



PPI for Pre-Packaged Software

The French experiment



Outline of the presentation

- What is the scope ?
- Pricing methodologies
- Quality adjustment



The scope : pre-packaged and customized software

- The difference seems very clear in some cases...
- ...but in other cases the « pre-packaged software » is adapted according to the client's requirements.



The scope : what is maintenance ?

- Technical assistance and pre-payment for future versions
- Maintenance is very important in terms of turnover.
- The definition of the product : maintenance or not ?



The scope : the example of Microsoft

- What is the definition of import prices ?
- Microsoft's weighting coefficient



Price setting

- The production's cost of a pre-packaged software
- The cost, the estimated sales and...the market's reality
- The case of indirect selling
- The price of « maintenance »



Choosing the methodology

- Is it relevant to measure the changes in list prices ?
- Is it possible to measure average transaction prices ?
- The case of maintenance



Quality adjustment

- The evolution of the products and the weights inside the sample : an annual update
- And outside the sample ?
- The major problem : changes in versions



Quality adjustment : the changement of the version

- The price stays the same but not the product
- The software publishers' and the users' point of view
- The imputation method