

**LASPEYRES METHODOLOGY IN COMPUTING WHOLESALE TRADE SALES
INDEX AND RETAIL TRADE SALES INDEX**

A. Calculation of Index for the selected industry i of major industry

$$I_{i,t} = \frac{R_{i,t}}{R_{i,0}} \times 100$$

where

$I_{i,t}$ refers to the computed sales index for selected industry i at time t;

$R_{i,t}$ is the aggregated sales report of sample establishments for selected industry i at time t (current period);

$R_{i,0}$ is the aggregated sales report of sample establishments for selected industry i at time 0 (base period).

Example: $\text{Index (G52111)} = \frac{\text{Quarterly Sales Report for Q4 2008 (G52111)}}{\text{Base Period Quarterly Sales Report (G52111)}} \times 100$

$\text{Index (G52112)} = \frac{\text{Quarterly Sales Report for Q4 2008 (G52112)}}{\text{Base Period Quarterly Sales Report (G52112)}} \times 100$

B. Calculation of the Weights

$$W_i = \frac{V_i}{V_j}$$

where

W_i is the relative share of selected industry i to the total sales value in the industry division of the sector

V_i is the total sales value of selected industry i

V_j is the total sales value of industry division of the sector

Example: $\text{Weight (G52111)} = \frac{\text{Total Sales (G52111)}}{\text{Total Sales (G52)}}$

$$\text{Weight (G52112)} = \frac{\text{Total Sales (G52112)}}{\text{Total Sales (G52)}}$$

Note: G52111 and G52112 are 5-digit PSIC codes of establishments

C. Calculation of Index for the Major Industry

$$I_{j,t} = \sum w_{ij} I_{ij,t}$$

$I_{j,t}$

refers to the index for the industry j at time t;

w_{ij}

is the relative share of selected industry i to the total sales value in the industry division of the sector

$I_{i,t}$

is the computed index for industry division i at time t

Example: $\text{Index (G52)} = [\text{weight (G52111)} \times \text{Index (G52111)}] +$
 $[\text{weight (G52112)} \times \text{Index (G52112)}] + \dots$