

## Product description: Foreign Trade Statistics by enterprise size, country survey 2004

### Purpose of use and statutory basis

Foreign Trade Statistics describes the commodity trade between Finland and other Member States of the European Union (EU) and between Finland and Third Countries i.e. internal and external trade. Foreign Trade Statistics is the official information source of the importation, exportation, and balance of trade of Finland. Foreign Trade Statistics is an instrument of importance for decision makers, planners, and researchers in the public and private sectors, as well as in their operations in EU and many international organisations.

Foreign Trade Statistics is based on the legislation of the European Community, as well as on the national Customs Act of Finland (1466/94) and the Statistics Act (280/2004). The EU legislation is divided in two parts. The Council's basic regulation on internal trade statistics (EEC) No 3330/91 provides the methodological basis for the statistics on internal trade, furthermore the Council Regulation (EC) No 1172/95 lays down provisions as regards statistics on external trade, i.e. trade of the community and its member states with third countries.

### Concepts, definitions, and classifications

Statistical registration of goods is based on the Combined Nomenclature (CN). The Combined Nomenclature is based on a Harmonized Description and Coding System (World Customs Organisation WCO) and applied in the European Community for tariffing and compilation of statistics.

The country classification is based on the Commission Regulation (EC) 750/2005 on nomenclature of countries and territories for the external trade statistics of the Community and statistics and trade between the Member States. The country codes are standard codes in accordance with the ISO/DIS 3166 by International Organization for Standardization.

Exportation is registered according to the country of destination for its FOB value ("free on board"). Importation is registered according to the country of origin for its CIF value ("cost, insurance and freight"). In this survey the statistical material based on the Combined Nomenclature (CN) has been compiled according to the enterprise's area of economic activity. The areas of economic activity are based on Standard industrial classification by EC; Nomenclature générale des Activités économiques dans les Communautés européennes (NACE 2002). The enterprise receives a NACE-code which is based on its main area of economic activity.

Information on enterprise size has been produced by Statistics Finland. The information is from the year 2003. The enterprise sizes are classified as follows:

- **Micro-enterprises** are enterprises with less than 10 employees. In addition to this condition, they must have an annual turnover of less than 2 million euros or an annual balance-sheet total of less than 2 million euros.
- **Small enterprises** are enterprises with less than 50 employees. In addition to this condition, their annual turnover must be less than 10 million euros and their annual balance-sheet total of less than 10 million euros.
- **Medium-sized enterprises** are enterprises with less than 250 employees. In addition, to this condition, they should have an annual turnover which is less than 50 million euros and their annual balance-sheet total should be less than 43 million euros.
- **SMEs** is a definition for micro, small and medium-sized enterprises. In this survey these three groups form together a combined class, which represents SMEs.
- **Large enterprises** have more than 250 employees and they have an annual turnover which is over 50 million euros and an annual balance-sheet total of more than 43 million euros.

Actors for which it has not been possible to define an enterprise size category have in this survey been grouped as an undefined group.