

An **establishment** is an [enterprise](#) or part of an enterprise that is situated in a single location and in which only a single productive activity is carried out or in which the principal productive activity accounts for most of the [value added](#) .

In [ESA 2010](#) the corresponding concept is that of local kind-of-activity unit (local KAU), see [Kind-of-activity_unit_and_local-kind-of-activity_unit](#)

Related concepts

- [Business functions](#)
- [Enterprise](#)
- [Observation unit](#)

Source

- [ESA 2010](#) paras 2.148 and 2.149
- [The 2008 SNA](#) , European Commission, IMF, OECD, UN, World Bank, 2009, Chapter V: Enterprises, establishments and industries, point 5.14