

# Glossary: Value added at factor cost

Statistics Explained

**Value added at factor cost** is the gross income from operating activities after adjusting for operating subsidies and indirect taxes. It is an indicator in the domain of [structural business statistics](#) .

It can be calculated as the total sum of items to be added (+) or subtracted (-):

- turnover (+);
- capitalized production (+);
- other operating income (+);
- increases (+) or decreases (-) of stocks;
- purchases of goods and services (-);
- other taxes on products which are linked to turnover but not deductible (-);
- duties and taxes linked to production (-).

Alternatively, it can be calculated from the [gross operating surplus](#) by adding [personnel costs](#) .

## Further information

- [Gross domestic product](#) (CODED - Concepts and Definitions Database)

## Related concepts

- [Gross domestic product](#)
- [Gross national income](#)

## Statistical data

- [Structural business statistics overview](#)