Part I - PROPOSED NEW INDUSTRY STRUCTURE FOR PETROLEUM AND COAL PRODUCTS MANUFACTURING, CHEMICALS MANUFACTURING, AND RUBBER AND PLASTICS PRODUCTS MANUFACTURING

Section A - NAICS Structure

NORTH AMERICAN INDUSTRY CLASSIFICATION SYSTEM

(NAICS)

AGREEMENT Number 1

This Document represents the proposed agreement on the structure of the North American Industry Classification System (NAICS) for the following industries:

Petroleum and Coal Products Manufacturing Chemicals Manufacturing Rubber and Plastics Products Manufacturing

The detailed NAICS structure along with a brief description of the structure is attached (Attachments 1 and 2). Each country agrees to release a copy of the proposed NAICS structure to interested data users . Comments received will be shared among the countries and discussions held before a final decision on the structure is made. Each country may add additional detailed industries, below the 4-digit level of NAICS, as necessary to meet national needs, so long as this additional detail aggregates to a 4-digit NAICS level in order to ensure full comparability among the three countries. This NAICS structure was presented and provisionally accepted at the NAICS Committee meeting held on May 18 and 19 in Ottawa, Canada.

| ACCEPTED: | Signature | Date |
|---------------|----------------------|---------|
| Canada | /s/ Jacob Ryten | 5/19/95 |
| Mexico | /s/ Enrique Ordaz | 5/19/95 |
| United States | /s/ Jack E. Triplett | 5/19/95 |

NAICS STRUCTURE

XX PETROLEUM AND COAL PRODUCTS MANUFACTURING

| XXX | Petroleum and Coal Products Manufacturing |
|---------|---|
| XXXX | Petroleum Refineries |
| XXXX | Asphalt Paving and Roofing and Saturated Materials Manufacturing |
| XXXX | Other Petroleum and Coal Products Manufacturing |
| | |
| XX | CHEMICALS MANUFACTURING |
| XXX | Basic Chemicals Manufacturing |
| XXXX | Petrochemicals Manufacturing |
| XXXX | Industrial Gases Manufacturing |
| XXXX | Dyes and Pigments Manufacturing |
| XXXX | Other Inorganic Chemicals Manufacturing |
| XXXX | Other Organic Chemicals Manufacturing |
| XXX | Resins, Synthetic Rubber, Artifical and Synthetic Fibers and Filament Manufacturing |
| XXXX | Resins and Synthetic Rubber Manufacturing |
| XXXX | Artificial and Synthetic Fibers and Filament Manufacturing |
| XXX | Posticides Fortilizers and Other Agricultural Chemicals Manufacturing |
| XXXX | Pesticides, Fertilizers, and Other Agricultural Chemicals Manufacturing Fertilizers Manufacturing |
| XXXX | Pesticides and Other Agricultural Chemicals Manufacturing |
| ΛΛΛΛ | restrictes and Other Agricultural Chemicals Manufacturing |
| XXX | Pharmaceuticals and Medicine Manufacturing |
| XXX | Pharmaceuticals and Medicine Manufacturing |
| XXX | Paints, Coatings, Adhesives, and Sealants Manufacturing |
| XXXX | Paints and Coatings Manufacturing |
| XXXX | Adhesives and Sealants Manufacturing |
| 1717171 | Transfives and Sealants Transfactaring |
| XXX | Soaps, Cleaning Compounds, and Toilet Preparations Manufacturing |
| XXXX | Soaps and Cleaning Compounds Manufacturing |
| XXXX | Toilet Preparations Manufacturing |
| XXX | Miscellaneous Chemical Products Manufacturing |
| XXXX | Printing Ink Manufacturing |
| XXXX | Explosives Manufacturing |
| | |

XXXX Other Miscellaneous Chemical Products Manufacturing $\mathbf{X}\mathbf{X}$ RUBBER AND PLASTICS PRODUCTS MANUFACTURING Rubber Products Manufacturing XXX Tires and Tubes Manufacturing XXXX Rubber and Plastics Hose and Belting Manufacturing XXXX Other Rubber Products Manufacturing XXXX XXX **Plastics Products Manufacturing** Unsupported Plastics Films, Sheets and Bags Manufacturing XXXX XXXX Unsupported Profile Shapes, Plastics Pipes, and Fittings Manufacturing Laminated Plastics Plates, Sheets, and Shapes Manufacturing XXXX XXXX Polystyrene Foam Products Manufacturing Urethane Foam Products Manufacturing XXXX Plastics Bottles Manufacturing XXXX Other Plastics Products Manufacturing XXXX

North American Industry Classification System

Draft Classification for: Petroleum and Coal Products Manufacturing

Chemicals Manufacturing

Rubber and Plastics Products Manufacturing

Representatives of the statistical agencies of Canada, Mexico and the United States have agreed to a draft industry classification for these industries.

The draft classification provides for three industry subsectors, Petroleum and Coal Products Manufacturing; Chemicals Manufacturing; and Rubber and Plastics Products Manufacturing. These are further subdivided into ten industry groups and thirty industries. These industry subsectors will be part of the Manufacturing sector(s) of the NAICS classification.

Achievement of Objectives

The classification meets the objectives for the North American Industry Classification System. It is comprised of industries that group establishments with similar production processes, that is, it applies the production-oriented economic concept. In the main, the hierarchical structure of the classification also follows the production concept.

The classification achieves comparability for the three participating countries. Based on existing data, all three countries expect to be able to publish data regularly at the industry level of the structure. All countries agree on the detailed definitions of the industries.

The classification improves comparability with other countries. With the exception of the "miscellaneous" industries, all industries are compatible with the 2-digit level of the current International Standard Industrial Classification of All Economic Activities (ISIC, Revision 3) of the United Nations. This means that each NAICS industry is the same as, or part of, a single ISIC 2-digit Division. Therefore, data tabulated using NAICS can be readily retabulated according to ISIC. This comparability extends to higher levels of the NAICS. For example, there is little difference between the NAICS Chemical Industries, and ISIC 24, Manufacture of Chemicals and Chemical Products.

Other objectives of the NAICS project are not as relevant in this area of the classification as in others. These objectives are the delineation of new and emerging industries, service industries and industries engaged in the production of advanced technologies. The industry sector in question is relatively mature, generally produces goods, and has always employed relatively advanced technology. Therefore the emphasis was on the production concept and comparability.

The industries have high specialization ratios, and they are economically significant. The detail and structure of the classification are balanced in size. This enhances the classification's suitability for sampling, data-publishing and other aspects of survey operations. Finally, disruptions at the NAICS industry level to time series have been kept to a

minimum. Most of the changes at the detail to existing classifications are marginal. The major changes are well-identified and can be taken into account in linking time series.

Limitations of the Classification

On the other hand, there are some analytical requirements which cannot be met by the industry classification. In particular, there is a demand for data on the production of all articles of plastic. This cannot be accommodated by the industry classification due to the ubiquity of plastic in manufactured products. Many industrial activities that incorporate plastics in combination with other materials are classified elsewhere in manufacturing.

Similarly, a breakdown of plastics industries which follows market lines cannot be produced. This arises from the fact that, in general, plastics fabricators can and do switch production from one type of product to another as market conditions change. In some cases a market or demand category does correspond to a distinct production process, in which case an industry can be defined which supports the needs of both supply-oriented and demand-oriented analyses. An example of this is the NAICS Plastics Bottles Manufacturing industry. However, in general, this is not possible because of the way businesses have organized their production facilities.

Users requiring data for demand analysis can instead make use of statistics based on commodity classifications. Each country publishes such data. Efforts are underway to harmonize the commodity classifications to allow comparability of these statistics.

Constraints on the NAICS Classification

There were a few factors which constrained the structure and detail of the classification in the area under consideration.

An issue related to the coding structure is the ability to publish and the economic significance of the items defined in the classification. In the chemicals industry, most activities which were identified in one country exist in the others. However, often an activity is not economically significant to the same degree in all countries. Further, data for some significant activities cannot be published for a particular country for reasons of confidentiality, such as the matches manufacturing industry in Canada. Finally, the way activities are combined in establishments differs to some extent in the different countries. A structure could have been developed which specified such activities in NAICS, but the resulting statistical tables for any given country would have numerous insignificant or suppressed entries. It was preferable to adopt an operating rule that the NAICS industries for this area must be economically significant and publishable. It is anticipated that each country will publish additional categories which comprise sub-divisions of NAICS industries, to present data for activities which are nationally significant.

Other constraints did involve the nature of the industries to be classified. In the case of chemicals, it was essential for NAICS to include Petrochemicals Manufacturing as an industry, due to the significance of this activity in Mexico. This is a major change for the United States and Canada. It involves some extra work for these countries in implementing the classification, since the direct assignment of industry codes from commodity output information (a common technique for most manufacturing industries) cannot be used without

modification. Nevertheless, the importance of the activity, and the fact that it is based on a well-defined production process, resulted in its inclusion in NAICS.

A General Outline

The Petroleum and Coal Products Manufacturing subsector is based on the transformation of crude petroleum and coal into usable products. The dominant process is petroleum refining, which involves the separation of crude petroleum into component products through such techniques as cracking and distillation.

The Chemicals Manufacturing subsector is based on the transformation of organic and inorganic raw materials by a chemical process, and the formulation of products. This subsector distinguishes the production of basic chemicals, which comprises the first industry group, from the production of intermediate and end products produced by further processing of basic chemicals, which make up the remaining industry groups.

Concerning Basic Chemicals Manufacturing industries, data users will note that a general distinction has not been made between organic and inorganic basic chemicals. The production of organic and inorganic industrial gases is a single activity. In Mexico, the production of organic and inorganic dyes and pigments commonly takes place in the same establishments.

The industry subsector Rubber and Plastics Products Manufacturing includes establishments which make goods by processing raw rubber and plastics materials. To the extent possible, this subsector is restricted to industrial activities whose core technology is the production of products made of just one material, rubber or plastic. Many manufacturing activities use rubber or plastic as one of several inputs, to the extent that the core technology relates to the type of product produced. An example of this is the manufacture of footwear. Typically, more than one material is used to produce shoes, so technologies which allow disparate materials to be formed and combined are of central importance in describing the footwear manufacturing activity. Such activities, for example footwear and furniture manufacture, are generally classified elsewhere than in the industry subsectors organized around the core technologies of rubber and plastic.

The main exception to this principle is Tires and Tubes Manufacturing. The production of tires is included in Rubber Products Manufacturing to minimize the disruption of time series and for comparability with ISIC, rather than because it particularly fits the general production process of the major group subsector. Tires are normally made from several materials.

A distinction is made between rubber and plastics products at the industry group level. It is not a rigid distinction, as can be seen from the definition of Rubber and Plastics Hose and Belting Manufacturing. As materials technology improves, plastics are increasingly being used as a substitute for rubber. Eventually, the distinction may disappear as a basis for defining establishments, and be limited to the commodity classification.

The Plastics Products Manufacturing industry subsector consists generally of activities involving the processing of plastics materials in forms such as pellets into intermediate or final products, using such processes as extrusion and injection moulding. Within most of these industries, the production process is such that a wide variety of products can be produced.

Some Changes to the National Classifications

This section highlights some of the significant changes to existing national classifications.

In Petroleum and Coal Products Manufacturing, the main change to an existing classification is the inclusion of activities currently in CSIC 2721, Asphalt Roofing Industry, in NAICS Asphalt Paving and Roofing and Saturated Materials Manufacturing. It is included here because the defining feature of the production process (the saturation of paper with asphalt) is the manipulation of asphalt.

The production of alumina from bauxite is currently classified in USIC 2819, Industrial Inorganic Chemicals, NEC. The production of alumina does involve the use of a chemical process, but it is analogous to the chemical activities involved in the processing of other ores in smelting and refining industries. It will therefore be treated as an activity in the primary metals, rather than in NAICS Other Inorganic Chemicals Manufacturing.

The production of artificial and synthetic fibers is treated as a textile activity in CSIC. While the outputs are a basic raw material for textile production, the fiber production itself is an activity with chemical characteristics. It is basically a polymerization process, similar to the production of synthetic resins. It is therefore included in the NAICS Chemicals Manufacturing subsector (Artificial and Synthetic Fibers and Filament Manufacturing).

The manufacture of photographic chemicals and sensitized paper is classified in CSIC 3912, Other Instruments and Related Products Industry and in USIC 3861, Photographic Equipment and Supplies. NAICS classifies the production of these goods in Miscellaneous Chemical Products Manufacturing, since their production process is a chemical products process, not an equipment manufacturing process.

The new classification eliminates the 2-digit distinction between rubber products and plastics products which was found in CSIC (groups 15 and 16). NAICS combines CSIC group 15, rubber products, and group 16, plastics products, into one subsector, Rubber and Plastics Products Manufacturing.

NAICS Tires and Tubes Manufacturing includes an activity--the retreading and recapping of tires--which in CSIC and USIC is classified as non-manufacturing. The tire retreading and recapping activity is included in manufacturing because it involves more than just a repair. This activity is an example of "re-building", which occurs when a manufactured article is returned to usability using processes similar to those used in the original manufacturing operation. Re-building activities will be included in manufacturing in NAICS.

NAICS Rubber and Plastics Products Manufacturing excludes the manufacture of footwear, furniture and toys of rubber and plastic. This is a significant change to CMAP, which includes these activities in CMAP 3550, Rubber Industry and 3560, Manufacture of Plastics Products.

NAICS Unsupported Plastics Films, Sheet and Bags Manufacturing includes the manufacture of plastic laminates for packaging and plastic bags, which are classified respectively in USIC 2671, Packaging Paper and Plastics Film, Coated and Laminated and 2673, Plastics, Foil and Coated Paper Bags.

NAICS Other Plastics Products Manufacturing includes the manufacture of most of the plastics motor vehicle parts, such as interior and exterior trim of plastics, which are classified in CSIC 3256, Plastics Parts and Accessories for Motor Vehicles.

CSIC refers to the Standard Industrial Classification of Canada, 1980 Revision. USIC refers to the Standard Industrial Classification of the United States, 1987 Revision. CMAP refers to the Classification of Activities and Products of Mexico.

Section B - Annex: United States National Industry Detail

As explained in the <u>Structure</u> presentation of this notice, for a number of reasons 4-digit industries in the three NAICS industry subsectors presented in <u>Part 1</u>, <u>Section A - Attachment 1</u>, contain less detail than is currently in the U.S. SIC system, and less detail than is required to meet important analytical requirements in the U.S. The three country agreement on NAICS envisions that each country may develop national detailed industries below the NAICS industry level, so long as the national detail can be aggregated to the NAICS classification, thus assuring full North American comparability.

The ECPC is proposing U.S. 5-digit industry detail for the three NAICS industry subsectors covered in <u>Part I</u> of this notice. In the following tables, proposed 5-digit detail is indicated in italics. For cases where no 5-digit detail is shown, the ECPC is proposing that the NAICS 4-digit industries will also represent the most detailed U.S. industries.

TABLE 1

The definitions of status codes are as follows: E-existing industry; N-new industry; R-revised industry; and * means "part of". The abbreviation NEC is used for Not Elsewhere Classified.

| 1997 NAICS & | Ł U.S. DESCRIPTION | STATUS CODE | 1987 USIC CODE | 1987 USIC DESCRIPTION |
|--------------|--|----------------|-------------------|--|
| XX | Petroleum and Coal Products Manufacturing | | | |
| XXX | Petroleum and Coal Products Manufacturing | | | |
| XXXX | Petroleum Refineries | E | 2911 | Petroleum Refining |
| XXXX | Asphalt Paving and Roofing and Saturated Materials Manufacturing | | | |
| XXXXX | Asphalt Paving Mixtures and Blocks Manufacturing | E | 2951 | Asphalt Paving Mixtures and Blocks |
| XXXXX | Asphalt Felts and Coatings Manufacturing | E | 2952 | Asphalt Felts and Coatings |
| XXXX | Other Petroleum and Coal Products Manufacturing | | | |
| XXXXX | Lubricating Oils and Greases Manufacturing | Е | 2992 | Lubricating Oils and Greases |
| XXXXX | All Other Petroleum and Coal Products Manufacturing | R | 2999 | Petroleum and Coal Products, NEC |
| | | | 3312* | Blast Furnaces and Steel Mills (Coke Ovens) |
| XX | Chemicals Manufacturing | | | |
| XXX | Basic Chemicals Manufacturing | | | |
| XXXX | Petrochemicals Manufacturing | N | 2865* | Cyclic Crudes and Intermediates (Aromatics) |
| | | | 2869* | Industrial Organic Chemicals, NEC (Aliphatics) |
| XXXX | Industrial Gases Manufacturing | R | 2813 | Industrial Gases |
| | | | 2869* | Industrial Organic Chemicals, NEC (Fluorocarbon Gases) |
| XXXX | Dyes and Pigments Manufacturing | | | |
| XXXXX | Inorganic Dyes and Pigments Manufacturing | N | 2816* | Inorganic Pigments (Except Bone and Lamp Black) |
| | | | 2819* | Industrial Inorganic Chemicals, NEC (Inorganic Dyes) |

| XXXXX | Organic Dyes and Pigments Manufacturing | N | 2865* | Cyclic Crudes and Intermediates (Organic Dyes and Pigments) |
|-------|--|---|-------|---|
| XXXX | Other Inorganic Chemicals Manufacturing | | | |
| XXXXX | Alkalies and Chlorine Manufacturing | E | 2812 | Alkalies and Chlorine |
| XXXXX | Carbon Black Manufacturing | R | 2816* | Inorganic pigments (Bone and Lamp Black) |
| | | | 2895 | Carbon Black |
| XXXXX | All Other Inorganic Chemicals Manufacturing | R | 2819* | Industrial Inorganic Chemicals, NEC (Except Activated Carbon and Charcoal, Alumina, and Inorganic Industrial Dyes) |
| | | | 2869* | Industrial Organic Chemicals, NEC (Carbon Bisulfide) |
| XXXX | Other Organic Chemicals Manufacturing | | | |
| XXXXX | Gum and Wood Chemicals Manufacturing | E | 2861 | Gum and Wood Chemicals |
| XXXXX | Cyclic Crudes and Intermediates Manufacturing | R | 2865* | Cyclic Crudes and Intermediates (Except Aromatics, Organic Dyes, and Pigments) |
| XXXXX | All Other Organic Chemicals Manufacturing | R | 2869* | Industrial Organic Chemicals, NEC (Except Aliphatics, Carbon Bisulfide, Ethyl Alcohol, Fatty Acid Esters, and Fluorocarbon Gases) |
| XXX | Resins, Synthetic Rubber, Artificial and Synthetic | | | • |
| | Fibers & Filament Manufacturing | | | |
| XXXX | Resins and Synthetic Rubber Manufacturing | | | |
| XXXXX | Plastics Materials and Resins Manufacturing | E | 2821 | Plastics Materials and Resins |
| XXXXX | Synthetic Rubber Manufacturing | E | 2822 | Synthetic Rubber |
| XXXX | Artificial and Synthetic Fibers and Filament Manufacturing | | | |
| XXXXX | Cellulosic Manmade Fibers Manufacturing | E | 2823 | Cellulosic Manmade fibers |
| XXXXX | Noncellulosic Organic Fibers Manufacturing | E | 2824 | Noncellulosic Organic Fibers |
| XXX | Pesticides, Fertilizers and Other Agricultural Chemicals Manufacturing | | | |
| XXXX | Fertilizers Manufacturing | | | |
| XXXXX | Nitrogenous Fertilizers Manufacturing | E | 2873 | Nitrogenous Fertilizers |
| XXXXX | Phosphatic Fertilizers Manufacturing | E | 2874 | Phosphatic Fertilizers |
| XXXXX | Fertilizers, Mixing Only Manufacturing | E | 2875 | Fertilizers, Mixing Only |
| XXXX | Pesticides and Other Agricultural Chemicals Manufacturing | E | 2879 | Agricultural Chemicals, NEC |

| XXX | Pharmaceuticals and Medicine Manufacturing | | | |
|-------|---|---|-------|---|
| XXXX | Pharmaceuticals and Medicine Manufacturing | | | |
| XXXXX | Medicinals and Botanicals Manufacturing | E | 2833 | Medicinals and Botanicals |
| XXXXX | Pharmaceutical Preparations Manufacturing | R | 2834 | Pharmaceutical Preparations |
| | | | 2835* | Diagnostic Substances (Except in-Vitro Diagnostic) |
| XXXXX | In-Vitro Diagnostic Substances Manufacturing | N | 2835* | Diagnostic Substances (In-Vitro Diagnostic Substances) |
| XXXXX | Biological Products, Except Diagnostic Manufacturing | Е | 2836 | Biological Products |
| XXX | Paint, Coatings, Adhesives, and Sealants Manufacturing | | | |
| XXXX | Paints and Coatings Manufacturing | R | 2851 | Paints and Coatings |
| | | | 2899* | Chemical Preparations, NEC (Frit) |
| XXXX | Adhesives and Sealants Manufacturing | E | 2891 | Adhesives and Sealants |
| XXX | Soaps, Cleaning Compounds and Toilet Preparations Manufacturing | | | |
| XXXX | Soaps and Cleaning Compounds Manufacturing | | | |
| XXXXX | Soaps and Other Detergents Manufacturing | R | 2841 | Soaps and Other Detergents |
| | | | 2844* | Toilet Preparations (Toothpaste) |
| XXXXX | Polishes and Other Sanitation Goods Manufacturing | Е | 2842 | Polishes and Other Sanitation Goods |
| XXXXX | Surface Active Agents Manufacturing | E | 2843 | Surface Active Agents |
| XXXX | Toilet Preparations Manufacturing | R | 2844* | Toilet Preparations (Except Toothpaste) |
| XXX | Miscellaneous Chemical Products Manufacturing | | | |
| XXXX | Printing Ink Manufacturing | R | 2893 | Printing Inks |
| | | | 2899* | Chemical Preparations, NEC (Writing and Stamping Inks) |
| | | | 3952* | Lead Pencils and Art Goods (Drawing Inks and India Ink) |
| XXXX | Explosives Manufacturing | E | 2892 | Explosives |
| XXXX | Other Miscellaneous Chemical Products Manufacturing | | | |
| XXXXX | Custom Compounding Purchased Resins Manufacturing | E | 3087 | Custom Compounding Purchased Resins |
| XXXXX | Photographic Films, Papers, Plates and Chemicals Manufacturing | N | 3861* | Photographic Equipment and Supplies (Photographic Films, Paper and Chemicals) |

| XXXXX | All Other Miscellaneous Chemical Products Manufacturing | R | 2819* | Chemical Preparations, NEC (Activated Carbon and Charcoal) |
|-------|---|-----|-------|--|
| | | | 2869* | Industrial Organic Chemicals, NEC (Fatty Acid Esters) |
| | | | 2899* | Chemical Preparations, NEC (Except Frit and Writing and Stamp Ink) |
| | | | 3999* | Manufacturing Industries, NEC (Matches) |
| XX | Rubber and Plastics Products Manufacturing | | | |
| XXX | Rubber Products Manufacturing | | | |
| XXXX | Tires and Tubes Manufacturing | | | |
| XXXXX | Tires and Inner Tubes Manufacturing | E | 3011 | Tires and Inner Tubes |
| XXXXX | Tire Rebuilding and Repair | E | 7534 | Tire Rebuilding and Repair |
| XXXX | Rubber and Plastics Hose and Belting Manufacturing | Е | 3052 | Rubber and Plastics Hose and Belting |
| XXXX | Other Rubber Products Manufacturing | | | |
| XXXXX | Mechanical Rubber Products Manufacturing | E | 3061 | Mechanical Rubber Products |
| XXXXX | All Other Rubber Products Manufacturing | R | 3053* | Gaskets, Packings and Sealing Devices (Rubber Gaskets, Packings and Sealing Devices |
| | | | 3069* | Fabricated Rubber Products, NEC (Except Rubberized Fabric and Rubber Resilient Floor Covering) |
| XXX | Plastics Products Manufacturing | | | |
| XXXX | Unsupported Plastics Films, Sheets and Bags Manufacturing | | | |
| XXXXX | Unsupported Plastics Bags Manufacturing | N | 2673* | Bags: Plastics, Laminated, and Coated (Plastics Bags) |
| XXXXX | Unsupported Plastics Packaging Films and Sheets Manufacturing | N | 2671* | Paper Coated and Laminated, NEC (Plastics Packaging Film and Sheet) |
| XXXXX | Unsupported Plastics Films and Sheets, Except Packaging Manufacturing | Е | 3081 | Unsupported Plastics Film and Sheets, Except Packaging |
| | | | 3073* | Laminated Plastics Plate, Sheet, and Profile Shapes (Acrylic Sheets) |
| XXXX | Unsupported Profile Shapes, Plastics Pipes, and Fittin Manufacturing | ngs | | |

| XXXXX | Unsupported Plastics Profile Shapes Manufacturing | R | 3082 | Unsupported Plastics Profile Shapes |
|-------|--|---|-------|---|
| | | | 3089* | Plastics Product, NEC (Plastics Sausage Casings) |
| XXXXX | Plastics Pipes and Pipe Fittings Manufacturing | R | 3084 | Plastics Pipes |
| | | | 3089* | Plastics Products, NEC (Plastics Pipe Fittings) |
| XXXX | Laminated Plastics Plates, Sheets, and Shapes Manufacturing | E | 3083* | Laminated Plastics Plate, Sheet and Shapes (Except Acrylic Sheets) |
| XXXX | Polystyrene Foam Products Manufacturing | N | 3086* | Plastics Foam Products (Polystyrene Foam Products) |
| XXXX | Urethane Foam Products Manufacturing | N | 3086* | Plastics Foam Products (Urethane Foam Products) |
| XXXX | Plastics Bottles Manufacturing | E | 3085 | Plastics Bottles |
| XXXX | Other Plastics Products Manufacturing | | | |
| XXXXX | Plastics Plumbing Fixtures Manufacturing | E | 3088 | Plastics Plumbing Fixtures |
| XXXXX | Resilient Floor Coverings Manufacturing | R | 3069* | Fabricated Rubber Products, NEC (Rubber Resilient Floor Coverings) |
| | | | 3996 | Hard Surface Floor Coverings, NEC |
| XXXXX | All Other Plastics Products Manufacturing | R | 3053* | Gaskets, Packing and Sealing Devices (Plastics Gaskets, Packing Sealing Devices) |
| | | | 3089* | Plastics Products, NEC (Except Plastics Pipe Fittings and Plastics Sausage Casings) |

TABLE 2

The abbreviation "pt" means "part of". @ means time series break has been created that is greater than 3% of the 1992 value of shipments for the 1987 SIC industry. The abbreviation NEC is used for Not Elsewhere Classified.

| 1987 USIC CODE | 1987 USIC DESCRIPTION | 1997 U.S. DESCRIPTION |
|-------------------|---------------------------------------|---|
| 2812 | Alkalies and Chlorine | Alkalies and Chlorine Manufacturing |
| 2813 | Industrial Gases | Industrial Gases Manufacturing (pt) |
| 2816 | Inorganic Pigments | |
| | Inorganic Pigments, Except Bone | Inorganic Dyes and Pigments Manufacturing (pt) |
| | and Lamp Black Bone and Lamp Black | Carbon Black Manufacturing (pt) |
| | Boile and Lamp Black | Carbon Black Manufacturing (pt) |
| 2819@ | Industrial Inorganic Chemicals, NEC | |
| | Activated Carbon and Charcoal | Other Miscellaneous Chemical Preparations Manufacturing (pt) |
| | Alumina | Primary Aluminum Manufacturing (pt) |
| | Inorganic Dyes | Inorganic Dyes and Pigments Manufacturing (pt) |
| | Other | Other Miscellaneous Inorganic Chemicals Manufacturing (pt) |
| 2821 | Plastics Materials and Resins | Plastics Materials and Resins Manufacturing |
| 2822 | Synthetic Rubber | Synthetic Rubber Manufacturing |
| 2823 | Cellulosic Manmade Fibers | Cellulosic Manmade Fibers Manufacturing |
| 2824 | Noncellulosic Organic Fibers | Noncellulosic Organic Fibers Manufacturing |
| 2833 | Medicinals and Botanical | Medicinals and Botanicals Manufacturing |
| 2834 | Pharmaceutical Preparations | Pharmaceutical Preparations Manufacturing (pt) |

| 2835@ | Diagnostic Substances Diagnostic Substances, Except In-Vitro Diagnostic In-Vitro Diagnostic Substances | Pharmaceutical Preparations Manufacturing (pt) In-Vitro Diagnostic Substances Manufacturing |
|-------|--|--|
| 2836 | Biological Products, Except Diagnostic | Biological Products, Except Diagnostic Manufacturing |
| 2841 | Soaps and Other Detergents | Soaps and Other Detergents Manufacturing (pt) |
| 2842 | Polishes and Other Sanitation Goods | Polishes and Other Sanitation Goods Manufacturing |
| 2843 | Surface Active Agents | Surface Active Agents Manufacturing |
| 2844 | Toilet Preparations Toilet Preparations, Except Toothpaste | Toilet Preparations Manufacturing |
| | Toothpaste | Soap and Other Detergents Manufacturing (pt) |
| 2851 | Paints and Allied Products | Paints and Coatings Manufacturing (pt) |
| 2861 | Gum and Wood Chemicals | Gum and Wood Chemicals Manufacturing |
| 2865@ | Cyclic Crudes and Intermediates | |
| | Aromatics | Petrochemicals Manufacturing (pt) |
| | Organic Dyes and Pigments | Organic Dyes and Pigments Manufacturing (pt) |
| | Other | Cyclic Crudes and Intermediates Manufacturing |
| 2869@ | Industrial Organic Chemicals, NEC | |
| | Aliphatics | Petrochemicals Manufacturing (pt) |
| | Carbon Bisulfide | All Other Inorganic Chemicals Manufacturing (pt) |
| | Ethyl Alcohol | Distilled and Blended Liquors Manufacturing (pt) |
| | Fatty Acid Esters | Other Miscellaneous Chemicals Preparations Manufacturing (pt) |
| | | |

| | Fluorocarbon Gases Other | Industrial Gases Manufacturing (pt) Other Miscellaneous Organic Chemicals Manufacturing |
|------|--|---|
| 2873 | Nitrogenous Fertilizers | Nitrogenous Fertilizers Manufacturing |
| 2874 | Phosphatic Fertilizers | Phosphatic Fertilizers Manufacturing |
| 2875 | Fertilizers, Mixing Only | Fertilizers, Mixing Only Manufacturing |
| 2879 | Agricultural Chemicals, NEC | Pesticides and Other Agricultural Chemicals Manufacturing |
| 2891 | Adhesives and Sealants | Adhesives and Sealants Manufacturing |
| 2892 | Explosives | Explosives Manufacturing |
| 2893 | Printing Inks | Printing Ink Manufacturing (pt) |
| 2895 | Carbon Black | Carbon Black Manufacturing (pt) |
| 2899 | Chemical Preparations, NEC Frit Writing and Drawing Inks Other | Paints and Coatings Manufacturing (pt) Printing Ink Manufacturing (pt) Other Miscellaneous Chemical Preparations Manufacturing (pt) |
| 2911 | Petroleum Refining | Petroleum Refineries |
| 2951 | Asphalt Paving Mixtures and Blocks | Asphalt Paving Mixtures and Blocks Manufacturing |
| 2952 | Asphalt Felts and Coatings | Asphalt Felts and Coatings Manufacturing |
| 2992 | Lubricating Oils and Greases | Lubricating Oils and Greases Manufacturing |
| 2999 | Petroleum and Coal Products, NEC | All Other Petroleum and Coal Products Manufacturing |

(pt)

| 3011 | Tires and Inner Tubes | Tires and Inner Tubes Manufacturing |
|-------|---|--|
| 3021 | Rubber and Plastics Footwear | Rubber and Plastics Footwear Manufacturing |
| 3052 | Rubber and Plastics Hose and Belting | Rubber and Plastics Hose and Belting Manufacturing |
| 3053@ | Gaskets, Packings, and Sealing Devices | |
| | Cork Gaskets, Packing, and Sealing Devices | Other Miscellaneous Wood Products Manufacturing (pt) |
| | Metal Gaskets, Packing, and | Other Miscellaneous Fabricated Metal Products Manufacturing (pt) |
| | Sealing Devices | |
| | Plastics Gaskets, Packing, and | All Other Plastics Products Manufacturing (pt) |
| | Sealing Devices | |
| | Rubber Gaskets, Packing, and Sealing Devices | All Other Rubber Products Manufacturing (pt) |
| 3061 | Mechanical Rubber Products | Mechanical Rubber Products Manufacturing |
| 3069 | Fabricated Rubber Products, NEC | |
| | Rubberized Fabric | Coated Fabrics Including Rubberized Mills (pt) |
| | Rubber Resilient Floor Covering | Resilient Floor Covering Manufacturing (pt) |
| | Other | All Other Rubber Products Manufacturing (pt) |
| 3081 | Unsupported Plastics Film and | Unsupported Plastics Films and Sheets, |
| | Sheets, Except Packaging | Except Packaging Manufacturing (pt) |
| 3082 | Unsupported Plastics Profile Shapes | Unsupported Plastics Profile Shapes Manufacturing (pt) |
| 3083 | Laminated Plastics Plate, Sheet | |
| 3003 | Acrylic Sheets | Unsupported Plastics Films and Sheets, Except Packaging Manufacturing (pt) |

| | Other | Laminated Plastics Plates, Sheets, and Shapes Manufacturing |
|-------|---------------------------------|--|
| 3084@ | Plastics Pipes | Plastics Pipes and Pipe Fittings Manufacturing (pt) |
| 3085 | Plastics Bottles | Plastics Bottles Manufacturing |
| 3086 | Plastics Foam Products | |
| | Urethane Foam Products | Urethane Foam Products Manufacturing |
| | Polystyrene Foam Products | Polystyrene Foam Products Manufacturing |
| 3087 | Custom Compounding of Purchased | Custom Compounding of Purchased |
| | Resins | Resins Manufacturing |
| 3088 | Plastics Plumbing Fixtures | Plastics Plumbing Fixtures Manufacturing |
| 3089 | Plastics Products, NEC | |
| | Pipe Fittings | Plastics Pipes and Pipe Fittings Manufacturing (pt) |
| | Plastics Sausage Casings | Unsupported Plastics Profile Shapes Manufacturing (pt) |
| | Other | All Other Plastics Products Manufacturing (pt) |
| | | |

Description of Changes to the U.S. System

- 1. Petroleum and Coal Products Manufacturing There was one change from the 1987 industry structure for this sector.
 - Coke ovens, not operated with a blast furnace transferred from 1987 Industry Code 3312, Blast Furnaces and Steel Mills to the 1997 Other Petroleum and Coal Products, NEC.

The number of 1997 petroleum and coal products industries remains unchanged at five from 1987. For time series linkage, all five 1987 industries are comparable within three percent of the 1997 industries.

- 2. Chemicals Manufacturing There were five new industries added to the 1997 industry structure for this industry subsector. New industries were created for:
 - Petrochemicals Manufacturing from parts of 1987 Industry Code 2865, Cyclic Crudes and Intermediates and 1987 Industry Code 2869, Industrial Organic Chemicals, NEC.
 - Organic Dyes and Pigments Manufacturing from part of old Industry Code 2865,
 Cyclic Crudes and Intermediates.
 - In-Vitro Diagnostic Substances Manufacturing from part of old Industry Code 2835, Diagnostic Substances.
 - Photographic Films, Papers, Plates, and Chemicals Manufacturing from part of 1987 Industry Code 3861, Photographic Equipment and Supplies.
 - Custom Compounding Purchased Resins Manufacturing transferred from the 1987
 Major Group Code 30, Rubber and Plastic Products.

Two activities transferred out of 1987 Major Group Chemicals and Allied Products.

- Alumina transferred from 1987 Industry Code 2819, Industrial Inorganic Chemicals, NEC into Primary Aluminum Manufacturing.
- Ethyl Alcohol transferred from 1987 Industry Code 2869, Industrial Organic Chemicals into Distilled and Blended Liquors Manufacturing.

Two activities transferred into the 1997 Chemicals Manufacturing.

• Drawing ink and India ink transferred from old Industry Code 3952, Lead Pencils and Art Goods into Printing Ink Manufacturing.

 Matches transferred from old Industry Code 3999, Manufacturing Industries, NEC into All Other Miscellaneous Chemical Preparations.

Also, there were several activities that transferred within the chemical industry. The number of chemical industries increased from 29 in 1987 to 34 in 1997. For time series linkage, 25 of the 29 1987 industries are comparable within three percent of the 1997 industries.

- 3. Rubber and Plastics Products Manufacturing There were six new industries added to the 1997 industry structure for this industry subsector.
 - Tire Rebuilding and Repair transferred from the 1987 Services Major Group Code 75, Auto Repair, Services, and Parking.
 - Unsupported Plastics Packaging Films and Sheets Manufacturing from part of 1987 Industry Code 2671, Paper Coated and Laminated, NEC.
 - Unsupported Plastics Bags from part of 1987 Industry Code 2673, Bags: Plastics, Laminated, and Coated.
 - Polystyrene Foam Products from part of 1987 Industry Code 3086, Plastics Foam Products.
 - Urethane Foam Products from part of 1987 Industry Code 3086, Plastics Foam Products.
 - Resilient Floor Coverings from parts of 1987 Industry Code 3069, Fabricated Rubber Products, NEC and 1987 Industry Code 3996, Hard Surface Floor Coverings, NEC.

Three industries were removed from this industry group.

- Rubber and Plastics Footwear transferred into the 1997 NAICS Industry Subsector, Leather and Allied Products Manufacturing.
- Gaskets, Packings, and Sealing Devices were deleted and the products were split into various residual industries by material.
- Custom Compounding Purchased Resins transferred into the 1997 NAICS Industry subsector, Chemicals Products Manufacturing.

One activity transferred out of the 1987 Major Group, Rubber and Plastics Products.

 Rubberized Fabric transferred from the 1987 Industry Code 3069, Fabricated Rubber Products, NEC to 1997 NAICS Industry, Coated Fabric Mills including Rubberized Fabric Mills. Also, there were several activities that transferred within the rubber and plastics products industries. The number of rubber and plastics products industries increased from 15 in 1987 to 17 in 1997. For time series linkage, 13 of the 15 1987 industries are comparable within three percent of the 1997 industries.