

AN IDEAL TYPE ACCOUNTING FRAMEWORK FOR PLANTATION ECONOMY  
FURTHER MODIFIED

THE BANKING MATRIX \*

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B711. Sou-Sou Saving-Investment A/C

INFLOWS .

From Households: A71            Sou-Sou Savings

OUTFLOWS

To Financial Intermediaries

8712            Increase in currency hoarded\*

To Metropolis: A7423            Increase in currency hoarded\*

\* A loan to the note-issuing authority treated either as a positive transfer to Resident Saving and Investment Account (A731-B711) followed by a negative transfer to Financial Intermediaries (A731-A712); or as a positive transfer to Government (A72-A711) a matching negative transfer to the Government Savings-Investment A/C (A72-B72) and a matching positive transfer from there to the Metropolis (A7423-B72).

\* Extract from *Export Propelled Growth and Industrialization in the Caribbean*, Vol. III

8712. Account of Established Financial Intermediaries

INFLOWS

From Households:	A71	Deposits with banks, payments for Insurance premiums, etc.
	A731	Increase in hoarding of currency by persons where private banks are note-issuing authorities
From Government:	A72	Interest and repayment re government securities, routed through A72 by positive entry in B72 and negative entry in B712
From Res/ Private S/IA/C:	A731	Deposits with bank and non-bank intermediaries by local business interests on Loans
From Metropolis:	A7423	Transfers from Head Office
Commonwealth	A7424	including transfers from other
Rival Metropoles	A7431	Caribbean countries

TOTAL INFLOWS

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8712. Account of Established Financial Intermediaries

OUTFLOWS

To Government S/IA/C:

872 Purchase of Government  
Securities. Routed as a transfer  
through A72.  
(Positive entry) to 872 (Negative entry)

To Resident Private S\_I:

A731 Loans

To Non-Resident New  
Dynamic S/IA/C:

A733 Loans

To Metropolis:  
Commonwealth  
Rival Metropoles

A7423 Transfers to Head Office including  
A7424 transfers to other Caribbean  
A7431 countries

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TOTAL OUTFLOWS

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B72. Government Savings and Investment A/C

INFLOWS (Loans to Government)

From Households:	A71	By purchase of savings bonds, etc. and by government contributions to employee pension funds, etc.
	A72	By increase in household holdings of currency through operation of Sou-Sou
<u>From Banks:</u>	B712	By purchase of government bonds by banks, treated as a transfer from Banks to Resident S/I Account and a further transfer from the resident S/IA/C to the Government S/I Account
From Non-Res. Trad. S/IA/C:		
	A74211	By purchase of government bonds
From Metropolis:	A7423	By loans raised in the Metropolis and
Commonwealth	A7424	interest on foreign assets
Rival Metropolis	A7431	
From International Agencies:		
	A744	Unilateral transfers, soft loans, etc.

TOTAL INFLOWS

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B72 Government Savings and Investment A C

OUTFLOWS

To Households:	A71	Social welfare payments
		Interest and repayment of public debt held by households
To Resident S/IA/C:		
	A731	Interest and repayment of public debt held by banks
	A731	Development loans to local business
To Non-Resident New Dynamic S/IA/C:		
	A74212	Development loans to manufacturing and tourism
To Metropolis:	A7423	Increase in metropolitan exchange
Commonwealth	A7424	for currency backing and other
Rival Metropolises	A7431	official reserve funds
		Servicing and repayment of debt
To International Agencies:		
	A744	Servicing and repayment of debt
SUB-TOTAL		
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A72	EXCESS OF PURCHASES OF GOODS AND SERVICES OVER CURRENT GOVERNMENT REVENUE	
TOTAL OUTFLOWS		
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THE BALANCE OF PAYMENTS

RECEIPTS on Current Accounts

EXPORTS

856	to	Caribbean	(A741)
		Metropolis	(A7423)
		Rival Metropolæ	(A7431)
		Commonwealth	(A7424)
		Other Countries	(A7432)
		International Agencies	(A744)

FACTOR INCOMES

874	Earnings on Assets held in Metropolis by financial Intermediaries	(8712)
872	Earnings on foreign assets by Government	(A7423)
874	Employment Income (Remittances)	(A71)
	from Caribbean Metropolis & International Agencies Commonwealth Rival Metropolæ	

RECEIPTS ON CURRENT ACCOUNT

DEFICIT ON CURRENT ACCOUNT

TOTAL

THE BALANCE OF PAYMENTS

PAYMENTS on Current Account

IMPORTS

B21	Intermediate Imports (c.i.f.)	
	from:	
	Caribbean	(A741)
	Metropolis	(A7423)
	Rival Metropoles	(A7431)
	Other	(A7423, A7432)
B4	Final Imports (c.i.f.)	
	from:	
	Caribbean	(A741)
	Metropolis	(A7423)
	Rival Metropoles	(A7431)
	Other	(A7424, A7432)
	International Agencies	(A744)
B41	Visible Service Imports	
	from:	
	Caribbean	(A741)
	Metropolis	(A7423)
	Rival Metropoles	(A7431)
	Other	(A7424 & A7432)
B24	Imports of Technical and Managerial <u>Services</u>	
	from:	
	Metropoles	(A7423)
	Rival Metropoles	(A7431)
	International Agencies	(A744)

THE BALANCE OF PAYMENTS  
PAYMENTS . on Current Account

FACTOR INCOMES

8311	Wage and Salary Income	
	to: Metropolis	(A742)
83331	Direct Taxes on Corporation Profits	
	to: Metropolis	(A7423)
	to: Rival Metropolises	(A7431)
83522	Distributed Profits	
	to: Metropolis	(A7423)
	Commonwealth	(A7424)
	Rival Metropolises	(A7431)

PUBLIC DEPT. SERVICE

872	Debt Servicing by Public Sector	
	to: Metropolis	(A7423)
	Commonwealth	(A7424)
	Rival Metropolises	(A7431)
	International Agencies	(A744)

INCREMENT TO CAPITAL RESERVES OF FOREIGN CONTROLLED BUSINESS

83512	Retained Earnings	
	of: Non-Resident Traditional S/IA/C	(A74211)
	Non-Resident New Dynamic S/IA/C	(A74212)

TOTAL CURRENT PAYMENTS



THE BALANCE OF PAYMENTS

INFLOWS on Capital Account

8712 TRANSFERS BY PRIVATE FINANCIAL INSTITUTIONS

from:	Caribbean	(A741)
	Head Office	(A7423)
	Commonwealth	(A7424)
	Rival Metropolises	(A7431)

872 INFLOWS ON GOVERNMENT ACCOUNT

Monetary

	Reduction in foreign exchange reserves	(A7423)
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Non-Monetary

New Government Borrowing

from:	Metropolis	(A7423)
	Commonwealth	(A7424)
	Rival Metropolises	(A7431)
	International Agencies	(A744)

874 INFLOWS ON BUSINESS S/IA/C

New Inflow of Direct Investment

to:	Non-Resident Traditional S/IA/C	(A73211)
	Non-Resident New Dynamic S/IA/C	(A73212)

Debenture Borrowing

by:	New Dynamic S/CA/C	(A73312)
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THE BALANCE OF PAYMENTS

INFLOWS on Capital Account

8351	Retained Earnings		
	of:	Non-Resident Traditional S/IA/C	(A74211)
		Non-Resident New Dynamic S/IA/C	(A74212)

TOTAL CAPITAL INFLOW

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THE BALANCE OF PAYMENTS

OUTFLOWS on Capital Account

B712 TRANSFERS BY PRIVATE FINANCIAL INSTITUTIONS

to:	Caribbean	(A741)
	Head Office	(A7423)
	Commonwealth	(A7424)
	Rival Metropole	(A7431)

B72 OUTFLOWS ON GOVERNMENT ACCOUNT

Monetary

Increase in reserves of currency authority	(A7423)
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Increase in other foreign exchange holdings	(A7423)
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Non-Monetary

Repayment of Loans

to:	Metropolis	(A7423)
	Commonwealth	(A7424)
	Rival Metropoles	(A7431)
	International Agencies	(A744)

B74 OUTFLOWS ON BUSINESS S/IA/C

Surplus of New Capital Reserves

from:	Non-Resident Traditional S/IA/C	(A74211)
	Non-Resident New Dynamic S/I	
	A/C	(A74212)

THE BALANCE OF PAYMENTS

OUTFLOWS on Capital Account

874      OUTFLOWS ON BUSINESS S/IA/C  
         Liquidation of Debenture Debt  
         by:      New Dynamic S/IA/C                      (A74212)

TOTAL CAPITAL OUTFLOW

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DEFICIT ON CURRENT ACCOUNT

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TOTAL

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