

# U.S. International Transactions, Second Quarter 1999

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**T**HE U.S. current-account deficit—the balance on trade in goods and services, the balance on income, and net unilateral current transfers—increased to \$80.7 billion in the second quarter of 1999 from \$68.7 billion (revised) in the first quarter (table A, chart 1).<sup>1</sup> Most of the increase was accounted for by a large increase in the deficit on goods that resulted from imports increasing much more than exports. The current-account deficit was also boosted by a small decrease in the surplus on services, a small increase in the deficit on income, and an increase in net unilateral current transfers.

In the financial account, net recorded financial inflows—the difference between changes in

U.S.-owned assets abroad and changes in foreign-owned assets in the United States—were \$116.9 billion in the second quarter, up from \$73.7 billion (revised) in the first. The increase was accounted for by a greater strengthening in financial inflows for foreign-owned assets in the United States than in financial outflows for U.S.-owned assets abroad.

The statistical discrepancy—errors and omissions in recorded transactions—was a negative \$36.4 billion in the second quarter, compared with a negative \$5.2 billion in the first.

The following are highlights for the second quarter of 1999:

- Imports of goods and imports of services both increased strongly.
- Foreign direct investment in the United States increased sharply as a result of several

1. Quarterly estimates of U.S. current- and financial-account components are seasonally adjusted when statistically significant seasonal patterns are present. The accompanying tables present both adjusted and unadjusted estimates.

Table A.—Summary of U.S. International Transactions

[Millions of dollars, seasonally adjusted]

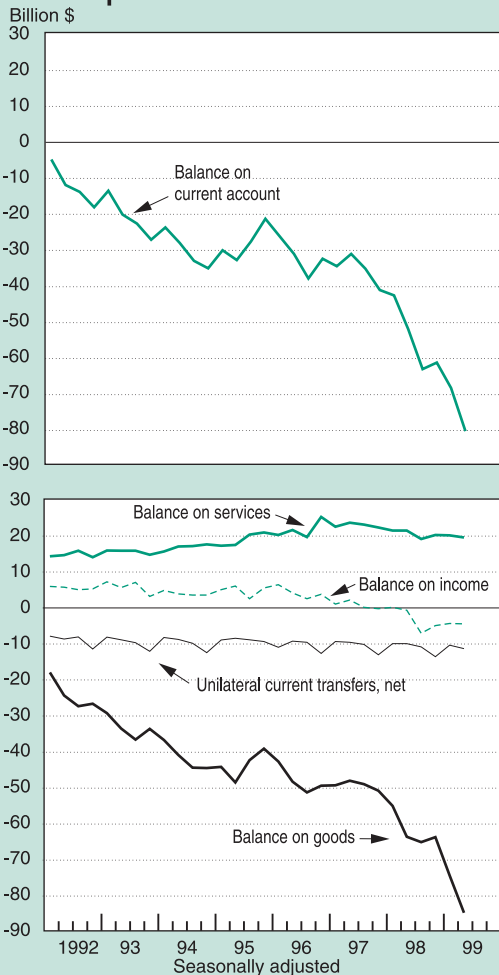
Line	Lines in tables 1 and 10 in which transactions are included are indicated in ( )	1997	1998	1998				1999		Change: 1999 1-11
				I	II	III	IV	I <sup>r</sup>	II <sup>r</sup>	
1	Exports of goods and services and income receipts (1) .....	1,197,206	1,192,231	302,289	298,463	291,493	299,985	295,932	301,539	5,607
2	Goods, balance of payments basis (3) .....	679,715	670,246	170,665	165,198	164,259	170,124	164,292	165,674	1,382
3	Services (4) .....	258,828	263,661	65,166	66,691	65,025	66,780	67,612	68,852	1,240
4	Income receipts (12) .....	258,663	258,324	66,458	66,574	62,209	63,081	64,028	67,013	2,985
5	Imports of goods and services and income payments (18) .....	-1,298,705	-1,368,718	-335,380	-340,977	-344,182	-348,180	-354,246	-370,937	-16,691
6	Goods, balance of payments basis (20) .....	-876,366	-917,178	-225,541	-228,698	-229,228	-233,711	-238,495	-250,320	-11,825
7	Services (21) .....	-166,907	-181,011	-43,628	-45,152	-45,780	-46,455	-47,383	-49,222	-1,839
8	Income payments (29) .....	-255,432	-270,529	-66,211	-67,127	-69,174	-68,014	-68,368	-71,395	-3,027
9	Unilateral current transfers, net (35) .....	-41,966	-44,075	-9,927	-9,886	-10,787	-13,474	-10,340	-11,275	-935
10	Capital account transactions, net (39) .....	292	617	143	160	148	166	166	180	14
11	U.S.-owned assets abroad, net (increase/financial outflow (-)) (40) .....	-465,296	-292,818	-59,599	-120,517	-62,097	-50,607	-15,148	-124,161	-109,013
12	U.S. official reserve assets, net (41) .....	-1,010	-6,784	-444	-1,945	-2,026	-2,369	4,068	1,159	-2,909
13	U.S. Government assets, other than official reserve assets, net (46) .....	68	-429	-81	-483	185	-50	119	-380	-499
14	U.S. private assets, net (50) .....	-464,354	-285,605	-59,074	-118,089	-60,256	-48,188	-19,335	-124,940	-105,605
15	Foreign-owned assets in the United States, net (increase/ financial inflow (+)) (55) .....	751,661	502,637	96,817	162,466	93,547	149,805	88,860	241,047	152,187
16	Foreign official assets in the United States, net (56) .....	18,119	-21,684	11,004	-10,551	-46,489	24,352	4,708	-986	-5,694
17	Other foreign assets in the United States, net (63) .....	733,542	524,321	85,813	173,017	140,036	125,453	84,152	242,033	157,881
18	Statistical discrepancy (sum of above items with sign reversed) (70) .....	-143,192	10,126	5,657	10,291	31,878	-37,695	-5,224	-36,393	-31,169
Memoranda:										
19	Balance on goods (71) .....	-196,651	-246,932	-54,876	-63,500	-64,969	-63,587	-74,203	-84,646	-10,443
20	Balance on services (72) .....	91,921	82,650	21,538	21,539	19,245	20,325	20,229	19,630	-599
21	Balance on goods and services (73) .....	-104,730	-164,282	-33,338	-41,961	-45,724	-43,262	-53,974	-65,016	-11,042
22	Balance on income (74) .....	3,231	-12,205	247	-553	-6,965	-4,933	-4,340	-4,382	-42
23	Unilateral current transfers, net (75) .....	-41,966	-44,075	-9,927	-9,886	-10,787	-13,474	-10,340	-11,275	-935
24	Balance on current account (76) .....	-143,465	-220,562	-43,018	-52,400	-63,476	-61,669	-68,654	-80,673	-12,019
25	Capital account transactions, net (39) .....	292	617	143	160	148	166	166	180	14
26	Net financial flows (40 and 55) .....	286,365	209,819	37,218	41,949	31,450	99,198	73,712	116,886	43,174

very large acquisitions of U.S. companies by foreign companies. Because these acquisitions were partly financed by the exchange of stock, U.S. transactions in foreign securities shifted to net U.S. purchases from net U.S. sales.

- Net foreign purchases of U.S. securities other than U.S. Treasury securities increased to a record level.
- U.S. banks' claims on foreigners and U.S. banks' liabilities to foreigners both increased after decreasing for two consecutive quarters. The increases largely reflected the buildup of positions with U.S. banks' own foreign offices.

CHART 1

**U.S. Current-Account Balance and Its Components**



**U.S. dollar in exchange markets**

In the second quarter, the U.S. dollar appreciated 1 percent on a nominal, trade-weighted quarterly average basis against the group of 26 currencies of important U.S. trading partners (table B, chart 2). Within the broad group, the dollar appreciated 2 percent against the group of 7 major currencies that trade widely in international markets, and it depreciated 1 percent against the group of remaining currencies (see table B for definitions).

The U.S. dollar appreciated against the euro, partly as a result of the disparity between the continued robust expansion of the U.S. economy and the continued weak expansion of the euro area economy. The dollar was also boosted by an increase in U.S. long-term interest rates relative to euro area long-term interest rates, partly as a result of heightened expectations of a tightening of U.S. monetary policy. Midway through the quarter, U.S. monetary authorities adopted a directive that was tilted toward the tightening of monetary policy, and at quarter-end, they increased the target for the Federal funds rate by 25 basis points to 5.00 percent. In contrast, continued weak growth in the euro area countries prompted the European Central Bank to lower its interest rate on short-term refinancing operations by 50 basis points to 2.50 percent.

The dollar appreciated against the Japanese yen in the first half of the quarter, partly as a result of an increase in U.S. long-term interest rates relative to Japanese long-term rates. Around

**Revisions to the Estimates for the First Quarter of 1999**

The international transactions accounts estimates for the first quarter of 1999 are revised from the preliminary estimates published in the July 1999 SURVEY. The current-account deficit for the first quarter was revised up to \$68.7 billion from \$68.6 billion. The goods deficit was unchanged from the preliminary estimate; the services surplus was revised down to \$20.2 billion from \$20.4

billion (reflecting newly available source data); the deficit on income was revised down to \$4.3 billion from \$4.7 billion (reflecting updated capital flow and position data); and net unilateral current transfers were revised up to \$10.3 billion from \$10.1 billion (reflecting newly available source data). Net recorded financial inflows were revised down to \$73.7 billion from \$84.1 billion.

midquarter, the dollar began to depreciate against the yen, amid indications that Japanese economic activity might be strengthening. Yields implied by prices on Japanese short-term interest-rate futures contracts and Japanese long-term interest rates turned higher, and in early June, data were released showing that the Japanese economy grew very strongly in the first quarter. Japanese stock prices increased strongly for the second consecu-

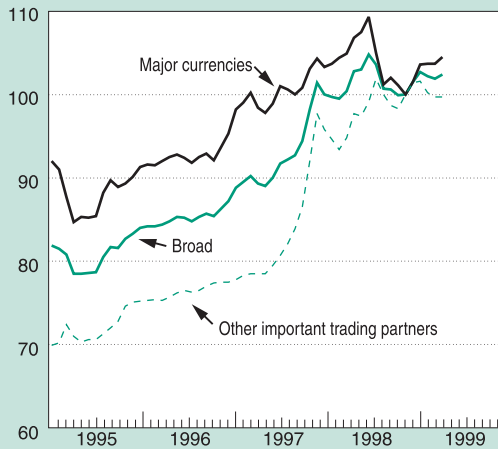
tive quarter, and purchases of Japanese stocks by foreign investors boosted the yen.

Against other currencies, the U.S. dollar continued to depreciate against the Canadian dollar after reaching a record quarterly high against the Canadian dollar in the fourth quarter of 1998. The U.S. dollar depreciated against the Brazilian real but still remained substantially above the level that existed before the devaluation of the real in January 1999. The U.S. dollar also depreciated against the Mexican peso.

CHART 2

### Nominal Indexes of Foreign Currency Price of the U.S. Dollar

January 1999=100



Note.—See table B for definitions of the indexes.  
Monthly average rates.  
Data: Federal Reserve Board. Indexes rebased by BEA.  
U.S. Department of Commerce, Bureau of Economic Analysis

## Current Account

### Goods and services

The deficit on goods and services increased to \$65.0 billion in the second quarter from \$54.0 billion in the first. The increase was accounted for by an increase in the deficit on goods, to \$84.6 billion from \$74.2 billion, and a decrease in the surplus on services, to \$19.6 billion from \$20.2 billion.

**Goods.**—The deficit on goods increased \$10.4 billion, to \$84.6 billion, in the second quarter. Imports increased much more than exports.

**Exports.**—Exports increased \$1.4 billion, or 1 percent, to \$165.7 billion in the second quarter. Quantities increased 1 percent, and prices were

Table B.—Indexes of Foreign Currency Price of the U.S. Dollar

[January 1999=100]

	1998			1999		1998						1999						
	II	III	IV	I	II	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	Jan.	Feb.	Mar.	April	May	June
Nominal: <sup>1</sup>																		
Broad <sup>2</sup>	100.9	103.8	100.4	101.4	102.2	102.8	103.0	104.8	103.6	100.7	100.6	99.9	100.0	101.5	102.7	102.2	101.9	102.4
Major currencies <sup>3</sup>	105.4	107.3	101.4	101.7	104.0	106.8	107.5	109.3	105.0	101.2	102.0	101.1	100.0	101.5	103.6	103.7	103.7	104.5
Other important trading partners <sup>4</sup>	95.3	99.5	99.0	101.0	99.9	97.7	97.4	99.1	101.9	100.0	98.7	98.3	100.0	101.4	101.6	100.2	99.7	99.7
Real: <sup>1</sup>																		
Broad <sup>2</sup>	102.3	104.9	100.5	101.2	102.4	104.1	104.4	106.0	104.2	101.1	100.6	99.8	100.0	101.1	102.6	102.5	102.1	102.5
Major currencies <sup>3</sup>	104.3	106.7	100.9	101.8	104.2	105.8	106.9	108.8	104.4	100.6	101.4	100.6	100.0	101.6	103.7	104.1	103.9	104.5
Other important trading partners <sup>4</sup>	99.6	102.6	100.1	100.6	100.1	101.8	101.3	102.5	104.0	101.8	99.7	98.9	100.0	100.6	101.1	100.5	99.8	100.0
Selected currencies: (nominal) <sup>5</sup>																		
Canada	95.2	99.7	101.6	99.5	96.9	96.5	97.9	101.0	100.2	101.7	101.4	101.6	100.0	98.6	99.9	97.9	96.2	96.7
European currencies:																		
Germany	106.3	104.4	98.6	103.3	109.7	106.2	106.5	105.9	100.7	97.1	99.7	99.0	100.0	103.5	106.5	108.3	109.0	111.7
France	106.3	104.4	98.6	103.3	109.7	106.2	106.5	105.9	100.7	97.1	99.7	98.9	100.0	103.5	106.5	108.3	109.0	111.7
Italy	106.0	104.1	98.6	103.3	109.7	105.8	106.2	105.6	100.6	97.1	99.7	99.0	100.0	103.5	106.5	108.3	109.0	111.7
Euro area <sup>6</sup>	n.a.	n.a.	n.a.	103.3	109.7	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	100.0	103.5	106.5	108.3	109.0	111.7
United Kingdom	99.8	99.8	98.5	101.1	102.7	100.0	100.4	101.0	98.1	97.4	99.3	98.7	100.0	101.4	101.8	102.5	102.1	103.4
Switzerland	107.7	106.0	98.2	102.9	109.3	107.9	109.2	107.8	101.0	96.5	100.0	98.2	100.0	103.0	105.8	108.0	108.8	111.0
Japan	119.8	123.6	105.5	102.8	106.7	123.9	124.3	127.7	118.7	106.9	106.2	103.3	100.0	103.0	105.5	105.7	107.7	106.6
Mexico	85.6	93.8	98.8	98.3	93.3	88.1	87.9	92.5	100.9	100.3	98.4	97.8	100.0	98.8	96.1	93.1	92.8	93.9
Brazil	75.9	77.5	79.1	117.8	113.7	76.3	76.8	77.5	78.1	78.6	78.9	79.7	100.0	127.4	126.0	112.6	111.5	116.9

1. For more information on the nominal and real indexes of the foreign exchange value of the U.S. dollar, see Federal Reserve Bulletin, vol. 84 (October 1998): 811–18.

2. Weighted average of the foreign exchange value of the U.S. dollar against the currencies of a broad group of U.S. trading partners, including the currencies of the euro-area countries, Australia, Canada, Japan, Sweden, Switzerland, United Kingdom, Argentina, Brazil, Chile, Colombia, Mexico, Venezuela, China, Hong Kong, India, Indonesia, Korea, Malaysia, the Philippines, Singapore, Taiwan, Thailand, Israel, Saudi Arabia, and Russia. Data: Federal Reserve Board. Monthly and quarterly average rates. Index rebased by BEA.

3. Weighted average of the foreign exchange value of the U.S. dollar against broad-index currencies that circulate widely outside the country of issue, including the currencies of euro-area countries, Australia, Canada, Japan, Sweden, Switzerland, and the United Kingdom. The weight for each currency is its broad-index weight divided by the sum of the broad-index weights for all of the currencies included in the major currency index. Data: Federal Reserve Board. Monthly and quarterly average rates. Index rebased by BEA.

4. Weighted average of the foreign exchange value of the U.S. dollar against broad-index currencies that do

not circulate widely outside the country of issue, including the currencies of Argentina, Brazil, Chile, Colombia, Mexico, Venezuela, China, Hong Kong, India, Indonesia, Korea, Malaysia, the Philippines, Singapore, Taiwan, Thailand, Israel, Saudi Arabia, and Russia. The weight for each currency is its broad-index weight divided by the sum of the broad-index weights for all of the currencies included in the other important trading partners index. Data: Federal Reserve Board. Monthly and quarterly average rates. Index rebased by BEA.

5. Data: Federal Reserve Board. Monthly and quarterly average rates. Indexes prepared by BEA.

6. The euro area includes Austria, Belgium, Finland, France, Germany, Ireland, Italy, Luxembourg, Netherlands, Portugal, and Spain. Exchange rates (but not index values with January 1999=100) for the individual euro-area currencies can be derived from the euro exchange rate by using the fixed conversion rates (in currencies per euro) as shown below: 13.7603 Austrian schillings; 40.3399 Belgian francs; 5.94573 Finnish markkas; 6.55957 French francs; 1.95583 German marks; .787564 Irish pounds; 1936.27 Italian lira; 40.3399 Luxembourg francs; 2.20371 Netherlands guilders; 200.482 Portuguese escudos; 166.386 Spanish pesetas.

unchanged (table C).<sup>2</sup> The value of agricultural products and nonagricultural products both increased.

Nonagricultural exports increased \$0.9 billion, or 1 percent, to \$153.4 billion; quantities increased 1 percent, and prices were unchanged. In value, half of the major commodity categories increased, and half decreased. Nonagricultural industrial supplies and materials increased, largely as a result of increases in energy products, in textiles, and in nonmonetary gold. Automotive products increased as a result of increases in passenger cars to Germany and in all categories of automotive products to Canada. Capital goods decreased as a result of a second consecutive sharp decline in civilian aircraft, which had surged in the last two quarters of 1998; the decline in civilian aircraft was partly offset by increases in semiconductors, which continued to rise strongly to Asia, and in computers, peripherals, and parts.

Agricultural exports increased \$0.5 billion, or 4 percent, to \$12.3 billion; quantities increased 7 percent, and prices decreased 3 percent. In value, most of the increase was accounted for by increases in corn and wheat.

**Imports.**—Imports increased \$11.8 billion, or 5 percent, to \$250.3 billion in the second quarter. Quantities increased 4 percent, and prices

increased 1 percent (table C). The value of nonpetroleum imports continued to increase strongly, and the value of petroleum imports surged, largely as a result of a sharp upturn in petroleum prices.

Nonpetroleum imports increased \$6.3 billion, or 3 percent, to \$234.2 billion; quantities increased 4 percent, and prices decreased 1 percent. In value, half of the increase was accounted for by capital goods, which were boosted for the second consecutive quarter by strong increases in telecommunications equipment, in computers, peripherals, and parts, and in semiconductors. Nonpetroleum industrial supplies and materials increased, largely as a result of an acceleration in nonmetallic building materials from Canada. Automotive products also increased, but the rise was much smaller than in the preceding two quarters; the second-quarter increase was attributable to continued strong growth in trucks from Canada and in most categories of automotive products from areas other than Canada. Consumer goods increased as a result of a broad-based rise in durable goods.

Petroleum imports increased \$5.5 billion, or 52 percent, to \$16.1 billion. The surge was largely attributable to a sharp upturn in prices, to an average of \$14.70 per barrel from \$10.38 per barrel. The rise in prices, which followed a prolonged decline that began in the fourth quarter of 1996, was partly attributable to a reduction in output by members of OPEC. In the second quarter,

2. Quantity (real) estimates are calculated using a chain-type Fisher formula with annual weights for all years and quarters except for the most recent year, which is calculated using quarterly weights. Real estimates are expressed as chained (1992) dollars. Price indexes (1992=100) are also calculated using a chain-type Fisher formula.

**Table C.—U.S. Trade in Goods, Current and Chained (1992) Dollars, and Percent Changes from Previous Period**

[Balance of payments basis, millions of dollars, quarters seasonally adjusted]

	Current dollars								Chained (1992) dollars <sup>1</sup>							
	1997	1998	1998				1999		1997	1998	1998				1999	
			I	II	III	IV	I	II <sup>P</sup>			I	II	III	IV	I <sup>r</sup>	II <sup>P</sup>
Exports .....	679,715	670,246	170,665	165,198	164,259	170,124	164,292	165,674	717,339	730,951	183,906	179,368	180,109	187,568	182,142	184,287
Agricultural products .....	58,425	53,106	14,017	13,203	12,300	13,586	11,832	12,317	49,254	49,227	12,651	12,080	11,495	13,001	11,577	12,379
Nonagricultural products .....	621,290	617,140	156,648	151,995	151,959	156,538	152,460	153,357	671,785	685,938	172,141	168,322	169,787	175,688	171,689	173,089
Imports .....	876,366	917,178	225,541	228,698	229,228	233,711	238,495	250,320	932,899	1,037,580	250,045	257,543	261,975	268,017	275,717	286,735
Petroleum and products .....	71,772	50,903	13,600	13,392	12,458	11,453	10,594	16,134	66,728	71,384	16,915	18,497	18,566	17,406	17,686	19,071
Nonpetroleum products .....	804,594	866,275	211,941	215,306	216,770	222,258	227,901	234,186	865,318	965,700	233,158	238,963	243,288	250,291	257,807	267,336
	Percent change from preceding period								Percent change from preceding period							
	1997	1998	1998				1999		1997	1998	1998				1999	
			I	II	III	IV	I	II <sup>P</sup>			I	II	III	IV	I <sup>r</sup>	II <sup>P</sup>
Exports .....	11.1	-1.4	-1.6	-3.2	-0.6	3.6	-3.4	0.8	15.2	1.9	-0.4	-2.5	0.4	4.1	-2.9	1.2
Agricultural products .....	-5.0	-9.1	-7.0	-5.8	-6.8	10.5	-12.9	4.1	1.6	-1	-2.7	-4.5	-4.8	13.1	-11.0	6.9
Nonagricultural products .....	12.8	-7	-1.1	-3.0	.....	3.0	-2.6	.6	16.7	2.1	-2	-2.2	.9	3.5	-2.3	.8
Imports .....	9.1	4.7	.7	1.4	.2	2.0	2.0	5.0	13.9	11.2	3.7	3.0	1.7	2.3	2.9	4.0
Petroleum and products .....	-1.3	-29.1	-20.6	-1.5	-7.0	-8.1	-7.5	52.3	4.6	7.0	1.3	9.4	.4	-6.2	1.6	7.8
Nonpetroleum products .....	10.1	7.7	2.4	1.6	.7	2.5	2.5	2.8	14.8	11.6	4.0	2.5	1.8	2.9	3.0	3.7

<sup>P</sup> Preliminary.  
<sup>r</sup> Revised.  
 1. Because chain indexes use weights of more than one period, the corresponding chained dollar estimates are usually not additive.



the average number of barrels imported daily increased to 12.01 million from 11.20 million.

**Balances by area.**—The deficit on goods with Western Europe increased \$4.6 billion, to \$13.1 billion, in the second quarter.<sup>3</sup> The deficit with Asia, excluding Japan, increased \$3.6 billion, to \$35.5 billion. The deficit with Latin America and Other Western Hemisphere increased \$1.7 billion, to \$7.8 billion. In contrast, the deficit with Canada decreased \$0.5 billion, to \$8.4 billion, and the deficit with Japan was unchanged at \$17.6 billion.

**Services.**—The surplus on services decreased \$0.6 billion, to \$19.6 billion, in the second quarter. Services receipts increased to \$68.9 billion from \$67.6 billion, and services payments increased to \$49.2 billion from \$47.4 billion.<sup>4</sup>

Travel receipts increased to \$18.4 billion from \$18.1 billion. The increase was largely attributable to a rise in receipts from Canadian travelers to the United States. Travel payments increased to \$15.0 billion from \$14.8 billion. The increase was more than accounted for by a rise in payments by U.S. travelers to overseas countries.

Passenger fare receipts increased to \$5.2 billion from \$5.0 billion, and passenger fare payments increased to \$5.3 billion from \$5.1 billion.

“Other” transportation receipts increased to \$6.7 billion from \$6.5 billion as a result of an increase in port expenditure receipts. “Other” transportation payments increased to \$8.3 billion from \$7.7 billion; the increase was largely accounted for by increases in ocean, air, and truck freight payments, partly reflecting the increase in the volume of U.S. goods imports.

Receipts for “other” private services increased to \$24.6 billion from \$24.1 billion, largely as a result of a rise in financial services receipts. Payments for “other” private services increased to \$13.1 billion from \$12.3 billion, largely as a result of a rise in service payments made by both U.S. affiliates and U.S. parent companies to affiliated parties abroad.

3. Seasonally adjusted estimates for exports for areas and countries are derived by applying seasonal factors for total U.S. agricultural and nonagricultural exports to the unadjusted agricultural and nonagricultural exports for areas and countries and then summing the seasonally adjusted estimates. Seasonally adjusted estimates for imports for areas and countries are derived by applying seasonal factors for total U.S. petroleum and nonpetroleum imports to the unadjusted petroleum and nonpetroleum imports for areas and countries and then summing the seasonally adjusted estimates. (The seasonal factors are derived from the seasonal adjustment of U.S. exports and U.S. imports by five-digit end-use commodity category.)

4. For detailed information on services, see “U.S. International Services” in this issue.

## **Income**

The deficit on income increased slightly to \$4.4 billion in the second quarter from \$4.3 billion in the first. Income receipts increased to \$67.0 billion from \$64.0 billion, and income payments increased to \$71.4 billion from \$68.4 billion.

**Investment income.**—Receipts of investment income on U.S.-owned assets abroad increased to \$66.5 billion from \$63.6 billion, and payments of investment income on foreign-owned assets in the United States increased to \$69.6 billion from \$66.5 billion.

Receipts of income on U.S. direct investment abroad increased to \$28.5 billion from \$26.9 billion. The increase was attributable to a continued recovery in earnings from a sharp decline that occurred in the third quarter of 1998. The second-quarter rise in earnings was broadly based by industry. By area, earnings increased the most for foreign affiliates in Canada, Brazil, and a few countries in Asia.

Payments of income on foreign direct investment in the United States increased to a record \$14.4 billion from \$12.1 billion. The surge was attributable to widespread increases in the earnings of nonmanufacturing affiliates. The largest increases were in the earnings of petroleum, wholesale trade, finance, and services affiliates. By area, earnings of Japanese-owned affiliates increased the most, and earnings also rose for Canadian-owned and British-owned affiliates.

“Other” private income receipts increased to \$37.3 billion from \$35.8 billion. The increase was largely attributable to increases in average yields on U.S. holdings of foreign bonds and on U.S. nonbank claims.

“Other” private income payments increased to \$32.0 billion from \$31.8 billion. Payments on foreign holdings of U.S. bonds increased, largely as a result of a rise in average yields; the increase was partly offset by a decrease in payments on U.S. nonbank liabilities.

U.S. Government income receipts edged down to \$0.8 billion from \$0.9 billion, and U.S. Government income payments increased to \$23.2 billion from \$22.7 billion.

**Compensation of employees.**—Receipts for compensation of employees were unchanged at \$0.5 billion, and payments for compensation of employees edged down to \$1.8 billion from \$1.9 billion.

**Unilateral current transfers**

Net unilateral current transfers were \$11.3 billion in the second quarter, compared with \$10.3 billion in the first. The increase was accounted for by increases in U.S. Government grants and in private remittances and other transfers.

**Capital Account**

Net capital account transactions—which consist mainly of debt forgiveness and transfers of goods and financial assets by migrants as they enter or leave the country—were unchanged at \$0.2 billion in the second quarter.

**Financial Account**

Net recorded financial inflows—the difference between changes in U.S.-owned assets abroad and changes in foreign-owned assets in the United States—were \$116.9 billion in the second quarter, up from \$73.7 billion (revised) in the first. Outflows for U.S.-owned assets abroad and inflows for foreign-owned assets in the United States both increased strongly, but outflows increased less than inflows.

**U.S.-owned assets abroad**

Net U.S.-owned assets abroad increased \$124.2 billion in the second quarter, following an increase of \$15.1 billion in the first. The step-up was largely accounted for by U.S. claims reported by U.S. banks, which increased in the second quarter after decreasing in the first, and by a shift to net U.S. purchases of foreign securities from net U.S. sales that resulted from the financing of acquisitions of U.S. companies by foreign companies partly by the exchange of stock.

**U.S. official reserve assets.**—Net U.S. official reserve assets decreased \$1.2 billion in the second quarter, following a decrease of \$4.1 billion in the first (table D). The second-quarter decrease was more than accounted for by a decrease in the U.S. reserve position in the International Monetary Fund.

**Claims reported by banks.**—U.S. claims on foreigners reported by U.S. banks increased \$37.1 billion in the second quarter, in contrast to a decrease of \$27.8 billion in the first. The turnaround was largely attributable to U.S. banks' claims on foreign banks, which increased in the second quarter after decreasing in the first.

Banks' own claims payable in dollars increased \$40.7 billion, in contrast to a decrease of \$40.5 billion. The increase was largely attributable to an increase in the claims of foreign-owned banks in the United States, as substantial lending by European-owned banks to their own offices in Western Europe more than offset repayments by Japanese-owned banks to their own offices in Japan. U.S. banks' claims on nonbank private foreigners increased after three quarters of decline, largely as a result of lending by U.S. securities brokers and dealers to private foreigners in Western Europe and the Caribbean.

Banks' own claims payable in foreign currencies decreased \$11.1 billion, in contrast to an increase of \$5.8 billion. The decrease was widespread by geographic area.

Banks' domestic customers' claims payable in dollars decreased \$4.9 billion, in contrast to an increase of \$16.7 billion. The decrease was more than accounted for by a decrease in foreign commercial paper outstanding in the United States.

**Table D.—Selected Transactions with Official Agencies**

[Millions of dollars]

	1997	1998	1998				1999		Change: 1999 I-II
			I	II	III	IV	I <sup>a</sup>	II <sup>a</sup>	
Changes in foreign official assets in the United States, net (decrease -) (table 1, line 56)	18,119	-21,684	11,004	-10,551	-46,489	24,352	4,708	-986	-5,694
Industrial countries <sup>1</sup>	10,200	-7,025	-56	-9,740	-6,174	8,945	3,330	-323	-3,653
Members of OPEC <sup>2</sup>	12,124	-11,499	-1,257	-657	-11,642	2,057	2,058	1,774	-284
Other countries	-4,205	-3,160	12,317	-154	-28,673	13,350	-680	-2,437	-1,757
Changes in U.S. official reserve assets, net (increase -) (table 1, line 41)	-1,010	-6,784	-444	-1,945	-2,026	-2,369	4,068	1,159	-2,909
Activity under U.S. official reciprocal currency arrangements with foreign monetary authorities: <sup>3</sup>									
Foreign drawings, or repayments (-), net	-3,500								
Drawings									
Repayments	-3,500								

<sup>a</sup> Preliminary.

<sup>r</sup> Revised.

1. Western Europe, Canada, Japan, Australia, New Zealand, and South Africa.

2. Based on data for Ecuador, Venezuela, Indonesia, and other Asian and African oil-exporting countries.

Excludes Ecuador beginning January 1993 and Gabon beginning January 1995.

3. Consists of transactions of the Federal Reserve System and the U.S. Treasury Department's Exchange Stabilization Fund.

**Foreign securities.**—U.S. transactions in foreign securities shifted to net U.S. purchases of \$26.4 billion in the second quarter from net U.S. sales of \$8.1 billion in the first. The shift was attributable to the financing of acquisitions of U.S. companies by foreign companies, partly by the exchange of stock. Excluding the effect of stock-financed acquisitions, net U.S. sales of foreign stocks continued for the fourth consecutive quarter; in the second quarter, net U.S. sales were roughly twice as large as net U.S. sales of \$8.3 billion in the first. Net U.S. transactions in foreign bonds shifted to net U.S. sales of \$4.8 billion from net U.S. purchases of \$0.2 billion.

In the first two quarters of 1999, net U.S. sales of foreign stocks were especially large to the United Kingdom—where other foreign stocks, as well as British stocks, are traded. Net U.S. sales of Western European stocks, both to the United Kingdom and to other Western European countries, partly reflected U.S. investors' concerns that economic growth in some euro area countries remained weak and that the depreciation of the euro against the dollar would lead to capital losses. In contrast, net U.S. purchases from Japan were strong for the second consecutive quarter, as Japanese stock prices continued to rise sharply. In the second quarter, net U.S. transactions in Latin American stocks shifted to net U.S. purchases from net U.S. sales.

Net U.S. sales of foreign bonds were largely accounted for by net sales of outstanding foreign bonds to the international market in the United Kingdom, as some U.S. investors experienced capital losses from a decline in European bond prices and the depreciation of the euro against the dollar. New foreign issues in the United States increased after three quarters of decline, largely as a result of the return of Western European

borrowers to the U.S. bond market and a pickup in issuance by Latin American borrowers.

**Direct investment.**—Net financial outflows for U.S. direct investment abroad were \$35.0 billion in the second quarter, down from \$41.4 billion in the first. The decrease was more than accounted for by a decline in net equity capital outflows, partly resulting from divestitures of existing foreign affiliates and a mild slowdown in acquisitions of new foreign affiliates. Net intercompany debt outflows also decreased. In contrast, reinvested earnings increased, partly as a result of a sharp rise in the share of earnings that were reinvested.

### *Foreign-owned assets in the United States*

Net foreign-owned assets in the United States increased \$241.0 billion in the second quarter, following an increase of \$88.9 billion in the first. The step-up in financial inflows was largely accounted for by net inflows for foreign direct investment in the United States, which rose sharply as a result of several very large acquisitions of U.S. companies by foreign companies, and by U.S. liabilities reported by U.S. banks, which increased in the second quarter after decreasing in the first.

**Foreign official assets.**—Net foreign official assets in the United States decreased \$1.0 billion in the second quarter, in contrast to an increase of \$4.7 billion in the first (table D). The decrease was more than accounted for by a decrease in assets of "other countries." Assets of OPEC countries increased, and assets of industrial countries changed little as a result of large offsetting changes in the assets of a few countries.

**Liabilities reported by banks.**—U.S. liabilities to foreigners reported by U.S. banks, excluding U.S.

### Data Availability

The current and historical estimates that are presented in tables 1–10 of the U.S. international transactions accounts are available as compressed files on BEA's Web site at <[www.bea.doc.gov](http://www.bea.doc.gov)>; click on *Catalog of Products*, and look under International Accounts Products, Balance of Payments.

The estimates are also available from BEA on the following diskettes:

- **U.S. International Transactions.** The most recently released annual and quarterly estimates are available as a 1-year subscription (four installments)—product number

IDS-0001, price \$80.00. The subscription also includes the diskette of the historical estimates (see below).

- **U.S. International Transactions, Second Quarter 1999.** Annual estimates for 1998 and quarterly estimates for 1998:I–1999:II on a single diskette—product number IDN-0243, price \$20.00.

- **U.S. International Transactions, Historical Series.** All the available historical annual and quarterly estimates on a single diskette—product number IDN-0237, price \$20.00.

To order, call the BEA Order Desk at 1-800-704-0415 (outside the United States, call 202-606-9666).

Treasury securities, increased \$49.4 billion in the second quarter, in contrast to a decrease of \$14.2 billion in the first. The turnaround was more than accounted for by U.S. banks' liabilities to their own foreign offices, which increased in the second quarter after decreasing in the first.

Banks' own liabilities payable in dollars increased \$41.0 billion, in contrast to a decrease of \$8.7 billion. The increase was partly attributable to borrowing by U.S. banks to finance the increase in U.S. bank lending abroad. It also partly reflected the rise in U.S. short-term interest rates relative to foreign rates, which boosted the attractiveness to foreigners of placing funds with U.S. banks rather than with foreign banks. U.S. liabilities to nonbank private foreigners decreased as a result of repayments by foreigners to U.S. securities brokers and dealers.

Bank-reported liabilities payable in foreign currencies decreased \$1.4 billion, in contrast to an increase of \$4.3 billion. The decrease was more than accounted for by a decrease in liabilities to Western Europe.

Banks' custody liabilities payable in dollars increased \$9.7 billion, in contrast to a decrease of \$9.8 billion. The increase was largely accounted for by an increase in custody liabilities to the Caribbean.

**U.S. Treasury securities.**—Net foreign sales of U.S. Treasury securities decreased to \$5.5 billion in the second quarter from \$8.8 billion in the first. U.S. Treasury bond prices continued to decline after a first-quarter downturn; the continued decline was partly attributable to investors' concerns that U.S. monetary authorities would increase short-term interest rates in order to reduce the possibility of a buildup in inflationary imbalances in the U.S. economy. In the second quarter, sizable net foreign sales of long-term U.S. Treasury securities from the United Kingdom more than offset large net foreign purchases of long-term securities from Asia. Net foreign purchases from Asia partly reflected an increase in the yields available on U.S. Treasury securities relative to those available on Japanese Government securities.

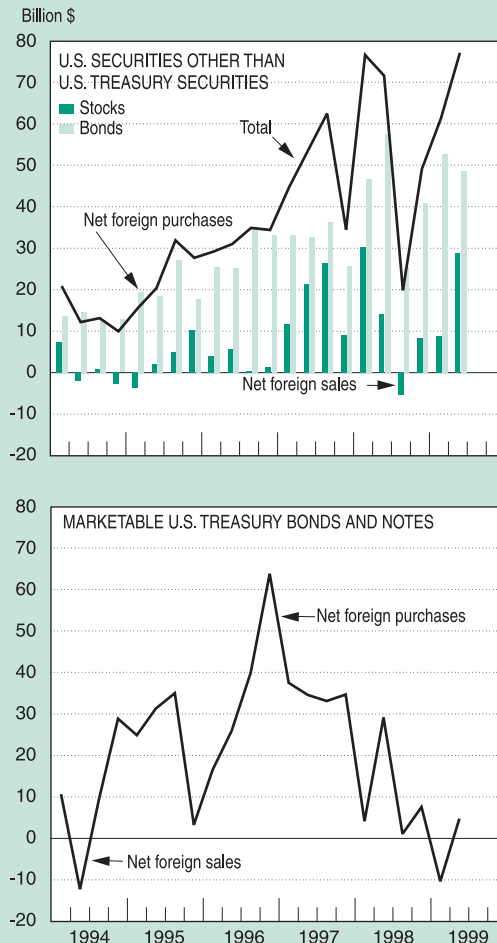
**Other U.S. securities.**—Net foreign purchases of U.S. securities other than U.S. Treasury securities increased to a record \$77.3 billion in the second quarter from \$61.5 billion in the first (chart 3). Net foreign purchases of U.S. stocks surged to \$28.8 billion from \$8.8 billion, and net foreign purchases of U.S. corporate and other bonds decreased to \$48.5 billion from \$52.7 billion.

The surge in net foreign purchases of U.S. stocks was partly attributable to a continued rise in U.S. stock prices. Net foreign purchases by Western Europe were particularly strong, partly reflecting the attractiveness of continued robust U.S. economic growth relative to the weaker growth in some European countries. Transactions by the Caribbean area shifted to substantial net purchases from net sales. Transactions by Japanese investors also shifted to net purchases, despite the strong increase in Japanese stock prices that boosted the relative attractiveness of investing in Japanese equities.

Net foreign purchases of U.S. corporate and other bonds remained strong, partly because the yields on these securities remained attractive relative to the yields on U.S. Treasury securities. Net foreign purchases of U.S. federally sponsored agency bonds decreased slightly—partly as

CHART 3

Foreign Transactions in U.S. Securities



Note.—Estimates exclude transactions of foreign official agencies.  
U.S. Department of Commerce, Bureau of Economic Analysis



a result of a decline in new agency issues sold abroad—but remained strong. Net foreign purchases of other outstanding U.S. bonds were substantial for the third consecutive quarter. In contrast, new issues sold abroad by U.S. corporations remained weak, partly as a result of an increase in long-term borrowing rates in the first half of 1999.

*U.S. currency.*—Net shipments of U.S. currency were \$3.1 billion in the second quarter, up from \$2.4 billion in the first.

*Direct investment.*—Net financial inflows for foreign direct investment in the United States in-

creased to \$118.6 billion in the second quarter from \$22.9 billion in the first. In the second quarter, as in the fourth quarter of 1998, very large acquisitions of U.S. companies by foreign companies boosted net equity capital inflows to an exceptionally high level. In the second quarter, Western European companies made several large acquisitions of U.S. companies in various industries. The increase in net equity capital inflows was marginally offset by decreases in net intercompany debt inflows and in reinvested earnings.


*Tables 1 through 10 follow.* 

Table 1.—U.S. International Transactions

[Millions of dollars]

Line	(Credits +; debits -) <sup>1</sup>	Not seasonally adjusted						Seasonally adjusted						
		1998	1998				1999		1998				1999	
			I	II	III	IV	I <sup>r</sup>	II <sup>r</sup>	I	II	III	IV	I <sup>r</sup>	II <sup>r</sup>
<b>Current account</b>														
1	<b>Exports of goods and services and income receipts</b> .....	<b>1,192,231</b>	<b>300,755</b>	<b>299,641</b>	<b>288,254</b>	<b>303,581</b>	<b>293,632</b>	<b>302,419</b>	<b>302,289</b>	<b>298,463</b>	<b>291,493</b>	<b>299,985</b>	<b>295,932</b>	<b>301,539</b>
2	Exports of goods and services .....	933,907	233,738	232,905	226,261	241,003	229,124	235,179	235,831	231,889	229,284	236,904	231,904	234,526
3	Goods, balance of payments basis <sup>2</sup> .....	670,246	170,371	168,021	157,386	174,468	163,344	168,257	170,665	165,198	164,259	170,124	164,292	165,674
4	Services <sup>3</sup> .....	263,661	63,367	64,884	68,875	66,535	65,780	66,922	65,166	66,691	65,025	66,780	67,612	68,852
5	Transfers under U.S. military agency sales contracts <sup>4</sup> .....	17,155	4,606	4,489	3,979	4,081	4,340	4,234	4,606	4,489	3,979	4,081	4,340	4,234
6	Travel .....	71,250	15,652	18,119	20,354	17,125	15,809	18,215	17,903	18,260	17,149	17,938	18,138	18,374
7	Passenger fares .....	19,996	4,581	5,000	5,733	4,682	4,651	5,049	4,916	5,185	5,052	4,843	4,995	5,240
8	Other transportation .....	25,518	6,201	6,261	6,367	6,689	6,362	6,710	6,338	6,268	6,339	6,575	6,501	6,715
9	Royalties and license fees <sup>5</sup> .....	36,808	8,655	8,716	8,866	10,571	9,124	9,088	8,882	9,002	9,029	9,894	9,337	9,396
10	Other private services <sup>5</sup> .....	92,116	23,453	22,108	23,377	23,178	25,288	23,382	22,302	23,296	23,278	23,240	24,095	24,649
11	U.S. Government miscellaneous services .....	818	219	191	199	209	206	244	219	191	199	209	206	244
12	Income receipts .....	258,324	67,017	66,736	61,993	62,578	64,508	67,240	66,458	66,574	62,209	63,081	64,028	67,013
13	Income receipts on U.S.-owned assets abroad .....	256,467	66,553	66,273	61,528	62,113	64,038	66,769	65,994	66,111	61,744	62,617	63,558	66,542
14	Direct investment receipts .....	102,846	27,804	27,095	22,779	25,168	27,313	28,865	27,338	26,744	23,124	25,639	26,910	28,466
15	Other private receipts .....	150,001	37,826	38,412	37,744	36,019	35,760	37,274	37,826	38,412	37,744	36,019	35,760	37,274
16	U.S. Government receipts .....	3,620	923	766	1,005	926	965	630	830	955	876	959	888	802
17	Compensation of employees .....	1,857	464	463	465	465	470	471	464	463	465	464	470	471
18	<b>Imports of goods and services and income payments</b> .....	<b>-1,368,718</b>	<b>-324,302</b>	<b>-341,493</b>	<b>-351,539</b>	<b>-351,384</b>	<b>-342,780</b>	<b>-371,671</b>	<b>-335,380</b>	<b>-340,977</b>	<b>-344,182</b>	<b>-348,180</b>	<b>-354,246</b>	<b>-370,937</b>
19	Imports of goods and services .....	-1,098,189	-258,689	-273,914	-282,500	-283,536	-275,023	-299,799	-269,169	-273,580	-275,008	-280,166	-285,878	-299,542
20	Goods, balance of payments basis <sup>2</sup> .....	-917,178	-218,032	-227,633	-232,395	-239,118	-230,903	-249,365	-225,541	-228,698	-229,228	-233,711	-238,495	-250,320
21	Services <sup>3</sup> .....	-181,011	-40,657	-46,281	-49,655	-44,418	-44,120	-50,434	-43,628	-45,152	-45,780	-46,455	-47,383	-49,222
22	Direct defense expenditures .....	-12,841	-3,098	-3,061	-3,276	-3,406	-3,503	-3,600	-3,098	-3,061	-3,276	-3,406	-3,503	-3,600
23	Travel .....	-56,105	-11,662	-15,193	-17,234	-12,016	-12,543	-16,110	-13,736	-14,168	-14,070	-14,131	-14,847	-14,995
24	Passenger fares .....	-19,797	-4,232	-5,325	-5,722	-4,518	-4,691	-5,713	-4,629	-4,958	-5,085	-5,125	-5,114	-5,316
25	Other transportation .....	-30,457	-7,147	-7,533	-7,820	-7,957	-7,554	-8,219	-7,321	-7,950	-7,700	-7,849	-7,726	-8,290
26	Royalties and license fees <sup>5</sup> .....	-11,292	-2,939	-2,587	-2,685	-3,081	-3,162	-3,116	-2,955	-2,694	-2,721	-2,923	-3,176	-3,242
27	Other private services <sup>5</sup> .....	-47,670	-10,907	-11,915	-12,153	-12,695	-11,985	-12,947	-11,217	-12,014	-12,163	-12,276	-12,335	-13,050
28	U.S. Government miscellaneous services .....	-2,849	-672	-667	-765	-745	-682	-729	-672	-667	-765	-745	-682	-729
29	Income payments .....	-270,529	-65,613	-67,579	-69,489	-67,848	-67,752	-71,872	-66,211	-67,127	-69,174	-68,014	-68,368	-71,395
30	Income payments on foreign-owned assets in the United States .....	-263,423	-63,987	-65,898	-67,631	-65,907	-66,024	-70,118	-64,476	-65,376	-67,381	-66,188	-66,504	-69,553
31	Direct investment payments .....	-43,441	-10,012	-11,089	-11,540	-10,800	-11,596	-14,928	-10,501	-10,567	-11,290	-11,081	-12,076	-14,363
32	Other private payments .....	-128,863	-31,292	-31,849	-33,314	-32,408	-31,759	-32,035	-31,292	-31,849	-33,314	-32,408	-31,759	-32,035
33	U.S. Government payments .....	-91,119	-22,683	-22,960	-22,777	-22,699	-22,669	-23,155	-22,683	-22,960	-22,777	-22,699	-22,669	-23,155
34	Compensation of employees .....	-7,106	-1,626	-1,681	-1,858	-1,941	-1,733	-1,754	-1,735	-1,751	-1,793	-1,826	-1,864	-1,842
35	<b>Unilateral current transfers, net</b> .....	<b>-44,075</b>	<b>-10,143</b>	<b>-9,494</b>	<b>-10,607</b>	<b>-13,831</b>	<b>-10,420</b>	<b>-10,761</b>	<b>-9,927</b>	<b>-9,886</b>	<b>-10,787</b>	<b>-13,474</b>	<b>-10,340</b>	<b>-11,275</b>
36	U.S. Government grants <sup>4</sup> .....	-13,057	-2,340	-2,168	-2,807	-5,742	-2,200	-2,802	-2,340	-2,168	-2,807	-5,742	-2,200	-2,802
37	U.S. Government pensions and other transfers .....	-4,350	-1,025	-919	-865	-1,541	-893	-849	-1,079	-1,095	-1,106	-1,071	-1,104	-1,110
38	Private remittances and other transfers <sup>6</sup> .....	-26,668	-6,778	-6,407	-6,935	-6,548	-7,327	-7,110	-6,508	-6,623	-6,874	-6,661	-7,036	-7,363
<b>Capital and financial account</b>														
<b>Capital account</b>														
39	<b>Capital account transactions, net</b> .....	<b>617</b>	<b>143</b>	<b>160</b>	<b>148</b>	<b>166</b>	<b>166</b>	<b>180</b>	<b>143</b>	<b>160</b>	<b>148</b>	<b>166</b>	<b>166</b>	<b>180</b>
<b>Financial account</b>														
40	<b>U.S.-owned assets abroad, net (increase/financial outflow (-))</b> .....	<b>-292,818</b>	<b>-62,888</b>	<b>-121,852</b>	<b>-63,492</b>	<b>-44,586</b>	<b>-18,746</b>	<b>-125,361</b>	<b>-59,599</b>	<b>-120,517</b>	<b>-62,097</b>	<b>-50,607</b>	<b>-15,148</b>	<b>-124,161</b>
41	U.S. official reserve assets, net .....	-6,784	-444	-1,945	-2,026	-2,369	4,068	1,159	-444	-1,945	-2,026	-2,369	4,068	1,159
42	Gold <sup>7</sup> .....	-149	-182	72	188	-227	563	-190	-182	72	188	-227	563	-190
43	Special drawing rights .....	-5,118	-85	-1,031	-2,078	-1,924	3	1,413	-85	-1,031	-2,078	-1,924	3	1,413
44	Reserve position in the International Monetary Fund .....	-1,517	-177	-986	-136	-218	3,502	-64	-177	-986	-136	-218	3,502	-64
45	Foreign currencies .....	-429	-81	-483	185	-50	119	-380	-81	-483	185	-50	119	-380
46	U.S. Government assets, other than official reserve assets, net .....	-4,676	-1,192	-1,156	-1,285	-1,043	-1,304	-2,063	-1,192	-1,156	-1,285	-1,043	-1,304	-2,063
47	U.S. credits and other long-term assets .....	4,102	1,133	699	1,332	938	1,545	1,866	1,133	699	1,332	938	1,545	1,866
48	Repayments on U.S. credits and other long-term assets <sup>8</sup> .....	145	-22	-26	138	55	-122	-183	-22	-26	138	55	-122	-183
49	U.S. foreign currency holdings and U.S. short-term assets, net .....	-285,605	-62,363	-119,424	-61,651	-42,167	-22,933	-126,140	-59,074	-118,089	-60,256	-48,188	-19,335	-124,904
50	Direct investment .....	-132,829	-40,589	-44,507	-42,562	-44,983	-36,242	-42,981	-37,300	-43,172	-21,586	-30,773	-41,385	-35,440
51	Foreign securities .....	-102,817	-14,116	-32,886	14,994	-70,809	8,132	-26,387	-14,116	-32,886	14,994	-70,809	8,132	-26,387
52	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns .....	-25,041	-6,596	-14,327	-20,320	16,202	-13,853	-26,429	-6,596	-14,327	-20,320	16,202	-13,853	-26,429
53	U.S. claims reported by U.S. banks, not included elsewhere .....	-24,918	-1,062	-27,704	-33,344	37,192	27,771	-37,082	-1,062	-27,704	-33,344	37,192	27,771	-37,082
54	<b>Foreign-owned assets in the United States, net (increase/financial inflow(+))</b> .....	<b>502,637</b>	<b>96,993</b>	<b>163,275</b>	<b>94,776</b>	<b>147,893</b>	<b>88,636</b>	<b>242,169</b>	<b>96,817</b>	<b>162,466</b>	<b>93,547</b>	<b>149,805</b>	<b>88,860</b>	<b>241,407</b>
55	Foreign official assets in the United States, net .....	-21,684	11,004	-10,551	-46,489	24,352	4,708	-986	11,004	-10,551	-46,489	24,352	4,708	-986
56	U.S. Government securities .....	-3,625	13,946	-20,064	-30,905	33,398	6,793	-916	13,946	-20,064	-30,905	33,398	6,793	-916
57	U.S. Treasury securities <sup>9</sup> .....	-9,957	11,336	-20,318	-32,811	31,836	800	-6,708	11,336	-20,318	-32,811	31,836	800	-6,708
58	Other <sup>10</sup> .....	6,332	2,610	254	1,906	1,562	5,993	5,792	2,610	254	1,906	1,562	5,993	5,792
59	U.S. liabilities reported by U.S. banks, not included elsewhere .....	-3,113	-1,028	-807	-224	-1,054	-1,594	-770	-1,028	-807	-224	-1,054	-1,594	-770
60	U.S. liabilities reported by U.S. banks, not included elsewhere .....	-11,469	-958	9,488	-12,866	-7,133	-589	1,202	-958	9,488	-12,866	-7,133	-589	1,202
61	Other foreign official assets <sup>12</sup> .....	-3,477	-956	832	-2,494	-859	98	-502	-956	832	-2,494	-859	98	-502
62	Other foreign assets in the United States, net .....	524,321	85,689	173,826	141,265	123,541	83,928	243,155	85,689	173,826	141,265	123,541	83,928	243,155
63	Direct investment .....	193,375	26,892	21,755	26,135	118,593	22,725	119,679	26,892	21,755	26,135	118,593	22,725	119,679
64	U.S. Treasury securities .....	46,155	-2,557	25,759	-1,438	24,391	-8,781	-5,517	46,155	-2,557	25,759	-1,438	24,391	-8,781
65	U.S. securities other than U.S. Treasury securities .....	218,026	76,810	71,785	20,103	49,328	61,540	77,272	76,810	71,785	20,103	49,328	61,540	77,272
66														

Table 2.—U.S. Trade in Goods

[Millions of dollars]

Line	1998	Not seasonally adjusted						Seasonally adjusted						
		1998				1999		1998				1999		
		I	II	III	IV	I <sup>a</sup>	II <sup>a</sup>	I	II	III	IV	I <sup>a</sup>	II <sup>a</sup>	
<b>A</b>	<b>Balance of payments adjustments to Census trade data:</b>													
	<b>EXPORTS</b>													
1	Exports of goods, Census basis <sup>1</sup> including reexports and including military grant shipments	682,138	172,703	170,341	160,624	178,470	166,448	171,628	172,997	167,517	167,499	174,125	167,396	169,043
	Adjustments:													
2	Private gift parcel remittances	567	157	147	132	131	139	145	157	147	132	131	139	145
3	Gold exports, nonmonetary						27						27	
4	Inland U.S. freight to Canada													
5	U.S.-Canadian reconciliation adjustments, n.e.c., net <sup>2</sup>													
6	Exports transferred under U.S. military agency sales contracts identified in Census documents <sup>3</sup>	-10,903	-2,338	-2,095	-2,837	-3,633	-2,669	-2,883	-2,338	-2,095	-2,837	-3,633	-2,669	-2,883
7	Other adjustments, net <sup>4</sup>	-1,556	-151	-372	-533	-500	-601	-633	-151	-372	-533	-500	-601	-633
8	<b>Equals: Exports of goods, adjusted to balance of payments basis excluding "military" (table 1, line 3)</b>	<b>670,246</b>	<b>170,371</b>	<b>168,021</b>	<b>157,386</b>	<b>174,468</b>	<b>163,344</b>	<b>168,257</b>	<b>170,665</b>	<b>165,198</b>	<b>164,259</b>	<b>170,124</b>	<b>164,292</b>	<b>165,674</b>
	<b>IMPORTS</b>													
9	Imports of goods, Census basis <sup>1</sup> (general imports)	911,896	216,714	226,659	230,785	237,738	230,293	248,602	224,223	227,724	227,618	232,331	237,885	249,557
	Adjustments:													
10	Electric energy	49	8	10	11	20	12	12	8	10	11	20	12	12
11	Gold imports, nonmonetary	2,908	686	333	1,093	796		112	686	333	1,093	796		112
12	Inland freight in Canada	3,572	926	939	835	872	907	927	926	939	835	872	907	927
13	U.S.-Canadian reconciliation adjustment, n.e.c., net <sup>2</sup>													
14	Imports of U.S. military agencies identified in Census documents <sup>3</sup>	-1,200	-301	-306	-311	-282	-273	-266	-301	-306	-311	-282	-273	-266
15	Other adjustments, net <sup>4</sup>	-47	-1	-2	-18	-26	-36	-22	-1	-2	-18	-26	-36	-22
16	<b>Equals: Imports of goods, adjusted to balance of payments basis, excluding "military" (table 1, line 20)</b>	<b>917,178</b>	<b>218,032</b>	<b>227,633</b>	<b>232,395</b>	<b>239,118</b>	<b>230,903</b>	<b>249,365</b>	<b>225,541</b>	<b>228,698</b>	<b>229,228</b>	<b>233,711</b>	<b>238,495</b>	<b>250,320</b>
<b>B</b>	<b>Trade in goods, by area and country, adjusted to balance of payments basis, excluding military:<sup>7</sup></b>													
	<b>EXPORTS</b>													
1	Total, all countries (A-8)	670,246	170,371	168,021	157,386	174,468	163,344	168,257	170,665	165,198	164,259	170,124	164,292	165,674
2	Western Europe	159,107	41,240	39,587	37,191	41,089	41,287	40,227	41,320	38,857	38,795	40,135	41,571	39,521
3	European Union	145,926	38,360	36,444	34,161	36,961	38,499	36,899	38,439	35,762	35,624	36,101	38,770	36,246
4	Belgium and Luxembourg	14,265	3,907	3,559	3,376	3,423	3,465	3,223	3,916	3,487	3,523	3,339	3,470	3,169
5	France	17,522	4,688	4,403	3,863	4,568	5,014	4,610	4,707	4,318	4,025	4,472	5,068	4,519
6	Germany <sup>8</sup>	26,388	6,391	6,561	6,288	7,148	6,862	6,545	6,412	6,440	6,552	6,984	6,871	6,527
7	Italy	8,911	2,379	2,156	2,019	2,357	2,299	2,562	2,388	2,119	2,105	2,299	2,317	2,518
8	Netherlands	18,816	5,103	4,481	4,285	4,947	4,741	4,666	5,115	4,401	4,472	4,828	4,771	4,596
9	United Kingdom	37,899	10,085	9,771	9,302	8,741	9,809	9,318	10,094	9,574	9,686	8,545	9,924	9,145
10	Other	22,125	5,807	5,513	5,028	5,777	6,309	5,975	5,807	5,423	5,261	5,634	6,349	5,872
11	Western Europe, excluding EU	13,181	2,880	3,143	3,030	4,128	2,788	3,328	2,881	3,095	3,171	4,034	2,801	3,275
12	Canada <sup>2</sup>	156,810	39,646	40,835	35,892	40,437	40,070	42,627	39,767	40,129	37,372	39,542	40,276	41,935
13	Japan	56,595	14,800	14,063	14,042	13,690	14,432	13,282	14,764	13,894	14,692	13,245	14,472	13,173
14	Australia, New Zealand, and South Africa <sup>9</sup>													
15	Australia	11,775	3,117	2,938	2,918	2,902	2,543	2,756	3,127	2,777	3,038	2,833	2,565	2,705
16	Eastern Europe	7,365	1,999	2,299	1,655	1,412	1,213	1,309	1,961	2,284	1,745	1,375	1,204	1,303
17	Latin America and Other Western Hemisphere	141,599	35,309	35,517	34,410	36,363	32,125	34,054	35,361	34,910	35,899	35,429	32,362	33,533
18	Brazil	15,029	3,470	3,786	3,677	4,096	2,974	3,277	3,484	3,710	3,832	4,003	3,019	3,214
19	Mexico	78,388	19,507	19,175	19,129	20,577	18,738	20,449	19,556	18,844	19,931	20,057	18,863	20,126
20	Venezuela	6,462	1,851	1,762	1,433	1,416	1,443	1,276	1,855	1,729	1,499	1,379	1,451	1,258
21	Other	41,720	10,481	10,794	10,171	10,274	8,970	9,052	10,466	10,627	10,637	9,990	9,029	8,935
22	Other countries in Asia and Africa <sup>7,9</sup>	136,995	34,260	32,882	31,278	38,575	31,674	34,002	34,365	32,347	32,718	37,565	31,842	33,504
23	Asia <sup>7,9</sup>	125,980	31,684	30,273	28,523	35,500	29,327	31,469	31,804	29,772	29,818	34,586	29,494	30,984
24	Members of OPEC	15,455	4,104	3,490	3,043	4,818	2,844	2,536	4,118	3,429	3,192	4,716	2,843	2,504
25	China	13,977	3,180	3,116	3,172	4,509	2,777	3,551	3,209	3,066	3,312	4,390	2,784	2,844
26	Hong Kong	12,849	3,192	3,410	3,097	3,150	2,986	2,989	3,195	3,361	3,230	3,063	2,983	2,950
27	Korea, Republic of	15,782	3,369	3,700	3,532	5,181	4,729	5,669	3,369	3,664	3,706	5,043	4,732	5,595
28	Singapore	15,557	3,914	3,805	3,948	3,890	3,875	3,697	3,935	3,716	4,104	3,802	3,929	3,625
29	Taiwan	17,234	4,688	4,098	3,753	4,695	3,791	4,200	4,710	4,033	3,927	4,564	3,822	4,147
30	Africa <sup>7,9</sup>	10,584	2,482	2,495	2,625	2,982	2,274	2,398	2,467	2,462	2,765	2,890	2,275	2,384
31	Members of OPEC	1,465	421	310	359	375	310	232	414	310	380	361	312	233
32	International organizations and unallocated													
	<b>Memoranda:</b>													
33	Industrial countries <sup>7</sup>	389,758	100,019	98,643	91,291	99,805	99,352	99,864	100,198	96,954	95,201	97,405	99,911	98,291
34	Of which: Euro area <sup>10</sup>						26,806	25,852					26,949	25,403
35	Members of OPEC <sup>7</sup>	23,382	6,376	5,562	4,835	6,809	4,597	4,044	6,387	5,468	5,071	6,456	4,606	3,995
36	Other countries <sup>7</sup>	257,106	63,976	63,816	61,260	68,054	59,395	64,349	64,080	62,776	63,987	66,263	59,775	63,388

See footnotes on page 41.





Table 2.—U.S. Trade in Goods—Continued

[Millions of dollars]

Line	1998	Not seasonally adjusted						Seasonally adjusted						
		1998				1999		1998				1999		
		I	II	III	IV	I <sup>r</sup>	II <sup>r</sup>	I	II	III	IV	I <sup>r</sup>	II <sup>r</sup>	
C	<b>Trade in goods, by principal end-use category, adjusted to balance of payments basis, excluding military:</b>													
1	<b>Exports of goods, balance of payments basis, excluding military (A-8) .....</b>	<b>670,246</b>	<b>170,371</b>	<b>168,021</b>	<b>157,386</b>	<b>174,468</b>	<b>163,344</b>	<b>168,257</b>	<b>170,665</b>	<b>165,198</b>	<b>164,259</b>	<b>170,124</b>	<b>164,292</b>	<b>165,674</b>
2	Agricultural products .....	53,106	14,638	12,507	11,267	14,694	12,183	11,666	14,017	13,203	12,300	13,586	11,832	12,317
3	Nonagricultural products .....	617,140	155,733	155,514	146,119	159,774	151,161	156,591	156,648	151,995	151,959	156,538	152,460	153,357
4	Foods, feeds, and beverages .....	46,398	12,621	10,735	10,215	12,827	11,014	10,592	12,351	11,468	10,702	11,877	10,802	11,349
5	Agricultural .....	43,021	11,759	10,012	9,266	11,984	10,092	9,737	11,484	10,647	9,866	11,024	9,895	10,347
6	Grains and preparations .....	14,361	4,142	3,252	3,121	3,846	3,412	3,374	3,928	3,549	3,234	3,650	3,243	3,684
7	Wheat .....	3,808	974	819	972	1,043	799	945	1,026	960	823	999	859	1,108
8	Corn .....	4,802	1,228	1,093	1,096	1,385	1,230	1,388	1,168	1,157	1,183	1,294	1,155	1,467
9	Soybeans .....	4,942	1,787	635	542	1,978	1,289	711	1,468	1,034	893	1,547	967	1,076
10	Meat products and poultry .....	6,751	1,707	1,817	1,621	1,606	1,496	1,602	1,797	1,785	1,617	1,552	1,585	1,573
11	Vegetables, fruits, nuts, and preparations .....	8,102	1,903	2,120	1,872	2,207	1,938	2,041	1,987	2,084	1,999	2,032	2,049	2,006
12	Other agricultural foods, feeds, and beverages .....	8,865	2,220	2,188	2,110	2,347	1,957	2,009	2,304	2,195	2,123	2,243	2,051	2,008
13	Nonagricultural (fish, distilled beverages, etc.) .....	3,377	862	723	949	843	922	855	867	821	836	853	907	1,002
14	Fish and shellfish .....	2,352	619	444	693	596	698	603	601	540	591	620	662	746
15	Industrial supplies and materials .....	148,270	38,754	37,695	35,383	36,438	33,955	35,962	38,637	36,932	36,015	36,686	34,109	35,181
16	Agricultural .....	9,780	2,794	2,413	1,948	2,625	2,006	1,845	2,458	2,481	2,362	2,479	1,862	1,890
17	Raw cotton .....	2,575	855	593	429	698	594	220	649	607	589	730	146	223
18	Tobacco, unmanufactured .....	1,451	381	455	233	382	405	421	330	400	340	340	357	367
19	Hides and skins, including furskins .....	1,270	375	347	288	260	302	276	352	333	298	287	282	263
20	Other agricultural industrial supplies .....	4,484	1,183	1,018	998	1,285	1,105	928	1,127	1,141	1,094	1,122	1,077	1,037
21	Nonagricultural .....	138,490	35,960	35,282	33,435	33,813	31,949	34,117	36,179	34,451	33,653	34,207	32,247	33,291
22	Energy products .....	13,294	3,566	3,423	3,216	3,089	2,592	3,109	3,635	3,425	3,175	3,059	2,652	3,109
23	Fuels and lubricants .....	13,034	3,530	3,385	3,165	2,954	2,540	3,045	3,598	3,387	3,125	2,924	2,601	3,046
24	Coal and related fuels .....	3,683	936	975	923	849	697	693	979	971	897	836	738	687
25	Petroleum and products .....	8,075	2,299	2,084	1,938	1,754	1,595	2,049	2,324	2,090	1,924	1,737	1,615	2,055
26	Paper and paper base stocks .....	12,150	3,214	3,145	2,936	2,855	2,863	2,981	3,217	3,111	2,931	2,891	2,865	2,951
27	Textile supplies and related materials .....	8,919	2,300	2,388	2,099	2,132	2,167	2,420	2,323	2,291	2,151	2,154	2,189	2,320
28	Chemicals, excluding medicinals .....	44,979	11,612	11,538	10,883	10,946	10,866	11,349	11,563	11,116	11,107	11,193	10,905	10,929
29	Building materials, except metals .....	7,977	2,030	2,028	1,939	1,980	1,965	2,098	2,083	1,958	1,946	1,990	2,016	2,030
30	Other nonmetals .....	18,010	4,571	4,570	4,400	4,469	4,404	4,560	4,546	4,489	4,480	4,495	4,396	4,478
31	Metals and nonmetallic products .....	33,161	8,667	8,190	7,962	8,342	7,092	7,602	8,812	8,061	7,863	8,425	7,224	7,474
32	Steelmaking materials .....	1,566	410	427	359	370	271	379	448	399	339	380	298	353
33	Iron and steel products .....	5,763	1,583	1,499	1,312	1,369	1,335	1,404	1,576	1,460	1,340	1,387	1,328	1,369
34	Nonferrous metals .....	14,236	3,745	3,283	3,421	3,787	2,721	2,835	3,820	3,300	3,310	3,806	2,776	2,847
35	Nonmonetary gold .....	5,485	1,324	1,094	1,303	1,764	715	828	1,024	1,094	1,310	1,764	715	828
36	Other precious metals .....	2,018	718	545	364	391	510	458	721	548	360	389	510	458
37	Other nonferrous metals .....	6,733	1,703	1,644	1,754	1,632	1,496	1,549	1,775	1,658	1,647	1,653	1,551	1,561
38	Other metals and nonmetallic products .....	11,596	2,929	2,981	2,870	2,816	2,765	2,984	2,968	2,902	2,874	2,852	2,822	2,905
39	Capital goods, except automotive .....	300,130	74,548	74,008	71,530	80,044	74,452	75,531	75,183	72,893	74,753	77,301	75,415	74,798
40	Machinery, except consumer-type .....	243,656	61,867	60,460	58,573	62,756	59,766	61,767	62,540	60,627	59,866	60,623	60,449	62,059
41	Electric generating machinery, electric apparatus, and parts .....	27,301	6,949	6,766	6,594	6,992	6,811	7,117	7,041	6,747	6,631	6,882	6,910	7,102
42	Nonelectric, including parts and attachments .....	216,355	54,918	53,694	51,979	55,764	52,955	54,650	55,499	53,880	53,235	53,741	53,539	54,957
43	Oil drilling, mining, and construction machinery .....	11,943	4,210	4,136	3,877	3,720	2,920	2,957	4,229	4,066	3,940	3,708	2,990	2,890
44	Industrial engines, pumps, and compressors .....	15,727	2,815	3,042	2,795	3,016	2,865	2,896	3,003	2,883	2,945	3,097	2,834	2,834
45	Machine tools and metalworking machinery .....	6,275	1,697	1,572	1,463	1,543	1,374	1,578	1,744	1,550	1,507	1,474	1,474	1,474
46	Measuring, testing, and control instruments .....	12,540	3,362	3,179	2,869	3,130	3,070	3,190	3,328	3,120	2,978	3,116	3,027	3,131
47	Other industrial, agricultural, and service industry machinery .....	42,803	11,060	11,224	10,211	10,308	9,908	10,824	11,248	10,938	10,443	10,174	10,067	10,574
48	Computers, peripherals, and parts .....	45,246	11,473	10,873	10,719	12,181	11,107	11,179	11,382	11,273	11,203	11,388	11,036	11,588
49	Semiconductors .....	37,650	9,407	8,809	9,327	10,107	10,581	11,059	9,413	8,983	9,368	9,886	10,521	11,291
50	Telecommunications equipment .....	24,956	5,991	6,031	6,151	6,783	6,146	6,278	6,384	6,108	6,181	6,283	6,599	6,354
51	Other office and business machines .....	3,442	869	853	843	877	688	710	891	857	857	837	707	714
52	Scientific, hospital, and medical equipment and parts .....	15,773	4,034	3,975	3,724	4,040	4,145	4,010	3,986	3,982	3,875	3,930	4,093	4,022
53	Civilian aircraft, engines, parts .....	53,547	12,010	12,904	12,122	16,511	13,867	13,171	11,972	11,622	14,052	15,901	14,147	12,146
54	Civilian aircraft, complete, all types .....	31,819	7,136	7,654	6,464	10,565	7,874	7,229	7,092	6,377	8,256	10,094	8,145	6,201
55	Other transportation equipment .....	2,927	671	644	835	777	819	593	671	644	835	777	819	593
56	Automotive vehicles, engines, and parts .....	73,156	19,821	19,319	14,997	19,019	18,435	20,107	19,272	18,142	17,060	18,682	17,862	18,770
57	To Canada .....	40,573	10,796	11,004	7,806	10,967	11,177	12,236	10,387	10,079	9,180	10,927	10,684	11,148
58	Passenger cars, new and used .....	8,611	2,350	2,514	1,366	2,381	2,250	2,757	2,322	2,149	1,779	2,261	2,179	2,323
59	Trucks, buses, and special purpose vehicles .....	6,328	1,997	1,990	1,176	1,465	1,548	1,869	1,699	1,785	1,375	1,469	1,544	1,650
60	Engines and engine parts .....	4,324	1,091	1,091	910	1,232	1,333	1,432	1,024	1,029	1,033	1,238	1,251	1,342
61	Other parts and accessories .....	21,310	5,658	5,409	4,354	5,889	6,037	6,178	5,342	5,116	4,993	5,859	5,710	5,824
62	To other areas .....	32,583	9,025	8,315	7,191	8,052	7,258	7,871	8,885	8,063	7,880	7,755	7,178	7,622
63	Passenger cars, new and used .....	7,585	2,016	1,918	1,546	2,105	1,789	2,202	1,934	1,837	1,885	1,929	1,719	2,117
64	Trucks, buses, and special purpose vehicles .....	4,131	1,431	1,038	759	907	741	662	1,370	1,038	900	823	710	613
65	Engines and engine parts .....	2,562	686	646	613	617	668	780	684	624	612	612	671	752
66	Other parts and accessories .....	18,305	4,892	4,717	4,273	4,423	4,060	4,227	4,897	4,564	4,453	4,391	4,078	4,090
67	Consumer goods (nonfood), except automotive .....	79,261	19,146	20,146	19,705	20,264	19,432	20,131	19,592	19,788	20,084	19,797	19,894	19,787
68	Consumer nondurable goods, manufactured .....	38,437	9,210	9,751	9,805	9,671	9,689	9,725	9,470	9,627	9,703	9,637	9,952	9,594
69	Medical, dental, and pharmaceutical preparations, including vitamins .....	10,642	2,413	2,709	2,681	2,839	3,021	3,020	2,425	2,610	2,762	2,845	3,040	2,910
70	Consumer durable goods, manufactured .....	37,570	9,154	9,578	9,112	9,726	8,809	9,424	9,349	9,398	9,531	9,292	9,021	9

Table 2.—U.S. Trade in Goods—Continued

[Millions of dollars]

Line	1998	Not seasonally adjusted						Seasonally adjusted						
		1998				1999		1998				1999		
		I	II	III	IV	I <sup>r</sup>	II <sup>r</sup>	I	II	III	IV	I <sup>r</sup>	II <sup>r</sup>	
<b>C</b>	<b>Trade in goods, by principal end-use category, adjusted to balance of payments basis, excluding military—Continued:</b>													
74	<b>Imports of goods, balance of payments basis, excluding military (A-16) .....</b>	<b>917,178</b>	<b>218,032</b>	<b>227,633</b>	<b>232,395</b>	<b>239,118</b>	<b>230,903</b>	<b>249,365</b>	<b>225,541</b>	<b>228,698</b>	<b>229,228</b>	<b>233,711</b>	<b>238,495</b>	<b>250,320</b>
75	Petroleum and products <sup>6</sup> .....	50,903	13,449	13,336	12,526	11,592	10,416	16,055	13,600	13,392	12,458	11,453	10,594	16,134
76	Nonpetroleum products .....	866,275	204,583	214,297	219,869	227,526	220,487	233,310	211,941	215,306	216,770	222,258	227,901	234,186
77	Foods, feeds, and beverages .....	41,242	10,246	10,420	9,939	10,637	10,405	11,082	10,206	10,330	10,314	10,392	10,427	10,942
78	Agricultural .....	30,311	7,841	7,710	7,109	7,651	7,922	8,252	7,510	7,515	7,633	7,653	7,635	8,014
79	Coffee, cocoa, and sugar .....	4,484	1,450	1,154	1,009	871	1,159	980	1,258	1,141	1,121	964	977	968
80	Green coffee .....	3,069	1,044	797	605	623	782	653	888	783	694	704	641	645
81	Meat products and poultry .....	4,314	1,079	1,077	1,059	1,099	1,019	1,150	1,078	1,030	1,092	1,114	1,020	1,096
82	Vegetables, fruits, nuts, and preparations .....	8,245	2,409	2,197	1,629	2,010	2,614	2,590	1,948	2,049	2,096	2,152	2,149	2,417
83	Wine and related products .....	3,627	729	926	940	1,032	867	1,076	892	889	905	941	1,042	1,033
84	Other agricultural foods, feeds, and beverages .....	9,640	2,174	2,356	2,471	2,639	2,262	2,456	2,336	2,406	2,419	2,479	2,447	2,500
85	Nonagricultural (fish, distilled beverages, etc) .....	10,931	2,405	2,710	2,830	2,986	2,483	2,830	2,696	2,815	2,681	2,739	2,922	2,928
86	Fish and shellfish .....	8,117	1,817	2,029	2,114	2,157	1,846	2,084	2,033	2,089	2,001	1,984	2,072	2,149
87	Whiskey and other alcoholic beverages .....	2,300	464	550	587	699	513	597	537	585	552	626	595	630
88	Industrial supplies and materials .....	203,095	50,813	52,634	51,054	48,594	46,376	54,293	51,345	51,775	51,080	48,895	46,975	53,459
89	Agricultural .....	5,890	1,540	1,632	1,392	1,326	1,364	1,392	1,488	1,557	1,465	1,380	1,314	1,336
90	Nonagricultural products .....	197,205	49,273	51,002	49,662	47,268	45,012	52,901	49,857	50,218	49,615	47,515	45,661	52,123
91	Energy products .....	59,436	15,489	15,368	14,778	13,801	12,520	18,419	15,526	15,558	14,830	13,522	12,593	18,648
92	Fuels and lubricants <sup>6</sup> .....	58,327	15,275	15,071	14,396	13,585	12,302	18,080	15,274	15,243	14,507	13,303	12,336	18,289
93	Paper and paper base stocks .....	11,223	2,830	2,857	2,773	2,763	2,739	2,690	2,883	2,815	2,780	2,745	2,784	2,655
94	Textile supplies and related materials .....	10,348	2,562	2,746	2,590	2,450	2,423	2,632	2,646	2,628	2,556	2,518	2,503	2,515
95	Chemicals, excluding medicinals .....	29,239	7,841	7,611	6,878	6,909	7,581	7,338	7,487	7,364	7,195	7,193	7,247	7,103
96	Building materials, except metals .....	17,909	4,086	4,599	4,748	4,476	4,569	5,731	4,419	4,526	4,604	4,854	5,509	5,509
97	Other nonmetals .....	14,618	3,474	3,708	3,757	3,679	3,577	3,907	3,640	3,634	3,658	3,686	3,740	3,827
98	Metals and nonmetallic products .....	54,432	12,991	14,113	14,138	13,190	11,603	12,184	13,315	13,800	14,070	13,247	11,940	11,866
99	Steelmaking materials .....	3,273	810	961	881	621	584	669	922	903	831	617	676	725
100	Iron and steel products .....	21,183	4,656	5,559	5,767	5,201	4,247	4,541	4,884	5,460	5,661	5,178	4,456	4,429
101	Nonferrous metals .....	22,836	5,754	5,740	5,736	5,606	5,001	5,096	5,732	5,637	5,803	5,664	5,019	4,988
102	Nonmonetary gold .....	6,527	1,687	1,364	1,833	1,643	810	792	1,364	1,833	1,643	810	792	1,047
103	Other precious metals .....	3,942	794	1,164	957	1,027	1,241	1,050	792	1,163	964	1,023	1,243	1,072
104	Bauxite and aluminum .....	6,210	1,681	1,645	1,466	1,448	1,500	1,806	1,634	1,526	1,560	1,490	1,468	1,686
105	Other nonferrous metals .....	6,157	1,592	1,567	1,490	1,518	1,450	1,448	1,619	1,584	1,446	1,508	1,498	1,463
106	Other metallic and nonmetallic products .....	7,140	1,771	1,853	1,754	1,762	1,771	1,878	1,777	1,800	1,775	1,788	1,789	1,824
107	Capital goods, except automotive .....	269,558	64,594	67,085	67,304	70,575	67,521	72,570	66,673	67,293	67,047	68,545	69,766	72,907
108	Machinery, except consumer-type .....	244,884	59,461	60,647	61,033	63,743	61,191	66,138	61,496	60,924	60,753	61,711	63,380	66,545
109	Electric generating machinery, electric apparatus and parts .....	29,074	7,069	7,191	7,335	7,479	7,360	7,925	7,328	7,176	7,278	7,292	7,633	7,902
110	Nonelectric, including parts and attachments .....	215,810	52,392	53,456	53,698	56,264	53,831	58,213	54,168	53,748	53,475	54,419	55,747	58,643
111	Oil drilling, mining, and construction machinery .....	8,007	2,035	2,145	1,976	1,851	1,905	1,987	2,022	1,966	2,046	1,973	1,898	1,810
112	Industrial engines, pumps, and compressors .....	7,338	1,787	1,806	1,817	1,928	1,925	1,999	1,799	1,755	1,843	1,941	1,937	1,945
113	Machine tools and metalworking machinery .....	8,813	2,065	2,251	2,262	2,235	1,942	1,917	2,111	2,164	2,312	2,220	1,995	1,848
114	Measuring, testing, and control instruments .....	7,360	1,837	1,860	1,804	1,859	1,819	1,922	1,859	1,870	1,812	1,819	1,842	1,926
115	Other industrial, agricultural, and service industry machinery .....	44,400	10,931	11,558	10,691	11,220	11,091	11,529	11,048	11,125	10,965	11,262	11,234	11,112
116	Computers, peripherals, and parts .....	72,475	16,942	17,259	18,381	19,893	18,273	19,804	17,980	17,919	17,904	18,672	19,390	20,511
117	Semiconductors .....	33,417	8,857	8,277	8,120	8,163	8,245	9,209	8,985	8,389	8,062	7,981	8,355	9,330
118	Telecommunications equipment .....	17,074	4,015	4,128	4,338	4,593	4,464	5,606	4,236	4,314	4,287	4,237	4,707	5,858
119	Other office and business machines .....	7,347	1,870	1,865	1,828	1,784	1,681	1,515	1,915	1,905	1,801	1,726	1,728	1,550
120	Scientific, hospital, and medical equipment and parts .....	9,579	2,053	2,307	2,481	2,738	2,486	2,725	2,113	2,341	2,437	2,588	2,661	2,753
121	Transportation equipment, except automotive .....	24,674	5,133	6,438	6,271	6,832	6,330	6,432	5,277	6,369	6,294	6,834	6,386	6,362
122	Civilian aircraft, engines, parts .....	21,814	4,460	5,710	5,590	6,054	5,483	5,719	4,501	5,641	5,616	6,056	5,539	5,649
123	Civilian aircraft, complete, all types .....	7,049	1,204	1,948	1,935	1,962	1,787	2,050	1,204	1,948	1,935	1,962	1,787	2,050
124	Automotive vehicles, engines, and parts .....	149,055	36,476	37,087	33,434	42,058	43,360	44,605	36,334	36,340	36,073	40,308	42,906	43,756
125	From Canada .....	51,374	12,860	12,732	10,724	15,058	16,511	16,489	12,779	12,042	12,025	14,528	16,281	15,646
126	Passenger cars, new and used .....	27,316	6,649	6,940	5,481	8,246	9,018	8,604	6,805	6,433	6,201	7,877	9,139	7,904
127	Trucks, buses, and special purpose vehicles .....	9,190	2,537	2,024	1,989	2,640	3,182	3,487	2,406	2,016	2,242	2,526	2,947	3,566
128	Engines and engine parts .....	3,340	741	834	724	1,041	1,068	1,040	703	779	817	1,041	1,029	966
129	Other parts and accessories .....	11,528	2,933	2,934	2,530	3,131	3,243	3,358	2,865	2,814	2,765	3,084	3,166	3,210
130	From other areas .....	97,681	23,616	24,355	22,710	27,000	26,849	28,116	23,555	24,298	24,048	25,790	26,625	28,110
131	Passenger cars, new and used .....	52,049	12,423	12,988	11,724	14,914	14,387	15,148	12,466	13,017	12,751	13,815	14,384	15,219
132	Trucks, buses, and special purpose vehicles .....	5,775	1,318	1,465	1,521	1,471	1,723	1,878	1,338	1,476	1,482	1,479	1,746	1,888
133	Engines and engine parts .....	9,195	2,355	2,300	2,161	2,379	2,427	2,361	2,319	2,281	2,248	2,347	2,364	2,348
134	Other parts and accessories .....	30,662	7,520	7,602	7,304	8,236	8,312	8,729	7,432	7,524	7,567	8,139	8,131	8,655
135	Consumer goods (nonfood), except automotive .....	216,654	47,577	51,657	60,787	56,633	52,483	55,542	52,351	54,284	54,749	55,270	57,308	58,105
136	Consumer nondurable goods, manufactured .....	104,089	23,646	24,912	30,060	25,471	26,518	26,389	25,216	26,090	26,451	26,332	28,105	27,480
137	Textile apparel and household goods, except rugs .....	52,689	11,658	12,093	16,279	12,659	12,878	12,473	12,714	13,196	13,401	13,378	13,941	13,503
138	Footwear of leather, rubber, and other materials .....	10,873	2,645	2,665	3,017	2,546	2,707	2,638	2,709	2,726	2,727	2,771	2,788	2,699
139	Consumer durable goods, manufactured .....	101,699	21,102	24,126	27,835	28,636	25,057	26,390	24,431	25,377	25,570	26,321	26,445	27,657
140	Household and kitchen appliances and other household goods .....	39,186	8,530	9,700	10,619	10,337	9,453	10,941	9,373	9,779	9,802	10,232	10,337	10,983
141	Toys, shooting, and sporting goods, including bicycles .....	19,256	3,767	4,173	5,354	5,962	3,750	4,494						

Table 3.—Private Service Transactions

[Millions of dollars]

Line	1998	Not seasonally adjusted						Seasonally adjusted						
		1998				1999		1998				1999		
		I	II	III	IV	I <sup>r</sup>	II <sup>p</sup>	I	II	III	IV	I <sup>r</sup>	II <sup>p</sup>	
1	<b>Exports of private services</b> .....	<b>245,688</b>	<b>58,542</b>	<b>60,204</b>	<b>64,697</b>	<b>62,245</b>	<b>61,234</b>	<b>62,444</b>	<b>60,341</b>	<b>62,011</b>	<b>60,847</b>	<b>62,490</b>	<b>63,066</b>	<b>64,374</b>
2	Travel (table 1, line 6) .....	71,250	15,652	18,119	20,354	17,125	15,809	18,215	17,903	18,260	17,149	17,938	18,138	18,374
3	Passenger fares (table 1, line 7) .....	19,986	4,581	5,000	5,733	4,682	4,651	5,049	4,916	5,052	4,843	4,995	5,240	5,240
4	Other transportation (table 1, line 8) .....	25,518	6,201	6,261	6,367	6,689	6,362	6,710	6,338	6,268	6,339	6,575	6,501	6,715
5	Freight .....	11,178	2,824	2,801	2,669	2,884	2,769	2,860	2,872	2,769	2,684	2,852	2,819	2,826
6	Port services .....	14,340	3,377	3,460	3,698	3,805	3,592	3,850	3,465	3,498	3,654	3,722	3,682	3,889
7	Royalties and license fees (table 1, line 9) .....	36,808	8,655	8,716	8,866	10,571	9,124	9,088	8,882	9,002	9,029	9,894	9,337	9,396
8	Affiliated .....	26,761	6,277	6,256	6,328	7,900	6,427	6,326	6,504	6,542	6,491	7,223	6,640	6,634
9	U.S. parents' receipts .....	24,712	5,805	5,899	5,950	7,058	5,929	5,851	5,963	6,066	6,091	6,591	6,081	6,014
10	U.S. affiliates' receipts .....	2,049	472	357	378	842	498	475	541	476	400	632	559	620
11	Unaffiliated .....	10,047	2,378	2,460	2,538	2,671	2,697	2,762	2,378	2,460	2,538	2,671	2,697	2,762
12	Industrial processes <sup>1</sup> .....	4,138	973	1,018	1,053	1,094	1,093	1,097	973	1,018	1,053	1,094	1,093	1,097
13	Other <sup>2</sup> .....	5,909	1,405	1,442	1,485	1,578	1,604	1,665	1,405	1,442	1,485	1,578	1,604	1,665
14	Other private services (table 1, line 10) .....	92,116	23,453	22,108	23,377	23,178	25,288	23,382	22,302	23,296	23,278	23,240	24,095	24,649
15	Affiliated services .....	28,321	6,752	7,058	7,111	7,400	7,190	7,163	6,987	7,114	7,184	7,036	7,454	7,224
16	U.S. parents' receipts .....	18,212	4,503	4,657	4,282	4,770	4,455	4,453	4,608	4,631	4,411	4,561	4,560	4,422
17	U.S. affiliates' receipts .....	10,109	2,249	2,401	2,829	2,630	2,735	2,710	2,379	2,483	2,773	2,475	2,894	2,802
18	Unaffiliated services .....	63,795	16,701	15,050	16,266	15,778	18,098	16,219	15,315	16,182	16,094	16,204	16,641	17,425
19	Education .....	8,964	3,629	1,142	2,416	1,777	3,866	1,134	2,160	2,251	3,778	2,243	2,312	2,309
20	Financial services .....	13,698	3,132	3,778	3,419	3,369	3,419	3,939	3,132	3,132	3,419	3,369	3,419	3,939
21	Insurance, net .....	2,842	683	696	717	746	794	831	696	717	746	794	831	
22	Premiums received .....	6,985	1,657	1,722	1,780	1,826	1,860	1,887	1,657	1,722	1,780	1,826	1,860	1,887
23	Losses paid .....	4,143	974	1,026	1,063	1,080	1,066	1,056	974	1,026	1,063	1,080	1,066	1,056
24	Telecommunications .....	3,689	955	926	900	908	882	872	955	926	900	908	882	872
25	Business, professional, and technical services .....	24,338	5,858	6,017	6,164	6,299	6,544	6,746	5,858	6,017	6,164	6,299	6,544	6,746
26	Other unaffiliated services <sup>3</sup> .....	10,264	2,444	2,490	2,649	2,680	2,593	2,697	2,527	2,513	2,583	2,640	2,690	2,728
27	<b>Imports of private services</b> .....	<b>165,321</b>	<b>36,887</b>	<b>42,553</b>	<b>45,614</b>	<b>40,267</b>	<b>39,935</b>	<b>46,105</b>	<b>39,858</b>	<b>41,424</b>	<b>41,739</b>	<b>42,304</b>	<b>43,198</b>	<b>44,893</b>
28	Travel (table 1, line 23) .....	56,105	11,662	15,193	17,234	12,016	12,543	16,110	13,736	14,168	14,070	14,131	14,847	14,995
29	Passenger fares (table 1, line 24) .....	19,797	4,232	5,325	5,722	4,518	4,691	5,713	4,629	4,958	5,085	5,125	5,114	5,316
30	Other transportation (table 1, line 25) .....	30,457	7,147	7,533	7,820	7,957	7,554	8,219	7,321	7,590	7,700	7,849	7,726	8,290
31	Freight .....	19,412	4,485	4,829	5,016	5,082	4,806	5,324	4,548	4,858	4,999	5,006	4,864	5,368
32	Port services .....	11,048	2,663	2,705	2,805	2,875	2,748	2,895	2,773	2,732	2,701	2,843	2,862	2,922
33	Royalties and license fees (table 1, line 26) .....	11,292	2,939	2,587	2,685	3,081	3,162	3,116	2,955	2,694	2,721	2,923	3,176	3,242
34	Affiliated .....	8,374	2,001	1,943	2,001	2,429	2,500	2,438	2,017	2,050	2,037	2,271	2,514	2,564
35	U.S. parents' payments .....	1,169	290	273	298	308	304	316	290	273	298	308	304	316
36	U.S. affiliates' payments .....	7,205	1,711	1,670	1,703	2,121	2,196	2,122	1,727	1,777	1,739	1,963	2,210	2,248
37	Unaffiliated .....	2,918	938	644	684	652	662	678	938	644	684	652	662	678
38	Industrial processes <sup>1</sup> .....	1,546	372	382	392	401	408	414	372	382	392	401	408	414
39	Other <sup>2</sup> .....	1,372	567	262	292	252	254	264	567	262	292	252	254	264
40	Other private services (table 1, line 27) .....	47,670	10,907	11,915	12,153	12,695	11,985	12,947	11,217	12,014	12,163	12,276	12,335	13,050
41	Affiliated services .....	19,095	4,014	4,759	4,881	5,441	4,752	5,429	4,267	4,856	4,974	4,998	5,033	5,532
42	U.S. parents' payments .....	9,730	2,047	2,367	2,405	2,911	2,315	2,744	2,288	2,424	2,453	2,565	2,581	2,803
43	U.S. affiliates' payments .....	9,365	1,967	2,392	2,476	2,530	2,437	2,685	1,979	2,432	2,521	2,433	2,452	2,729
44	Unaffiliated services .....	28,575	6,893	7,156	7,272	7,254	7,233	7,518	6,950	7,158	7,189	7,278	7,302	7,518
45	Education .....	1,538	300	378	484	377	335	423	356	380	401	401	404	423
46	Financial services .....	3,771	927	1,010	932	902	834	921	927	1,010	932	902	834	921
47	Insurance, net .....	6,908	1,702	1,717	1,736	1,753	1,816	1,878	1,702	1,717	1,736	1,753	1,816	1,878
48	Premiums received .....	18,581	4,329	4,572	4,770	4,910	4,998	5,054	4,329	4,572	4,770	4,910	4,998	5,054
49	Losses recovered .....	11,673	2,627	2,855	3,034	3,157	3,183	3,175	2,627	2,855	3,034	3,157	3,183	3,175
50	Telecommunications .....	8,125	2,050	2,032	2,014	2,029	2,024	2,011	2,050	2,032	2,014	2,029	2,024	2,011
51	Business, professional, and technical services .....	7,684	1,786	1,884	1,968	2,045	2,103	2,160	1,786	1,884	1,968	2,045	2,103	2,160
52	Other unaffiliated services <sup>3</sup> .....	549	129	135	138	148	121	124	129	135	138	148	121	124
<b>Memoranda:</b>														
53	Balance on goods (table 1, line 71) .....	-246,932	-47,661	-59,612	-75,009	-64,650	-67,559	-81,108	-54,876	-63,500	-64,969	-63,587	-74,203	-84,646
54	Balance on private services (line 1 minus line 27) .....	80,367	21,655	17,651	19,083	21,978	21,299	16,339	20,483	20,587	19,108	20,186	19,868	19,481
55	Balance on goods and private services (lines 53 and 54) .....	-166,565	-26,006	-41,961	-55,926	-42,672	-46,260	-64,769	-34,393	-42,913	-45,861	-43,401	-54,335	-65,165

See footnotes on page 41.

Table 4.—Selected U.S. Government Transactions

[Millions of dollars]

Line		1998	Not seasonally adjusted					
			1998				1999	
			I	II	III	IV	I'	II'
A1	<b>U.S. Government grants and transactions increasing Government assets, total</b>	<b>17,610</b>	<b>3,559</b>	<b>3,351</b>	<b>3,971</b>	<b>6,729</b>	<b>3,635</b>	<b>5,050</b>
	<b>By category</b>							
2	Grants, net	13,079	2,345	2,169	2,824	5,742	2,209	2,803
3	U.S. Government current grants, net (table 1, line 36, with sign reversed)	13,057	2,340	2,168	2,807	5,742	2,200	2,802
4	Financing military purchases <sup>1</sup>	4,075	596	340	590	2,549	492	670
5	Other grants	8,982	1,744	1,829	2,217	3,193	1,708	2,131
6	Cash contributions received from coalition partners for Persian Gulf operations							
7	Debt forgiveness (table 1, part of Line 39, with sign reversed)	22	5	(*)	17		9	3
8	Credits and other long-term assets (table 1, line 47, with sign reversed)	4,676	1,192	1,156	1,285	1,043	1,304	2,063
9	Capital subscriptions and contributions to international financial institutions, excluding IMF	1,580	385	444	413	338	394	456
10	Credits repayable in U.S. dollars	2,431	647	610	627	548	726	1,439
11	Credits repayable in other than U.S. dollars	-3	(*)	-7	2	1	-6	1
12	Other long-term assets	667	159	109	243	157	191	167
13	Foreign currency holdings and short-term assets, net (table 1, line 49 with sign reversed)	-145	22	26	-138	-55	122	183
14	Foreign currency holdings (excluding administrative cash holdings), net	22	5	-5	38	-17	7	1
	Receipts from:							
15	Sales of agricultural commodities							
16	Interest	43	4	4	4	30	1	(*)
17	Repayments of principal	22	11	3	6	2	8	2
18	Reverse grants							
19	Other sources							(*)
	Less currencies disbursed for:							
20	Grants and credits in the recipient's currency	2	(*)	(*)	1			
21	Other grants and credits							
22	Other U.S. Government expenditures	42	10	12	-29	49	2	2
23	Assets acquired in performance of U.S. Government guarantee and insurance obligations, net	44	-1	11	(*)	34	19	139
24	Other assets held under Commodity Credit Corporation Charter Act, net	(*)	(*)	(*)	(*)	(*)	(*)	(*)
25	Assets financing military sales contracts, net <sup>2</sup>							
26	Other short-term assets (including changes in administrative cash holdings), net	-210	18	21	-176	-72	96	43
	<b>By program</b>							
27	Capital subscriptions and contributions to international financial institutions, excluding IMF	1,580	385	444	413	338	394	456
28	Under Agricultural Trade Development and Assistance Act and related programs	1,012	181	183	273	376	174	301
29	Under Foreign Assistance Act and related programs	11,532	2,074	1,879	2,442	5,138	1,903	2,327
30	Under Export-Import Bank Act	1,528	388	512	244	384	193	268
31	Under Commodity Credit Corporation Charter Act	325	140	6	147	33	467	1,204
32	Under other grant and credit programs	1,150	209	202	347	393	211	282
33	Other foreign currency assets acquired (lines A16, A17, and A19)	65	16	7	10	32	10	3
34	Less foreign currencies used by U.S. Government other than for grants or credits (line A22)	42	10	12	-29	49	2	2
35	Other (including changes in administrative cash holdings), net	457	176	130	66	85	287	210
	<b>By disposition<sup>3</sup></b>							
36	Estimated transactions involving no direct dollar outflow from the United States	11,253	2,275	2,030	2,565	4,383	2,232	3,473
37	Expenditures on U.S. goods	5,441	778	927	894	2,841	603	804
38	Expenditures on U.S. services <sup>4</sup>	3,042	662	717	825	838	620	794
39	Financing of military sales contracts by U.S. Government <sup>6</sup> (line C6)	2,304	635	348	631	690	513	656
40	By long-term credits	215	66	37	68	44	48	24
41	By short-term credits <sup>1</sup>							
42	By grants <sup>1</sup>	2,089	569	312	563	646	464	632
43	U.S. Government grants and credits to repay prior U.S. Government credits <sup>1,4</sup>	390	161	13	186	30	480	1,082
44	U.S. Government long- and short-term credits to repay prior U.S. private credits <sup>6</sup> and other assets	130	51	45	3	34	20	142
45	Increase in liabilities associated with U.S. Government grants and transactions increasing Government assets (including changes in retained accounts) <sup>7</sup> (line C11)	(*)	(*)	(*)	(*)	(*)	(*)	(*)
46	Less receipts on short-term U.S. Government assets (a) financing military sales contracts <sup>1</sup> (b) financing repayment of private credits and other assets, and (c) financing expenditures on U.S. goods	14	2	9	2	1	1	3
47	Less foreign currencies used by U.S. Government other than for grants or credits (line A22)	42	10	12	-29	49	2	2
48	Estimated dollar payments to foreign countries and international financial institutions	6,357	1,284	1,322	1,406	2,347	1,403	1,576
B1	<b>Repayments on U.S. Government long-term assets, total (table 1, line 48)</b>	<b>4,102</b>	<b>1,133</b>	<b>699</b>	<b>1,332</b>	<b>938</b>	<b>1,545</b>	<b>1,866</b>
2	Receipts of principal on U.S. Government credits	3,354	948	578	1,085	743	1,349	1,680
3	Under Agricultural Trade Development and Assistance Act and related programs	302	32	30	106	134	52	31
4	Under Foreign Assistance Act and related programs	1,507	534	276	470	227	564	262
5	Under Export-Import Bank Act	923	223	238	243	219	253	294
6	Under Commodity Credit Corporation Charter Act	375	159	32	153	32	473	1,089
7	Under other credit programs	247	(*)	3	113	131	8	5
8	Receipts on other long-term assets	748	186	121	246	196	196	187
C1	<b>U.S. Government liabilities other than securities, total, net increase (+) (table 1, line 60)</b>	<b>-3,113</b>	<b>-1,028</b>	<b>-807</b>	<b>-224</b>	<b>-1,054</b>	<b>-1,594</b>	<b>-770</b>
2	Associated with military sales contracts <sup>2</sup>	-3,101	-1,082	-752	-212	-1,056	-1,595	-768
3	U.S. Government cash receipts from foreign governments (including principal repayments on credits financing military sales contracts), net of refunds <sup>1</sup>	12,525	3,036	3,166	2,488	3,835	1,730	1,914
4	Less U.S. Government receipts from principal repayments	809	342	105	274	87	289	85
5	Less U.S. Treasury securities issued in connection with prepayments for military purchases in the United States	-32	-195	-327	-922	1,412	-791	-981
6	Plus financing of military sales contracts by U.S. Government <sup>5</sup> (line A39)	2,304	635	348	631	690	513	656
7	By long-term credits	215	66	37	68	44	48	24
8	By short-term credits <sup>1</sup>							
9	By grants <sup>1</sup>	2,089	569	312	563	646	464	632
10	Less transfers of goods and services (including transfers financed by grants for military purchases, and by credits) <sup>1,2</sup> (table 1, line 5)	17,155	4,606	4,489	3,979	4,081	4,339	4,234
11	Associated with U.S. Government grants and transactions increasing Government assets (including changes in retained accounts) <sup>7</sup> (line A45)	(*)	(*)	(*)	(*)	(*)	(*)	(*)
12	Associated with other liabilities	-10	54	-55	-12	2	1	-2
13	Sales of nuclear material by Department of Energy/U.S. Enrichment Corporation	-11	62	-53	-20			
14	Sales of space launch and other services by National Aeronautics and Space Administration	3	-4	-1	2	6	-3	-2
15	Other sales and miscellaneous operations	-2	-4	-1	6	-4	4	(*)

See footnotes on page 41.



Table 5.—Direct Investment: Income, Capital, Royalties and License Fees, and Other Private Services

[Millions of dollars]

Line	(Credits +; debits -)	1998	Not seasonally adjusted						Seasonally adjusted					
			1998				1999		1998				1999	
			I	II	III	IV	I'	II'	I	II	III	IV	I'	II'
<b>U.S. direct investment abroad:</b>														
1	Income with current-cost adjustment, before deduction of withholding taxes (table 1, line 14)	102,846	27,804	27,095	22,779	25,168	27,313	28,865	27,338	26,744	23,124	25,639	26,910	28,466
2	Earnings	100,071	27,119	26,403	22,108	24,441	26,455	27,988	26,653	26,052	22,452	24,913	26,052	27,589
3	Distributed earnings	41,419	8,475	7,734	9,171	16,039	9,006	6,435	11,298	8,719	10,911	10,491	12,201	7,237
4	Reinvested earnings	58,651	18,643	18,669	12,937	8,402	17,449	21,553	15,355	17,333	11,541	14,421	13,851	20,352
5	Interest <sup>1</sup>	2,775	685	692	672	726	858	877	685	692	672	726	858	877
6	U.S. parents' receipts	5,742	1,339	1,410	1,484	1,509	1,464	1,480	1,339	1,410	1,484	1,509	1,464	1,480
7	U.S. parents' payments	-2,967	-654	-718	-812	-783	-606	-603	-654	-718	-812	-783	-606	-603
8	Less: Current-cost adjustment	11,185	2,748	2,786	2,815	2,836	2,848	2,852	2,748	2,786	2,815	2,836	2,848	2,852
9	Less: Withholding taxes	1,419	285	254	307	573	293	231	322	293	361	443	327	255
10	Equals: Income without current-cost adjustment, after deduction of withholding taxes <sup>2</sup>	90,242	24,771	24,055	19,657	21,759	24,172	25,782	24,268	23,665	19,948	22,360	23,735	25,358
11	Petroleum	8,058	2,622	2,396	1,867	1,173	1,959	2,198	2,350	2,485	2,011	1,212	1,751	2,265
12	Manufacturing	31,417	9,079	8,811	6,368	7,159	8,119	8,677	8,848	8,332	6,515	7,722	7,890	8,186
13	Other	50,766	13,070	12,848	11,422	13,426	14,094	14,907	13,070	12,848	11,422	13,426	14,094	14,907
14	Capital with current-cost adjustment (table 1, line 51)	-132,829	-40,589	-44,507	-22,981	-24,752	-44,983	-36,242	-37,300	-43,172	-21,586	-30,773	-41,385	-35,042
15	Equity capital	-59,427	-12,245	-20,284	-13,776	-13,122	-19,809	-10,421	-12,245	-20,284	-13,776	-13,122	-19,809	-10,421
16	Increases in equity capital <sup>3</sup>	-79,857	-16,889	-24,742	-18,366	-19,860	-22,822	-20,187	-16,889	-24,742	-18,366	-19,860	-22,822	-20,187
17	Decreases in equity capital <sup>4</sup>	20,430	4,644	4,458	4,591	6,739	3,013	9,766	4,644	4,458	4,591	6,739	3,013	9,766
18	Reinvested earnings	-58,651	-18,643	-18,669	-12,937	-8,402	-17,449	-21,553	-15,355	-17,333	-11,541	-14,421	-13,851	-20,352
19	Intercompany debt	-14,753	-9,700	-5,555	3,731	-3,229	-7,725	-4,269	-9,700	-5,555	3,731	-3,229	-7,725	-4,269
20	U.S. parents' receivables	-22,277	-5,580	-6,207	-1,878	-8,612	-5,195	-5,137	-5,580	-6,207	-1,878	-8,612	-5,195	-5,137
21	U.S. parents' payables	7,526	-4,120	653	5,610	5,838	-2,530	868	-4,120	653	5,610	5,838	-2,530	868
22	Less: Current-cost adjustment (line 8 with sign reversed)	-11,185	-2,748	-2,786	-2,815	-2,836	-2,848	-2,852	-2,748	-2,786	-2,815	-2,836	-2,848	-2,852
23	Equals: Capital without current-cost adjustment <sup>2</sup>	-121,644	-37,841	-41,726	-20,166	-21,916	-33,390	-34,552	-40,386	-18,771	-27,937	-38,537	-41,385	-35,042
24	Equity capital (line 15)	-59,427	-12,245	-20,284	-13,776	-13,122	-19,809	-10,421	-12,245	-20,284	-13,776	-13,122	-19,809	-10,421
25	Petroleum	-7,254	-2,397	-1,443	-1,862	-1,552	-820	-2,397	-1,443	-1,862	-1,552	-820	-2,397	-1,443
26	Manufacturing	-15,160	-5,304	-6,242	-4,417	-2,897	-5,920	-5,580	-5,304	-6,242	-4,417	-2,897	-5,920	-5,580
27	Other	-37,012	-4,544	-2,599	-7,807	-8,362	-9,337	-4,021	-4,544	-2,599	-7,807	-8,362	-9,337	-4,021
28	Reinvested earnings without current-cost adjustment (line 18 less line 22)	-47,466	-15,895	-15,883	-10,122	-5,566	-14,601	-18,701	-12,607	-14,547	-8,726	-11,586	-11,003	-17,500
29	Petroleum	-2,988	-1,161	-1,370	-881	-423	-686	-1,040	-1,161	-1,370	-881	-423	-686	-1,040
30	Manufacturing	-13,806	-5,902	-5,462	-1,984	-458	-4,916	-6,486	-4,902	-5,462	-1,926	-2,568	-4,025	-5,646
31	Other	-30,672	-8,833	-9,050	-7,257	-5,532	-8,999	-11,174	-6,998	-8,675	-5,979	-9,020	-6,721	-10,675
32	Intercompany debt (line 19)	-14,753	-9,700	-5,555	3,731	-3,229	-7,725	-4,269	-9,700	-5,555	3,731	-3,229	-7,725	-4,269
33	Petroleum	462	-225	-289	96	880	-1,525	-465	-225	-289	96	880	-1,525	-465
34	Manufacturing	2,288	-1,277	724	1,244	1,597	-4,204	841	-1,277	724	1,244	1,597	-4,204	841
35	Other	-17,501	-8,198	-5,989	2,392	-5,706	-1,997	-4,644	-8,198	-5,989	2,392	-5,706	-1,997	-4,644
36	Royalties and license fees, before deduction of withholding taxes, net	23,541	5,515	5,626	5,651	6,749	5,624	5,534	5,673	5,793	5,793	6,283	5,777	5,698
37	U.S. parents' receipts (table 1, part of line 9)	24,712	5,805	5,899	5,950	7,058	5,929	5,851	5,963	6,066	6,091	6,591	6,081	6,014
38	U.S. parents' payments (table 1, part of line 26)	-1,169	-290	-273	-298	-308	-304	-316	-290	-273	-298	-308	-304	-316
39	Other private services, before deduction of withholding taxes, net	8,842	2,456	2,291	1,877	1,858	2,140	1,709	2,320	2,207	1,958	1,996	1,979	1,619
40	U.S. parents' receipts (table 1, part of line 10)	18,212	4,503	4,657	4,282	4,770	4,455	4,453	4,608	4,631	4,411	4,561	4,560	4,422
41	U.S. parents' payments (table 1, part of line 27)	-9,370	-2,047	-2,367	-2,405	-2,911	-2,315	-2,744	-2,288	-2,424	-2,453	-2,565	-2,581	-2,803
<b>Foreign direct investment in the United States:</b>														
42	Income with current-cost adjustment, before deduction of withholding taxes (table 1, line 31)	-43,441	-10,012	-11,089	-11,540	-10,800	-11,596	-14,928	-10,501	-10,567	-11,290	-11,081	-12,076	-14,363
43	Earnings	-32,425	-7,503	-8,382	-8,661	-7,879	-8,485	-11,489	-7,992	-7,861	-8,411	-8,160	-8,965	-10,925
44	Distributed earnings	-19,638	-3,866	-4,077	-3,021	-8,674	-3,550	-5,508	-4,231	-4,363	-4,000	-7,043	-3,806	-6,066
45	Reinvested earnings	-12,789	-3,637	-4,306	-5,641	795	-4,935	-5,981	-3,761	-3,498	-4,411	-1,117	-5,159	-4,859
46	Interest <sup>1</sup>	-11,015	-2,509	-2,706	-2,879	-2,921	-3,111	-3,438	-2,509	-2,706	-2,879	-2,921	-3,111	-3,438
47	U.S. affiliates' payments	-13,014	-2,889	-3,201	-3,372	-3,552	-3,579	-3,879	-2,889	-3,201	-3,372	-3,552	-3,579	-3,879
48	U.S. affiliates' receipts	1,999	380	495	493	631	468	441	380	495	493	631	468	441
49	Less: Current-cost adjustment	-4,415	-1,046	-1,085	-1,123	-1,161	-1,197	-1,232	-1,046	-1,085	-1,123	-1,161	-1,197	-1,232
50	Less: Withholding taxes	-1,011	-112	-127	-130	-642	-168	-107	-112	-112	-167	-556	-142	-140
51	Equals: Income without current-cost adjustment, after deduction of withholding taxes <sup>2</sup>	-38,015	-8,854	-9,877	-10,287	-8,997	-10,231	-13,589	-9,350	-9,301	-10,000	-9,364	-10,738	-12,991
52	Petroleum	-1,443	-314	-513	-610	-6	-159	-777	-314	-513	-610	-6	-159	-777
53	Manufacturing	-20,696	-4,322	-5,395	-5,114	-5,865	-6,462	-7,199	-4,818	-4,819	-4,827	-6,232	-6,968	-6,602
54	Other	-15,876	-4,218	-3,969	-4,563	-3,126	-3,611	-5,612	-4,218	-3,969	-4,563	-3,126	-3,611	-5,612
55	Capital with current-cost adjustment (table 1, line 64)	193,375	26,892	21,755	26,135	118,593	22,725	119,679	27,016	20,946	24,906	120,505	22,949	118,557
56	Equity capital	154,204	11,875	11,260	22,736	108,333	7,888	108,705	11,875	11,260	22,736	108,333	7,888	108,705
57	Increases in equity capital <sup>3</sup>	176,031	14,320	13,166	32,033	116,512	12,720	110,269	14,320	13,166	32,033	116,512	12,720	110,269
58	Decreases in equity capital <sup>4</sup>	-21,828	-2,445	-1,906	-9,298	-8,179	-4,833	-1,564	-2,445	-1,906	-9,298	-8,179	-4,833	-1,564
59	Reinvested earnings	12,789	3,637	4,306	5,641	795	4,935	5,981	3,637	4,306	5,641	795	4,935	5,981
60	Intercompany debt	26,383	11,380	6,189	-2,241	11,055	9,902	4,993	11,380	6,189	-2,241	11,055	9,902	4,993
61	U.S. affiliates' payables	40,093	9,947	7,881	-1,281	23,546	17,053	5,484	9,947	7,881	-1,281	23,546	17,053	5,484
62	U.S. affiliates' receivables	-13,713	1,432	-1,693	-960	-12,492	-7,150	-491	1,432	-1,693	-960	-12,492	-7,150	-491
63	Less: Current-cost adjustment (line 49 with sign reversed)	4,415	1,046	1,085	1,123	1,161	1,197	1,232	1,046	1,085	1,123	1,161	1,197	1,232
64	Equals: Capital without current-cost adjustment <sup>2</sup>	188,960	25,846	20,670	25,012	117,432	21,528	118,447	25,846	20,670	25,012	117,432	21,528	118,447
65	Equity capital (line 56)	154,204	11,875	11,260	22,736	108,333	7,888	108,705	11,875	11,260	22,736	108,333	7,888	108,705
66	Petroleum	60,088	-668	447	399	59,910	436	3,147	-668	447	399	59,910	436	3,147
67	Manufacturing	64,448	1,656	4,714	19,571	38,507	4,627	16,920	1,656	4,714	19,571	38,507	4,627	16,920
68	Other	29,669	10,887	6,100	2,766	9,916	2,825	88,638	10,887	6,100	2,766	9,916	2,825	88,638
69	Reinvested earnings without current-cost adjustment (line 59 less line 63)	8,374	2,591	3,221	4,518	-1,956	3,738	4,749	2,591	3,221	4,518	-1,956	3,738	4,749
70	Pet													

**Table 6.—Securities Transactions**

[Millions of dollars]

Line	(Credits +; debits -)	1998	Not seasonally adjusted					
			1998				1999	
			I	II	III	IV	I <sup>r</sup>	II <sup>r</sup>
A1	<b>Foreign securities, net U.S. purchases (-), (table 1, line 52 or lines 2 + 13 below)</b>	<b>-102,817</b>	<b>-14,116</b>	<b>-32,886</b>	<b>14,994</b>	<b>-70,809</b>	<b>8,132</b>	<b>-26,387</b>
2	<b>Stocks, net U.S. purchases</b>	<b>-77,753</b>	<b>-3,500</b>	<b>-3,083</b>	<b>8,191</b>	<b>-79,361</b>	<b>8,346</b>	<b>-31,164</b>
3	New issues in the United States	-11,608	-1,144	-4,856	-2,707	-2,901	-1,121	-2,598
4	Of which Western Europe	-3,949	-138	-1,963	-1,679	-169	(D)	(D)
5	Canada	(D)	(D)	(D)	(D)	(D)	(D)	-1,361
6	Latin America	(D)	(D)	(D)	(D)	(D)	(D)	(D)
7	Transactions in outstanding stocks, net	-66,145	-2,356	1,773	10,898	-76,460	9,467	-28,566
8	Western Europe	-54,489	1,872	8,444	13,373	-78,178	17,217	-21,407
9	Of which United Kingdom	-37,757	1,659	8,106	4,042	-51,564	14,571	-33,128
10	Canada	4,043	-31	362	2,684	1,048	-45	-1,338
11	Japan	-1,437	-2,632	2,722	356	-1,883	-8,710	-8,566
12	Other	-14,262	-1,365	-9,755	-5,495	2,553	1,005	69
13	<b>Bonds, net U.S. purchases</b>	<b>-25,064</b>	<b>-10,616</b>	<b>-29,803</b>	<b>6,803</b>	<b>8,552</b>	<b>-214</b>	<b>4,777</b>
14	New issues in the United States	-58,295	-13,658	-24,270	-10,702	-9,665	-7,791	-13,725
15	By issuer:							
16	Central governments and their agencies and corporations	-8,701	-300	-7,142	-984	-275	-3,790	-4,843
17	Other governments and their agencies and corporations <sup>1</sup>	-2,764		-1,971	-500	-293	-225	-175
18	Private corporations	-46,420	-13,358	-15,157	-9,218	-8,687	-3,776	-8,707
19	International financial institutions <sup>2</sup>	-410				-410		
20	By area:							
21	Western Europe	-17,474	-6,196	-5,756	-3,907	-1,615		-3,763
22	Canada	-9,940	-775	-2,335	-3,141	-3,689	-1,825	-560
23	Japan	-2,271	-2,271				-50	
24	Latin America	-13,216	-2,199	-5,970	-2,466	-2,581	-3,460	-6,490
25	Other countries	-14,984	-2,217	-10,209	-1,188	-1,370	-2,456	-2,912
26	International financial institutions <sup>2</sup>	-410				-410		
27	Redemptions of U.S.-held foreign bonds <sup>3</sup>	17,525	3,102	5,580	4,607	4,236	3,463	2,417
28	Western Europe	3,682	1,065	886	1,057	674	798	1,404
29	Canada	3,136	890	1,018	591	637	1,123	572
30	Other countries	10,707	1,147	3,676	2,959	2,925	1,542	441
31	International financial institutions <sup>2</sup>							
32	Other transactions in outstanding bonds, net <sup>3</sup>	15,706	-60	-11,113	12,898	13,981	4,114	16,085
33	Western Europe	-3,088	-645	-12,907	-337	10,801	3,674	11,497
34	Of which United Kingdom	-5,648	-959	-10,505	-3,430	9,246	3,034	12,165
35	Canada	2,110	-9	-567	4,010	-1,324	-233	621
36	Japan	3,251	-2,835	-2,844	3,158	5,772	-1,716	3,209
37	Other	13,433	3,429	5,205	6,067	-1,268	2,389	758
B1	<b>U.S. securities, excluding Treasury securities and transactions of foreign official agencies, net foreign purchases (+), (table 1, line 66 of lines 2 + 10 below)</b>	<b>218,026</b>	<b>76,810</b>	<b>71,785</b>	<b>20,103</b>	<b>49,328</b>	<b>61,540</b>	<b>77,272</b>
2	<b>Stocks, net foreign purchases</b>	<b>47,487</b>	<b>30,227</b>	<b>14,203</b>	<b>-5,362</b>	<b>8,419</b>	<b>8,841</b>	<b>28,790</b>
3	By area:							
4	Western Europe	65,209	27,144	22,101	13,724	2,240	17,900	18,860
5	Of which Germany	10,149	1,881	4,228	4,028	12	2,326	3,778
6	Switzerland	5,262	3,702	4,625	425	-3,490	2,043	3,085
7	United Kingdom	21,982	10,647	4,070	3,272	3,993	6,953	4,514
8	Canada	-5,725	-178	-2,009	-937	-2,601	1,166	-833
9	Japan	-2,079	-3,247	-253	373	1,048	-2,944	1,989
10	Other	-9,918	6,508	-5,636	-18,522	7,732	-7,281	8,774
11	Corporate and other bonds, net foreign purchases	170,539	46,583	57,582	25,465	40,909	52,699	48,482
12	By type:							
13	New issues sold abroad by U.S. corporations	53,978	15,829	15,664	13,314	9,171	9,332	7,823
14	U.S. federally sponsored agency bonds, net	48,348	19,873	17,188	1,347	9,940	18,021	17,042
15	Other outstanding bonds, net	68,213	10,881	24,730	10,804	21,798	25,346	23,617
16	By area:							
17	Western Europe	123,080	24,593	35,784	24,629	38,074	30,954	29,134
18	Of which Germany	4,425	857	1,726	1,129	713	1,846	1,389
19	Switzerland	3,595	370	1,808	1,296	121	1,088	471
20	United Kingdom	96,837	19,769	27,701	18,267	31,100	23,356	23,412
21	Canada	5,806	1,861	1,488	1,511	946	1,075	526
22	Japan	8,345	664	3,888	-1,261	5,054	1,308	1,518
23	Other countries	33,053	19,439	16,170	691	-3,247	19,539	17,307
24	International financial institutions <sup>2</sup>	255	26	252	-105	82	-177	-3
<b>Memoranda:</b>								
Other foreign transactions in marketable, long-term U.S. securities included elsewhere in international transactions accounts:								
Foreign official assets in the United States (lines in table 9):								
1	U.S. Treasury marketable bonds (line A4)	4,123	6,186	-1,426	-26,755	26,118	-7,081	-3,076
2	Other U.S. Government securities (line A6)	6,332	2,610	254	1,906	1,562	5,993	5,792
3	U.S. corporate and other bonds (part of line A14)	202	97	802	-608	-89	-310	-678
4	U.S. stocks (part of line A14)	-3,679	-1,053	30	-1,886	-770	408	176
5	Other foreign transactions in U.S. Treasury bonds and notes (table 9, line B4)	41,744	4,145	29,084	1,011	7,494	-10,363	4,657

See footnotes on page 41.

Table 7.—Claims on and Liabilities to Unaffiliated Foreigners Reported by U.S. Nonbanking Concerns

[Millions of dollars]

Line	(Credits +; increase in U.S. liabilities or decrease in U.S. assets. Debits -; decrease in U.S. liabilities or increase in U.S. assets.)	1998	Not seasonally adjusted						Amounts outstanding June 30, 1999
			1998				1999		
			I	II	III	IV	I <sup>r</sup>	II <sup>1</sup>	
A1	<b>Claims, total (table 1, line 53)</b> .....	<b>-25,041</b>	<b>-6,596</b>	<b>-14,327</b>	<b>-20,320</b>	<b>16,202</b>	<b>-13,853</b>	<b>-26,429</b>	<b>630,457</b>
2	Financial claims .....	-23,434	-6,417	-14,194	-19,528	16,705	-14,146	-26,429	599,492
3	<i>Denominated in U.S. dollars</i> .....	-28,419	-1,798	-12,927	-18,075	4,381	-3,257	-26,429	503,720
4	<i>Denominated in foreign currencies</i> .....	4,985	-4,619	-1,267	-1,453	12,324	-10,889	.....	95,772
5	By type: Deposits <sup>2</sup> .....	-719	18,264	-18,995	-19,504	19,516	-18,694	-24,600	484,302
6	Financial intermediaries' accounts .....	-21,807	-23,491	4,664	-1,143	-1,837	4,892	-1,829	108,703
7	Other claims <sup>3</sup> .....	-908	-1,190	137	1,119	-974	-344	.....	6,487
8	By area: Industrial countries <sup>4</sup> .....	-13,734	-6,444	-13,437	-11,250	17,397	-20,182	.....	313,244
9	Of which United Kingdom .....	-780	-2,496	-1,807	-12,949	16,472	-15,059	.....	188,885
10	Canada .....	3,851	-288	-1,696	3,843	1,992	-2,339	.....	9,241
11	Caribbean banking centers <sup>5</sup> .....	-10,051	2,123	-2,552	-8,547	-1,075	6,588	-24,600	268,778
12	Other .....	351	-2,096	1,795	269	383	-532	-1,829	17,470
13	Commercial claims .....	-1,607	-179	-133	-792	-503	293	.....	30,965
14	<i>Denominated in U.S. dollars</i> .....	-1,853	-565	-427	-66	-795	33	.....	29,596
15	<i>Denominated in foreign currencies</i> .....	246	386	294	-726	292	260	.....	1,369
16	By type: Trade receivables .....	-1,239	1	134	-493	-881	395	.....	26,816
17	Advance payments and other claims .....	-368	-180	-267	-299	378	-102	.....	4,149
18	By area: Industrial countries <sup>4</sup> .....	-835	-792	105	-189	41	-33	.....	18,360
19	Members of OPEC <sup>6</sup> .....	235	282	-236	190	-1	21	.....	1,927
20	Other .....	-1,007	331	-2	-793	-543	305	.....	10,678
B1	<b>Liabilities, total (table 1, line 68)</b> .....	<b>9,412</b>	<b>32,707</b>	<b>18,040</b>	<b>11,875</b>	<b>-53,210</b>	<b>20,188</b>	<b>-710</b>	<b>479,290</b>
2	Financial liabilities .....	13,570	33,126	17,046	12,217	-48,819	23,322	-710	448,466
3	<i>Denominated in U.S. dollars</i> .....	26,803	33,348	9,383	9,707	-25,635	20,078	-710	413,745
4	<i>Denominated in foreign currencies</i> .....	-13,233	-222	7,663	2,510	-23,184	3,244	.....	34,721
5	By type: Financial intermediaries' accounts .....	8,213	14,713	4,907	7,135	-18,542	13,300	11,390	141,258
6	Other Liabilities .....	5,357	18,413	12,139	5,082	-30,277	10,022	-12,100	307,208
7	By area: Industrial countries <sup>4</sup> .....	-1,072	21,903	15,615	2,419	-41,009	21,377	.....	239,228
8	Of which United Kingdom .....	18,638	24,802	19,221	14,002	-39,387	21,856	.....	172,081
9	Caribbean banking centers <sup>5</sup> .....	15,035	9,554	756	10,740	-6,015	573	-12,100	179,134
10	Other .....	-393	1,669	675	-942	-1,795	1,372	11,390	30,104
11	Commercial liabilities .....	-4,158	-419	994	-342	-4,391	-3,134	.....	30,824
12	<i>Denominated in U.S. dollars</i> .....	-3,759	-131	1,221	-790	-4,059	-3,516	.....	29,424
13	<i>Denominated in foreign currencies</i> .....	-399	-288	-227	448	-332	382	.....	1,400
14	By type: Trade payables .....	558	-700	-280	853	685	-962	.....	9,999
15	Advance receipts and other liabilities .....	-4,716	281	1,274	-1,195	-5,076	-2,172	.....	20,825
16	By area: Industrial countries <sup>4</sup> .....	-1,663	-624	1,011	360	-2,410	-2,696	.....	19,309
17	Members of OPEC <sup>6</sup> .....	1,096	-74	46	402	722	-478	.....	3,114
18	Other .....	-3,591	279	-63	-1,104	-2,703	40	.....	8,401

See footnotes on page 41.

Table 8.—Claims on Foreigners Reported by U.S. Banks

[Millions of dollars]

Line	(Credits +; decrease in U.S. assets. Debits -; increase in U.S. assets.)	1998	Not seasonally adjusted						Amounts outstanding June 30, 1999
			1998				1999		
			I	II	III	IV	I <sup>r</sup>	II <sup>r</sup>	
1	<b>Total (table 1, line 54)</b> .....	<b>-24,918</b>	<b>-1,062</b>	<b>-27,704</b>	<b>-33,344</b>	<b>37,192</b>	<b>27,771</b>	<b>-37,082</b>	<b>1,038,870</b>
2	By type:								
3	Banks' own claims .....	-14,388	15,656	-30,024	-29,602	29,582	34,749	-29,588	819,326
3	Payable in dollars .....	-26,569	15,857	-43,825	-32,288	33,687	40,513	-40,672	751,462
4	By borrower:								
4	Claims on:								
4	own foreign offices .....	-52,671	24,512	-36,220	-43,059	2,096	32,687	-21,038	488,986
5	unaffiliated foreign banks .....	3,498	1,505	239	-940	2,694	12,274	-10,298	104,111
6	foreign public borrowers <sup>1</sup> .....	-2,959	-7,535	295	1,393	2,888	-11,201	-2,512	37,285
7	other private foreigners .....	25,363	-2,625	-8,139	10,318	26,009	6,753	-6,824	121,080
8	By type of reporting institution: <sup>2</sup>								
8	U.S.-owned banks' claims on:								
9	own foreign offices .....	4,601	18,572	-12,020	11,206	-13,157	26,434	9,067	143,303
9	unaffiliated foreign banks .....	1,602	7,244	-6,313	5,397	-4,726	-2,424	831	29,515
9	other foreigners .....	-5,567	3,134	-3,063	5,937	-11,575	4,880	-27	45,649
10	Foreign-owned banks' claims on:								
11	own foreign offices .....	-57,272	5,940	-24,200	-54,265	15,253	6,253	-30,105	345,683
12	unaffiliated foreign banks .....	5,201	2,278	3,297	-5,001	4,627	10,178	-5,158	56,664
13	other foreigners .....	-2,088	-5,363	-3,473	-5,619	12,367	-5,583	-1,219	54,063
14	U.S. brokers' and dealers' claims on:								
14	unaffiliated foreign banks .....	-3,305	-8,017	3,255	-1,336	2,793	4,520	-5,971	17,932
15	other foreigners .....	30,259	-7,931	-1,308	11,393	28,105	-3,745	-8,090	58,653
16	Payable in foreign currencies .....	12,181	-201	13,801	2,686	-4,105	-5,764	11,084	67,864
17	Banks' domestic customers' claims .....	-10,530	-16,718	2,320	-3,742	7,610	-6,978	-7,494	219,544
18	Payable in dollars .....	1,997	-16,983	1,748	-2,643	19,875	-16,657	4,941	196,070
19	Deposits .....	-5,057	-12,296	-602	-3,594	11,435	-13,213	-2,217	93,597
20	Foreign commercial paper <sup>3</sup> .....	-2,909	-10,087	2,866	-678	4,990	-4,360	6,722	76,557
21	Other negotiable and readily transferable instruments <sup>4</sup> .....	5,936	5,663	-3,632	1,869	2,036	-13	-1,802	15,560
22	Outstanding collections and other .....	4,027	-263	3,116	-240	1,414	929	2,238	10,356
23	Payable in foreign currencies .....	-12,527	265	572	-1,099	-12,265	9,679	-12,435	23,474
24	By area:								
24	Industrial countries <sup>5</sup> .....	-27,393	7,652	-6,583	-38,509	10,047	11,183	-51,995	581,139
25	Western Europe .....	-41,803	-13,313	-25,338	-14,738	11,786	-4,304	-73,508	472,178
26	Of which United Kingdom .....	-14,485	7,327	-23,851	11,671	-9,632	5,768	-36,648	208,020
27	Canada .....	-21,561	-584	942	-15,323	-6,596	9,300	9,204	60,391
28	Japan .....	36,549	20,937	19,297	-8,228	4,543	5,875	15,479	32,619
29	Other .....	-778	612	-1,484	-220	314	312	-3,170	15,951
30	Caribbean banking centers <sup>6</sup> .....	-12,692	-12,924	-24,982	2,868	22,346	10,895	12,221	297,620
31	Other areas .....	15,167	4,210	3,861	2,297	4,799	5,693	2,692	160,111
32	Of which Members of OPEC, included below <sup>7</sup> .....	-7,592	2,514	2,131	-4,933	-7,304	6,012	2,978	17,559
33	Latin America .....	1,680	-6,543	-469	2,869	5,823	1,882	514	92,858
34	Asia .....	16,207	13,879	2,758	1,510	-1,940	5,749	1,052	56,630
35	Africa .....	508	-220	1,511	-588	-195	402	12	2,321
36	Other <sup>8</sup> .....	-3,226	-2,905	61	-1,493	1,111	-2,340	1,114	8,302
1	<b>Memoranda:</b>								
1	International banking facilities' (IBF's) own claims, payable in dollars (lines 1-13 above) .....	37,620	24,228	-7,323	6,529	14,186	18,289	-7,634	208,468
2	By borrower:								
2	Claims on:								
3	own foreign offices .....	33,029	17,547	-9,470	9,870	15,082	10,725	-8,760	119,237
3	unaffiliated foreign banks .....	5,081	7,531	2,885	-3,221	-2,114	7,553	-298	47,297
4	foreign public borrowers .....	-203	-164	-590	968	-417	306	394	5,981
5	all other foreigners .....	-287	-686	-148	-1,088	1,635	-295	1,030	35,953
6	By bank ownership: <sup>2</sup>								
6	U.S.-owned IBF's .....	-1,120	174	-2,310	-3,547	4,563	3,559	-4,595	70,179
7	Foreign-owned IBF's .....	38,615	24,054	-5,013	9,951	9,623	14,730	-3,039	138,289
8	Banks' dollar acceptances payable by foreigners .....	5,105	2,129	896	531	1,549	34	48	4,438

See footnotes on page 41.



Table 9.—Foreign Official Assets and Other Foreign Assets in the United States Reported by U.S. Banks

[Millions of dollars]

Line	(Credits +; increase in foreign assets. Debits -; decrease in foreign assets.)	1998	Not seasonally adjusted						Amounts outstanding June 30, 1999
			1998				1999		
			I	II	III	IV	I <sup>P</sup>	II <sup>P</sup>	
A1	<b>Foreign official assets in the United States, net (table 1, line 56)</b> .....	<b>-21,684</b>	<b>11,004</b>	<b>-10,551</b>	<b>-46,489</b>	<b>24,352</b>	<b>4,708</b>	<b>-986</b>	<b>794,594</b>
	By type:								
2	U.S. Treasury securities (table 1, line 58) .....	-9,957	11,336	-20,318	-32,811	31,836	800	-6,708	564,627
3	Bills and certificates .....	-14,160	5,034	-19,011	-6,178	5,995	7,764	-3,423	138,492
4	Bonds and notes, marketable .....	4,123	6,186	-1,426	-26,755	26,118	-7,081	-3,076	420,208
5	Bonds and notes, nonmarketable .....	80	116	119	122	-277	117	-209	5,927
6	Other U.S. Government securities (table 1, line 59) .....	6,332	2,610	254	1,906	1,562	5,993	5,792	52,903
7	Other U.S. Government liabilities (table 1, line 60) .....	-3,113	-1,028	-807	-224	-1,054	-1,594	-770	18,607
8	U.S. liabilities reported by U.S. banks, not included elsewhere (table 1, line 61) .....	-11,469	-958	9,488	-12,866	-7,133	-589	1,202	125,945
9	Banks' liabilities for own account, payable in dollars <sup>1</sup> .....	-22,879	1,740	-1,515	-17,274	-5,830	-3,255	1,082	78,078
10	Demand deposits .....	473	-263	531	1,025	-820	390	1,433	4,826
11	Time deposits <sup>1</sup> .....	-12,449	-1,430	-4,061	-8,160	1,202	-5,762	2,465	26,305
12	Other liabilities <sup>2</sup> .....	-10,903	3,433	2,015	-10,139	-8,212	2,117	-2,816	46,947
13	Banks' custody liabilities, payables in dollars <sup>1,3</sup> .....	11,410	-2,698	11,003	4,408	-1,303	2,666	120	47,867
14	Other foreign official assets (table 1, line 62) .....	-3,477	-956	832	-2,494	-859	98	-502	32,512
	By area: (see text table D).								
B1	<b>Other foreign assets in the United States, net (table 1, lines 65 and 69)</b> .....	<b>86,886</b>	<b>-51,466</b>	<b>59,897</b>	<b>75,875</b>	<b>2,580</b>	<b>-22,965</b>	<b>43,857</b>	<b>1,786,384</b>
	By type:								
2	U.S. Treasury securities (line 65) .....	46,155	-2,557	25,759	-1,438	24,391	-8,781	-5,517	762,363
	By security:								
3	Bills and certificates .....	4,411	-6,702	-3,335	-2,449	16,897	1,582	-10,174	40,725
4	Marketable bonds and notes .....	41,744	4,145	29,094	1,011	7,494	-10,363	4,657	721,638
5	U.S. liabilities reported by U.S. banks (line 69) .....	40,731	-48,909	34,138	77,313	-21,811	-14,184	49,374	1,024,021
6	Banks' own liabilities <sup>1</sup> .....	2,642	-56,217	28,921	52,606	-22,868	-4,422	39,633	934,732
7	Payable in dollars .....	24,428	-40,467	41,530	50,556	-27,191	-8,705	40,994	836,912
	By account:								
8	Liabilities to own foreign offices .....	77,767	-44,965	37,747	66,488	18,497	-30,085	38,108	570,869
	Liabilities to unaffiliated foreigners:								
9	demand deposits .....	-2,476	1,507	3,127	-3,724	-3,386	967	5,846	33,366
10	time deposits <sup>1</sup> .....	-34,508	-13,989	7,693	-4,416	-23,796	5,692	1,916	130,233
11	other liabilities <sup>2</sup> .....	-16,355	16,980	-7,037	-7,792	-18,506	14,721	-4,876	102,444
	By holder:								
	Liabilities to:								
12	own foreign offices .....	77,767	-44,965	37,747	66,488	18,497	-30,085	38,108	570,869
13	unaffiliated foreign banks .....	-43,006	-10,815	9,130	-10,601	-30,720	2,840	5,087	121,079
14	other private foreigners .....	-9,697	11,875	-3,864	-6,018	-11,690	14,769	-2,680	129,864
15	international financial institutions <sup>4</sup> .....	-636	3,438	-1,483	687	-3,278	3,771	479	15,100
	By type of reporting institution: <sup>5</sup>								
16	U.S.-owned banks' liabilities to:								
17	own foreign offices .....	17,484	-6,882	5,826	12,727	5,813	-2,670	20,271	231,337
18	unaffiliated foreign banks .....	365	-1,646	5,495	-3,338	-146	-6,121	1,051	22,602
19	other private foreigners and international financial institutions <sup>4</sup> .....	9,348	-3,935	5,420	1,382	6,481	3,342	1,766	60,408
	Foreign-owned banks' liabilities to:								
20	own foreign offices .....	60,283	-38,083	31,921	53,761	12,684	-27,415	17,837	339,532
21	unaffiliated foreign banks .....	-44,213	-12,913	5,436	-8,999	-27,737	6,912	-616	77,342
22	other private foreigners and international financial institutions <sup>4</sup> .....	-4,825	5,740	-2,194	-419	-7,952	8,478	2,979	52,872
	U.S. brokers' and dealers' liabilities to:								
23	unaffiliated foreign banks .....	842	3,744	-1,801	1,736	-2,837	2,049	4,652	21,135
24	other private foreigners and international financial institutions <sup>4</sup> .....	-14,856	13,508	-8,573	-6,294	-13,497	6,720	-6,946	31,684
25	Payable in foreign currencies .....	-21,786	-15,750	-12,609	2,050	4,523	4,283	-1,361	97,820
26	Banks' custody liabilities, payable in dollars <sup>1,3</sup> .....	38,089	7,308	5,217	24,707	857	-9,762	9,741	89,289
	Of which negotiable and readily transferable instruments .....	36,521	5,761	5,349	25,068	343	-10,559	-10,572	75,565
	By area:								
27	Industrial countries <sup>6</sup> .....	53,853	-40,378	9,997	66,679	17,555	-26,705	-14,577	1,085,143
28	Western Europe .....	13,769	-14,400	14,859	42,587	-29,277	-6,751	-6,971	775,918
29	Canada .....	1,598	-3,438	3,381	932	723	409	2,952	41,975
30	Other .....	38,486	-22,540	-9,243	23,160	46,109	-20,363	-10,558	267,250
31	Caribbean banking centers <sup>7</sup> .....	-1,005	-30,642	53,600	-7,105	-16,858	-8,117	48,903	410,658
32	Other areas .....	34,039	19,554	-3,700	16,301	1,884	11,857	9,531	290,583
33	Of which Members of OPEC, included below <sup>8</sup> .....	647	3,200	-4,565	1,997	-1,279	431	624	34,370
34	Latin America .....	14,237	8,065	1,114	6,068	-1,010	4,598	5,645	106,155
35	Asia .....	18,382	4,961	625	8,077	4,719	4,000	1,384	147,411
36	Africa .....	-897	166	-899	3	-167	-180	-45	4,495
37	Other <sup>9</sup> .....	2,316	6,362	-4,540	2,153	-1,659	3,439	2,547	32,522
	Memoranda:								
1	International banking facilities' (IBF's) own liabilities, payable in dollars (in lines A9, and B7 above) .....	-35,382	-33,779	-11,056	32,653	-23,200	-23,734	8,062	356,282
	By holder:								
	Liabilities to:								
2	own foreign offices .....	22,199	-19,621	-12,611	52,161	2,270	-21,780	7,523	217,117
3	unaffiliated foreign banks .....	-40,064	-16,408	8,615	-11,840	-20,431	674	-2,178	72,016
4	foreign official agencies .....	-17,819	-1,544	-6,637	-7,134	-2,504	-5,401	1,238	34,730
5	other private foreigners and international financial institutions <sup>4</sup> .....	302	3,794	-423	-534	-2,535	2,773	1,479	32,419
	By bank ownership: <sup>5</sup>								
6	U.S.-owned IBF's .....	-6,236	-4,667	2,710	2,318	-6,597	-1,720	2,883	63,884
7	Foreign-owned IBF's .....	-29,146	-29,112	-13,766	30,335	-16,603	-22,014	5,179	292,398
8	Negotiable certificates of deposit held for foreigners <sup>1</sup> (in lines A13 and B25 above) .....	10,943	6,348	-1,131	6,155	-429	-3,991	-673	22,362

See footnotes on page 41.

## FOOTNOTES TO U.S. INTERNATIONAL TRANSACTIONS TABLES 1-10

General notes for all tables: *P* Preliminary. *R* Revised.

(\*) Less than \$500,000 (±) *D* Suppressed to avoid disclosure of data of individual companies.

**Table 1:**

1. Credits, +: Exports of goods and services and income receipts; unilateral current transfers to the United States; capital account transactions receipts; financial inflows—increase in foreign-owned assets (U.S. liabilities) or decrease in U.S.-owned assets (U.S. claims).

Debits, -: Imports of goods and services and income payments; unilateral current transfers to foreigners; capital accounts transactions payments; financial outflows—decrease in foreign-owned assets (U.S. liabilities) or increase in U.S.-owned assets (U.S. claims).

2. Excludes exports of goods under U.S. military agency sales contracts identified in Census export documents, excludes imports of goods under direct defense expenditures identified in Census import documents, and reflects various other adjustments (for valuation, coverage, and timing) of Census statistics to balance of payments basis; see table 2.

3. Includes some goods: Mainly military equipment in line 5; major equipment, other materials, supplies, and petroleum products purchased abroad by U.S. military agencies in line 22; and fuels purchased by airline and steamship operators in lines 8 and 25.

4. Includes transfers of goods and services under U.S. military grant programs.

5. Beginning in 1982, these lines are presented on a gross basis. The definition of exports is revised to exclude U.S. parents' payments to foreign affiliates and to include U.S. affiliates' receipts from foreign parents. The definition of imports is revised to include U.S. parents' payments to foreign affiliates and to exclude U.S. affiliates' receipts from foreign parents.

6. Beginning in 1982, the "other transfers" component includes taxes paid by U.S. private residents to foreign governments and taxes paid by private nonresidents to the U.S. Government.

7. At the present time, all U.S. Treasury-owned gold is held in the United States.

8. Includes sales of foreign obligations to foreigners.

9. Consists of bills, certificates, marketable bonds and notes, and nonmarketable convertible and nonconvertible bonds and notes.

10. Consists of U.S. Treasury and Export-Import Bank obligations, not included elsewhere, and of debt securities of U.S. Government corporations and agencies.

11. Includes, primarily, U.S. Government liabilities associated with military agency sales contracts and other transactions arranged with or through foreign official agencies; see table 4.

12. Consists of investments in U.S. corporate stocks and in debt securities of private corporations and State and local governments.

13. Conceptually, line 76 is equal to "net foreign investment" in the national income and product accounts (NIPAs). However, the foreign transactions account in the NIPAs (a) includes adjustments to the international transactions accounts for the treatment of gold, (b) includes adjustments for the different geographical treatment of transactions with U.S. territories and Puerto Rico, and (c) includes services furnished without payment by financial pension plans except life insurance carriers and private noninsured pension plans. A reconciliation of the balance on goods and services from the international accounts and the NIPA net exports appears in the "Reconciliation and Other Special Tables" section in this issue of the SURVEY OF CURRENT BUSINESS. A reconciliation of the other foreign transactions in the two sets of accounts appears in table 4.5 of the full set of NIPA tables (published annually in the August issue of the SURVEY).

Additional footnotes for historical data in July issues of the SURVEY:

14. For 1974, includes extraordinary U.S. Government transactions with India. See "Special U.S. Government Transactions," June 1974 SURVEY, p. 27.

15. For 1978-83, includes foreign currency-denominated notes sold to private residents abroad.

16. Break in series. See Technical Notes in the June 1989, June 1990, June 1992, June 1993, June 1995, and July 1996-99 issues of the SURVEY.

**Table 2:**

1. Exports, Census basis, represent transactions values, f.a.s. U.S. port of exportation, for all years; imports, Census basis, represent Customs values (see Technical Notes in the June 1982 SURVEY), except for 1974-81, when they represent transactions values, f.a.s. foreign port of exportation (see June issues of the SURVEY for historical data).

From 1983 forward, both unadjusted and seasonally adjusted data have been prepared by BEA from "actual" and "revised statistical" month data supplied by the Census Bureau (see Technical Notes in the December 1985 SURVEY).

Seasonally adjusted data reflect the application of seasonal factors developed jointly by Census and BEA. The seasonally adjusted data are the sum of seasonally adjusted five-digit end-use categories (see Technical Notes in the June 1980 SURVEY, in the June 1988 SURVEY, and in the June 1991 SURVEY). Prior to 1983, annual data are as published by the Census Bureau, except that for 1975-80 published Census data are adjusted to include trade between the U.S. Virgin Islands and foreign countries.

2. Adjustments in lines A5 and A13, B12, B48, and B84 reflect the Census Bureau's reconciliation of discrepancies between the goods statistics published by the United States and the counterpart statistics published in Canada. These adjustments are distributed to the affected end-use categories in section C. Beginning in 1986, estimates for undocumented exports to Canada, the largest item in the U.S.-Canadian reconciliation, are included in Census basis data shown in line A1.

3. Exports of military equipment under U.S. military agency sales contracts with foreign governments (line A6), and direct imports by the Department of Defense and the Coast Guard (line A14), to the extent such trade is identifiable from Customs declarations. The exports are included in tables 1 and 10, line 5 (transfers under U.S. military agency sales contracts); the imports are included in tables 1 and 10, line 22 (direct defense expenditures).

4. Addition of electrical energy; deduction of exposed motion picture film for rental rather than sale; net change in stock of U.S.-owned grains in storage in Canada; coverage adjustments for special situations in which shipments were omitted from Census data; deduction of the value of repairs and alterations to foreign-owned equipment shipped to the United States for repair; and the inclusion of fish exported outside of U.S. customs area. Also includes deduction of exports to the Panama Canal Zone before October 1, 1979, and for 1975-82, net timing adjustments for goods recorded in Census data in one period but found to have been shipped in another (see June issues of the SURVEY for historical data).

5. Coverage adjustments for special situations in which shipments were omitted from Census data; the deduction of the value of repairs and alterations to U.S.-owned equipment shipped abroad for repair; and the adjustment of software imports to market value. Also includes addition of understatement of inland freight in f.a.s. values of U.S. imports of goods from Canada in 1974-81; deduction of imports from the Panama Canal Zone before October 1, 1979; and for 1975-82, net timing adjustments for goods recorded in Census data in one period but found to have been shipped in another (see June issues of the SURVEY for historical data).

6. For 1988-89, correction for the understatement of crude petroleum imports from Canada.

7. Annual and unadjusted quarterly data shown in this table correspond to country and area data in table 10, lines 3 and 20. Trade with international organizations includes purchases of nonmonetary gold from the International Monetary Fund, transfers of tin to the International Tin Council (ITC), and sales of satellites to Intelsat. The memoranda are defined as follows: *Industrial countries:* Western Europe, Canada, Japan, Australia, New Zealand, and South Africa; *Members of OPEC:* Venezuela, Ecuador, Iraq, Iran, Kuwait, Saudi Arabia, Qatar, United Arab Emirates, Indonesia, Algeria, Libya, Nigeria, and Gabon (Excludes Ecuador beginning in January 1993 and Gabon beginning in January 1995.); *Other countries:* Eastern Europe, Latin America and Other Western Hemisphere, and other countries in Asia and Africa, less OPEC. Before 1984, complete geographic area detail was not available for some balance of payments adjustments. Therefore, the detail shown does not always sum to the values shown for the area aggregates. For all years, "Asia" and "Africa" exclude certain Pacific Islands and unidentified countries included in "Other countries in Asia and Africa."

8. Includes the former German Democratic Republic (East Germany) beginning in fourth quarter of 1990. In earlier periods, the German Democratic Republic was included in Eastern Europe.

9. Beginning in 1986, New Zealand and South Africa are included in "Other countries in Asia and Africa," with New Zealand included as part of "Asia" and South Africa as part of "Africa."

10. The "Euro area," which formed in January 1999, includes Austria, Belgium, Finland, France, Germany, Ireland, Italy, Luxembourg, Netherlands, Portugal, and Spain.

**Table 3:**

1. Patented techniques, processes, and formulas and other intangible property rights that are used in goods production.

2. Copyrights, trademarks, franchises, rights to broadcast live events, and other intangible property rights.

3. Other unaffiliated services receipts (exports) include mainly expenditures of foreign governments and international organizations in the United States. Payments (imports) include mainly expenditures of U.S. residents temporarily working abroad and film rentals.

**Table 4:**

1. Expenditures to release foreign governments from their contractual liabilities to pay for military goods and services purchased through military sales contracts—first authorized (for Israel) under Public Law 93-199, section 4, and subsequently authorized (for many recipients) under similar legislation—are included in line A4. Deliveries against these military sales contracts are included in line C10; see footnote 2. Of the line A4 items, part of these military expenditures is applied in lines A43 and A46 to reduce short-term assets previously recorded in lines A41 and C8; this application of funds is excluded from lines C3 and C4. A second part of the line A4 expenditures finances future deliveries under military sales contracts for the recipient countries and is applied directly to lines A42 and C9. A third part of the line A4, disbursed directly to finance purchases by recipient countries from commercial suppliers in the United States, is included in line A37. A fourth part of line A4, representing dollars paid to the recipient countries to finance purchases from countries other than the United States, is included in line A48.

2. Transactions under military sales contracts are those in which the Department of Defense sells and transfers military goods and services to a foreign purchaser, on a cash or credit basis. Purchases by foreigners directly from commercial suppliers are not included as transactions under military sales contracts. The entries for the several categories of transactions related to military sales contracts in this and other tables are partly estimated from incomplete data.

3. The identification of transactions involving direct dollar outflows from the United States is made in reports by each operating agency.

4. Line A38 includes foreign currency collected as interest and line A43 includes foreign currency collected as principal, as recorded in lines A16 and A17, respectively.

5. Includes (a) advance payments to the Department of Defense (on military sales contracts) financed by loans extended to foreigners by U.S. Government agencies and (b) the contraentry for the part of line C10 that was delivered without prepayment by the foreign purchaser. Also includes expenditures of appropriations available to release foreign purchasers from liability to make repayment.

6. Includes purchases of loans from U.S. banks and exporters and payments by the U.S. Government under commercial export credit and investment guarantee programs.

7. Excludes liabilities associated with military sales contracts financed by U.S. Government grants and credits and included in line C2.

**Table 5:**

1. Beginning with 1991, payments and receipts of interest related to interest rate and foreign currency swaps between affiliates and parents are netted and are shown as either net payments or net receipts. Receipts and payments of other types of interest are shown on a gross basis.

2. Petroleum includes, and manufacturing and "other" industries exclude, the exploration, development, and production of crude oil and gas, and the transportation, refining, and marketing of petroleum products, exclusive of petrochemicals. "Other" industries includes wholesale trade; banking; finance (except banking); insurance, and real estate; services; and other industries—agriculture, forestry, and fishing; mining; construction; transportation, communication, and public utilities; and retail trade.

3. Acquisition of equity holdings in existing and newly established companies, capital contributions, capitalization of intercompany debt, and other equity contributions.

4. Sales (total and partial), liquidations, returns of capital contributions, and other dispositions of equity holdings.

**Table 6:**

1. Primarily provincial, regional, and municipal.

2. Largely transactions by International Bank for Reconstruction and Development (IBRD), International Development Association (IDA), International Finance Corporation (IFC), Asian Development Bank (ADB), and Inter-American Development Bank (IDB).

3. Estimate for scheduled redemptions and identifiable early retirements. Includes estimates based on Canadian statistics for redemptions of Canadian issues held in the United States. Unidentified and nonscheduled retirements appear in line A30.

**Table 7:**

1. Estimates of transactions other than those with U.S. banks' Caribbean branches and with financial intermediaries (F.I.s) are not available. Preliminary estimates of transactions with F.I.s, by area, are commingled in "other" to avoid disclosure of individual companies' area data.

2. Deposits (line A5) include other financial claims (line A7) for some countries due to the commingling of these categories in foreign source data.

3. Primarily mortgages, loans, and bills and notes drawn on foreigners.

4. Western Europe, Canada, Japan, Australia, New Zealand, and South Africa.

5. Bahamas, British West Indies (Cayman Islands), Netherlands Antilles, and Panama.

6. Ecuador, Venezuela, Indonesia, and other Asian and African oil-exporting countries. Excludes Ecuador beginning in January 1993.

**Table 8:**

1. Includes central governments and their agencies and corporations; state, provincial, and local governments and their agencies and corporations; and international and regional organizations.

2. U.S.-owned banks are mainly U.S.-chartered banks, Edge Act subsidiaries, and U.S. bank holding companies. Foreign-owned banks include U.S. branches and agencies of foreign banks and majority-owned bank subsidiaries in the United States. U.S. brokers and dealers are identified separately beginning with the first quarter of 1997; prior to 1997, they are commingled with U.S.-owned banks' accounts.

3. Commercial paper issued in the U.S. market by foreign incorporated entities; excludes commercial paper issued through foreign direct investment affiliates in the United States.

4. Negotiable and readily transferable instruments other than commercial paper, payable in dollars; consists largely of negotiable certificates of deposit.

5. Western Europe, Canada, Japan, Australia, New Zealand, and South Africa.

6. Bahamas, British West Indies (Cayman Islands), Netherlands Antilles, and Panama.

7. Ecuador, Venezuela, Indonesia, and other Asian and African oil-exporting countries. Excludes Ecuador beginning in January 1993.

8. Includes Eastern Europe and international and regional organizations.

**Table 9:**

1. Negotiable certificates of deposit issued by banks in the United States are included in banks' custody liabilities and are separately identified in memorandum line 8. Nonnegotiable certificates of deposit are included in time deposits.

2. Includes borrowing under Federal funds or repurchase arrangements, deferred credits, and liabilities other than deposits.

3. Mainly negotiable and readily transferable instruments, excluding U.S. Treasury securities.

4. Mainly International Bank for Reconstruction and Development (IBRD), International Development Association (IDA), International Finance Corporation (IFC), Asian Development Bank (ADB), Inter-American Development Bank (IDB), and the Trust Fund of the International Monetary Fund.

5. U.S.-owned banks are mainly U.S.-chartered banks, Edge Act subsidiaries, and U.S. bank holding companies. Foreign-owned banks include U.S. branches and agencies of foreign banks and majority-owned bank subsidiaries in the United States. U.S. brokers and dealers are identified separately beginning with the first quarter of 1997; prior to 1997, they are commingled with U.S.-owned banks' accounts.

6. Western Europe, Canada, Japan, Australia, New Zealand, and South Africa.

7. Bahamas, British West Indies (Cayman Islands), Netherlands Antilles, and Panama.

8. Ecuador, Venezuela, Indonesia, and other Asian and African oil-exporting countries. Excludes Ecuador beginning in January 1993.

9. Includes Eastern Europe and international and regional organizations.

**Table 10:** For footnotes 1-13, see table 1.

14. The "European Union" includes the "European Union (6)," United Kingdom, Denmark, Ireland, Greece, Spain, and Portugal. Beginning with the first quarter of 1995, the "European Union" also includes Austria, Finland, and Sweden.

15. The "European Union (6)" includes Belgium, France, Germany (includes the former German Democratic Republic (East Germany) beginning in the fourth quarter of 1990), Italy, Luxembourg, Netherlands, European Atomic Energy Community, European Coal and Steel Community, and European Investment Bank.

16. Includes, as part of international and unallocated, the estimated direct investment in foreign affiliates engaged in international shipping, in operating oil and gas drilling equipment internationally, and in petroleum trading. Also includes taxes withheld; current-cost adjustments associated with U.S. and foreign direct investment; before 1996, small transactions in business services that are not reported by country; and net U.S. currency flows, for which geographic source data are not available.

17. Details are not shown separately; see totals in lines 56 and 63.

18. Details not shown separately are included in line 69.

Table 10.—U.S. International  
[Millions]

Line	(Credits +; debits -) <sup>1</sup>	Western Europe						European Union <sup>14</sup>			
		1998	1998				1999		1998	1998	
			I	II	III	IV	I <sup>P</sup>	II <sup>P</sup>		I	II
<b>Current account</b>											
1	<b>Exports of goods and services and income receipts</b>	<b>368,598</b>	<b>91,675</b>	<b>92,169</b>	<b>89,819</b>	<b>94,935</b>	<b>94,152</b>	<b>93,901</b>	<b>333,872</b>	<b>83,969</b>	<b>83,574</b>
2	Exports of goods and services	255,532	63,100	63,496	62,578	66,358	64,445	64,269	232,443	57,968	57,966
3	Goods, balance of payments basis <sup>2</sup>	159,107	41,240	39,587	37,191	41,089	41,287	40,227	145,926	38,360	36,444
4	Services <sup>3</sup>	96,425	21,860	23,909	25,387	25,269	23,158	24,042	86,517	19,608	21,522
5	Transfers under U.S. military agency sales contracts <sup>4</sup>	4,596	846	1,278	1,159	1,313	1,169	1,100	3,077	549	921
6	Travel	22,819	4,720	5,744	6,702	5,653	4,788	5,784	20,927	4,339	5,269
7	Passenger fares	6,784	1,459	1,716	1,958	1,651	1,481	1,743	6,566	1,405	1,662
8	Other transportation	7,631	1,856	1,864	1,945	1,966	1,784	1,796	6,494	1,601	1,584
9	Royalties and license fees <sup>5</sup>	18,842	4,341	4,402	4,547	5,552	4,615	4,476	17,813	4,077	4,169
10	Other private services <sup>5</sup>	35,613	8,602	8,875	9,041	9,095	9,282	9,108	31,521	7,606	7,892
11	U.S. Government miscellaneous services	140	36	30	35	39	39	35	119	31	25
12	Income receipts	113,066	28,575	28,673	27,241	28,577	29,707	29,632	101,429	26,001	25,608
13	Income receipts on U.S.-owned assets abroad	112,922	28,539	28,637	27,204	28,542	29,670	29,595	101,297	25,968	25,575
14	Direct investment receipts	49,675	12,637	12,937	10,997	13,104	13,952	13,731	43,268	11,114	11,229
15	Other private receipts	62,277	15,622	15,522	15,924	15,209	15,427	15,738	57,185	14,618	14,188
16	U.S. Government receipts	970	280	178	283	229	291	126	844	236	158
17	Compensation of employees	144	36	36	37	35	37	37	132	33	33
18	<b>Imports of goods and services and income payments</b>	<b>-399,610</b>	<b>-92,796</b>	<b>-100,681</b>	<b>-103,147</b>	<b>-102,986</b>	<b>-101,041</b>	<b>-110,407</b>	<b>-363,243</b>	<b>-84,242</b>	<b>-91,576</b>
19	Imports of goods and services	-269,040	-60,772	-68,048	-69,850	-70,370	-66,068	-74,050	-242,250	-54,704	-61,521
20	Goods, balance of payments basis <sup>2</sup>	-194,016	-45,018	-48,154	-48,533	-52,311	-48,566	-52,429	-176,081	-40,693	-43,973
21	Services <sup>3</sup>	-75,024	-15,754	-19,894	-21,317	-18,059	-17,502	-21,621	-66,169	-14,011	-17,548
22	Direct defense expenditures	-6,780	-1,663	-1,569	-1,729	-1,819	-1,935	-2,060	-5,824	-1,394	-1,340
23	Travel	-18,817	-3,266	-5,775	-6,345	-3,431	-3,593	-6,192	-16,893	-2,985	-5,193
24	Passenger fares	-9,969	-1,873	-2,943	-3,111	-2,042	-2,064	-3,162	-8,988	-1,697	-2,642
25	Other transportation	-11,146	-2,577	-2,742	-2,908	-2,919	-2,554	-2,674	-9,009	-2,134	-2,197
26	Royalties and license fees <sup>5</sup>	-6,990	-1,713	-1,568	-1,727	-1,982	-2,087	-1,965	-6,071	-1,497	-1,321
27	Other private services <sup>5</sup>	-20,228	-4,410	-5,031	-5,207	-5,580	-5,002	-5,283	-18,445	-4,093	-4,624
28	U.S. Government miscellaneous services	-1,094	-252	-266	-290	-286	-267	-285	-939	-211	-231
29	Income payments	-130,570	-32,024	-32,633	-33,297	-32,616	-34,973	-36,357	-120,993	-29,538	-30,055
30	Income payments on foreign-owned assets in the United States	-130,266	-31,946	-32,561	-33,228	-32,531	-34,886	-36,281	-120,746	-29,476	-29,996
31	Direct investment payments	-27,626	-7,111	-6,892	-6,786	-6,837	-9,059	-10,155	-25,929	-6,522	-6,297
32	Other private payments	-63,367	-15,103	-15,777	-16,559	-15,928	-16,145	-16,145	-58,399	-13,915	-14,580
33	U.S. Government payments	-39,273	-9,732	-9,892	-9,883	-9,766	-10,077	-9,981	-36,418	-9,039	-9,119
34	Compensation of employees	-304	-78	-72	-69	-85	-87	-76	-247	-62	-59
35	<b>Unilateral current transfers, net</b>	<b>-324</b>	<b>-48</b>	<b>-90</b>	<b>-91</b>	<b>-95</b>	<b>-30</b>	<b>30</b>	<b>692</b>	<b>163</b>	<b>184</b>
36	U.S. Government grants <sup>4</sup>	-493	-70	-166	-143	-114	-172	-129	-13		-8
37	U.S. Government pensions and other transfers	-1,398	-338	-347	-346	-367	-328	-333	-1,205	-294	-311
38	Private remittances and other transfers <sup>6</sup>	1,567	360	423	398	386	470	492	1,910	457	503
<b>Capital and financial account</b>											
<b>Capital account</b>											
39	<b>Capital account transactions, net</b>	<b>148</b>	<b>36</b>	<b>37</b>	<b>37</b>	<b>38</b>	<b>37</b>	<b>37</b>	<b>132</b>	<b>32</b>	<b>33</b>
<b>Financial account</b>											
40	<b>U.S.-owned assets abroad, net (increase/financial outflow (-))</b>	<b>-205,362</b>	<b>-45,188</b>	<b>-75,948</b>	<b>-30,805</b>	<b>-53,421</b>	<b>-22,065</b>	<b>-95,940</b>	<b>-176,082</b>	<b>-40,971</b>	<b>-70,118</b>
41	U.S. official reserve assets, net	-2,735	-151	-148	-50	-2,386	5,502	348	4,598	-420	-135
42	Gold <sup>7</sup>										
43	Special drawing rights										
44	Reserve position in the International Monetary Fund										
45	Foreign currencies	-2,735	-151	-148	-50	-2,386	5,502	348	4,598	-420	-135
46	U.S. Government assets, other than official reserve assets, net	652	191	-16	272	205	206	56	441	140	-31
47	U.S. credits and other long-term assets	-278	-93	-59	-76	-50	-62	-36	-174	-77	-38
48	Repayments on U.S. credits and other long-term assets <sup>8</sup>	912	273	126	277	236	294	91	602	204	30
49	U.S. foreign currency holdings and U.S. short-term assets, net	18	11	-83	71	19	-26	1	13	13	-23
50	U.S. private assets, net	-203,279	-45,228	-75,784	-31,027	-51,240	-27,773	-96,344	-181,121	-40,691	-69,952
51	Direct investment	-73,167	-22,668	-27,592	-9,993	-12,914	-21,262	-10,503	-66,460	-20,841	-26,657
52	Foreign securities	-75,318	-4,042	-11,296	8,507	-68,487	21,689	-12,336	-77,288	-3,336	-12,857
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	-13,149	-5,201	-11,559	-14,797	18,408	-23,909		-11,252	-4,128	-10,651
54	U.S. claims reported by U.S. banks, not included elsewhere	-41,645	-13,317	-25,337	-14,744	11,753	-4,291	-73,505	-26,141	-12,386	-19,787
55	<b>Foreign-owned assets in the United States, net (increase/financial inflow (+))</b>	<b>377,622</b>	<b>78,335</b>	<b>110,725</b>	<b>96,246</b>	<b>92,316</b>	<b>78,971</b>	<b>134,472</b>	<b>363,139</b>	<b>75,047</b>	<b>100,727</b>
56	Foreign official assets in the United States, net	5,957	-3,383	5,094	-3,574	7,820	-4,419	-11,557	(18)	(18)	(18)
57	U.S. Government securities	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
58	U.S. Treasury securities <sup>9</sup>	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
59	Other <sup>10</sup>	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
60	Other U.S. Government liabilities <sup>11</sup>	-566	119	-157	-103	-425	-432	-537	-19	131	-61
61	U.S. liabilities reported by U.S. banks, not included elsewhere	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
62	Other foreign official assets <sup>12</sup>	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
63	Other foreign assets in the United States, net	371,665	81,718	105,631	99,820	84,496	83,390	146,029	(18)	(18)	(18)
64	Direct investment	167,892	20,982	15,943	14,823	116,144	21,839	104,879	158,029	16,326	15,635
65	U.S. Treasury securities	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
66	U.S. securities other than U.S. Treasury securities	188,290	51,737	57,885	38,353	40,315	48,854	47,994	178,309	47,229	51,248
67	U.S. currency										
68	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	1,274	23,367	16,866	3,891	-42,850	19,506		19,920	28,307	15,837
69	U.S. liabilities reported by U.S. banks, not included elsewhere	(17)	(17)	(17)	(17)	(17)	(17)	(17)	18 6,900	18 -16,946	18 18,068
70	<b>Statistical discrepancy (sum of above items with sign reversed)</b>	<b>-141,072</b>	<b>-32,014</b>	<b>-26,212</b>	<b>-52,059</b>	<b>-30,787</b>	<b>-50,024</b>	<b>-22,093</b>	<b>-158,510</b>	<b>-33,998</b>	<b>-22,824</b>
<b>Memoranda:</b>											
71	Balance on goods (lines 3 and 20)	-34,909	-3,778	-8,567	-11,342	-11,222	-7,279	-12,202	-30,155	-2,333	-7,529
72	Balance on services (lines 4 and 21)	21,401	6,106	4,015	4,070	7,210	5,656	2,421	20,348	5,597	3,974
73	Balance on goods and services (lines 2 and 19)	-13,508	2,328	-4,552	-7,272	-4,012	-1,623	-9,781	-9,807	3,264	-3,555
74	Balance on income (lines 12 and 29)	-17,504	-3,449	-3,960	-6,056	-4,039	-5,266	-6,725	-19,564	-3,537	-4,447
75	Unilateral current transfers, net (line 35)	-324	-48	-90	-91	-95	-30	30	692	163	184
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) <sup>13</sup>	-31,336	-1,169	-8,602	-13,419	-8,146	-6,919	-16,476	-28,679	-110	-7,818

Transactions, by Area  
of dollars]

European Union <sup>14</sup>				United Kingdom								European Union (6) <sup>15</sup>								Line		
1998		1999		1998	1998				1999				1998	1998				1999				
III	IV	I <sup>r</sup>	II <sup>r</sup>		I	II	III	IV	I <sup>r</sup>	II <sup>r</sup>	I	II		III	IV	I <sup>r</sup>	II <sup>r</sup>					
80,915	85,414	85,586	84,700	104,511	26,531	26,628	25,258	26,094	26,593	26,519	176,193	44,040	43,766	42,812	45,575	44,932	44,183	1				
56,853	59,656	58,946	58,378	65,494	16,244	16,711	16,331	16,208	16,267	16,176	128,606	32,051	31,728	31,327	33,500	32,458	32,073	2				
34,161	36,961	38,499	36,899	37,899	10,085	9,771	9,302	8,741	9,809	9,318	85,902	22,468	21,160	19,831	22,443	22,381	21,606	3				
22,692	22,695	20,447	21,479	27,595	6,159	6,940	7,029	7,467	6,458	6,858	42,704	9,583	10,568	11,496	11,057	10,077	10,467	4				
691	916	589	601	392	82	110	98	102	118	100	1,075	95	353	224	403	169	153	5				
6,139	5,180	4,402	5,306	7,582	1,578	1,961	2,079	1,964	1,601	1,975	9,801	2,001	2,407	3,076	2,317	2,030	2,424	6				
1,890	1,609	1,426	1,688	2,216	486	555	588	587	493	564	723	853	1,033	814	734	866	7					
1,651	1,658	1,540	1,553	1,654	400	405	422	427	385	389	3,153	778	779	805	791	724	747	8				
4,300	5,267	4,366	4,217	3,707	778	824	830	1,275	874	819	10,275	2,339	2,450	2,555	2,931	2,578	2,448	9				
7,992	8,031	8,091	8,084	12,010	2,827	3,077	3,002	3,104	2,980	3,002	14,918	3,631	3,716	3,789	3,782	3,830	3,815	10				
29	34	33	30	34	8	8	10	8	7	9	59	16	10	14	19	12	14	11				
24,062	25,758	26,640	26,322	39,017	10,287	9,917	9,927	9,886	10,326	10,343	47,587	11,989	12,038	11,485	12,075	12,474	12,110	12				
24,028	25,726	26,606	26,288	38,953	10,271	9,901	9,910	9,871	10,309	10,325	47,527	11,974	12,023	11,470	12,060	12,459	12,096	13				
9,318	11,607	12,232	11,869	11,582	3,230	2,952	1,998	3,402	3,795	3,648	25,802	6,566	6,834	5,944	6,458	6,679	6,377	14				
14,471	13,908	14,130	14,309	27,348	7,041	6,949	6,912	6,446	6,514	6,677	21,113	5,263	5,047	5,371	5,616	5,626	5,626	15				
239	211	244	110	23	.....	.....	.....	.....	.....	.....	612	145	142	155	170	164	93	16				
34	32	34	34	64	16	16	17	15	17	18	60	15	15	15	15	15	14	17				
-94,238	-93,187	-91,871	-100,098	-127,719	-30,490	-32,252	-32,941	-32,036	-31,919	-34,918	-183,706	-42,604	-46,134	-47,102	-47,866	-47,166	-51,430	18				
-62,773	-63,252	-60,195	-66,955	-57,904	-13,308	-14,803	-15,007	-14,786	-14,364	-16,158	-143,691	-32,629	-36,410	-36,535	-38,117	-35,847	-39,590	19				
-44,029	-47,386	-44,717	-47,935	-34,416	-8,110	-8,703	-8,579	-9,024	-8,823	-9,612	-110,988	-25,733	-27,641	-27,377	-30,237	-28,096	-30,048	20				
-18,744	-15,866	-15,478	-19,020	-23,488	-5,198	-6,100	-6,428	-5,762	-5,541	-6,546	-32,703	-6,896	-8,769	-9,158	-7,880	-7,751	-9,542	21				
-1,463	-1,627	-1,704	-1,710	-618	-131	-120	-210	-157	-166	-160	-4,826	-1,173	-1,126	-1,157	-1,370	-1,440	-1,450	22				
-5,637	-3,078	-3,284	-5,568	-5,132	-1,006	-1,493	-1,535	-1,098	-1,108	-1,601	-8,411	-1,471	-2,668	-2,794	-1,478	-1,619	-2,861	23				
-2,811	-1,838	-1,869	-2,838	-3,767	-740	-1,120	-1,158	-749	-818	-1,206	-690	-1,108	-1,159	-783	-762	-1,192	-24					
-2,353	-2,325	-2,103	-2,193	-2,404	-572	-568	-632	-555	-573	-4,518	-1,090	-1,111	-1,164	-1,153	-1,020	-1,086	25					
-1,496	-1,757	-1,788	-1,651	-2,062	-495	-413	-494	-660	-601	-536	-3,362	-869	-761	-827	-905	-963	-874	26				
-4,736	-4,992	-4,504	-4,815	-9,413	-2,232	-2,361	-2,377	-2,443	-2,271	-2,446	-7,138	-1,445	-1,826	-1,867	-2,000	-1,770	-1,893	27				
-248	-249	-226	-245	-92	-22	-25	-23	-22	-22	-24	-708	-158	-169	-191	-177	-186	28					
-31,465	-29,935	-31,676	-33,143	-69,815	-17,182	-17,449	-17,934	-17,250	-17,555	-18,760	-40,015	-9,975	-9,724	-10,567	-9,749	-11,319	-11,840	29				
-31,407	-29,867	-31,606	-33,080	-69,737	-17,163	-17,430	-17,915	-17,229	-17,534	-18,740	-39,869	-9,938	-9,689	-10,533	-9,709	-11,277	-11,802	30				
-7,017	-6,093	-7,950	-9,201	-7,815	-2,088	-2,001	-2,023	-1,703	-2,312	-2,846	-14,719	-3,920	-4,016	-3,423	-4,644	-5,450	31					
-15,242	-14,662	-14,368	-14,649	-41,195	-9,841	-10,275	-10,728	-10,351	-10,041	-10,708	-14,298	-3,419	-3,601	-3,759	-3,519	-3,658	-3,328	32				
-9,148	-9,112	-9,288	-9,230	-20,727	-5,234	-5,154	-5,164	-5,175	-5,181	-5,186	-10,852	-2,599	-2,728	-2,758	-2,767	-2,975	-3,024	33				
-58	-68	-70	-63	-78	-19	-19	-19	-21	-21	-20	-146	-37	-35	-34	-40	-42	-38	34				
169	176	296	337	1,399	344	370	335	350	387	419	169	26	27	60	56	141	135	35				
-5	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	36				
-314	-286	-293	-302	-194	-50	-50	-46	-48	-51	-48	-690	-164	-181	-187	-158	-161	-175	37				
488	462	589	639	1,593	394	420	381	398	438	467	859	190	208	247	302	310	310	38				
33	34	34	34	44	10	11	11	12	12	12	63	16	16	16	15	16	16	39				
-9,845	-55,148	-17,814	-72,090	-104,627	-6,493	-48,305	-6,567	-43,262	6,178	-67,658	-53,635	-18,213	-11,377	-6,788	-17,257	-16,051	-6,466	40				
-3	5,156	-1,972	-159	.....	.....	.....	.....	.....	.....	.....	4,598	-420	-135	-3	5,156	.....	.....	41				
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	42				
-3	5,156	-1,972	-159	.....	.....	.....	.....	.....	.....	.....	4,598	-420	-135	-3	5,156	.....	.....	43				
182	150	139	10	130	2	-4	132	-4	.....	.....	10	13	-29	10	16	-16	5	46				
-31	-28	-37	-29	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	47				
203	165	196	35	130	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	48				
10	13	-20	4	(*)	2	-4	2	-4	.....	.....	.....	.....	.....	.....	.....	.....	.....	49				
-10,024	-60,454	-15,981	-71,941	-104,757	-6,493	-48,307	-6,563	-43,394	6,182	-67,658	-58,243	-17,806	-11,213	-6,795	-22,429	-16,035	-6,471	50				
-7,729	-11,233	-17,296	-8,674	-34,427	-6,922	-17,040	-6,831	-6,831	-2,679	-6,323	-25,197	-10,725	-7,217	-4,108	-3,147	-11,464	-1,509	51				
5,704	-66,779	20,853	-14,889	-53,870	-3,228	-5,794	-1,533	-43,315	17,912	-24,487	-20,184	448	-1,759	3,276	-22,149	3,095	6,666	52				
-14,013	17,540	-22,230	.....	-1,975	-3,670	-1,622	-13,067	16,384	-14,819	.....	-6,448	4,272	-7,859	-2,696	-165	-5,018	.....	53				
6,014	18	2,692	-48,378	-14,485	7,327	-23,851	11,671	-9,632	5,768	-36,848	-6,414	-11,801	5,622	-3,267	3,032	-2,648	-11,628	54				
106,033	81,332	79,175	112,923	211,516	60,528	62,223	60,358	28,407	45,073	90,496	135,617	12,271	32,224	35,403	55,719	39,728	28,653	55				
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	56			
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	57			
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	58			
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	59			
137	-226	-51	-205	22	17	23	78	-96	-116	-94	-27	99	-50	51	-127	64	48	60				
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	61			
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	62			
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	63			
15,025	111,043																					



Table 10.—U.S. International  
[Millions]

Line	(Credits +; debits -) <sup>1</sup>	Eastern Europe						Canada			
		1998	1998				1999		1998	1998	
			I	II	III	IV	I <sup>r</sup>	II <sup>r</sup>		I	II
<b>Current account</b>											
1	<b>Exports of goods and services and income receipts</b>	<b>12,913</b>	<b>3,631</b>	<b>3,739</b>	<b>2,971</b>	<b>2,572</b>	<b>2,653</b>	<b>2,781</b>	<b>195,932</b>	<b>50,159</b>	<b>51,029</b>
2	Exports of goods and services	11,160	2,929	3,189	2,655	2,387	2,156	2,269	176,523	44,950	46,060
3	Goods, balance of payments basis <sup>2</sup>	7,365	1,999	2,299	1,655	1,412	1,213	1,309	156,810	39,646	40,835
4	Services <sup>3</sup>	3,795	930	890	1,000	975	943	960	19,713	5,304	5,225
5	Transfers under U.S. military agency sales contracts <sup>4</sup>	336	91	50	88	107	67	91	106	57	17
6	Travel	1,257	254	317	362	324	258	319	6,206	1,828	1,862
7	Passenger fares	159	40	43	38	38	40	43	1,477	440	375
8	Other transportation	279	77	73	64	65	65	84	2,329	586	595
9	Royalties and license fees <sup>5</sup>	279	61	71	73	74	67	69	1,646	381	408
10	Other private services <sup>5</sup>	1,439	399	316	369	355	439	342	7,864	1,993	1,948
11	U.S. Government miscellaneous services	46	8	20	6	12	7	12	85	19	20
12	Income receipts	1,753	702	550	316	185	497	512	19,409	5,209	4,969
13	Income receipts on U.S.-owned assets abroad	1,745	700	548	314	183	495	510	19,330	5,189	4,950
14	Direct investment receipts	-367	193	-4	-252	-304	-45	28	8,104	2,371	2,154
15	Other private receipts	1,874	421	504	493	456	484	472	11,226	2,818	2,796
16	U.S. Government receipts	238	86	48	73	31	56	10			
17	Compensation of employees	8	2	2	2	2	2	2	79	20	19
18	<b>Imports of goods and services and income payments</b>	<b>-15,366</b>	<b>-3,264</b>	<b>-4,105</b>	<b>-4,267</b>	<b>-3,730</b>	<b>-3,294</b>	<b>-4,415</b>	<b>-199,595</b>	<b>-48,229</b>	<b>-50,929</b>
19	Imports of goods and services	-13,685	-2,884	-3,671	-3,807	-3,323	-2,874	-4,003	-191,147	-46,213	-48,741
20	Goods, balance of payments basis <sup>2</sup>	-10,899	-2,423	-2,858	-2,874	-2,744	-2,402	-3,098	-175,806	-43,231	-44,796
21	Services <sup>3</sup>	-2,786	-461	-813	-933	-579	-472	-905	-15,341	-2,982	-3,945
22	Direct defense expenditures	-167	-41	-33	-51	-42	-50	-60	-68	-13	-17
23	Travel	-1,296	-137	-427	-518	-214	-151	-458	-5,719	-773	-1,502
24	Passenger fares	-409	-51	-131	-149	-78	-57	-141	-585	-99	-165
25	Other transportation	-220	-71	-58	-46	-45	-42	-62	-2,911	-726	-751
26	Royalties and license fees <sup>5</sup>	-9	-4	-2	-1	-2	-1	-3	-425	-106	-91
27	Other private services <sup>5</sup>	-600	-144	-149	-152	-155	-155	-163	-5,426	-1,215	-1,365
28	U.S. Government miscellaneous services	-85	-13	-13	-16	-43	-16	-18	-207	-50	-54
29	Income payments	-1,681	-380	-434	-460	-407	-420	-412	-8,448	-2,016	-2,188
30	Income payments on foreign-owned assets in the United States	-1,616	-363	-419	-446	-388	-401	-396	-8,146	-1,939	-2,115
31	Direct investment payments	-8	-1	-1	-4	-2	-2	-3	-3,010	-683	-877
32	Other private payments	-502	-121	-133	-156	-92	-97	-91	-4,261	-993	-1,015
33	U.S. Government payments	-1,106	-241	-285	-286	-294	-302	-302	-875	-263	-223
34	Compensation of employees	-65	-17	-15	-14	-19	-19	-16	-302	-77	-73
35	<b>Unilateral current transfers, net</b>	<b>-3,358</b>	<b>-725</b>	<b>-857</b>	<b>-1,007</b>	<b>-769</b>	<b>-856</b>	<b>-971</b>	<b>-613</b>	<b>-167</b>	<b>-143</b>
36	U.S. Government grants <sup>4</sup>	-1,895	-346	-501	-656	-392	-424	-543			
37	U.S. Government pensions and other transfers	-40	-10	-10	-10	-10	-12	-9	-477	-120	-119
38	Private remittances and other transfers <sup>6</sup>	-1,423	-369	-346	-341	-367	-420	-419	-136	-47	-24
<b>Capital and financial account</b>											
<b>Capital account</b>											
39	<b>Capital account transactions, net</b>	<b>20</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>5</b>	<b>6</b>	<b>6</b>	<b>64</b>	<b>17</b>	<b>20</b>
<b>Financial account</b>											
40	<b>U.S.-owned assets abroad, net (increase/financial outflow (-))</b>	<b>-1,954</b>	<b>-464</b>	<b>-2,023</b>	<b>1,573</b>	<b>-1,040</b>	<b>-1,518</b>	<b>597</b>	<b>-29,227</b>	<b>-6,332</b>	<b>-4,204</b>
41	U.S. official reserve assets, net										
42	Gold <sup>7</sup>										
43	Special drawing rights										
44	Reserve position in the International Monetary Fund										
45	Foreign currencies										
46	U.S. Government assets, other than official reserve assets, net	70	-27	34	72	-9	-19	29	(*)	1	-1
47	U.S. credits and other long-term assets	-470	-174	-10	-267	-19	-164	-1,138			
48	Repayments on U.S. credits and other long-term assets <sup>8</sup>	446	147	10	273	16	160	1,172			
49	U.S. foreign currency holdings and U.S. short-term assets, net	94		34	66	-6	-15	-5	(*)	1	-1
50	U.S. private assets, net	-2,024	-437	-2,057	1,501	-1,031	-1,499	568	-29,227	-6,333	-4,203
51	Direct investment	-1,368	-716	-470	-173	-9	-258	-210	-10,260	-5,114	-1,934
52	Foreign securities	-2,247	-282	-1,517	420	-868	-120	-29	-1,182	27	-1,631
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	166	136	-241	278	-7	72		3,776	-662	-1,580
54	U.S. claims reported by U.S. banks, not included elsewhere	1,425	425	171	976	-147	-1,193	807	-21,561	-584	942
55	<b>Foreign-owned assets in the United States, net (increase/financial inflow (+))</b>	<b>-2,550</b>	<b>-819</b>	<b>-977</b>	<b>-2,090</b>	<b>1,336</b>	<b>2,910</b>	<b>-831</b>	<b>13,827</b>	<b>-169</b>	<b>5,056</b>
56	Foreign official assets in the United States, net	(18)	(18)	(18)	(18)	(18)	(18)	(18)	510	1,498	-873
57	U.S. Government securities	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
58	U.S. Treasury securities <sup>9</sup>	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
59	Other <sup>10</sup>	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
60	Other U.S. Government liabilities <sup>11</sup>	186	71	-44	10	149	59	141	-28	-33	11
61	U.S. liabilities reported by U.S. banks, not included elsewhere	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
62	Other foreign official assets <sup>12</sup>	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
63	Other foreign assets in the United States, net	(18)	(18)	(18)	(18)	(18)	(18)	(18)	13,317	-1,667	5,929
64	Direct investment	-236	-224	-1	-2	-9	-166	55	11,859	121	2,676
65	U.S. Treasury securities	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
66	U.S. securities other than U.S. Treasury securities	473	64	199	209	1	15	-140	81	1,683	-521
67	U.S. currency										
68	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	-166	38	11	10	-225	75	72	-221	-33	393
69	U.S. liabilities reported by U.S. banks, not included elsewhere	18 -2,807	18 -768	18 -1,142	18 -2,317	18 1,420	18 2,927	18 -887	(17)	(17)	(17)
70	<b>Statistical discrepancy (sum of above items with sign reversed)</b>	<b>10,295</b>	<b>1,636</b>	<b>4,218</b>	<b>2,815</b>	<b>1,626</b>	<b>99</b>	<b>2,833</b>	<b>19,612</b>	<b>4,721</b>	<b>-829</b>
<b>Memoranda:</b>											
71	Balance on goods (lines 3 and 20)	-3,534	-424	-559	-1,219	-1,332	-1,189	-1,789	-18,996	-3,585	-3,961
72	Balance on services (lines 4 and 21)	1,009	469	77	67	396	471	55	4,372	2,322	1,280
73	Balance on goods and services (lines 2 and 19)	-2,525	-45	-482	-1,152	-936	-718	-1,734	-14,624	-1,263	-2,681
74	Balance on income (lines 12 and 29)	72	322	116	-144	-222	77	100	10,961	3,193	2,781
75	Unilateral current transfers, net (line 35)	-3,358	-725	-857	-1,007	-769	-856	-971	-613	-167	-143
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) <sup>13</sup>	-5,811	-358	-1,223	-2,303	-1,927	-1,497	-2,605	-4,276	1,763	-43

Transactions, by Area—Continued  
of dollars]

Canada				Latin America and Other Western Hemisphere								Japan						Line
1998		1999		1998	1998				1999		1998	1998				1999		
III	IV	I <sup>r</sup>	II <sup>r</sup>		I	II	III	IV	I <sup>r</sup>	II <sup>r</sup>		I	II	III	IV	I <sup>r</sup>	II <sup>r</sup>	
44,979	49,765	50,011	53,268	252,300	62,650	63,994	62,478	63,178	57,854	61,734	96,622	26,037	23,437	23,888	23,260	25,346	23,792	
40,575	44,938	45,304	48,069	188,948	45,934	47,051	47,030	48,933	43,520	46,193	88,332	23,256	21,425	22,296	21,355	22,928	21,088	2
35,892	40,437	40,070	42,627	141,599	35,309	35,517	34,410	36,363	32,125	34,054	56,595	14,800	14,063	14,042	13,690	14,432	13,282	3
4,683	4,501	5,234	5,442	47,349	10,625	11,534	12,620	12,570	11,395	12,139	31,737	8,456	7,362	8,254	7,665	8,496	7,806	4
18	14	28	40	485	100	88	87	210	152	154	963	637	115	145	66	501	164	5
1,297	1,219	1,674	1,820	19,498	4,174	4,770	5,447	5,107	4,347	4,829	9,424	2,325	2,216	2,776	2,107	2,358	2,231	6
343	319	438	380	5,573	1,225	1,379	1,598	1,371	1,255	1,371	3,616	909	855	1,050	802	922	869	7
563	585	585	621	3,429	821	815	860	933	820	896	2,944	703	740	726	775	752	795	8
406	451	424	414	2,529	548	587	604	790	610	645	6,311	1,627	1,522	1,433	1,729	1,563	1,607	9
2,031	1,892	2,064	2,146	15,691	3,725	3,855	3,994	4,117	4,170	4,173	8,433	2,245	1,905	2,110	2,173	2,383	2,128	10
25	21	21	21	144	32	40	30	42	41	71	46	10	9	14	13	17	12	11
4,404	4,827	4,707	5,199	63,352	16,716	16,943	15,448	14,245	14,334	15,541	8,290	2,778	2,012	1,592	1,905	2,418	2,704	12
4,385	4,806	4,687	5,180	63,213	16,680	16,908	15,413	14,212	14,297	15,503	8,278	2,778	2,009	1,589	1,902	2,415	2,701	13
1,553	2,026	1,909	2,484	16,909	5,275	4,710	3,711	3,213	3,979	4,626	2,180	808	489	303	580	1,003	802	14
2,832	2,780	2,778	2,696	45,922	11,336	12,098	11,599	10,889	10,212	10,766	5,991	1,941	1,509	1,265	1,405	1,914	1,405	15
.....	.....	.....	.....	382	69	100	103	110	106	111	107	29	11	10	7	7	-15	16
19	21	20	19	139	36	35	35	33	37	38	12	3	3	3	3	3	3	17
-49,207	-51,230	-52,743	-57,096	-233,950	-56,473	-58,738	-59,391	-59,348	-58,343	-63,010	-171,780	-41,971	-42,145	-42,488	-45,176	-42,970	-43,872	18
-46,737	-49,456	-50,640	-54,462	-178,109	-42,635	-44,611	-44,836	-46,027	-45,878	-49,655	-137,047	-34,093	-33,734	-33,540	-35,680	-35,150	-34,931	19
-41,779	-46,000	-47,684	-50,154	-145,730	-34,759	-36,683	-36,492	-37,796	-37,327	-41,215	-121,850	-30,327	-29,952	-29,837	-31,734	-31,098	-30,709	20
-4,958	-3,456	-2,956	-4,308	-32,379	-7,876	-7,928	-8,344	-8,231	-8,551	-8,440	-15,197	-3,766	-3,782	-3,703	-3,946	-4,052	-4,222	21
-16	-22	-14	-18	-372	-93	-88	-98	-93	-94	-96	-1,323	-372	-309	-339	-303	-328	-325	22
-2,457	-987	-875	-1,661	-15,932	-3,949	-3,781	-4,157	-4,045	-4,028	-3,821	-2,761	-717	-741	-639	-664	-790	-795	23
-200	-121	-125	-177	-2,910	-775	-676	-746	-713	-856	-715	-824	-181	-211	-213	-219	-200	-227	24
-710	-724	-727	-824	-2,356	-552	-599	-615	-590	-605	-714	-4,229	-1,000	-1,046	-1,067	-1,116	-1,065	-1,119	25
-116	-112	-114	-123	-245	-60	-63	-66	-66	-67	-66	-2,315	-498	-618	-543	-656	-627	-697	26
-1,403	-1,443	-1,055	-1,451	-10,770	-2,337	-2,601	-2,559	-2,573	-2,781	-2,901	-3,619	-965	-828	-865	-961	-1,008	-1,026	27
-56	-47	-46	-54	-494	-110	-138	-126	-120	-120	-127	-126	-33	-29	-27	-34	-33	28	
-2,470	-1,774	-2,103	-2,634	-55,841	-13,838	-14,127	-14,555	-13,321	-12,465	-13,355	-34,733	-7,878	-8,411	-8,948	-9,496	-7,820	-8,941	29
-2,399	-1,693	-2,024	-2,558	-49,942	-12,544	-12,717	-12,948	-11,733	-11,087	-11,888	-34,661	-7,856	-8,396	-8,935	-9,474	-7,797	-8,925	30
-1,106	-344	-641	-1,200	-1,494	-612	-359	-435	-88	-282	-400	-5,187	-338	-1,511	-1,684	-1,654	65	-1,558	31
-1,092	-1,161	-1,176	-1,110	-37,044	-9,086	-9,423	-9,553	-8,982	-8,503	-8,961	-9,516	-2,348	-1,912	-2,347	-2,909	-2,859	-2,236	32
-201	-188	-207	-248	-11,404	-2,846	-2,935	-2,960	-2,663	-2,302	-2,527	-19,958	-5,170	-4,973	-4,904	-4,911	-5,003	-5,131	33
-717	-81	-79	-76	-5,899	-1,294	-1,410	-1,607	-1,588	-1,378	-1,467	-72	-22	-15	-13	-22	-23	-16	34
-163	-140	-174	-149	-12,492	-2,981	-2,926	-3,218	-3,367	-3,379	-3,405	-196	-80	-25	-59	-32	-101	-41	35
.....	.....	.....	.....	-1,302	-309	-235	-284	-474	-380	-390	.....	.....	.....	.....	.....	.....	.....	36
-120	-118	-120	-125	-687	-160	-151	-175	-201	-154	-145	-100	-25	-25	-25	-25	-26	-23	37
-43	-22	-54	-24	-10,503	-2,512	-2,540	-2,759	-2,692	-2,845	-2,870	-96	-55	.....	-34	-7	-75	-18	38
16	11	28	35	246	50	58	66	72	62	59	24	6	6	6	6	6	6	39
-9,449	-9,242	2,889	3,562	-55,591	-22,251	-43,023	-11,743	21,426	11,682	-31,572	27,864	11,004	16,248	-5,540	6,152	-994	9,168	40
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	1,218	-26	-838	-86	2,168	-2,000	-412	41
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	42
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	1,218	-26	-838	-86	2,168	-2,000	-412	44
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	45
.....	.....	.....	.....	.....	158	102	167	-32	-79	170	52	-10	9	2	2	-23	12	-1
.....	.....	.....	.....	.....	-1,313	-245	-138	-445	-485	-602	-301	.....	.....	.....	.....	.....	.....	46
.....	.....	.....	.....	.....	1,474	347	312	417	398	765	395	.....	.....	.....	.....	.....	.....	47
.....	.....	.....	.....	.....	-3	(*)	-7	-4	8	7	-42	-10	9	2	2	-23	12	-1
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	48
-9,449	-9,242	2,889	3,562	-55,749	-22,353	-43,190	-11,711	21,505	11,512	-31,624	26,656	11,021	17,084	-5,456	4,007	994	9,581	50
-2,204	-1,008	-2,644	-6,252	-18,021	-6,177	-3,659	-4,047	-4,138	-7,013	-10,393	-3,844	-606	-2,474	-438	-326	-499	-541	51
3,750	-3,328	-980	610	-14,495	2,003	-11,090	-4,824	-584	-731	-9,355	-1,682	-7,738	531	3,662	1,863	-10,476	-5,357	52
4,328	1,690	-2,787	.....	-12,166	1,247	-3,052	-8,733	-1,628	6,346	-24,600	-4,367	-1,572	-270	-452	-2,073	6,094	.....	53
-15,323	-6,596	9,300	9,204	-11,067	-19,426	-25,389	5,893	27,855	12,910	12,724	36,549	20,937	19,297	-8,228	4,543	5,875	15,479	54
9,746	-806	7,951	7,715	34,884	12,364	69,162	-22,674	-23,968	937	70,467	36,661	-21,649	-21,022	24,975	54,357	-21,605	8,901	55
-3,227	3,112	2,904	-605	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	56
.....	.....	.....	.....	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	57
.....	.....	.....	.....	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	58
.....	.....	.....	.....	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	59
.....	.....	.....	.....	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	60
.....	.....	.....	.....	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	61
.....	.....	.....	.....	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	62
12,973	-3,918	5,047	8,320	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	63
10,142	-1,080	1,825	5,675	278	1,820	395	-817											

Table 10.—U.S. International  
[Millions]

Line	(Credits +; debits -) <sup>1</sup>	Australia						
		1998	1998				1999	
			I	II	III	IV	I <sup>P</sup>	II <sup>P</sup>
<b>Current account</b>								
1	<b>Exports of goods and services and income receipts</b> .....	<b>21,511</b>	<b>5,500</b>	<b>5,448</b>	<b>5,350</b>	<b>5,213</b>	<b>4,834</b>	<b>5,450</b>
2	Exports of goods and services .....	16,688	4,254	4,087	4,174	4,173	3,734	4,107
3	Goods, balance of payments basis <sup>2</sup> .....	11,775	3,117	2,838	2,918	2,902	2,543	2,756
4	Services <sup>3</sup> .....	4,913	1,137	1,249	1,256	1,271	1,191	1,351
5	Transfers under U.S. military agency sales contracts <sup>4</sup> .....	168	45	36	43	44	51	100
6	Travel .....	1,562	337	413	404	408	342	416
7	Passenger fares .....	548	121	151	153	123	123	153
8	Other transportation .....	320	75	76	83	86	81	86
9	Royalties and license fees <sup>5</sup> .....	749	168	186	190	205	187	187
10	Other private services <sup>5</sup> .....	1,560	390	386	382	402	406	408
11	U.S. Government miscellaneous services .....	6	1	1	1	3	1	1
12	Income receipts .....	4,823	1,246	1,361	1,176	1,040	1,100	1,343
13	Income receipts on U.S.-owned assets abroad .....	4,815	1,244	1,359	1,174	1,038	1,098	1,341
14	Direct investment receipts .....	1,897	468	609	467	353	365	567
15	Other private receipts .....	2,918	776	750	707	685	733	774
16	U.S. Government receipts .....	.....	.....	.....	.....	.....	.....	.....
17	Compensation of employees .....	8	2	2	2	2	2	2
18	<b>Imports of goods and services and income payments</b> .....	<b>-10,121</b>	<b>-2,468</b>	<b>-2,529</b>	<b>-2,561</b>	<b>-2,563</b>	<b>-2,259</b>	<b>-2,510</b>
19	Imports of goods and services .....	-8,439	-1,995	-2,139	-2,151	-2,154	-1,888	-2,170
20	Goods, balance of payments basis <sup>2</sup> .....	-5,372	-1,262	-1,435	-1,315	-1,360	-1,093	-1,372
21	Services <sup>3</sup> .....	-3,067	-733	-704	-836	-794	-795	-798
22	Direct defense expenditures .....	-41	-15	-10	-7	-9	-18	-15
23	Travel .....	-1,231	-273	-289	-386	-283	-301	-310
24	Passenger fares .....	-599	-150	-131	-143	-175	-166	-141
25	Other transportation .....	-214	-66	-40	-53	-55	-46	-47
26	Royalties and license fees <sup>5</sup> .....	-38	-16	-8	-6	-8	-7	-8
27	Other private services <sup>5</sup> .....	-895	-202	-216	-224	-253	-249	-266
28	U.S. Government miscellaneous services .....	-49	-11	-10	-17	-11	-8	-11
29	Income payments .....	-1,682	-473	-390	-410	-409	-371	-340
30	Income payments on foreign-owned assets in the United States .....	-1,674	-471	-388	-408	-407	-369	-338
31	Direct investment payments .....	-673	-205	-149	-187	-132	-153	-64
32	Other private payments .....	-643	-171	-163	-160	-149	-145	-193
33	U.S. Government payments .....	-358	-95	-76	-61	-126	-71	-81
34	Compensation of employees .....	-8	-2	-2	-2	-2	-2	-2
35	<b>Unilateral current transfers, net</b> .....	<b>-137</b>	<b>-39</b>	<b>-31</b>	<b>-38</b>	<b>-29</b>	<b>-39</b>	<b>-35</b>
36	U.S. Government grants <sup>4</sup> .....	.....	.....	.....	.....	.....	.....	.....
37	U.S. Government pensions and other transfers .....	-38	-9	-10	-9	-10	-10	-9
38	Private remittances and other transfers <sup>6</sup> .....	-99	-30	-21	-29	-19	-29	-26
<b>Capital and financial account</b>								
<b>Capital account</b>								
39	<b>Capital account transactions, net</b> .....	<b>4</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>1</b>	<b>2</b>	<b>2</b>
<b>Financial account</b>								
40	<b>U.S.-owned assets abroad, net (increase/financial outflow (-))</b> .....	<b>-7,666</b>	<b>-311</b>	<b>-6,611</b>	<b>-1,839</b>	<b>1,095</b>	<b>-2,357</b>	<b>-5,810</b>
41	U.S. official reserve assets, net .....	.....	.....	.....	.....	.....	.....	.....
42	Gold <sup>7</sup> .....	.....	.....	.....	.....	.....	.....	.....
43	Special drawing rights .....	.....	.....	.....	.....	.....	.....	.....
44	Reserve position in the International Monetary Fund .....	.....	.....	.....	.....	.....	.....	.....
45	Foreign currencies .....	.....	.....	.....	.....	.....	.....	.....
46	U.S. Government assets, other than official reserve assets, net .....	-2	-1	-1	.....	.....	6	-5
47	U.S. credits and other long-term assets .....	.....	.....	.....	.....	.....	.....	.....
48	Repayments on U.S. credits and other long-term assets <sup>8</sup> .....	.....	.....	.....	.....	.....	.....	.....
49	U.S. foreign currency holdings and U.S. short-term assets, net .....	-2	-1	-1	.....	.....	6	-5
50	U.S. private assets, net .....	-7,664	-310	-6,610	-1,839	1,095	-2,363	-5,805
51	Direct investment .....	-3,659	-573	-3,855	-601	1,370	-3,389	-1,409
52	Foreign securities .....	-1,337	-17	-1,346	-401	427	-82	-974
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns .....	-981	128	129	-513	-725	430	.....
54	U.S. claims reported by U.S. banks, not included elsewhere .....	-1,687	152	-1,538	-324	23	678	-3,422
55	<b>Foreign-owned assets in the United States, net (increase/financial inflow (+))</b> .....	<b>1,258</b>	<b>-474</b>	<b>3,106</b>	<b>-3,406</b>	<b>2,032</b>	<b>691</b>	<b>2,200</b>
56	Foreign official assets in the United States, net .....	(18)	(18)	(18)	(18)	(18)	(18)	(18)
57	U.S. Government securities .....	(18)	(18)	(18)	(18)	(18)	(18)	(18)
58	U.S. Treasury securities <sup>9</sup> .....	(18)	(18)	(18)	(18)	(18)	(18)	(18)
59	Other <sup>10</sup> .....	(18)	(18)	(18)	(18)	(18)	(18)	(18)
60	Other U.S. Government liabilities <sup>11</sup> .....	5	-12	4	-2	15	8	-41
61	U.S. liabilities reported by U.S. banks, not included elsewhere .....	(18)	(18)	(18)	(18)	(18)	(18)	(18)
62	Other foreign official assets <sup>12</sup> .....	(18)	(18)	(18)	(18)	(18)	(18)	(18)
63	Other foreign assets in the United States, net .....	(18)	(18)	(18)	(18)	(18)	(18)	(18)
64	Direct investment .....	2,035	1,508	671	-472	328	167	485
65	U.S. Treasury securities .....	(18)	(18)	(18)	(18)	(18)	(18)	(18)
66	U.S. securities other than U.S. Treasury securities .....	838	176	-325	6	981	42	157
67	U.S. currency .....	.....	.....	.....	.....	.....	.....	.....
68	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns .....	1,497	-159	1,623	97	-64	-175	.....
69	U.S. liabilities reported by U.S. banks, not included elsewhere .....	18 -3,117	18 -1,987	18 1,133	18 -3,035	18 772	18 649	18 1,599
70	<b>Statistical discrepancy (sum of above items with sign reversed)</b> .....	<b>-4,849</b>	<b>-2,209</b>	<b>616</b>	<b>2,493</b>	<b>-5,749</b>	<b>-872</b>	<b>703</b>
<b>Memoranda:</b>								
71	Balance on goods (lines 3 and 20) .....	6,403	1,855	1,403	1,603	1,542	1,450	1,384
72	Balance on services (lines 4 and 21) .....	1,846	404	545	420	477	396	553
73	Balance on goods and services (lines 2 and 19) .....	8,249	2,259	1,948	2,023	2,019	1,846	1,937
74	Balance on income (lines 12 and 29) .....	3,141	773	971	766	631	729	1,003
75	Unilateral current transfers, net (line 35) .....	-137	-39	-31	-38	-29	-39	-35
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) <sup>13</sup> .....	11,253	2,993	2,888	2,751	2,621	2,536	2,905

Transactions, by Area—Continued  
of dollars]

Other countries in Asia and Africa							International organizations and unallocated <sup>16</sup>								Line
1998	1998				1999		1998	1998				1999			
	I	II	III	IV	I <sup>r</sup>	II <sup>p</sup>		I	II	III	IV	I <sup>r</sup>	II <sup>p</sup>		
214,716	53,906	52,554	51,380	56,876	51,342	53,933	29,639	7,197	7,271	7,389	7,782	7,440	7,560	1	
192,083	48,148	46,474	45,818	51,643	45,919	47,980	4,641	1,167	1,123	1,135	1,216	1,118	1,204	2	
136,995	34,260	32,882	31,278	38,575	31,674	34,002	.....	.....	.....	.....	.....	.....	.....	3	
55,088	13,888	13,592	14,540	13,068	14,245	13,978	4,641	1,167	1,123	1,135	1,216	1,118	1,204	4	
10,501	2,830	2,905	2,439	2,327	2,372	2,585	.....	.....	.....	.....	.....	.....	.....	5	
10,484	2,014	2,797	3,366	2,307	2,042	2,816	.....	.....	.....	.....	.....	.....	.....	6	
1,839	387	481	593	378	392	490	.....	.....	.....	.....	.....	.....	.....	7	
8,028	1,943	1,957	1,985	2,143	2,160	2,229	558	140	141	141	136	115	203	8	
4,472	1,062	1,070	1,135	1,205	1,165	1,198	1,980	467	470	478	565	493	492	9	
19,413	5,539	4,311	4,934	4,629	6,034	4,568	2,103	560	512	516	515	510	509	10	
351	113	71	88	79	80	92	.....	.....	.....	.....	.....	.....	.....	11	
22,633	5,758	6,080	5,562	5,233	5,423	5,953	24,998	6,030	6,148	6,254	6,566	6,322	6,356	12	
22,569	5,742	6,064	5,546	5,217	5,406	5,936	23,595	5,681	5,798	5,903	6,213	5,970	6,003	13	
11,021	2,860	3,008	2,643	2,510	2,792	3,356	13,427	3,192	3,192	3,357	3,686	3,358	3,271	14	
10,440	2,605	2,822	2,578	2,435	2,325	2,373	9,353	2,307	2,411	2,335	2,300	2,396	2,541	15	
1,108	277	234	325	272	289	207	815	182	195	211	227	216	191	16	
64	16	16	16	16	17	17	1,403	349	350	351	353	352	353	17	
-326,895	-76,233	-79,667	-87,791	-83,204	-79,349	-87,426	-11,401	-2,868	-2,699	-2,687	-3,147	-2,781	-2,935	18	
-298,020	-69,184	-72,331	-80,534	-75,971	-71,961	-79,795	-2,702	-913	-639	-595	-555	-564	-733	19	
-263,505	-61,012	-63,755	-71,565	-67,173	-62,733	-70,388	.....	.....	.....	.....	.....	.....	.....	20	
-34,515	-8,172	-8,576	-8,969	-8,798	-9,228	-9,407	-2,702	-913	-639	-595	-555	-564	-733	21	
-4,090	-901	-1,035	-1,036	-1,118	-1,064	-1,026	.....	.....	.....	.....	.....	.....	.....	22	
-10,349	-2,547	-2,678	-2,732	-2,932	-2,805	-2,873	.....	.....	.....	.....	.....	.....	.....	23	
-4,501	-1,103	-1,068	-1,160	-1,170	-1,223	-1,150	.....	.....	.....	.....	.....	.....	.....	24	
-7,997	-1,809	-1,920	-2,109	-2,159	-2,230	-2,318	-1,384	-346	-377	-337	-324	-285	-461	25	
-284	-71	-71	-67	-75	-74	-72	-986	-471	-166	-169	-180	-185	-182	26	
-6,502	-1,538	-1,630	-1,655	-1,679	-1,642	-1,767	-330	-96	-95	-88	-51	-93	-90	27	
-792	-203	-174	-210	-205	-190	-201	-2	.....	.....	.....	.....	.....	.....	28	
-28,875	-7,049	-7,336	-7,257	-7,233	-7,388	-7,631	-8,699	-1,955	-2,060	-2,092	-2,592	-2,217	-2,202	29	
-28,419	-6,913	-7,242	-7,175	-7,089	-7,243	-7,530	-8,699	-1,955	-2,060	-2,092	-2,592	-2,217	-2,202	30	
-17	96	-88	-85	60	-159	-209	-5,426	-1,158	-1,212	-1,253	-1,803	-1,365	-1,339	31	
-10,277	-2,676	-2,591	-2,611	-2,399	-2,381	-2,442	-3,253	-794	-835	-836	-788	-848	-857	32	
-18,125	-4,333	-4,563	-4,479	-4,750	-4,703	-4,879	-20	-3	-13	-3	-1	-4	-6	33	
-456	-136	-94	-82	-144	-145	-101	.....	.....	.....	.....	.....	.....	.....	34	
-16,744	-3,524	-2,884	-3,707	-6,629	-3,414	-3,468	-10,211	-2,579	-2,538	-2,324	-2,770	-2,427	-2,722	35	
-8,427	-1,354	-1,008	-1,526	-4,539	-967	-1,321	-940	-261	-258	-198	-223	-257	-419	36	
-464	-122	-120	-98	-124	-119	-121	-1,146	-241	-137	-82	-686	-124	-84	37	
-7,853	-2,048	-1,756	-2,083	-1,966	-2,328	-2,026	-8,125	-2,077	-2,143	-2,044	-1,861	-2,046	-2,219	38	
111	28	33	17	33	25	35	.....	.....	.....	.....	.....	.....	.....	39	
-825	4,377	-2,114	1,532	-4,620	-2,448	-1,957	-20,057	-3,723	-4,177	-7,221	-4,936	-3,935	-3,409	40	
.....	.....	.....	.....	.....	.....	.....	-5,267	-267	-959	-1,890	-2,151	566	1,223	41	
.....	.....	.....	.....	.....	.....	.....	-149	-182	72	188	-227	563	-190	42	
.....	.....	.....	.....	.....	.....	.....	-5,118	-85	-1,031	-2,078	-1,924	3	1,413	43	
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	44	
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	45	
-136	-70	-351	162	123	11	-222	-1,161	-286	-317	-291	-267	-267	-289	46	
-1,454	-394	-632	-206	-222	-209	-299	-1,161	-286	-317	-291	-267	-267	-289	47	
1,270	366	251	365	288	326	208	.....	.....	.....	.....	.....	.....	.....	48	
48	-42	30	3	57	-106	-131	.....	.....	.....	.....	.....	.....	.....	49	
-689	4,447	-1,763	1,370	-4,743	-2,459	-1,735	-13,629	-3,170	-2,901	-5,040	-2,518	-4,234	-4,343	50	
-10,742	-2,188	-1,529	-2,784	-4,241	-6,725	-3,912	-11,768	-2,547	-2,994	-2,741	-3,486	-3,193	-3,022	51	
-5,959	-3,934	-6,691	3,804	862	-1,217	1,165	-597	-133	154	76	-694	49	-111	52	
1,677	-690	2,261	-386	492	-92	.....	3	18	-15	-45	45	-7	-1,829	53	
14,335	11,259	4,196	736	-1,856	5,575	1,012	-1,267	-508	-46	-2,330	1,617	-1,083	619	54	
19,075	21,225	-3,185	-16,054	17,089	13,028	2,535	21,860	7,880	410	8,033	5,537	5,753	16,710	55	
(18)	(18)	(18)	(18)	(18)	(18)	(18)	2	.....	.....	.....	2	.....	.....	56	
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	57	
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	58	
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	59	
-2,561	-534	-1,094	-228	-705	-737	-255	2	.....	.....	.....	2	.....	.....	60	
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	61	
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	62	
(18)	(18)	(18)	(18)	(18)	(18)	(18)	21,858	7,880	410	8,033	5,535	5,753	16,710	63	
32	-306	-182	-15	535	-48	158	4,415	1,046	1,085	1,123	1,161	1,197	1,232	64	
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	65	
-1,493	3,137	659	-7,245	1,956	3,119	3,417	51	-24	255	-155	-25	-148	-130	66	
-2,950	1,563	59	-1,665	-2,907	805	.....	16,622	746	2,349	7,277	6,250	2,440	3,057	67	
18 26,047	18 17,365	18 -2,627	18 -6,901	18 18,210	18 9,889	18 -785	216	57	73	49	37	18 18	18 11,390	68	
110,562	221	35,263	54,623	20,455	20,816	36,348	18 554	18 6,055	18 -3,352	18 -261	18 -1,888	18 2,246	18 1,161	69	
-126,510	-26,752	-30,873	-40,287	-28,598	-31,059	-36,386	.....	.....	.....	.....	.....	.....	.....	70	
20,573	5,716	5,016	5,571	4,270	5,017	4,571	1,939	254	484	540	661	554	471	71	
-105,937	-21,036	-25,857	-34,716	-24,328	-26,042	-31,815	1,939	254	484	540	661	554	471	72	
-6,242	-1,291	-1,256	-1,695	-2,000	-1,965	-1,678	16,299	4,075	4,088	4,162	3,974	4,105	4,154	74	
-16,744	-3,524	-2,884	-3,707	-6,629	-3,414	-3,468	-10,211	-2,579	-2,538	-2,324	-2,770	-2,427	-2,722	75	
-128,923	-25,851	-29,997	-40,118	-32,957	-31,421	-36,961	8,027	1,750	2,034	2,378	1,865	2,232	1,903	76	