

U.S. International Transactions

First Quarter of 2006

By Renee M. Sauers and Matthew J. Argersinger

The estimates presented in this article reflect the annual revision of the international transactions accounts. For more information, see "Annual Revision of the U.S. International Accounts, 1995–2005" in this issue.

THE U.S. current-account deficit—the combined balances on trade in goods and services, income, and net unilateral current transfers—decreased to \$208.7 billion (preliminary) in the first quarter of 2006 from \$223.1 billion (revised) in the fourth quarter of 2005 (table A, chart 1).¹ The decrease was attributable to decreases in payments for net unilateral current transfers and in the deficit on goods and a shift to a surplus from a deficit on income. These changes were partly offset by a decrease in the surplus

on services.

In the financial account, net recorded financial inflows—net acquisitions by foreign residents of assets in the United States less net acquisitions by U.S. residents of assets abroad—decreased to \$157.6 billion in the first quarter from \$242.7 billion in the fourth quarter. Both acquisitions of U.S.-owned assets abroad and acquisitions of foreign-owned assets in the United States increased strongly, but U.S.-owned assets increased more than foreign-owned assets.

The statistical discrepancy—errors and omissions in recorded transactions—was a positive \$52.8 billion in the first quarter, compared with a negative \$19.1 billion in the fourth quarter.

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

Table A. Summary of U.S. International Transactions

[Millions of dollars, quarters seasonally adjusted]

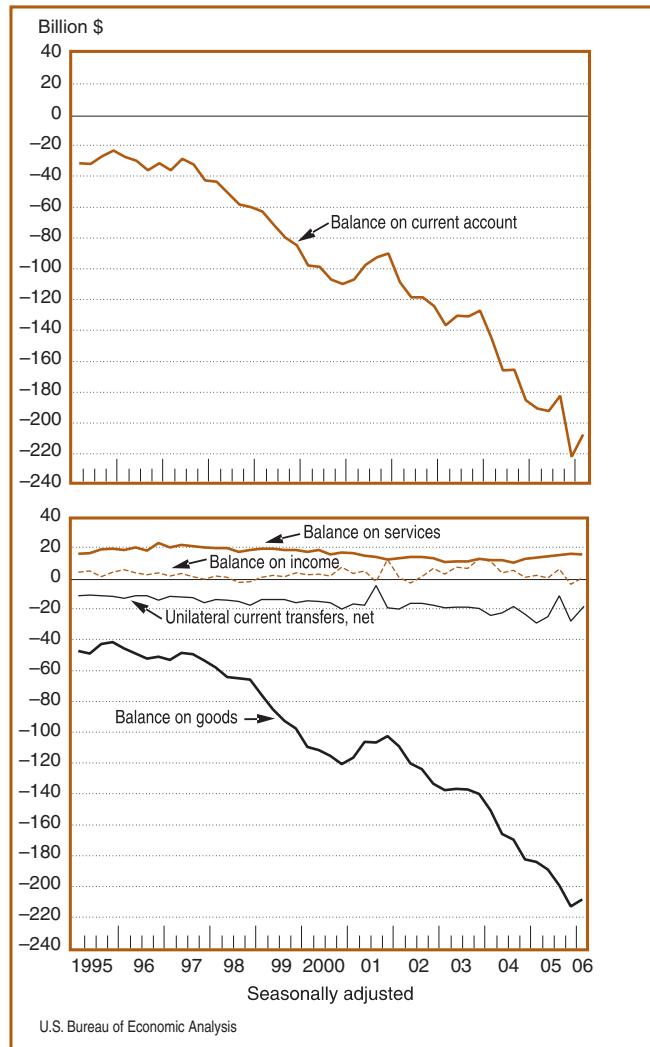
Line	Lines in tables 1 and 11 in which transactions are included are indicated in () (Credits +; debits -)	2004	2005	2004				2005				2006	Change: 2005:IV- 2006:I
				I	II	III	IV	I	II	III	IV		
Current account													
1	Exports of goods and services and income receipts (1)	1,526,855	1,749,892	362,895	375,770	384,648	403,536	415,277	429,326	442,935	462,357	485,444	23,087
2	Goods, balance of payments basis (3).....	807,516	894,631	194,056	199,617	204,340	209,503	214,189	222,591	224,947	232,904	244,512	11,608
3	Services (4).....	344,426	380,614	83,313	85,276	85,349	90,488	92,391	94,054	95,906	98,261	100,134	1,873
4	Income receipts (12).....	374,913	474,647	85,526	90,877	94,959	103,545	108,697	112,681	122,081	131,192	140,798	9,606
5	Imports of goods and services and income payments (18)	-2,110,559	-2,455,328	-486,179	-521,646	-534,451	-568,283	-579,764	-599,390	-616,886	-659,290	-674,261	-14,971
6	Goods, balance of payments basis (20).....	-1,472,926	-1,677,371	-344,010	-364,709	-373,143	-391,064	-397,457	-410,811	-423,693	-445,410	-452,481	-7,071
7	Services (21).....	-290,312	-314,604	-69,507	-71,573	-73,218	-76,013	-77,231	-77,892	-78,952	-80,529	-82,906	-2,377
8	Income payments (29).....	-347,321	-463,353	-72,662	-85,364	-88,090	-101,206	-105,076	-110,687	-114,240	-133,351	-138,874	-5,523
9	Unilateral current transfers, net (35)	-81,582	-86,072	-22,554	-20,895	-16,524	-21,609	-27,237	-23,194	-9,464	-26,176	-19,855	6,321
Capital account													
10	Capital account transactions, net (39)	-2,261	-4,351	-457	-399	-923	-482	-2,691	-589	-557	-514	-1,756	-1,242
Financial account													
11	U.S.-owned assets abroad, net (increase/financial outflow (-)) (40)	-867,802	-426,801	-309,212	-135,173	-144,528	-278,884	-87,391	-196,376	-132,380	-10,656	-333,925	-323,269
12	U.S. official reserve assets, net (41).....	2,805	14,096	557	1,122	429	697	5,331	-797	4,766	4,796	513	-4,283
13	U.S. Government assets, other than official reserve assets, net (46).....	1,710	5,539	727	-2	484	501	2,591	989	1,501	459	943	484
14	U.S. private assets, net (50).....	-872,317	-446,436	-310,496	-136,293	-145,441	-280,082	-95,313	-196,568	-138,647	-15,911	-335,381	-319,470
15	Foreign-owned assets in the United States, net (increase/financial inflow (+)) (55)	1,450,221	1,212,250	438,930	314,152	260,132	437,006	224,128	346,179	388,592	253,350	491,554	238,204
16	Foreign official assets in the United States, net (56).....	387,809	199,495	147,627	79,944	71,285	88,953	18,965	74,613	33,983	71,934	75,207	3,273
17	Other foreign assets in the United States, net (63).....	1,062,412	1,012,755	291,303	234,208	188,847	348,053	205,163	271,566	354,609	181,416	416,347	234,931
18	Statistical discrepancy (sum of above items with sign reversed) (70)	85,128	10,410	16,577	-11,809	51,646	28,716	57,678	44,044	-72,240	-19,071	52,799	71,870
Memoranda:													
19	Balance on current account (76).....	-665,286	-791,508	-145,838	-166,771	-166,327	-186,356	-191,724	-193,258	-183,415	-223,109	-208,672	14,437
20	Net financial flows (40 and 55).....	582,419	785,449	129,718	178,979	115,604	158,122	136,737	149,803	256,212	242,694	157,629	-85,065

The following are highlights for the first quarter of 2006:

- Goods exports increased at the strongest rate in more than 2 years. Goods imports slowed as a result of a drop in petroleum products and a slowdown in nonpetroleum products.
- Both receipts and payments of “other” private and U.S. Government income continued to increase strongly as a result of increases in interest rates.

- Transactions in U.S. Treasury securities by private foreigners shifted to net sales, and net purchases of other U.S. securities by private foreigners increased to a record level.
- U.S. direct investment abroad increased after two quarters of unusual decreases, largely as a result of the ending of the tax incentives associated with the American Jobs Creation Act of 2004.
- Both U.S. claims and U.S. liabilities reported by banks increased very strongly.

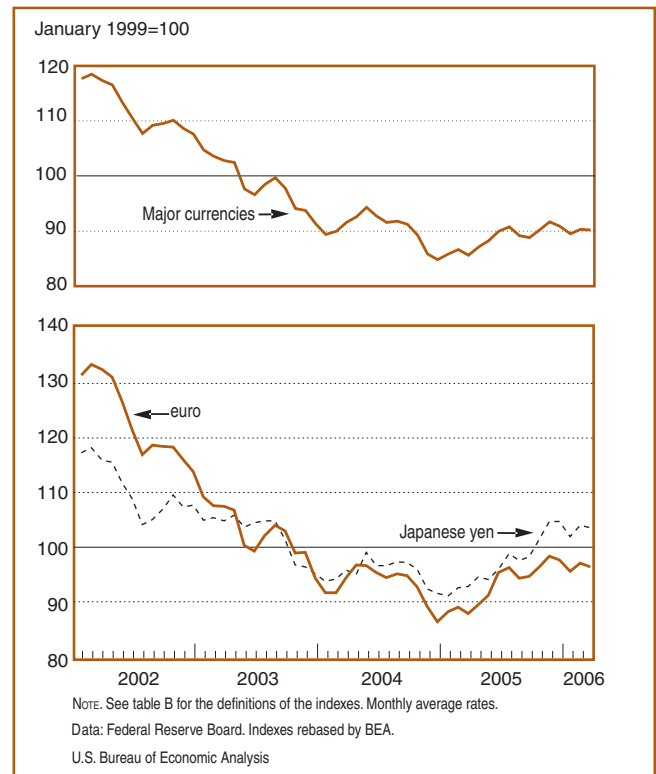
Chart 1. U.S. Current-Account Balance and Its Components



Selected economic and financial market developments

In the first quarter, the U.S. dollar depreciated 1 percent on a nominal, trade-weighted, quarterly average basis against a group of seven major currencies that are widely traded in international markets (table B, chart 2). The U.S. dollar depreciated 2 percent against the

Chart 2. Nominal Indexes of Foreign Currency Price of the U.S. Dollar



Canadian dollar, 1 percent against the euro, and less than 1 percent against the Japanese yen.

In the United States, data releases in the first quarter indicated that the U.S. economy in the fourth quarter grew considerably less than in recent quarters. Releases indicated that the U.S. deficit on trade in goods and services on a 3-month moving-average basis continued to increase. U.S. monetary authorities raised the target level for the Federal funds rate by 50 basis points in two steps, to 4.75 percent. U.S. long-term interest rates and U.S. stock prices increased.

In Europe, data releases indicated that euro area economic growth in the fourth quarter slowed. Among countries with the largest economies, economic activity in Germany and France weakened, and activity in Spain remained relatively strong. Euro area monetary authorities raised the minimum bid rate on main refinancing operations, a key policy-controlled interest rate, to 2.5 percent.

In Japan, reports showed that economic growth in the fourth quarter was strong. Growth has been strong in three of the last four quarters. In a policy shift, Japanese monetary authorities announced they would resume targeting the overnight call rate, which has been zero for several years.

In Canada, reported economic growth in the fourth

quarter weakened. Canadian monetary authorities raised the target for the overnight rate by 50 basis points in two steps, to 3.75 percent.

Revisions to the Estimates

The estimates presented in this article incorporate methodological and statistical improvements and incorporate newly available source data. The following estimates have been revised: Goods for 2003–2005; services for 1997–2005; income for 2001–2005; unilateral current transfers for 1995–2005; capital account transactions for 1996–2005; and financial flows for 2002–2005. For more information, see “Annual Revision of the U.S. International Accounts, 1995–2005” in this issue.

For the fourth quarter of 2005, the current-account deficit was revised to \$223.1 billion from \$224.9 billion. The goods deficit was revised to \$212.5 billion from \$212.4 billion; the services surplus was revised to \$17.7 billion from \$15.1 billion; the deficit on income was revised to \$2.2 billion from \$2.4 billion; and unilateral current transfers were revised to net outflows of \$26.2 billion from \$25.1 billion. Net recorded financial inflows were revised to \$242.7 billion from \$235.0 billion.

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

[January 1999=100]

	2005				2006		2005										2006		
	I	II	III	IV	I	March	April	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	Jan.	Feb.	March	
Nominal: ¹																			
Broad ²	95.7	96.8	97.2	98.0	96.5	95.4	96.2	96.6	97.6	98.0	96.8	96.7	97.7	98.4	97.8	96.3	96.6	96.7	
Major currencies ³	86.0	88.4	89.5	90.8	89.9	85.6	87.0	88.2	89.9	90.7	89.1	88.7	90.1	91.6	90.8	89.4	90.2	90.1	
Other important trading partners ⁴	108.4	107.8	107.1	107.1	105.1	108.2	108.2	107.5	107.6	107.5	106.7	107.1	107.5	107.1	106.6	105.3	104.8	105.2	
Real: ¹																			
Broad ²	96.9	98.8	99.9	100.4	98.9	96.9	98.2	98.5	99.6	100.3	99.3	100.0	100.8	100.7	99.6	98.7	98.8	99.3	
Major currencies ³	91.6	94.6	96.6	98.2	97.5	91.5	93.3	94.3	96.2	97.5	96.0	96.3	98.0	99.0	97.7	96.8	97.8	97.9	
Other important trading partners ⁴	102.9	103.5	103.4	102.6	100.3	103.1	103.9	103.2	103.5	103.3	102.9	104.1	103.9	102.4	101.5	100.6	99.6	100.7	
Selected currencies: (nominal) ⁵																			
Canada.....	80.7	81.8	79.1	77.2	76.0	80.0	81.3	82.6	81.6	80.5	79.3	77.5	77.5	77.8	76.4	76.2	75.6	76.2	
European currencies:																			
Euro area ⁶	88.4	92.1	95.1	97.5	96.4	87.9	89.6	91.3	95.4	96.3	94.3	94.7	96.4	98.3	97.7	95.6	97.1	96.4	
United Kingdom.....	87.3	88.9	92.5	94.4	94.1	86.6	87.0	88.9	90.8	94.2	91.9	91.3	93.5	95.1	94.5	93.3	94.4	94.6	
Switzerland.....	85.3	88.5	92.0	93.9	93.5	84.8	86.3	87.8	91.4	93.4	91.1	91.4	93.0	94.6	94.2	92.2	94.2	94.2	
Japan.....	92.2	94.9	98.2	103.5	103.1	92.9	94.6	94.1	96.0	98.8	97.6	98.2	101.4	104.6	104.6	101.9	104.0	103.5	
Mexico.....	110.4	108.3	105.8	105.8	104.6	110.1	109.7	108.4	106.8	105.4	105.5	106.5	107.0	105.4	104.9	104.1	103.5	106.1	
Brazil.....	176.2	164.2	154.9	148.7	145.0	179.0	170.4	162.4	159.7	156.8	156.1	151.8	149.0	146.2	150.9	149.9	142.8	142.4	

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 the 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, Greece, Ireland, Italy, Luxembourg, Netherlands, Portugal, and Spain.

Current Account

Goods and services

The deficit on goods and services decreased \$4.0 billion to \$190.7 billion in the first quarter from \$194.8 billion in the fourth quarter. The decrease was attributable to a \$4.5 billion decrease in the deficit on goods. In contrast, the surplus on services decreased \$0.5 billion.

Goods

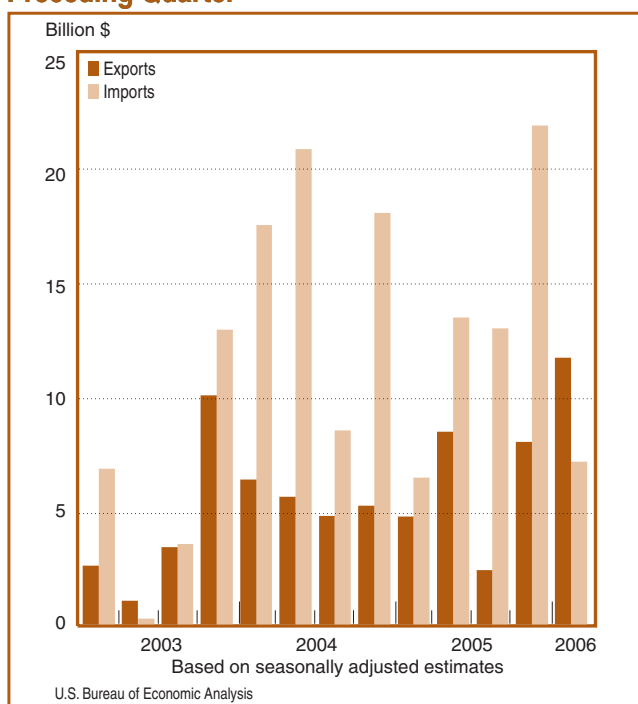
The deficit on goods decreased to \$208.0 billion in the first quarter from \$212.5 billion in the fourth quarter. The decrease, the first in 11 quarters, followed strong increases in the second half of 2005. In the first quarter, exports increased significantly more than imports.

Exports. Exports increased \$11.6 billion, or 5.0 percent, to \$244.5 billion in the first quarter (chart 3, table C). The strong increase was largely accounted for by increases in industrial supplies and materials and in capital goods, but all other major end-use commodity categories also increased. Real exports increased 4.3 percent, and export prices increased 0.7 percent (chart 4).²

Nonagricultural industrial supplies and materials increased \$4.6 billion. Nonferrous metals increased the most in nearly a decade; nonmonetary gold, other

precious metals, and other nonferrous metals all increased strongly, partly because of higher prices. In addition, both petroleum and products and chemicals

Chart 3. U.S. Trade in Goods: Change in Value From Preceding Quarter



2. Quantity (real) estimates are calculated using a chain-type Fisher formula with annual weights for all years and quarterly weights for all quarters. Real estimates are expressed as chained (2000) dollars. Price indexes (2000=100) are also calculated using a chain-type Fisher formula.

Table C. U.S. Trade in Goods in Current and Chained (2000) Dollars and Percent Changes From Previous Period

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

	Current dollars							Chained (2000) dollars ¹							
	2004	2005	2005				2006	2004	2005	2005				2006	
			I	II	III	IV				I ^p	I	II	III		IV
Exports	807,516	894,631	214,189	222,591	224,947	232,904	244,512	773,431	830,878	200,598	206,975	208,470	214,717	223,939	
Agricultural products.....	62,939	64,883	15,610	16,511	16,291	16,471	17,385	50,843	53,911	13,276	13,587	13,409	13,633	14,385	
Nonagricultural products.....	744,577	829,748	198,579	206,080	208,656	216,433	227,127	723,726	778,258	187,599	193,691	195,404	201,459	209,928	
Imports	1,472,926	1,677,371	397,457	410,811	423,693	445,410	452,481	1,430,442	1,531,230	375,182	378,722	380,923	395,786	403,284	
Petroleum and products.....	180,459	251,856	53,157	58,261	67,284	73,154	72,129	137,795	141,199	36,655	34,540	33,642	36,617	36,167	
Nonpetroleum products.....	1,292,467	1,425,515	344,300	352,550	356,409	372,256	380,352	1,292,622	1,391,126	338,172	344,927	348,720	359,106	368,119	
	Percent change from previous period (current dollars)							Percent change from previous period (chained (2000) dollars)							
	2004	2005	2005				2006	2004	2005	2005				2006	
			I	II	III	IV				I ^p	I	II	III		IV
Exports	13.2	10.8	2.2	3.9	1.1	3.5	5.0	9.1	7.4	1.1	3.2	0.7	3.0	4.3	
Agricultural products.....	3.4	3.1	-1.9	5.8	-1.3	1.1	5.4	-5.6	6.0	-3.2	2.3	-1.3	1.7	5.5	
Nonagricultural products.....	14.1	11.4	2.6	3.8	1.3	3.7	4.9	10.5	7.5	1.5	3.2	0.9	3.1	4.2	
Imports	16.8	13.9	1.6	3.4	3.1	5.1	1.6	11.3	7.0	1.2	0.9	0.6	3.9	1.9	
Petroleum and products.....	35.6	39.6	-0.7	9.6	15.5	8.7	-1.4	6.5	2.5	1.7	-5.8	-2.6	8.8	-1.2	
Nonpetroleum products.....	14.6	10.3	2.0	2.4	1.1	4.4	2.2	11.8	7.6	1.1	2.0	1.1	3.0	2.5	

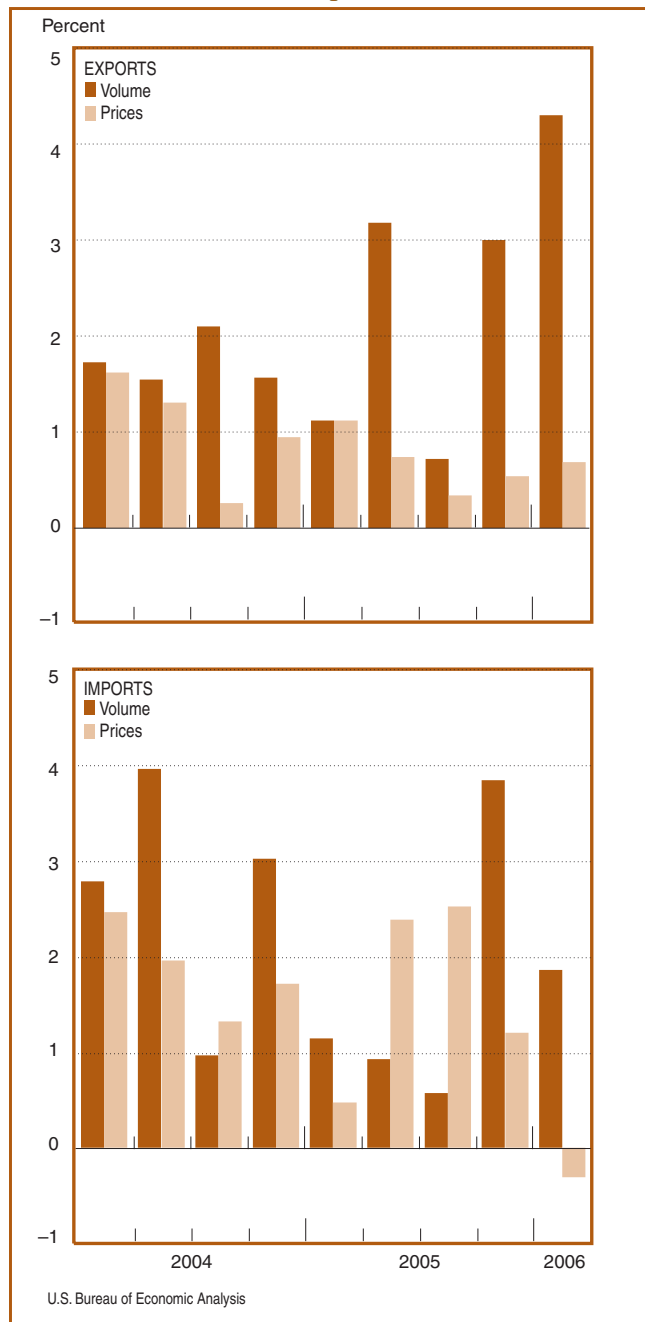
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¹ Because chain indexes use weights of more than one period, the corresponding chained dollar estimates are usually not additive. NOTE: Percent changes in quarterly estimates are not annualized and are expressed at quarterly rates.

rebounded after falling for two consecutive quarters. The rebounds resulted from increases in export volumes after damage caused by Hurricanes Katrina and Rita had hampered the production of petroleum and chemicals in the U.S. Gulf Coast region in the second half of 2005.

Capital goods increased \$4.1 billion. More than half

Chart 4. U.S. Trade in Goods: Change in Volume and Prices From Preceding Quarter



of the increase was accounted for by a strong increase in civilian aircraft, engines, and parts. Electric generating machinery and parts, mainly to Mexico, and “other” industrial, agricultural, and service industry machinery also increased. In addition, both scientific, hospital, and medical equipment and machine tools and metalworking machinery increased by record amounts.

Consumer goods increased \$1.2 billion. Nondurable goods—mainly medical, dental, and pharmaceutical preparations—increased strongly for the second consecutive quarter. Durable goods, mainly recreational equipment, and unmanufactured goods, mainly gemstones, also increased.

Agricultural products increased \$0.9 billion. Soybean exports rebounded—mainly to Mexico, Japan, and Taiwan—after declining for two quarters. Raw cotton increased after decreasing in the fourth quarter.

Automotive vehicles, parts, and engines increased \$0.2 billion. An increase in exports of passenger cars, trucks, and other vehicles, mainly to Canada and Europe, was partly offset by a decrease in exports of engines and other parts and accessories to Canada.

Imports. Imports increased \$7.1 billion, or 1.6 percent, to \$452.5 billion in the first quarter, following three quarters of more substantial increases (table C). The first-quarter increase was mostly attributable to increases in capital goods, in consumer goods, and in automotive vehicles, parts, and engines. In contrast, petroleum and petroleum products decreased after three quarters of sizable increases. Real imports increased 1.9 percent, and import prices decreased 0.3 percent.

Capital goods increased \$3.6 billion. After changing little for several quarters, computers, peripherals, and parts increased substantially in the first quarter largely as a result of higher imports from China and Malaysia. Civilian aircraft, engines, and parts—mainly completed aircraft from France and engines and parts from Europe—increased the most in over a year. “Other” industrial, agricultural, and service industry machinery also increased. In contrast, telecommunications equipment changed little for the second consecutive quarter.

Consumer goods increased \$2.3 billion. More than two-thirds of the increase was accounted for by durable goods; a strong increase in household and kitchen appliances, mostly from Asia, was partly offset by a decrease in radio and stereo equipment from China. Nondurable goods also increased, as a rise in medical, dental, and pharmaceutical products from Europe was partly offset by a fall in textile, apparel, and household

goods from Latin America and Hong Kong.

Automotive vehicles, parts, and engines increased \$2.0 billion. A small decrease in imports from Canada was more than offset by a large increase from other areas, mainly passenger cars from Japan and Korea.

Foods, feeds, and beverages increased \$0.9 billion. Agricultural products were boosted by a rise in vegetables, fruits, nuts, and preparations. Nonagricultural products also increased, mostly as a result of increases in fish and shellfish and in whiskey and other alcoholic beverages.

After a record increase in the fourth quarter, nonpetroleum industrial supplies and materials decreased \$1.4 billion in the first quarter, the first quarterly decrease in 4 years. The decrease was more than accounted for by a sharp decline in nonpetroleum energy products, mostly natural gas. The decline in natural gas largely reflected a drop in natural gas prices, which had increased substantially in the second half of 2005 as a result of hurricane-related disruption to natural gas production in the U.S. Gulf Coast region. Imports of chemicals also decreased, following a record increase in the fourth quarter. In contrast, metals and nonmetallic products increased strongly as a result of increases in iron and steel products and in nonferrous metals.

After rising strongly for three quarters, petroleum and products decreased \$1.0 billion in the first quarter (chart 5). U.S. domestic petroleum production increased 8 percent in the first quarter after falling sharply in the second half of 2005 because of the hurricane-related disruption of petroleum production in the Gulf Coast region. In the first quarter, the average price per barrel decreased 1 percent, to \$55.10, and the average number of barrels imported daily decreased 1 percent, to 14.33 million. Imports from Europe decreased, while imports from Mexico and members of

OPEC increased.

Balances by area. The deficit with Asia and Pacific decreased, largely as a result of a substantial decline in imports from China.³ The deficit with Europe also decreased, mainly as a result of an increase in exports to, and a decrease in imports from, the United Kingdom. In contrast, the deficit with Latin America increased, mostly as a result of increases in imports from Mexico and Venezuela.

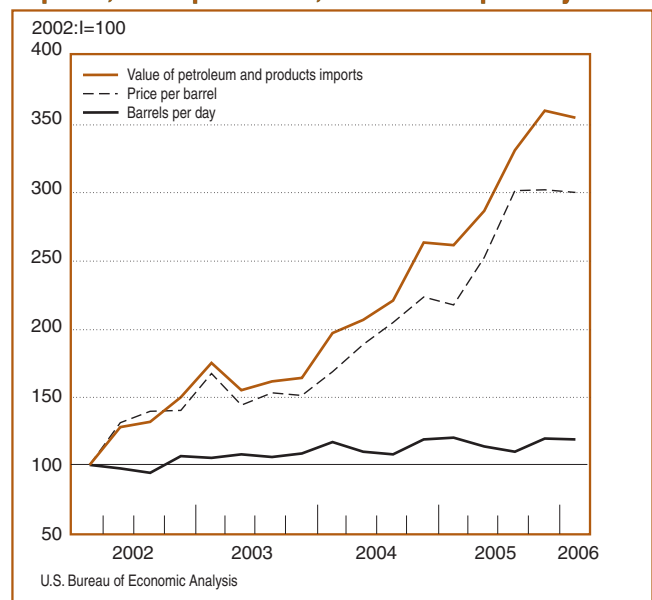
Services

The surplus on services decreased to \$17.2 billion in the first quarter from \$17.7 billion in the fourth quarter, as services payments increased more than services receipts.

Travel receipts increased \$0.3 billion, to \$20.7 billion, as a result of increases in receipts from visitors to the United States from countries overseas and from Canada. Travel payments were virtually unchanged at \$17.2 billion, as an increase in U.S. travelers' payments to Mexico was mostly offset by decreases in

3. Seasonally adjusted estimates of 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 of imports for areas and countries are derived by applying seasonal factors for total 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 5-digit end-use commodity categories.)

Chart 5. Growth in Value of Petroleum and Products Imports, Price per Barrel, and Barrels per Day



Data Availability

The estimates that are presented in tables 1–11 of the U.S. international transactions accounts are available interactively on BEA's Web site at <www.bea.gov>. Users may view and download the most recent quarterly estimates for an entire table, or they may select the period, frequency, and lines that they wish to view. The estimates are available in an HTML table, in an Excel file, or as comma-separated values.

U.S. travelers' payments to Canada and countries overseas. Passenger fare receipts increased \$0.1 billion, to \$5.5 billion, and passenger fare payments increased \$0.1 billion, to \$6.8 billion.

"Other" transportation receipts increased \$0.4 billion, to \$11.7 billion. The increase was more than accounted for by port services, which increased strongly for the second consecutive quarter; the first-quarter rise resulted from increases in both air and port services. "Other" transportation payments increased \$0.2 billion, to \$16.3 billion, as a result of an increase in freight services, mostly for ocean freight.

"Other" private services receipts increased \$0.9 billion, to \$42.5 billion. The increase was mostly attributable to a rise in receipts for affiliated services. "Other" private services payments increased \$1.5 billion, to \$27.4 billion. The increase was mostly accounted for by a step up in payments for insurance services and a rise in payments for affiliated services.

Income

The balance on income shifted to a surplus of \$1.9 billion in the first quarter from a deficit of \$2.2 billion in the fourth quarter, as income receipts increased more than income payments.

Receipts of income on U.S. direct investment abroad increased \$2.6 billion, to \$70.1 billion. The increase largely resulted from higher earnings by foreign affiliates in manufacturing, mainly chemicals, and in wholesale trade. The composition of earnings returned to more typical proportions. Distributed earnings fell sharply, and reinvested earnings shifted to a positive amount from a negative amount, as the tax incentives associated with the American Jobs Creation Act of 2004 that caused distributed earnings to be especially high in 2005 expired for most companies at yearend 2005.

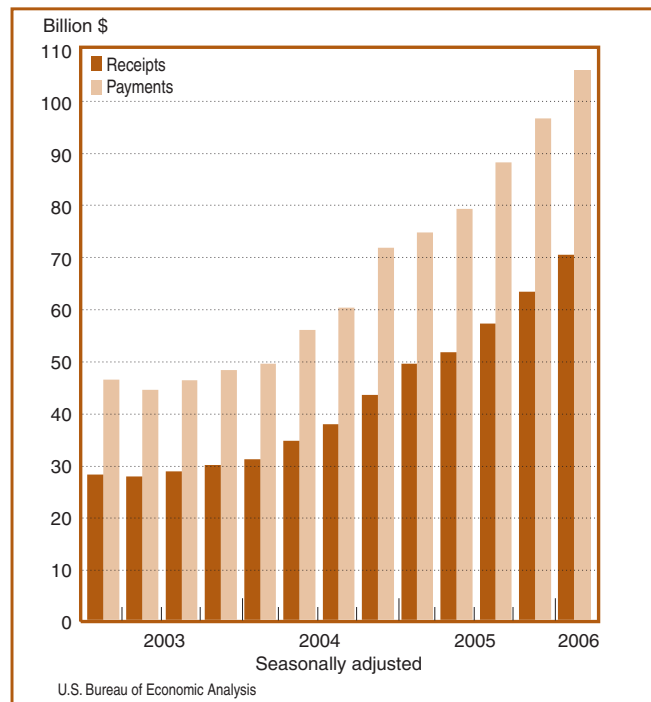
Payments of income on foreign direct investment in the United States decreased \$3.7 billion, to \$31.2 billion. Earnings of U.S. affiliates in all major industries decreased. The largest decreases were in "other" industries, especially information, and in finance and insurance, mostly depository institutions.

Both receipts and payments of "other" private and U.S. Government income continued to rise strongly, mostly because of increases in interest rates (chart 6). Receipts of "other" private income increased \$7.1 billion, to \$69.4 billion. Interest receipts on bank and nonbank claims and on U.S. holdings of foreign bonds increased mostly as a result of a rise in yields. In addition, dividend receipts on U.S. holdings of foreign

stocks were boosted by a rise in average holdings. Receipts of income on U.S. Government assets decreased \$0.1 billion, to \$0.6 billion.

Payments of "other" private income increased \$7.7 billion, to \$72.5 billion. The increase largely reflected increases in interest payments on bank and nonbank liabilities and on foreign holdings of U.S. bonds that resulted from a rise in yields. Payments of income on U.S. Government liabilities increased \$1.6 billion, to \$32.9 billion, largely as a result of a rise in payments on U.S. agency bonds.

Chart 6. Other Private and U.S. Government Income



Unilateral current transfers

Unilateral current transfers were net outflows (payments) of \$19.9 billion in the first quarter, down from net outflows of \$26.2 billion in the fourth quarter. The decrease was more than accounted for by decreases in U.S. Government grants, which were high in the fourth quarter, and in private remittances and other transfers.

Capital Account

Capital account transactions were net outflows (payments) of \$1.8 billion in the first quarter, up from net outflows of \$0.5 billion in the fourth quarter. The increase resulted from debt forgiveness for a few countries in Africa.

Financial Account

Net recorded financial inflows—net acquisitions by foreign residents of assets in the United States less net acquisitions by U.S. residents of assets abroad—were \$157.6 billion in the first quarter, down from \$242.7 billion in the fourth quarter. Both acquisitions of U.S.-owned assets abroad and acquisitions of foreign-owned assets in the United States increased strongly, but U.S.-owned assets increased more than foreign-owned assets.

U.S.-owned assets abroad

Net U.S.-owned assets abroad increased a record \$333.9 billion in the first quarter after an increase of \$10.7 billion in the fourth quarter. The substantial pickup resulted from a surge in U.S. claims on foreigners reported by U.S. banks and a shift to an increase in U.S. direct investment abroad.

U.S. official reserve assets. U.S. official reserve assets decreased \$0.5 billion in the first quarter after a decrease of \$4.8 billion in the fourth quarter. The first-quarter decrease was more than accounted for by a decline in the U.S. reserve position in the International Monetary Fund (IMF), reflecting the net repayment of U.S. dollars to the IMF, mostly by Argentina, which completed the repayment of its IMF debts ahead of schedule.

Claims reported by banks and by nonbanks. U.S. claims on foreigners reported by U.S. banks and securities brokers increased a record \$183.6 billion in the first quarter, in contrast to a decrease of \$10.4 billion in the fourth quarter (chart 7).

Banks' own claims denominated in dollars increased \$135.6 billion in the first quarter, in contrast to a decrease of \$31.1 billion in the fourth quarter. The strong increase was largely attributable to a substantial rise in deposits and brokerage balances, as banks moved funds to offshore offices. Resale agreements also increased, mostly as a result of an upturn in lending by securities brokers and dealers.

Banks' domestic customers' claims denominated in dollars increased \$26.8 billion, up from \$16.7 billion. In the first quarter, the largest increases were in foreign commercial paper and in deposits and brokerage balances.

Claims reported by U.S. nonbanking concerns increased \$36.4 billion after an increase of \$4.8 billion. The first-quarter increase mostly reflected an increase in deposits in the United Kingdom.

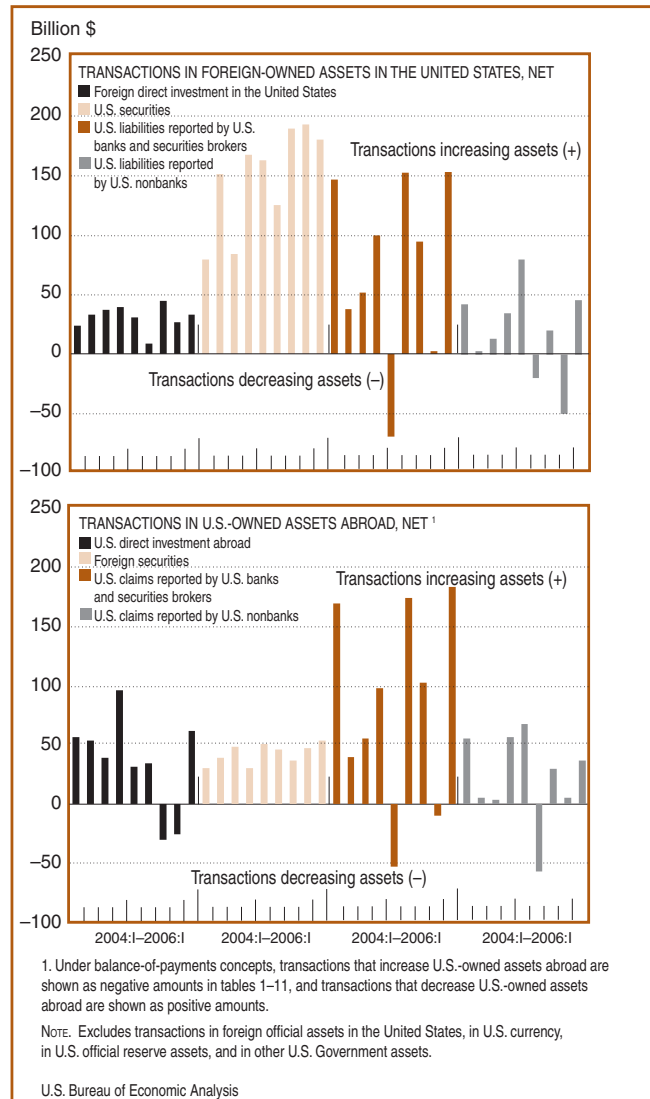
Foreign securities. Net U.S. purchases of foreign securities were \$53.5 billion in the first quarter, up from

\$47.3 billion in the fourth quarter. An increase in net U.S. purchases of foreign bonds was partly offset by a decrease in net U.S. purchases of foreign stocks.

Net U.S. purchases of foreign bonds were \$12.4 billion, up from \$4.5 billion. Prices of foreign bonds decreased, partly in response to the tightening of foreign monetary policies by several central banks, and total returns were negative. U.S. investors may have been attracted to the resultant higher yields, as transactions shifted to net U.S. purchases of bonds from the United Kingdom and from Canada, and net U.S. purchases of bonds from Latin America increased.

Net U.S. purchases of foreign stocks were \$41.1 billion, down from \$42.8 billion. U.S. demand for foreign

Chart 7. Selected Financial-Account Transactions, 2004:I–2006:I



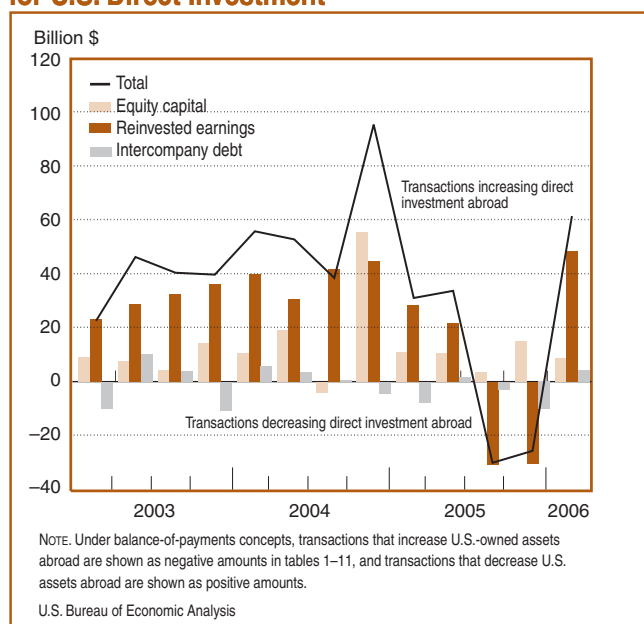
stocks, which was strong throughout 2005, remained robust in the first quarter, as foreign stock markets outperformed the U.S. stock market substantially both in local currency and in dollar terms. Net U.S. purchases of stocks from emerging markets were a record, accounting for about a third of total net U.S. purchases. In contrast, net U.S. purchases from Japan slowed after sizable net U.S. purchases in the previous two quarters, when Japanese stock prices rose sharply.

Direct investment. U.S. direct investment abroad increased \$61.8 billion in the first quarter after decreasing \$25.8 billion in the fourth quarter (chart 8). The shift largely resulted from a shift to positive reinvested earnings from highly unusual negative reinvested earnings. Dividends had exceeded earnings in the third and fourth quarters of 2005 and were also elevated in the first and second quarters of 2005, as U.S. parent companies took advantage of the tax incentives associated with the American Jobs Creation Act of 2004. The act expired for most companies at yearend 2005, and dividends and reinvested earnings returned to more typical levels in the first quarter of 2006. The shift in direct investment also partly reflected a shift to an increase in net intercompany debt investment abroad from a decrease. In contrast, net equity capital investment abroad slowed.

Foreign-owned assets in the United States

Net foreign-owned assets in the United States increased a record \$491.6 billion in the first quarter after

Chart 8. Financial-Account Transactions for U.S. Direct Investment



an increase of \$253.4 billion in the fourth quarter. The pickup was attributable to a surge in U.S. liabilities reported by U.S. banks, to a sizeable shift to an increase in U.S. liabilities reported by U.S. nonbanks, and to a rise in net foreign purchases of U.S. securities other than U.S. Treasury securities.

Foreign official assets. Foreign official assets in the United States increased \$75.2 billion in the first quarter after an increase of \$71.9 billion in the fourth quarter. Assets of European countries increased more in the first quarter than in the fourth quarter, and assets of Asian countries increased slightly less in the first quarter than in the fourth quarter.

Liabilities reported by banks and by nonbanks. U.S. liabilities reported by U.S. banks and securities brokers, excluding U.S. Treasury securities, increased a record \$154.0 billion in the first quarter after an increase of \$2.1 billion in the fourth quarter.

Banks' own liabilities denominated in dollars increased \$136.0 billion in the first quarter after an increase of \$31.5 billion in the fourth quarter. U.S.- and foreign-owned banks in the United States stepped up their borrowing, mostly in the form of deposits and "other" liabilities, partly to support increased lending abroad. Borrowing by U.S. securities brokers and dealers also increased substantially, mainly through repurchase agreements.

Banks' customers' liabilities denominated in dollars increased \$10.5 billion, mostly in negotiable certificates of deposit and other short-term instruments, after a decrease of \$7.6 billion. U.S. liabilities reported by U.S. nonbanking concerns increased \$46.0 billion, in contrast to a decrease of \$50.3 billion. The increase was more than accounted for by an increase in borrowing from the United Kingdom.

U.S. Treasury securities. Transactions in U.S. Treasury securities shifted to net foreign sales of \$1.9 billion in the first quarter from net foreign purchases of \$62.0 billion in the fourth quarter (chart 9). The shift came on the heels of record net foreign purchases of U.S. Treasury securities in 2005. In the first quarter, total returns on U.S. Treasury securities were lower than returns on U.S. corporate and agency bonds. Transactions in U.S. Treasury securities by Caribbean financial centers and by Japan shifted to net sales, and net purchases by the United Kingdom decreased.

Other U.S. securities. Net foreign purchases of U.S. securities other than U.S. Treasury securities were a record \$183.0 billion in the first quarter, up from \$131.9 billion in the fourth quarter. The step-up resulted from significant increases in net foreign purchases of U.S. stocks and of U.S. federally sponsored

agency bonds. In contrast, net foreign purchases of U.S. corporate bonds fell modestly from the record fourth-quarter level.

Net foreign purchases of U.S. stocks increased to \$54.1 billion, the second highest level on record, from \$23.7 billion. Net foreign purchases increased though the U.S. stock market underperformed most major foreign stock markets for the fifth consecutive quarter. The increase in net foreign purchases was mostly attributable to net purchases from Europe, especially the United Kingdom.

Net foreign purchases of U.S. federally sponsored agency bonds increased to \$41.4 billion, the second highest level on record, from \$16.8 billion. Shifts to net purchases from Caribbean financial centers and Europe were partly offset by a decrease in net purchases from Japan. Spreads on U.S. agency bonds over U.S. Treasury bonds decreased.

Net foreign purchases of U.S. corporate bonds were \$87.6 billion, down from a record \$91.3 billion. Foreign demand for U.S. corporate bonds remained strong partly as a result of the higher yields that were available on U.S. bonds than on foreign bonds (chart 10). Strong U.S. corporate profits have increased corporate net cash flows and cash levels, reducing the potential for bond defaults during a period of rising

interest rates. Spreads on investment-grade and on high-yield U.S. corporate bonds over U.S. Treasury bonds decreased. Decreases in net purchases of U.S. corporate bonds by investors in Europe and Japan were largely offset by an increase in net purchases by investors in Caribbean financial centers.

Direct investment. Foreign direct investment in the United States increased \$33.3 billion in the first quarter after increasing \$26.5 billion in the fourth quarter. The pickup resulted from a rise in reinvested earnings, mostly by U.S. wholesale trade affiliates, and from a pickup in net equity capital investment in the United States, mostly due to acquisitions of U.S. companies by foreign investors in the Middle East. In addition, net intercompany debt investment in the United States fell by a smaller amount in the first quarter than in the fourth quarter.

Chart 9. Transactions in U.S. Securities, 2004:I–2006:I

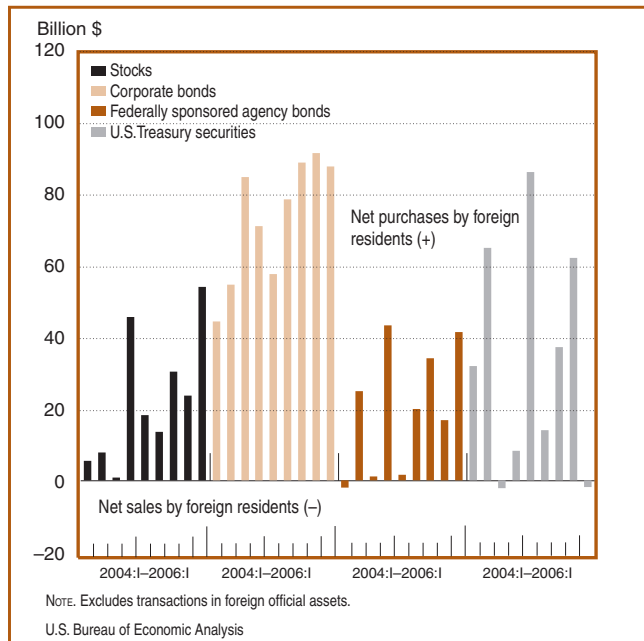
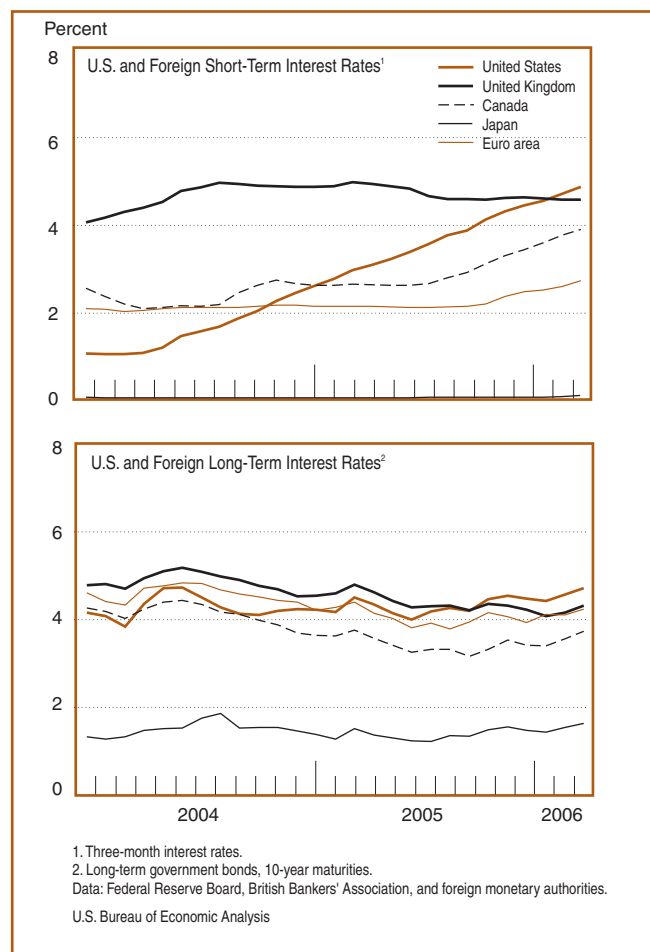


Chart 10. Interest Rates



Tables 1–11 follow.

Table 2a. U.S. Trade in Goods—Continues
[Millions of dollars]

Line	2005	Not seasonally adjusted					Seasonally adjusted					
		2005				2006	2005				2006	
		I	II	III	IV	I P	I	II	III	IV	I P	
A	Balance of payments adjustments to Census trade data:											
	EXPORTS											
1	Exports of goods, Census basis ¹ including reexports and including military grant shipments	905,978	214,723	230,550	222,364	238,341	244,679	216,657	225,615	227,742	235,964	247,174
	Adjustments:											
2	Private gift parcel remittances	663	158	160	160	185	173	158	160	160	185	173
3	Gold exports, nonmonetary											
4	Inland U.S. freight to Canada											
5	U.S.-Canadian reconciliation adjustments, n.e.c., net ²											
6	Exports transferred under U.S. military agency sales contracts identified in U.S. documents ³	-8,167	-1,729	-2,176	-2,066	-2,196	-2,012	-1,729	-2,176	-2,066	-2,196	-2,012
7	Other adjustments, net ⁴	-3,843	-896	-1,010	-890	-1,047	-820	-896	-1,010	-890	-1,047	-820
8	Equals: Exports of goods, adjusted to balance of payments basis excluding "military" (table 1, line 3)	894,631	212,256	227,524	219,568	235,283	242,020	214,189	222,591	224,947	232,904	244,512
	IMPORTS											
9	Imports of goods, Census basis ¹ (general imports)	1,673,455	380,584	413,073	429,129	450,669	435,011	396,599	409,813	422,654	444,389	451,358
	Adjustments:											
10	Electric energy	756	82	206	269	199	198	82	206	269	199	198
11	Gold imports, nonmonetary											
12	Inland freight in Canada	4,693	1,150	1,200	1,124	1,219	1,294	1,150	1,200	1,124	1,219	1,294
13	U.S.-Canadian reconciliation adjustments, n.e.c., net ²											
14	Imports of U.S. military agencies identified in Census documents ³	-1,223	-300	-322	-276	-325	-250	-300	-322	-276	-325	-250
15	Other adjustments, net ^{5,6}	-310	-75	-86	-78	-71	-121	-75	-86	-78	-71	-121
16	Equals: Imports of goods, adjusted to balance of payments basis, excluding "military" (table 1, line 20)	1,677,371	381,441	414,071	430,168	451,691	436,132	397,457	410,811	423,693	445,410	452,481

See the footnotes on pages 106-107.

Table 2a. U.S. Trade in Goods—Continues
(Millions of dollars)

Line	2005	Not seasonally adjusted					Seasonally adjusted					
		2005				2006	2005				2006	
		I	II	III	IV	I P	I	II	III	IV	I P	
B	Trade in goods, by area and country, adjusted to balance of payments basis, excluding military: ⁷											
	EXPORTS											
1	Total, all countries (A-8).....	894,631	212,256	227,524	219,568	235,283	242,020	214,189	222,591	224,947	232,904	244,512
2	Europe.....	207,891	51,520	53,585	48,515	54,271	56,798	52,067	52,287	49,660	53,877	57,415
3	European Union.....	183,466	45,404	47,354	42,682	48,026	49,644	45,937	46,158	43,657	47,714	50,223
4	Euro area.....	135,712	33,691	34,606	31,376	36,039	36,418	34,087	33,729	32,086	35,810	36,877
5	Austria.....	2,586	547	730	625	684	692	550	712	640	684	700
6	Belgium.....	18,563	4,532	4,874	4,446	4,711	4,741	4,589	4,749	4,542	4,683	4,812
7	France.....	22,255	5,671	5,850	4,821	5,913	6,226	5,753	5,691	4,923	5,888	6,307
8	Germany.....	33,584	8,214	8,330	8,193	8,847	9,387	8,301	8,116	8,368	8,799	9,481
9	Ireland.....	9,323	2,618	2,131	1,932	2,642	2,385	2,651	2,075	1,968	2,629	2,408
10	Italy.....	11,245	2,875	2,875	2,506	2,989	2,952	2,905	2,806	2,569	2,965	3,005
11	Netherlands.....	26,288	6,553	6,715	6,105	6,915	7,010	6,634	6,546	6,248	6,860	7,109
12	Norway.....	1,873	448	442	445	538	562	449	432	457	535	569
13	Russia.....	3,970	904	1,039	975	1,052	1,032	903	1,037	1,013	1,017	1,037
14	Spain.....	6,768	1,536	1,877	1,651	1,704	1,839	1,547	1,841	1,677	1,858	
15	Sweden.....	3,647	1,021	926	780	920	957	1,035	902	797	913	970
16	Switzerland.....	10,646	2,805	2,521	2,574	2,746	3,421	2,825	2,453	2,630	2,738	3,432
17	Turkey.....	4,081	1,053	1,043	929	1,056	1,181	1,045	1,042	964	1,030	1,189
18	United Kingdom.....	37,570	9,187	10,059	8,955	9,369	10,473	9,299	9,799	9,162	9,310	10,572
19	Other Europe.....	15,492	3,556	4,173	3,578	4,185	3,940	3,581	4,086	3,676	4,149	3,966
20	Canada ².....	212,192	50,604	55,160	51,420	55,008	56,125	51,127	53,951	52,538	54,576	56,720
21	Latin America and Other Western Hemisphere.....	192,387	44,446	48,494	48,220	51,227	52,636	44,918	47,454	49,379	50,636	53,275
22	South and Central America.....	177,318	41,029	44,671	44,391	47,227	48,398	41,496	43,687	45,438	46,697	48,997
23	Argentina.....	4,111	892	1,180	991	1,048	1,045	904	1,149	1,014	1,044	1,057
24	Brazil.....	15,174	3,344	3,782	3,956	4,092	4,132	3,387	3,673	4,037	4,201	4,201
25	Chile.....	5,207	1,127	1,437	1,332	1,311	1,445	1,133	1,399	1,371	1,304	1,454
26	Colombia.....	5,413	1,309	1,399	1,281	1,424	1,464	1,318	1,376	1,317	1,475	
27	Mexico.....	120,264	28,111	29,859	30,149	32,145	32,634	28,434	29,221	30,851	31,758	33,038
28	Venezuela.....	6,410	1,465	1,522	1,683	1,740	1,888	1,486	1,484	1,719	1,721	1,915
29	Other.....	20,739	4,781	5,492	4,999	5,467	5,790	4,834	5,385	5,129	5,391	5,857
30	Other Western Hemisphere.....	15,069	3,417	3,823	3,829	4,000	4,238	3,422	3,767	3,941	3,939	4,278
31	Asia and Pacific.....	237,515	55,803	58,935	60,449	62,328	64,022	56,170	57,777	62,066	61,502	64,519
32	Australia.....	15,300	3,582	3,978	3,884	3,856	4,104	3,619	3,871	3,976	3,834	4,191
33	China.....	41,799	9,021	10,011	10,697	12,070	12,483	9,078	9,843	11,002	11,876	12,488
34	Hong Kong.....	16,319	3,857	4,092	4,341	4,029	3,984	3,883	4,000	4,438	3,998	4,013
35	India.....	7,972	1,792	2,027	2,127	2,026	2,120	1,804	1,975	2,180	2,013	2,141
36	Indonesia.....	3,049	884	780	653	732	691	879	784	679	707	693
37	Japan.....	53,264	12,622	13,246	13,684	13,712	13,886	12,650	13,051	14,108	13,455	13,968
38	Korea, Republic of.....	27,135	6,694	6,662	6,772	7,007	7,763	6,767	6,506	6,946	6,916	7,840
39	Malaysia.....	10,386	2,275	2,513	2,780	2,818	3,104	2,301	2,449	2,839	2,797	3,108
40	Philippines.....	6,863	1,555	1,637	1,793	1,878	1,888	1,565	1,608	1,836	1,854	1,912
41	Singapore.....	20,259	5,146	4,986	4,948	5,179	5,266	5,192	4,855	5,053	5,159	5,337
42	Taiwan.....	21,453	5,227	5,596	5,496	5,134	4,928	5,263	5,495	5,642	5,053	4,968
43	Thailand.....	7,192	1,803	1,835	1,778	1,776	1,667	1,819	1,795	1,825	1,753	1,688
44	Other.....	6,524	1,345	1,572	1,496	2,111	2,138	1,350	1,545	1,542	2,087	2,172
45	Middle East.....	29,760	6,301	7,508	7,260	8,691	8,677	6,316	7,339	7,459	8,646	8,800
46	Israel.....	8,608	2,033	2,265	2,157	2,153	2,278	2,058	2,194	2,209	2,147	2,316
47	Saudi Arabia.....	6,526	1,329	1,610	1,520	2,067	1,562	1,338	1,573	1,560	2,055	1,585
48	Other.....	14,626	2,939	3,633	3,583	4,471	4,837	2,920	3,572	3,690	4,444	4,899
49	Africa.....	14,886	3,582	3,842	3,704	3,758	3,762	3,591	3,783	3,845	3,667	3,783
50	Algeria.....	1,161	272	247	400	242	184	270	244	409	238	188
51	Nigeria.....	1,625	321	394	452	458	438	315	393	477	440	438
52	South Africa.....	3,894	991	999	953	951	956	1,005	973	975	941	971
53	Other.....	8,206	1,998	2,202	1,899	2,107	2,184	2,001	2,173	1,984	2,048	2,186
54	International organizations and unallocated.....
	Memorandum:											
55	Members of OPEC ⁷	31,308	6,711	7,653	7,774	9,170	8,991	6,716	7,517	7,999	9,076	9,105

See the footnotes on pages 106-107.

Table 2a. U.S. Trade in Goods—Continues

[Millions of dollars]

Line	2005	Not seasonally adjusted					Seasonally adjusted					
		2005				2006	2005				2006	
		I	II	III	IV	I P	I	II	III	IV	I P	
B	Trade in goods, by area and country, adjusted to balance of payments basis, excluding military: ⁷—Continued											
	IMPORTS											
56	Total, all countries (A-16)	1,677,371	381,441	414,071	430,168	451,691	436,132	397,457	410,811	423,693	445,410	452,481
57	Europe	354,269	82,660	91,030	87,100	93,479	90,294	85,923	90,387	85,987	91,972	93,367
58	European Union.....	307,909	71,722	78,576	75,847	81,764	78,550	74,495	78,068	74,954	80,392	81,093
59	Euro area.....	228,524	53,617	58,229	56,303	60,375	58,914	55,665	57,862	55,657	59,340	60,807
60	Austria.....	6,103	1,359	1,526	1,516	1,702	1,790	1,408	1,521	1,502	1,672	1,832
61	Belgium.....	13,018	2,990	3,243	3,283	3,502	3,689	3,113	3,213	3,243	3,449	3,804
62	France.....	33,767	7,962	8,778	8,196	8,831	9,020	8,271	8,716	8,099	8,681	9,324
63	Germany.....	84,588	19,679	21,343	21,032	22,534	21,627	20,402	21,233	20,817	22,136	22,303
64	Ireland.....	28,744	7,148	7,631	6,626	7,339	7,202	7,427	7,577	6,548	7,192	7,401
65	Italy.....	30,966	7,272	7,851	7,894	7,949	7,636	7,546	7,807	7,810	7,803	7,883
66	Netherlands.....	14,802	3,146	3,609	3,849	4,198	3,780	3,282	3,786	3,786	4,154	3,941
67	Norway.....	6,728	1,530	1,927	1,535	1,736	1,746	1,596	1,895	1,494	1,743	1,850
68	Russia.....	15,306	3,678	4,190	3,689	3,749	3,935	3,864	4,125	3,584	3,733	4,144
69	Spain.....	8,613	2,085	2,195	1,999	2,334	2,148	2,171	2,175	1,970	2,297	2,231
70	Sweden.....	13,818	3,382	3,931	3,132	3,373	3,516	3,501	3,906	3,101	3,310	3,630
71	Switzerland.....	12,983	3,152	3,425	3,047	3,359	3,260	3,271	3,407	3,016	3,289	3,360
72	Turkey.....	5,177	1,244	1,298	1,385	1,250	1,286	1,297	1,290	1,364	1,226	1,381
73	United Kingdom.....	50,536	11,482	12,651	12,409	13,994	12,273	11,957	12,558	12,236	13,785	12,682
74	Other Europe.....	29,120	6,551	7,432	7,508	7,629	7,386	6,817	7,384	7,417	7,502	7,651
75	Canada ²	293,314	68,031	71,404	72,814	81,065	78,283	70,790	70,896	71,701	79,927	81,226
76	Latin America and Other Western Hemisphere	294,993	67,080	74,524	74,894	78,495	80,826	70,028	73,764	73,435	77,766	84,147
77	South and Central America.....	276,760	63,297	69,961	70,077	73,425	76,200	66,068	69,246	68,708	72,738	79,323
78	Argentina.....	4,583	1,053	1,123	1,209	1,198	1,099	1,110	1,105	1,174	1,194	1,149
79	Brazil.....	24,434	5,692	6,175	6,202	6,365	6,091	5,922	6,126	6,110	6,276	6,312
80	Chile.....	6,657	1,732	1,506	1,465	1,954	2,441	1,802	1,492	1,438	1,925	2,520
81	Colombia.....	8,849	1,926	2,162	2,315	2,446	2,302	2,012	2,131	2,251	2,455	2,411
82	Mexico.....	172,110	39,180	44,083	42,671	46,176	48,052	40,795	43,750	42,013	45,552	49,814
83	Venezuela.....	33,978	7,524	8,460	9,591	8,403	9,231	7,980	8,252	9,218	8,528	9,860
84	Other.....	26,149	6,190	6,452	6,624	6,883	6,984	6,447	6,390	6,504	6,800	7,257
85	Other Western Hemisphere.....	18,233	3,783	4,563	4,817	5,070	4,626	3,960	4,518	4,727	5,028	4,824
86	Asia and Pacific	607,148	137,169	147,398	159,697	162,884	153,058	142,657	146,615	158,090	159,786	157,982
87	Australia.....	7,306	1,544	1,925	1,999	1,838	1,826	1,600	1,917	1,982	1,807	1,876
88	China.....	243,472	51,010	58,177	66,990	67,295	59,816	53,240	57,900	66,367	65,965	61,759
89	Hong Kong.....	8,925	1,887	1,752	2,722	2,564	1,953	1,974	1,746	2,696	2,509	2,018
90	India.....	18,803	4,337	4,413	4,923	5,130	5,265	4,502	4,394	4,870	5,037	5,433
91	Indonesia.....	12,014	2,859	2,849	3,221	3,085	3,158	2,967	2,834	3,187	3,026	3,258
92	Japan.....	138,008	33,926	34,555	33,691	35,836	35,460	35,127	34,368	33,359	35,154	36,564
93	Korea, Republic of.....	43,781	11,230	10,898	10,328	11,325	11,210	11,675	10,810	10,182	11,114	11,602
94	Malaysia.....	33,686	6,883	8,378	9,196	9,229	8,170	7,155	8,342	9,117	9,072	8,431
95	Philippines.....	9,250	2,131	2,189	2,519	2,411	2,357	2,211	2,178	2,494	2,367	2,430
96	Singapore.....	15,091	3,532	3,749	3,779	4,031	4,025	3,675	3,725	3,732	3,959	4,148
97	Taiwan.....	34,827	8,291	8,602	8,894	9,040	8,758	8,617	8,547	8,791	8,872	9,043
98	Thailand.....	19,889	4,426	4,914	5,269	5,280	5,174	4,593	4,893	5,218	5,185	5,330
99	Other.....	22,096	5,113	4,997	6,166	5,820	5,886	5,321	4,961	6,095	5,719	6,090
100	Middle East	62,437	13,276	14,852	17,442	16,867	16,013	14,025	14,592	16,915	16,905	16,919
101	Israel.....	16,824	4,033	4,102	4,565	4,124	4,534	4,177	4,080	4,515	4,052	4,678
102	Saudi Arabia.....	27,192	5,539	6,528	7,863	7,262	7,148	5,919	6,368	7,542	7,363	7,647
103	Other.....	18,421	3,704	4,222	5,014	5,481	4,331	3,929	4,144	4,858	5,490	4,594
104	Africa	65,210	13,225	14,863	18,221	18,901	17,658	14,034	14,557	17,565	19,054	18,840
105	Algeria.....	10,447	1,828	2,512	3,094	3,013	2,724	1,968	2,462	2,977	3,040	2,918
106	Nigeria.....	24,239	4,929	5,620	6,582	7,108	6,910	5,252	5,472	6,297	7,218	7,423
107	South Africa.....	5,883	1,320	1,535	1,446	1,582	1,604	1,371	1,526	1,433	1,553	1,651
108	Other.....	24,641	5,148	5,196	7,099	7,198	6,420	5,443	5,097	6,858	7,243	6,848
109	International organizations and unallocated											
	Memorandum:											
110	Members of OPEC ⁷	124,939	25,806	29,956	35,156	34,021	33,148	27,416	29,303	33,862	34,358	35,340

See the footnotes on pages 106-107.

Table 2a. U.S. Trade in Goods—Continues

[Millions of dollars]

Line	2005	Not seasonally adjusted					Seasonally adjusted					
		2005				2006	2005				2006	
		I	II	III	IV	I ^P	I	II	III	IV	I ^P	
B	Trade in goods, by area and country, adjusted to balance of payments basis, excluding military: ⁷											
	BALANCE (EXCESS OF EXPORTS +)											
111	Total, all countries.....	-782,740	-169,185	-186,547	-210,600	-216,408	-194,112	-183,268	-188,220	-198,746	-212,506	-207,969
112	Europe.....	-146,378	-31,140	-37,445	-38,585	-39,208	-33,496	-33,856	-38,100	-36,327	-38,095	-35,952
113	European Union.....	-124,443	-26,318	-31,222	-33,165	-33,738	-28,906	-28,558	-31,910	-31,297	-32,678	-30,870
114	Euro area.....	-92,812	-19,926	-23,623	-24,927	-24,336	-22,496	-21,578	-24,133	-23,571	-23,530	-23,930
115	Austria.....	-3,517	-812	-796	-891	-1,018	-1,098	-858	-809	-862	-988	-1,132
116	Belgium.....	5,545	1,542	1,631	1,163	1,209	1,052	1,476	1,536	1,299	1,234	1,008
117	France.....	-11,512	-2,291	-2,928	-3,375	-2,918	-2,794	-2,518	-3,025	-3,176	-2,793	-3,017
118	Germany.....	-51,004	-11,465	-13,013	-12,839	-13,687	-12,240	-12,101	-13,117	-12,449	-13,337	-12,822
119	Ireland.....	-19,421	-4,530	-5,500	-4,694	-4,697	-4,817	-4,776	-5,502	-4,580	-4,563	-4,993
120	Italy.....	-19,721	-4,397	-4,976	-5,388	-4,960	-4,684	-4,641	-5,001	-5,241	-4,838	-4,878
121	Netherlands.....	11,486	3,407	3,106	2,256	2,717	3,230	3,352	2,966	2,462	2,706	3,168
122	Norway.....	-4,855	-1,082	-1,485	-1,090	-1,198	-1,184	-1,147	-1,463	-1,037	-1,208	-1,281
123	Russia.....	-11,336	-2,774	-3,151	-2,714	-2,697	-2,961	-3,088	-2,571	-2,716	-2,107	-3,117
124	Spain.....	-1,845	-549	-318	-348	-630	-309	-624	-334	-267	-620	-373
125	Sweden.....	-10,171	-2,361	-3,005	-2,352	-2,453	-2,559	-2,466	-3,004	-2,304	-2,397	-2,660
126	Switzerland.....	-2,337	-347	-904	-473	-613	161	-446	-954	-386	-551	72
127	Turkey.....	-1,096	-191	-255	-456	-194	-105	-252	-248	-400	-196	-142
128	United Kingdom.....	-12,966	-2,295	-2,592	-3,454	-4,625	-1,800	-2,658	-2,759	-3,074	-4,475	-2,110
129	Other Europe.....	-13,628	-2,995	-3,259	-3,930	-3,444	-3,446	-3,236	-3,298	-3,741	-3,351	-3,685
130	Canada ².....	-81,122	-17,427	-16,244	-21,394	-26,057	-22,158	-19,663	-16,945	-19,163	-25,351	-24,506
131	Latin America and Other Western Hemisphere.....	-102,606	-22,634	-26,030	-26,674	-27,268	-28,190	-25,110	-26,310	-24,056	-27,130	-30,872
132	South and Central America.....	-99,442	-22,268	-25,290	-25,686	-26,198	-27,802	-24,572	-25,559	-23,270	-26,041	-30,326
133	Argentina.....	-472	-161	57	-218	-150	-54	-206	44	-160	-150	-92
134	Brazil.....	-9,260	-2,348	-2,393	-2,246	-2,273	-1,959	-2,535	-2,453	-2,073	-2,199	-2,111
135	Chile.....	-1,450	-605	-69	-133	-643	-996	-669	-93	-67	-621	-1,116
136	Colombia.....	-3,436	-617	-763	-1,034	-1,022	-838	-694	-755	-934	-1,053	-936
137	Mexico.....	-51,846	-11,069	-14,224	-12,522	-14,031	-15,418	-12,361	-14,529	-11,162	-13,794	-16,776
138	Venezuela.....	-27,568	-6,059	-6,938	-7,908	-6,663	-7,343	-6,494	-6,768	-7,499	-6,807	-7,945
139	Other.....	-5,410	-1,409	-960	-1,625	-1,416	-1,194	-1,613	-1,005	-1,375	-1,417	-1,400
140	Other Western Hemisphere.....	-3,164	-366	-740	-988	-1,070	-388	-538	-751	-786	-1,089	-546
141	Asia and Pacific.....	-369,633	-81,366	-88,463	-99,248	-100,556	-89,036	-86,487	-88,838	-96,024	-98,284	-93,463
142	Australia.....	7,994	2,038	2,053	1,885	2,018	2,278	2,019	1,954	1,994	2,027	2,315
143	China.....	-201,673	-41,989	-48,166	-56,293	-55,225	-47,333	-44,162	-48,057	-55,365	-54,089	-49,271
144	Hong Kong.....	7,394	1,970	2,340	1,619	1,465	2,031	1,909	2,254	1,742	1,489	1,995
145	India.....	-10,831	-2,545	-2,386	-2,796	-3,104	-3,145	-2,698	-2,419	-2,690	-3,024	-3,292
146	Indonesia.....	-8,965	-1,975	-2,069	-2,568	-2,353	-2,467	-2,088	-2,050	-2,508	-2,319	-2,565
147	Japan.....	-84,744	-21,304	-21,309	-20,007	-22,124	-21,574	-22,477	-21,317	-19,251	-21,699	-22,596
148	Korea, Republic of.....	-16,646	-4,536	-4,236	-3,556	-4,318	-3,447	-4,908	-4,304	-3,236	-4,198	-3,762
149	Malaysia.....	-23,300	-4,608	-5,865	-6,416	-6,411	-5,066	-4,854	-5,893	-6,278	-6,275	-5,323
150	Philippines.....	-2,387	-576	-552	-533	-469	-533	-646	-570	-658	-513	-518
151	Singapore.....	5,168	1,614	1,237	1,169	1,148	1,241	1,517	1,130	1,321	1,200	1,189
152	Taiwan.....	-13,374	-3,064	-3,006	-3,398	-3,906	-3,830	-3,354	-3,052	-3,149	-3,819	-4,075
153	Thailand.....	-12,697	-2,623	-3,079	-3,491	-3,504	-3,507	-2,774	-3,098	-3,393	-3,432	-3,642
154	Other.....	-15,572	-3,768	-3,425	-4,670	-3,709	-3,748	-3,971	-3,416	-4,553	-3,632	-3,918
155	Middle East.....	-32,677	-6,975	-7,344	-10,182	-8,176	-7,336	-7,709	-7,253	-9,456	-8,259	-8,119
156	Israel.....	-8,216	-2,000	-1,837	-2,408	-1,971	-2,256	-2,119	-1,886	-2,306	-1,905	-2,362
157	Saudi Arabia.....	-20,666	-4,210	-4,918	-6,343	-5,195	-5,586	-4,581	-4,795	-5,982	-5,308	-6,062
158	Other.....	-3,795	-765	-589	-1,431	-1,010	506	-1,009	-572	-1,168	-1,046	305
159	Africa.....	-50,324	-9,643	-11,021	-14,517	-15,143	-13,896	-10,443	-10,774	-13,720	-15,387	-15,057
160	Algeria.....	-9,286	-1,556	-2,265	-2,694	-2,771	-2,540	-1,698	-2,218	-2,568	-2,802	-2,730
161	Nigeria.....	-22,614	-4,608	-5,226	-6,130	-6,650	-6,472	-4,937	-5,079	-5,820	-6,778	-6,985
162	South Africa.....	-1,989	-329	-536	-493	-631	-648	-366	-553	-458	-612	-680
163	Other.....	-16,435	-3,150	-2,994	-5,200	-5,091	-4,236	-3,442	-2,924	-4,874	-5,195	-4,662
164	International organizations and unallocated											
	Memorandum:											
165	Members of OPEC ⁷	-93,631	-19,095	-22,303	-27,382	-24,851	-24,157	-20,700	-21,786	-25,863	-25,282	-26,235

See the footnotes on pages 106-107.

in Goods—Continues
of dollars]

Not seasonally adjusted									Seasonally adjusted									Line
2004				2005				2006	2004				2005				2006	
I	II	III	IV	I	II	III	IV	I P	I	II	III	IV	I	II	III	IV	I P	
196,696	206,131	201,372	214,576	214,723	230,550	222,364	238,341	244,679	196,970	202,533	207,008	212,264	216,657	225,615	227,742	235,964	247,174	1
139	125	113	110	158	160	160	185	173	139	125	113	110	158	160	160	185	173	2
-2,214	-2,172	-1,901	-1,940	-1,729	-2,176	-2,066	-2,196	-2,012	-2,214	-2,172	-1,901	-1,940	-1,729	-2,176	-2,066	-2,196	-2,012	3
-839	-869	-880	-931	-896	-1,010	-890	-1,047	-820	-839	-869	-880	-931	-896	-1,010	-890	-1,047	-820	4
193,782	203,215	198,704	211,815	212,256	227,524	219,568	235,283	242,020	194,056	199,617	204,340	209,503	214,189	222,591	224,947	232,904	244,512	5
332,277	364,813	376,462	396,152	380,584	413,073	429,129	450,669	435,011	343,234	363,924	372,315	390,231	396,599	409,813	422,654	444,389	451,358	6
31	16	41	35	82	206	269	199	198	31	16	41	35	82	206	269	199	198	7
1,050	1,101	1,078	1,118	1,150	1,200	1,124	1,219	1,294	1,050	1,101	1,078	1,118	1,150	1,200	1,124	1,219	1,294	8
-228	-250	-245	-241	-300	-322	-276	-325	-250	-228	-250	-245	-241	-300	-322	-276	-325	-250	9
-77	-83	-86	-78	-75	-86	-78	-71	-121	-77	-83	-86	-78	-75	-86	-78	-71	-121	10
333,053	365,597	377,290	396,986	381,441	414,071	430,168	451,691	436,132	344,010	364,709	373,143	391,064	397,457	410,811	423,693	445,410	452,481	11
																		12
193,782	203,215	198,704	211,815	212,256	227,524	219,568	235,283	242,020	194,056	199,617	204,340	209,503	214,189	222,591	224,947	232,904	244,512	13
46,373	47,903	44,814	50,321	51,520	53,585	48,515	54,271	56,798	46,534	46,941	46,007	49,929	52,067	52,287	49,660	53,877	57,415	14
40,815	42,323	40,087	44,470	45,404	47,354	42,682	48,026	49,644	40,981	41,430	41,132	44,152	45,937	46,158	43,657	47,714	50,223	15
4,213	4,533	4,184	4,488	4,667	4,960	4,557	5,104	4,895	4,227	4,436	4,293	4,462	4,730	4,829	4,654	5,075	4,964	16
5,143	5,385	4,659	5,925	5,671	5,850	4,821	5,913	6,226	5,156	5,271	4,777	5,908	5,753	5,691	4,923	5,888	6,307	17
7,525	7,643	7,624	8,050	8,214	8,330	8,193	8,847	9,387	7,564	7,480	7,817	7,981	8,301	8,116	8,368	8,799	9,481	18
2,426	2,856	2,333	2,805	2,875	2,875	2,506	2,989	2,952	2,435	2,801	2,399	2,785	2,905	2,806	2,569	2,965	3,005	19
5,760	6,058	5,818	6,484	6,553	6,715	6,105	6,915	7,010	5,786	5,934	5,962	6,438	6,634	6,546	6,248	6,860	7,109	20
8,927	8,857	8,472	8,868	9,187	10,059	8,955	9,369	10,473	8,969	8,659	8,690	8,806	9,299	9,799	9,162	9,310	10,572	21
6,821	6,991	6,997	7,850	8,237	8,565	7,545	8,889	8,701	6,844	6,849	7,194	7,772	8,315	8,371	7,733	8,817	8,785	22
5,558	5,580	4,727	5,851	6,116	6,231	5,833	6,245	7,154	5,553	5,511	4,875	5,777	6,130	6,129	6,003	6,163	7,192	23
44,896	48,791	46,591	49,704	50,604	55,160	51,420	55,008	56,125	44,991	47,886	47,809	49,296	51,127	53,951	52,538	54,576	56,720	24
12,804	13,355	12,812	13,317	12,622	13,246	13,684	13,712	13,886	12,742	13,219	13,266	13,061	12,650	13,051	14,108	13,455	13,968	25
3,158	3,342	3,634	3,629	3,582	3,978	3,884	3,856	4,104	3,173	3,261	3,728	3,601	3,619	3,871	3,976	3,834	4,191	26
40,442	42,832	42,955	45,662	44,446	48,494	48,220	51,227	52,636	40,516	42,084	44,166	45,125	44,918	47,454	49,379	50,636	53,275	27
3,607	3,273	3,476	3,371	3,344	3,782	3,956	4,092	4,132	3,627	3,193	3,556	3,351	3,387	3,673	4,037	4,077	4,201	28
25,847	27,698	27,898	29,255	28,111	29,859	30,149	32,145	32,634	25,899	27,212	28,676	28,911	28,434	29,221	30,851	31,758	33,038	29
963	1,155	1,216	1,408	1,465	1,522	1,683	1,740	1,888	959	1,134	1,254	1,395	1,486	1,484	1,719	1,721	1,915	30
10,025	10,706	10,365	11,628	11,526	13,331	12,432	13,250	13,982	10,031	10,545	10,680	11,468	11,611	13,076	12,772	13,080	14,121	31
46,109	46,992	47,898	49,182	49,482	53,061	53,845	57,209	58,471	46,100	46,226	49,364	48,491	49,808	51,977	55,286	56,526	58,943	32
42,892	43,884	44,696	45,600	45,825	49,126	50,043	53,302	54,629	42,897	43,143	46,026	45,006	46,142	48,101	51,338	52,715	55,080	33
2,954	3,559	3,598	4,167	4,639	5,468	5,219	6,702	6,437	2,945	3,509	3,715	4,109	4,631	5,375	5,373	6,649	6,521	34
8,955	8,371	8,183	9,129	9,021	10,011	10,697	12,070	12,483	8,934	8,287	8,469	8,948	9,078	9,843	11,002	11,876	12,488	35
3,703	3,851	4,097	4,134	3,857	4,092	4,341	4,029	3,984	3,710	3,774	4,206	4,095	3,883	4,000	4,438	3,998	4,013	36
6,317	6,455	6,582	6,376	6,694	6,662	6,772	7,007	7,763	6,316	6,345	6,768	6,301	6,767	6,506	6,946	6,916	7,840	37
4,490	5,174	5,403	4,185	5,146	4,986	4,948	5,179	5,266	4,485	5,058	5,540	4,169	5,192	4,855	5,053	5,159	5,337	38
5,019	5,398	5,099	5,780	5,227	5,596	5,496	5,134	4,928	5,013	5,315	5,254	5,714	5,263	5,495	5,642	5,053	4,968	39
3,152	3,030	3,097	3,498	3,582	3,842	3,704	3,758	3,762	3,138	3,006	3,228	3,405	3,591	3,783	3,845	3,667	3,783	40
527	519	609	909	607	663	872	728	666	522	522	636	884	599	658	907	706	669	41
106,377	112,391	107,031	115,753	117,390	124,572	116,382	125,928	129,749	106,599	110,300	109,947	114,706	118,539	121,760	119,112	124,861	131,171	42
30,469	31,442	29,555	33,327	33,691	34,606	31,376	36,039	36,418	30,595	30,786	30,323	33,089	34,087	33,729	32,086	35,810	36,877	43
4,444	5,233	5,423	6,484	6,711	7,653	7,774	9,170	8,991	4,426	5,165	5,605	6,388	6,716	7,517	7,999	9,076	9,105	44
82,961	85,591	86,250	89,578	88,155	95,299	95,412	100,185	103,280	83,031	84,152	88,788	88,409	88,934	93,314	97,836	98,967	104,236	45

Table 3. Private
[Millions]

Line		2003	2004	2005	Not seasonally adjusted			
					2004			
					I	II	III	IV
1	Exports of private services	289,102	328,000	360,489	77,623	78,844	84,337	87,196
2	Travel (table 1, line 6)	64,348	74,547	81,680	16,042	18,817	21,452	18,236
3	Passenger fares (table 1, line 7)	15,693	18,851	20,931	4,224	4,577	5,386	4,664
4	Other transportation (table 1, line 8)	31,512	37,436	42,245	8,728	9,323	9,481	9,904
5	Freight	14,037	15,958	17,340	3,874	4,042	3,825	4,217
6	Port services	17,475	21,478	24,905	4,854	5,281	5,656	5,687
7	Royalties and license fees (table 1, line 9)	46,988	52,512	57,410	12,139	12,449	12,512	15,412
8	Affiliated	35,539	39,074	42,106	8,919	9,260	9,197	11,698
9	U.S. parents' receipts	32,324	35,414	37,939	8,382	8,564	8,651	9,817
10	U.S. affiliates' receipts	3,215	3,660	4,167	537	696	546	1,881
11	Unaffiliated	11,449	13,438	15,304	3,220	3,189	3,315	3,714
12	Industrial processes ¹	4,617	5,660	6,633	1,452	1,334	1,495	1,379
13	Other ²	6,833	7,778	8,671	1,768	1,856	1,820	2,334
14	Other private services (table 1, line 10)	130,561	144,654	158,223	36,490	33,678	35,506	38,980
15	Affiliated services	43,006	45,175	49,389	10,251	11,243	10,940	12,741
16	U.S. parents' receipts	26,313	27,445	29,506	6,482	6,684	6,668	7,611
17	U.S. affiliates' receipts	16,693	17,730	19,883	3,769	4,559	4,272	5,130
18	Unaffiliated services	87,555	99,479	108,834	26,239	22,435	24,566	26,239
19	Education	13,312	13,643	14,123	5,600	1,699	3,769	2,575
20	Financial services	18,699	25,185	29,281	6,004	6,057	5,666	7,458
21	Insurance services	5,974	6,838	6,831	1,662	1,648	1,771	1,757
22	Telecommunications	4,452	4,463	4,724	1,164	1,132	1,103	1,064
23	Business, professional, and technical services	30,781	34,523	39,491	8,208	8,210	8,595	9,510
24	Other unaffiliated services ³	14,337	14,827	14,384	3,600	3,690	3,662	3,875
25	Imports of private services	221,849	257,235	280,563	57,502	65,324	68,509	65,900
26	Travel (table 1, line 23)	57,444	65,750	69,175	13,498	18,376	19,268	14,608
27	Passenger fares (table 1, line 24)	20,957	23,723	26,066	5,335	6,246	6,458	5,684
28	Other transportation (table 1, line 25)	44,705	54,161	62,107	12,349	13,287	13,944	14,581
29	Freight	31,772	39,225	44,156	8,926	9,628	10,088	10,583
30	Port services	12,933	14,936	17,951	3,423	3,659	3,856	3,998
31	Royalties and license fees (table 1, line 26)	19,033	23,211	24,501	5,031	5,272	6,346	6,562
32	Affiliated	15,179	17,946	20,360	3,856	4,143	4,440	5,507
33	U.S. parents' payments	2,645	2,699	3,155	633	644	648	774
34	U.S. affiliates' payments	12,534	15,247	17,205	3,223	3,499	3,792	4,733
35	Unaffiliated	3,854	5,265	4,141	1,175	1,129	1,906	1,055
36	Industrial processes ¹	2,358	2,778	2,747	734	674	710	660
37	Other ²	1,495	2,487	1,394	442	455	1,196	394
38	Other private services (table 1, line 27)	79,710	90,390	98,714	21,289	22,143	22,493	24,465
39	Affiliated services	31,459	33,915	38,989	7,754	8,277	8,187	9,697
40	U.S. parents' payments	18,841	21,437	22,245	4,935	5,211	5,190	6,101
41	U.S. affiliates' payments	12,618	12,478	16,744	2,819	3,066	2,997	3,596
42	Unaffiliated services	48,251	56,475	59,725	13,535	13,866	14,306	14,768
43	Education	3,148	3,556	4,029	668	886	1,165	837
44	Financial services	3,996	5,309	6,549	1,240	1,278	1,350	1,441
45	Insurance services	25,234	29,038	28,482	7,162	7,257	7,081	7,538
46	Telecommunications	4,255	4,542	4,658	1,171	1,134	1,122	1,115
47	Business, professional, and technical services	10,915	13,078	14,516	3,120	3,106	3,267	3,585
48	Other unaffiliated services ³	705	952	1,493	175	205	321	251
Supplemental detail on insurance transactions:								
49	Premiums received ⁴	16,193	18,953	18,409	4,517	4,395	5,051	4,990
50	Actual losses paid	11,573	10,843	14,625	2,566	2,665	2,677	2,935
51	Premiums paid ⁴	54,956	65,260	63,997	15,846	16,185	15,745	17,484
52	Actual losses recovered	33,778	32,150	43,867	7,161	7,156	10,686	7,147
Memoranda:								
53	Balance on goods (table 1, line 71)	-547,302	-665,410	-782,740	-139,271	-162,382	-178,586	-185,171
54	Balance on private services (line 1 minus line 25)	67,253	70,765	79,926	20,121	13,520	15,828	21,296
55	Balance on goods and private services (lines 53 and 54)	-480,049	-594,645	-702,814	-119,150	-148,862	-162,758	-163,875

See the footnotes on pages 106-107.

Services Transactions
of dollars]

Not seasonally adjusted					Seasonally adjusted										Line
2005				2006	2004				2005				2006		
I	II	III	IV	I ^P	I	II	III	IV	I	II	III	IV	I ^P		
85,572	87,178	93,721	94,018	94,521	79,084	81,023	81,264	86,629	87,438	89,117	90,377	93,555	95,436	1	
17,786	21,425	23,545	18,924	18,682	17,863	18,667	18,703	19,314	19,983	20,934	20,389	20,374	20,699	2	
4,664	5,104	5,933	5,229	5,193	4,534	4,658	4,883	4,776	4,890	5,161	5,508	5,371	5,484	3	
9,682	10,358	10,754	11,451	11,478	9,070	9,299	9,265	9,802	10,103	10,353	10,545	11,244	11,684	4	
4,215	4,317	4,307	4,501	4,324	3,932	3,994	3,847	4,185	4,283	4,257	4,332	4,468	4,396	5	
5,467	6,041	6,447	6,950	7,154	5,138	5,305	5,418	5,617	5,820	6,096	6,213	6,776	7,288	6	
13,618	13,742	13,958	16,092	14,661	12,606	12,650	12,913	14,343	14,146	13,943	14,397	14,923	15,063	7	
10,012	10,131	10,105	11,858	10,530	9,386	9,461	9,598	10,629	10,540	10,332	10,544	10,689	10,932	8	
9,317	9,313	9,383	9,926	9,169	8,610	8,599	8,917	9,288	9,554	9,343	9,663	9,380	9,407	9	
695	818	722	1,932	1,361	776	862	681	1,341	986	989	881	1,309	1,525	10	
3,606	3,611	3,853	4,234	4,131	3,220	3,189	3,315	3,714	3,606	3,611	3,853	4,234	4,131	11	
1,684	1,544	1,762	1,643	1,834	1,452	1,334	1,495	1,379	1,684	1,544	1,762	1,643	1,834	12	
1,922	2,067	2,091	2,591	2,298	1,768	1,856	1,820	2,334	1,922	2,067	2,091	2,591	2,298	13	
39,822	36,549	39,531	42,321	44,507	35,011	35,749	35,500	38,394	38,316	38,726	39,538	41,643	42,506	14	
11,634	11,733	11,863	14,159	13,458	10,771	11,567	11,349	11,489	12,203	12,075	12,318	12,793	13,549	15	
7,090	7,196	6,968	8,252	7,582	6,744	6,754	6,982	6,965	7,358	7,281	7,307	7,559	7,866	16	
4,544	4,537	4,895	5,907	5,876	4,027	4,813	4,367	4,524	4,845	4,794	5,011	5,234	5,683	17	
28,188	24,816	27,668	28,162	31,049	24,240	24,182	24,151	26,905	26,113	26,651	27,220	28,850	28,957	18	
5,830	1,749	3,932	2,612	5,961	3,368	3,398	3,416	3,461	3,498	3,517	3,549	3,560	3,576	19	
6,809	6,924	7,355	8,193	8,449	6,004	6,057	5,666	7,458	6,809	6,924	7,355	8,193	8,449	20	
1,642	1,623	1,714	1,852	1,750	1,662	1,648	1,771	1,757	1,642	1,623	1,714	1,852	1,750	21	
1,157	1,207	1,265	1,095	1,189	1,164	1,132	1,103	1,064	1,157	1,207	1,265	1,095	1,189	22	
8,846	9,612	10,098	10,935	10,183	8,359	8,246	8,595	9,324	9,019	9,658	10,103	10,712	10,385	23	
3,904	3,701	3,304	3,475	3,475	3,683	3,702	3,601	3,842	3,987	3,723	3,235	3,439	3,609	24	
64,413	72,118	73,922	70,110	69,944	61,511	63,230	64,812	67,681	68,679	69,452	70,397	72,035	74,411	25	
14,860	19,904	19,657	14,754	14,699	15,860	16,455	16,601	16,834	17,270	17,589	17,181	17,135	17,160	26	
5,771	7,007	7,089	6,199	6,176	5,740	5,882	5,902	6,199	6,213	6,555	6,654	6,644	6,752	27	
14,959	15,352	15,622	16,174	15,633	12,912	13,156	13,612	14,481	15,617	15,135	15,205	16,150	16,314	28	
10,834	10,896	10,934	11,492	11,076	9,364	9,498	9,868	10,495	11,373	10,695	10,641	11,447	11,638	29	
4,125	4,456	4,688	4,682	4,557	3,548	3,658	3,744	3,986	4,244	4,440	4,564	4,703	4,676	30	
5,635	5,737	6,340	6,789	6,638	5,243	5,530	6,377	6,060	5,880	6,004	6,356	6,261	6,827	31	
4,622	4,708	5,305	5,725	4,957	4,068	4,401	4,471	5,005	4,867	4,975	5,321	5,197	5,146	32	
733	782	811	829	838	633	644	648	774	733	782	811	829	838	33	
3,889	3,926	4,494	4,896	4,119	3,435	3,757	3,823	4,231	4,134	4,193	4,510	4,368	4,308	34	
1,013	1,029	1,035	1,064	1,681	1,175	1,129	1,906	1,055	1,013	1,029	1,035	1,064	1,681	35	
701	677	677	692	728	734	674	710	660	701	677	677	692	728	36	
312	352	358	372	953	442	455	1,196	394	312	352	358	372	953	37	
23,188	24,118	25,214	26,194	26,798	21,756	22,207	22,320	24,107	23,699	24,169	25,001	25,845	27,358	38	
8,800	9,387	9,653	11,149	10,958	8,046	8,345	8,269	9,256	9,110	9,445	9,734	10,700	11,289	39	
5,274	5,513	5,457	6,001	5,646	5,227	5,279	5,272	5,660	5,584	5,571	5,538	5,552	5,977	40	
3,526	3,874	4,196	5,148	5,312	2,819	3,066	2,997	3,596	3,526	3,874	4,196	5,148	5,312	41	
14,388	14,731	15,561	15,045	15,840	13,710	13,862	14,051	14,851	14,589	14,724	15,267	15,145	16,069	42	
755	1,002	1,318	954	860	843	882	910	920	956	995	1,024	1,054	1,089	43	
1,540	1,626	1,668	1,715	1,821	1,240	1,278	1,350	1,441	1,540	1,626	1,668	1,715	1,821	44	
7,167	6,896	7,359	7,060	7,774	7,162	7,257	7,081	7,538	7,167	6,896	7,359	7,060	7,774	45	
1,109	1,159	1,259	1,131	1,200	1,171	1,134	1,122	1,115	1,109	1,159	1,259	1,131	1,200	46	
3,511	3,659	3,582	3,764	3,912	3,120	3,106	3,267	3,585	3,511	3,659	3,582	3,764	3,912	47	
306	390	375	422	273	175	205	321	251	306	390	375	422	273	48	
4,201	4,176	4,675	5,357	4,655	4,517	4,395	5,051	4,990	4,201	4,176	4,675	5,357	4,655	49	
3,242	3,586	3,838	3,959	3,787	2,566	2,665	2,677	2,935	3,242	3,586	3,838	3,959	3,787	50	
16,000	15,308	16,807	15,882	14,668	15,846	16,185	15,745	17,484	16,000	15,308	16,807	15,882	14,668	51	
6,804	6,967	22,591	7,505	7,783	7,161	7,156	10,686	7,147	6,804	6,967	22,591	7,505	7,783	52	
-169,185	-186,547	-210,600	-216,408	-194,112	-149,954	-165,092	-168,803	-181,561	-183,268	-188,220	-198,746	-212,506	-207,969	53	
21,159	15,060	19,799	23,908	24,577	17,573	17,793	16,452	18,948	18,759	19,665	19,980	21,521	21,025	54	
-148,026	-171,487	-190,801	-192,500	-169,535	-132,381	-147,299	-152,351	-162,613	-164,509	-168,555	-178,766	-190,985	-186,944	55	

Table 4. U.S. Official Reserve Assets and Foreign Official Assets in the United States

(Millions of dollars)

Line	(Credits +; decrease in U.S. assets or increase in foreign assets. Debits -; increase in U.S. assets or decrease in foreign assets.)	2003	2004	2005	Not seasonally adjusted										Amounts outstanding March 31, 2006
					2004				2005				2006		
					I	II	III	IV	I	II	III	IV	I ^P		
A1	U.S. official reserve assets, net (table 1, line 41)	1,523	2,805	14,096	557	1,122	429	697	5,331	-797	4,766	4,796	513	206,293	
2	Gold (table 1, line 42)													152,221	
3	Special drawing rights (table 1, line 43)	601	-398	4,511	-100	-90	-98	-110	1,713	-97	2,976	-81	-67	8,344	
4	Reserve position in the International Monetary Fund (table 1, line 44)	1,494	3,826	10,200	815	1,345	676	990	3,763	-564	1,951	5,050	729	7,376	
5	Foreign currencies (table 1, line 45)	-572	-623	-615	-158	-133	-149	-183	-145	-136	-161	-173	-149	38,352	
B1	Foreign official assets in the United States, net (table 1, line 56)	278,275	387,809	199,495	147,627	79,944	71,285	88,953	18,965	74,613	33,983	71,934	75,207	2,279,395	
	By instrument:														
2	U.S. Treasury securities (table 1, line 58)	184,931	263,338	71,749	112,586	62,841	51,193	36,718	9,226	16,892	8,213	37,418	41,684	1,315,282	
3	Bills and certificates	21,588	17,440	-43,336	19,861	1,242	11,623	-15,286	-9,354	-30,933	-9,543	6,494	13,626	215,489	
4	Bonds and notes, marketable	163,498	246,880	115,767	93,798	61,569	39,540	51,973	18,549	48,575	17,738	30,905	28,039	1,098,826	
5	Bonds and notes, nonmarketable	-155	-982	-682	-1,073	30	30	31	31	-750	18	19	19	967	
6	Other U.S. Government securities (table 1, line 59)	39,943	41,662	84,701	11,465	3,202	11,932	15,063	23,781	19,421	17,713	23,786	24,809	382,036	
7	Other U.S. Government liabilities (table 1, line 60)	-517	-139	-488	-225	-220	476	-170	-740	112	395	-255	23	16,024	
8	U.S. liabilities reported by U.S. banks, not included elsewhere (table 1, line 61)	48,643	69,245	24,275	22,058	11,353	4,317	31,517	-15,814	34,187	824	5,078	-1,201	293,461	
9	Banks' liabilities for own account ¹	27,318	27,779	23,483	8,148	15,119	-259	4,771	1,223	15,537	7,301	-578	23,175	192,174	
10	Repurchase agreements	28,558	23,910	3,565	1,855	18,609	6,428	-2,982	-2,904	6,883	6,852	-7,266	22,081	137,223	
11	Deposits and brokerage balances ²	3,361	2,405	18,768	1,079	3,004	-5,286	3,608	6,305	6,764	7	5,692	-783	44,598	
12	Other liabilities	-4,601	1,464	1,150	5,214	-6,494	-1,401	4,145	-2,178	1,890	442	996	1,877	10,353	
13	Banks' customers' liabilities ¹	21,325	41,466	792	13,910	-3,766	4,576	26,746	-17,037	18,650	-6,477	5,656	-24,376	101,287	
14	Negotiable certificates of deposit and other short-term instruments	18,940	42,209	1,373	16,018	-5,925	5,876	26,240	-15,702	14,483	-2,926	5,518	-23,252	101,286	
15	Other liabilities	2,385	-743	-581	-2,108	2,159	-1,300	506	-1,335	4,167	-3,551	138	-1,124	1	
16	Other foreign official assets (table 1, line 62)	5,275	13,703	19,258	1,743	2,768	3,367	5,825	2,512	4,001	6,838	5,907	9,892	272,592	
	By area:														
17	Europe	8,096	44,151	24,478	4,696	22,546	5,270	11,639	-7,260	17,354	266	14,118	21,637	393,312	
18	Canada	-1,860	1,668	249	1,572	-114	996	-786	-664	457	-4	460	-117	7,173	
19	Latin America and Caribbean	15,894	24,516	5,405	7,618	9,055	3,769	4,074	-768	1,373	-1,841	6,641	8,168	134,356	
20	Asia	251,493	307,072	166,935	133,493	50,206	61,602	61,771	26,322	47,576	47,426	45,611	44,423	1,693,296	
21	Africa	1,082	1,369	5,288	1,252	187	1,169	-1,239	2,733	929	-3,281	4,907	-1,674	18,297	
22	Other	3,570	9,033	-2,860	-1,004	-1,936	-1,521	13,494	-1,398	6,924	-8,583	197	2,770	32,961	

See the footnotes on pages 106-107.

Table 6a. Direct Investment: Income, Capital, Royalties and
[Millions]

Line	(Credits +; debits-)	2003	2004	2005	Not seasonally adjusted			
					2004			
					I	II	III	IV
U.S. direct investment abroad:								
1	Income (table 1, line 14)	186,750	226,224	251,370	53,551	57,209	56,121	59,343
2	Earnings	180,481	219,826	245,085	51,992	55,613	54,534	57,687
3	Distributed earnings	59,460	62,489	256,323	9,153	21,253	10,095	21,987
4	Reinvested earnings	121,022	157,337	-11,238	42,839	34,359	44,439	35,700
5	Reinvested earnings without current-cost adjustment	100,478	135,645	-33,023	37,485	28,945	38,986	30,229
6	Current-cost adjustment	20,544	21,692	21,785	5,354	5,414	5,453	5,471
7	Interest	6,269	6,398	6,287	1,559	1,596	1,587	1,656
8	U.S. parents' receipts	8,991	9,224	9,696	2,244	2,266	2,273	2,440
9	U.S. parents' payments	-2,722	-2,826	-3,410	-685	-670	-687	-785
10	Income without current-cost adjustment	166,207	204,532	229,587	48,197	51,795	50,668	53,872
11	Manufacturing	34,876	48,253	50,534	11,255	12,996	11,680	12,321
12	Wholesale trade	18,571	24,101	27,812	5,361	5,646	5,875	7,218
13	Finance (including depository institutions) and insurance	21,966	26,972	29,293	6,891	7,499	6,849	5,731
14	Holding companies, except bank holding companies	59,567	60,181	69,322	14,797	14,832	14,934	15,617
15	Other	31,226	45,027	52,626	9,891	10,822	11,329	12,986
16	Earnings without current-cost adjustment (line 2 less line 6)	159,937	198,134	223,300	46,638	50,199	49,081	52,216
17	Manufacturing	33,518	46,986	48,951	10,953	12,689	11,365	11,979
18	Wholesale trade	18,166	23,639	27,337	5,253	5,535	5,751	7,099
19	Finance (including depository institutions) and insurance	22,131	27,081	29,600	6,909	7,505	6,879	5,787
20	Holding companies, except bank holding companies	57,586	58,602	68,091	14,413	14,455	14,546	15,187
21	Other	28,536	41,827	49,321	9,109	10,014	10,540	12,163
22	Interest	6,269	6,398	6,287	1,559	1,596	1,587	1,656
23	Manufacturing	1,358	1,267	1,584	303	307	315	341
24	Wholesale trade	405	462	475	109	110	124	118
25	Finance (including depository institutions) and insurance ¹	-165	-109	-308	-18	-7	-30	-55
26	Holding companies, except bank holding companies	1,980	1,579	1,231	384	377	388	429
27	Other	2,691	3,200	3,304	782	808	789	822
28	Capital (table 1, line 51)	-149,897	-244,128	-9,072	-59,022	-56,905	-41,208	-86,993
29	Equity capital	-35,484	-81,387	-39,706	-10,380	-19,151	3,880	-55,735
30	Increases in equity capital	-66,759	-132,401	-67,032	-13,316	-27,966	-8,771	-82,348
31	Decreases in equity capital	31,275	51,013	27,326	2,936	8,814	12,650	26,613
32	Reinvested earnings (line 4 with sign reversed)	-121,022	-157,337	11,238	-42,839	-34,359	-44,439	-35,700
33	Intercompany debt	6,609	-5,405	19,397	-5,803	-3,395	-649	4,442
34	U.S. parents' receivables	-18,020	-31,333	11,782	-5,495	-5,495	-7,772	-12,571
35	U.S. parents' payables	24,629	25,928	7,614	-308	2,101	7,122	17,013
36	Capital without current-cost adjustment	-129,352	-222,437	12,714	-53,668	-51,491	-35,755	-81,522
37	Manufacturing	-31,207	-53,680	-38,765	-13,455	-21,689	-8,795	-9,741
38	Wholesale trade	-12,239	-10,603	-17,194	-1,972	-2,475	-4,298	-1,858
39	Finance (including depository institutions) and insurance	-21,167	-23,782	-16,300	-8,496	-10,506	-4,924	144
40	Holding companies, except bank holding companies	-50,437	-101,353	118,634	-17,151	-10,302	-10,223	-63,678
41	Other	-14,302	-33,018	-33,661	-12,595	-6,519	-7,515	-6,389
42	Equity capital	-35,484	-81,387	-39,706	-10,380	-19,151	3,880	-55,735
43	Manufacturing	-9,951	-20,672	-19,084	-5,700	-13,572	-1,737	337
44	Wholesale trade	-1,549	-436	-1,444	112	88	-18	-618
45	Finance (including depository institutions) and insurance	-12,153	-5,690	-3,938	-2,931	-547	502	-2,714
46	Holding companies, except bank holding companies	-9,283	-56,728	-5,979	-1,884	-2,334	1,513	-54,024
47	Other	-2,547	2,139	-9,261	22	-2,788	3,620	1,284
48	Reinvested earnings without current-cost adjustment (line 5 with sign reversed)	-100,478	-135,645	33,023	-37,485	-28,945	-38,986	-30,229
49	Manufacturing	-23,474	-34,527	-14,869	-8,823	-8,691	-9,014	-7,999
50	Wholesale trade	-12,235	-16,904	-13,996	-3,754	-4,516	-4,817	-3,816
51	Finance (including depository institutions) and insurance	-11,916	-18,072	-9,844	-4,938	-5,972	-5,145	-2,017
52	Holding companies, except bank holding companies	-34,060	-41,253	98,835	-12,355	-9,480	-11,498	-7,920
53	Other	-18,793	-24,888	-27,102	-7,614	-286	-8,512	-8,476
54	Intercompany debt	6,609	-5,405	19,397	-5,803	-3,395	-649	4,442
55	Manufacturing	2,218	1,519	-4,812	1,069	573	1,956	-2,079
56	Wholesale trade	1,545	6,736	-1,754	1,670	1,953	537	2,576
57	Finance (including depository institutions) and insurance ²	2,902	-20	-2,518	-627	-3,988	-281	4,876
58	Holding companies, except bank holding companies	-7,094	-3,372	25,778	-2,912	1,512	-238	-1,734
59	Other	7,038	-10,268	2,702	-5,003	-3,445	-2,623	803
60	Royalties and license fees, net	29,680	32,715	34,784	7,750	7,920	8,002	9,043
61	U.S. parents' receipts (table 1, part of line 9)	32,324	35,414	37,939	8,382	8,564	8,651	9,817
62	U.S. parents' payments (table 1, part of line 26)	-2,645	-2,699	-3,155	-633	-644	-648	-774
63	Other private services, net	7,472	6,007	7,261	1,547	1,472	1,478	1,510
64	U.S. parents' receipts (table 1, part of line 10)	26,313	27,445	29,506	6,482	6,684	6,668	7,611
65	U.S. parents' payments (table 1, part of line 27)	-18,841	-21,437	-22,245	-4,935	-5,211	-5,190	-6,101

See the footnotes on pages 106-107.

Table 6a. Direct Investment: Income, Capital, Royalties and
[Millions]

Line	(Credits +; debits -)	2003	2004	2005	Not seasonally adjusted			
					2004			
					I	II	III	IV
Foreign direct investment in the United States:								
66	Income (table 1, line 31)	-73,961	-102,357	-116,953	-21,408	-28,406	-26,487	-26,056
67	Earnings	-57,755	-88,356	-102,649	-18,269	-24,956	-22,570	-22,562
68	Distributed earnings	-43,257	-32,769	-43,743	-12,502	-7,773	-2,260	-10,235
69	Reinvested earnings	-14,498	-55,587	-58,906	-5,768	-17,183	-20,310	-12,327
70	Reinvested earnings without current-cost adjustment	-3,683	-44,802	-48,596	-3,042	-14,471	-17,622	-9,668
71	Current-cost adjustment	-10,815	-10,785	-10,310	-2,726	-2,712	-2,688	-2,659
72	Interest	-16,207	-14,001	-14,305	-3,139	-3,450	-3,917	-3,494
73	U.S. affiliates' payments	-17,772	-16,244	-18,205	-3,535	-3,948	-4,451	-4,310
74	U.S. affiliates' receipts	1,565	2,244	3,899	396	498	534	816
75	Income without current-cost adjustment	-63,147	-91,572	-106,643	-18,682	-25,694	-23,799	-23,397
76	Manufacturing	-23,912	-36,432	-47,202	-7,095	-10,024	-10,532	-8,780
77	Wholesale trade	-19,470	-24,866	-25,704	-6,060	-6,866	-5,506	-6,434
78	Finance (including depository institutions) and insurance	-9,539	-11,695	-9,575	-2,637	-3,510	-3,278	-2,270
79	Other	-10,225	-18,580	-24,162	-2,890	-5,294	-4,483	-5,913
80	Earnings without current-cost adjustment (line 67 less line 71)	-46,940	-77,571	-92,339	-15,543	-22,244	-19,882	-19,903
81	Manufacturing	-15,589	-28,712	-39,144	-5,458	-8,046	-8,370	-6,837
82	Wholesale trade	-18,608	-24,438	-25,428	-5,940	-6,764	-5,411	-6,323
83	Finance (including depository institutions) and insurance	-8,362	-11,012	-8,778	-2,494	-3,380	-2,998	-2,140
84	Other	-4,379	-13,410	-18,987	-1,652	-4,054	-3,102	-4,603
85	Interest	-16,207	-14,001	-14,305	-3,139	-3,450	-3,917	-3,494
86	Manufacturing	-8,323	-7,720	-8,057	-1,638	-1,978	-2,162	-1,943
87	Wholesale trade	-862	-428	-276	-120	-102	-95	-110
88	Finance (including depository institutions) and insurance ¹	-1,177	-683	-796	-143	-130	-280	-131
89	Other	-5,845	-5,170	-5,175	-1,239	-1,240	-1,381	-1,310
90	Capital (table 1, line 64)	63,961	133,162	109,754	24,192	34,661	38,730	35,579
91	Equity capital	93,420	74,116	57,744	9,889	25,983	19,736	18,509
92	Increases in equity capital	113,477	96,732	70,639	15,569	29,588	25,180	26,396
93	Decreases in equity capital	-20,057	-22,616	-12,895	-5,680	-3,605	-5,445	-7,886
94	Reinvested earnings (line 69 with sign reversed)	14,498	55,587	58,906	5,768	17,183	20,310	12,327
95	Intercompany debt	-43,957	3,459	-6,897	8,536	-8,505	-1,315	4,743
96	U.S. affiliates' payables	-20,992	26,486	6,465	16,239	-1,631	5,490	6,387
97	U.S. affiliates' receivables	-22,965	-23,027	-13,361	-7,704	-6,874	-6,805	-1,644
98	Capital without current-cost adjustment	53,146	122,377	99,443	21,466	31,949	36,042	32,920
99	Manufacturing	18,235	20,266	51,738	4,071	3,373	7,864	4,958
100	Wholesale trade	-5,339	24,380	8,407	9,736	242	5,845	8,557
101	Finance (including depository institutions) and insurance	23,627	47,514	13,700	2,917	18,420	17,165	9,012
102	Other	16,623	30,217	25,599	4,742	9,913	5,169	10,393
103	Equity capital	93,420	74,116	57,744	9,889	25,983	19,736	18,509
104	Manufacturing	24,495	12,863	20,568	3,026	3,566	1,427	4,844
105	Wholesale trade	4,298	1,539	1,894	438	2,009	133	-1,041
106	Finance (including depository institutions) and insurance	37,579	39,189	15,972	195	17,878	12,409	8,707
107	Other	27,049	20,525	19,310	6,229	2,529	5,767	5,999
108	Reinvested earnings without current-cost adjustment (line 70 with sign reversed)	3,683	44,802	48,596	3,042	14,471	17,622	9,668
109	Manufacturing	11,198	23,051	23,917	3,192	7,210	7,255	5,394
110	Wholesale trade	-7,886	6,979	8,931	-2,434	1,247	5,368	2,797
111	Finance (including depository institutions) and insurance	177	4,920	1,053	1,393	2,364	2,335	-1,171
112	Other	194	9,852	14,695	891	3,650	2,664	2,648
113	Intercompany debt	-43,957	3,459	-6,897	8,536	-8,505	-1,315	4,743
114	Manufacturing	-17,458	-15,648	7,252	-2,147	-7,403	-819	-5,280
115	Wholesale trade	-1,751	15,862	-2,419	11,732	-3,015	344	6,801
116	Finance (including depository institutions) and insurance ²	-14,129	3,405	-3,324	1,328	-1,821	2,421	1,476
117	Other	-10,619	-160	-8,405	-2,378	3,734	-3,262	1,746
118	Royalties and license fees, net	-9,319	-11,586	-13,038	-2,685	-2,803	-3,246	-2,852
119	U.S. affiliates' payments (table 1, part of line 26)	-12,534	-15,247	-17,205	-3,223	-3,499	-3,792	-4,733
120	U.S. affiliates' receipts (table 1, part of line 9)	3,215	3,660	4,167	537	696	546	1,881
121	Other private services, net	4,075	5,252	3,139	950	1,493	1,275	1,534
122	U.S. affiliates' payments (table 1, part of line 27)	-12,618	-12,478	-16,744	-2,819	-3,066	-2,997	-3,596
123	U.S. affiliates' receipts (table 1, part of line 10)	16,693	17,730	19,883	3,769	4,559	4,272	5,130

See the footnotes on pages 106-107.

License Fees, and Other Private Services
of dollars]

Not seasonally adjusted					Seasonally adjusted										Line
2005				2006	2004				2005				2006		
I	II	III	IV	I P	I	II	III	IV	I	II	III	IV	I P		
-28,490	-30,416	-24,615	-33,432	-31,158	-21,413	-27,479	-26,008	-27,457	-28,490	-29,520	-24,105	-34,839	-31,161	66	
-25,162	-27,038	-20,978	-29,470	-27,405	-18,274	-24,029	-22,091	-23,963	-25,162	-26,142	-20,468	-30,877	-27,048	67	
-13,920	-3,174	-11,565	-15,083	-4,814	-13,072	-8,499	-3,668	-7,532	-14,506	-4,230	-13,308	-11,698	-5,335	68	
-11,242	-23,864	-9,413	-14,387	-22,231	-5,202	-15,529	-18,423	-16,431	-10,656	-21,912	-7,160	-19,178	-21,712	69	
-8,630	-21,277	-6,848	-11,841	-19,699	-2,476	-12,817	-15,735	-13,772	-8,044	-19,325	-4,595	-16,632	-19,180	70	
-2,612	-2,587	-2,565	-2,546	-2,532	-2,726	-2,712	-2,688	-2,659	-2,612	-2,587	-2,565	-2,546	-2,532	71	
-3,328	-3,378	-3,637	-3,962	-4,113	-3,139	-3,450	-3,917	-3,494	-3,328	-3,378	-3,637	-3,962	-4,113	72	
-4,119	-4,334	-4,621	-5,129	-5,176	-3,535	-3,948	-4,451	-4,310	-4,119	-4,334	-4,621	-5,129	-5,176	73	
790	958	984	1,167	1,063	396	498	534	816	790	958	984	1,167	1,063	74	
-25,878	-27,829	-22,050	-30,886	-28,626	-18,687	-24,767	-23,320	-24,798	-25,878	-26,933	-21,540	-32,233	-28,629	75	
-10,791	-11,342	-12,502	-12,568	-13,434	-7,075	-9,066	-10,008	-10,283	-10,778	-10,417	-11,945	-14,063	-13,418	76	
-6,323	-6,387	-5,486	-7,507	-6,962	-6,060	-6,866	-5,506	-6,434	-6,323	-6,387	-5,486	-7,507	-6,962	77	
-4,549	-2,913	843	-2,956	-1,774	-2,662	-3,541	-3,324	-2,169	-4,562	-2,940	795	-2,867	-1,792	78	
-4,215	-7,188	-4,904	-7,855	-6,455	-2,890	-5,294	-4,483	-5,913	-4,215	-7,188	-4,904	-7,855	-6,455	79	
-22,550	-24,451	-18,413	-26,924	-24,513	-15,548	-21,317	-19,403	-21,304	-22,550	-23,555	-17,903	-28,331	-24,516	80	
-8,976	-9,488	-10,370	-10,312	-11,181	-5,437	-7,088	-7,846	-8,340	-8,963	-8,563	-9,813	-11,807	-11,165	81	
-6,252	-6,331	-5,423	-7,422	-6,867	-5,940	-6,764	-5,411	-6,323	-6,252	-6,331	-5,423	-7,422	-6,867	82	
-4,345	-2,728	1,039	-2,743	-1,566	-2,519	-3,411	-3,044	-2,038	-4,359	-2,755	991	-2,654	-1,585	83	
-2,976	-5,906	-3,658	-6,448	-4,898	-1,652	-4,054	-3,102	-4,603	-2,976	-5,906	-3,658	-6,448	-4,899	84	
-3,328	-3,378	-3,637	-3,962	-4,113	-3,139	-3,450	-3,917	-3,494	-3,328	-3,378	-3,637	-3,962	-4,113	85	
-1,815	-1,854	-2,132	-2,256	-2,253	-1,638	-1,978	-2,162	-1,943	-1,815	-1,854	-2,132	-2,256	-2,253	86	
-71	-56	-63	-86	-96	-120	-102	-95	-110	-71	-56	-63	-86	-96	87	
-203	-185	-196	-213	-207	-143	-130	-280	-131	-203	-185	-196	-213	-207	88	
-1,239	-1,282	-1,246	-1,407	-1,557	-1,239	-1,240	-1,381	-1,310	-1,239	-1,282	-1,246	-1,407	-1,557	89	
31,125	10,198	46,713	21,718	33,806	23,627	33,007	36,844	39,683	30,539	8,245	44,459	26,510	33,287	90	
15,626	10,546	16,402	15,170	17,637	9,889	25,983	19,736	18,509	15,626	10,546	16,402	15,170	17,637	91	
19,917	13,615	18,848	18,259	19,975	15,569	29,588	25,180	26,396	19,917	13,615	18,848	18,259	19,975	92	
-4,292	-3,068	-2,445	-3,090	-2,338	-5,680	-3,605	-5,445	-7,886	-4,292	-3,068	-2,445	-3,090	-2,338	93	
11,242	23,864	9,413	14,387	22,231	5,202	15,529	18,423	16,431	10,656	21,912	7,160	19,178	21,712	94	
4,257	-24,213	20,897	-7,838	-6,062	8,536	-8,505	-1,315	4,743	4,257	-24,213	20,897	-7,838	-6,062	95	
3,663	-10,704	21,000	-7,494	1,007	16,239	-1,631	5,490	6,387	3,663	-10,704	21,000	-7,494	1,007	96	
595	-13,509	-103	-344	-7,069	-7,704	-6,874	-6,805	-1,644	595	-13,509	-103	-344	-7,069	97	
28,513	7,611	44,148	19,172	31,274	20,901	30,295	34,156	37,024	27,927	5,658	41,894	23,964	30,755	98	
10,562	5,773	25,827	9,575	13,511	4,050	2,415	7,339	6,461	10,548	4,849	25,270	11,071	13,495	99	
-3,149	3,186	6,472	1,897	8,733	9,736	242	5,845	8,557	-3,149	3,186	6,472	1,897	8,733	100	
9,955	2,160	2,224	-638	4,157	2,481	18,027	16,207	10,796	9,335	1,573	1,000	1,792	3,705	101	
11,145	-3,508	9,625	8,338	4,873	4,632	9,611	4,764	11,210	11,192	-3,949	9,153	9,204	4,822	102	
15,626	10,546	16,402	15,170	17,637	9,889	25,983	19,736	18,509	15,626	10,546	16,402	15,170	17,637	103	
3,224	6,000	6,740	4,604	9,279	3,026	3,566	1,427	4,844	3,224	6,000	6,740	4,604	9,279	104	
-21	358	1,008	549	4,129	438	2,009	133	-1,041	-21	358	1,008	549	4,129	105	
5,020	2,401	5,134	3,416	3,216	195	17,878	12,409	8,707	5,020	2,401	5,134	3,416	3,216	106	
7,402	1,787	3,520	6,601	1,013	6,229	2,529	5,767	5,999	7,402	1,787	3,520	6,601	1,013	107	
8,630	21,277	6,848	11,841	19,699	2,476	12,817	15,735	13,772	8,044	19,325	4,595	16,632	19,180	108	
2,130	8,682	8,074	5,031	8,265	3,171	6,252	6,731	6,897	2,117	7,757	7,517	6,527	8,249	109	
1,110	6,189	-2,334	3,966	6,688	-2,434	1,247	5,368	2,797	1,110	6,189	-2,334	3,966	6,688	110	
3,203	1,619	-1,770	-1,999	571	958	1,970	1,377	613	2,583	1,032	-2,994	431	120	111	
2,186	4,788	2,878	4,843	4,175	781	3,348	2,259	3,465	2,234	4,347	2,406	5,708	4,123	112	
4,257	-24,213	20,897	-7,838	-6,062	8,536	-8,505	-1,315	4,743	4,257	-24,213	20,897	-7,838	-6,062	113	
5,207	-8,908	11,013	-60	-4,033	-2,147	-7,403	-819	-5,280	5,207	-8,908	11,013	-60	-4,033	114	
-4,238	-3,361	7,798	-2,618	-2,084	11,732	-3,015	344	6,801	-4,238	-3,361	7,798	-2,618	-2,084	115	
1,732	-1,860	-1,140	-2,055	2369	1,328	-1,821	2,421	1,476	1,732	-1,860	-1,140	-2,055	369	116	
1,556	-10,083	3,227	-3,105	-314	-2,378	3,734	-3,262	1,746	1,556	-10,083	3,227	-3,105	-314	117	
-3,194	-3,108	-3,772	-2,964	-2,758	-2,659	-2,895	-3,142	-2,890	-3,148	-3,204	-3,629	-3,059	-2,783	118	
-3,889	-3,926	-4,494	-4,896	-4,119	-3,435	-3,757	-3,823	-4,231	-4,134	-4,193	-4,510	-4,368	-4,308	119	
695	818	722	1,932	1,361	776	862	681	1,341	986	989	881	1,309	1,525	120	
1,018	663	699	759	564	1,208	1,747	1,370	928	1,319	920	815	86	371	121	
-3,526	-3,874	-4,196	-5,148	-5,312	-2,819	-3,066	-2,997	-3,596	-3,526	-3,874	-4,196	-5,148	-5,312	122	
4,544	4,537	4,895	5,907	5,876	4,027	4,813	4,367	4,524	4,845	4,794	5,011	5,234	5,683	123	

Table 8a. Claims on and Liabilities to Unaffiliated Foreigners Reported by U.S. Nonbanking Concerns Except Securities Brokers ¹

[Millions of dollars]

Line	(Credits +; decrease in U.S. assets or increase in U.S. liabilities. Debits -; increase in U.S. assets or decrease in U.S. liabilities.)	2003	2004	2005	Not seasonally adjusted										Amounts Outstanding March 31, 2006
					2004				2005				2006		
					I	II	III	IV	I	II	III	IV	I ²		
A1	Claims, total (table 1, line 53)	-18,851	-120,017	-44,221	-55,101	-4,969	-3,501	-56,446	-67,170	57,244	-29,483	-4,812	-36,420	824,140	
2	Financial claims	-16,570	-121,123	-42,927	-54,837	-4,248	-6,183	-55,855	-67,362	57,772	-31,023	-2,314	-36,420	790,584	
3	Denominated in U.S. dollars	-13,852	-89,775	-55,177	-46,752	7,663	-11,406	-39,280	-84,389	46,932	-16,580	-1,140	-38,158	628,947	
4	Denominated in foreign currencies	-2,718	-31,348	12,250	-8,085	-11,911	5,223	-16,575	17,027	10,840	-14,443	-1,174	1,738	161,637	
	By instrument: ³														
5	Resale agreements	2,787	-10,677	7,578	-936	-6,084	372	-4,029	5,658	2,297	-427	50	1,904	2,912	
6	Negotiable certificates of deposit	44	54	38	151	-123	59	-33	9	-79	91	17	63	2	
	Other short-term instruments (including money market instruments)	2,074	-6,730	-3,343	583	-2,876	-2,184	-2,253	-2,034	3,086	-3,039	-1,356	756	12,363	
8	Deposits	-24,561	-86,993	-43,411	-49,347	8,683	-7,265	-39,064	-79,732	49,940	-6,676	-6,943	-38,413	659,630	
9	Other claims	3,086	-16,777	-3,789	-5,288	-3,848	2,835	-10,476	8,737	2,528	-20,972	5,918	-730	115,677	
10	Of which: Financial intermediaries' accounts ⁴	5,092	-4,152	-1,168	-2,157	1,790	3,172	-6,957	1,639	-2,451	-5,460	5,104	-8,885	76,791	
	By area:														
11	Europe	-38,917	-40,479	-18,156	-37,062	14,416	-765	-17,068	-64,715	72,029	-33,751	8,281	-44,811	473,025	
	Of which:														
12	United Kingdom	-30,571	-28,854	-555	-24,006	10,059	-1,338	-13,569	-46,427	61,332	-8,174	-7,286	-33,150	262,204	
13	Germany	2,382	16,926	14,091	5,475	3,317	1,811	6,323	-409	5,216	-279	9,563	-224	58,101	
14	Caribbean financial centers ⁵	25,746	-78,016	-23,940	-15,615	-23,284	-6,969	-32,148	3,007	-17,663	8,221	-17,505	4,161	287,314	
15	Other	-3,399	-2,628	-831	-2,160	4,620	1,551	-6,639	-5,654	3,406	-5,493	6,910	4,230	30,245	
16	Commercial claims	-2,281	1,106	-1,294	-264	-721	2,682	-591	192	-528	1,540	-2,498	33,556		
17	Denominated in U.S. dollars	182	-1,912	-2,459	-638	-1,246	-508	480	-169	-739	930	-2,481	29,898		
18	Denominated in foreign currencies	-2,463	3,018	1,165	374	525	3,190	-1,071	361	211	610	-17	3,658		
	By instrument:														
19	Trade receivables	-2,226	-409	-320	11	-1,404	2,586	-1,602	1,254	-901	1,037	-1,710	29,187		
20	Advance payments and other claims	-55	1,515	-974	-275	683	96	1,011	-1,062	373	503	-788	4,369		
	By area:														
21	Europe	-175	1,215	1,176	231	729	564	-309	18	177	909	72	12,084		
22	Canada	-314	1,065	-761	-204	967	34	268	-130	-16	138	-753	2,750		
23	Asia	-57	-1,525	-1,244	102	-943	-431	-253	457	-852	673	-1,522	10,073		
24	Other	-1,735	351	-465	-393	-1,474	2,515	-297	-153	163	-180	-295	8,649		
B1	Liabilities, total (table 1, line 68)	96,526	93,250	30,105	42,419	2,840	13,353	34,638	80,174	-20,035	20,271	-50,305	45,963	615,316	
2	Financial liabilities	96,798	91,137	22,048	38,252	3,389	13,976	35,520	76,115	-26,486	21,123	-48,704	45,963	577,855	
3	Denominated in U.S. dollars	100,232	74,271	9,417	47,738	1,098	3,195	22,240	88,033	-27,494	8,169	-59,291	34,063	459,066	
4	Denominated in foreign currencies	-3,434	16,866	12,631	-9,486	2,291	10,781	13,280	-11,918	1,008	12,954	10,587	11,900	118,789	
	By instrument: ³														
5	Repurchase agreements	6,785	19,564	-19,191	6,305	11,046	-1,142	3,355	-7,743	-10,609	-1,938	1,099	-1,229	19,613	
6	Short-term instruments	-8,590	-2,975	1,125	-4,024	1,069	425	-445	-2,338	4,755	-1,787	495	-1,296	5,021	
7	Other liabilities	98,603	74,548	40,114	35,971	-8,726	14,693	32,610	86,196	-20,632	24,848	-50,298	48,488	553,221	
8	Of which: Financial intermediaries' accounts ⁴	-65,626	5,642	13,838	3,754	-2,881	-3,713	8,482	9,488	1,738	-1,533	4,145	10,414	62,307	
	By area:														
9	Europe	84,779	69,299	16,458	37,550	-5,944	5,675	32,018	73,903	-20,202	6,600	-43,843	73,447	529,579	
	Of which:														
10	United Kingdom	64,693	67,447	-10,126	38,715	-9,393	6,504	31,621	67,045	-27,627	-1,355	-48,189	79,577	340,804	
11	Germany	14,581	-1,857	2,590	-2,419	-539	-769	1,870	-28	-6,989	5,162	4,445	-1,173	78,032	
12	Caribbean financial centers ⁵	13,057	16,416	-1,703	-2,612	9,630	5,674	3,724	-3,672	-4,663	12,733	-6,101	-26,919	31,178	
13	Other	-1,038	5,422	7,293	3,314	-297	2,627	-222	5,884	-1,621	1,790	1,240	-565	17,098	
14	Commercial liabilities	-272	2,113	8,057	4,167	-549	-623	-882	4,059	6,451	-852	-1,601	37,461		
15	Denominated in U.S. dollars	-573	1,444	8,260	4,367	-803	-1,417	-703	4,078	6,655	-777	-1,696	34,637		
16	Denominated in foreign currencies	301	669	-203	-200	254	794	-179	-19	-204	-75	95	2,824		
	By instrument:														
17	Trade payables	2,502	919	5,011	316	917	-36	-278	3,186	1,242	1,293	-710	23,050		
18	Advance receipts and other liabilities	-2,774	1,194	3,046	3,851	-1,466	-587	-604	873	5,209	-2,145	-891	14,411		
	By area:														
19	Europe	1,909	1,129	-3,295	1,869	-1,177	-733	1,170	-1,415	3,674	-2,000	-3,554	10,576		
20	Canada	-1,496	-68	4,164	261	344	481	-1,154	2,382	-502	1,531	753	2,375		
21	Asia	-221	480	5,587	937	-165	322	-614	2,153	2,500	-58	992	17,427		
22	Other	-464	572	1,601	1,100	449	-693	-284	939	779	-325	208	7,083		

See the footnotes on pages 106-107.

Table 9a. Claims on Foreigners Reported by U.S. Banks and Securities Brokers ¹

[Millions of dollars]

Line	(Credits +; decrease in U.S. assets. Debits -; increase in U.S. assets.)	2003	2004	2005	Not seasonally adjusted										Amounts Outstanding March 31, 2006
					2004				2005				2006		
					I	II	III	IV	I	II	III	IV	I ^P		
1	Claims reported by U.S. banks and securities brokers, total (table 1, line 54)	-13,014	-361,623	-213,018	-169,223	-39,426	-55,178	-97,796	53,483	-174,153	-102,716	10,368	-183,637	2,636,939	
2	Claims for own accounts	-7,104	-356,766	-133,586	-182,420	-22,575	-56,769	-95,002	76,712	-168,484	-79,361	37,547	-147,211	2,058,561	
3	Denominated in dollars.....	-13,476	-329,278	-153,498	-178,503	-14,613	-62,695	-73,467	66,066	-163,863	-86,814	31,113	-135,594	1,952,057	
	By instrument: ²														
4	Resale agreements.....	-78,178	-134,669	8,327	-36,798	3,377	-64,898	-36,350	840	-48,614	-472	56,573	-39,903	510,998	
5	Negotiable certificates of deposit.....	1,970	-3,594	1,166	-1,165	-1,443	-32	-954	-273	-425	697	1,167	125	2,679	
6	Other short-term instruments (including money market instruments) ³	16,641	1,440	-3,367	158	159	-118	1,241	-1,390	-1,949	-1,785	1,757	-2,513	9,768	
7	Deposits and brokerage balances.....	-29,187	-155,470	-61,822	-63,860	-25,119	1,534	-68,025	-2,853	-66,955	8,627	-641	-80,250	820,327	
8	Other claims (including loans).....	75,278	-36,985	-97,802	-76,838	8,413	819	30,621	69,742	-45,920	-93,881	-27,743	-13,053	608,285	
	By foreign borrower:														
	Claims on:														
9	Foreign banks.....	10,700	-197,678	-178,690	-134,608	-2,319	-44,423	-16,328	57,620	-139,538	-90,603	-6,169	-103,182	1,483,754	
10	Foreign nonbanks, excluding foreign official institutions.....	-8,002	-111,630	25,606	-26,824	-12,005	-23,269	-49,532	8,737	-14,385	4,303	26,951	-31,051	388,660	
11	Foreign official institutions ³	-16,174	-19,970	-414	-17,071	-289	4,997	-7,607	-291	-9,940	-514	10,331	-1,361	79,643	
	By type of U.S. reporting institution: ⁴														
	U.S.-owned banks' claims on:														
12	Foreign banks.....	29,249	-21,795	-59,340	-38,239	1,152	-9,187	24,479	22,929	-63,941	-141	-18,187	-32,396	437,135	
13	Foreign nonbanks and foreign official institutions.....	19,388	4,597	-8,036	-2,747	5,596	2,369	-621	-2,445	-71	-6,052	532	-7,863	61,965	
	Foreign-owned banks' claims on:														
14	Foreign banks.....	-3,106	-142,435	-102,560	-80,014	-10,481	-5,909	-46,031	30,248	-46,399	-82,537	-3,872	-45,923	887,920	
15	Foreign nonbanks and foreign official institutions.....	909	-4,834	-2,764	-671	-11,460	6,222	1,075	4,186	-4,289	3,792	-6,453	-4,845	80,601	
	Brokers' and dealers' claims on:														
16	Foreign banks.....	-15,443	-33,448	-16,790	-16,355	7,010	-29,327	5,224	4,443	-29,198	-7,925	15,890	-24,863	158,699	
17	Foreign nonbanks and foreign official institutions.....	-44,473	-131,363	35,992	-40,477	-6,430	-26,863	-57,593	6,705	-19,965	6,049	43,203	-19,704	325,737	
18	Denominated in foreign currencies.....	6,372	-27,488	19,912	-3,917	-7,962	5,926	-21,535	10,646	-4,621	7,453	6,434	-11,617	106,504	
	By instrument: ²														
19	Deposits and brokerage balances.....	1,986	-10,339	2,387	-182	-1,940	1,746	-9,963	2,083	-1,970	4,102	-1,828	-4,647	49,355	
20	Other claims (including loans).....	4,386	-17,149	17,525	-3,735	-6,022	4,180	-11,572	8,563	-2,651	3,351	8,262	-6,970	57,149	
21	Claims for customers' accounts	-5,910	-4,857	-79,432	13,197	-16,851	1,591	-2,794	-23,229	-5,669	-23,355	-27,179	-36,426	578,378	
22	Denominated in dollars.....	-12,793	1,992	-52,915	10,734	-15,699	7,276	-319	-12,987	1,605	-24,818	-16,715	-26,832	513,039	
	By instrument: ²														
23	Commercial paper ⁵	-197	6,472	344	-6,216	9,123	39	3,526	17	-3,049	1,270	2,106	-10,273	125,714	
24	Negotiable certificates of deposit.....	5,178	-1,423	-4,858	4,851	-19,312	17,538	-4,500	4,017	766	-8,282	-1,359	-2,550	114,941	
25	Other short-term instruments (including money market instruments) ⁶	-2,116	-3,031	-18,629	-1,777	5,144	-1,884	-4,514	-4,543	-93	-1,649	-12,344	-4,189	46,129	
26	Deposits and brokerage balances (including sweep accounts) ⁷	-22,495	3,729	-24,338	12,285	-12,269	-2,379	6,092	-13,595	6,714	-14,071	-3,386	-8,621	205,479	
27	Other claims.....	6,837	-3,755	-5,434	1,591	1,615	-6,038	-923	1,117	-2,733	-2,086	-1,732	-1,199	20,776	
28	Denominated in foreign currencies.....	6,883	-6,849	-26,517	2,463	-1,152	-5,685	-2,475	-10,242	-7,274	1,463	-10,464	-9,594	65,339	
	By instrument: ²														
29	Deposits and brokerage balances.....	3,588	-2,885	-13,648	-519	-4,493	2,364	-237	-12,783	-1,307	27	415	-2,698	24,015	
30	Other claims.....	3,295	-3,964	-12,869	2,982	3,341	-8,049	-2,238	2,541	-5,967	1,436	-10,879	-6,896	41,324	
	Claims, total (line 1), by area:														
31	Europe.....	-3,423	-230,156	-115,029	-110,222	-21,963	-37,441	-60,530	45,631	-94,963	-94,836	29,139	-128,302	1,350,618	
	Of which:														
32	United Kingdom.....	-46,139	-128,079	-39,224	-47,150	-19,214	-37,042	-24,673	42,460	-37,451	-40,784	-3,449	-73,600	718,590	
33	Switzerland.....	59,988	-31,959	-41,184	-24,619	11,721	-16,345	-2,716	20,806	-33,765	-51,853	23,628	-19,878	175,575	
34	Canada.....	8,773	8,650	-20,259	4,134	-841	7,005	-1,648	272	-1,729	-7,989	-10,813	742	101,193	
35	Caribbean financial centers ⁸	9,362	-112,743	-38,817	-48,960	-24,270	-16,638	-22,875	-332	-66,642	11,268	16,889	-64,063	911,294	
36	Latin America, excluding Caribbean financial centers.....	5,291	3,263	-1,241	-756	886	2,799	334	-2,429	1,413	2,976	-3,201	-1,151	53,300	
37	Asia.....	-29,333	-29,749	-30,719	-8,230	-4,297	-9,133	-8,089	7,727	-7,384	-11,579	-19,483	9,151	185,654	
38	Of which: Japan.....	-18,996	-26,777	-9,526	5,448	-12,715	-10,123	-9,387	12,594	-5,488	3,632	-20,264	-2,851	112,144	
39	Africa.....	332	3,254	-216	-54	3,444	83	-219	3	-167	241	-293	-99	1,403	
40	Other.....	-4,016	-4,142	-6,737	-5,135	7,615	-1,853	-4,769	2,611	-4,681	-2,797	-1,870	85	33,477	
	Memoranda:														
1	International banking facilities (IBFs) own claims, denominated in dollars (in lines 1-15 above).....	19,552	-71,369	-82,764	-45,466	-1,731	-33,651	9,479	28,985	-59,363	-45,248	-7,138	-40,223	488,254	
	By bank ownership: ⁴														
2	U.S.-owned IBFs.....	16,245	7,649	-9,946	-16,359	-5,843	2,374	27,477	3,136	-25,592	15,616	-3,106	-13,481	70,368	
3	Foreign-owned IBFs.....	3,307	-79,018	-72,818	-29,107	4,112	-36,025	-17,998	25,849	-33,771	-60,864	-4,032	-26,742	417,886	

See the footnotes on pages 106-107.

Table 10a. Liabilities to Foreigners, except Foreign Official Agencies, Reported by U.S. Banks and Securities Brokers ¹

[Millions of dollars]

Line	(Credits +; increase in U.S. liabilities. Debits -; decrease in U.S. liabilities.)	2003	2004	2005	Not seasonally adjusted										Amounts Outstanding March 31, 2006
					2004				2005				2006		
					I	II	III	IV	I	II	III	IV	I ^p		
1	Liabilities reported by U.S. banks and securities brokers, total (table 1, part of line 65 and table 1, line 69)	97,620	356,256	163,977	151,904	41,857	54,459	108,036	-69,561	152,741	79,766	1,031	158,670	2,820,340	
2	U.S. Treasury bills and certificates (table 1, part of line 65).....	413	19,516	-15,872	4,685	4,358	2,741	7,732	581	-197	-15,146	-1,110	4,629	67,226	
3	Other U.S. liabilities, total (table 1, line 69)	97,207	336,740	179,849	147,219	37,499	51,718	100,304	-70,142	152,938	94,912	2,141	154,041	2,753,114	
4	Liabilities for own accounts	108,742	319,035	172,860	141,767	18,779	43,014	115,475	-72,866	146,874	88,647	10,205	143,509	2,310,012	
5	Denominated in dollars.....	137,330	303,151	175,548	139,458	16,202	38,341	109,150	-70,669	131,709	82,996	31,512	135,965	2,215,213	
	By instrument: ²														
6	Repurchase agreements.....	131,176	156,937	32,153	67,031	3,366	43,209	43,331	4,342	1,185	37,603	-10,977	39,248	624,951	
7	Deposits and brokerage balances.....	37,610	89,375	67,874	12,021	14,604	2,704	60,046	-59,467	94,133	44,644	-11,436	59,874	1,056,207	
8	Other liabilities (including loans).....	-31,456	56,839	75,521	60,406	-1,768	-7,572	5,773	-15,544	36,391	749	53,925	36,843	534,055	
	By foreign holder:														
	Liabilities to:														
9	Foreign banks.....	27,029	118,801	211,923	79,076	355	-3,080	42,450	-50,888	146,722	50,016	66,073	98,583	1,634,089	
10	Foreign nonbanks, including international organizations.....	110,301	184,350	-36,375	60,382	15,847	41,421	66,700	-19,781	-15,013	32,980	-34,561	37,382	581,124	
	By type of U.S. reporting institution: ³														
	U.S.-owned banks' liabilities to:														
11	Foreign banks.....	-10,062	28,594	89,116	15,521	23,577	-11,993	1,489	-29,675	71,276	13,252	34,263	24,946	643,157	
12	Foreign nonbanks, including international organizations.....	24,880	16,193	1,365	-1,942	8,511	1,385	8,239	-2,714	5,225	4,645	-5,791	7,338	100,498	
	Foreign-owned banks' liabilities to:														
13	Foreign banks.....	-50,537	89,660	70,497	32,672	-8,948	3,845	62,091	-32,803	57,383	42,096	3,821	42,038	666,111	
14	Foreign nonbanks, including international organizations.....	-9,018	1,643	1,530	4,469	-5,513	3,117	-430	139	342	-784	1,833	621	66,238	
	Brokers' and dealers' liabilities to:														
15	Foreign banks.....	87,628	547	52,310	30,883	-14,274	5,068	-21,130	11,590	18,063	-5,332	27,989	31,599	324,821	
16	Foreign nonbanks, including international organizations.....	94,439	166,514	-39,270	57,855	12,849	36,919	58,891	-17,206	-20,580	29,119	-30,603	29,423	414,388	
17	Denominated in foreign currencies.....	-28,588	15,884	-2,688	2,309	2,577	4,673	6,325	-2,197	15,165	5,651	-21,307	7,544	94,799	
	By instrument: ²														
18	Deposits and brokerage balances.....	-18,679	13,646	11,877	2,553	-6,768	5,306	12,555	6,994	6,804	5,225	-7,146	502	60,769	
19	Other liabilities (including loans).....	-9,909	2,238	-14,565	-244	9,345	-633	-6,230	-9,191	8,361	426	-14,161	7,042	34,030	
20	Liabilities for customers' accounts	-11,535	17,705	6,989	5,452	18,720	8,704	-15,171	2,724	6,064	6,265	-8,064	10,532	443,102	
21	Denominated in dollars.....	-14,732	13,824	-312	2,703	18,582	9,979	-17,440	1,665	2,411	3,180	-7,568	10,464	428,645	
	By instrument: ²														
22	Negotiable certificates of deposit and other short-term instruments.....	-5,740	21,776	10,936	427	7,241	7,470	6,638	8,215	781	-870	2,810	8,178	228,215	
23	Other liabilities (including loans).....	-8,992	-7,952	-11,248	2,276	11,341	2,509	-24,078	-6,550	1,630	4,050	-10,378	2,286	200,430	
24	Denominated in foreign currencies.....	3,197	3,881	7,301	2,749	138	-1,275	2,269	1,059	3,653	3,085	-496	68	14,457	
	Other U.S. liabilities, total (line 3), by area:														
25	Europe.....	5,514	140,461	160,773	91,401	12,912	44,964	-8,816	40,003	70,386	60,670	-10,286	83,210	1,146,870	
26	Canada.....	3,360	-3,380	1,606	-4,112	1,222	128	-618	1,042	-783	6,316	-4,969	-1,669	34,405	
27	Caribbean financial centers ⁴	95,239	203,364	5,500	55,933	39,326	1,702	106,403	-88,750	79,800	10,052	4,398	70,514	1,282,663	
28	Latin America, excluding Caribbean financial centers.....	-416	5,858	12,604	4,486	-2,082	300	3,154	4,279	6,303	496	1,526	8,424	105,092	
29	Asia.....	-6,487	-3,491	-103	1,374	-14,260	7,555	1,840	-28,815	2,143	14,095	12,474	-11,966	152,337	
30	Africa.....	2,841	-152	801	197	453	-559	-243	-396	-18	786	429	85	9,322	
31	Other.....	-2,844	-5,920	-1,332	-2,060	-72	-2,372	-1,416	2,495	-4,893	2,497	-1,431	5,443	22,425	
	Memoranda:														
1	International banking facilities (IBFs) own liabilities, denominated in dollars (in lines 3-14 above).....	-40,366	2,380	78,008	40,671	-15,697	6,092	-28,686	-33,543	72,943	44,256	-5,648	5,352	452,936	
	By bank ownership: ³														
2	U.S.-owned IBFs.....	6,567	1,892	25,569	13,974	799	10,496	-23,377	-3,417	30,047	-8,771	7,710	11,372	113,984	
3	Foreign-owned IBFs.....	-46,933	488	52,439	26,697	-16,496	-4,404	-5,309	-30,126	42,896	53,027	-13,358	-6,020	338,952	

See the footnotes on pages 106-107.

Table 11. U.S. International
 [Millions]

Line	(Credits +, debits -) ¹	Middle East			Africa		
		2005	2005:IV	2006:I ^P	2005	2005:IV	2006:I ^P
Current account							
1	Exports of goods and services and income receipts	55,326	15,147	15,116	30,498	7,955	7,898
2	Exports of goods and services	48,824	13,398	13,140	23,830	6,077	5,884
3	Goods, balance of payments basis ²	29,760	8,691	8,677	14,886	3,758	3,762
4	Services ³	19,064	4,707	4,463	8,944	2,319	2,122
5	Transfers under U.S. military agency sales contracts ⁴	9,285	2,057	1,815	1,504	407	283
6	Travel	1,819	382	298	1,179	244	210
7	Passenger fares	250	64	67	42	7	15
8	Other transportation	1,971	538	516	778	201	202
9	Royalties and license fees ⁵	397	131	111	491	145	151
10	Other private services ⁵	5,228	1,510	1,632	4,887	1,297	1,241
11	U.S. Government miscellaneous services	114	25	24	63	18	20
12	Income receipts	6,502	1,749	1,976	6,668	1,878	2,014
13	Income receipts on U.S.-owned assets abroad	6,410	1,726	1,952	6,600	1,861	1,996
14	Direct investment receipts	4,670	1,254	1,445	5,303	1,509	1,573
15	Other private receipts	1,549	452	479	951	260	286
16	U.S. Government receipts	191	20	28	346	92	137
17	Compensation of employees	92	23	24	68	17	18
18	Imports of goods and services and income payments	-87,560	-23,472	-22,636	-70,849	-20,442	-19,192
19	Imports of goods and services	-80,664	-21,431	-20,583	-69,525	-20,053	-18,758
20	Goods, balance of payments basis ²	-62,437	-16,867	-16,013	-65,210	-18,901	-17,658
21	Services ³	-18,227	-4,564	-4,570	-4,315	-1,152	-1,100
22	Direct defense expenditures	-12,837	-3,214	-3,226	-301	-75	-67
23	Travel	-1,362	-310	-323	-1,497	-421	-360
24	Passenger fares	-760	-184	-155	-472	-113	-108
25	Other transportation	-1,112	-291	-273	-295	-78	-80
26	Royalties and license fees ⁵	-111	-43	-31	-6	-1	-2
27	Other private services ⁵	-1,767	-455	-496	-1,522	-405	-422
28	U.S. Government miscellaneous services	-278	-67	-66	-222	-59	-61
29	Income payments	-6,896	-2,041	-2,053	-1,324	-389	-434
30	Income payments on foreign-owned assets in the United States	-6,838	-2,021	-2,033	-1,214	-353	-398
31	Direct investment payments	-616	-252	-94	-180	-37	-26
32	Other private payments	-3,094	-907	-952	-622	-198	-228
33	U.S. Government payments	-3,128	-862	-987	-412	-118	-144
34	Compensation of employees	-58	-20	-20	-110	-36	-36
35	Unilateral current transfers, net	-16,628	-5,034	-2,455	-7,839	-3,071	-1,175
36	U.S. Government grants ⁴	-13,516	-4,200	-1,695	-5,179	-2,410	-463
37	U.S. Government pensions and other transfers	-120	-29	-32	-25	-7	-6
38	Private remittances and other transfers ⁶	-2,992	-805	-728	-2,635	-654	-706
Capital and financial account							
Capital account							
39	Capital account transactions, net	-2,405	-76	-78	-156	-24	-1,118
Financial account							
40	U.S.-owned assets abroad, net (increase/financial outflow (-))	-6,953	-2,778	944	-3,987	-1,786	-858
41	U.S. official reserve assets, net						
42	Gold ⁷						
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	2,212	48	61	268	90	1,351
47	U.S. credits and other long-term assets	-74	-6	-4	-383	-54	-48
48	Repayments on U.S. credits and other long-term assets ⁸	257	48	60	663	146	1,399
49	U.S. foreign currency holdings and U.S. short-term assets, net	2,029	6	5	-12	-2	
50	U.S. private assets, net	-9,165	-2,826	883	-4,255	-1,876	-2,209
51	Direct investment	-3,466	-1,654	-763	-2,066	-618	-1,062
52	Foreign securities	384	667	-2,104	-1,636	-841	-1,075
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	-540	-365	-55	-337	-124	27
54	U.S. claims reported by U.S. banks, not included elsewhere	-5,543	-1,474	3,805	-216	-293	-99
55	Foreign-owned assets in the United States, net (increase/financial inflow (+))	18,951	6,377	23,120	9,071	5,882	-663
56	Foreign official assets in the United States, net	2,312	5,632	12,979	5,288	4,907	-1,674
57	U.S. Government securities	(17)	(17)	(17)	(17)	(17)	(17)
58	U.S. Treasury securities ⁹	(17)	(17)	(17)	(17)	(17)	(17)
59	Other ¹⁰	(17)	(17)	(17)	(17)	(17)	(17)
60	Other U.S. Government liabilities ¹¹	-132	-241	32	-110	-420	-11
61	U.S. liabilities reported by U.S. banks, not included elsewhere	(17)	(17)	(17)	(17)	(17)	(17)
62	Other foreign official assets ¹²	(17)	(17)	(17)	(17)	(17)	(17)
63	Other foreign assets in the United States, net	16,639	745	10,141	3,783	975	1,011
64	Direct investment	1,572	111	111	651	60	-4
65	U.S. Treasury securities	(17)	(17)	(17)	(17)	(17)	(17)
66	U.S. securities other than U.S. Treasury securities	6,346	947	1,746	586	-29	167
67	U.S. currency						
68	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	(17)	(17)	(17)	(17)	(17)	(17)
69	U.S. liabilities reported by U.S. banks, not included elsewhere	4,683	-2,499	-1,978	801	429	85
70	Statistical discrepancy (sum of above items with sign reversed) ¹⁹	39,269	9,836	-14,011	43,262	11,486	15,108
Memoranda:							
71	Balance on goods (lines 3 and 20)	-32,677	-8,176	-7,336	-50,324	-15,143	-13,896
72	Balance on services (lines 4 and 21)	837	143	-107	4,629	1,167	1,022
73	Balance on goods and services (lines 2 and 19)	-31,840	-8,033	-7,443	-45,695	-13,976	-12,874
74	Balance on income (lines 12 and 29)	-394	-292	-77	5,344	1,489	1,580
75	Unilateral current transfers, net (line 35)	-16,628	-5,034	-2,455	-7,839	-3,071	-1,175
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) ¹⁹	-48,862	-13,359	-9,975	-48,190	-15,558	-12,469

Transactions, by Area
of dollars]

South Africa			Other Africa			International organizations and unallocated ¹⁶			Line
2005	2005:IV	2006:I ^P	2005	2005:IV	2006:I ^P	2005	2005:IV	2006:I ^P	
6,518	1,640	1,677	23,980	6,315	6,221	44,161	11,351	11,547	1
5,317	1,342	1,331	18,513	4,735	4,553	5,509	1,484	1,401	2
3,894	951	956	10,992	2,807	2,806				3
1,423	391	375	7,521	1,928	1,747	5,509	1,484	1,401	4
2	(*)	(*)	1,502	407	283	256	93		58
314	81	56	865	163	154				6
1	(*)	(*)	41	7	15				7
157	45	44	621	156	158	1,035	272	296	8
305	87	96	186	58	55	2,113	595	529	9
640	177	178	4,247	1,120	1,063	2,101	523	517	10
4	1	1	59	17	19	4	1	1	11
1,201	298	346	5,467	1,580	1,668	38,653	9,867	10,146	12
1,193	296	344	5,407	1,565	1,652	36,960	9,420	9,731	13
593	133	163	4,710	1,376	1,410	21,785	5,463	5,479	14
595	163	181	356	97	105	14,773	3,876	4,186	15
5			341	92	137	402	81	66	16
8	2	2	60	15	16	1,693	447	415	17
-7,073	-1,886	-1,930	-63,776	-18,556	-17,262	-21,487	-5,525	-6,150	18
-6,865	-1,826	-1,877	-62,660	-18,227	-16,881	-5,179	-1,354	-1,905	19
-5,883	-1,582	-1,604	-59,327	-17,319	-16,054				20
-982	-244	-273	-3,333	-908	-827	-5,179	-1,354	-1,905	21
-12	-5	-2	-289	-70	-65				22
-264	-49	-73	-1,233	-372	-287				23
-177	-43	-48	-295	-70	-60				24
-72	-18	-20	-223	-60	-60	-4,223	-1,089	-1,061	25
-2		-1	-4	-1	-1	-931	-259	-838	26
-403	-115	-115	-1,119	-290	-307	-15	-4	-4	27
-52	-14	-14	-170	-45	-47	-10	-2	-2	28
-208	-60	-53	-1,116	-329	-381	-16,308	-4,171	-4,245	29
-199	-57	-50	-1,015	-296	-348	-16,308	-4,171	-4,245	30
-10		(D)	-170	-37	(D)	-10,310	-2,546	-2,532	31
-149	-45	-56	-473	-153	-172	-5,093	-1,377	-1,470	32
-40	-12	(D)	-372	-106	(D)	-905	-248	-243	33
-9	-3	-3	-101	-33	-33				34
-474	-130	-116	-7,365	-2,941	-1,059	-16,066	-3,731	-4,468	35
-103	-33	-28	-5,076	-2,377	-435	-4,958	-670	-1,008	36
-6	-2	-1	-19	-5	-5	-2,131	-771	-749	37
-365	-95	-87	-2,270	-559	-619	-8,977	-2,290	-2,711	38
-4	-1	-1	-152	-23	-1,117				39
-1,601	-755	-725	-2,386	-1,031	-133	-9,357	1,760	-7,204	40
						14,711	4,969	662	41
									42
						4,511	-81	-67	43
						10,200	5,050	729	44
									45
1	1	1	267	89	1,350	-961	-240	-1,278	46
			-383	-54	-48	-953	-240	-1,270	47
			663	146	1,399	2			48
1	1	1	-13	-3	-1	-10		-8	49
-1,602	-756	-726	-2,653	-1,120	-1,483	-23,107	-2,969	-6,588	50
-17	-133	-68	-2,049	-485	-994	-21,785	-5,463	-5,479	51
-1,767	-471	-633	131	-370	-442	-118	71	-468	52
-17	-46	-6	-320	-78	33	3	1		53
199	-106	-19	-415	-187	-80	-1,207	2,422	-641	54
-309	-609	862	9,380	6,491	-1,525	33,663	12,015	8,324	55
(18)	(18)	(18)	(18)	(18)	(18)	190	49	17	56
(18)	(18)	(18)	(18)	(18)	(18)				57
(18)	(18)	(18)	(18)	(18)	(18)				58
(18)	(18)	(18)	(18)	(18)	(18)				59
-1			-109	-420	-11	190	49	17	60
(18)	(18)	(18)	(18)	(18)	(18)				61
(18)	(18)	(18)	(18)	(18)	(18)				62
(18)	(18)	(18)	(18)	(18)	(18)	33,473	11,966	8,307	63
-9	9	-24	660	51	20	10,310	2,546	2,532	64
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	65
32	19	-57	554	-48	224	1,003	259	410	66
						19,416	9,158	1,932	67
39	23	10	(18)	(18)	(18)				68
¹⁸ -370	¹⁸ -660	¹⁸ 933	¹⁸ 8,275	¹⁸ 6,908	¹⁸ -1,758	¹⁸ 2,744	¹⁸ 3	¹⁸ 3,433	69
2,943	1,741	233	40,319	9,745	14,875	-30,915	-15,870	-2,049	70
-1,989	-631	-648	-48,335	-14,512	-13,248				71
441	147	102	4,188	1,020	920	330	130	-504	72
-1,548	-484	-546	-44,147	-13,492	-12,328	330	130	-504	73
993	238	293	4,351	1,251	1,287	22,345	5,696	5,901	74
-474	-130	-116	-7,365	-2,941	-1,059	-16,066	-3,731	-4,468	75
-1,029	-376	-369	-47,161	-15,182	-12,100	6,608	2,095	929	76

Footnotes to U.S. International Transactions Tables 1–11

General notes for all tables: ^P Preliminary. ^r Revised. * Less than \$500,000 (+/-). ^D Suppressed to avoid disclosure of data of individual companies. Quarterly estimates are not annualized and are expressed at quarterly rates.

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 account 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 5.

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

13. Conceptually, the sum of line 76 and line 39 is equal to "net lending or net borrowing" 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 reconciliation table 2 in appendix A 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 4.3B of the full set of NIPA tables.

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 1989–90, 1992–95, and July 1996–2006 issues of the SURVEY.

Table 2a:

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 July 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" monthly 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 sea-

sonally 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, B24, B83, and B142 (in table 2b, lines A5 and A13, B12, B47, and B82) 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 11, line 5 (transfers under U.S. military agency sales contracts); the imports are included in tables 1 and 11, 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 July 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 July 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 11, 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: *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). 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.

Table 2b:

For footnotes 1–6, see table 2a.

7. Annual and unadjusted quarterly data shown in this table correspond to country and area data in table 11, 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, Spain, and from January 2001, Greece.

Table 3:

1. Includes royalties, license fees, and other fees associated with the use of intangible assets, including patents, trade secrets, and other proprietary rights, that are used in connection with the production of goods.

2. Includes royalties, license fees, and other fees associated with the use of copyrights, trademarks, franchises, rights to broadcast live events, software licensing fees, and other intangible property rights.

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

4. These reflect the amount of premiums explicitly charged by, or paid to, insurers and reinsurers.

Table 4:

1. Complete instrument detail is only available beginning with 2003.

2. Prior to 2003, includes only demand deposits and nonnegotiable time and savings deposits.

Table 5:

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 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 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 contra-entry 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.

8. Excludes transactions of the U.S. Enrichment Corporation since it became a non-government entity in July 1998.

Table 6a:

1. For bank affiliates, includes only interest on permanent debt investment by their parent companies. Excludes interest between financial parent companies and nonbank financial affiliates.

2. For bank affiliates, includes only permanent debt investment by their parent companies. Excludes intercompany debt between financial parent companies and nonbank financial affiliates.

Table 7a:

1. Beginning with 2005, source data for new issue estimates are no longer separately available. New issues continue to be included in net purchases.

2. Bahamas, Bermuda, British West Indies (Cayman Islands), and Netherlands Antilles.

Table 8a:

1. Prior to 2003, securities brokers' claims on and liabilities to their foreign

affiliates are included in the estimates. They are excluded beginning in 2003.

2. Estimates of commercial claims and liabilities with unaffiliated foreign-ers are not available.

3. Complete instrument detail is only available beginning with 2003.

4. Financial intermediaries' accounts are shown under "other claims (liabilities)" because the majority of these claims (liabilities) are in the form of intercompany balances. Financial intermediaries' accounts represent transactions between firms in a direct investment relationship (that is, between U.S. parents and their foreign affiliates or between U.S. affiliates and their foreign parent groups), where both the U.S. and foreign firms are classified in a finance industry, but the firms are neither banks nor securities brokers.

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

Table 9a:

1. Beginning with 2003, includes securities brokers' claims on their foreign affiliates.

2. Complete instrument detail is only available beginning with 2003.

3. Includes foreign official agencies and international and regional organizations. Prior to 2003, also includes government-owned corporations and state, provincial, and local governments and their agencies.

4. U.S.-owned banks include 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. Brokers and dealers may be U.S.-owned or foreign-owned.

5. Commercial paper issued in the U.S. market by foreign incorporated entities and held in U.S. customers' accounts. Excludes commercial paper issued through foreign direct investment affiliates in the United States.

6. Prior to 2003, includes negotiable certificates of deposit and other negotiable and transferable instruments.

7. Prior to 2003, includes only deposits.

8. Bahamas, Bermuda, British West Indies (Cayman Islands), and Netherlands Antilles.

Table 10a:

1. Beginning with 2003, includes securities brokers' liabilities to their foreign affiliates.

2. Complete instrument detail is only available beginning with 2003.

3. U.S.-owned banks include 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. Brokers and dealers may be U.S.-owned or foreign-owned.

4. Bahamas, Bermuda, British West Indies (Cayman Islands), and Netherlands Antilles.

Table 11:

For footnotes 1-13, see table 1.

14. The "European Union" includes Belgium, Denmark, France, Germany (includes the former German Democratic Republic (East Germany) beginning in the fourth quarter of 1990), Greece, Ireland, Italy, Luxembourg, Netherlands, Portugal, Spain, United Kingdom; beginning with the first quarter of 1995, also includes Austria, Finland, and Sweden; and beginning with the second quarter of 2004, also includes Cyprus, Czech Republic, Estonia, Hungary, Latvia, Lithuania, Malta, Poland, Slovakia, and Slovenia. The "European Union" also includes the European Atomic Energy Community, the European Coal and Steel Community (through the third quarter of 2002), and the European Investment Bank.

15. Quarterly estimates for Mexico are available beginning with 2004.

16. Includes, as part of international and unallocated, taxes withheld; current-cost adjustments associated with U.S. and foreign direct investment; and net U.S. currency flows. Before 1999, also includes the estimated direct investment in foreign affiliates engaged in international shipping, in operating oil and gas drilling equipment internationally, and in petroleum trading. Before 1996, also includes small transactions in business services that are not reported by country.

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

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

19. At the global level, the statistical discrepancy represents net errors and omissions in recorded transactions. For individual countries and regions, it may also reflect discrepancies that arise when transactions with one country or region are settled through transactions with another country or region.

NOTE. Country data are based on information available from U.S. reporting sources. In some instances the statistics may not necessarily reflect the ultimate foreign transactor. For instance: U.S. goods export statistics reflect country of reported destination; in many cases the goods may be transshipped to third countries (especially true for the Netherlands and Germany). The geographic breakdown of securities transactions reflects the country with which transactions occurred but may not necessarily reflect the ultimate sources of foreign funds or ultimate destination of U.S. funds.