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SECOND QUARTER 1982
. GROSS NATIONAL PRODUCT (REVISED)
. CORPORATE PROFITS (REVISED)

Real gross national product -- the nation's output of goods and services, adjusted to remove price changes -- increased 2.1 percent, or \$7.7 billion in constant dollars, in the second quarter of 1982, according to revised figures released by the Commerce Department's Bureau of Economic Analysis. In the first quarter, real GNP decreased 5.1 percent, or \$19.4 billion.

Real final sales decreased 0.9 percent, or \$3.4 billion, in the second quarter, compared with an increase of 0.2 percent, or \$0.8 billion, in the first. Business fixed investment, net exports, and federal government nondefense purchases decreased. Consumer purchases, residential construction, and national defense purchases increased.

Real inventory investment added \$11.0 billion to the second quarter change in GNP. In the second quarter, inventories were reduced at a slower rate than in the first.

Prices, as measured by the GNP fixed-weighted price index, increased 4.1 percent in the second quarter, compared with 4.8 percent in the first. The GNP implicit price deflator increased 4.6 percent in the second quarter, compared with 4.3 percent in the first.

Current-dollar GNP -- the current market value of the nation's output of goods and services -- increased 6.8 percent, or \$49.7 billion, in the second quarter. In the first quarter, current-dollar GNP decreased 1.0 percent, or \$7.7 billion.

Note: "Real" or constant-dollar estimates are in 1972 dollars. Unless otherwise specified, quarterly estimates are expressed at seasonally adjusted annual rates.

Revisions

A comparison of the revised GNP estimates of the second quarter with previous estimates is shown below:

	<u>Preliminary</u>	<u>1st Revision</u>	<u>2d Revision</u>
	(Percent change from previous quarter)		
Current-dollar GNP	7.1	6.2	6.8
Real GNP	1.7	1.3	2.1
GNP fixed-weighted price index	4.6	4.2	4.1
GNP implicit price deflator	5.3	4.9	4.6

The revised increase in real GNP is 0.8 percentage points higher than the estimate issued a month ago. Real GNP was revised up \$3.1 billion. Personal consumption expenditures was revised up \$1.2 billion, inventory investment \$0.9 billion, government purchases \$0.6 billion, and fixed investment \$0.4 billion.

Corporate profits

Corporate profits from current production decreased \$1.7 billion in the second quarter to a seasonally adjusted annual rate of \$155.4 billion, according to revised estimates. In the first quarter, profits decreased \$26.8 billion.

The revised estimate of second-quarter profits from current production is \$0.5 billion above the preliminary estimate issued a month ago. The foreign component of profits was revised up \$1.7 billion, while domestic profits of financial corporations was revised down \$1.0 billion.

The second-quarter decrease was primarily attributable to nonfinancial corporations, whose domestic profits decreased \$5.5 billion, compared with a \$17.9 billion decrease in the first. In the second quarter, both real gross product and profits per unit of real output decreased. Unit profits decreased, reflecting larger increases in nonlabor costs incurred by corporations than increases in the prices they charged.

Profits decreases in nondurable goods manufacturing and trade more than accounted for the decrease in profits of nonfinancial corporations. Durable goods manufacturing increased, primarily reflecting a return to profitability of motor vehicle manufacturers following three consecutive quarterly losses; losses in the primary metals industry were larger than in the prior quarter. In the other nonmanufacturing industries, all major industries increased.

	<u>1981</u>	<u>1982</u>	
	<u>IV</u>	<u>I</u>	<u>II</u>
	(Percent change from preceding period)		
Corporate profits from current production	-4.8	-14.6	-1.1
Before-tax book profits	-7.2	-20.7	.0
After-tax book profits	-3.9	-20.7	1.2

Domestic profits of financial corporations increased \$2.5 billion in the second quarter, compared with a decrease of \$0.2 billion in the first; losses of savings and loan associations were smaller than in the prior quarter. The foreign component of profits increased \$1.3 billion in the second quarter, compared with a decrease of \$8.8 billion. Foreign nonpetroleum operations of U.S. corporations accounted for the second quarter increase.

Before-tax book profits increased \$0.1 billion in the second quarter, to \$171.7 billion. The increase in before-tax book profits was due to a \$5.0 billion increase in inventory profits, which more than offset a \$3.2 billion decrease in profits attributable to underdepreciation. Both profits from underdepreciation and inventory profits are excluded from profits from current production but included in before-tax book profits. The profits tax liability component of the before-tax book profits decreased \$1.4 billion, to \$55.3 billion. After-tax profits increased \$1.3 billion, to \$116.3 billion. Dividends increased \$0.5 billion, to \$69.3 billion, and undistributed profits increased \$0.9 billion, to \$47.0 billion.

First- and second-quarter estimates of profits tax liability are revised to incorporate the effects of the enactment of the Tax Equity and Fiscal Responsibility Act of 1982. Profits tax liability was increased \$0.9 billion and \$1.0 billion, respectively, in the first and second quarters. After-tax profits and its undistributed profits component were decreased by the same amounts. The before-tax profit measures were not affected.

The accompanying tables show (1) gross national product, gross domestic product, and disposition of personal income; (2) gross national product and prices: changes from preceding period; (3) corporate profits; (4) total and per unit cost, profits and prices for nonfinancial corporations; (5) corporate profits by industry; and (6) national income without capital consumption adjustment by industry.

Additional data appear each month in the Survey of Current Business, a monthly journal of the Bureau of Economic Analysis.

The Survey of Current Business is available from the Superintendent of Documents, U.S. Government Printing Office, Washington, D.C. 20402. First class mail: annual subscription \$55.00 domestic. Second class mail: annual subscription \$30.00 domestic, \$37.50 foreign; single issue \$4.75 domestic, \$5.95 foreign.

Definitions

Measures of price change

The fixed-weighted price index uses as weights the composition of output in 1972. Accordingly, comparisons over any time span reflect only changes in prices.

The implicit price deflator is a weighted average of the detailed price indexes used in the deflation of GNP. In each period, it uses as weights the composition of constant-dollar output in that period. Changes in the implicit price deflator reflect both changes in prices and changes in the composition of output.

The chain price index uses as weights the composition of output in the prior period, and therefore, reflects only changes in prices between the two periods. However, comparisons of the percent changes in the chain index reflect changes in composition of output.

Profits

Before-tax book profits (or "profits before tax" in the accompanying tables) are profits before deduction of federal and state and local profits tax liability. They are measured after deduction of tax-return based capital consumption allowances and include inventory profits.

Profits from current production (or "corporate profits with inventory valuation and capital consumption adjustments" in the accompanying tables) differ from before-tax book profits by the amount of two adjustments:

(1) the capital consumption adjustment, which converts tax-return based capital consumption allowances to a replacement cost valuation and to uniform service lives and depreciation formulas, and

(2) The inventory valuation adjustment, which converts inventory costs as reported by business to a replacement cost valuation.

Foreign component of profits (or "rest of the world" in the accompanying tables) is the net inflow of dividends and reinvested earnings of incorporated foreign affiliates, and earnings of unincorporated foreign affiliates.

These definitions are amplified in The National Income and Product Accounts of the United States, 1929-76: Statistical Tables.

Reliability of the Estimates

The GNP figures issued in the month after the end of the quarter are based on preliminary and incomplete source data. They are revised as more comprehensive and final data become available. The first revision is made one month after the preliminary figures are issued, and a second revision is made one month later. The figures also are subject to further revisions in the following three years, usually in the month of July. The table below provides summary measures of the amount of revision in past years in quarterly percent changes in GNP, real GNP, and the GNP implicit price deflator. These measures provide some guidelines in assessing the likely size of the revisions in estimates for the current quarter. For example, nine of ten times the revision between the estimate of the quarterly change in the first revised estimate of real GNP and that in the following July has been within a range of -1.5 to +2.3 percentage points as shown by the range from the 5th to 95th percentile.

The second revision of GNP was introduced in December 1977. There are not yet enough observations to compute the likely size of the revisions between the first and second revised estimates and between the second revised and July estimates. It is expected, however, that these revisions will be smaller than those between the preliminary and first revised estimates and between the first revised and July estimates.

The summary measures for the GNP implicit price deflator also indicate the likely revisions in the two other GNP price indexes.

Revision in Quarter-to-Quarter Percent Changes at Annual Rate

	Average without regard to sign	Range of revision between specified percentiles	
		25 to 75	5 to 95
Current-dollar GNP			
Preliminary/1st revision	.5	-.1 to + .6	-.4 to + 1.3
Preliminary/1st July	1.0	-.2 to + 1.4	-1.4 to + 2.2
Preliminary/3rd July	1.4	-.4 to + 1.8	-1.9 to + 3.0
First revision/1st July	.9	-.2 to + .6	-1.4 to + 1.6
First revision/3rd July	1.0	-.3 to + 1.4	-2.1 to + 2.3
Real (constant-dollar) GNP			
Preliminary/1st revision	.5	-.3 to + .4	-.8 to + 1.1
Preliminary/1st July	1.0	-.5 to + 1.1	-1.8 to + 2.0
Preliminary/3rd July	1.4	-.8 to + 1.5	-2.1 to + 3.4
First revision/1st July	.9	-.6 to + .9	-1.5 to + 2.3
First revision/3rd July	1.4	-1.0 to + 1.7	-2.0 to + 2.9
GNP implicit price deflator			
Preliminary/1st revision	.3	-.1 to + .3	-.4 to + .7
Preliminary/1st July	.5	-.2 to + .6	-.8 to + 1.5
Preliminary/3rd July	.6	-.2 to + .7	-.7 to + 1.9
First revision/1st July	.5	-.2 to + .4	-1.1 to + .9
First revision/3rd July	.6	-.3 to + .6	-1.3 to + 1.8

NOTE: Measures are based on the period from 1964 to 1979. For additional measures, see Reliability of the Quarterly National Income and Product Accounts of the United States, 1947-1971, Bureau of Economic Analysis Staff Paper No. 23, July 1974. It is sold by the National Technical Information Service, U.S. Department of Commerce, Springfield, Virginia 22161, for \$6.00; the accession number is COM 74-11508.

Table 1.—GROSS NATIONAL PRODUCT, DISPOSITION OF PERSONAL INCOME, AND PRICES

Line no.	1980	1981	1981				1982		1980	1981	1981				1982		Line no.	
			I	II	III	IV	I	II ^r			I	II	III	IV	I	II ^r		
			Seasonally adjusted at annual rates								Seasonally adjusted at annual rates							
Billions of current dollars									Billions of 1972 dollars									
Gross national product (GNP)	1	2633.1	2937.7	2864.9	2901.8	2980.9	3003.2	2995.5	3045.2	1474.0	1502.6	1507.8	1502.2	1510.4	1490.1	1470.7	1478.4	1
Personal consumption expenditures	2	1667.2	1843.2	1799.9	1819.4	1868.8	1884.5	1919.4	1947.8	930.5	947.6	951.1	944.6	951.4	943.4	949.1	955.0	2
Durable goods	3	214.3	234.6	236.9	230.4	241.2	229.6	237.9	240.7	137.1	140.0	145.3	138.6	142.2	134.1	137.5	138.3	3
Nondurable goods	4	670.4	734.5	720.6	729.6	741.3	746.5	749.1	755.0	355.8	362.4	361.6	361.7	363.0	363.1	362.2	364.5	4
Services	5	782.5	874.1	842.4	859.4	886.3	908.3	932.4	952.1	437.6	445.2	444.2	444.3	446.2	446.2	449.5	452.2	5
Gross private domestic investment	6	402.3	471.5	455.7	475.5	486.0	468.9	414.8	431.5	208.4	225.8	221.6	229.5	233.4	218.9	195.4	202.3	6
Fixed investment	7	412.4	451.1	443.5	450.9	454.2	455.7	450.4	447.7	213.3	216.9	219.2	217.4	216.9	214.1	210.8	206.7	7
Nonresidential	8	309.2	346.1	330.0	341.3	353.0	360.2	357.0	352.2	166.1	172.0	169.7	170.1	173.9	174.2	172.0	166.7	8
Structures	9	110.5	129.7	119.6	127.0	132.7	139.6	141.4	143.6	48.5	51.6	49.5	51.0	52.5	53.3	53.5	53.7	9
Producers' durable equipment	10	198.6	216.4	210.4	214.3	220.2	220.6	215.6	208.6	117.6	120.4	120.1	119.1	121.4	120.9	118.5	113.0	10
Residential	11	103.2	104.9	113.6	109.5	101.2	95.5	93.4	95.5	47.2	44.9	49.6	47.3	42.9	39.9	38.9	40.1	11
Change in business inventories	12	-10.0	20.5	12.2	24.6	31.8	13.2	-35.6	-16.2	-5.0	9.0	2.4	12.1	16.5	4.8	-15.4	-4.4	12
Nonfarm	13	-5.7	15.0	10.0	19.3	24.6	6.0	-36.0	-15.0	-2.9	6.8	2.0	10.2	13.6	1.6	-15.6	-3.8	13
Farm	14	-4.3	5.5	2.2	5.3	7.2	7.2	.4	-1.2	-2.1	2.1	.4	1.9	3.0	.2	-.6	14	
Net exports of goods and services	15	25.2	26.1	31.2	23.7	25.9	23.5	31.3	34.9	50.6	42.0	48.2	44.2	39.2	36.5	36.9	35.7	15
Exports	16	339.2	367.3	365.4	368.9	367.2	367.9	359.9	365.8	159.2	158.5	159.3	159.7	157.8	156.9	151.7	154.4	16
Imports	17	314.0	341.3	334.2	345.1	341.3	344.4	328.6	330.9	108.6	116.4	111.1	115.5	118.7	120.4	114.7	118.7	17
Government purchases of goods and services	18	538.4	596.9	578.1	583.2	600.2	626.3	630.1	630.9	284.6	287.1	286.8	283.9	286.4	291.3	289.2	285.3	18
Federal	19	197.2	228.9	217.0	218.2	230.0	250.5	249.7	244.3	106.5	110.4	107.9	107.0	110.7	116.0	114.4	110.3	19
National defense	20	131.4	153.7	143.1	150.5	154.4	166.9	166.2	176.2	70.1	73.5	71.0	72.9	74.3	76.1	74.5	78.2	20
Nondefense	21	65.8	75.2	73.9	67.7	75.7	83.6	83.5	68.2	36.4	36.8	36.9	34.1	36.5	39.9	39.8	32.1	21
State and local	22	341.2	368.0	361.1	365.0	370.1	375.7	380.4	386.6	178.1	176.7	179.0	176.9	175.7	175.3	174.9	175.0	22
Addenda:																		
Final sales (GNP less change in business inventories)	23	2643.1	2917.3	2852.7	2877.2	2949.1	2989.9	3031.1	3061.4	1479.0	1493.7	1505.4	1490.1	1493.9	1485.3	1486.1	1482.7	23
Gross domestic product (GNP less rest-of-world sector)	24	2587.0	2888.5	2817.9	2855.2	2931.2	2949.8	2949.6	2995.7	1447.9	1477.2	1482.8	1477.8	1485.0	1463.3	1448.0	1454.1	24
Disposition of personal income																		
Personal income	25	2160.4	2415.8	2330.0	2380.6	2458.2	2494.6	2510.5	2552.7	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	25
Less: Personal tax and nontax payments	26	336.3	386.7	371.2	384.2	398.1	393.2	393.4	401.2	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	26
Equals: Disposable personal income	27	1824.1	2029.1	1958.7	1996.5	2060.0	2101.4	2117.1	2151.5	1018.0	1043.1	1035.0	1036.6	1048.8	1051.9	1046.9	1054.8	27
Less: Personal outlays	28	1717.9	1898.9	1852.8	1874.5	1925.7	1942.7	1977.9	2007.2	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	28
Equals: Personal saving	29	106.2	130.2	105.9	122.0	134.4	158.6	139.1	144.3	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	29
Personal saving as a percentage of disposable personal income	30	5.8	6.4	5.4	6.1	6.5	7.5	6.6	6.7	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	XXXXXX	30
Prices, index numbers, 1972=100:																		
				Fixed-weighted price indexes						Implicit price deflators								
GNP	31	184.4	202.0	195.9	199.9	204.2	208.4	210.8	213.0	178.64	195.51	190.01	193.17	197.36	201.55	203.68	205.98	31
Final sales	32	184.3	202.0	195.8	199.8	204.2	208.4	210.9	213.0	178.7	195.3	189.5	193.1	197.4	201.3	204.0	206.5	32
Personal consumption expenditures	33	184.8	202.1	196.6	200.2	203.9	207.5	209.9	211.6	179.2	194.5	189.2	192.6	196.4	199.8	202.2	204.0	33
Durable goods	34	160.4	172.9	167.6	171.5	175.1	177.4	179.0	181.0	156.3	167.5	163.0	166.2	169.7	171.3	173.0	174.0	34
Nondurable goods	35	195.8	212.8	209.2	212.1	214.0	215.9	217.2	216.4	188.4	202.7	199.3	201.7	204.2	205.6	206.8	207.1	35
Services	36	183.0	202.1	194.8	199.2	204.5	209.9	213.8	217.6	178.8	196.3	189.6	193.4	198.6	203.6	207.4	210.6	36
Nonresidential fixed investment	37	196.0	213.5	207.1	211.7	215.6	219.3	222.0	225.0	186.1	201.3	194.5	200.7	203.0	206.8	207.6	211.3	37
Residential fixed investment	38	219.5	235.0	229.9	233.0	237.5	241.2	242.7	240.7	218.5	233.6	229.0	231.7	235.8	239.2	240.5	238.6	38
Exports	39	218.6	239.3	235.4	238.4	241.1	242.5	245.6	246.3	213.1	231.8	229.3	230.9	232.6	234.5	237.3	236.8	39
Imports	40	303.7	319.0	322.6	323.4	316.3	314.0	319.1	313.6	289.3	293.1	300.7	298.8	287.7	286.1	286.4	278.8	40
Government purchases of goods and services	41	193.8	212.2	206.0	210.3	213.6	219.3	222.4	224.5	189.2	207.9	201.5	205.5	209.5	215.0	217.8	221.1	41
Federal	42	192.7	214.7	208.1	212.2	214.5	220.9	227.1	228.4	185.2	207.4	201.2	204.0	207.8	216.0	218.3	221.6	42
State and local	43	194.6	210.6	204.6	209.0	212.9	218.4	219.2	221.9	191.6	208.2	201.7	206.3	210.7	214.3	217.5	220.9	43

Table 2.—GROSS NATIONAL PRODUCT AND PRICES: CHANGE FROM PRECEDING PERIOD

	1980	1981	1981				1982	
			I	II	III	IV	I	II ^r
			Seasonally adjusted at annual rates					
Billions of 1972 dollars								
Real gross national product (GNP)	-5.4	28.6	28.4	-5.6	8.2	-20.3	-19.4	7.7
Change in business inventories	-12.3	14.0	8.6	9.7	4.4	-11.7	-20.2	11.0
Final sales (GNP less change in business inventories)	6.8	14.7	19.7	-15.3	3.8	-8.6	.8	-3.4
Personal consumption expenditures	2.9	17.1	10.1	-6.5	6.8	-8.0	5.7	5.9
Durable goods	-10.1	2.9	5.8	-6.7	3.6	-8.1	3.4	.8
Nondurable goods	2.7	6.6	2.6	.1	1.3	.1	-.9	2.3
Services	10.3	7.6	1.7	.1	1.9	.0	3.3	2.7
Nonresidential fixed investment	-3.8	5.9	3.3	.4	3.8	.3	-2.2	-5.3
Residential fixed investment	-11.9	-2.3	.1	-2.3	-4.4	-3.0	-1.0	1.2
Net exports of goods and services	13.4	-8.6	2.6	-4.0	-5.0	-2.7	.4	-1.2
Exports	13.0	-.7	4.2	.4	-1.9	-.9	-5.2	2.7
Imports	-.4	7.8	1.5	4.4	3.2	1.7	-5.7	4.0
Government purchases of goods and services	6.3	2.5	3.6	-2.9	2.5	4.9	-2.1	-3.9
Federal	4.4	3.9	3.1	-.9	3.7	5.3	-1.6	-4.1
State and local	1.9	-1.4	.6	-2.1	-1.2	-.4	-.4	.1
Percent								
Real gross national product (GNP)	-.4	1.9	7.9	-1.5	2.2	-5.3	-5.1	2.1
Change in business inventories	----	----	----	----	----	----	----	----
Final sales (GNP less change in business inventories) . . . . .	.5	1.0	5.4	-4.0	1.0	-2.3	.2	-.9
Personal consumption expenditures . . . . .	.3	1.8	4.4	-2.7	2.9	-3.3	2.5	2.5
Durable goods	-6.9	2.2	17.8	-17.2	10.7	-20.9	10.4	2.5
Nondurable goods . . . . .	.8	1.8	2.9	.1	1.5	0	-1.0	2.6
Services	2.4	1.7	1.5	.1	1.7	0	3.0	2.4
Nonresidential fixed investment	-2.2	3.5	8.0	1.1	9.3	.6	-5.0	-11.8
Residential fixed investment	-20.2	-4.8	1.0	-17.4	-31.9	-25.3	-10.2	12.9
Net exports of goods and services	----	----	----	----	----	----	----	----
Exports	8.9	-.4	11.3	1.0	-4.7	-2.4	-12.7	7.5
Imports	-.4	7.2	5.8	16.8	11.3	6.0	-17.5	14.5
Government purchases of goods and services	2.3	.9	5.2	-4.1	3.6	7.0	-2.9	-5.3
Federal	4.2	3.7	12.2	-3.2	14.8	20.4	-5.5	-13.5
State and local	1.1	-.8	1.3	-4.6	-2.7	-.8	-1.1	.4
Addendum: GNP in current dollars	8.9	11.6	19.6	5.3	11.4	3.0	-1.0	6.8
GNP fixed-weighted price index	9.9	9.6	10.0	8.4	8.9	8.5	4.8	4.1
Change in business inventories	----	----	----	----	----	----	----	----
Final sales (GNP less change in business inventories)	9.9	9.6	10.1	8.4	8.9	8.6	4.8	4.1
Personal consumption expenditures	11.2	9.3	10.9	7.7	7.6	7.1	4.8	3.2
Durable goods	8.5	7.8	5.2	9.7	8.6	5.3	3.7	4.5
Nondurable goods	12.4	8.7	13.4	5.5	3.7	3.6	2.4	-1.4
Services	10.8	10.4	10.3	9.3	11.2	11.0	7.6	7.3
Nonresidential fixed investment	10.6	8.9	8.8	9.0	7.7	7.0	5.1	5.6
Residential fixed investment	9.3	7.1	10.4	5.4	8.1	6.3	2.6	-3.4
Net exports of goods and services	----	----	----	----	----	----	----	----
Exports	10.9	9.5	11.5	5.2	4.7	2.4	5.1	1.2
Imports	24.2	5.0	10.5	1.0	-8.4	-3.0	6.7	-6.7
Government purchases of goods and services	11.9	9.5	8.0	8.5	6.5	11.1	5.8	4.0
Federal	13.7	11.4	8.6	8.0	4.6	18.6	5.9	2.3
State and local	10.8	8.2	7.5	8.9	7.8	6.2	5.7	5.2
Addenda:								
GNP implicit price deflator	9.3	9.4	10.9	6.8	9.0	8.8	4.3	4.6
GNP chain price index	9.0	9.4	9.3	8.2	9.2	8.4	5.0	4.6

Table 3

FORM BE-681
(REV. 6-82)U.S. DEPARTMENT OF COMMERCE
BUREAU OF ECONOMIC ANALYSIS**CORPORATE PROFITS**
(Billions of dollars)

	1979	1980	1981	1981			1982	
				II	III	IV	I	II ^r
				Seasonally adjusted at annual rates				
Corporate profits with inventory valuation and capital consumption adjustments	194.8	181.6	190.6	185.1	193.1	183.9	157.1	155.4
Profits before tax	252.7	242.4	232.1	225.4	233.3	216.5	171.6	171.7
Profits tax liability	87.6	84.7	81.2	79.2	82.4	71.6	56.7 ^r	55.3
Profits after tax	165.1	157.8	150.9	146.2	150.8	144.9	115.0 ^r	116.3
Dividends	52.7	58.1	65.1	64.0	66.8	68.1	68.8	69.3
Undistributed profits	112.4	99.7	85.8	82.2	84.0	76.9	46.1 ^r	47.0
Inventory valuation adjustment	-43.1	-43.0	-24.6	-22.8	-23.0	-17.1	-4.4	-9.4
Capital consumption adjustment	-14.8	-17.8	-16.8	-17.5	-17.1	-15.5	-10.1	-6.9
Addenda:								
Corporate profits with inventory valuation and capital consumption adjustments	194.8	181.6	190.6	185.1	193.1	183.9	157.1	155.4
Profits tax liability	87.6	84.7	81.2	79.2	82.4	71.6	56.7 ^r	55.3
Profits after tax with inventory valuation and capital consumption adjustments	107.2	97.0	109.5	105.9	110.7	112.3	100.4 ^r	100.0
Dividends	52.7	58.1	65.1	64.0	66.8	68.1	68.8	69.3
Undistributed profits with inventory valuation and capital consumption adjustments	54.5	38.9	44.4	42.0	43.9	44.3	31.6 ^r	30.7

USCOMM-DC 59578-P-82

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Table 4

FORM BE-729
(5-21-76)U.S. DEPARTMENT OF COMMERCE
BUREAU OF ECONOMIC ANALYSIS

GROSS DOMESTIC PRODUCT OF NONFINANCIAL CORPORATE BUSINESS

	1979	1980	1981	1981			1982	
				II	III	IV	I	II ^r
				Seasonally adjusted at annual rates				
				Billions of dollars				
Gross domestic product of nonfinancial corporate business	1,416.8	1,537.7	1,732.3	1,715.0	1,763.6	1,767.2	1,756.6	1,771.0
Capital consumption allowances with capital consumption adjustment	149.6	172.0	195.8	192.6	199.1	205.1	207.8	212.1
Net domestic product	1,267.3	1,365.7	1,536.5	1,522.4	1,564.5	1,562.0	1,548.8	1,559.0
Indirect business taxes plus transfer payments less subsidies	130.5	148.6	178.3	179.0	179.9	181.3	176.3	181.2
Domestic income	1,136.7	1,217.1	1,358.2	1,343.4	1,384.5	1,380.8	1,372.4	1,377.8
Compensation of employees	958.1	1,041.7	1,150.1	1,140.0	1,167.0	1,174.5	1,181.6	1,190.4
Wages and salaries	805.0	874.8	962.9	954.7	977.7	982.7	985.3	991.4
Supplements to wages and salaries	153.0	166.9	187.1	185.4	189.3	191.9	196.4	198.9
Corporate profits with inventory valuation and capital consumption adjustments	134.7	123.0	145.6	142.1	151.8	138.2	120.3	114.8
Profits before tax	191.8	183.0	186.6	181.8	191.5	170.5	134.8	131.3
Profits tax liability	69.2	64.8	63.3	61.4	65.5	54.8	38.9	37.1
Profits after tax	122.5	118.2	123.3	120.4	126.0	115.7	95.8	94.2
Dividends	39.8	42.4	52.9	51.2	54.4	56.7	58.0	59.7
Undistributed profits	82.8	75.8	70.3	69.2	71.6	58.9	37.8	34.5
Inventory valuation adjustment	-43.1	-43.0	-24.6	-22.8	-23.0	-17.1	-4.4	-9.4
Capital consumption adjustment	-13.9	-17.0	-16.3	-16.9	-16.7	-15.1	-10.0	-7.1
Net interest	43.9	52.4	62.5	61.2	65.7	68.1	70.5	72.6
				Billions of 1972 dollars				
Gross domestic product of nonfinancial corporate business	876.1	860.3	881.3	884.2	887.5	870.4	858.8	857.9
				Dollars				
Current dollar cost and profit per unit of constant dollar gross domestic product	1.617	1.787	1.966	1.940	1.987	2.030	2.045	2.064
Capital consumption allowances with capital consumption adjustment .....	.171	.200	.222	.218	.224	.236	.242	.247
Net domestic product	1.447	1.587	1.743	1.722	1.763	1.795	1.803	1.817
Indirect business taxes plus transfer payments less subsidies .....	.149	.173	.202	.202	.203	.208	.205	.211
Domestic income	1.298	1.415	1.541	1.519	1.560	1.586	1.598	1.606
Compensation of employees	1.094	1.211	1.305	1.289	1.315	1.349	1.376	1.388
Corporate profits with inventory valuation and capital consumption adjustments .....	.154	.143	.165	.161	.171	.159	.140	.134
Profits tax liability .....	.079	.075	.072	.069	.074	.063	.045	.043
Profits after tax with inventory valuation and capital consumption adjustments075	.068	.093	.091	.097	.096	.095	.091
Net interest050	.061	.071	.069	.074	.078	.082	.085

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USCOMM-DC 31445-P76

Table 5

FORM BE-821
(5-19-76)CORPORATE PROFITS BY INDUSTRY
(Billions of dollars)U.S. DEPARTMENT OF COMMERCE
BUREAU OF ECONOMIC ANALYSIS

	1979	1980	1981	1981			1982	
				II	III	IV	I	II ^r
				Seasonally adjusted at annual rates				
Corporate profits with inventory valuation and capital consumption adjustments	194.8	181.6	190.6	185.1	193.1	183.9	157.1	155.4
Domestic industries	164.2	151.3	167.8	164.3	172.2	158.3	140.2	137.2
Financial	29.5	28.3	22.2	22.2	20.3	20.1	19.9	22.4
Nonfinancial	134.7	123.0	145.6	142.1	151.8	138.2	120.3	114.8
Rest of the world	30.6	30.3	22.8	20.8	21.0	25.7	16.9	18.2
Corporate profits with inventory valuation adjustment and without capital consumption adjustment	209.6	199.4	207.5	202.6	210.3	199.4	167.2	162.2
Domestic industries	179.0	169.1	184.6	181.7	189.3	173.7	150.3	144.1
Financial	30.3	29.2	22.7	22.7	20.8	20.4	20.0	22.2
Federal Reserve banks	9.6	11.9	14.5	14.2	15.2	15.6	16.1	16.0
Other	20.7	17.2	8.1	8.6	5.5	4.8	3.9	6.2
Nonfinancial	148.6	140.0	162.0	159.0	168.5	153.3	130.4	121.9
Manufacturing	85.6	74.5	86.3	88.9	92.2	73.7	57.7	56.6
Durable goods	37.1	20.7	28.4	35.2	27.4	18.9	9.1	12.7
Primary metal industries	3.5	2.9	4.1	4.7	4.1	.7	-3.1	-6.5
Fabricated metal products	5.2	4.4	4.9	6.0	5.4	3.4	4.4	3.8
Machinery, except electrical	8.9	7.2	9.3	9.2	9.6	9.9	8.3	4.8
Electrical equipment and supplies	5.1	4.4	5.1	4.9	4.8	4.3	3.6	3.7
Motor vehicles and equipment	4.7	-5.0	-1.1	2.6	-2.8	-1.8	-4.1	3.3
Other	9.8	6.8	6.2	7.8	6.3	2.4	.0	3.5
Nondurable goods	48.4	53.8	57.9	53.7	64.8	54.7	48.6	43.9
Food and kindred products	5.7	6.2	8.7	8.5	7.7	8.1	6.7	6.3
Chemicals and allied products	7.1	6.7	8.2	7.5	8.0	7.8	6.5	5.8
Petroleum and coal products	20.7	28.0	26.6	23.3	35.1	24.7	25.4	20.4
Other	14.8	13.0	14.4	14.4	14.1	14.1	10.0	11.4
Wholesale and retail trade	27.1	24.6	33.4	32.1	33.0	35.7	31.9	26.8
Transportation, communication, and electric, gas, and sanitary services	15.9	17.4	19.1	15.6	19.6	21.2	18.8	18.5
Other	20.1	23.4	23.1	22.5	23.7	22.7	21.9	20.0
Rest of the world	30.6	30.3	22.8	20.8	21.0	25.7	16.9	18.2

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USCOMM-DC 31419 P-76

Table 6

FORM BE-764
(2-19-76)U.S. DEPARTMENT OF COMMERCE
BUREAU OF ECONOMIC ANALYSIS

**NATIONAL INCOME WITHOUT CAPITAL
CONSUMPTION ADJUSTMENT BY INDUSTRY**
(Billions of dollars)

	1979	1980	1981	1981			1982	
				II	III	IV	I	II
				Seasonally adjusted at annual rates				
National income without capital consumption adjustment ..	2,015.8	2,174.2	2,410.6	2,382.8	2,446.0	2,462.1	2,447.6	2,470.1
Domestic income	1,973.2	2,128.2	2,361.4	2,336.1	2,396.3	2,408.8	2,401.7	2,420.6
Agriculture, forestry, and fisheries	65.8	58.5	68.7	66.5	72.7	71.6	66.1	66.6
Mining and construction	134.4	145.8	158.3	153.1	159.8	162.4	162.2	158.4
Manufacturing	508.9	525.6	580.8	584.1	595.4	573.1	555.2	556.0
Nondurable goods	198.3	216.2	236.0	231.8	246.1	236.4	232.1	229.1
Durable goods	310.6	309.4	344.8	352.3	349.3	336.7	323.1	326.8
Transportation	75.7	81.2	87.0	86.4	87.6	86.5	85.3	87.1
Communication	43.4	48.9	55.3	53.0	56.8	58.3	59.3	59.2
Electric, gas, and sanitary services	35.8	41.0	48.6	46.8	49.6	52.8	53.8	53.9
Wholesale and retail trade	296.6	315.6	353.2	348.7	357.5	361.9	360.9	360.3
Finance, insurance, and real estate	261.6	295.5	324.2	320.8	326.2	331.5	336.4	345.0
Services	274.0	309.9	349.4	344.8	353.4	362.7	369.3	376.1
Government and government enterprises	277.1	306.2	336.0	331.9	337.3	347.9	353.2	358.0
Rest of the world	42.6	46.1	49.2	46.6	49.7	53.3	45.8	49.5