

# News

United States  
Department  
of Labor



Bureau of Labor Statistics

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## PRODUCTIVITY AND COSTS

Nonfinancial Corporate Sector  
Second Quarter 1977

Productivity in nonfinancial corporations increased 1.0 percent in the second quarter of 1977, at a seasonally adjusted annual rate, the Bureau of Labor Statistics of the U.S. Department of Labor announced today. During the first quarter, productivity increased 6.0 percent in this sector, which includes all corporations doing business in the United States with the exception of banks, stock and commodity brokers, and finance and insurance companies. The second quarter increase reflected continuing strong gains in output (up 9.9 percent) coupled with a quickening in the growth of employee-hours. Hours increased 8.8 percent in the second quarter, compared with a 3.2-percent rise in the first quarter.

Revised second-quarter movements were also announced today for the private business, nonfarm business, and manufacturing sectors. The revised measures show a smaller decline in second quarter productivity in the private business sector. Second quarter measures of productivity and costs are summarized in table A; details appear in tables 1-6.

Hourly compensation, which includes both wages and supplements, increased 6.8 percent in the second quarter, compared with a 12.8-percent rise in the first quarter. This was the smallest increase in hourly compensation since the third quarter of 1975. Unit labor cost, which shows the effects of changes in productivity and hourly compensation, increased at a 5.7-percent annual rate in the second quarter, the smallest rise in a year. Real hourly compensation--compensation

Table A. Productivity and Costs: Percent Change at Annual Rate  
(Seasonally Adjusted)

Sector	Productivity	Hourly Compensation	Unit Labor Cost	Real Hourly Compensation	Output	Hours
First Quarter 1977 to Second Quarter 1977						
<u>PRELIMINARY</u>						
Nonfinancial Corporations	1.0	6.8	5.7	-1.8	9.9	8.8
<u>REVISED</u>						
Private Business	-1.4	6.2	7.7	-2.5	8.4	9.9
Nonfarm Business	0.4	7.4	6.9	-1.4	8.7	8.3
Manufacturing	3.0	6.7	3.6	-1.9	12.7	9.4
Durable	5.2	8.2	2.8	-0.6	15.8	10.1
Nondurable	0.9	4.1	3.2	-4.3	9.3	8.4
Second Quarter 1976 to Second Quarter 1977						
<u>PRELIMINARY</u>						
Nonfinancial Corporations	1.6	8.9	7.2	1.9	5.5	3.8
<u>REVISED</u>						
Private Business	1.9	8.9	6.9	1.8	5.7	3.8
Nonfarm Business	1.6	8.8	7.1	1.8	5.6	4.0
Manufacturing	1.7	8.5	6.7	1.5	5.6	3.9
Durable	1.4	8.1	6.6	1.1	6.3	4.8
Nondurable	2.2	8.9	6.6	1.9	4.8	2.6

per hour adjusted for changes in the Consumer Price Index (CPI)--declined 1.8 percent in the second quarter, the first decline in this measure since the third quarter of 1975. The second quarter rise in the CPI was greater than the increase in hourly compensation.

Unit profits advanced at a seasonally adjusted annual rate of 50.2 percent in the second quarter, compared with an 11.6 percent decline in the first quarter. This was the largest quarterly increase in unit profits since the third quarter of 1975. The increase reflected a 65.0 percent increase in profits (at an annual rate) and a 9.9 percent increase in output. The implicit price deflator--which reflects changes in unit labor cost, unit nonlabor cost, and unit profits--increased 7.6 percent (at an annual rate) in the second quarter, compared with a 3.5 percent increase one quarter earlier. This was the largest increase in the deflator since the first quarter of 1975.

Table B summarizes price, cost and profit developments since 1970. This time span includes the economic slowdown and subsequent recovery.

#### Revised Measures

Revised second-quarter productivity and costs measures were also released today for the private business, nonfarm business, and manufacturing sectors. These revisions reflect the incorporation of the most recent second-quarter compensation and output measures compiled by the Bureau of Economic Analysis of the U.S. Department of Commerce and the most recent measures of labor input from the BLS. Revised estimates of the gross housing product of owner occupied dwellings (used in the computation of productivity in the business sectors) which were not available in time for inclusion with the July edition of Productivity and Costs, are also included here. The revised figures cover the period beginning in 1974, and the effect of the revision is smallest in the later quarters. The latest

Table B.  
Indexes of Prices, Costs, and Profits in the Nonfinancial Corporate Sector, 1970-77  
1967=100

Measure	1970	1971	1972	1973	1974	1975	1976	1976		1977	
								III	IV	I	II
Implicit price deflator	112.5	117.2	120.5	125.8	140.2	155.3	163.4	164.3	164.4	167.8	170.9
Total Unit cost	119.9	124.3	126.3	132.8	152.6	166.1	172.1	172.5	176.8	179.0	180.7
Unit labor cost	117.4	120.6	123.7	130.7	148.8	158.8	166.3	166.8	171.2	173.9	176.3
Unit nonlabor cost	127.8	135.6	134.6	139.2	164.4	188.8	190.1	190.1	194.1	195.0	194.4
Unit profits	69.8	76.9	87.1	85.6	69.5	93.6	113.2	117.7	107.0	103.7	114.8

figures show a productivity decline in the private business sector of 1.4 percent in the second quarter, and an increase of 0.4 percent in the nonfarm business sector. These changes had been reported as -1.8 percent and -0.4 percent, respectively. In manufacturing, productivity advanced 3.0 percent, reflecting increases of 5.2 percent and 0.9 percent, respectively, in the durable and nondurable sub-sectors. These movements had been reported as 4.0, 6.1, and 2.0 percent, respectively, based on preliminary information. The second quarter revisions to the output and compensation measures are larger than the revisions to the labor input measures. The preliminary and revised measures are compared in table C.

Table C.  
 Preliminary and Revised Second Quarter Measures of Productivity and Costs  
 Quarterly Change at Annual Rate  
 Seasonally Adjusted

	Private Business Sector		Nonfarm Business Sector		Manufacturing:					
					Total		Durable		Nondurable	
	P	R	P	R	P	R	P	R	P	R
Output per hour of all persons	-1.8	-1.4	-0.4	0.4	4.0	3.0	6.1	5.2	2.0	0.9
Compensation per hour	6.3	6.2	7.4	7.4	6.5	6.7	7.7	8.2	4.2	4.1
Unit labor cost	8.2	7.7	7.9	6.9	2.4	3.6	1.5	2.8	2.1	3.2
Real compensation per hour	-2.3	-2.5	-1.3	-1.4	-2.1	-1.9	-1.0	-0.6	-4.2	-4.3
Output	7.9	8.4	7.8	8.7	14.0	12.7	17.5	15.8	10.1	9.3
Hours	9.8	9.9	8.2	8.3	9.6	9.4	10.7	10.1	7.9	8.4

P = preliminary  
 R = revised

TABLE 1. PRIVATE BUSINESS SECTOR, ALL PERSONS: PRODUCTIVITY,  
HOURLY COMPENSATION, UNIT LABOR COST, AND PRICES, SEASONALLY ADJUSTED

YEAR AND QUARTER	OUTPUT PER HOUR OF ALL PERSONS	OUTPUT	HOURS OF ALL PERSONS	COMPENSATION PER HOUR (1)	REAL COMPENSATION PER HOUR (2)	UNIT LABOR COST	UNIT NON-LABOR PAYMENTS (3)	IMPLICIT PRICE DEFLATOR	
INDEXES 1967=100									
1976	I	115.4R	124.9R	108.3	190.5	113.8	165.1R	158.7R	162.9R
	II	116.3R	126.7R	108.9	194.3	114.8	167.0R	160.5R	164.8R
	III	117.2R	127.7R	109.0	198.6	115.6	169.4R	160.8R	166.5R
	IV	117.2R	128.4R	109.5	202.7	116.7	173.0R	159.5	168.3R
	ANNUAL	116.5R	126.9R	108.9	196.5	115.3R	168.7R	159.9R	165.6R
1977	I	118.4R	131.3R	110.4	208.4	117.7	175.2R	160.4	170.1R
	II	118.9	134.0	113.0	211.6	117.0	178.5	163.3R	173.3R
PERCENT CHANGE FROM PREVIOUS QUARTER AT ANNUAL RATE (5)									
1976	I	7.6	10.8	3.0	13.1	8.2	5.1	-0.7R	3.1R
	II	3.3R	5.9	2.4	8.3	3.6	4.9R	4.5R	4.8R
	III	3.0	3.1	0.1	9.0	2.7	5.8	0.8R	4.1R
	IV	0.0	2.1R	2.1	8.6	3.9	8.6R	-3.2R	4.6R
	ANNUAL	4.2	7.0	2.7	9.1	3.1	4.7	5.1	4.8
1977	I	6.1	9.6	3.3	11.7	3.3	5.3	2.3	4.4
	II	-1.4R	8.4R	9.9R	6.2R	-2.5R	7.7R	7.3R	7.6R
PERCENT CHANGE FROM CORRESPONDING QUARTER OF PREVIOUS YEAR (6)									
1976	I	5.9R	8.5R	2.4	8.1	1.6	2.1R	13.6R	5.6
	II	4.2	8.1R	3.8	8.5	2.4	4.2R	7.6R	5.3
	III	3.0	5.9	2.4	9.6	3.9	6.5	0.6	4.5R
	IV	3.5R	5.4	1.9	9.8	4.6	6.1	0.3R	4.1R
	ANNUAL	4.2	7.0	2.7	9.1	3.1	4.7	5.1	4.8
1977	I	3.1R	5.1	2.0	9.4	3.4	6.2	1.1R	4.5
	II	1.9R	5.7R	3.8	8.9	1.8R	6.9R	1.7R	5.1

SEE FOOTNOTES FOLLOWING TABLE 6.  
R=REVISED  
P=PRELIMINARY

AUGUST 30, 1977  
SOURCE: BUREAU OF LABOR STATISTICS

TABLE 2. NONFARM BUSINESS SECTOR, ALL PERSONS: PRODUCTIVITY,  
HOURLY COMPENSATION, UNIT LABOR COST, AND PRICES, SEASONALLY ADJUSTED

YEAR AND QUARTER	OUTPUT PER HOUR OF ALL PERSONS	OUTPUT	HOURS OF ALL PERSONS	COMPENSA-TION PER HOUR (1)	REAL COMPENSA-TION PER HOUR (2)	UNIT LABOR COST	UNIT NON-LABOR PAY-MENTS (3)	IMPLICIT PRICE DEFULATOR	
INDEXES 1967=100									
1976	I	112.9R	125.2R	111.0	126.9	111.7	145.6R	155.3R	142.1R
	II	114.4R	127.2R	111.7	121.1	113.0	167.1R	156.8R	163.6R
	III	115.2R	128.3R	111.4	125.2	113.7	169.5R	159.2R	166.0R
	IV	114.7R	128.7R	112.2	128.7	114.4	173.3R	158.1	168.1R
	ANNUAL	114.3R	127.4R	111.4	123.1	113.3R	168.9R	157.4R	165.0R
1977	I	116.1R	131.6R	113.4	204.3	115.4	176.0R	157.2	169.6R
	II	116.2R	134.4R	115.7	208.0	115.0	179.0R	160.9R	172.8R
PERCENT CHANGE FROM PREVIOUS QUARTER AT ANNUAL RATE (5)									
1976	I	6.5	11.7	4.9	11.1	6.3	4.3R	4.6R	4.4R
	II	5.5R	6.6R	1.0	9.4	4.6	3.7R	4.0R	3.8R
	III	2.9R	3.2	0.4	8.8	2.5	5.8	6.4R	6.0R
	IV	-1.4	1.3	3.2	7.4	2.7	9.4	-2.8R	5.3R
	ANNUAL	4.1	7.3	3.1	8.7	2.8	4.5R	6.5	5.1
1977	I	5.0	9.5	4.2	11.7	3.2	6.3	-2.2	3.5
	II	0.4R	8.7R	8.3R	7.4	-1.4R	6.9R	9.8R	7.8R
PERCENT CHANGE FROM CORRESPONDING QUARTER OF PREVIOUS YEAR (6)									
1976	I	5.6R	8.6R	2.9	7.9	1.4	2.2R	13.4R	5.6R
	II	4.4	8.7	4.1	8.5	2.3	3.9	7.8R	5.1
	III	2.8	6.4R	3.4	8.9	3.3	5.9	3.1R	5.0
	IV	3.2	5.6	2.3	9.2	4.0	5.8	3.0R	4.9
	ANNUAL	4.1	7.3	3.1	8.7	2.8	4.5R	6.5	5.1
1977	I	2.9R	5.1	2.2	9.3	3.3	6.3	1.3R	4.6R
	II	1.6R	5.6R	4.0	8.8	1.8	7.1R	2.6R	5.6

SEE FOOTNOTES FOLLOWING TABLE 6.  
R=REVISED  
P=PRELIMINARY

AUGUST 30, 1977  
SOURCE: BUREAU OF LABOR STATISTICS



TABLE 3. NONFINANCIAL CORPORATIONS: PRODUCTIVITY, HOURLY COMPENSATION  
UNIT LABOR COST, UNIT PROFITS, AND PRICES, SEASONALLY ADJUSTED

YEAR AND QUARTER	OUTPUT PER ALL-EMPLOYEE HOUR	OUTPUT	EMPLOYEE HOURS	HOURLY COMPENSATION (1)	REAL HOURLY COMPENSATION (2)	UNIT LABOR COST	UNIT NON-LABOR COST (R)	TOTAL UNIT COST (9)	UNIT PROFITS (10)	IMPLICIT PRICE DEFLATOR	
INDEXES 1967=100											
1976	I	116.2	131.8	113.4	189.1	113.0	162.7	187.7	168.8	113.1	160.5
	II	117.4	134.0	114.2	193.0	114.1	164.5	188.3	170.3	115.0	162.1
	III	118.0	135.0	114.4	196.8	114.6	166.8	190.1	172.5	117.7	164.3
	IV	117.2	135.0	115.1	200.7	115.6	171.2	194.1	176.8	107.0	166.4
	ANNUAL	117.2	133.9	114.3	194.9	114.3	166.3	190.1	172.1	113.2	163.4
1977	I	119.0	138.0	116.0	206.8	116.8	173.9	195.0	179.0	103.7	167.8
	II	119.2P	141.3P	118.5P	210.3P	116.3P	176.3P	194.4P	180.7P	114.8P	170.9P
PERCENT CHANGE FROM PREVIOUS QUARTER AT ANNUAL RATE (5)											
1976	I	5.0	11.0	6.6	11.8	7.0	6.5	-5.9	3.0	21.3	4.7
	II	4.0	6.8	2.6	8.6	3.8	4.4	1.4	3.5	7.0	3.9
	III	2.1	2.9	0.8	4.1	1.9	5.9	3.8	5.3	9.6P	5.7
	IV	-2.5	-0.1	2.5	8.1	3.3	10.9	8.9	10.3	-31.7	5.1
	ANNUAL	3.7	7.7	3.8	8.6	2.7	4.7	0.7	3.6	20.9	5.2
1977	I	6.0	9.4	3.2	12.8	4.4R	6.4	1.7	5.2	-11.6	3.5
	II	1.0P	9.9P	8.8P	6.8P	-1.9P	5.7P	-1.1P	3.9P	50.2P	7.6P
PERCENT CHANGE FROM CORRESPONDING QUARTER OF PREVIOUS YEAR (6)											
1976	I	6.6	10.0	3.1	8.1	1.6	1.3	0.4	1.1	71.9	5.6
	II	4.1	9.2	4.9	8.5	2.3	4.2	-0.5	2.9	30.9	5.3
	III	2.2	6.3	4.1	8.9	3.2	6.5	0.8	4.9	5.8	5.0
	IV	2.1	5.3	3.1	9.1	4.0	6.9	1.9	5.5	-0.7	4.9
	ANNUAL	3.7	7.7	3.0	8.6	2.7	4.7	0.7	3.6	20.9	5.2
1977	I	2.4	4.7	2.3	9.4	3.3	6.9	3.9	6.1	-8.3	4.6
	II	1.6P	5.5P	3.8P	8.9P	1.9P	7.2P	3.2P	6.1P	-0.1P	5.5P

SEE FOOTNOTES FOLLOWING TABLE 6.  
R=REVISED  
P=PRELIMINARY

AUGUST 30, 1977  
SOURCE: BUREAU OF LABOR STATISTICS

TABLE 4. MANUFACTURING SECTOR: PRODUCTIVITY, HOURLY COMPENSATION, UNIT LABOR COST, SEASONALLY ADJUSTED

YEAR AND QUARTER	OUTPUT PER HOUR OF ALL PERSONS	OUTPUT (7)	HOURS OF ALL PERSONS	COMPENSATION PER HOUR (1)	REAL COMPENSATION PER HOUR (2)	UNIT LABOR COST	
INDEXES 1967=100							
1976	I	122.2	117.8	96.4	109.0	113.0	154.7
	II	123.9	119.9	96.7	103.3	114.3	156.0
	III	125.4	121.1	96.6	106.5	114.4	156.7
	IV	125.1	121.3	97.0	200.1	115.2	159.9
	ANNUAL	124.2	120.0	96.6	104.8	114.2	156.9
1977	I	125.1	122.9	98.2	206.4	116.5	165.0
	II	126.0R	126.6R	100.5	209.8R	116.0R	166.5R
PERCENT CHANGE FROM PREVIOUS QUARTER AT ANNUAL RATE (5)							
1976	I	2.6	12.1	9.3	12.1	7.3	9.3
	II	5.8	7.3	1.4	9.5	4.6	3.5
	III	4.7	4.2	-0.5	6.7	0.5	1.9
	IV	-0.7	0.8	1.5	7.5	2.8	8.3
	ANNUAL	6.2	11.6	4.5	8.6	2.6	1.7
1977	I	-0.1R	5.2	5.3R	13.2	4.7	13.3R
	II	3.0R	12.7R	9.4R	6.7R	-1.9R	3.6R
PERCENT CHANGE FROM CORRESPONDING QUARTER OF PREVIOUS YEAR (6)							
1976	I	11.7	16.5	4.2	8.1	1.6	-3.2
	II	8.6	15.3	6.2	8.5	2.3	-0.1
	III	3.9	8.8	4.7	8.7	3.1	4.6
	IV	3.0	6.0	2.9	8.9	3.8	5.7
	ANNUAL	6.8	11.6	4.5	8.6	2.6	1.7
1977	I	2.4R	4.3	1.9R	9.2	3.1	6.7
	II	1.7R	5.6R	3.9	8.5R	1.5R	6.7R

SEE FOOTNOTES FOLLOWING TABLE 4.  
 R=REVISED  
 P=PRELIMINARY

AUGUST 30, 1977  
 SOURCE: BUREAU OF LABOR STATISTICS

TABLE 5. DURABLE MANUFACTURING SECTOR: PRODUCTIVITY, HOURLY COMPENSATION, UNIT LABOR COST, SEASONALLY ADJUSTED(1)

YEAR AND QUARTER	OUTPUT PER HOUR OF ALL PERSONS	OUTPUT (7)	HOURS OF ALL PERSONS	COMPENSATION PER HOUR (1)	REAL COMPENSATION PER HOUR (2)	UNIT LABOR COST	
INDEXES 1967=100							
1976	I	117.7	111.4	94.6	191.5	114.5	162.7
	II	120.3	114.7	95.4	196.0	115.9	163.0
	III	121.9	117.0	95.9	198.5	115.6	162.8
	IV	121.2	116.5	96.2	201.2	115.9	166.1
	ANNUAL	120.3	114.9	95.5	196.9	115.5	163.7
1977	I	120.5R	117.6	97.6	207.8	117.3	172.5
	II	122.0R	122.0R	100.0R	211.9R	117.2R	173.7R
PERCENT CHANGE FROM PREVIOUS QUARTER AT ANNUAL RATE (5)							
1976	I	2.4	13.8	11.2	12.4	7.6	9.8
	II	-9.0	12.6	3.3	9.9	5.0	0.8
	III	5.5	8.0	2.3	5.1	-1.0	-0.4
	IV	-2.4	-1.6	0.9	5.6	1.0	8.3
	ANNUAL	7.2	12.1	4.5	8.8	2.9	1.5
1977	I	-2.3R	3.6	6.1	13.7	5.1	16.4
	II	5.2R	15.8R	10.1R	8.2R	-0.6R	2.8R
PERCENT CHANGE FROM CORRESPONDING QUARTER OF PREVIOUS YEAR (6)							
1976	I	11.9	14.0	1.8	9.4	2.9	-2.2
	II	9.4	15.8	5.8	9.2	3.0	-0.2
	III	4.4	10.7	6.0	8.6	3.0	4.1
	IV	3.5	8.0	4.4	8.2	3.1	4.5
	ANNUAL	7.2	12.1	4.5	8.8	2.9	1.5
1977	I	2.3	5.5	3.1	8.5	2.5	6.0R
	II	1.4R	6.3R	4.4R	8.1R	1.1R	6.6R

SEE FOOTNOTES FOLLOWING TABLE 5.  
R=REVISED  
P=PRELIMINARY

AUGUST 30, 1977  
SOURCE: BUREAU OF LABOR STATISTICS

TABLE 6. NONDURABLE MANUFACTURING SECTOR: PRODUCTIVITY, HOURLY  
COMPENSATION, UNIT LABOR COST, SEASONALLY ADJUSTED(12)

YEAR AND QUARTER	OUTPUT PER HOUR OF ALL PERSONS	OUTPUT (7)	HOURS OF ALL PERSONS	COMPENSA- TION PER HOUR(1)	REAL COMPENSA- TION PER HOUR(2)	UNIT LABOR COST	
INDEXES 1967=100							
1976	I	124.2	127.8	98.9	195.8	111.1	143.8
	II	129.9	128.1	98.6	189.5	112.0	145.9
	III	131.3	128.1	97.5	193.4	112.6	147.3
	IV	131.7	129.3	98.1	198.6	114.3	150.8
	ANNUAL	130.5	128.3	98.3	191.7	112.5	147.0
1977	I	132.5R	131.4	99.2	204.3	115.4	154.3
	II	132.7R	134.3R	101.2R	206.4	114.1	155.5R
PERCENT CHANGE FROM PREVIOUS QUARTER AT ANNUAL RATE(5)							
1976	I	2.3	9.2	6.7	11.1	6.3	8.6
	II	2.1	0.9	-1.2	8.2	3.4	5.9
	III	4.5	-0.1	-4.4	8.6	2.3	3.9
	IV	1.2	3.7	2.5	11.1	6.2	9.8
	ANNUAL	6.1	10.8	4.4	8.1	2.2	1.8
1977	I	2.3R	6.7	4.2R	12.1	3.7	9.6R
	II	0.9R	9.3R	8.4R	4.1R	-4.3R	3.2R
PERCENT CHANGE FROM CORRESPONDING QUARTER OF PREVIOUS YEAR(6)							
1976	I	10.9	19.6	7.9	6.5	0.1	-4.0
	II	7.5	14.7	6.7	7.4	1.3	-0.1
	III	3.5	6.3	2.7	8.5	2.9	4.8
	IV	2.5	3.4	0.8	9.7	4.6	7.0
	ANNUAL	6.1	10.8	4.4	8.1	2.2	1.8
1977	I	2.5	2.8	6.2R	10.0	3.9	7.3
	II	2.2R	4.8R	2.6R	8.9	1.9	6.6R

SEE FOOTNOTES FOLLOWING TABLE 6.  
R=REVISED  
P=PRELIMINARY

AUGUST 30, 1977  
SOURCE: BUREAU OF LABOR STATISTICS

FOOTNOTES, TABLES 1 TO 6

SOURCE: Output data from the Bureau of Economic Analysis, U.S. Department of Commerce and the Federal Reserve Board. Compensation and hours data from the Bureau of Labor Statistics, U.S. Department of Labor and the Bureau of Economic Analysis.

- (1) Wages and salaries of employees plus employers' contributions for social insurance and private benefit plans. Except for nonfinancial corporations, where there are no self-employed, data also includes an estimate of wages, salaries, and supplemental payments for the self-employed.
- (2) Compensation per hour adjusted for changes in the Consumer Price Index.
- (3) Nonlabor payments include profits, depreciation, interest, rental income and indirect taxes.
- (4) Current dollar gross product divided by constant dollar gross product.
- (5) Percent change compounded at annual rate from original data rather than index numbers.
- (6) Current quarter divided by comparable quarter a year ago.
- (7) Quarterly measures adjusted to annual estimates of output (gross product originating) from the Bureau of Economic Analysis, U.S. Department of Commerce.
- (8) Unit nonlabor costs include depreciation, interest, and indirect taxes.
- (9) Total unit costs is the sum of labor and non-labor costs.
- (10) Unit profits include corporate profits and inventory valuation adjustment.
- (11) The durable sector includes the following 2-digit SIC industries: primary metal; fabricated metal products; nonelectrical machinery; electrical machinery; transportation equipment; instruments; lumber and lumber products; clay, glass, and stone products; furniture and fixtures; and miscellaneous manufactures.
- (12) The nondurable sector includes the following 2-digit SIC industries: textile mill products; apparel products; leather and leather products; paper and paper products; printing and publishing; chemicals and chemical products; petroleum products; rubber and plastic products; foods; and tobacco products.

CHART 1. PRODUCTIVITY, HOURLY  
 COMPENSATION, UNIT COSTS AND PRICES  
 PRIVATE BUSINESS SECTOR  
 (PERCENT CHANGE FROM PRECEDING  
 QUARTER AT ANNUAL RATE)

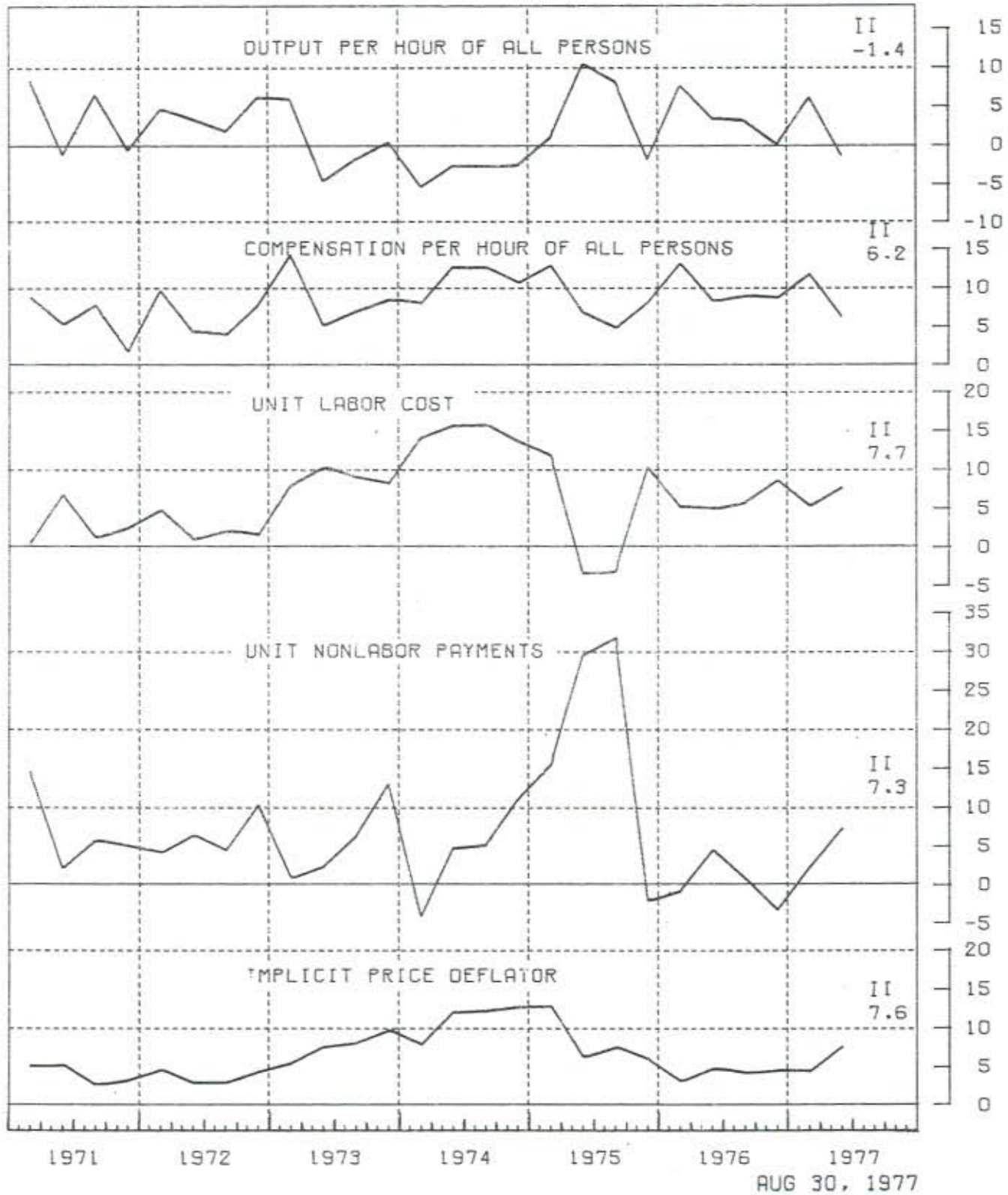


CHART 2. PRODUCTIVITY, HOURLY  
 COMPENSATION, UNIT COSTS AND PRICES  
 NONFARM BUSINESS SECTOR  
 (PERCENT CHANGE FROM PRECEDING  
 QUARTER AT ANNUAL RATE)

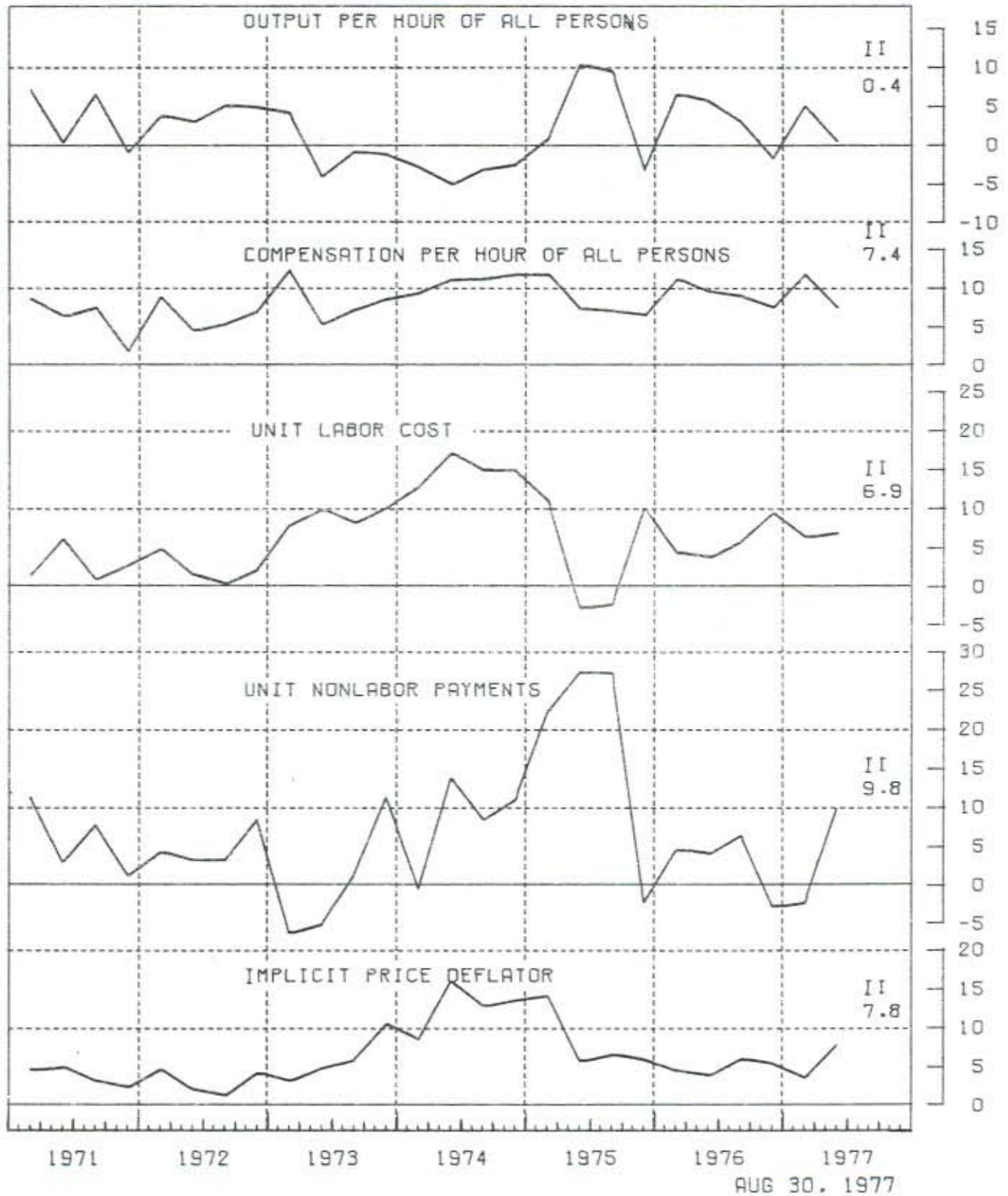


CHART 3. PRODUCTIVITY, HOURLY  
 COMPENSATION, UNIT COSTS AND PRICES  
 NONFINANCIAL CORPORATIONS  
 (PERCENT CHANGE FROM SAME  
 QUARTER A YEAR AGO)

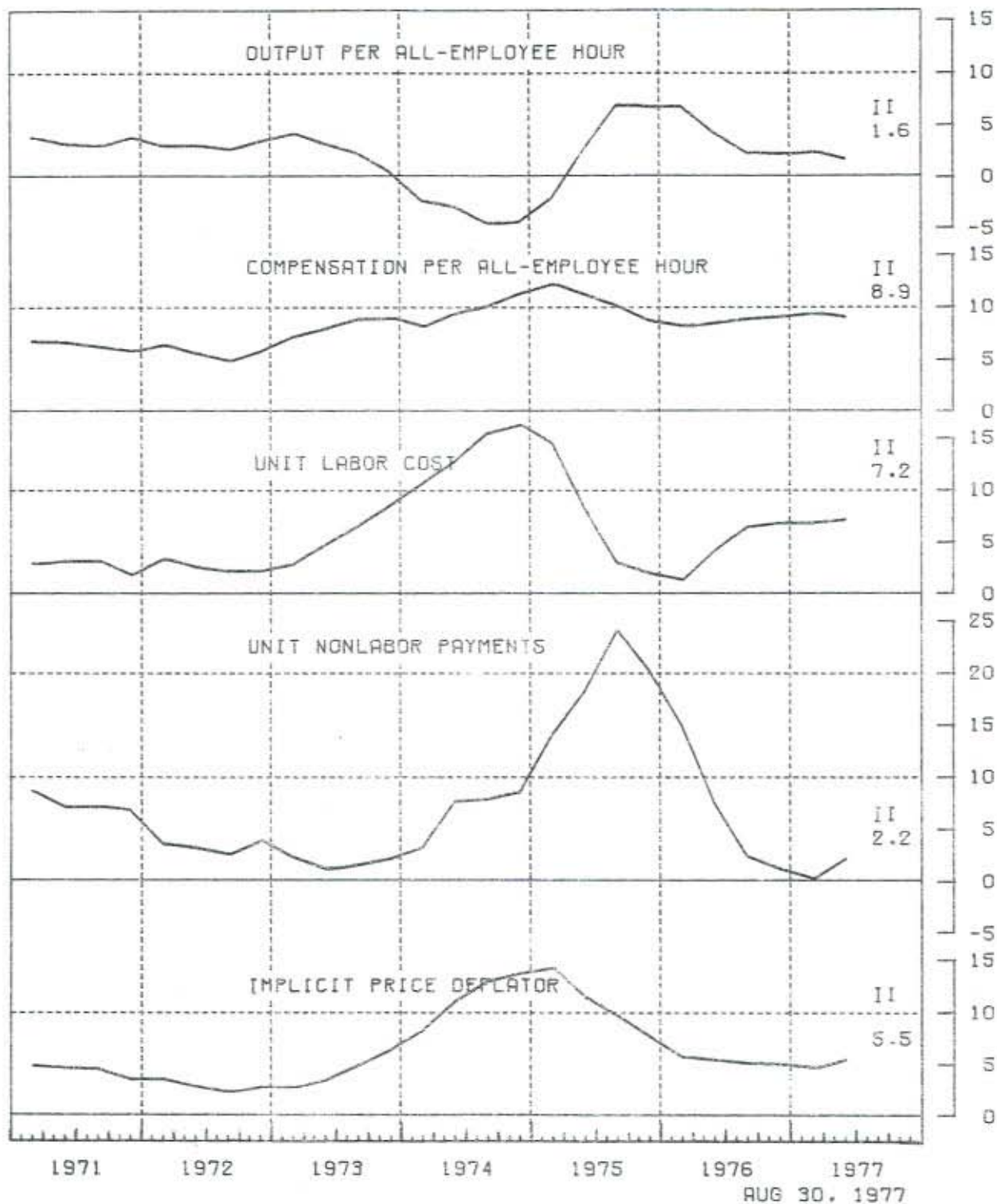




CHART 4.  
 UNIT COSTS, UNIT PROFITS, AND PRICES  
 NONFINANCIAL CORPORATIONS  
 (PERCENT CHANGE FROM SAME  
 QUARTER A YEAR AGO)

