

U.S. International Transactions, Third Quarter 1998

By Harlan W. King

THE U.S. current-account deficit—the combined balances on trade in goods and services, investment income, and net unilateral transfers—increased to \$61.3 billion in the third quarter of 1998 from \$56.7 billion (revised) in the second quarter (table A, chart 1).¹ The increase was accounted for by an increase in the deficit on investment income, a decrease in the surplus on services, and an increase in net unilateral transfers. The deficit on goods was virtually unchanged.

In the capital account, outflows for U.S. assets abroad were \$48.1 billion in the third quarter,

down from \$109.8 billion (revised) in the second, mostly as a result of a large shift to net U.S. sales of foreign securities and a slowdown in outflows for U.S. direct investment abroad. Capital inflows for foreign assets in the United States were \$112.9 billion, down from \$164.9 billion; a shift to net private foreign sales of U.S. Treasury securities, a sharp decrease in net foreign purchases of U.S. securities other than U.S. Treasury securities, and accelerated sales of foreign official assets were partly offset by a sizable step-up in liabilities reported by U.S. banks. Net recorded inflows were \$64.8 billion, up from \$55.1 billion.²

The statistical discrepancy—errors and omissions in recorded transactions—was a negative

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

2. Detail for capital account transactions are presented in tables 4–9, which follow the text.

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

[Millions of dollars, quarters seasonally adjusted]

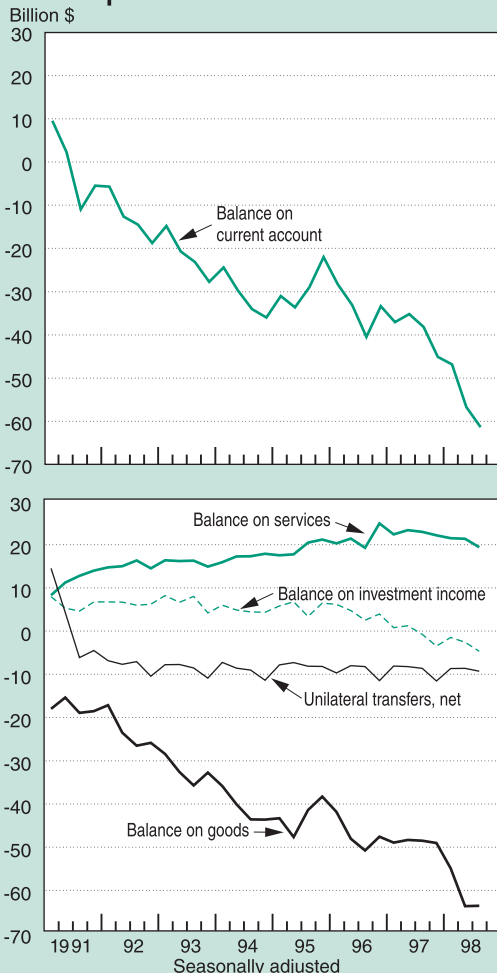
Line	Lines in tables 1 and 10 in which transactions are included are indicated in ()	1997	1997				1998			Change: 1998 II-III	January-September		
			I	II	III	IV	I	II ^r	III ^p		1997	1998	Change: 1997-98
1	Exports of goods, services, and income (1)	1,179,380	283,765	295,287	300,481	299,843	299,061	292,483	287,751	-4,732	879,533	879,295	-238
2	Goods, adjusted, excluding military (2)	679,325	163,499	169,240	172,302	174,284	171,469	164,821	163,560	-1,261	505,041	499,850	-5,191
3	Services (3)	258,268	62,685	64,776	65,628	65,175	65,070	65,762	63,757	-2,005	193,089	194,589	1,500
4	Income receipts on U.S. assets abroad (11)	241,787	57,581	61,271	62,551	60,384	62,522	61,900	60,434	-1,466	181,403	184,856	3,453
5	Imports of goods, services, and income (15)	-1,294,904	-311,881	-321,342	-329,130	-332,549	-336,316	-339,731	-338,966	765	-962,353	-1,015,013	-52,660
6	Goods, adjusted, excluding military (16)	-877,279	-213,222	-218,336	-221,598	-224,123	-227,167	-229,264	-227,920	1,344	-653,156	-684,351	-31,195
7	Services (17)	-170,520	-41,092	-42,195	-43,437	-43,795	-44,379	-45,190	-45,152	38	-126,724	-134,721	-7,997
8	Income payments on foreign assets in the United States (25)	-247,105	-57,567	-60,811	-64,095	-64,631	-64,770	-65,277	-65,894	-617	-182,473	-195,941	-13,468
9	Unilateral transfers, net (29)	-39,691	-8,874	-9,035	-9,445	-12,337	-9,480	-9,442	-10,084	-642	-27,354	-29,006	-1,652
10	U.S. assets abroad, net (increase/capital outflow (-)) (33)	-478,502	-145,139	-86,606	-123,317	-123,441	-45,648	-109,787	-48,052	61,735	-355,062	-203,487	151,575
11	U.S. official reserve assets, net (34)	-1,010	4,480	-236	-730	-4,524	-444	-1,945	-2,026	-81	3,514	-4,415	-7,929
12	U.S. Government assets, other than official reserve assets, net (39)	174	-22	-269	436	29	-388	-433	194	627	145	-627	-772
13	U.S. private assets, net (43)	-477,666	-149,597	-86,101	-123,023	-118,946	-44,816	-107,409	-46,220	61,189	-358,721	-198,445	160,276
14	Foreign assets in the United States, net (increase/ capital inflow (+)) (48)	733,441	181,735	149,773	181,438	220,491	95,529	164,859	112,862	-51,997	512,946	373,250	-139,696
15	Foreign official assets in the United States, net (49)	15,817	26,949	-5,411	21,258	-26,979	11,324	-10,274	-46,370	-36,096	42,796	-45,320	-88,116
16	Other foreign assets in the United States, net (56)	717,624	154,786	155,184	160,180	247,470	84,205	175,133	159,232	-15,901	470,150	418,570	-51,580
17	Allocations of special drawing rights (63) .....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
18	Statistical discrepancy (64)	-99,724	394	-28,077	-20,027	-52,007	-3,146	1,618	-3,511	-5,129	-47,710	-5,039	42,671
Memoranda:													
19	Balance on goods (65)	-197,954	-49,723	-49,096	-49,296	-49,839	-55,698	-64,443	-64,360	83	-148,115	-184,501	-36,386
20	Balance on goods and services (67)	-110,206	-28,130	-26,515	-27,105	-28,459	-35,007	-43,871	-45,755	-1,884	-81,750	-124,633	-42,883
21	Balance on investment income (68)	-5,318	14	460	-1,544	-4,247	-2,248	-3,377	-5,460	-2,083	-1,070	-11,085	-10,015
22	Balance on current account (71)	-155,215	-36,990	-35,090	-38,094	-45,043	-46,735	-56,690	-61,299	-4,609	-110,174	-164,724	-54,550
23	Net capital flows (33 and 48)	254,939	36,596	63,167	58,121	97,050	49,881	55,072	64,810	9,738	157,884	169,763	11,879

^r Revised.

^p Preliminary.

CHART 1

U.S. Current-Account Balance and Its Components



U.S. Department of Commerce, Bureau of Economic Analysis

\$3.5 billion in the third quarter, compared with a positive \$1.6 billion in the second.

The following are highlights for the third quarter of 1998:

- The deficit on goods was virtually unchanged, as both exports and imports declined.
- The surplus on services continued to decrease.
- The deficit on investment income continued to rise.
- U.S. transactions in foreign securities shifted to substantial net sales from large net purchases, reflecting heightened uncertainty in global financial markets.
- Net foreign purchases of U.S. Treasury and other U.S. securities slowed sharply in response to the rising uncertainty in the U.S. bond and stock markets.
- U.S. banks' liabilities increased substantially, partly in response to investors' intensified aversion to risk in securities markets and to their increased desire for liquidity.

U.S. dollar in exchange markets

The developments described above both influenced, and in turn were influenced by, movements of the U.S. dollar in foreign exchange markets. Economic fundamentals—relative rates of economic growth, inflation, and interest—were important in the markets' valuation of currencies, but other factors also played a significant role. These factors included market participants' changing perceptions of the seriousness of the financial difficulties in Russia and in Asian countries and the course of Europe's movement to monetary union and a single currency.

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

[March 1973=100]

	1997		1998			1997				1998								
	III	IV	I	II	III	Sept.	Oct.	Nov.	Dec.	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sept.
Trade-weighted average against 10 currencies ¹	98.6	97.4	100.3	100.3	100.1	98.3	97.1	96.4	98.8	100.5	99.9	100.5	100.3	99.6	100.9	101.4	101.8	97.2
Selected currencies: ²																		
Canada	139.0	141.3	143.5	145.2	152.0	139.2	139.1	141.7	143.2	144.6	143.8	142.1	143.5	145.0	147.0	149.2	154.0	152.7
European currencies:																		
Belgium	94.7	92.0	95.3	93.9	92.2	93.6	92.0	90.7	93.3	95.3	94.9	95.7	95.0	92.9	93.8	94.1	93.5	89.0
France	134.7	130.3	135.0	133.2	130.8	132.9	130.6	128.4	131.9	134.7	134.5	135.7	134.6	131.8	133.1	133.5	132.7	126.2
Germany	64.2	62.4	64.7	63.8	62.6	63.5	62.5	61.6	63.2	64.6	64.4	65.0	64.5	63.1	63.7	63.9	63.5	60.4
Italy	310.1	302.8	315.3	311.4	305.9	306.8	302.9	298.7	306.9	314.7	314.7	316.6	315.3	308.1	310.9	311.9	310.3	295.5
Netherlands	70.9	68.9	71.4	70.4	69.2	70.1	69.0	68.0	69.8	71.3	71.2	71.7	71.1	69.8	70.4	70.6	70.2	66.8
Switzerland	46.3	44.5	45.9	46.4	45.6	45.7	45.1	43.7	44.7	45.8	45.5	46.3	46.8	46.0	46.5	47.0	46.4	43.5
United Kingdom	152.2	148.9	150.2	149.5	149.6	154.4	151.4	146.4	149.0	151.2	150.7	148.8	147.8	150.9	149.8	150.4	151.3	147.0
Japan	45.1	47.9	48.9	51.8	53.4	46.2	46.2	47.9	49.5	49.5	48.0	49.3	50.3	51.5	53.6	53.8	55.2	51.3

1. Currencies of Belgium, Canada, France, Germany, Italy, Japan, Netherlands, Sweden, Switzerland, and United Kingdom. Data: Federal Reserve Board. Monthly and quarterly average rates. Index rebased by BEA.

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

In the third quarter, the value of the U.S. dollar was unchanged on a trade-weighted quarterly average basis against the currencies of 10 industrial countries (table B, chart 2). However, during the quarter, the dollar was buffeted by considerable turmoil in world financial markets—including sharp declines in stock prices worldwide and an acceleration in the decline in interest yields in the first half of the quarter and instability of exchange rates in the developing countries in the second half. In this environment, investors sought liquidity and high-quality assets in order to counter the increased volatility and uncertainty in the markets. These events contributed to a sharp depreciation of the dollar against the European currencies, particularly late in the quarter, that was nearly offset by appreciation against the Japanese yen.

Against the German mark, the dollar depreciated 2 percent on a quarterly average basis. The depreciation reflected rising expectations that the economic slowdown in Asia and the turmoil in global financial markets might lead to an easing of U.S. monetary policy and that Germany might raise interest rates before the beginning of the European Economic and Monetary Union in January 1999. Prospects appeared promising that preparations for the European Monetary Union would proceed on schedule amid signs of further convergence in interest rates. The sharp decline in U.S. stock prices may also have contributed to sales of U.S. dollars against the German mark.

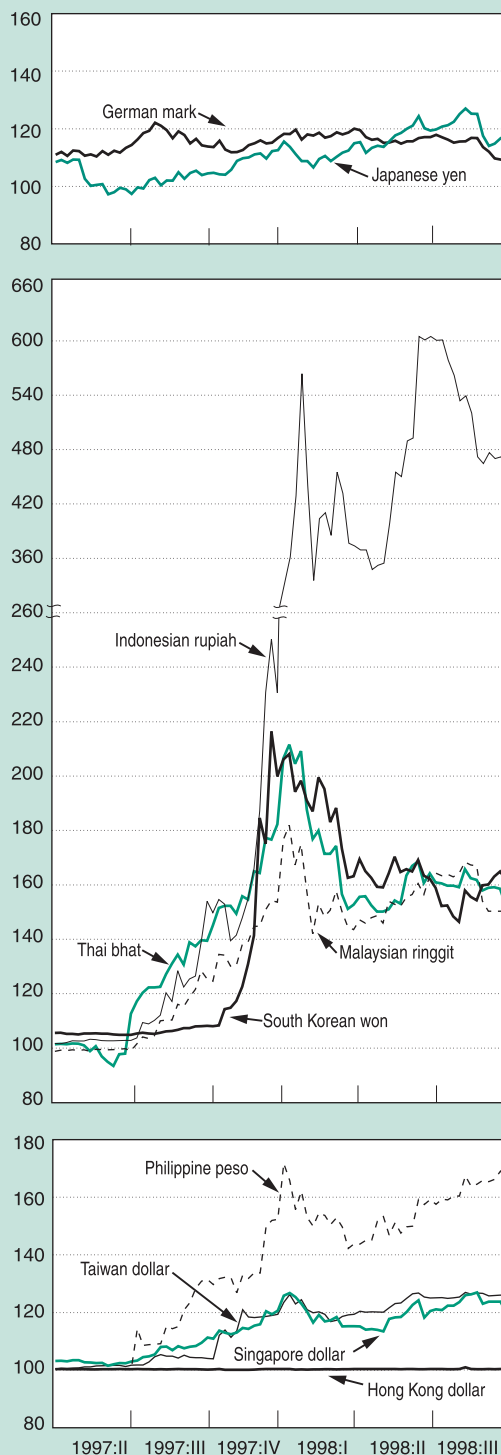
The U.S. dollar appreciated 3 percent against the Japanese yen, but it fluctuated sharply within the quarter. Early in the quarter, the dollar rose to an 8-year high against the yen, reflecting pessimism over the political situation and the difficulties in the financial sector in Japan. The dollar declined later in the quarter, as the financial turmoil appeared to affect markets in the United States as well as in Japan.

Against the currencies of the emerging-market countries in Asia, the U.S. dollar appreciated 18 percent against the Indonesian rupiah, 10 percent against the Philippine peso, 5 percent against the Singapore dollar, 3 percent against the Taiwan dollar, and 2 percent against the Thai baht. These appreciations occurred mostly following Russia's declaration of a debt moratorium and the devaluation of the ruble in mid-August. In other markets, measures were taken to control the instability of the currencies: In Malaysia, currency controls were imposed and floating exchange rates were replaced by fixed rates; in Hong Kong, intervention in its equity markets

CHART 2

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

December 31, 1996=100



Indexes prepared by BEA from weekly data.

Data: Federal Reserve Board and The Wall Street Journal

U.S. Department of Commerce, Bureau of Economic Analysis

was undertaken to stem capital outflows. Large capital outflows from Brazil and currency devaluations in Colombia and Ecuador evidenced strains in Latin America as well as in Asia.

Current Account

Goods and services

The deficit on goods and services increased to \$45.8 billion in the third quarter from \$43.9 billion in the second. The deficit on goods was virtually unchanged at \$64.4 billion, and the surplus on services decreased to \$18.6 billion from \$20.6 billion.

Goods.—The deficit on goods was virtually unchanged at \$64.4 billion. Both exports and imports decreased nearly equally.

Exports.—Exports decreased \$1.3 billion, or nearly 1 percent, to \$163.6 billion in the third quarter. Quantities increased less than 1 percent, and prices decreased 1 percent (table C).³

Nonagricultural exports decreased \$0.5 billion, or less than 1 percent, to \$151.3 billion. Quantities increased 1 percent, and prices decreased 1 percent. In current dollars, automotive vehicles, engines, and parts decreased \$1.7 billion and more than accounted for the decrease in non-agricultural exports. A strike in the automotive industry in North America, which ended on July 29, slowed shipments of automotive engines and parts to Canada, where U.S. manufactured parts are generally assembled and then reexported to the United States. Nonagricultural industrial supplies and materials decreased \$1.2 billion; the widespread decrease included chemicals, energy

products, metals and nonmetallic products, paper and paper base stocks, and textile supplies and related materials. Nearly one-half of the decrease was to Canada; exports to Japan and other Asian countries continued to decline. Partly offsetting these decreases was a \$2.7 billion increase in capital goods. This increase was more than accounted for by a \$3.3 billion surge in civilian aircraft, engines, and parts that reflected record deliveries of completed aircraft to Japan and other Asian countries and stronger sales of engines and parts to Western Europe. Among other capital goods, semiconductors increased substantially; computers, peripherals, and parts increased slightly; and “other industrial, agricultural, and service industry machinery” fell for the fourth consecutive quarter.

Agricultural exports decreased \$0.8 billion, or 6 percent, to \$12.3 billion. Quantities decreased 4 percent, and prices decreased 2 percent. In current dollars, meat products and poultry decreased \$0.2 billion, mainly to Russia and Japan. Wheat declined \$0.1 billion, also to Japan, as wheat prices were depressed by large supplies and weak demand. Rice declined \$0.1 billion, mainly to Latin America, and other feed grains also declined \$0.1 billion, mainly to Mexico, China, and the Netherlands. Vegetables, fruits, nuts, and preparations also decreased.

Imports.—Imports decreased \$1.3 billion, or less than 1 percent, to \$227.9 billion in the third quarter. Quantities increased 1 percent, and prices decreased nearly 2 percent (table C). In current dollars, all of the decrease was accounted for by petroleum and products.

Imports of petroleum and products decreased \$1.3 billion, or 10 percent, to \$12.2 billion, the lowest level since the first quarter of 1994. Prices dropped to \$11.60 per barrel—the lowest level since the third quarter of 1986—from \$12.51 per barrel. The drop was attributable to a large

Table C.—U.S. Trade in Goods, Current and Chained (1992) Dollars

[Balance of payments basis, millions of dollars, quarterly estimates seasonally adjusted]

	Current dollars								Chained (1992) dollars ¹										
	1996	1997	1997				1998				1996	1997	1997				1998		
			I	II	III	IV	I	II ^r	III ^p	I			II	III	IV	I	II ^r	III ^p	
Exports	611,983	679,325	163,499	169,240	172,302	174,284	171,469	164,821	163,560	622,868	716,928	170,845	178,147	182,330	185,606	184,773	178,959	179,342	
Agricultural products	61,487	58,425	14,669	14,319	14,317	15,120	14,094	13,005	12,253	48,482	49,256	12,153	11,903	12,154	13,046	12,720	11,898	11,451	
Nonagricultural products	550,496	620,900	148,830	154,921	157,985	159,164	157,375	151,816	151,307	575,806	671,365	159,518	167,301	171,165	173,381	172,940	168,124	169,058	
Imports	803,320	877,279	213,222	218,336	221,598	224,123	227,167	229,264	227,920	818,700	933,847	222,570	232,768	237,257	241,252	251,848	258,180	260,480	
Petroleum and products	72,743	71,771	19,357	17,681	17,577	17,156	13,728	13,486	12,173	63,815	66,729	15,725	17,017	17,266	16,721	17,075	18,627	18,142	
Nonpetroleum products	730,577	805,508	193,865	200,655	204,021	206,967	213,439	215,778	215,747	753,586	866,288	206,679	215,526	219,850	224,233	234,806	239,487	242,140	

^r Revised.
^p Preliminary.

1. Because chain indexes use weights of more than one period, the corresponding chained dollar estimates are usually not additive.

global inventory that was mostly due to output above OPEC quotas and to reduced demand in Asia. The average number of barrels imported daily decreased to 11.5 million from 11.8 million. Both production and inventories decreased, and consumption increased.

Nonpetroleum imports were virtually unchanged at \$215.7 billion. Quantities increased 1 percent, and prices decreased 1 percent. In current dollars, capital goods, except automotive, decreased \$0.9 billion—the first decrease since the third quarter of 1996. Semiconductors accounted for \$0.5 billion of the decrease; imports, mostly from Asia, were restrained by low import prices and weak demand. Among other high-technology commodities, computers, peripherals, and parts from Japan and Canada and telecommunications equipment, mostly from Canada, also declined. Automotive vehicles, engines, and parts decreased \$0.7 billion. Most of the decrease was in imports of passenger vehicles from Canada (reflecting limited production as a result of a North American auto strike), Germany, Mexico, and the Republic of Korea. Foods, feeds, and beverages and consumer goods each decreased slightly. Partly offsetting these decreases was a \$0.5 billion increase in nonpetroleum industrial supplies and materials that was attributable to an increase in nonmonetary gold.

Balances by area.—The deficit on goods remained unchanged at \$64.4 billion in the third quarter.⁴ Increases in the deficits with developing countries were offset by decreases in the deficits with industrial countries.

Among the developing countries, the deficit with Asia increased \$6.5 billion, \$2.9 billion of which was accounted for by China, \$0.7 billion by Hong Kong, and \$0.6 billion by Taiwan. The deficit with Latin America decreased \$1.7 billion, all of which was accounted for by Mexico. The deficit with Africa decreased \$0.9 billion, \$0.6 billion of which was accounted for by the African members of OPEC.

Among the industrial countries, the deficit with Japan decreased \$1.8 billion, the deficit with Western Europe decreased \$1.0 billion, and the deficit with Canada, \$1.0 billion.

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

Services.—The surplus on services decreased to \$18.6 billion in the third quarter from \$20.6 billion in the second, as exports (receipts) decreased while imports (payments) remained virtually unchanged. A drop in travel receipts accounted for most of the decrease in services exports.

Foreign visitors to the United States spent \$16.7 billion, down from \$18.1 billion; receipts from overseas visitors (excluding visitors from Canada and Mexico) decreased \$1.0 billion as a result of weakness in spending by visitors from Asia and from Western Europe. U.S. residents spent \$13.0 billion abroad, down from \$13.5 billion; reduced expenditures by travelers overseas (excluding Canada and Mexico) accounted for most of the drop.

Passenger fare receipts decreased substantially to \$4.7 billion, and passenger fare payments decreased slightly to \$4.6 billion.

“Other” transportation receipts increased slightly to \$6.4 billion, as an increase in port expenditure receipts more than offset a decrease in freight receipts. “Other” transportation payments increased to \$7.6 billion, reflecting increased freight payments and reduced port expenditures.

“Other” private service receipts increased to \$23.1 billion; affiliated services (U.S. cross-border transactions between affiliated companies) were virtually unchanged, and nearly all categories of unaffiliated services increased by small amounts. “Other” private service payments increased to \$13.5 billion, mostly as a result of an increase in affiliated services.

Transfers under U.S. military sales contracts were slightly higher at \$4.2 billion. Direct defense expenditures were virtually unchanged at \$3.1 billion.

Investment income

The deficit on investment income increased to \$5.5 billion in the third quarter from \$3.4 billion in the second.

Direct investment income.—Receipts of income on U.S. direct investment abroad decreased to \$24.7 billion in the third quarter from \$25.8 billion in the second. Decreases in earnings were largest in Western Europe, the Caribbean, and Canada. A strike in the automotive industry in North America decreased earnings of affiliates in Canada, and falling oil prices contributed to the decline in petroleum earnings. Earnings of Asian affiliates remained depressed.

Payments of income on foreign direct investment in the United States increased to \$11.1 billion

from \$10.7 billion. Earnings of affiliates of Western European and Japanese parents increased the most. Much of the increase was in "other" industries (mainly depository institutions) and in petroleum.

Other investment income.—"Other" private income receipts decreased to \$34.8 billion in the third quarter from \$35.1 billion in the second. The decrease was more than accounted for by reduced interest and dividend receipts on securities holdings, as both holdings and yields declined. Interest receipts on bank claims increased.

"Other" private income payments increased to \$32.1 billion from \$31.6 billion. The increase was accounted for by increased interest payments on bank liabilities, mostly as a result of increased liabilities. In contrast, interest and dividend payments on U.S. securities decreased, as holdings of stocks declined and bond yields fell.

Unilateral transfers

Net unilateral transfers were \$10.1 billion in the third quarter, up from \$9.4 billion in the second. The increase largely resulted from an increase in U.S. Government grants.

Capital Account

Net recorded capital inflows were \$64.8 billion in the third quarter, up from \$55.1 billion in the second (revised). Capital inflows for foreign assets in the United States decreased less rapidly than capital outflows for U.S. assets abroad.

U.S. assets abroad

U.S. assets abroad increased \$48.1 billion in the third quarter, following a \$109.8 billion increase

in the second. Transactions in foreign securities shifted to net U.S. sales, and the increase in U.S. direct investment abroad slowed.

U.S. official reserve assets.—U.S. official reserve assets increased \$2.0 billion in the third quarter, following a \$1.9 billion increase in the second (table D). The increase in the third quarter was mostly accounted for by an increase in the U.S. reserve position in the International Monetary Fund.

Claims reported by banks.—U.S. claims on foreigners reported by U.S. banks increased \$28.3 billion in the third quarter, following an increase of \$24.6 billion in the second. Most of the third-quarter increase was accounted for by an increase in banks' own claims; banks' customers' claims also rose.

Banks' own claims payable in dollars increased \$26.5 billion, following an increase of \$40.3 billion. The third-quarter increase consisted of large and partly offsetting movements. Foreign-owned banks in the United States sharply accelerated their lending, mostly to home offices, in August and September, when demand for bank credit abroad accelerated. After the Russian debt moratorium and devaluation of the ruble in mid-August and after other developments in several emerging-market countries, investors' increased aversion to risk led them to shift substantial amounts of borrowing from the securities markets to banks. The increase in claims was partly offset by a reduction in U.S.-owned banks' claims on their offices in the United Kingdom and by a cutback in U.S. securities dealers' loans to international bond mutual funds in the Caribbean late in the quarter, mainly in response to problems

Table D.—Selected Transactions with Official Agencies

[Millions of dollars]

	1997	1997				1998			Change: 1998 II-III	January-September		
		I	II	III	IV	I	II ^r	III ^p		1997	1998	Change: 1997-98
Changes in foreign official assets in the United States, net (decrease -) (table 1, line 49)	15,817	26,949	-5,411	21,258	-26,979	11,324	-10,274	-46,370	-36,096	42,796	-45,320	-88,116
Industrial countries ¹	11,888	17,872	6,642	4,751	-17,377	-254	-9,666	-6,257	3,409	29,265	-16,177	-45,442
Members of OPEC ²	10,822	7,103	1,970	3,031	-1,282	-968	-494	-12,013	-11,519	12,104	-13,475	-25,579
Other countries	-6,893	1,974	-14,023	13,476	-8,320	12,546	-114	-28,100	-27,986	1,427	-15,668	-17,095
Changes in U.S. official reserve assets, net (increase -) (table 1, line 34)	-1,010	4,480	-236	-730	-4,524	-444	-1,945	-2,026	-81	3,514	-4,415	-7,929
Activity under U.S. official reciprocal currency arrangements with foreign monetary authorities: ³												
Foreign drawings, or repayments (-), net	-3,500	-3,500	.....	.....	.....	.....	.....	.....	.....	-3,500	.....	3,500
Drawings												
Repayments	-3,500	-3,500	.....	.....	.....	.....	.....	.....	.....	-3,500	.....	3,500

^r Revised.

^p Preliminary.

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

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

Ecuador beginning January 1993 and Gabon beginning in January 1995.

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

associated with a large U.S.-based leveraged-bond mutual fund.

Banks' domestic customers' claims payable in dollars increased \$3.2 billion, following a decrease of \$1.3 billion. Turbulence in overseas financial markets heightened these investors' desire for liquidity and quality in the third quarter, prompting increased dollar-denominated deposits, mostly in the United Kingdom and Canada, and continued avoidance of investments in foreign commercial paper.

Foreign securities.—Transactions in foreign securities shifted to net U.S. sales of \$17.0 billion in the third quarter from net U.S. purchases of \$27.9 billion in the second (chart 3). U.S. transactions in foreign bonds shifted to net sales of \$8.7 billion from net purchases of \$26.9 billion, and U.S. transactions in foreign stocks shifted to net sales of \$8.3 billion from net purchases of \$1.0 billion.

Net U.S. sales of foreign bonds resulted from a sharp reduction in new issues placed in the United States, following near-record second-quarter placements, and from a shift to net sales of outstanding foreign bonds. Most new issues were placed early in the quarter before the Russian debt moratorium and devaluation of the ruble were announced and before risk premiums in emerging-country debt markets moved sharply higher; thereafter, new issue placements from Latin American and Asian issuers declined substantially. In contrast, new issues from high-quality borrowers from Western Europe and Canada remained strong. When the risk premiums on foreign bonds rose substantially, U.S. investors shifted to large net sales of outstanding bonds for all areas of the world except the United Kingdom (chart 4).

Transactions in foreign stocks shifted to net U.S. sales, as stock prices abroad declined in response to the financial difficulties in Russia and in several emerging-country markets in Asia. The decline abroad coincided with the decline in U.S. stock prices, but it was considerably sharper (chart 5). The slowdown in economic growth abroad adversely affected potential earnings, and financial uncertainty further reduced the demand for foreign stocks. Net sales to Western Europe were \$11.7 billion, as European financial markets, already reacting to developments in Asia, were especially hard hit by developments in Russia.

CHART 3

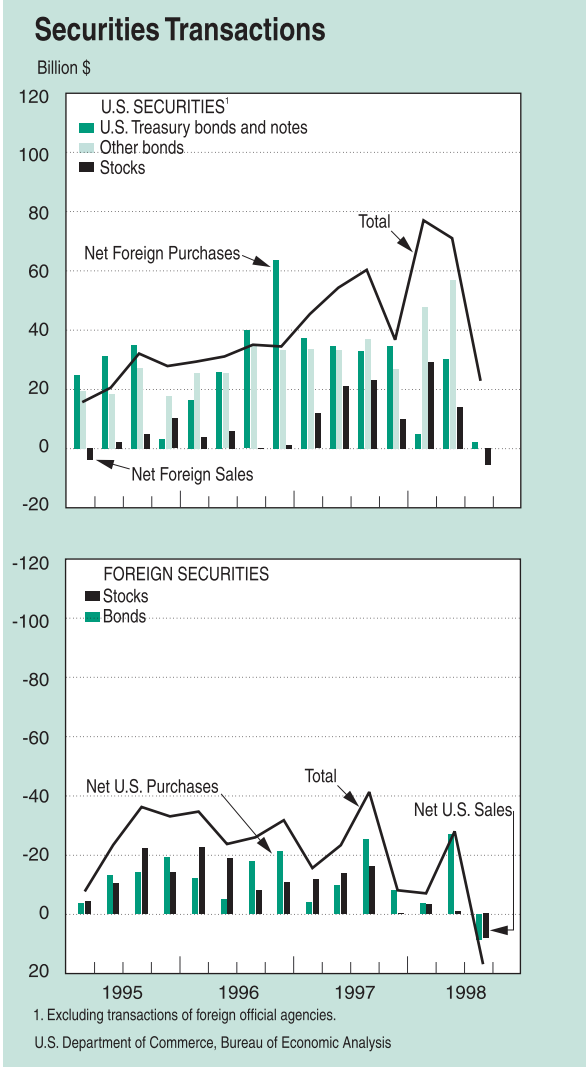
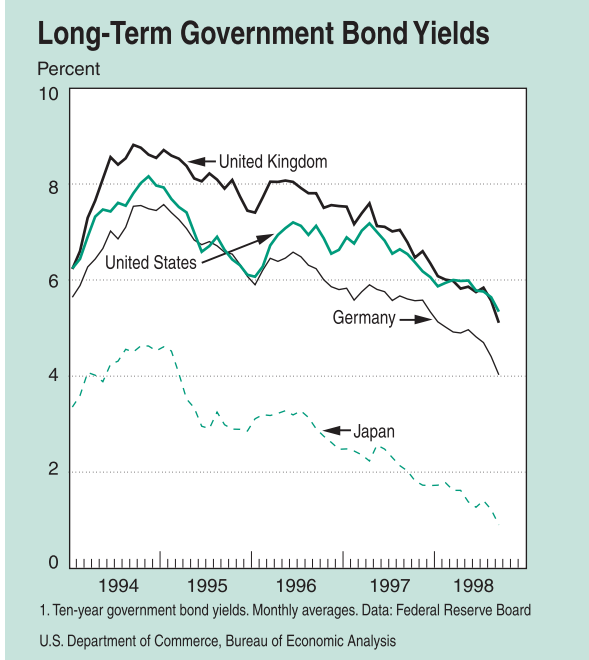


CHART 4



Net sales to most European countries increased, particularly to the United Kingdom, Switzerland, the Netherlands, Germany, Spain, and Sweden. Net sales to Japan slowed: The Japanese economy remained depressed; the financial sector remained weak; and stock prices hit a 12-year low. Net sales of emerging-market stocks continued, except for net purchases from Singapore and from Caribbean finance centers.

Direct investment.—Net capital outflows for U.S. direct investment abroad were \$21.2 billion in the third quarter, down from \$40.6 billion in the second. Net equity outflows dropped substantially, partly reflecting fewer large acquisitions than in the second quarter. Despite the decline in equity flows, major acquisitions occurred in Canada and Latin America. Net intercompany debt shifted to net inflows, largely from Australia, Europe, and Latin America and mostly in the form of repayments of loans to overseas affiliates. Reinvested earnings decreased, partly reflecting reduced earnings of affiliates in Europe, the Caribbean, and Canada.

Foreign assets in the United States

Foreign assets in the United States increased \$112.9 billion in the third quarter, following a \$164.9 billion increase in the second. Capital inflows for net foreign purchases of U.S. securities other than U.S. Treasury securities slowed

sharply, transactions in U.S. Treasury securities shifted to small net outflows, and capital outflows of foreign official assets accelerated. Partly offsetting were larger inflows for foreign direct investment in the United States and sharply higher inflows into U.S. banks.

Foreign official assets.—Foreign official assets in the United States decreased \$46.4 billion in the third quarter, following a \$10.3 billion decrease in the second (table D). Most of the third-quarter decrease was accounted for by a few nonindustrial countries.

Liabilities reported by banks.—U.S. liabilities reported by U.S. banks, excluding U.S. Treasury securities, increased \$82.7 billion in the third quarter, following an increase of \$37.7 billion in the second. Banks' own liabilities increased as a result of receiving large amounts of funds through own foreign offices, as foreigners faced escalating uncertainty in financial markets and U.S. banks borrowed heavily from abroad to finance large-scale overseas lending. In addition, banks reported an exceptionally large increase in banks' custody liabilities.

Banks' own liabilities payable in dollars increased \$47.6 billion, following a \$42.6 billion increase. Foreign-owned banks in the United States funded their large overseas lending by borrowing from overseas offices, mostly in the Caribbean and Japan. U.S.-owned banks borrowed from their overseas offices, mostly in the United Kingdom and the Caribbean.

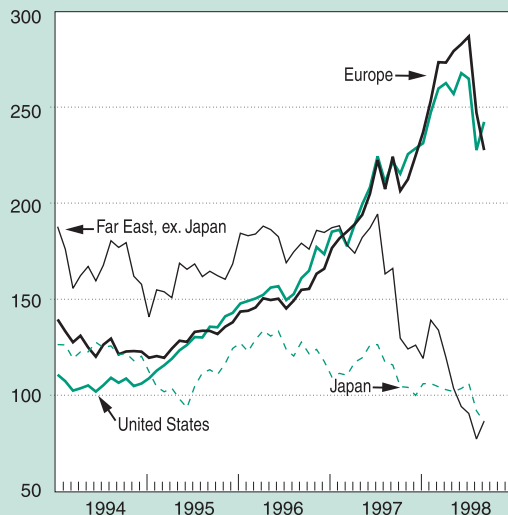
Banks' custody liabilities payable in dollars increased \$34.2 billion, following an increase of \$5.1 billion; the pickup was mostly due to uncertainty in financial markets abroad. The large buildup of custody liabilities reflected inflows from overseas placements of short-term paper by U.S. nonbanks as long-term debt became riskier during a period of financial market uncertainty.

U.S. Treasury securities.—Foreign private transactions in U.S. Treasury securities shifted to net sales of \$0.3 billion in the third quarter from net purchases of \$26.9 billion in the second (chart 3). Even though gross trading volume increased substantially, net foreign purchases of U.S. Treasury bonds dropped to \$2.2 billion from \$30.3 billion. The drop reflected the following factors: A narrowing of the yield differential favoring U.S. Treasury bonds, as interest rates on these bonds fell faster than the rates on most government bonds in industrialized countries (chart 4); a flattening of the yield curve on U.S. Treasury securities and a widening of the spread favoring

CHART 5

Selected World Stock Price Indexes in Local Currencies

December 1992=100



Source: Morgan Stanley Capital International.
Indexes rebased by BEA.

U.S. Department of Commerce, Bureau of Economic Analysis

U.S. nongovernment bonds; sales by overseas hedge funds, primarily in the Caribbean, of U.S. Treasury bonds to meet their margin calls; and late in the quarter, a weakening in the U.S. dollar's exchange value against the yen and most European currencies. These negative factors were partly offset by a steep rise in U.S. Treasury bond prices and the resulting opportunity to secure large capital gains, especially late in the quarter, and by a surge to higher quality debt instruments in reaction to uncertainty in world financial markets. Small net purchases from Western Europe, Japan, and other Asian countries were offset by large net sales from the Caribbean.

Other U.S. securities.—Net foreign purchases of U.S. securities other than U.S. Treasury securities were \$22.9 billion in the third quarter, down from \$71.0 billion in the second (chart 3).

Net foreign purchases of U.S. corporate and other bonds were \$28.3 billion, about half the second-quarter record of \$56.9 billion. The U.S. corporate bond market faltered as the interest-rate spread over U.S. Treasury issues widened to the largest differential in a decade; risk premiums rose significantly as international investors became more averse to corporate risk, especially after the Russian debt moratorium in August. Additionally, large losses from highly leveraged bond hedge funds had increased the intensity of concern about U.S. corporate risk. Consequently, the U.S. bond market became more segmented, as higher graded and more liquid issues per-

formed better than riskier and less liquid issues. New issues abroad by U.S. corporations, including federally sponsored agencies, declined to \$18.2 billion from \$21.6 billion. The riskier segment of the market declined 24 percent because lower quality borrowers postponed borrowing. Net foreign purchases of outstanding bonds dropped to \$12.2 billion from \$24.3 billion.

Foreign transactions in U.S. stocks shifted to net sales of \$5.4 billion from net purchases of \$14.1 billion. Fears that the broadening economic slowdown in Asia, in Russia, and perhaps in the United States would weaken corporate profits and heightened international aversion to risky assets contributed to a 10-percent decline in U.S. stock prices and to the shift to net foreign sales. Net sales of \$18.6 billion were mostly from international mutual funds based in the Caribbean. In contrast, European countries continued as net purchasers, though their net purchases of \$13.7 billion were down substantially from the second quarter.

U.S. currency.—Net U.S. currency shipments were \$7.3 billion in the third quarter, up from \$2.3 billion in the second.

Direct investment.—Net capital inflows for foreign direct investment in the United States were \$27.1 billion in the third quarter, compared with \$19.1 billion in the second. The step-up was more than accounted for by a doubling of net equity inflows, including especially large acquisitions by Canadian parents. The largest increases were from Canada and continental Europe. Reinvested earnings increased, largely from continental Europe. Net intercompany debt inflows decreased sharply.

Data Availability

The current and historical estimates of the U.S. international transactions accounts are available as downloadable files on BEA's Web site at <www.bea.doc.gov>; click on Catalog of Products, and look under International Accounts Products, Balance of Payments.

The estimates are also available on diskette from BEA as follows:

- **U.S. International Transactions.** The most recently released annual and quarterly estimates are available as an annual subscription (four installments) that also includes a diskette of the historical estimates (see below)—product number IDS-0001, price \$80.00.

- **U.S. International Transactions, Third Quarter 1998.** The annual estimates for 1997 and the quarterly estimates for 1997:1–1998:III are available on a single diskette—product number IDN-0212, price \$20.00.

- **U.S. International Transactions, Historical Series.** The historical annual and quarterly estimates are available on a single diskette—product number IDN-0204, price \$20.00.

To order using MasterCard or Visa, call the BEA Order Desk at 1-800-704-0415 (outside the United States, call 202-606-9666). To order by mail, send a check made payable to "Bureau of Economic Analysis, BE-53" to BEA Order Desk (BE-53), Bureau of Economic Analysis, U.S. Department of Commerce, Washington, DC 20230.

Revisions

The second-quarter current-account balance and its components were revised to reflect the incorporation of newly available and revised source data. The current-account deficit was revised up to \$56.7 billion from \$56.5 billion. The goods deficit was revised down to \$64.4 billion from \$64.8 billion; the services surplus was revised down to \$20.6 billion from \$20.9 billion; the deficit on investment income was revised up to \$3.4 billion from \$3.2 billion; and net unilateral transfers were revised up to \$9.4 billion from \$9.3 billion.

The second-quarter net capital inflows and their components were revised down to \$55.1 billion from \$65.9 billion.


Tables 1 through 10 follow. 

Table 1.—U.S. International Transactions

[Millions of dollars]

Line	(Credits +; debits -) ¹	1997	Not seasonally adjusted						Seasonally adjusted					
			1997			1998			1997			1998		
			II	III	IV	I	II ^r	III ^p	II	III	IV	I	II ^r	III ^p
1	Exports of goods, services, and income	1,179,380	296,689	298,106	302,613	296,966	294,063	284,967	295,287	300,481	299,843	299,061	292,483	287,751
2	Goods, adjusted, excluding military ²	679,325	172,420	166,214	177,996	170,589	168,303	157,196	169,240	172,302	174,284	171,469	164,821	163,560
3	Services ³	258,268	62,807	69,984	64,468	63,344	63,677	67,790	64,776	65,628	65,175	65,070	65,762	63,757
4	Transfers under U.S. military agency sales contracts ⁴	18,269	4,890	4,883	4,158	4,672	4,088	4,151	4,890	4,883	4,158	4,672	4,088	4,151
5	Travel	73,268	18,157	21,890	17,149	15,817	17,741	20,055	18,542	18,325	18,204	17,967	18,141	16,728
6	Passenger fares	20,895	5,027	5,988	5,072	4,877	5,053	5,322	5,189	5,212	5,364	5,198	5,223	4,672
7	Other transportation	26,911	6,719	6,721	6,897	6,290	6,279	6,470	6,724	6,678	6,809	6,460	6,292	6,404
8	Royalties and license fees ⁵	33,676	8,158	8,483	8,949	8,443	8,615	8,457	8,407	8,580	8,381	8,675	8,908	8,543
9	Other private services ⁵	84,465	19,665	21,819	22,053	23,050	21,704	23,138	20,833	21,750	22,069	21,903	22,913	23,062
10	U.S. Government miscellaneous services	784	191	200	190	195	197	197	191	200	190	195	197	197
11	Income receipts on U.S. assets abroad	241,787	61,462	61,908	60,149	63,053	62,083	59,981	61,271	62,551	60,384	62,522	61,900	60,434
12	Direct investment receipts	109,407	28,671	28,157	25,286	26,828	26,212	24,181	28,286	28,935	25,470	26,391	25,848	24,738
13	Other private receipts	128,845	32,041	32,717	34,669	35,302	35,105	34,810	32,041	32,717	34,669	35,302	35,105	34,810
14	U.S. Government receipts	3,535	750	1,034	794	923	766	990	944	899	845	829	947	886
15	Imports of goods, services, and income	-1,294,904	-321,456	-336,982	-335,517	-324,587	-339,452	-347,273	-321,342	-329,130	-332,549	-336,316	-339,731	-338,966
16	Goods, adjusted, excluding military ²	-877,279	-217,227	-225,472	-229,229	-218,744	-227,804	-232,110	-218,336	-221,598	-224,123	-227,167	-229,264	-227,920
17	Services ³	-170,520	-43,026	-46,952	-42,170	-41,417	-45,985	-48,803	-42,195	-43,437	-43,795	-44,379	-45,190	-45,152
18	Direct defense expenditures	-11,488	-2,699	-2,938	-3,055	-3,145	-3,045	-3,050	-2,699	-2,938	-3,055	-3,145	-3,045	-3,050
19	Travel	-51,220	-13,601	-15,667	-11,084	-11,290	-14,318	-15,917	-12,764	-12,897	-12,823	-13,309	-13,465	-13,008
20	Passenger fares	-18,235	-4,975	-5,304	-4,003	-4,260	-5,079	-5,126	-4,663	-4,704	-4,557	-4,650	-4,757	-4,568
21	Other transportation	-28,949	-7,288	-7,330	-7,437	-7,066	-7,390	-7,771	-7,317	-7,200	-7,397	-7,250	-7,430	-7,623
22	Royalties and license fees ⁵	-9,411	-2,045	-2,573	-2,707	-2,835	-2,590	-2,695	-2,168	-2,559	-2,578	-2,850	-2,759	-2,670
23	Other private services ⁵	-48,421	-11,739	-12,410	-13,183	-12,117	-12,857	-13,534	-11,905	-12,409	-12,684	-12,471	-13,028	-13,523
24	U.S. Government miscellaneous services	-2,796	-679	-730	-701	-704	-706	-710	-679	-730	-701	-704	-706	-710
25	Income payments on foreign assets in the United States	-247,105	-61,203	-64,558	-64,118	-64,426	-65,663	-66,360	-60,811	-64,095	-64,631	-64,770	-65,277	-65,894
26	Direct investment payments	-45,674	-11,279	-13,011	-11,061	-10,458	-11,059	-11,517	-10,887	-12,548	-11,574	-10,802	-10,673	-11,051
27	Other private payments	-113,959	-28,023	-28,849	-30,382	-31,285	-31,644	-32,066	-28,023	-28,849	-30,382	-31,285	-31,644	-32,066
28	U.S. Government payments	-87,472	-21,901	-22,698	-22,675	-22,683	-22,960	-22,777	-21,901	-22,698	-22,675	-22,683	-22,960	-22,777
29	Unilateral transfers, net	-39,691	-8,626	-9,346	-12,568	-9,617	-9,034	-9,822	-9,035	-9,445	-12,337	-9,480	-9,442	-10,084
30	U.S. Government grants ⁴	-12,090	-2,274	-2,362	-5,213	-2,266	-2,063	-2,582	-2,274	-2,362	-5,213	-2,266	-2,063	-2,582
31	U.S. Government pensions and other transfers	-4,193	-836	-931	-1,359	-1,019	-898	-838	-1,055	-1,056	-1,069	-1,126	-1,126	-1,132
32	Private remittances and other transfers ⁶	-23,408	-5,516	-6,053	-5,996	-6,332	-6,073	-6,402	-5,706	-6,027	-6,055	-6,088	-6,253	-6,370
33	U.S. assets abroad, net (increase/capital outflow (-))	-478,502	-88,005	-124,276	-118,465	-48,591	-111,123	-49,126	-86,606	-123,317	-123,441	-45,648	-109,787	-48,052
34	U.S. official reserve assets, net ⁷	-1,010	-236	-730	-4,524	-444	-1,945	-2,026	-236	-730	-4,524	-444	-1,945	-2,026
35	Gold	-350	-133	-139	-150	-182	72	188	-133	-139	-150	-182	72	188
36	Special drawing rights	-357	54	463	-4,221	-85	-1,031	-2,078	54	463	-4,221	-85	-1,031	-2,078
37	Reserve position in the International Monetary Fund	-3,575	-157	-128	-153	-177	-986	-136	-157	-128	-153	-177	-986	-136
38	Foreign currencies	2,915	-157	-128	-153	-177	-986	-136	-157	-128	-153	-177	-986	-136
39	U.S. Government assets, other than official reserve assets, net	174	-269	436	29	-388	-433	194	-269	436	29	-388	-433	194
40	U.S. credits and other long-term assets	-5,302	-1,616	-1,421	-1,097	-1,189	-1,159	-1,266	-1,616	-1,421	-1,097	-1,189	-1,159	-1,266
41	Repayments on U.S. credits and other long-term assets ⁸	5,504	1,358	1,878	1,097	1,177	1,344	1,344	1,358	1,878	1,097	1,177	1,344	1,344
42	U.S. foreign currency holdings and U.S. short-term assets, net	-28	-11	-21	29	-376	4	116	-11	-21	29	-376	4	116
43	U.S. private assets, net	-477,666	-87,500	-123,982	-113,970	-47,759	-108,745	-47,294	-86,101	-123,023	-118,946	-44,816	-107,409	-46,220
44	Direct investment	-121,843	-27,787	-28,447	-30,494	-37,264	-41,925	-22,317	-26,388	-27,488	-35,470	-34,321	-40,589	-21,243
45	Foreign securities	-87,981	-23,263	-41,167	-8,030	-6,973	-27,878	16,970	-23,263	-41,167	-8,030	-6,973	-27,878	16,970
46	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	-120,403	-9,825	-24,791	-47,907	-6,596	-14,327	-13,612	-9,825	-24,791	-47,907	-6,596	-14,327	-13,612
47	U.S. claims reported by U.S. banks, not included elsewhere	-147,439	-26,625	-29,577	-27,539	3,074	-24,615	-28,335	-26,625	-29,577	-27,539	3,074	-24,615	-28,335
48	Foreign assets in the United States, net (increase/capital inflow (+))	733,441	150,160	182,507	219,472	95,172	165,402	114,005	149,773	181,438	220,491	95,529	164,859	112,862
49	Foreign official assets in the United States, net	15,817	-5,411	21,258	-26,979	11,324	-10,274	-46,370	-5,411	21,258	-26,979	11,324	-10,274	-46,370
50	U.S. Government securities	-2,936	-10,862	9,353	-24,492	13,946	-20,064	-30,905	-10,862	-24,492	13,946	-20,064	-30,905	-10,862
51	U.S. Treasury securities ⁹	-7,270	-11,689	6,686	-24,578	11,336	-20,318	-32,811	-11,689	6,686	-24,578	11,336	-20,318	-32,811
52	Other ¹⁰	4,334	827	2,667	86	2,610	254	1,906	827	2,667	86	2,610	254	1,906
53	Other U.S. Government liabilities ¹¹	-2,521	-523	-1,167	-244	-1,059	-422	-414	-523	-1,167	-244	-1,059	-422	-414
54	U.S. liabilities reported by U.S. banks, not included elsewhere	21,928	5,043	12,439	-3,250	-607	9,380	-12,607	5,043	12,439	-3,250	-607	9,380	-12,607
55	Other foreign official assets ¹²	-654	931	633	1,007	-956	832	-2,444	931	633	1,007	-956	832	-2,444
56	Other foreign assets in the United States, net	717,624	155,571	161,249	246,515	83,848	175,676	160,375	155,184	160,180	247,470	84,205	175,133	159,232
57	Direct investment	93,449	20,536	20,033	27,434	25,574	19,684	28,208	20,149	18,964	28,453	25,931	19,141	27,065
58	U.S. Treasury securities	146,710	42,614	35,432	35,301	-1,701	26,916	-257	42,614	35,432	35,301	-1,701	26,916	-257
59	U.S. currency	24,782	4,822	6,576	9,900	746	2,349	7,277	4,822	6,576	9,900	746	2,349	7,277
60	U.S. securities other than U.S. Treasury securities	196,845	54,258	60,327	36,783	77,019	71,017	22,938	54,258	60,327	36,783	77,019	71,017	22,938
61	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	107,779	5,274	26,275	47,390	32,707	18,404	19,529	5,274	26,275	47,390	32,707	18,404	19,529
62	U.S. liabilities reported by U.S. banks, not included elsewhere	148,059	28,067	12,606	89,643	-50,497	37,670	82,680	28,067	12,606	89,643	-50,497	37,670	82,680
63	Allocations of special drawing rights													
64	Statistical discrepancy (sum of above items with sign reversed)	-99,724	-28,762	-10,009	-55,535	-9,363	144	7,249	-28,077	-20,027	-52,007	-3,146	1,618	-3,511
64a	Of which seasonal adjustment discrepancy								685	-10,018	3,528	6,217	1,474	-10,760
65	Memoranda:													
65	Balance on goods (lines 2 and 16)	-197,954	-44,807	-59,258	-51,233	-48,155	-59,501	-74,914						

Table 2.—U.S. Trade in Goods

[Millions of dollars]

Line	1997	Not seasonally adjusted									Seasonally adjusted					
		1997				1998					1997				1998	
		I	II	III	IV	I	II ^r	III ^p	I	II	III	IV	I	II ^r	III ^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	689,182	164,945	174,967	169,041	180,229	172,915	170,611	160,417	165,748	171,787	175,129	176,518	173,794	167,129	166,781
	Adjustments:															
2	Private gift parcel remittances	681	185	174	169	153	158	157	140	185	174	169	153	158	157	140
3	Gold exports, nonmonetary	22		22							22					
4	Inland U.S. freight to Canada ²															
5	U.S.-Canadian reconciliation adjustments, n.e.c., net ³															
6	Exports transferred under U.S. military agency sales contracts identified in Census documents ⁴	-9,116	-1,932	-2,177	-2,754	-2,253	-2,338	-2,095	-2,843	-1,932	-2,177	-2,754	-2,253	-2,338	-2,095	-2,843
7	Other adjustments, net ⁵	-1,444	-503	-566	-242	-133	-146	-370	-518	-503	-566	-242	-133	-146	-370	-518
8	Equals: Exports of goods, adjusted to balance of payments basis excluding "military" (table 1, line 2)	679,325	162,695	172,420	166,214	177,996	170,589	168,303	157,196	163,499	169,240	172,302	174,284	171,469	164,821	163,560
	IMPORTS															
9	Imports of goods, Census basis ¹ (general imports)	870,671	203,211	214,417	224,733	228,310	217,432	226,839	230,519	211,082	215,526	220,859	223,204	225,855	228,299	226,329
	Adjustments:															
10	Electric energy						1	1	1						1	1
11	Gold imports, nonmonetary	3,536	1,352	1,980		204	686	332	1,093	1,352	1,980		204	686	332	1,093
12	Inland freight in Canada ²	3,704	917	982	914	891	926	938	835	917	982	914	891	926	938	835
13	U.S.-Canadian reconciliation adjustment, n.e.c., net ³															
14	Imports of U.S. military agencies identified in Census documents ⁴	-634	-118	-144	-178	-194	-301	-306	-318	-118	-144	-178	-194	-301	-306	-318
15	Other adjustments, net ^{5,7}	2	-11	-8	3	18			-20	-11	-8	3	18			-20
16	Equals: Imports of goods, adjusted to balance of payments basis, excluding "military" (table 1, line 16)	877,279	205,351	217,227	225,472	229,229	218,744	227,804	232,110	213,222	218,336	221,598	224,123	227,167	229,264	227,920
B	Trade in goods, by area and country, adjusted to balance of payments basis, excluding military:⁸															
	EXPORTS															
1	Total, all countries (A-8)	679,325	162,695	172,420	166,214	177,996	170,589	168,303	157,196	163,499	169,240	172,302	174,284	171,469	164,821	163,560
2	Western Europe	152,962	38,600	39,862	35,340	39,160	41,590	39,537	37,213	38,797	39,081	36,645	38,439	41,810	38,639	38,677
3	European Union	138,851	35,044	35,143	32,381	36,283	38,711	36,424	34,151	35,257	34,434	33,547	35,613	38,924	35,589	35,487
4	Belgium and Luxembourg	13,894	3,432	3,383	3,399	3,680	3,905	3,557	3,385	3,459	3,307	3,519	3,615	3,929	3,474	3,523
5	France	15,804	3,827	3,964	3,724	4,289	4,686	4,395	3,864	3,858	3,875	3,852	4,219	4,715	4,290	4,009
6	Germany ⁹	24,202	6,132	6,271	5,741	6,058	6,389	6,563	6,298	6,171	6,141	5,942	5,948	6,426	6,413	6,539
7	Italy	8,927	2,228	2,329	2,006	2,364	2,374	2,157	1,988	2,241	2,286	2,083	2,317	2,388	2,110	2,065
8	Netherlands	19,671	4,752	4,820	4,776	5,323	5,119	4,477	4,294	4,780	4,732	4,950	5,209	5,148	4,380	4,465
9	United Kingdom	35,912	9,535	9,331	8,158	8,888	10,070	9,761	9,294	9,581	9,131	8,449	8,751	10,110	9,527	9,649
10	Other	20,441	5,138	5,045	4,577	5,681	6,168	5,514	5,028	5,167	4,962	4,758	5,554	6,208	5,395	5,237
11	Western Europe, excluding EU	14,111	3,556	4,719	2,959	2,877	2,879	3,113	3,062	3,540	4,647	3,098	2,826	2,886	3,050	3,190
12	Canada ³	152,047	36,812	38,779	36,813	39,643	39,575	40,877	35,671	37,132	37,979	38,033	38,903	39,791	40,009	37,015
13	Japan	64,600	16,401	16,604	15,736	15,859	14,782	14,086	14,083	16,403	16,404	16,364	15,429	14,826	13,873	14,711
14	Australia, New Zealand, and South Africa ¹⁰															
15	Australia	11,913	2,823	3,100	3,091	2,899	3,109	2,858	2,931	2,840	3,030	3,193	2,850	3,132	2,791	3,044
16	Eastern Europe	7,750	1,807	2,111	1,742	2,090	2,008	2,319	1,669	1,797	2,097	1,826	2,030	1,981	2,290	1,752
17	Latin America and Other Western Hemisphere	134,272	29,474	32,485	34,813	37,500	35,281	35,699	34,351	29,656	31,874	36,022	36,720	35,472	34,973	35,750
18	Brazil	15,806	3,374	3,831	4,106	4,495	3,453	3,807	3,694	3,396	3,746	4,245	4,419	3,476	3,715	3,834
19	Mexico	71,152	15,639	17,001	18,498	20,014	19,526	19,333	19,158	15,753	16,672	19,130	19,597	19,652	18,941	19,924
20	Venezuela	6,583	1,296	1,663	1,827	1,797	1,840	1,771	1,428	1,300	1,635	1,890	1,758	1,851	1,732	1,490
21	Other	40,731	9,165	9,990	10,382	11,194	10,462	10,788	10,071	9,207	9,821	10,757	10,946	10,493	10,585	10,502
22	Other countries in Asia and Africa ^{8,10}	155,781	36,778	39,479	38,679	40,845	34,244	32,927	31,278	36,874	38,775	40,219	39,913	34,457	32,246	32,611
23	Asia ^{8,10}	144,777	34,417	36,828	35,399	38,133	31,675	30,317	28,517	34,526	36,163	36,792	37,296	31,891	29,681	29,717
24	Members of OPEC	16,045	3,270	3,948	3,699	5,128	4,111	3,486	3,020	3,271	3,878	3,860	5,036	4,138	3,408	3,158
25	China	12,723	2,867	2,926	2,971	3,959	3,155	3,143	3,205	2,884	2,884	3,092	3,863	3,184	3,073	3,331
26	Hong Kong	15,065	3,496	3,938	3,809	3,832	3,199	3,394	3,086	3,494	3,874	3,954	3,743	3,214	3,333	3,212
27	Korea, Republic of	24,602	6,345	6,986	5,850	5,421	3,366	3,738	3,541	6,350	6,869	6,091	5,292	3,374	3,678	3,700
28	Singapore	17,550	4,343	4,290	4,727	4,190	3,915	3,803	3,947	4,371	4,181	4,877	4,121	3,952	3,708	4,096
29	Taiwan	19,159	4,548	4,551	4,594	5,466	4,698	4,099	3,730	4,555	4,481	4,791	5,332	4,735	4,016	3,890
30	Africa ^{8,10}	10,615	2,277	2,554	3,159	2,625	2,475	2,494	2,629	2,264	2,517	3,301	2,533	2,473	2,451	2,759
31	Members of OPEC	1,528	296	365	496	371	421	309	357	292	363	517	356	417	307	376
32	International organizations and unallocated															
	Memoranda:															
33	Industrial countries ⁸	396,458	95,752	99,622	92,231	98,853	100,272	98,677	91,153	96,296	97,746	95,530	96,886	100,781	96,601	94,752
34	Members of OPEC ⁸	28,115	4,862	5,976	6,022	7,296	6,372	5,566	4,805	4,863	5,876	6,267	7,150	6,406	5,447	5,024
35	Other countries ⁸	268,711	62,081	66,822	67,961	71,847	63,945	64,060	61,238	62,340	65,618	70,505	70,248	64,282	62,773	63,784

See footnotes on page 33.

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

[Millions of dollars]

Line	1997	Not seasonally adjusted						Seasonally adjusted								
		1997				1998		1997				1998				
		I	II	III	IV	I	II ^r	III ^r	I	II	III	IV	I	II ^r	III ^r	
B	Trade in goods, by area and country, adjusted to balance of payments basis, excluding military⁸—Continued:															
	IMPORTS															
36	Total, all countries (A-16)	877,279	205,351	217,227	225,472	229,229	218,744	227,804	232,110	213,222	218,336	221,598	224,123	227,167	229,264	227,920
37	Western Europe	175,770	40,937	45,147	43,076	46,610	44,998	48,104	48,330	42,507	45,387	42,306	45,570	46,638	48,403	47,436
38	European Union	160,145	37,295	41,252	39,294	42,304	40,618	43,946	43,841	38,737	41,474	38,580	41,344	42,184	44,217	43,019
39	Belgium and Luxembourg	10,849	2,708	3,959	2,065	2,117	2,152	2,140	2,169	2,783	3,972	2,024	2,070	2,238	2,153	2,123
40	France	20,607	4,578	5,024	5,490	5,515	5,389	6,116	6,014	4,768	5,057	5,394	5,388	5,599	6,151	5,897
41	Germany ⁹	43,018	10,062	11,015	10,299	11,642	11,446	12,348	12,003	10,462	11,068	10,108	11,380	11,870	12,436	11,783
42	Italy	19,382	4,499	4,784	4,911	5,188	5,009	5,153	5,224	4,680	4,809	4,827	5,066	5,205	5,183	5,132
43	Netherlands	7,601	1,815	1,869	1,949	1,968	1,675	1,894	1,889	1,880	1,881	1,916	1,924	1,742	1,905	1,853
44	United Kingdom	32,496	7,593	7,953	8,112	8,838	8,111	8,674	8,495	7,885	8,003	7,974	8,634	8,425	8,728	8,335
45	Other	26,192	6,040	6,648	6,466	7,036	6,836	7,621	8,047	6,279	6,684	6,347	6,882	7,105	7,661	7,896
46	Western Europe, excluding EU	15,625	3,642	3,895	3,782	4,306	4,320	4,158	4,489	3,770	3,913	3,716	4,226	4,454	4,186	4,417
47	Canada ³	171,024	42,172	43,313	41,329	44,210	43,891	44,917	42,043	43,752	43,489	40,576	43,207	45,592	45,237	41,274
48	Japan	121,658	30,102	29,398	30,730	31,428	30,353	29,972	29,774	31,316	29,532	30,158	30,652	31,591	30,173	29,220
49	Australia, New Zealand, and South Africa ¹⁰															
50	Australia	4,881	1,201	1,125	1,294	1,261	1,262	1,434	1,313	1,239	1,133	1,275	1,234	1,312	1,443	1,291
51	Eastern Europe	8,481	1,854	2,030	2,350	2,247	2,847	2,869	2,847	1,926	2,044	2,312	2,199	2,516	2,861	2,815
52	Latin America and Other Western Hemisphere	140,378	32,846	34,956	36,096	36,480	34,847	36,728	36,405	34,014	35,121	35,518	35,725	36,094	36,963	35,786
53	Brazil	9,625	2,327	2,506	2,545	2,247	2,284	2,646	2,678	2,421	2,516	2,497	2,191	2,378	2,662	2,631
54	Mexico	86,661	19,878	21,506	22,171	23,106	22,549	23,977	23,798	20,643	21,623	21,804	22,591	23,387	24,139	23,374
55	Venezuela	13,476	3,320	3,289	3,400	3,467	2,531	2,367	2,194	3,359	3,295	3,373	3,449	2,756	2,378	2,177
56	Other	30,616	7,321	7,655	7,980	7,660	7,483	7,738	7,735	7,591	7,687	7,844	7,494	7,573	7,784	7,604
57	Other countries in Asia and Africa ^{8 10}	255,087	56,239	61,258	70,597	66,993	61,035	63,802	71,376	58,468	61,630	69,453	65,536	63,424	64,184	70,098
58	Asia ^{8 10}	234,887	51,061	56,083	65,499	62,244	56,658	59,380	67,467	53,203	56,441	64,409	60,834	58,943	59,737	66,231
59	Members of OPEC	21,753	4,864	5,449	5,853	5,587	4,727	4,601	4,959	4,996	5,467	5,779	5,511	4,845	4,630	4,894
60	China	62,555	12,558	14,452	18,412	17,133	14,806	16,819	20,452	13,154	14,568	18,117	16,716	15,446	16,923	20,065
61	Hong Kong	10,285	2,130	2,242	3,080	2,833	2,321	2,485	3,135	2,230	2,260	3,029	2,760	2,423	2,497	3,077
62	Korea, Republic of	23,145	5,090	5,802	6,247	6,006	5,590	5,939	6,082	5,301	5,338	6,136	5,876	5,822	5,973	5,668
63	Singapore	20,077	4,569	5,129	5,399	4,980	4,546	4,670	4,628	4,751	5,159	5,304	4,863	4,723	4,700	4,541
64	Taiwan	32,631	7,261	7,929	8,660	8,781	7,779	8,007	8,676	7,570	7,974	8,508	8,579	8,102	8,057	8,513
65	Africa ^{8 10}	19,924	5,125	5,095	5,012	4,692	4,314	4,345	3,791	5,211	5,108	4,960	4,645	4,413	4,369	3,750
66	Members of OPEC	8,789	2,276	2,430	2,180	1,903	1,614	1,803	1,293	2,294	2,435	2,168	1,892	1,631	1,813	1,286
67	International organizations and unallocated															
	Memoranda:															
68	Industrial countries ⁸	477,425	115,287	120,115	117,516	124,507	121,550	125,660	122,674	119,725	120,679	115,381	121,640	126,284	126,495	120,414
69	Members of OPEC ⁸	44,018	10,460	11,168	11,433	10,957	8,872	8,771	8,446	10,649	11,197	11,320	10,852	9,052	8,821	8,357
70	Other countries ⁸	355,836	79,604	85,944	96,523	93,765	88,322	93,373	100,990	82,848	86,460	94,897	91,631	91,831	93,948	99,149
	BALANCE (EXCESS OF EXPORTS +)															
71	Total, all countries	-197,954	-42,656	-44,807	-59,258	-51,233	-48,155	-59,501	-74,914	-49,723	-49,096	-49,296	-49,839	-55,698	-64,443	-64,360
72	Western Europe	-22,808	-2,337	-5,285	-7,736	-7,450	-3,348	-8,567	-11,117	-3,710	-6,306	-5,661	-7,131	-8,828	-9,764	-8,759
73	European Union	-21,294	-2,251	-6,109	-6,913	-6,021	-1,907	-7,522	-9,690	-3,480	-7,040	-5,043	-5,731	-6,260	-8,628	-7,532
74	Belgium and Luxembourg	3,045	724	-576	1,334	1,563	1,717	1,417	1,216	676	-665	1,489	1,545	1,691	1,321	1,400
75	France	-4,803	-751	-1,060	-1,766	-1,226	-703	-1,721	-2,150	-910	-1,182	-1,542	-1,169	-884	-1,861	-1,888
76	Germany ⁹	-18,816	-3,930	-4,744	-4,558	-5,584	-5,057	-5,785	-5,705	-4,291	-4,927	-4,166	-5,432	-5,444	-6,023	-5,244
77	Italy	-10,455	-2,271	-2,455	-2,905	-2,824	-2,635	-2,996	-3,236	-2,439	-2,523	-2,744	-2,749	-2,817	-3,073	-3,067
78	Netherlands	12,070	2,937	2,951	2,827	3,355	3,444	2,583	2,405	2,900	2,851	3,034	3,285	3,405	2,612	2,612
79	United Kingdom	3,416	1,942	1,378	46	50	1,959	1,087	799	1,696	1,128	475	1,117	1,686	799	1,314
80	Other	-5,751	-902	-1,603	-1,891	-1,355	-668	-2,107	-3,019	-1,112	-1,722	-1,589	-1,328	-897	-2,266	-2,659
81	Western Europe, excluding EU	-1,514	-86	824	-823	-1,429	-1,441	-1,045	-1,427	-230	734	-618	-1,400	-1,568	-1,136	-1,227
82	Canada ³	-18,977	-5,360	-4,534	-4,516	-4,567	-4,316	-4,040	-6,372	-6,620	-5,510	-2,543	-4,304	-5,801	-5,228	-4,259
83	Japan	-57,058	-13,701	-12,794	-14,994	-15,569	-15,571	-15,886	-15,691	-14,913	-13,128	-13,794	-15,223	-16,765	-16,300	-14,509
84	Australia, New Zealand, and South Africa ¹⁰															
85	Australia	7,032	1,622	1,975	1,797	1,638	1,847	1,424	1,618	1,601	1,897	1,918	1,616	1,820	1,348	1,753
86	Eastern Europe	-731	-47	81	-608	-157	-410	-528	-1,200	-129	53	-486	-169	-535	-571	-1,063
87	Latin America and Other Western Hemisphere	-6,106	-3,372	-2,471	-1,283	1,020	434	-1,029	-2,054	-4,358	-3,247	504	995	-622	-1,990	-36
88	Brazil	6,181	1,047	1,325	1,561	2,248	1,169	1,161	1,016	975	1,230	1,748	2,228	1,098	1,053	1,203
89	Mexico	-15,509	-4,239	-4,505	-3,673	-3,092	-4,644	-4,640	-4,890	-4,951	-2,674	-2,994	-3,735	-5,198	-3,450	-3,450
90	Venezuela	-6,893	-2,024	-1,626	-1,573	-1,670	-691	-596	-766	-2,059	-1,660	-1,483	-1,691	-725	-646	-687
91	Other	10,115	1,844	2,335	2,402	3,534	2,979	3,050	2,336	1,616	2,134	2,913	3,452	2,740	2,801	2,898
92	Other countries in Asia and Africa ^{8 10}	-99,306	-19,461	-21,779	-31,918	-26,148	-26,791	-30,875	-40,098	-21,594	-22,855	-29,234	-25,623	-28,967	-31,938	-37,487
93	Asia ^{8 10}	-90,110	-16,644	-19,255	-30,100	-24,111	-24,983	-38,950	-18,677	-20,278	-27,617	-23,538	-27,052	-30,056	-36,514	-36,514
94	Members of OPEC	-5,708	-1,594	-1,501	-2,154	-459	-616	-1,115	-1,939	-1,725	-1,589	-1,919	-475	-707	-1,222	-1,336
95	China	-49,832	-9,691	-11,526	-15,441	-13,174	-11,651	-13,676	-17,247	-10,270	-11,614	-15,025	-12,853	-12,262	-13,850	-16,734
96	Hong Kong	4,780	1,356	1,696	729	939	878	909	-49	1,264	1,164	1,826				

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

[Millions of dollars]

Line	1997	Not seasonally adjusted						Seasonally adjusted							
		1997			1998			1997			1998				
		I	II	III	IV	I	II ^P	III ^P	I	II	III	IV	I	II ^r	III ^r
C	Trade in goods, by principal end-use category, adjusted to balance of payments basis, excluding military:														
1	679,325	162,695	172,420	166,214	177,996	170,589	168,303	157,196	163,499	169,240	172,302	174,284	171,469	164,821	163,560
2	58,425	15,177	13,496	13,177	16,575	14,633	12,516	11,283	14,669	14,319	14,317	15,120	14,094	13,005	12,253
3	620,900	147,518	158,924	153,037	161,421	155,956	155,787	145,913	148,830	154,921	157,985	159,164	157,375	151,816	151,307
4	51,507	13,227	11,643	11,881	14,756	12,617	10,741	10,224	13,131	12,519	12,346	13,511	12,454	11,215	10,606
5	47,541	12,168	10,695	10,809	13,869	11,754	10,020	9,273	12,077	11,490	11,410	12,564	11,593	10,437	9,750
6	16,137	4,239	3,655	3,867	4,186	4,150	3,246	3,133	4,332	3,903	3,773	4,129	4,026	3,455	3,112
7	4,329	873	886	1,441	1,129	983	818	979	936	1,064	1,206	1,123	1,042	972	825
8	5,882	1,774	1,373	1,253	1,282	1,228	1,087	1,097	1,774	1,373	1,253	1,282	1,228	1,087	1,037
9	7,506	2,195	1,189	851	3,271	1,786	633	542	1,880	1,784	1,494	2,346	1,466	877	917
10	7,244	1,643	1,802	1,897	1,902	1,702	1,823	1,625	1,741	1,797	1,884	1,822	1,791	1,816	1,627
11	8,270	1,949	2,055	2,048	2,218	1,899	2,127	1,867	2,055	2,029	2,149	2,037	1,983	2,114	2,011
12	8,384	1,952	1,994	2,146	2,292	2,217	2,191	2,106	2,069	1,977	2,110	2,228	2,327	2,175	2,083
13	3,966	1,059	948	1,072	887	863	721	951	1,054	1,029	936	947	861	778	856
14	2,791	780	642	760	609	619	442	694	776	723	624	668	616	499	600
15	158,274	38,573	41,378	39,221	39,102	38,555	37,720	35,300	38,527	40,649	39,639	39,459	38,462	37,095	35,824
16	10,603	2,931	2,728	2,314	2,630	2,793	2,413	1,957	2,526	2,762	2,836	2,479	2,428	2,492	2,432
17	2,718	862	722	472	682	858	592	430	585	685	792	656	610	587	734
18	1,554	452	505	226	371	381	455	234	409	475	325	345	350	417	318
19	1,665	468	445	396	356	375	347	288	443	428	407	387	355	333	294
20	4,666	1,149	1,056	1,220	1,241	1,179	1,019	1,005	1,089	1,174	1,312	1,091	1,113	1,155	1,086
21	147,671	35,642	38,650	36,907	36,472	35,762	35,307	33,343	36,001	37,887	36,803	36,990	36,304	34,603	33,392
22	16,530	3,834	4,051	4,244	4,401	3,470	3,395	3,136	3,886	4,052	4,210	4,382	3,526	3,397	3,098
23	16,291	3,806	4,013	4,203	4,269	3,422	3,354	3,089	3,859	4,014	4,168	4,250	3,478	3,356	3,050
24	4,122	988	1,025	1,089	1,020	951	974	914	1,042	1,023	1,052	1,005	1,072	977	882
25	10,419	2,513	2,075	2,714	2,717	2,175	2,012	1,869	2,513	2,477	2,716	2,713	2,181	2,011	1,862
26	12,785	3,121	3,167	3,235	3,262	3,210	3,150	2,938	3,148	3,148	3,201	3,288	3,221	3,139	2,929
27	10,700	2,524	2,741	2,700	2,735	2,299	2,384	2,107	2,571	2,651	2,741	2,737	2,341	2,300	2,143
28	46,864	11,360	12,182	11,825	11,497	11,524	11,641	10,840	11,415	11,807	11,870	11,772	11,518	11,300	10,954
29	9,482	2,379	2,514	2,364	2,225	2,033	2,026	1,942	2,463	2,432	2,339	2,246	2,114	1,961	1,916
30	16,654	4,070	4,266	4,088	4,230	4,566	4,553	4,403	4,011	4,161	4,162	4,240	4,494	4,438	4,514
31	34,656	8,354	9,729	8,451	8,122	8,660	8,158	7,977	8,507	9,636	8,280	8,233	8,820	8,068	7,838
32	2,257	496	605	636	520	406	429	357	537	578	595	547	438	412	332
33	5,920	1,427	1,479	1,510	1,504	1,582	1,508	1,315	1,427	1,465	1,511	1,517	1,581	1,495	1,312
34	15,027	3,723	4,756	3,359	3,189	3,746	3,240	3,431	3,792	4,797	3,243	3,195	3,838	3,273	3,313
35	5,725	1,686	2,322	862	855	1,324	1,056	1,303	1,686	2,322	862	855	1,324	1,056	1,303
36	1,809	270	569	470	500	714	545	668	270	574	470	495	719	548	366
37	7,493	1,767	1,865	2,027	1,834	1,708	1,639	1,760	1,836	1,901	1,911	1,845	1,795	1,669	1,644
38	11,452	2,708	2,889	2,946	2,909	2,926	2,981	2,874	2,751	2,796	2,931	2,974	2,963	2,888	2,881
39	295,288	68,872	74,243	73,494	78,679	74,466	73,883	71,316	69,643	72,604	76,412	76,629	75,497	72,098	74,822
40	251,623	58,502	62,333	64,019	66,769	61,777	60,346	58,531	59,162	62,305	65,180	64,976	62,611	60,268	59,645
41	27,977	6,510	7,092	7,065	7,310	6,943	6,760	6,590	6,586	7,047	7,075	7,269	7,016	6,716	6,617
42	223,646	51,992	55,241	56,954	59,459	54,834	53,586	51,941	52,576	55,258	58,105	57,707	55,595	53,552	53,028
43	15,599	3,285	3,680	4,225	4,409	4,211	4,132	3,926	3,300	3,589	4,237	4,443	3,056	3,970	3,700
44	12,814	3,137	3,292	2,997	2,793	3,033	2,763	3,222	3,222	3,266	3,044	3,079	2,860	3,006	2,812
45	6,502	1,404	1,581	1,721	1,786	1,697	1,468	1,441	1,441	1,577	1,753	1,737	1,737	1,559	1,496
46	11,773	2,692	2,943	2,925	3,213	3,336	3,154	2,865	2,640	2,880	3,022	3,231	3,320	3,083	2,934
47	45,540	10,544	11,491	11,641	11,864	11,019	11,184	10,775	10,764	11,197	11,842	11,737	11,253	10,903	10,377
48	49,360	11,907	12,027	12,402	13,024	11,485	10,870	10,724	11,735	12,395	12,963	12,267	11,371	11,193	11,267
49	38,861	9,475	9,578	9,961	9,847	9,392	8,802	9,325	9,476	9,643	10,055	9,687	9,444	8,864	9,351
50	23,995	4,907	5,868	6,319	6,901	6,007	6,008	6,112	5,346	5,923	6,275	6,451	6,475	6,048	6,104
51	3,288	716	816	838	918	864	854	838	732	813	859	884	884	850	856
52	16,114	3,925	3,955	3,925	4,309	4,030	3,976	3,743	3,890	3,975	4,052	4,197	4,013	3,990	3,861
53	41,359	9,902	11,367	8,934	11,156	12,015	12,898	12,116	10,013	9,756	10,691	10,899	12,212	11,191	14,508
54	23,584	5,710	6,850	4,800	6,424	7,136	7,651	6,465	5,840	5,263	6,205	6,276	7,361	5,980	8,640
55	2,306	468	543	541	754	674	639	669	468	543	541	754	674	639	669
56	74,029	18,182	19,696	16,722	19,429	19,902	19,269	14,836	17,793	18,372	18,703	19,161	19,426	18,052	16,356
57	39,764	10,009	10,802	8,669	10,284	10,531	10,783	7,556	9,786	9,728	9,917	10,333	10,196	9,757	8,457
58	9,282	2,294	2,812	1,804	2,372	2,352	2,526	1,368	2,217	2,369	2,309	2,387	2,268	2,131	1,652
59	6,016	1,368	1,475	1,372	1,801	1,659	1,904	1,179	1,398	1,339	1,538	1,741	1,663	1,800	1,332
60	3,899	1,017	1,023	875	984	1,068	889	979	945	996	979	979	1,025	988	977
61	20,567	5,330	5,492	4,618	5,127	5,452	5,196	4,120	5,192	5,075	5,074	5,226	5,240	4,828	4,496
62	34,265	8,173	8,894	8,053	9,145	9,371	8,486	7,280	8,007	8,644	8,786	8,828	9,230	8,295	7,899
63	7,507	1,961	2,083	1,508	1,955	2,009	1,925	1,546	1,842	2,003	1,869	1,793	1,916	1,870	1,905
64	4,861	1,119	1,168	1,110	1,464	1,431	1,207	755	1,071	1,154	1,297	1,339	1,380	1,212	887
65	2,911	768	725	673	745	686	639	608	767	705	697	742	685	621	626
66	18,986	4,325	4,918	4,762	4,981	5,245	4,715	4,371	4,327	4,782	4,923	4,954	5,249	4,592	4,481
67	77,445	18,3													

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

[Millions of dollars]

Line	1997	Not seasonally adjusted						Seasonally adjusted								
		1997			1998			1997			1998					
		I	II	III	IV	I ^r	II ^r	III ^r	I	II	III	IV	I ^r	II ^r	III ^r	
C	Trade in goods, by principal end-use category, adjusted to balance of payments basis, excluding military—Continued:															
74	Imports of goods, balance of payments basis, excluding military (A-16)	877,279	205,351	217,227	225,472	229,229	218,744	227,804	232,110	213,222	218,336	221,598	224,123	227,167	229,264	227,920
75	Petroleum and products ⁷	71,771	19,168	17,664	17,700	17,239	13,575	13,425	12,239	19,357	17,681	17,577	17,156	13,728	13,486	12,173
76	Nonpetroleum products	805,508	186,183	199,563	207,772	211,990	205,169	214,379	219,871	193,865	200,655	204,021	206,967	213,439	215,778	215,747
77	Foods, feeds, and beverages	39,694	9,371	9,977	9,947	10,399	10,241	10,420	9,950	9,534	9,965	10,133	10,062	10,432	10,443	10,146
78	Agricultural	29,282	7,207	7,589	7,083	7,403	7,839	7,710	7,117	7,105	7,408	7,437	7,332	7,744	7,546	7,483
79	Coffee, cocoa, and sugar	5,039	1,244	1,382	1,369	1,044	1,449	1,154	1,003	1,244	1,382	1,369	1,044	1,444	1,154	1,003
80	Green coffee	3,575	815	1,040	928	792	1,043	797	605	815	1,040	928	792	1,043	797	605
81	Meat products and poultry	4,162	979	1,113	1,022	1,048	1,080	1,078	1,059	962	1,080	1,051	1,069	1,071	1,047	1,079
82	Vegetables, fruits, nuts, and preparations	7,632	2,299	2,015	1,475	1,843	2,410	2,196	1,628	1,917	1,853	1,882	1,980	1,989	2,049	2,080
83	Wine and related products	3,254	622	835	861	936	729	926	941	776	810	831	837	907	894	898
84	Other agricultural foods, feeds, and beverages	9,195	2,062	2,245	2,356	2,532	2,171	2,355	2,486	2,206	2,283	2,304	2,402	2,328	2,402	2,424
85	Nonagricultural (fish, distilled beverages, etc)	10,412	2,164	2,388	2,964	2,996	2,402	2,710	2,833	2,429	2,557	2,696	2,730	2,698	2,807	2,663
86	Fish and shellfish	7,702	1,577	1,734	2,144	2,247	1,816	2,029	2,112	1,762	1,864	2,028	2,048	2,031	2,174	1,984
87	Whiskey and other alcoholic beverages	2,189	465	518	586	620	461	551	591	543	558	536	552	533	593	549
88	Industrial supplies and materials	217,304	54,782	55,560	53,740	53,222	51,153	52,445	50,723	55,215	54,798	53,608	53,683	51,255	51,686	50,853
89	Agricultural	6,251	1,614	1,686	1,518	1,433	1,544	1,631	1,393	1,593	1,659	1,558	1,441	1,511	1,590	1,443
90	Nonagricultural products	211,053	53,168	53,874	52,222	51,789	49,609	50,814	49,330	53,622	53,139	52,050	52,242	50,014	50,996	49,410
91	Energy products	80,189	21,542	19,374	19,701	19,572	15,860	15,236	14,492	21,494	19,544	19,775	19,376	15,775	15,456	14,645
92	Fuels and lubricants ¹¹	79,194	21,325	19,155	19,412	19,302	15,659	14,984	14,141	21,252	19,308	19,528	19,106	15,547	15,181	14,349
93	Paper and paper base stocks	10,676	2,542	2,625	2,713	2,796	2,830	2,857	2,771	2,574	2,615	2,703	2,784	2,864	2,845	2,770
94	Textile supplies and related materials	10,108	2,375	2,609	2,595	2,529	2,561	2,746	2,587	2,466	2,507	2,547	2,588	2,650	2,641	2,547
95	Chemicals, excluding medicinals	29,164	7,432	7,401	7,270	7,061	7,831	7,565	6,871	7,141	7,195	7,445	7,383	7,522	7,380	7,119
96	Building materials, except metals	16,822	3,722	4,459	4,469	4,172	4,087	4,598	4,746	4,022	4,241	4,249	4,310	4,411	4,369	4,515
97	Other nonmetals	14,147	3,303	3,604	3,647	3,593	3,474	3,706	3,753	3,472	3,532	3,544	3,599	3,654	3,624	3,648
98	Metals and nonmetallic products	49,947	12,252	13,802	11,827	12,066	12,966	14,106	14,110	12,453	13,505	11,787	12,202	13,138	13,781	14,166
99	Steelmaking materials	2,998	606	745	784	863	811	959	881	713	745	849	928	912	804	812
100	Iron and steel products	18,165	4,385	4,711	4,595	4,474	4,644	5,551	5,743	4,459	4,616	4,567	4,523	4,719	5,437	5,729
101	Nonferrous metals	22,035	5,633	6,653	4,743	5,006	5,737	5,738	5,733	5,652	6,528	4,767	5,088	5,697	5,621	5,833
102	Nonmonetary gold	6,808	2,176	2,739	741	952	1,673	1,364	1,830	2,176	2,739	741	952	1,673	1,567	1,959
103	Other precious metals	2,643	490	556	715	882	794	1,161	956	495	556	705	887	789	1,157	959
104	Bauxite and aluminum	5,829	1,318	1,575	1,402	1,534	1,670	1,645	1,471	1,315	1,454	1,458	1,602	1,646	1,529	1,558
105	Other nonferrous metals	6,955	1,649	1,783	1,885	1,638	1,600	1,568	1,476	1,866	1,779	1,863	1,647	1,589	1,571	1,486
106	Other metallic and nonmetallic products	6,749	1,628	1,693	1,705	1,723	1,774	1,858	1,753	1,651	1,648	1,708	1,742	1,794	1,811	1,764
107	Capital goods, except automotive	254,175	57,493	62,562	66,015	68,105	64,760	67,315	67,379	59,840	62,918	65,229	66,188	67,224	67,617	66,679
108	Machinery, except consumer-type	235,594	53,615	58,180	60,753	63,046	59,623	60,979	61,250	55,964	58,534	59,962	61,134	62,082	61,281	60,558
109	Electric generating machinery, electric apparatus and parts	27,920	6,330	6,884	7,188	7,518	7,060	7,197	7,325	6,852	6,841	7,082	7,345	7,393	7,150	7,239
110	Nonelectric, including parts and attachments	207,674	47,285	51,296	53,565	55,528	52,563	53,782	53,925	49,112	51,693	52,880	53,789	54,689	54,131	53,319
111	Oil drilling, mining, and construction machinery	6,849	1,545	1,854	1,593	1,657	1,039	1,366	1,531	1,722	1,640	1,540	1,756	2,011	1,990	2,027
112	Industrial engines, pumps, and compressors	6,541	1,551	1,708	1,858	1,697	1,801	1,803	1,812	1,571	1,640	1,596	1,734	2,011	1,731	1,842
113	Machine tools and metalworking machinery	8,250	2,054	2,105	1,916	2,175	2,060	2,252	2,242	2,093	2,011	1,981	2,165	2,079	2,170	2,324
114	Measuring, testing, and control instruments	6,723	1,517	1,627	1,722	1,857	1,840	1,856	1,806	1,566	1,634	1,715	1,808	1,898	1,864	1,791
115	Other industrial, agricultural, and service industry machinery	41,265	9,507	10,628	10,283	10,847	10,910	11,564	10,979	9,656	10,265	10,393	10,951	11,928	11,161	10,867
116	Computers, peripherals, and parts	70,175	15,614	16,938	18,735	18,888	16,465	17,261	18,378	16,665	17,601	18,197	17,712	18,089	17,912	17,784
117	Semiconductors	36,881	8,523	9,025	9,721	9,612	8,861	8,277	8,122	8,859	9,143	9,444	9,435	9,218	8,383	7,893
118	Telecommunications equipment	15,687	3,502	3,653	4,008	4,524	4,173	4,437	4,595	3,718	3,844	3,972	4,153	4,413	4,656	4,556
119	Other office and business machines	7,350	1,712	1,836	1,849	1,953	1,888	1,876	1,838	1,903	1,883	1,834	1,883	1,933	1,925	1,824
120	Scientific, hospital, and medical equipment and parts	8,153	1,760	1,922	2,153	2,318	2,049	2,311	2,469	1,903	1,950	2,108	2,192	2,203	2,339	2,411
121	Transportation equipment, except automotive	18,581	3,878	4,382	5,262	5,059	5,137	6,336	6,129	3,876	4,384	5,267	5,054	5,142	6,336	6,121
122	Civilian aircraft, engines, parts	16,598	3,433	3,892	4,744	4,529	4,464	5,609	5,450	3,430	3,894	4,749	4,525	4,469	5,609	5,442
123	Civilian aircraft, complete, all types	4,547	754	1,067	1,472	1,254	1,211	1,855	1,792	754	1,067	1,472	1,254	1,211	1,855	1,792
124	Automotive vehicles, engines, and parts	140,778	35,187	35,890	32,987	36,714	36,883	37,544	33,616	35,347	34,745	35,427	35,259	36,996	36,499	35,823
125	From Canada	50,284	12,755	13,266	11,472	12,791	13,249	13,164	10,961	12,917	12,295	12,592	12,490	13,263	12,254	11,859
126	Passenger cars, new and used	26,045	6,847	7,009	5,694	6,495	7,029	7,362	5,712	7,017	6,374	6,325	6,329	7,081	6,724	6,233
127	Trucks, buses, and special purpose vehicles	10,272	2,453	2,683	2,506	2,630	2,547	2,034	1,996	2,493	2,539	2,713	2,527	2,589	1,959	2,143
128	Engines and engine parts	2,824	695	766	675	688	741	833	724	661	719	733	711	710	785	770
129	Other parts and accessories	11,143	2,760	2,808	2,597	2,978	2,932	2,935	2,529	2,746	2,663	2,821	2,913	2,903	2,786	2,713
130	From other areas	90,494	22,432	22,624	21,515	23,923	23,634	24,380	22,655	22,430	22,450	22,835	22,779	23,733	24,245	23,964
131	Passenger cars, new and used	47,097	11,383	11,857	11,236	12,621	12,459	13,010	11,697	11,456	11,891	12,156	11,594	12,560	13,093	12,715
132	Trucks, buses, and special purpose vehicles	5,541	1,429	1,301	1,418	1,391	1,319	1,466	1,516	1,464	1,315	1,428	1,334	1,561	1,486	1,514
133	Engines and engine parts	8,904	2,368	2,211	2,021	2,304	2,337	2,305	2,140	2,337	2,162	2,116	2,289	2,326	2,253	2,213
134	Other parts and accessories	28,952	7,252													

Table 3.—Private Service Transactions

(Millions of dollars)

Line		1997	Not seasonally adjusted							Seasonally adjusted						
			1997				1998			1997				1998		
			I	II	III	IV	I	II ^r	III ^p	I	II	III	IV	I	II ^r	III ^p
1	Exports of private services	239,215	56,468	57,726	64,901	60,120	58,477	59,392	63,442	58,144	59,695	60,545	60,827	60,203	61,477	59,409
2	Travel (table 1, line 5)	73,268	16,072	18,157	21,890	17,149	15,817	17,741	20,055	18,197	18,542	18,252	18,204	17,967	18,141	16,728
3	Passenger fares (table 1, line 6)	20,895	4,808	5,027	5,988	5,072	4,877	5,053	5,322	5,130	5,189	5,212	5,364	5,198	5,223	4,672
4	Other transportation (table 1, line 7)	26,911	6,574	6,719	6,721	6,897	6,290	6,279	6,470	6,698	6,724	6,678	6,809	6,460	6,292	6,404
5	Freight	11,773	2,895	2,943	2,899	3,036	2,864	2,747	2,645	2,913	2,910	2,919	3,031	2,901	2,715	2,656
6	Port services	15,137	3,679	3,775	3,822	3,861	3,426	3,532	3,825	3,785	3,814	3,759	3,778	3,559	3,577	3,748
7	Royalties and license fees (table 1, line 8)	33,676	8,086	8,158	8,483	8,949	8,443	8,615	8,457	8,306	8,407	8,580	8,381	8,675	8,908	8,543
8	Affiliated	25,515	6,047	6,124	6,446	6,898	6,368	6,510	6,319	6,267	6,373	6,543	6,330	6,600	6,803	6,405
9	U.S. parents' receipts	23,457	5,736	5,757	5,808	6,156	5,740	6,021	5,896	5,905	5,929	6,124	5,724	5,905	6,182	6,009
10	U.S. affiliates' receipts	2,058	311	367	638	742	628	489	423	362	476	614	606	695	621	396
11	Unaffiliated	8,161	2,039	2,034	2,037	2,051	2,075	2,105	2,138	2,039	2,034	2,037	2,051	2,075	2,105	2,138
12	Industrial processes ¹	3,272	832	819	812	809	811	815	820	832	819	812	809	811	815	820
13	Other ²	4,889	1,207	1,215	1,225	1,242	1,264	1,290	1,318	1,207	1,215	1,225	1,242	1,264	1,290	1,318
14	Other private services (table 1, line 9)	84,465	20,928	19,665	21,819	22,053	23,050	21,704	23,138	19,813	20,833	21,750	22,069	21,903	22,913	23,062
15	Affiliated services	26,336	6,113	6,431	6,708	7,085	6,503	6,715	6,849	6,250	6,579	6,791	6,717	6,644	6,876	6,923
16	U.S. parents' receipts	10,164	3,736	3,988	4,031	4,400	4,039	4,155	4,147	3,794	4,045	4,128	4,198	4,101	4,201	4,245
17	U.S. affiliates' receipts	16,172	2,377	2,433	2,677	2,685	2,464	2,560	2,702	2,456	2,534	2,663	2,519	2,543	2,675	2,678
18	Unaffiliated services	58,128	14,815	13,234	15,111	14,968	16,547	14,989	16,289	13,563	14,254	14,959	15,352	15,259	16,037	16,139
19	Education	8,278	3,340	3,053	2,200	2,414	3,471	1,071	1,240	2,013	2,052	2,108	2,105	2,100	2,096	2,155
20	Financial services	11,064	2,395	2,598	2,904	3,157	2,891	3,417	3,580	2,395	2,598	2,914	3,157	2,891	3,157	3,580
21	Insurance, net	2,961	578	582	605	616	629	642	656	578	582	605	616	629	642	656
22	Premiums received	5,952	1,494	1,485	1,483	1,491	1,508	1,531	1,557	1,494	1,485	1,483	1,491	1,508	1,531	1,557
23	Losses paid	3,561	916	892	879	875	880	890	902	916	892	879	875	880	890	902
24	Telecommunications	3,771	889	938	956	987	969	940	914	889	938	956	987	969	940	914
25	Business, professional, and technical services	21,304	4,946	5,293	5,500	5,564	5,669	5,755	5,790	4,946	5,293	5,500	5,564	5,669	5,755	5,790
26	Other unaffiliated services ³	11,321	2,666	2,759	2,936	2,959	2,918	2,964	3,110	2,742	2,780	2,876	2,923	3,001	2,987	3,044
27	Imports of private services	156,236	34,890	39,648	43,284	38,414	37,568	42,234	45,043	37,610	38,817	39,769	40,039	40,530	41,439	41,392
28	Travel (table 1, line 19)	51,220	10,868	13,601	15,667	11,084	11,290	14,318	15,917	12,736	12,764	12,897	12,823	13,309	13,465	13,008
29	Passenger fares (table 1, line 20)	18,235	3,953	4,975	5,304	4,003	4,260	5,126	4,311	4,663	4,704	4,557	4,650	4,757	4,568	4,508
30	Other transportation (table 1, line 21)	28,949	6,894	7,288	7,330	7,437	7,066	7,390	7,771	7,034	7,317	7,200	7,397	7,250	7,430	7,623
31	Freight	17,644	4,150	4,555	4,418	4,521	4,399	4,702	4,996	4,201	4,581	4,408	4,454	4,461	4,730	4,978
32	Port services	11,305	2,744	2,733	2,912	2,916	2,667	2,688	2,776	2,833	2,736	2,792	2,943	2,789	2,700	2,645
33	Royalties and license fees (table 1, line 22)	9,411	2,086	2,045	2,573	2,707	2,835	2,590	2,695	2,106	2,168	2,559	2,578	2,850	2,759	2,670
34	Affiliated	7,087	1,546	1,477	1,955	2,109	1,862	1,985	2,057	1,566	1,600	1,941	1,980	1,877	2,154	2,032
35	U.S. parents' payments	955	217	220	235	284	247	182	196	217	220	235	284	247	182	196
36	U.S. affiliates' payments	6,132	1,329	1,257	1,720	1,825	1,615	1,803	1,861	1,349	1,380	1,706	1,696	1,630	1,972	1,836
37	Unaffiliated	2,324	540	568	618	598	973	605	638	540	568	618	598	973	605	638
38	Industrial processes ¹	1,265	320	315	313	317	324	335	347	320	315	313	317	324	335	347
39	Other ²	1,060	221	253	305	282	649	270	292	221	253	305	282	649	270	292
40	Other private services (table 1, line 23)	48,421	11,089	11,739	12,410	13,183	12,117	12,857	13,534	11,423	11,905	12,409	12,684	12,471	13,028	13,523
41	Affiliated services	18,324	4,225	4,375	4,511	5,212	4,226	4,727	5,125	4,414	4,473	4,635	4,801	4,419	4,825	5,254
42	U.S. parents' payments	9,407	1,991	2,314	2,368	2,733	2,129	2,454	2,587	2,179	2,355	2,427	2,445	2,324	2,494	2,640
43	U.S. affiliates' payments	8,917	2,234	2,061	2,143	2,479	2,097	2,273	2,538	2,235	2,118	2,208	2,356	2,095	2,331	2,614
44	Unaffiliated services	30,098	6,864	7,364	7,899	7,971	7,891	8,130	8,409	7,009	7,432	7,774	7,883	8,052	8,203	8,269
45	Education	1,347	269	332	417	330	294	363	457	318	333	346	349	348	364	377
46	Financial services	3,906	846	1,002	1,093	965	999	1,069	1,051	846	1,002	1,093	965	999	1,069	1,051
47	Insurance, net	5,208	1,115	1,261	1,381	1,452	1,477	1,471	1,451	1,115	1,261	1,381	1,452	1,477	1,471	1,451
48	Premiums paid	15,036	3,683	3,735	3,787	3,832	3,869	3,900	3,928	3,683	3,735	3,787	3,832	3,869	3,900	3,928
49	Losses recovered	9,828	2,568	2,474	2,406	2,380	2,392	2,429	2,477	2,568	2,474	2,406	2,380	2,392	2,429	2,477
50	Telecommunications	8,113	2,006	1,999	2,028	2,080	2,121	2,103	2,088	2,006	1,999	2,028	2,080	2,121	2,103	2,088
51	Business, professional, and technical services	6,571	1,543	1,615	1,676	1,737	1,832	1,905	1,973	1,543	1,615	1,676	1,737	1,832	1,905	1,973
52	Other unaffiliated services ³	4,952	1,085	1,155	1,305	1,407	1,168	1,219	1,390	1,181	1,221	1,251	1,299	1,275	1,291	1,329
Memoranda:																
53	Balance on goods (table 1, line 65)	-197,954	-42,656	-44,807	-59,258	-51,233	-48,155	-59,501	-74,914	-49,723	-49,096	-49,296	-49,839	-55,698	-64,443	-64,360
54	Balance on private services (line 1 minus line 27)	82,979	21,578	18,078	21,617	21,706	20,909	17,158	18,399	20,534	20,878	20,776	20,788	19,673	20,038	18,017
55	Balance on goods and private services (lines 53 and 54)	-114,975	-21,078	-26,729	-37,641	-29,527	-27,246	-42,343	-56,515	-29,189	-28,218	-28,520	-29,051	-36,025	-44,405	-46,343

See footnotes on page 33.

Table 4.—Selected U.S. Government Transactions

[Millions of dollars]

Line		1997	Not seasonally adjusted						
			1997				1998		
			I	II	III	IV	I	II ^r	III ^r
A1	U.S. Government grants and transactions increasing Government assets, total	17,419	3,433	3,901	3,804	6,280	3,831	3,218	3,731
	By category								
2	Grants, net (table 1, line 30, with sign reversed)	12,090	2,241	2,274	2,362	5,213	2,266	2,063	2,582
3	Financing military purchases ¹	3,822	606	394	514	2,308	626	360	612
4a	Other grants	8,268	1,635	1,880	1,848	2,905	1,640	1,702	1,970
4b	Cash contributions received from coalition partners for Persian Gulf operations								
5	Credits and other long-term assets (table 1, line 40, with sign reversed)	5,302	1,168	1,616	1,421	1,097	1,189	1,159	1,266
6	Capital subscriptions and contributions to international financial institutions, excluding IMF	1,588	427	411	415	336	385	444	413
7	Credits repayable in U.S. dollars	3,047	586	1,033	839	589	644	613	610
8	Credits repayable in other than U.S. dollars	-4	1		1	-6	(*)	-7	
9	Other long-term assets	670	154	173	166	178	159	109	243
10	Foreign currency holdings and short-term assets, net (table 1, line 42 with sign reversed)	28	25	11	21	-29	376	-4	-116
11	Foreign currency holdings (excluding administrative cash holdings), net	71	12	21	26	11	5	-5	1
	Receipts from:								
12	Sales of agricultural commodities	(*)	(*)						
13	Interest	18	7	1	9	2	4	4	1
14	Repayments of principal	27	10	5	10	2	11	3	5
15	Reverse grants								
16	Other sources	8	(*)	(*)	1	7			1
	Less currencies disbursed for:								
17	Grants and credits in the recipient's currency						(*)	(*)	
18	Other grants and credits								
19	Other U.S. Government expenditures	-17	5	-15	-6	-1	10	12	5
20	Assets acquired in performance of U.S. Government guarantee and insurance obligations, net	-18	-5	-7	(*)	-6	399	11	(*)
21	Other assets held under Commodity Credit Corporation Charter Act, net	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)
22	Assets financing military sales contracts, net ²								
23	Other short-term assets (including changes in administrative cash holdings), net	-25	18	-3	-5	-34	-28	-10	-117
	By program								
24	Capital subscriptions and contributions to international financial institutions, excluding IMF	1,588	427	411	415	336	385	444	413
25	Under Agricultural Trade Development and Assistance Act and related programs	905	195	217	279	214	122	105	122
26	Under Foreign Assistance Act and related programs	11,004	2,032	2,140	2,040	4,792	2,053	1,851	2,336
27	Under Export-Import Bank Act	1,620	396	405	418	400	385	516	244
28	Under Commodity Credit Corporation Charter Act	505	29	346	118	13	540	6	147
29	Under other grant and credit programs	1,080	171	192	347	371	209	202	343
30	Other foreign currency assets acquired (lines A13, A14, and A16)	53	17	6	20	10	16	7	6
31	Less foreign currencies used by U.S. Government other than for grants or credits (line A19)	-17	5	-15	-6	-1	10	12	5
32	Other (including changes in administrative cash holdings), net	646	172	169	161	144	131	99	125
	By disposition³								
33	Estimated transactions involving no direct dollar outflow from the United States	11,012	2,174	2,557	2,495	3,786	2,600	1,932	2,391
34	Expenditures on U.S. goods	5,157	784	765	979	2,630	750	884	833
35	Expenditures on U.S. services ⁴	2,617	635	752	661	570	588	640	739
36	Financing of military sales contracts by U.S. Government ⁵ (line C6)	2,172	660	476	536	501	666	369	653
37	By long-term credits	259	77	102	65	16	66	37	68
38	By short-term credits ¹								
39	By grants ¹	1,913	583	375	472	485	599	332	585
40	U.S. Government grants and credits to repay prior U.S. Government credits ^{1,4}	1,005	97	523	309	76	205	36	172
41	U.S. Government long- and short-term credits to repay prior U.S. private credits ⁶ and other assets	60	4	34	5	17	404	25	3
42	Increase in liabilities associated with U.S. Government grants and transactions increasing Government assets (including changes in retained accounts) ⁷ (line C11)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)
43	Less receipts on short-term U.S. Government assets (a) financing military sales contracts ¹ (b) financing repayment of private credits and other assets, and (c) financing expenditures on U.S. goods	17	1	8	1	7	2	9	2
44	Less foreign currencies used by U.S. Government other than for grants or credits (line A19)	-17	5	-15	-6	-1	10	12	5
45	Estimated dollar payments to foreign countries and international financial institutions	6,406	1,259	1,344	1,309	2,494	1,231	1,285	1,340
B1	Repayments on U.S. Government long-term assets, total (table 1, line 41)	5,504	1,171	1,358	1,878	1,097	1,177	722	1,344
2	Receipts of principal on U.S. Government credits	4,817	998	1,191	1,715	913	992	602	1,098
3	Under Agricultural Trade Development and Assistance Act and related programs	499	39	96	181	182	32	30	105
4	Under Foreign Assistance Act and related programs	1,753	529	340	578	306	534	276	483
5	Under Export-Import Bank Act	1,819	398	421	730	271	267	261	243
6	Under Commodity Credit Corporation Charter Act	501	33	331	113	24	159	32	153
7	Under other credit programs	246	(*)	3	113	130	(*)	3	113
8	Receipts on other long-term assets	687	173	167	163	184	186	121	246
C1	U.S. Government liabilities other than securities, total, net increase (+) (table 1, line 53)	-2,521	-587	-523	-1,167	-244	-1,059	-422	-414
2	Associated with military sales contracts ²	-2,450	-562	-511	-1,172	-205	-1,117	-367	-396
3	U.S. Government cash receipts from foreign governments (including principal repayments on credits financing military sales contracts), net of refunds ¹	11,872	2,803	3,645	3,085	2,340	3,038	3,129	2,454
4	Less U.S. Government receipts from principal repayments	868	333	83	342	111	342	105	274
5	Less U.S. Treasury securities issued in connection with prepayments for military purchases in the United States	-2,643	-648	-341	-432	-1,222	-195	-327	-922
6	Plus financing of military sales contracts by U.S. Government ⁵ (line A36)	2,173	660	476	536	501	666	369	653
7	By long-term credits	259	77	102	65	16	66	37	68
8	By short-term credits ¹								
9	By grants ¹	1,913	583	375	472	485	599	332	585
10	Less transfers of goods and services (including transfers financed by grants for military purchases, and by credits) ^{1,2} (table 1, line 4)	18,269	4,338	4,890	4,883	4,158	4,672	4,088	4,151
11	Associated with U.S. Government grants and transactions increasing Government assets (including changes in retained accounts) ⁷ (line A42)	(*)	(*)	(*)	(*)	(*)	(*)	(*)	(*)
12	Associated with other liabilities	-72	-26	-13	5	-39	58	-55	-18
13	Sales of nuclear material by Department of Energy/U.S. Enrichment Corporation ⁸	-61	-34	-3	18	-41	62	-53	-20
14	Sales of space launch and other services by National Aeronautics and Space Administration	-18	3	-3	-19	(*)	-4	-1	2
15	Other sales and miscellaneous operations	7	5	-7	6	2	(*)	-1	(*)

See footnotes on page 33.

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

[Millions of dollars]

Line	(Credits +, debits -)	1997	Not seasonally adjusted						Seasonally adjusted							
			1997			1998			1997			1998				
			I	II	III	IV	I	II ^r	III ^p	I	II	III	IV	I	II ^r	III ^p
U.S. direct investment abroad:																
1	Income with current-cost adjustment, before deduction of withholding taxes (table 1, line 12)	109,407	27,293	28,671	28,157	25,286	26,828	26,212	24,181	26,716	28,286	28,935	25,470	26,391	25,848	24,738
2	Earnings	107,036	26,744	28,094	27,580	24,619	26,165	25,430	23,289	26,166	27,710	28,358	24,803	25,727	25,066	23,846
3	Distributed earnings	42,726	7,488	11,068	9,942	14,228	7,987	7,358	8,751	9,528	12,084	11,678	9,437	10,491	8,329	10,382
4	Reinvested earnings	64,310	19,256	17,026	17,638	10,391	18,178	18,072	14,539	16,638	15,626	16,680	15,366	15,236	16,737	13,464
5	Interest ¹	2,371	550	577	577	667	663	782	892	550	576	577	667	664	782	892
6	U.S. parents' receipts	4,456	1,033	1,077	1,121	1,225	1,289	1,381	1,545	1,033	1,077	1,121	1,225	1,289	1,381	1,545
7	U.S. parents' payments	-2,085	-483	-501	-544	-558	-625	-599	-653	-483	-501	-544	-558	-625	-599	-653
8	Less: Current-cost adjustment	7,307	1,723	1,791	1,861	1,932	2,004	2,078	2,153	1,723	1,791	1,861	1,932	2,004	2,078	2,153
9	Less: Withholding taxes	1,397	290	354	319	434	231	258	328	322	374	365	336	254	271	374
10	Equals: Income without current-cost adjustment, after deduction of withholding taxes ²	100,703	25,280	26,526	25,977	22,920	24,593	23,876	21,700	24,670	26,122	26,709	23,203	24,132	23,500	22,211
11	Petroleum	12,114	3,695	2,981	3,143	2,295	2,388	2,127	1,734	3,320	3,156	3,422	2,150	2,150	2,254	1,894
12	Manufacturing	37,532	9,381	10,031	9,382	8,739	9,073	8,809	7,358	9,146	9,452	9,335	9,100	8,850	8,306	7,709
13	Other	51,057	12,204	13,514	13,452	11,887	13,132	12,940	13,514	12,608	12,204	13,514	11,887	13,132	12,940	12,608
14	Capital with current-cost adjustment (table 1, line 44)	-121,843	-35,115	-27,787	-28,447	-30,494	-37,264	-41,925	-22,317	-32,498	-26,388	-27,488	-35,470	-34,321	-40,589	-21,243
15	Equity capital	-45,705	-12,039	-8,259	-8,247	-17,161	-13,136	-19,414	-10,971	-12,039	-8,259	-8,247	-17,161	-13,136	-19,414	-10,971
16	Increases in equity capital ³	-62,201	-14,843	-14,429	-11,769	-21,160	-17,362	-23,987	-16,200	-14,843	-14,429	-11,769	-21,160	-17,362	-23,987	-16,200
17	Decreases in equity capital ⁴	16,495	2,805	6,170	3,521	4,000	4,226	4,573	5,229	2,805	6,170	3,521	4,000	4,226	4,573	5,229
18	Reinvested earnings	-64,310	-19,256	-17,026	-17,638	-10,391	-18,178	-18,072	-14,539	-16,638	-15,626	-16,680	-15,366	-15,236	-16,737	-13,464
19	Intercompany debt	-11,828	-3,821	-2,503	-2,561	-2,943	-5,949	-4,438	3,192	-3,821	-2,503	-2,561	-2,943	-5,949	-4,438	3,192
20	U.S. parents' receivables	-14,188	-5,600	-3,550	-4,128	-5,950	-7,218	-6,639	-908	-560	-3,550	-4,128	-5,950	-7,218	-6,639	-908
21	U.S. parents' payables	2,360	-3,261	1,047	1,567	3,008	1,269	2,200	4,100	-3,261	1,047	1,567	3,008	1,269	2,200	4,100
22	Less: Current-cost adjustment (line 8 with sign reversed)	-7,307	-1,723	-1,791	-1,861	-1,932	-2,004	-2,078	-2,153	-1,723	-1,791	-1,861	-1,932	-2,004	-2,078	-2,153
23	Equals: Capital without current-cost adjustment ²	-114,537	-33,392	-25,996	-26,586	-28,562	-35,260	-39,847	-20,164	-30,775	-24,597	-25,627	-33,538	-32,317	-38,511	-19,090
24	Equity capital (line 15)	-45,705	-12,039	-8,259	-8,247	-17,161	-13,136	-19,414	-10,971	-12,039	-8,259	-8,247	-17,161	-13,136	-19,414	-10,971
25	Petroleum	-4,421	-616	-839	-1,112	-1,855	-1,801	-1,430	-1,310	-616	-839	-1,112	-1,855	-1,801	-1,430	-1,310
26	Manufacturing	-4,421	-616	-839	-1,112	-1,855	-1,801	-1,430	-1,310	-616	-839	-1,112	-1,855	-1,801	-1,430	-1,310
27	Other	-32,786	-7,894	-6,250	-5,208	-13,433	-5,289	-16,105	-5,725	-7,894	-6,250	-5,208	-13,433	-5,289	-16,105	-5,725
28	Reinvested earnings without current-cost adjustment (line 18 less line 22)	-57,003	-17,533	-15,235	-15,777	-8,459	-16,174	-15,994	-12,386	-14,915	-13,835	-14,819	-13,433	-13,433	-14,659	-11,311
29	Petroleum	-5,411	2,563	-750	-1,868	-230	-952	-1,096	-620	-1,824	-1,817	-518	-224	-1,379	-525	-1,379
30	Manufacturing	-20,807	-6,201	-5,915	-5,598	-3,095	-6,004	-5,881	-3,287	-5,922	-4,392	-5,800	-4,922	-5,276	-4,719	-3,361
31	Other	-30,785	-8,269	-8,570	-8,312	-5,134	-9,218	-10,818	-8,478	-7,399	-8,190	-7,202	-7,994	-7,482	-8,561	-7,425
32	Intercompany debt (line 19)	-11,828	-3,821	-2,503	-2,561	-2,943	-5,949	-4,438	3,192	-3,821	-2,503	-2,561	-2,943	-5,949	-4,438	3,192
33	Petroleum	-1,822	-1,821	-1,281	852	-832	-1,942	-615	560	-1,821	-1,281	852	-832	-1,942	-615	560
34	Manufacturing	-2,973	-3,028	-2,894	-2,231	-2,987	-1,117	1,266	-3,038	-599	2,894	-2,231	-2,987	-1,117	1,266	
35	Other	-7,233	-622	-623	-6,107	120	-3,010	-3,706	1,367	-622	-623	-6,107	120	-3,010	-3,706	1,367
36	Royalties and license fees, before deduction of withholding taxes, net	22,502	5,519	5,536	5,573	5,873	5,492	5,839	5,699	5,688	5,677	5,694	5,440	5,688	6,000	5,813
37	U.S. parents' receipts (table 1, part of line 8)	23,457	5,736	5,757	5,808	6,156	5,740	6,021	5,896	5,688	5,697	5,929	5,724	5,658	6,182	6,009
38	U.S. parents' payments (table 1, part of line 22)	-955	-217	-220	-235	-264	-247	-182	-196	-217	-220	-235	-284	-247	-182	-196
39	Other private services, before deduction of withholding taxes, net	6,758	1,744	1,684	1,663	1,687	1,910	1,701	1,560	1,615	1,690	1,701	1,753	1,717	1,707	1,605
40	U.S. parents' receipts (table 1, part of line 9)	16,164	3,736	3,998	4,031	4,400	4,039	4,155	4,147	3,794	4,045	4,128	4,198	4,101	4,201	4,245
41	U.S. parents' payments (table 1, part of line 23)	-9,407	-1,991	-2,314	-2,368	-2,733	-2,129	-2,454	-2,587	-1,991	-2,314	-2,368	-2,733	-2,129	-2,454	-2,587
Foreign direct investment in the United States:																
42	Income with current-cost adjustment, before deduction of withholding taxes (table 1, line 26)	-45,674	-10,323	-11,279	-13,011	-11,061	-10,458	-11,059	-11,517	-10,664	-10,887	-12,548	-11,574	-10,802	-10,673	-11,051
43	Earnings	-36,129	-8,234	-8,949	-10,520	-8,426	-7,811	-7,977	-8,349	-8,574	-8,557	-10,057	-8,940	-8,154	-7,592	-7,883
44	Distributed earnings	-13,606	-2,306	-3,942	-2,728	-4,630	-3,275	-4,098	-2,778	-2,213	-3,936	-3,334	-4,124	-3,280	-4,255	-3,455
45	Reinvested earnings	-22,524	-5,928	-5,007	-7,792	-3,796	-4,536	-3,880	-5,571	-6,361	-4,621	-6,723	-4,816	-4,864	-4,428	-4,428
46	Interest ¹	-9,545	-2,090	-2,330	-2,491	-2,634	-2,648	-3,081	-3,168	-2,090	-2,330	-2,491	-2,634	-2,648	-3,081	-3,168
47	U.S. affiliates' payments	-11,378	-2,441	-2,721	-2,989	-3,227	-3,007	-3,566	-3,595	-2,441	-2,721	-2,989	-3,227	-3,007	-3,566	-3,595
48	U.S. affiliates' receipts	1,833	351	391	498	593	359	485	427	351	391	498	593	359	485	427
49	Less: Current-cost adjustment	-2,701	-566	-648	-716	-771	-811	-838	-851	-566	-648	-716	-771	-811	-838	-851
50	Less: Withholding taxes	-471	-88	-109	-118	-156	-91	-138	-145	-71	-141	-123	-136	-76	-184	-159
51	Equals: Income without current-cost adjustment, after deduction of withholding taxes ²	-42,502	-9,669	-10,522	-12,177	-10,134	-9,556	-10,083	-10,521	-10,027	-10,098	-11,709	-10,668	-9,914	-9,652	-10,041
52	Petroleum	-4,721	-1,271	-1,049	-1,358	-1,044	-567	-697	-847	-1,271	-1,049	-1,358	-1,044	-567	-697	-847
53	Manufacturing	-19,172	-3,845	-5,617	-5,626	-4,083	-4,344	-5,052	-5,017	-4,203	-5,193	-5,158	-4,617	-4,702	-4,621	-4,537
54	Other	-18,610	-4,553	-3,856	-5,193	-5,007	-4,645	-4,334	-4,657	-4,553	-3,856	-5,193	-5,007	-4,645	-4,334	-4,657
55	Capital with current-cost adjustment (table 1, line 57)	93,449	25,446	20,536	20,033	27,434	25,574	19,684	28,208	25,879	20,149	18,964	28,453	25,931	19,141	27,065
56	Equity capital	46,481	10,291	9,814	10,493	15,882	12,512	9,693	21,981	10,291	9,814	10,493	15,882	12,512	9,693	21,981
57	Increases in equity capital ³	53,801	11,087	11,160	13,075	18,478	14,732	11,568	27,325	11,087	11,160	13,075	18,478	14,732	11,568	27,325
58	Decreases in equity capital ⁴	-7,321	-996	-1,346	-2,583	-2,596	-2,220	-1,875	-5,245	-796	-1,346	-2,583	-2,596	-2,220	-1,875	-5,245
59	Reinvested earnings	22,524	5,928	5,007	7,792	3,796	4,536	3,880	5,571	6,361	4,621	6,723	4,816	4,864	4,337	4,428
60	Intercompany debt	24,444	9,227	5,714	1,748	7,755	8,525	6,111	656	9,227	5,714	1,748	7,755	8,525	6,111	656
61	U.S. affiliates' payables	27,345	8,590	4,679	8,170	5,906	8,453	7,863	214	8,590	4,679	8,170	5,906	8,453	7,863	214
62	U.S. affiliates' receivables	-2,901	637	1,0												

Table 6.—Securities Transactions

[Millions of dollars]

Line	(Credits +; debits -)	1997	Not seasonally adjusted						
			1997				1998		
			I	II	III	IV	I	II ^P	III ^P
A1	Foreign securities, net U.S. purchases (-), (table 1, line 45 or lines 2 + 13 below)	-87,981	-15,521	-23,263	-41,167	-8,030	-6,973	-27,878	16,970
2	Stocks, net U.S. purchases	-41,258	-11,653	-13,595	-16,086	76	-3,392	-996	8,270
3	New issues in the United States	-15,239	-2,255	-2,724	-3,366	-6,894	-1,091	-2,917	-968
4	Of which Western Europe	-4,888	-709	-1,104	-831	-2,244	-90	-1,963	-339
5	Canada	(D)	(D)	-56	-182	-1,172	(D)	(D)	(D)
6	Latin America	(D)	(D)	-917	-1,555	-138	(D)	(D)	(D)
7	Transactions in outstanding stocks, net	-26,019	-9,398	-10,871	-12,720	6,970	-2,301	1,921	9,238
8	Western Europe	-10,092	-4,674	688	-7,136	1,030	2,045	8,508	12,077
9	Of which United Kingdom	-15,979	-3,025	-2,500	-8,063	-2,391	2,164	8,055	4,061
10	Canada	257	1,480	-806	-1,580	1,163	-29	378	2,665
11	Japan	-9,445	-1,930	-8,684	-3,057	4,226	-2,515	2,740	3,770
12	Other	-6,739	-4,274	-2,069	-947	551	-1,802	-9,705	-5,874
13	Bonds, net U.S. purchases	-46,723	-3,868	-9,668	-25,081	-8,106	-3,581	-26,882	8,700
14	New issues in the United States	-70,948	-16,257	-15,956	-24,389	-14,346	-9,513	-22,850	-10,296
15	By issuer:								
16	Central governments and their agencies and corporations	-9,988	-3,990	-2,861	-2,237	-900	-300	-5,931	-984
17	Other governments and their agencies and corporations ¹	-5,232	-1,100	-1,111	-3,899	-122		-1,971	-250
18	Private corporations	-55,141	-11,167	-12,984	-17,666	-13,324	-9,213	-14,948	-9,062
19	International financial institutions ²	-587			-587				
20	By area:								
21	Western Europe	-20,353	-4,857	-2,614	-5,860	-7,022	-3,185	-4,834	-3,751
22	Canada	-6,323	-1,220	-1,668	-2,157	-1,278	-775	-2,335	-3,141
23	Japan	-135				-135		-2,271	
24	Latin America	-19,962	-5,925	-5,625	-6,876	-1,536	-1,865	-7,127	-2,466
25	Other countries	-23,588	-4,255	-6,049	-8,909	-4,375	-1,417	-8,554	-938
26	International financial institutions ²	-587			-587				
27	Redemptions of U.S.-held foreign bonds ³	15,912	3,633	1,566	3,947	6,766	3,102	5,580	4,607
28	Western Europe	4,852	888	273	988	2,704	1,065	886	1,057
29	Canada	3,019	678	493	1,042	806	890	1,018	591
30	Other countries	4,684	517	701	1,403	2,062	1,147	3,676	2,959
31	International financial institutions ²	3,357	1,550	99	515	1,193			
32	Other transactions in outstanding bonds, net ³	8,313	8,756	4,722	-4,639	-526	2,830	-9,612	14,389
33	Western Europe	2,875	5,023	7,258	-7,464	-1,942	-984	-13,011	-37
34	Of which United Kingdom	-1,769	2,705	5,738	-8,959	-1,253	-1,641	-10,461	-2,508
35	Canada	812	1,501	-398	-1,629	1,338	3	-543	3,915
36	Japan	-1,171	-1,492	-1,590	513	1,398	8	-2,824	3,015
37	Other	5,797	3,724	-548	3,941	-1,320	2,997	6,766	7,496
B1	U.S. securities, excluding Treasury securities and transactions of foreign official agencies, net foreign purchases (+), (table 1, line 60 or lines 2 + 10 below)	196,845	45,477	54,258	60,327	36,783	77,019	71,017	22,938
2	Stocks, net foreign purchases	65,966	11,815	21,077	23,198	9,876	29,302	14,085	-5,409
3	By area:								
4	Western Europe	57,345	11,066	14,504	15,080	16,895	26,278	22,066	13,722
5	Of which Germany	9,008	2,778	2,045	2,021	2,164	1,888	4,224	4,083
6	Switzerland	7,683	1,334	2,003	1,030	3,317	3,712	4,623	469
7	United Kingdom	21,649	3,423	6,141	6,610	5,475	10,609	4,050	3,338
8	Canada	-1,165	1,155	148	-1,284	-1,184	-174	-2,037	-892
9	Japan	4,689	-2,333	4,156	1,403	1,463	-3,247	-253	323
10	Other	5,097	1,927	2,269	7,999	-7,098	6,445	-5,691	-18,562
11	Corporate and other bonds, net foreign purchases	130,879	33,662	33,181	37,129	26,907	47,717	56,932	28,347
12	By type:								
13	New issues sold abroad by U.S. corporations	84,778	18,400	25,579	28,953	11,846	15,120	15,664	11,948
14	U.S. federally sponsored agency bonds, net	45,228	12,557	10,188	12,471	10,012	20,752	16,988	4,215
15	Other outstanding bonds, net	873	2,705	-2,586	-4,295	5,049	11,845	24,280	12,184
16	By area:								
17	Western Europe	73,528	20,274	19,563	23,617	10,074	25,398	34,810	27,181
18	Of which Germany	2,587	486	192	2,123	-213	956	1,819	1,127
19	Switzerland	-29	-339	369	-1,193	1,134	364	1,802	1,292
20	United Kingdom	58,310	17,835	15,922	18,428	6,125	20,337	27,501	19,928
21	Canada	6,292	1,803	879	1,513	2,097	1,878	1,498	1,518
22	Japan	9,324	3,160	3,366	4,243	-1,445	664	3,889	-1,262
23	Other countries	41,667	8,426	9,370	7,756	16,115	19,752	16,483	1,015
24	International financial institutions ²	64	-1	3	-4	66	26	252	-105
Memoranda:									
Other foreign transactions in marketable, long-term U.S. securities included elsewhere in international transactions accounts:									
Foreign official assets in the United States (lines in table 9):									
1	U.S. Treasury marketable bonds (line A4)	43,379	24,897	20,953	8,913	-11,394	6,186	-1,426	-26,755
2	Other U.S. Government securities (line A6)	4,334	754	827	2,667	86	2,610	254	1,906
3	U.S. corporate and other bonds (part of line A14)	1,121	365	16	642	98	97	802	-608
4	U.S. stocks (part of line A14)	-1,775	-3,590	915	-9	909	-1,053	30	-1,836
5	Other foreign transactions in U.S. Treasury bonds and notes (table 9, line B4)	139,639	37,461	34,627	32,938	34,613	5,001	30,251	2,192

See footnotes on page 33.

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

[Millions of dollars]

Line	(Credits +; increase in U.S. liabilities or decrease in U.S. assets. Debits -; decrease in U.S. liabilities or increase in U.S. assets.)	1997	Not seasonally adjusted						Amounts outstand- ing Sept. 30, 1998	
			1997				1998			
			I	II	III	IV	I	II ¹		III ¹
A1	Claims, total (table 1, line 46)	-120,403	-37,880	-9,825	-24,791	-47,907	-6,596	-14,327	-13,612	600,354
2	Financial claims	-117,698	-38,701	-9,833	-23,641	-45,523	-6,417	-14,194	-13,612	569,475
3	<i>Denominated in U.S. dollars</i>	-104,542	-33,907	-2,182	-19,771	-48,682	-1,798	-12,927	-13,612	475,736
4	<i>Denominated in foreign currencies</i>	-13,156	-4,794	-7,651	-3,870	3,159	-4,619	-1,267		93,739
5	By type: Deposits ²	-101,026	-30,350	-5,012	-20,079	-45,585	18,264	-18,995	-15,000	453,532
6	Financial intermediaries' accounts	-16,360	-8,837	-4,571	-3,198	246	-23,491	4,664	1,388	109,670
7	Other claims ^{2,3}	-312	486	-250	-364	-184	-1,190	137		6,273
8	By area: Industrial countries ⁴	-65,352	-23,898	-6,768	-10,014	-24,672	-6,444	-13,437		300,484
9	Of which United Kingdom	-43,292	-16,704	-6,867	-4,223	-15,498	-2,496	-1,807		178,064
10	Canada	256	894	2,757	-1,143	-2,252	-288	-1,696		12,782
11	Caribbean banking centers ⁵	-51,178	-14,245	-3,269	-12,003	-21,661	2,123	-2,552	-15,000	254,807
12	Other	-1,168	-558	204	-1,624	810	-2,096	1,795	1,388	14,164
13	Commercial claims	-2,705	821	8	-1,150	-2,384	-179	-133		30,879
14	<i>Denominated in U.S. dollars</i>	-3,287	-314	135	-842	-2,266	-565	-427		29,694
15	<i>Denominated in foreign currencies</i>	582	1,135	-127	-308	-118	386	294		1,185
16	By type: Trade receivables	-1,703	950	-57	-252	-2,344	1	134		26,754
17	Advance payments and other claims	-1,002	-129	65	-898	-40	-180	-267		4,125
18	By area: Industrial countries ⁴	-2,004	455	144	-1,001	-1,602	-792	105		18,177
19	Members of OPEC ⁶	-355	78	-87	-122	-224	282	-236		2,136
20	Other	-346	288	-49	-27	-558	331	-2		10,566
B1	Liabilities, total (table 1, line 61)	107,779	28,840	5,274	26,275	47,390	32,707	18,040	19,529	529,146
2	Financial liabilities	102,493	27,549	5,029	24,900	45,015	33,126	17,046	19,529	493,424
3	<i>Denominated in U.S. dollars</i>	97,454	25,699	9,581	24,805	37,369	33,348	9,383	19,529	440,951
4	<i>Denominated in foreign currencies</i>	5,039	1,850	-4,552	95	7,646	-222	7,663		52,473
5	By type: Financial intermediaries' accounts	45,865	13,682	8,512	948	22,723	14,713	4,907	3,029	143,173
6	Other liabilities	56,628	13,867	-3,483	23,952	22,292	18,413	12,139	16,500	350,251
7	By area: Industrial countries ⁴	78,823	27,831	4,242	12,066	34,684	21,903	15,615		267,027
8	Of which United Kingdom	36,831	21,553	-4,411	11,605	8,084	24,802	19,221		179,709
9	Caribbean banking centers ⁵	22,875	-787	783	11,326	11,553	9,554	756	16,500	202,181
10	Other	795	505	4	1,508	-1,222	1,669	675	3,029	24,216
11	Commercial liabilities	5,286	1,291	245	1,375	2,375	-419	994		35,722
12	<i>Denominated in U.S. dollars</i>	4,798	1,375	236	1,233	1,954	-131	1,221		34,649
13	<i>Denominated in foreign currencies</i>	488	-84	9	142	421	-288	-227		1,073
14	By type: Trade payables	-1,822	-1,200	-393	-168	-61	-700	-280		9,842
15	Advance receipts and other liabilities	7,108	2,491	638	1,543	2,436	281	1,274		25,880
16	By area: Industrial countries ⁴	3,792	604	120	847	2,221	-624	1,011		21,766
17	Members of OPEC ⁶	848	308	-111	661	-10	-74	46		3,916
18	Other	646	379	236	-133	164	279	-63		10,404

See footnotes on page 33.

Table 8.—Claims on Foreigners Reported by U.S. Banks
(Millions of dollars)

Line	(Credits +; decrease in U.S. assets. Debits -; increase in U.S. assets.)	1997	Not seasonally adjusted						Amounts outstanding Sept. 30, 1998	
			1997				1998			
			I	II	III	IV	I	II ^a		III ^b
1	Total (table 1, line 47)	-147,439	-63,698	-26,625	-29,577	-27,539	3,074	-24,615	-28,335	1,034,090
2	By type:									
	Banks' own claims	-129,080	-44,859	-26,678	-11,313	-46,230	20,472	-26,534	-24,050	822,261
3	Payable in dollars	-108,308	-36,639	-14,904	-3,951	-52,814	20,583	-40,294	-26,525	754,467
	By borrower:									
	Claims on:									
4	own foreign offices	-90,111	-18,767	-19,085	4,974	-57,233	29,298	-32,814	-36,881	472,082
5	unaffiliated foreign banks	4,458	-4,766	-1,097	14,801	-4,480	1,422	269	-1,319	108,844
6	foreign public borrowers ¹	1,556	-6,622	-562	525	8,215	-7,566	452	1,383	26,397
7	other private foreigners	-24,211	-6,484	5,840	-24,251	684	-2,571	-8,201	10,292	147,144
	By bank ownership: ²									
	U.S.-owned banks' claims on:									
8	own foreign offices	-27,616	6,127	3,428	2,424	-39,595	23,216	-9,977	14,575	142,162
9	unaffiliated foreign banks	11,771	1,716	586	7,681	-1,788	-6,583	-1,731	2,946	53,086
10	other foreigners	-15,236	-1,494	3,059	-12,691	-4,110	-9,038	-5,466	12,473	131,039
	Foreign-owned banks' claims on:									
11	own foreign offices	-62,495	-24,894	-22,513	2,550	-17,638	6,082	-23,837	-51,456	329,920
12	unaffiliated foreign banks	-7,313	-6,482	-1,883	7,120	-6,268	8,005	2,000	-4,265	55,758
13	other foreigners	-7,419	-11,612	2,219	-11,035	13,009	-1,099	-2,283	-798	42,502
14	Payable in foreign currencies	-20,772	-8,220	-11,774	-7,362	6,584	-111	13,760	2,475	67,794
15	Banks' domestic customers' claims	-18,360	-18,839	53	-18,264	18,691	-17,398	1,919	-4,285	211,829
16	Payable in dollars	-20,861	-19,621	122	-18,319	16,957	-17,663	1,347	-3,186	203,376
17	Deposits	-7,923	-17,490	556	-5,869	14,880	-12,296	-1,002	-3,194	89,602
18	Foreign commercial paper ³	-6,933	-1,107	1,131	-8,717	1,760	-10,451	1,460	1,317	80,610
19	Other negotiable and readily transferable instruments ⁴	1,521	1,153	-1,508	-3,079	4,955	5,347	-2,227	-1,069	18,227
20	Outstanding collections and other	-7,527	-2,177	-58	-654	-4,638	-263	3,116	-240	14,937
21	Payable in foreign currencies	2,502	782	-69	55	1,734	265	572	-1,099	8,453
	By area:									
22	Industrial countries ⁵	-63,400	-62,299	-3,019	3,619	-1,701	6,880	-6,947	-36,112	548,467
23	Western Europe	-65,715	-51,373	1,848	-19,999	3,809	-14,075	-25,662	-14,032	402,616
24	Of which United Kingdom	-25,136	-21,116	3,634	-192	-7,462	6,428	-23,428	11,631	167,288
25	Canada	-3,888	-12,763	-2,487	14,387	-2,825	-609	952	-14,744	72,337
26	Japan	5,806	1,451	-1,190	7,829	-2,264	20,938	19,290	-7,024	60,009
27	Other	197	386	-1,190	1,402	-401	626	-1,527	-312	13,505
28	Caribbean banking centers ⁶	-65,721	9,355	-15,666	-33,352	-26,058	-8,664	-22,181	4,350	314,892
29	Other areas	-18,319	-10,754	-7,940	155	220	4,858	4,513	3,427	170,731
30	Of which Members of OPEC, included below ⁷	-2,845	120	-155	1,217	-3,827	2,539	2,128	-4,533	18,812
31	Latin America	-16,700	-1,798	-4,104	-2,639	-8,159	-5,740	13	3,358	98,388
32	Asia	-1,550	-6,655	-5,743	4,087	6,761	13,865	2,901	1,900	60,917
33	Africa	-519	-61	-571	82	31	-220	1,511	-588	2,540
34	Other ⁸	450	-2,240	2,478	-1,375	1,587	-3,047	88	-1,243	8,886
	Memoranda:									
1	International banking facilities' (IBF's) own claims, payable in dollars (lines 1-13 above)	-37,068	-10,361	-2,405	2,724	-27,026	24,545	-7,618	7,933	231,808
	By borrower:									
	Claims on:									
2	own foreign offices	-23,167	-4,188	1,574	-634	-19,919	17,636	-9,559	11,197	134,832
3	unaffiliated foreign banks	-3,893	-3,853	-4,704	5,534	-870	7,644	2,707	-3,146	52,387
4	foreign public borrowers	15	339	670	-86	-908	-78	-589	968	6,263
5	all other foreigners	-10,023	-2,659	55	-2,090	-5,329	-657	-177	-1,086	38,326
	By bank ownership: ²									
6	U.S.-owned IBF's	-10,084	-1,963	2,497	1,513	-12,131	107	-2,368	-3,422	73,706
7	Foreign-owned IBF's	-26,984	-8,398	-4,902	1,211	-14,895	24,438	-5,250	11,355	158,102
8	Banks' dollar acceptances payable by foreigners	765	-814	-235	556	1,258	2,128	692	536	6,068

See footnotes on page 33.

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

[Millions of dollars]

Line	(Credits +; increase in foreign assets. Debits -; decrease in foreign assets.)	1997	Not seasonally adjusted						Amounts outstanding Sept. 30, 1998	
			1997				1998			
			I	II	III	IV	I ^a	II ^a		
A1	Foreign official assets in the United States, net (table 1, line 49)	15,817	26,949	-5,411	21,258	-26,979	11,324	-10,274	-46,370	763,864
	By type:									
2	U.S. Treasury securities (table 1, line 51)	-7,270	22,311	-11,689	6,686	-24,578	11,336	-20,318	-32,811	538,119
3	Bills and certificates	-50,620	-2,702	-32,269	-2,340	-13,309	5,034	-19,011	-6,178	128,156
4	Bonds and notes, marketable	43,379	24,897	20,953	8,913	-11,384	6,186	-1,426	-26,755	403,667
5	Bonds and notes, nonmarketable	-29	116	-373	113	115	116	119	122	6,296
6	Other U.S. Government securities (table 1, line 52)	4,334	754	827	2,667	86	2,610	254	1,906	39,361
7	Other U.S. Government liabilities (table 1, line 53)	-2,521	-587	-523	-1,167	-244	-1,059	-422	-414	19,703
8	U.S. liabilities reported by U.S. banks, not included elsewhere (table 1, line 54)	21,928	7,696	5,043	12,439	-3,250	-607	9,380	-12,607	132,410
9	Banks' liabilities for own account, payable in dollars ¹	22,204	11,473	6,853	7,722	-3,844	2,096	-1,750	-17,005	85,251
10	Demand deposits	803	857	-886	263	569	-283	531	1,025	3,607
11	Time deposits ¹	7,784	-645	7,210	83	1,136	-1,155	-4,197	-8,001	28,067
12	Other liabilities ²	13,617	11,261	529	7,376	-5,549	3,514	1,916	-10,029	53,577
13	Banks' custody liabilities, payables in dollars ^{1,3}	-276	-3,777	-1,810	4,717	594	-2,703	11,130	4,398	47,159
14	Other foreign official assets (table 1, line 55)	-654	-3,225	931	633	1,007	-956	832	-2,444	34,271
	By area: (see text table D).									
B1	Other foreign assets in the United States, net (table 1, lines 58 and 62)	294,769	51,106	70,681	48,038	124,944	-52,198	64,586	82,423	1,717,970
	By type:									
2	U.S. Treasury securities (line 58)	146,710	33,363	42,614	35,432	35,301	-1,701	26,916	-257	686,682
	By security:									
3	Bills and certificates	7,071	-4,098	7,987	2,494	688	-6,702	-3,335	-2,449	32,452
4	Marketable bonds and notes	139,639	37,461	34,627	32,938	34,613	5,001	30,251	2,192	654,230
5	U.S. liabilities reported by U.S. banks (line 62)	148,059	17,743	28,067	12,606	89,643	-50,497	37,670	82,680	1,031,288
6	Banks' own liabilities ¹	121,690	22,205	11,368	1,448	86,669	-57,832	32,565	48,465	923,876
7	Payable in dollars	102,036	12,362	12,298	-10,435	87,811	-41,428	42,578	47,583	830,061
	By account:									
8	Liabilities to own foreign offices	83,407	11,996	5,144	-6,723	72,990	-45,167	38,567	64,058	542,409
	Liabilities to unaffiliated foreigners:									
9	demand deposits	4,267	-216	2,756	-1,476	3,203	747	3,127	-3,715	29,949
10	time deposits ¹	3,813	2,514	-9,083	851	9,531	-14,206	7,774	-7,947	142,671
11	other liabilities ²	10,549	-1,932	13,481	-3,087	2,087	17,198	-6,890	-4,813	115,032
	By holder:									
	Liabilities to:									
12	own foreign offices	83,407	11,996	5,144	-6,723	72,990	-45,167	38,567	64,058	542,409
13	unaffiliated foreign banks	-3,782	-7,393	3,167	-5,205	5,649	-11,973	9,382	-11,108	143,573
14	other private foreigners	24,880	9,306	2,299	3,465	9,510	11,973	-3,887	-5,772	130,233
15	international financial institutions ⁴	-2,169	-1,547	1,688	-1,972	-338	3,739	-1,484	405	13,846
	By bank ownership: ⁵									
	U.S.-owned banks' liabilities to:									
16	own foreign offices	42,722	3,252	-2,555	2,001	40,024	-8,755	7,435	11,884	222,526
17	unaffiliated foreign banks	-4,197	-2,568	7,327	-380	-8,578	3,015	2,461	-1,352	55,740
18	other private foreigners and international financial institutions ⁴	18,226	332	4,147	1,868	11,879	10,354	-3,966	-4,420	107,717
	Foreign-owned banks' liabilities to:									
19	own foreign offices	40,685	8,744	7,699	-8,724	32,966	-36,412	31,132	52,174	319,883
20	unaffiliated foreign banks	415	-4,825	-4,160	-4,825	14,225	-14,988	6,921	-9,756	87,833
21	other private foreigners and international financial institutions ⁴	4,185	7,427	-160	-375	-2,707	5,358	-1,405	-947	36,362
22	Payable in foreign currencies	19,654	9,843	-930	11,883	-1,142	-16,404	-10,013	882	93,815
23	Banks' custody liabilities, payable in dollars/1/3/	26,369	-4,462	16,699	11,158	2,974	7,335	5,105	34,215	107,412
24	Of which negotiable and readily transferable instruments	21,648	-5,175	13,989	10,812	2,022	5,788	5,237	25,067	96,485
	By area:									
25	Industrial countries ⁶	228,592	40,950	48,155	45,437	94,050	-40,131	14,149	66,692	1,067,509
26	Western Europe	194,886	28,167	34,786	59,412	72,521	-13,847	18,890	44,679	784,577
27	Canada	-6,069	-349	5,078	-9,635	-1,163	-3,534	3,570	609	35,202
28	Other	39,775	13,132	8,291	-4,340	22,692	-22,750	-9,311	21,404	247,730
29	Caribbean banking centers ⁷	36,148	832	15,181	-349	20,484	-30,901	54,497	-2,304	393,749
30	Other areas	30,029	9,324	7,345	2,950	10,410	18,834	-4,060	18,035	256,712
31	Of which Members of OPEC, included below ⁸	921	1,050	-90	205	-244	3,231	-4,752	2,219	33,861
32	Latin America	3,580	-579	-500	210	4,449	7,995	723	6,514	90,805
33	Asia	23,089	10,969	1,768	5,215	5,137	4,912	727	7,764	133,908
34	Africa	997	117	877	-245	248	166	-899	3	4,844
35	Other ⁹	2,363	-1,183	5,200	-2,230	576	5,761	-4,611	3,754	27,155
	Memoranda:									
1	International banking facilities ¹ (IBF's) own liabilities, payable in dollars (in lines A9, and B7 above)	54,455	-2,114	8,248	644	47,677	-33,860	-10,712	32,687	395,451
	By holder:									
	Liabilities to:									
2	own foreign offices	47,615	5,660	98	2,990	38,867	-19,741	-12,205	51,993	229,222
3	unaffiliated foreign banks	-6,394	-5,613	-5,316	-2,576	7,111	-16,698	8,816	-12,044	93,660
4	foreign official agencies	16,104	-1,038	12,249	2,465	2,428	-1,295	-6,822	-6,926	41,669
5	other private foreigners and international financial institutions ⁴	-2,870	-1,123	1,217	-2,235	-729	3,874	-501	-336	30,900
	By bank ownership: ⁵									
6	U.S.-owned IBF's	-664	-3,543	-4,925	-2,265	10,069	-4,672	2,695	2,496	69,496
7	Foreign-owned IBF's	55,119	1,429	13,173	2,909	37,608	-29,188	-13,407	30,191	325,955
8	Negotiable certificates of deposit held for foreigners ¹ (in lines A13 and B23 above)	1,473	-646	1,844	101	174	6,370	-1,187	6,162	27,391

See footnotes on page 33.

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

General notes for all tables: *P* Preliminary. *R* Revised. *Less than \$500,000 (±)
D Suppressed to avoid disclosure of data of individual companies.

Table 1:
 1. Credits, +: Exports of goods, services, and income; unilateral transfers to United States; capital inflows (increase in foreign assets (U.S. liabilities) or decrease in U.S. assets); decrease in U.S. official reserve assets; increase in foreign official assets in the United States.
 Debits, -: Imports of goods, services, and income; unilateral transfers to foreigners; capital outflows (decrease in foreign assets (U.S. liabilities) or increase in U.S. assets); increase in U.S. official reserve assets; decrease in foreign official assets in the United States.
 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 4; major equipment, other materials, supplies, and petroleum products purchased abroad by U.S. military agencies in line 18; and fuels purchased by airline and steamship operators in lines 7 and 21.
 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. For all areas, amounts outstanding September 30, 1998, were as follows in millions of dollars: Line 34, 75,675; line 35, 11,044; line 36, 10,106; line 37, 21,644; line 38, 32,882. Data are preliminary.
 8. Includes sales of foreign obligations to foreigners.
 9. Consists of bills, certificates, marketable bonds and notes, and nonmarketable convertible and nonconvertible bonds and notes.
 10. Consists of U.S. Treasury and Export-Import Bank obligations, not included elsewhere, and of debt securities of U.S. Government corporations and agencies.
 11. Includes, primarily, U.S. Government liabilities associated with military agency sales contracts and other transactions arranged with or through foreign official agencies; see table 4.
 12. Consists of investments in U.S. corporate stocks and in debt securities of private corporations and State and local governments.
 13. Conceptually, the sum of lines 71 and 63 is equal to "net foreign investment" in the national income and product accounts (NIPA's). However, the foreign transactions account in the NIPA's (a) includes adjustments to the international transactions accounts for the treatment of gold, (b) includes adjustments for the different geographical treatment of transactions with U.S. territories and Puerto Rico, and (c) includes services furnished without payment by financial pension plans except life insurance carriers and private noninsured pension plans. A reconciliation of the balance on goods and services from the international accounts and the NIPA net exports appears in the "Reconciliation and Other Special Tables" section in this issue of the SURVEY OF CURRENT BUSINESS. A reconciliation of the other foreign transactions in the two sets of accounts appears in table 4.5 of the full set of NIPA tables (published annually in the August issue of the SURVEY).

Additional footnotes for historical data in July issues of the SURVEY:
 14. For 1974-83, includes extraordinary U.S. Government transactions with India. See "Special U.S. Government Transactions," June 1974 SURVEY, p. 27.
 15. For 1978-83, includes foreign currency-denominated notes sold to private residents abroad.
 16. Break in series. See Technical Notes in the June 1989, June 1990, June 1992, June 1993, June 1995, and July 1996-98 issues of the SURVEY.

Table 2:
 1. Exports, Census basis, represent transactions values, f.a.s. U.S. port of exportation, for all years; imports, Census basis, represent Customs values (see Technical Notes in the June 1982 SURVEY), except for 1974-81, when they represent transactions values, f.a.s. foreign port of exportation (see June issues of the SURVEY for historical data).
 From 1983 forward, both unadjusted and seasonally adjusted data have been prepared by BEA from "actual" and "revised statistical" month data supplied by the Census Bureau (see Technical Notes in the December 1985 SURVEY).
 Seasonally adjusted data reflect the application of seasonal factors developed jointly by Census and BEA. The seasonally adjusted data are the sum of seasonally adjusted five-digit end-use categories (see Technical Notes in the June 1980 SURVEY, in the June 1988 SURVEY, and in the June 1991 SURVEY). Prior to 1983, annual data are as published by the Census Bureau, except that for 1975-80 published Census data are adjusted to include trade between the U.S. Virgin Islands and foreign countries.
 2. Beginning in 1990, the Census Bureau replaced its compiled export statistics with counterpart Canadian import statistics. Similarly, Statistics Canada replaced its compiled export statistics with counterpart U.S. import statistics. This exchange of data has eliminated the need for the inland freight adjustment on U.S. exports, but not on U.S. imports.
 3. Adjustments in 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.
 4. Exports of military equipment under U.S. military agency sales contracts with foreign governments (line A6), and direct imports by the Department of Defense and the Coast Guard (line A14), to the extent such trade is identifiable from Customs declarations. The exports are included in tables 1 and 10, line 4 (transfers under U.S. military agency sales contracts); the imports are included in tables 1 and 10, line 18 (direct defense expenditures).
 5. Addition of electrical energy; deduction of exposed motion picture film for rental rather than sale; net change in stock of U.S.-owned grains in storage in Canada; coverage adjustments for special situations in which shipments were omitted from Census data; deduction of the value of repairs and alterations to foreign-owned equipment shipped to the United States for repair; and the inclusion of fish exported outside of U.S. customs area. Also includes deduction of exports to the Panama Canal Zone before October 1, 1979, and for 1975-82, net timing adjustments for goods recorded in Census data in one period but found to have been shipped in another (see June issues of the SURVEY for historical data).
 6. Coverage adjustments for special situations in which shipments were omitted from Census data; the deduction of the value of repairs and alterations to U.S.-owned equipment shipped abroad for repair; and the adjustment of software imports to market value. Also includes addition of understatement of inland freight in f.a.s. values of U.S. imports of goods from Canada in 1974-81; deduction of imports from the Panama Canal Zone before October 1, 1979; and for 1975-82, net timing adjustments for goods recorded in Census data in one period but found to have been shipped in another (see June issues of the SURVEY for historical data).
 7. For 1988-89, correction for the understatement of crude petroleum imports from Canada.
 8. Annual and unadjusted quarterly data shown in this table correspond to country and area data in table 10, lines 2 and 16. 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 memorandum 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."
 9. 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.
 10. 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."
 11. Includes nuclear fuel materials and fuels.

Table 3:
 1. Patented techniques, processes, and formulas and other intangible property rights that are used in goods production.
 2. Copyrights, trademarks, franchises, rights to broadcast live events, and other intangible property rights.
 3. Other unaffiliated services receipts (exports) include mainly expenditures of foreign governments and international organizations in the United States. Payments (imports) include mainly wages of foreign residents temporarily employed in the United States and Canadian and Mexican commuters in U.S. border areas.

Table 4:
 1. Expenditures to release foreign governments from their contractual liabilities to pay for military goods and services purchased through military sales contracts—first authorized (for Israel) under Public Law 93-199, section 4, and subsequently authorized (for many recipients) under similar legislation—are included in line A3. Deliveries against these military sales contracts are included in line C10; see footnote 2. Of the line A3 items, part of these military expenditures is applied in lines A40 and A43 to reduce short-term assets previously recorded in lines A38 and C8; this application of funds is excluded from lines C3 and C4. A second part of line A3 expenditures finances future deliveries under military sales contracts for the recipient countries and is applied directly to lines A39 and C9. A third part of line A3, disbursed directly to finance purchases by recipient countries from commercial suppliers in the United States, is included in line A34. A fourth part of line A3, representing dollars paid to the recipient countries to finance purchases from countries other than the United States, is included in line A45.
 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 A35 includes foreign currency collected as interest and line A40 includes foreign currency collected as principal, as recorded in lines A13 and A14, respectively.
 5. Includes (a) advance payments to the Department of Defense (on military sales contracts) financed by loans extended to foreigners by U.S. Government agencies and (b) the contraentry for the part of line C10 that was delivered without prepayment by the foreign purchaser. Also includes expenditures of appropriations available to release foreign purchasers from liability to make repayment.
 6. Includes purchases of loans from U.S. banks and exporters and payments by the U.S. Government under commercial export credit and investment guarantee programs.
 7. Excludes liabilities associated with military sales contracts financed by U.S. Government grants and credits and included in line C2.
 8. Excludes transactions of the U.S. Enrichment Corporation, which became a non-Government entity in July 1998.

Table 5:
 1. Beginning with 1991, payments and receipts of interest net to interest rate and foreign currency swaps between affiliates and parents are netted and are shown as either net payments or net receipts. Receipts and payments of other types of interest are shown on a gross basis.
 2. Petroleum includes, and manufacturing and "other" industries exclude, the exploration, development, and production of crude oil and gas, and the transportation, refining, and marketing of petroleum products, exclusive of petrochemicals. "Other" industries includes wholesale trade; banking; finance (except banking), insurance, and real estate; services; and other industries—agriculture, forestry, and fishing; mining; construction; transportation, communication, and public utilities; and retail trade.
 3. Acquisition of equity holdings in existing and newly established companies, capital contributions, capitalization of intercompany debt, and other equity contributions.
 4. Sales (total and partial), liquidations, returns of capital contributions, and other dispositions of equity holdings.

Table 6:
 1. Primarily provincial, regional, and municipal.
 2. Largely transactions by International Bank for Reconstruction and Development (IBRD), International Development Association (IDA), International Finance Corporation (IFC), Asian Development Bank (ADB), and Inter-American Development Bank (IDB).
 3. Estimate for scheduled redemptions and identifiable early retirements. Includes estimates based on Canadian statistics for redemptions of Canadian issues held in the United States. Unidentified and nonscheduled retirements appear in line A30.

Table 7:
 1. Estimates of transactions other than those with U.S. banks' Caribbean branches and with financial intermediaries (F.I.s) are not available. Preliminary estimates of transactions with F.I.s, by area, are commingled in "other" to avoid disclosure of individual companies' area data.
 2. Deposits (line A5) include other financial claims (line A7) for some countries due to the commingling of these categories in foreign source data.
 3. Primarily mortgages, loans, and bills and notes drawn on foreigners.
 4. Western Europe, Canada, Japan, Australia, New Zealand, and South Africa.
 5. Bahamas, British West Indies (Cayman Islands), Netherlands Antilles, and Panama.
 6. Ecuador, Venezuela, Indonesia, and other Asian and African oil-exporting countries. Excludes Ecuador beginning in January 1993.

Table 8:
 1. Includes central governments and their agencies and corporations; state, provincial, and local governments and their agencies and corporations; and international and regional organizations.
 2. U.S.-owned banks are mainly U.S.-chartered banks and Edge Act subsidiaries. U.S. brokers' and dealers' accounts may be commingled in some categories. Foreign-owned banks include U.S. branches and agencies of foreign banks and majority-owned bank subsidiaries in the United States.
 3. Commercial paper issued in the U.S. market by foreign incorporated entities; excludes commercial paper issued through foreign direct investment affiliates in the United States.
 4. Negotiable and readily transferable instruments other than commercial paper, payable in dollars; consists largely of negotiable certificates of deposit.
 5. Western Europe, Canada, Japan, Australia, New Zealand, and South Africa.
 6. Bahamas, British West Indies (Cayman Islands), Netherlands Antilles, and Panama.
 7. Ecuador, Venezuela, Indonesia, and other Asian and African oil-exporting countries. Excludes Ecuador beginning in January 1993.
 8. Includes Eastern Europe and international and regional organizations.

Table 9:
 1. Negotiable certificates of deposit issued by banks in the United States are included in banks' custody liabilities and are separately identified in memorandum line 8. Nonnegotiable certificates of deposit are included in time deposits.
 2. Includes borrowing under Federal funds or repurchase arrangements, deferred credits, and liabilities other than deposits.
 3. Mainly negotiable and readily transferable instruments, excluding U.S. Treasury securities.
 4. Mainly International Bank for Reconstruction and Development (IBRD), International Development Association (IDA), International Finance Corporation (IFC), Asian Development Bank (ADB), Inter-American Development Bank (IDB), and the Trust Fund of the International Monetary Fund.
 5. U.S.-owned banks are mainly U.S.-chartered banks and Edge Act subsidiaries. U.S. brokers' and dealers' liabilities may be commingled in some categories. Foreign-owned banks are U.S. branches and agencies of foreign banks and majority-owned bank subsidiaries in the United States.
 6. Western Europe, Canada, Japan, Australia, New Zealand, and South Africa.
 7. Bahamas, British West Indies (Cayman Islands), Netherlands Antilles, and Panama.
 8. Ecuador, Venezuela, Indonesia, and other Asian and African oil-exporting countries. Excludes Ecuador beginning in January 1993.
 9. Includes Eastern Europe and international and regional organizations.

Table 10: For footnotes 1-13, see table 1.
 14. The "European Union" includes the "European Union (6)," United Kingdom, Denmark, Ireland, Greece, Spain, and Portugal. Beginning with the first quarter of 1995, the "European Union" also includes Austria, Finland, and Sweden.
 15. The "European Union (6)" includes Belgium, France, Germany (includes the former German Democratic Republic (East Germany) beginning in the fourth quarter of 1990), Italy, Luxembourg, Netherlands, European Atomic Energy Community, European Coal and Steel Community, and European Investment Bank.
 16. Includes, as part of international and unallocated, the estimated direct investment in foreign affiliates engaged in international shipping, in operating oil and gas drilling equipment internationally, and in petroleum trading. Also includes taxes withheld; current-cost adjustments associated with U.S. and foreign direct investment; before 1996, small transactions in business services that are not reported by country; and net U.S. currency flows, for which geographic source data are not available.
 17. Details not shown separately; see totals in lines 49 and 56.
 18. Details not shown separately are included in line 62.

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

Line	(Credits +; debits -) ¹	Western Europe							European Union ¹⁴		
		1997	1997			1998			1997	1997	
			II	III	IV	I	II ^r	III ^r		II	III
1	Exports of goods, services, and income	341,590	85,930	84,373	88,202	91,028	90,139	88,333	307,694	76,559	76,293
2	Goods, adjusted, excluding military ²	152,962	39,862	35,340	39,160	41,590	39,537	37,213	138,851	35,143	32,381
3	Services ³	87,517	21,043	23,702	22,695	21,582	23,053	24,622	77,816	18,710	21,186
4	Transfers under U.S. military agency sales contracts ⁴	4,877	1,206	1,320	1,108	1,066	1,100	1,107	2,917	745	808
5	Travel	22,038	5,247	6,819	5,491	4,883	5,570	6,872	20,246	4,769	6,306
6	Passenger fares	6,663	1,622	2,018	1,616	1,541	1,758	1,940	6,416	1,569	1,936
7	Other transportation	7,704	1,922	1,948	1,966	1,873	1,849	1,933	6,409	1,569	1,650
8	Royalties and license fees ⁵	16,320	3,933	3,925	4,388	4,252	4,480	4,401	15,465	3,727	3,730
9	Other private services ⁵	29,755	7,078	7,629	8,086	7,927	8,256	8,329	26,224	6,301	6,719
10	U.S. Government miscellaneous services	160	35	43	40	40	40	40	139	30	37
11	Income receipts on U.S. assets abroad	101,111	25,025	25,331	26,347	27,856	27,549	26,498	91,027	22,706	22,726
12	Direct investment receipts	47,180	11,801	11,616	11,945	12,970	13,236	12,053	41,024	10,418	10,013
13	Other private receipts	53,010	13,054	13,439	14,209	14,606	14,135	14,162	49,214	12,143	12,481
14	U.S. Government receipts	921	170	276	193	280	178	283	789	145	232
15	Imports of goods, services, and income	-364,089	-93,019	-93,549	-94,544	-93,117	-99,829	-101,089	-329,621	-84,131	-84,753
16	Goods, adjusted, excluding military ²	-175,770	-45,147	-43,076	-46,610	-44,938	-48,104	-48,330	-160,145	-41,252	-39,294
17	Services ³	-67,745	-18,078	-18,957	-16,047	-15,721	-19,017	-19,869	-59,526	-15,747	-16,775
18	Direct defense expenditures	-6,909	-1,598	-1,774	-1,731	-1,734	-1,601	-1,595	-5,410	-1,266	-1,351
19	Travel	-16,906	-5,164	-5,517	-3,199	-3,267	-5,335	-5,499	-15,104	-4,482	-4,953
20	Passenger fares	-8,859	-2,620	-2,792	-1,721	-1,904	-2,657	-2,694	-8,051	-2,379	-2,551
21	Other transportation	-10,284	-2,666	-2,565	-2,620	-2,517	-2,660	-2,920	-8,141	-2,047	-2,063
22	Royalties and license fees ⁵	-5,903	-1,382	-1,501	-1,661	-1,572	-1,582	-1,662	-5,035	-1,161	-1,308
23	Other private services ⁵	-17,716	-4,360	-4,515	-4,821	-4,433	-4,886	-5,199	-16,781	-4,165	-4,296
24	U.S. Government miscellaneous services	-1,168	-288	-293	-294	-294	-296	-300	-1,004	-247	-253
25	Income payments on foreign assets in the United States	-120,574	-29,794	-31,516	-31,887	-32,458	-32,708	-32,890	-109,950	-27,132	-28,684
26	Direct investment payments	-31,233	-8,037	-8,743	-7,394	-7,606	-7,182	-7,393	-28,184	-7,266	-7,807
27	Other private payments	-55,253	-13,538	-13,862	-14,990	-15,120	-15,634	-15,614	-50,758	-12,445	-12,727
28	U.S. Government payments	-34,088	-8,219	-8,911	-9,503	-9,732	-9,892	-9,883	-31,008	-7,421	-8,150
29	Unilateral transfers, net	-231	21	-49	-83	-41	-52	-68	800	246	215
30	U.S. Government grants ⁴	-560	-137	-151	-58	-70	-153	-170	-29	-11	.....
31	U.S. Government pensions and other transfers	-1,300	-308	-310	-387	-333	-327	-323	-1,116	-282	-282
32	Private remittances and other transfers ⁶	1,629	466	412	362	362	428	425	1,945	539	497
33	U.S. assets abroad, net (increase/capital outflow (-))	-217,475	-15,000	-63,422	-43,492	-42,410	-73,296	-14,403	-193,597	-12,245	-50,942
34	U.S. official reserve assets, net ⁷	-611	-139	-142	-134	-151	-148	-50	-1,377	-227	189
35	Gold .....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
36	Special drawing rights .....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
37	Reserve position in the International Monetary Fund .....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
38	Foreign currencies	-611	-139	-142	-134	-151	-148	-50	-1,377	-227	189
39	U.S. Government assets, other than official reserve assets, net	531	-16	185	205	187	5	212	356	-61	157
40	U.S. credits and other long-term assets	-332	-112	-71	-63	-93	-59	-76	-166	-51	-35
41	Repayments on U.S. credits and other long-term assets ⁸	904	109	281	259	273	126	277	564	4	212
42	U.S. foreign currency holdings and U.S. short-term assets, net	-41	-13	-25	9	7	-62	11	-42	-14	-20
43	U.S. private assets, net	-217,395	-14,845	-63,465	-43,563	-42,446	-73,153	-14,565	-192,576	-11,957	-51,288
44	Direct investment	-59,037	-13,503	-12,734	-17,346	-22,106	-25,519	-9,532	-52,898	-11,292	-10,782
45	Foreign securities	-27,606	4,502	-20,303	-7,475	-1,060	-10,414	9,005	-26,893	4,122	-20,301
46	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	-65,039	-7,698	-10,509	-22,553	-5,201	-11,559	.....	-62,796	-7,138	-10,222
47	U.S. claims reported by U.S. banks, not included elsewhere	-65,713	1,854	-19,919	3,811	-14,079	-25,661	-14,038	-49,989	2,351	-9,983
48	Foreign assets in the United States, net (increase/capital inflow (+))	472,494	80,892	127,671	146,863	78,157	112,503	96,763	434,595	80,058	117,181
49	Foreign official assets in the United States, net	7,604	1,434	688	-5,517	-3,511	5,245	-3,505	(18)	(18)	(18)
50	U.S. Government securities	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
51	U.S. Treasury securities ⁹	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
52	Other ¹⁰	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
53	Other U.S. Government liabilities ¹¹	-223	-102	-113	106	-97	25	-50	129	-86	58
54	U.S. liabilities reported by U.S. banks, not included elsewhere	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
55	Other foreign official assets ¹²	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
56	Other foreign assets in the United States, net	464,890	79,458	127,003	152,380	81,668	107,258	100,268	(18)	(18)	(18)
57	Direct investment	59,975	12,171	13,254	18,819	20,441	14,642	14,519	50,263	12,902	7,736
58	U.S. Treasury securities	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
59	U.S. currency .....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
60	U.S. securities other than U.S. Treasury securities	130,871	34,066	38,696	26,768	51,675	56,874	40,903	121,597	31,598	38,440
61	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	79,246	-1,474	15,574	34,465	23,367	16,866	.....	64,421	-3,798	10,591
62	U.S. liabilities reported by U.S. banks, not included elsewhere	(17)	(17)	(17)	(17)	(17)	(17)	(17)	18 198,185	18 39,502	18 60,356
63	Allocations of special drawing rights .....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
64	Statistical discrepancy, and transfers of funds between foreign areas, net (sum of above items with sign reversed)	-232,289	-58,824	-55,024	-96,946	-33,617	-29,465	-69,536	-219,871	-60,487	-57,994
65	Memoranda:	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
65	Balance on goods (lines 2 and 16)	-22,808	-5,285	-7,736	-7,450	-3,348	-8,567	-11,117	-21,294	-6,109	-6,913
66	Balance on services (lines 3 and 17)	19,772	2,965	4,745	6,648	5,861	4,036	4,753	18,290	2,963	4,411
67	Balance on goods and services (lines 65 and 66)	-3,036	-2,320	-2,991	-802	2,513	-4,531	-6,364	-3,004	-3,146	-2,502
68	Balance on investments and income (lines 11 and 25)	-19,463	-4,769	-6,185	-5,540	-4,602	-5,159	-6,392	-18,923	-4,426	-5,958
69	Balance on goods, services, and income (lines 1 and 15 or lines 67 and 68) ¹³	-22,499	-7,089	-9,176	-6,342	-2,089	-9,690	-12,756	-21,927	-7,572	-8,460
70	Unilateral transfers, net (line 29)	231	21	49	83	41	52	68	800	246	215
71	Balance on current account (lines 1, 15, and 29 or lines 69 and 70) ¹³	-22,730	-7,068	-9,225	-6,425	-2,130	-9,742	-12,824	-21,127	-7,326	-8,245

Transactions, by Area
of dollars]

European Union ¹⁴				United Kingdom							European Union (6) ¹⁵							Line		
1997		1998		1997	1997			1998				1997	1997			1998				
IV	I	II ^r	III ^r		II	III	IV	I	II ^r	III ^r	II		III	IV	I	II ^r	III ^r			
79,996	83,138	81,685	79,508	97,947	24,540	24,189	25,152	26,341	26,418	25,995	161,149	39,994	40,265	42,105	43,343	42,361	41,074	1		
36,283	38,711	36,424	34,151	35,912	9,331	8,158	8,888	10,070	9,761	9,294	82,498	20,767	19,646	21,714	22,473	21,149	19,829	2		
20,251	19,257	20,636	22,048	24,191	5,807	6,479	6,508	6,129	6,792	7,104	39,202	9,329	10,918	9,940	9,325	9,843	10,904	3		
699	675	696	701	516	111	105	88	89	91	92	670	160	188	165	160	165	166	4		
5,051	4,502	5,082	6,367	7,090	1,754	2,134	1,858	1,655	2,060	2,396	9,760	2,202	3,240	2,298	1,999	2,125	2,979	5		
1,555	1,489	1,705	1,868	2,191	551	631	532	585	668	686	3,390	808	1,061	814	713	812	948	6		
1,652	1,619	1,569	1,595	1,715	414	416	431	405	405	385	2,993	722	790	785	784	761	781	7		
4,134	4,002	4,264	4,174	3,175	730	815	903	809	866	874	9,356	2,239	2,259	2,455	2,315	2,430	2,450	8		
7,125	6,935	7,265	7,308	9,460	2,236	2,370	2,653	2,573	2,689	2,658	12,964	3,184	3,357	3,406	3,337	3,533	3,563	9		
35	35	35	35	44	11	8	13	13	13	13	69	14	23	17	17	17	17	10		
23,462	25,170	24,625	23,309	37,844	9,402	9,552	9,756	10,142	9,865	9,597	39,449	9,898	9,701	10,451	11,545	11,369	10,341	11		
10,141	11,385	11,458	10,255	12,898	3,242	3,033	3,234	3,032	3,032	2,839	21,534	5,497	5,184	5,677	6,669	6,845	5,909	12		
13,151	13,549	13,009	12,815	24,920	6,160	6,336	6,697	6,908	6,833	6,758	17,377	4,269	4,381	4,645	4,731	4,362	4,273	13		
170	236	158	239	26	26	26	26	26	26	26	538	132	136	129	145	142	155	14		
-85,848	-84,530	-90,721	-92,165	-119,457	-29,589	-30,902	-31,562	-30,897	-31,995	-32,014	-166,013	-43,031	-42,295	-42,798	-42,504	-45,754	-46,474	15		
-42,304	-40,618	-43,946	-43,841	-32,496	-7,953	-8,112	-8,838	-8,111	-8,674	-8,495	-101,457	-26,651	-24,714	-26,430	-25,671	-27,651	-27,299	16		
-14,113	-14,067	-16,758	-17,622	-21,914	-5,682	-6,132	-5,412	-5,348	-5,994	-6,213	-29,128	-7,734	-8,038	-6,760	-6,850	-8,383	-8,663	17		
-1,355	-1,436	-1,384	-1,380	-578	-135	-166	-135	-131	-119	-110	-4,429	-1,044	-1,100	-1,106	-1,218	-1,173	-1,180	18		
-2,912	-3,002	-4,630	-4,937	-4,703	-1,360	-1,406	-1,055	-1,006	-1,405	-1,401	-7,749	-2,315	-2,507	-1,444	-1,496	-2,392	-2,499	19		
-1,568	-1,728	-2,413	-2,462	-3,209	-949	-1,040	-602	-736	-964	-1,003	-3,366	-1,017	-1,010	-1,010	-689	-1,031	-974	20		
-2,121	-2,090	-2,135	-2,242	-2,205	-507	-568	-575	-564	-557	-597	-4,063	-999	-1,019	-1,089	-1,063	-1,077	-1,110	21		
-1,397	-1,364	-1,334	-1,435	-2,116	-506	-566	-514	-541	-429	-493	-2,379	-562	-607	-660	-690	-755	-763	22		
-4,508	-4,195	-4,608	-4,908	-9,013	-2,202	-2,366	-2,507	-2,346	-2,494	-2,583	-6,386	-1,613	-1,596	-1,601	-1,507	-1,768	-1,946	23		
-252	-252	-254	-258	-90	-23	-20	-24	-24	-26	-26	-756	-184	-199	-187	-187	-191	-191	24		
-29,431	-29,845	-30,017	-30,702	-65,407	-15,954	-16,658	-17,312	-17,438	-17,327	-17,306	-35,428	-8,646	-9,543	-9,608	-9,983	-9,720	-10,512	25		
-6,836	-6,868	-6,462	-7,182	-11,700	-2,890	-3,018	-2,786	-2,322	-1,999	-1,895	-14,072	-3,557	-4,133	-3,489	-3,979	-3,422	-4,295	26		
-13,813	-13,938	-14,436	-14,372	-36,188	-8,894	-9,129	-9,585	-9,862	-10,174	-10,247	-12,170	-2,983	-3,001	-3,501	-3,405	-3,570	-3,459	27		
-8,782	-9,039	-9,119	-9,148	-17,159	-4,170	-4,511	-4,941	-5,234	-5,154	-5,164	-9,186	-2,106	-2,409	-2,618	-2,599	-2,728	-2,758	28		
133	171	208	222	1,323	350	365	279	346	369	388	272	93	50	59	30	37	48	29		
-1	-289	-291	-293	-189	-48	-48	-49	-50	-49	-48	-631	-157	-157	-172	-159	-161	-166	30		
433	460	499	515	1,512	396	413	328	396	430	436	903	250	207	231	189	198	214	31		
-42,199	-38,517	-67,368	4,145	-119,436	-7,669	-26,997	-40,838	-7,058	-45,432	7,021	-54,496	-918	-20,189	-597	-14,637	-12,137	-4,399	33		
-1,351	-420	-135	-3								-1,377	-227	189	-1,351	-420	-135	-3	34		
																		35		
																		36		
-1,351	-420	-135	-3								-1,377	-227	189	-1,351	-420	-135	-3	37		
																		38		
119	136	-10	179	129	4	-4	134		2	-1	-42	-17	-15	-2	9	-8	5	39		
-45	-77	-38	-31															40		
160	204	30	203	127			127											41		
4	9	-2	7	2	4	-4	7		2	-1	-42	-17	-15	-2	9	-8	5	42		
-40,967	-38,233	-67,223	3,969	-119,565	-7,673	-26,993	-40,972	-7,058	-45,434	7,022	-53,077	-674	-20,363	756	-14,226	-11,994	-4,401	43		
-16,742	-20,009	-23,990	-8,040	-22,436	-5,799	-2,645	-9,667	-9,247	-14,583	-3,116	-24,311	-4,181	-6,767	-5,593	-7,151	-7,139	-4,522	44		
-7,656	-948	-12,346	5,915	-27,995	1,569	-19,865	-7,597	-569	-5,801	-1,493	1,639	926	-884	1,171	296	-1,725	3,405	45		
-21,132	-4,128	-10,651		-43,998	-7,077	-4,291	-16,246	-3,670	-1,622		-12,619	1,762	-3,516	-3,828	4,122	-7,859		46		
4,563	-13,148	-20,236	6,094	-25,136	3,634	-192	-7,462	6,428	-23,428	11,631	-17,986	819	-9,196	9,006	-11,643	4,729	-3,284	47		
128,072	75,869	103,234	93,214	257,531	36,780	65,092	71,247	61,970	62,719	52,277	143,229	38,775	41,018	47,541	10,785	34,309	32,068	48		
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	49		
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	50		
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	51		
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	52		
155	10	168	131	-58	-32	5	45	13	46	88	311	65	76	94	37	139	113	53		
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	54		
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	55		
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	56		
14,513	16,661	15,036	14,413	8,582	3,715	-3,585	734	8,302	5,613	-793	32,736	6,525	8,882	10,015	6,404	7,932	13,021	57		
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	58		
21,649	47,178	50,245	38,763	79,957	22,063	25,037	11,599	30,946	31,551	23,266	34,370	7,899	11,771	7,930	13,261	16,230	14,374	60		
28,359	28,307	15,837		37,622	-4,166	11,589	9,167	25,486	19,387		25,413	235	-1,334	18,303	1,718	-3,984		61		
18 63,396	18 -16,287	18 21,948	18 39,907	18 131,228	18 15,200	18 32,046	18 49,702	18 -2,777	18 6,122	18 29,716	18 60,399	18 24,051	18 21,623	18 11,199	18 -10,635	18 13,992	18 4,560	62		
																		63		
-80,154	-36,131	-27,038	-84,924	-117,908	-24,412	-31,747	-24,278	-50,702	-12,079	-53,667	-84,141	-34,913	-18,849	-46,310	2,983	-18,816	-22,317	64		
-6,021	-1,907	-7,522	-9,690	3,416	1,378	46	50	1,959	1,087	799	-18,959	-5,884	-5,068	-4,716	-3,198	-6,502	-7,470	65		

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

Line	(Credits +; debits -) ¹	Eastern Europe							Canada		
		1997	1997			1998			1997	1997	
			II	III	IV	I	II ^r	III ^r		II	III
1	Exports of goods, services, and income	13,294	3,521	3,297	3,344	3,448	3,582	3,067	193,232	49,474	47,279
2	Goods, adjusted, excluding military ²	7,750	2,111	1,742	2,090	2,008	2,319	1,669	152,047	38,779	36,813
3	Services ³	3,884	950	1,065	969	950	968	1,071	20,645	5,367	5,067
4	Transfers under U.S. military agency sales contracts ⁴	339	75	69	112	89	60	96	93	22	22
5	Travel	1,249	354	385	282	254	374	393	6,824	1,929	1,641
6	Passenger fares	144	36	42	36	39	44	46	1,409	358	324
7	Other transportation	442	98	131	112	79	72	69	2,384	611	604
8	Royalties and license fees ⁵	221	52	57	61	61	69	63	1,561	404	393
9	Other private services ⁵	1,445	325	366	356	418	339	394	8,323	2,027	2,069
10	U.S. Government miscellaneous services	44	10	15	10	10	10	10	51	16	14
11	Income receipts on U.S. assets abroad	1,660	460	490	285	490	295	327	20,540	5,328	5,399
12	Direct investment receipts	688	255	169	53	231	68	74	10,692	2,773	2,967
13	Other private receipts	711	169	198	199	173	179	182	9,848	2,555	2,432
14	U.S. Government receipts	261	36	123	33	86	48	71			
15	Imports of goods, services, and income	-12,679	-3,102	-3,625	-3,138	-3,273	-3,914	-4,075	-193,637	-49,131	-47,877
16	Goods, adjusted, excluding military ²	-8,481	-2,030	-2,350	-2,247	-2,418	-2,847	-2,869	-171,024	-43,313	-41,329
17	Services ³	-2,519	-653	-801	-487	-493	-650	-771	-14,260	-3,565	-4,590
18	Direct defense expenditures	-276	-51	-62	-84	-41	-30	-30	-57	-14	-13
19	Travel	-946	-256	-369	-106	-137	-265	-368	-4,901	-1,283	-2,169
20	Passenger fares	-317	-98	-113	-63	-51	-99	-108	-470	-122	-157
21	Other transportation	-272	-71	-75	-44	-67	-57	-64	-3,037	-784	-763
22	Royalties and license fees ⁵	-15	-4	-4	-4	-5	-3	-3	-317	-70	-83
23	Other private services ⁵	-631	-158	-160	-171	-177	-181	-183	-5,338	-1,259	-1,366
24	U.S. Government miscellaneous services	-62	-15	-18	-15	-15	-15	-15	-140	-33	-39
25	Income payments on foreign assets in the United States	-1,679	-419	-474	-404	-362	-417	-435	-8,353	-2,253	-1,958
26	Direct investment payments	-12	-4		-3	-1	-2	-2	-3,215	-938	-708
27	Other private payments	-479	-106	-126	-142	-120	-130	-147	-4,083	-1,076	-989
28	U.S. Government payments	-1,188	-309	-348	-259	-241	-285	-286	-1,055	-239	-261
29	Unilateral transfers, net	-2,780	-677	-804	-641	-671	-823	-944	-366	-81	-97
30	U.S. Government grants ⁴	-1,394	-342	-474	-292	-296	-459	-598			
31	U.S. Government pensions and other transfers	-39	-10	-10	-10	-10	-10	-9	-407	-102	-103
32	Private remittances and other transfers ⁶	-1,347	-325	-320	-339	-365	-354	-337	41	21	6
33	U.S. assets abroad, net (increase/capital outflow (-))	-4,060	854	-3,101	2,202	-165	-1,086	1,173	-18,432	-3,718	5,373
34	U.S. official reserve assets, net ⁷										
35	Gold										
36	Special drawing rights										
37	Reserve position in the International Monetary Fund										
38	Foreign currencies										
39	U.S. Government assets, other than official reserve assets, net	8	-16	20	-7	-27	35	71	23	2	10
40	U.S. credits and other long-term assets	-650	-331	-235	-56	-174	-10	-267			
41	Repayments on U.S. credits and other long-term assets ⁸	615	315	226	47	147	10	273			
42	U.S. foreign currency holdings and U.S. short-term assets, net	43		29	2		35	65	23	2	10
43	U.S. private assets, net	-4,068	870	-3,121	2,209	-138	-1,121	1,102	-18,455	-3,720	5,363
44	Direct investment	-1,520	-549	-591	382	-703	-659	-302	-10,733	-1,474	-3,191
45	Foreign securities	-1,960	-873	-802	-107	4	-392	427	-3,827	-2,435	-4,507
46	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	-250	2	-54	-114	136	-241		-207	2,676	-1,326
47	U.S. claims reported by U.S. banks, not included elsewhere	-338	2,290	-1,674	2,048	425	171	977	-3,688	-2,487	14,387
48	Foreign assets in the United States, net (increase/capital inflow (+))	-581	3,624	1,934	-7,451	-1,303	-991	-2,010	7,235	7,866	-8,688
49	Foreign official assets in the United States, net	(18)	(18)	(18)	(18)	(18)	(18)	(18)	-2,527	-1,377	642
50	U.S. Government securities	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
51	U.S. Treasury securities ⁹	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
52	Other ¹⁰	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
53	Other U.S. Government liabilities ¹¹	-14	1	32	-25	72	-44	14	19	-10	-9
54	U.S. liabilities reported by U.S. banks, not included elsewhere	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
55	Other foreign official assets ¹²	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
56	Other foreign assets in the United States, net	(18)	(18)	(18)	(18)	(18)	(18)	(18)	9,762	9,243	-9,330
57	Direct investment	46	-4	68	35	32	4	-5	9,412	1,330	1,063
58	U.S. Treasury securities	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
59	U.S. currency										
60	U.S. securities other than U.S. Treasury securities	271	73	189	41	64	11	251	5,127	1,027	229
61	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	259	-14	330	-63	38			1,292	1,808	-987
62	U.S. liabilities reported by U.S. banks, not included elsewhere	18 -1,143	18 3,568	18 1,315	18 -7,439	18 -1,509	18 -1,161	18 -2,270	(17)	(17)	(17)
63	Allocations of special drawing rights										
64	Statistical discrepancy, and transfers of funds between foreign areas, net (sum of above items with sign reversed)	6,806	-4,220	2,299	5,684	1,964	3,232	2,789	11,968	-4,410	4,010
	Memoranda:										
65	Balance on goods (lines 2 and 16)	-731	81	-608	-157	-410	-528	-1,200	-18,977	-4,534	-4,516
66	Balance on services (lines 3 and 17)	1,365	297	264	482	457	318	300	6,385	1,802	477
67	Balance on goods and services (lines 65 and 66)	634	378	-344	325	47	-210	-900	-12,592	-2,732	-4,039
68	Balance on investments in the United States (lines 11 and 25)	-19	41	16	-119	128	-122	-108	12,187	3,075	3,441
69	Balance on goods, services, and income (lines 1 and 15 or lines 67 and 68) ¹³	615	419	-328	206	175	-332	-1,008	-405	343	-598
70	Unilateral transfers, net (line 29)	-2,780	-677	-804	-641	-671	-823	-944	-366	-81	-97
71	Balance on current account (lines 1, 15, and 29 or lines 69 and 70) ¹³	-2,165	-258	-1,132	-435	-496	-1,155	-1,952	-771	262	-695

Transactions, by Area—Continued
of dollars]

Canada				Latin America and Other Western Hemisphere								Japan							Line
1997		1998		1997	1997			1998			1997	1997			1998				
IV	I	II ^r	III ^r		II	III	IV	I	II ^r	III ^r		II	III	IV	I	II ^r	III ^r		
49,326	49,825	50,815	44,759	235,434	56,935	62,078	63,967	61,402	62,180	61,648	109,000	27,908	27,722	26,059	25,947	23,879	23,774	1	
39,643	39,575	40,877	35,671	134,272	32,485	34,813	37,500	35,281	35,699	34,351	64,600	16,604	15,736	15,859	14,782	14,086	14,083	2	
4,840	5,258	5,198	4,759	42,724	9,845	11,646	11,415	10,583	10,729	11,932	34,619	8,448	9,669	8,266	8,456	7,802	8,015	3	
24	23	24	24	420	75	89	156	158	154	166	559	99	197	112	638	109	109	4	
1,282	1,823	1,857	1,336	18,113	3,964	5,226	4,779	4,309	4,238	5,122	11,068	2,941	3,288	2,467	2,085	2,541	2,674	5	
345	444	379	320	4,713	1,115	1,278	1,262	1,200	1,298	1,315	5,442	1,313	1,518	1,233	1,159	1,060	1,072	6	
605	580	594	582	3,692	913	924	1,022	836	823	868	3,231	818	829	790	717	740	717	7	
390	343	367	363	2,116	541	529	584	535	569	569	6,643	1,546	1,787	1,766	1,614	1,485	1,396	8	
2,190	2,041	1,973	2,130	13,520	3,200	3,564	3,574	3,507	3,609	3,854	7,618	1,721	2,027	1,887	2,232	1,856	2,036	9	
4	4	4	4	150	37	36	38	38	38	38	58	10	23	11	11	11	11	10	
4,843	4,992	4,740	4,329	58,438	14,605	15,619	15,052	15,538	15,752	15,365	9,781	2,856	2,317	1,934	2,709	1,991	1,676	11	
2,417	2,493	2,251	1,782	19,992	5,301	5,670	4,628	4,651	4,322	3,840	3,197	1,119	738	344	740	377	422	12	
2,426	2,499	2,489	2,547	37,998	9,233	9,820	10,317	10,818	11,330	11,425	6,532	1,715	1,580	1,566	1,940	1,603	1,243	13	
				448	71	129	107	69	100	100	52	22	-1	24	29	11	10	14	
-49,298	-48,896	-51,129	-48,822	-220,175	-54,854	-56,639	-57,019	-55,814	-57,944	-58,114	-172,956	-41,708	-44,783	-45,014	-42,280	-42,135	-42,857	15	
-44,210	-43,891	-44,917	-42,043	-140,378	-34,956	-36,096	-36,480	-34,847	-36,728	-36,405	-121,658	-29,398	-30,730	-31,428	-30,353	-29,972	-29,774	16	
-3,375	-3,127	-4,030	-5,019	-33,320	-8,159	-8,573	-8,525	-8,357	-8,545	-8,706	-15,540	-3,537	-4,341	-4,252	-3,764	-3,871	-4,057	17	
-12	-12	-16	-15	-363	-84	-101	-93	-93	-78	-78	-1,170	-303	-299	-295	-362	-308	-300	18	
-833	-772	-1,501	-2,439	-14,956	-3,851	-3,749	-3,777	-3,802	-3,861	-3,762	-2,939	-697	-975	-707	-625	-720	-972	19	
-109	-99	-165	-178	-2,781	-641	-741	-648	-772	-641	-697	-757	-205	-187	-198	-181	-208	-180	20	
-800	-726	-754	-762	-2,464	-675	-598	-599	-571	-613	-607	-4,182	-989	-1,145	-1,097	-990	-1,023	-934	21	
-91	-105	-86	-89	-187	-45	-59	-50	-51	-51	-55	-2,082	-343	-657	-666	-502	-634	-645	22	
-1,494	-1,377	-1,472	-1,500	-12,121	-2,949	-3,209	-3,247	-2,957	-3,190	-3,396	-4,293	-976	-1,043	-1,255	-1,070	-944	-992	23	
-36	-36	-36	-36	-448	-111	-116	-111	-111	-111	-111	-117	-24	-35	-34	-34	-34	-34	24	
-1,713	-1,878	-2,182	-1,760	-46,477	-11,739	-11,970	-12,014	-12,610	-12,671	-13,003	-35,758	-8,773	-9,712	-9,334	-8,163	-8,292	-9,026	25	
-467	-618	-963	-519	-2,003	-613	-601	-474	-684	-413	-576	-6,361	-1,393	-2,022	-1,702	-639	-1,325	-1,828	26	
-1,006	-997	-996	-1,040	-8,135	-8,498	-8,720	-9,080	-9,323	-9,467	-7,993	-2,006	-2,065	-2,158	-2,354	-1,994	-2,294	-2,294	27	
-240	-263	-223	-201	-11,561	-2,991	-2,820	-2,846	-2,935	-2,960	-2,960	-21,404	-5,374	-5,625	-5,474	-5,170	-4,973	-4,904	28	
-84	-132	-104	-129	-11,236	-2,722	-2,885	-2,932	-2,953	-2,911	-3,128	-137	-27	-19	-19	-75	-26	-51	29	
				-1,186	-324	-225	-357	-315	-229	-290								30	
-102	-120	-119	-125	-688	-166	-165	-174	-160	-151	-146	-91	-23	-23	-23	-24	-25	-22	31	
18	12	15	4	-9,382	-2,232	-2,495	-2,401	-2,478	-2,531	-2,692	-46	-4	4	4	5	-1	-29	32	
-6,103	-4,664	-4,186	-14,072	-179,308	-41,332	-57,889	-65,653	-16,386	-38,943	-15,488	-6,887	-13,459	5,446	3,375	14,884	16,876	-4,099	33	
				3,500							26	-18	14	-19	-838	-86		34	
																		35	
				3,500							26	-18	14	-19	-838	-86		36	
																		37	
12	1	-1		477	228	49	94	102	166	34	13	3		2	10	2		39	
				-1,083	-219	-344	-250	-245	-138	-427									40
				1,562	437	385	354	347	311	429									41
12	1	-1		-2	10	8	-10	(*)	-7	32	13	3	-10	2	10	2		42	
-6,115	-4,665	-4,185	-14,072	-183,285	-41,560	-57,938	-65,747	-16,488	-39,109	-15,522	-6,926	-13,444	5,432	3,392	14,900	17,712	-4,014	43	
-1,910	-3,440	-1,966	-2,983	-23,784	-6,097	-6,303	-6,770	-5,300	-3,880	-4,619	-783	-512	-257	458	-494	-1,877	-523	44	
857	46	-1,591	3,655	-25,516	-11,976	-3,163	-3,200	1,927	-10,071	-3,747	-9,959	-10,191	-2,444	5,964	-3,972	569	3,533	45	
-2,237	-662	-1,580		-51,569	-3,605	-12,578	-21,400	1,247	-3,052	-15,000	-1,990	-1,551	304	-746	-1,572	-270		46	
-2,825	-609	952	-14,744	-82,416	-19,882	-35,894	-34,377	-14,362	-22,106	7,844	5,806	-1,190	7,829	-2,284	20,938	19,290	-7,024	47	
-114	458	4,240	7,629	122,200	34,828	30,601	49,519	10,925	70,496	-10,810	70,182	25,004	6,644	16,769	-20,119	-21,938	27,255	48	
-2,476	1,531	-879	-3,232	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	49	
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	50	
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	51	
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	52	
8		5	-6	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	53	
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	54	
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	55	
2,362	-1,073	5,119	10,861	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	56	
2,029	791	1,695	9,626	5,920	1,512	1,434	1,951	571	1,014	-303	9,431	1,460	3,135	2,537	3,569	298	3,200	57	
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	58
913	1,703	-539	626	37,849	9,739	12,658	8,805	22,842	10,301	-10,450	14,013	7,522	5,646	1,912	-2,583	3,637	-939	60	
583	-33	393		23,047	881	11,134	11,665	9,729	1,276	16,500	2,038	4,137	1,812	-1,719	-1,855	-2,261		61	
(17)	(17)	(17)	(17)	18 55,391	18 22,685	18 5,397	18 27,152	18 -22,153	18 57,976	18 -16,490	18 44,431	18 11,456	18 -548	18 12,438	18 -18,625	18 -24,101	18 25,120	62	
																		63	
6,273	3,409	364	10,635	53,085	7,145	24,734	12,118	2,826	-32,878	25,892	798	2,282	4,990	-1,170	21,643	23,344	-4,292	64	
-4,567	-4,316	-4,040	-6,372	-6,106	-2,471	-1,283	1,020	434	-1,029	-2,054	-57,058	-12,794	-14,994	-15,569	-15,571	-15,886	-15,691	65	
1,465	2,131	1,168	-260	9,404	1,686	3,073	2,890	2,226	2,184	3,226	19,079	4,911	5,328	4,014	4,692	3,931	3,958	66	
-3,102	-2,																		

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

Line	(Credits +; debits -) ¹	Australia						
		1997	1997			1998		
			II	III	IV	I	II ^P	III ^P
1	Exports of goods, services, and income	23,320	6,138	6,073	5,734	5,698	5,618	5,681
2	Goods, adjusted, excluding military ²	11,913	3,100	3,091	2,899	3,109	2,858	2,931
3	Services ³	5,390	1,248	1,469	1,523	1,306	1,358	1,470
4	Transfers under U.S. military agency sales contracts ⁴	377	45	76	221	212	219	220
5	Travel	1,839	433	567	443	337	356	448
6	Passenger fares	621	144	179	161	117	120	132
7	Other transportation	324	79	85	87	76	77	82
8	Royalties and license fees ⁵	697	173	179	182	158	180	175
9	Other private services ³	1,520	371	381	425	402	400	407
10	U.S. Government miscellaneous services	12	3	2	4	4	6	6
11	Income receipts on U.S. assets abroad	6,017	1,790	1,513	1,312	1,283	1,402	1,280
12	Direct investment receipts	3,287	1,117	811	604	508	631	530
13	Other private receipts	2,730	673	702	708	775	771	750
14	U.S. Government receipts							
15	Imports of goods, services, and income	-8,624	-1,609	-2,493	-2,455	-2,441	-2,438	-2,500
16	Goods, adjusted, excluding military ²	-4,881	-1,125	-1,294	-1,261	-1,262	-1,434	-1,313
17	Services ³	-2,762	-571	-782	-719	-722	-555	-731
18	Direct defense expenditures	-73	-15	-25	-12	-11	-9	-9
19	Travel	-965	-154	-295	-251	-260	-159	-294
20	Passenger fares	-546	-110	-136	-148	-150	-112	-131
21	Other transportation	-229	-57	-52	-63	-67	-40	-51
22	Royalties and license fees ⁵	-85	-10	-56	-9	-17	-9	-9
23	Other private services ³	-810	-214	-204	-224	-205	-214	-225
24	U.S. Government miscellaneous services	-54	-11	-14	-12	-12	-12	-12
25	Income payments on foreign assets in the United States	-981	87	-417	-475	-457	-449	-456
26	Direct investment payments	-62	310	-181	-215	-190	-213	-237
27	Other private payments	-546	-135	-148	-148	-172	-160	-158
28	U.S. Government payments	-373	-88	-88	-112	-95	-76	-61
29	Unilateral transfers, net	-117	-27	-31	-24	-40	-39	-36
30	U.S. Government grants ⁴							
31	U.S. Government pensions and other transfers	-36	-9	-9	-9	-9	-9	-9
32	Private remittances and other transfers ⁶	-81	-18	-22	-15	-31	-30	-27
33	U.S. assets abroad, net (increase/capital outflow (-))	-3,819	-1,577	139	-1,966	-1,431	-7,496	-1,003
34	U.S. official reserve assets, net ⁷							
35	Gold							
36	Special drawing rights							
37	Reserve position in the International Monetary Fund							
38	Foreign currencies							
39	U.S. Government assets, other than official reserve assets, net	1	-1	2	1	-1	-1	
40	U.S. credits and other long-term assets							
41	Repayments on U.S. credits and other long-term assets ⁸							
42	U.S. foreign currency holdings and U.S. short-term assets, net	1	-1	2	1	-1	-1	
43	U.S. private assets, net	-3,820	-1,576	137	-1,967	-1,430	-7,495	-1,003
44	Direct investment	-1,100	-128	259	-542	-1,316	-4,743	-244
45	Foreign securities	-3,032	-185	-1,245	-566	-15	-1,348	-401
46	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	-10	-46	563	-687	128	129	
47	U.S. claims reported by U.S. banks, not included elsewhere	322	-1,217	560	-172	-227	-1,533	-358
48	Foreign assets in the United States, net (increase/capital inflow (+))	3,881	3,008	1,299	1,275	-674	2,738	-3,025
49	Foreign official assets in the United States, net	(18)	(18)	(18)	(18)	(18)	(18)	(18)
50	U.S. Government securities	(18)	(18)	(18)	(18)	(18)	(18)	(18)
51	U.S. Treasury securities ⁹	(18)	(18)	(18)	(18)	(18)	(18)	(18)
52	Other ¹⁰	(18)	(18)	(18)	(18)	(18)	(18)	(18)
53	Other U.S. Government liabilities ¹¹	-150	2	-16	-160	-178	-179	-179
54	U.S. liabilities reported by U.S. banks, not included elsewhere	(18)	(18)	(18)	(18)	(18)	(18)	(18)
55	Other foreign official assets ¹²	(18)	(18)	(18)	(18)	(18)	(18)	(18)
56	Other foreign assets in the United States, net	(18)	(18)	(18)	(18)	(18)	(18)	(18)
57	Direct investment	2,557	668	1,778	304	1,475	487	182
58	U.S. Treasury securities	(18)	(18)	(18)	(18)	(18)	(18)	(18)
59	U.S. currency							
60	U.S. securities other than U.S. Treasury securities	681	325	249	-173	175	-325	6
61	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	-93	-161	7	-88	-159	1,623	
62	U.S. liabilities reported by U.S. banks, not included elsewhere	18 886	18 2,174	18 -719	18 1,392	18 -1,987	18 1,132	18 -3,034
63	Allocations of special drawing rights							
64	Statistical discrepancy, and transfers of funds between foreign areas, net (sum of above items with sign reversed)	-14,641	-5,933	-4,987	-2,564	-1,112	1,617	883
Memoranda:								
65	Balance on goods (lines 2 and 16)	7,032	1,975	1,797	1,638	1,847	1,424	1,618
66	Balance on services (lines 3 and 17)	2,628	677	687	804	584	803	739
67	Balance on goods and services (lines 65 and 66)	9,660	2,652	2,484	2,442	2,431	2,227	2,357
68	Balance on investment income (lines 11 and 25)	5,036	1,877	1,096	837	826	953	824
69	Balance on goods, services, and income (lines 1 and 15 or lines 67 and 68) ¹³	14,696	4,529	3,580	3,279	3,257	3,180	3,181
70	Unilateral transfers, net (line 29)	-117	-27	-31	-24	-40	-39	-36
71	Balance on current account (lines 1, 15, and 29 or lines 69 and 70) ¹³	14,579	4,502	3,549	3,255	3,217	3,141	3,145

Transactions, by Area—Continued
of dollars]

Other countries in Asia and Africa							International organizations and unallocated ¹⁶							Line
1997	1997			1998			1997	1997			1998			
	II	III	IV	I	II ^r	III ^r		II	III	IV	I	II ^r	III ^r	
240,817	61,208	61,539	60,062	53,789	51,851	51,506	22,693	5,575	5,745	5,919	5,849	5,999	6,199	1
155,781	39,479	38,679	40,845	34,244	32,927	31,278	.....	.....	.....	.....	.....	.....	.....	2
57,617	14,496	15,880	13,304	13,706	13,097	14,389	5,872	1,410	1,486	1,456	1,503	1,472	1,532	3
11,598	3,362	3,110	2,425	2,486	2,422	2,429	6	6	.....	.....	.....	.....	.....	4
12,137	3,289	3,964	2,405	2,126	2,805	3,210	.....	.....	.....	.....	.....	.....	.....	5
1,903	439	629	419	377	394	497	.....	.....	.....	.....	.....	.....	.....	6
8,602	2,169	2,088	2,191	1,999	1,990	2,049	532	109	112	124	130	134	170	7
4,377	1,086	1,177	1,119	1,046	1,021	1,051	1,741	423	436	459	434	444	439	8
18,691	4,071	4,845	4,662	5,584	4,377	5,065	3,593	872	938	873	939	894	923	9
309	90	67	83	88	88	88	.....	.....	.....	.....	.....	.....	.....	10
27,419	7,233	6,980	5,913	5,839	5,827	5,839	16,821	4,165	4,259	4,463	4,346	4,527	4,667	11
15,290	4,063	3,892	2,840	2,916	2,862	2,829	9,081	2,242	2,294	2,455	2,319	2,465	2,651	12
10,841	2,853	2,720	2,786	2,646	2,731	2,694	7,175	1,789	1,826	1,858	1,845	1,867	1,806	13
1,288	317	368	287	277	234	316	565	134	139	150	182	195	210	14
-314,046	-75,974	-85,832	-81,694	-76,018	-79,516	-87,264	-8,698	-2,059	-2,184	-2,355	-2,748	-2,547	-2,552	15
-255,087	-61,258	-70,597	-66,993	-61,035	-63,802	-71,376	.....	.....	.....	.....	.....	.....	.....	16
-31,800	-7,873	-8,293	-8,096	-8,179	-8,597	-8,864	-2,574	-590	-615	-669	-1,054	-720	-786	17
-2,640	-634	-664	-828	-892	-1,003	-1,023	.....	.....	.....	.....	.....	.....	.....	18
-9,607	-2,396	-2,593	-2,211	-2,427	-2,477	-2,583	.....	.....	.....	.....	.....	.....	.....	19
-4,505	-1,176	-1,178	-1,116	-1,103	-1,197	-1,138	.....	.....	.....	.....	.....	.....	.....	20
-7,388	-1,811	-1,903	-1,942	-1,796	-1,885	-2,019	-1,093	-235	-229	-272	-332	-358	-414	21
-183	-50	-38	-42	-38	-38	-35	-639	-141	-175	-184	-545	-187	-197	22
-6,670	-1,609	-1,702	-1,758	-1,721	-1,795	-1,864	-842	-214	-211	-213	-177	-175	-175	23
-807	-197	-215	-199	-202	-202	-202	.....	.....	.....	.....	.....	.....	.....	24
-27,159	-6,843	-6,942	-6,605	-6,804	-7,117	-7,024	-6,124	-1,469	-1,569	-1,686	-1,694	-1,827	-1,766	25
384	153	78	121	182	15	34	-3,172	-757	-834	-927	-902	-976	-996	26
-9,746	-2,316	-2,427	-2,460	-2,653	-2,569	-2,579	-2,946	-711	-734	-758	-789	-838	-767	27
-17,797	-4,680	-4,593	-4,266	-4,333	-4,563	-4,479	-6	-1	-1	-1	-3	-13	-3	28
-15,422	-2,854	-3,269	-6,173	-3,433	-2,940	-3,509	-9,402	-2,259	-2,192	-2,612	-2,272	-2,139	-1,957	29
-8,132	-1,213	-1,338	-4,369	-1,338	-999	-1,410	-818	-258	-174	-137	-247	-223	-114	30
-502	-129	-126	-122	-122	-120	-122	-1,150	-89	-185	-532	-241	-137	-82	31
-6,788	-1,512	-1,805	-1,682	-1,973	-1,821	-1,977	-7,434	-1,912	-1,833	-1,943	-1,784	-1,779	-1,761	32
-38,600	-11,155	-8,339	-375	4,618	489	3,797	-9,921	-2,618	-2,483	-6,453	-3,037	-3,481	-5,031	33
.....	.....	.....	.....	.....	.....	.....	-3,925	-79	-602	-4,371	-267	-959	-1,890	34
.....	.....	.....	.....	.....	.....	.....	-350	-133	-139	-150	-182	72	188	35
.....	.....	.....	.....	.....	.....	.....	-3,575	54	-463	-4,221	-85	-1,031	-2,078	36
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	37
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	38
341	-129	463	-24	-374	-322	167	-1,220	-340	-293	-254	-286	-317	-291	39
-2,017	-614	-478	-474	-391	-635	-205	-1,220	-340	-293	-254	-286	-317	-291	40
2,423	497	986	437	410	275	365	.....	.....	.....	.....	.....	.....	.....	41
-65	-12	-45	13	-393	38	7	.....	.....	.....	.....	.....	.....	.....	42
-38,941	-11,026	-8,802	-351	4,992	811	3,630	-4,776	-2,199	-1,588	-1,828	-2,484	-2,205	-2,850	43
-16,834	-3,612	-3,678	-2,375	-2,178	-979	-2,087	-8,052	-1,912	-1,952	-2,391	-1,727	-2,302	-2,027	44
-19,132	-2,238	-9,172	-4,439	-3,778	-4,788	4,379	3,051	133	469	936	-125	158	119	45
-1,380	400	-1,193	-155	-690	2,261	.....	42	-3	2	-15	18	-15	1,388	46
-1,595	-5,576	5,241	6,618	11,638	4,318	1,338	183	-417	-107	-358	-650	-46	-2,330	47
32,051	-13,531	17,569	2,565	19,974	-1,760	-12,581	25,979	8,469	5,477	10,046	7,754	114	10,514	48
(18)	(18)	(18)	(18)	(18)	(18)	(18)	1	.....	.....	.....	.....	.....	.....	49
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	50
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	51
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	52
-2,416	-854	-1,169	17	-167	-647	-270	.....	.....	.....	.....	.....	.....	.....	53
(18)	(18)	(18)	(18)	(18)	(18)	(18)	1	.....	.....	.....	.....	.....	.....	54
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	55
(18)	(18)	(18)	(18)	(18)	(18)	(18)	25,978	8,469	5,477	10,046	7,754	114	10,514	56
3,407	2,751	-1,415	988	-2,116	706	138	2,701	648	716	771	811	838	851	57
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	58
8,076	1,528	2,728	373	3,217	655	-7,256	24,782	4,822	6,576	9,900	746	2,349	7,277	59
1,833	40	1,879	-1,103	1,563	59	.....	-43	-22	-68	38	-74	215	-203	60
18 21,151	18 -16,996	18 15,546	18 2,290	18 17,477	18 -2,533	18 -5,193	18 -1,619	18 2,964	18 -1,804	18 -682	18 6,214	18 -3,361	18 -440	61
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	62
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	63
95,200	42,306	18,332	25,615	1,070	31,876	48,051	-20,651	-7,108	-4,363	-4,545	-5,546	2,054	-7,173	64
-99,306	-21,779	-31,918	-26,148	-26,791	-30,875	-40,098	.....	.....	.....	.....	.....	.....	.....	65
25,817	6,623	7,587	5,208	5,527	4,500	5,525	3,288	820	871	787	449	752	746	66
-73,489	-15,156	-24,331	-20,940	-21,264	-26,375	-34,573	3,288	820	871	787	449	752	746	67
280	390	38	-692	-965	-1,290	-1,185	10,697	2,696	2,690	2,777	2,652	2,700	2,901	68
-73,229	-14,766	-24,293	-21,632	-22,229	-27,665	-35,758	13,995	3,516	3,561	3,564	3,101	3,452	3,647	69
-15,422	-2,854	-3,269	-6,173	-3,493	-2,940	-3,509	-9,402	-2,259	-2,192	-2,612	-2,272	-2,139	-1,957	70
-88,651	-17,620	-27,562	-27,805	-25,662	-30,605	-39,267	4,593	1,257	1,369	952	829	1,313	1,690	71