

p. r. s. put up for retail sale p/st pieces/sticks

PRODCOM PRODuction in the COMmunity

t tonne

VAT value added tax

#### Symbols

- no occurrence
≤ less than or equal to
> more than
= equal



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