

U.S. International Transactions

Third Quarter of 2005

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THE U.S. current-account deficit—the combined balances on trade in goods and services, income, and net unilateral current transfers—decreased to \$195.8 billion (preliminary) in the third quarter of 2005 from \$197.8 billion (revised) in the second quarter (table A, chart 1).¹ The largest contributor to the decrease was a decrease in net outflows (payments) for unilateral current transfers, which mostly resulted from inflows (receipts) related to the catastrophic damage caused by Hurricanes Katrina and Rita. In addition, the balance on income shifted to a surplus from a deficit, and the surplus on services increased. In contrast, the deficit on goods increased.

In the financial account, net recorded financial inflows—net acquisitions by foreign residents of assets in

the United States less net acquisitions by U.S. residents of assets abroad—increased to \$272.9 billion in the third quarter from \$150.6 billion in the second quarter. Financial outflows for U.S.-owned assets abroad slowed, and financial inflows for foreign-owned assets in the United States picked up.

The statistical discrepancy—errors and omissions in recorded transactions—was a negative \$76.8 billion in the third quarter, compared with a positive \$47.5 billion in the second quarter.

The following are highlights for the third quarter of 2005:

- Goods exports increased much less than in previous quarters.
- Goods imports picked up, mostly as a result of a surge in petroleum and petroleum products.
- The surplus on services was the highest in nearly 3 years.
- Net outflows for unilateral current transfers decreased.

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

Table A. Summary of U.S. International Transactions

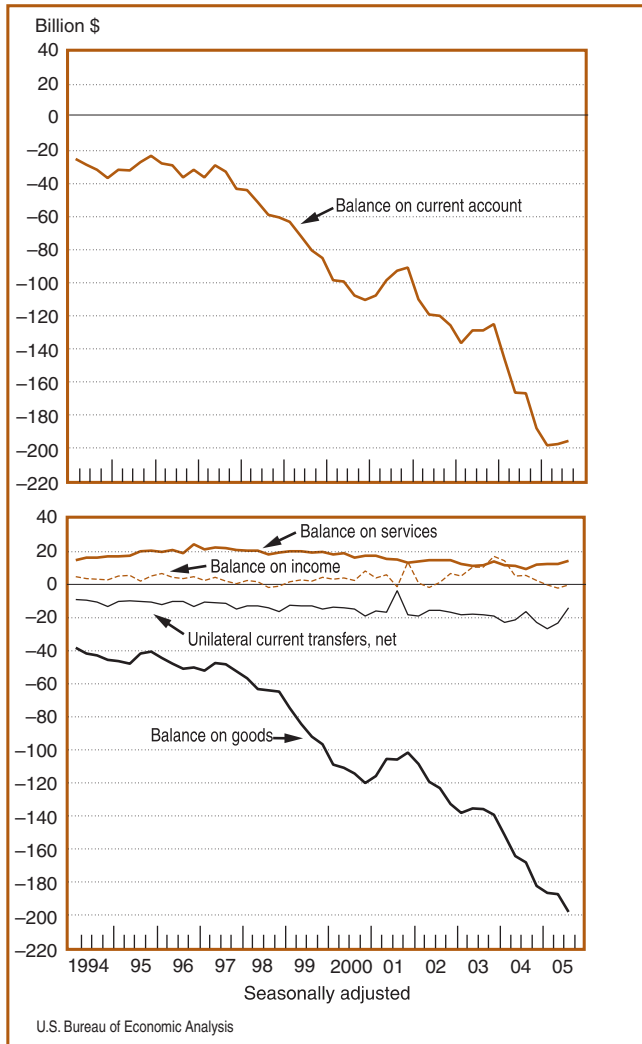
[Millions of dollars, quarters seasonally adjusted]

Line	Lines in tables 1 and 11 in which transactions are included are indicated in () (Credits +; debits -)	2004	2004				2005			Change: 2005 II-III	January-September		
			I	II	III	IV	I	II ^r	III ^p		2004	2005	Change: 2004-2005
Current account													
1	Exports of goods and services and income receipts (1)	1,530,975	363,494	376,564	385,874	405,041	413,395	428,414	439,496	11,082	1,125,932	1,281,305	155,373
2	Goods, balance of payments basis (3)	807,536	193,789	200,072	204,801	208,874	213,840	223,540	225,226	1,686	598,662	662,606	63,944
3	Services (4)	343,912	83,304	85,027	85,569	90,013	92,604	93,727	95,538	1,811	253,900	281,869	27,969
4	Income receipts (12)	379,527	86,401	91,465	95,504	106,154	106,951	111,147	118,732	7,585	273,370	336,830	63,460
5	Imports of goods and services and income payments (18)	-2,118,119	-487,324	-522,684	-537,085	-571,026	-585,804	-603,554	-621,779	-18,225	-1,547,093	-1,811,137	-264,044
6	Goods, balance of payments basis (20)	-1,472,926	-345,241	-364,059	-372,576	-391,050	-400,169	-410,469	-423,151	-12,682	-1,081,876	-1,233,789	-151,913
7	Services (21)	-296,105	-70,704	-73,082	-75,259	-77,058	-79,327	-80,397	-80,408	-11	-219,045	-240,132	-21,087
8	Income payments (29)	-349,088	-71,379	-85,543	-89,250	-102,918	-106,308	-112,688	-118,220	-5,532	-246,172	-337,216	-91,044
9	Unilateral current transfers, net (35)	-80,930	-22,271	-20,515	-15,771	-22,374	-26,259	-22,641	-13,538	9,103	-58,557	-62,438	-3,881
Capital account													
10	Capital account transactions, net (39)	-1,648	-428	-372	-393	-455	-4,466	-315	-311	4	-1,193	-5,092	-3,899
Financial account													
11	U.S.-owned assets abroad, net (increase/financial outflow (-)) (40)	-855,509	-295,140	-133,886	-137,525	-288,957	-81,510	-225,202	-124,020	101,182	-566,551	-430,732	135,819
12	U.S. official reserve assets, net (41)	2,805	557	1,122	429	697	5,331	-797	4,766	5,563	2,108	9,300	7,192
13	U.S. Government assets, other than official reserve assets, net (46)	1,215	727	-2	-11	501	4,487	971	562	-409	714	6,020	5,306
14	U.S. private assets, net (50)	-859,529	-296,424	-135,006	-137,943	-290,155	-91,328	-225,376	-129,348	96,028	-569,373	-446,052	123,321
15	Foreign-owned assets in the United States, net (increase/financial inflow (+)) (55)	1,440,105	423,023	304,937	254,228	457,915	243,451	375,816	396,919	21,103	982,188	1,016,186	33,998
16	Foreign official assets in the United States, net (56)	394,710	147,401	77,039	75,792	94,478	25,277	82,646	38,394	-44,252	300,232	146,317	-153,915
17	Other foreign assets in the United States, net (63)	1,045,395	275,622	227,898	178,436	363,437	218,174	293,170	358,525	65,355	681,956	869,869	187,913
18	Statistical discrepancy (sum of above items with sign reversed) (70)	85,126	18,646	-4,044	50,672	19,856	41,193	47,482	-76,787	-124,249	65,274	11,908	-53,366
Memoranda:													
19	Balance on current account (76)	-668,074	-146,101	-166,635	-166,982	-188,359	-198,668	-197,781	-195,821	1,960	-479,718	-592,270	-112,552
20	Net financial flows (40 and 55)	584,596	127,883	171,051	116,703	168,958	161,941	150,614	272,899	122,285	415,637	585,454	169,817

^r Revised
^p Preliminary

- Net foreign private purchases of U.S. securities were exceptionally strong. Net purchases of U.S. Treasury securities picked up, and net purchases of other U.S. securities increased to a record level.
- Financial flows for U.S. direct investment abroad shifted to net inflows from net outflows.

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



Special Factors in the Accounts

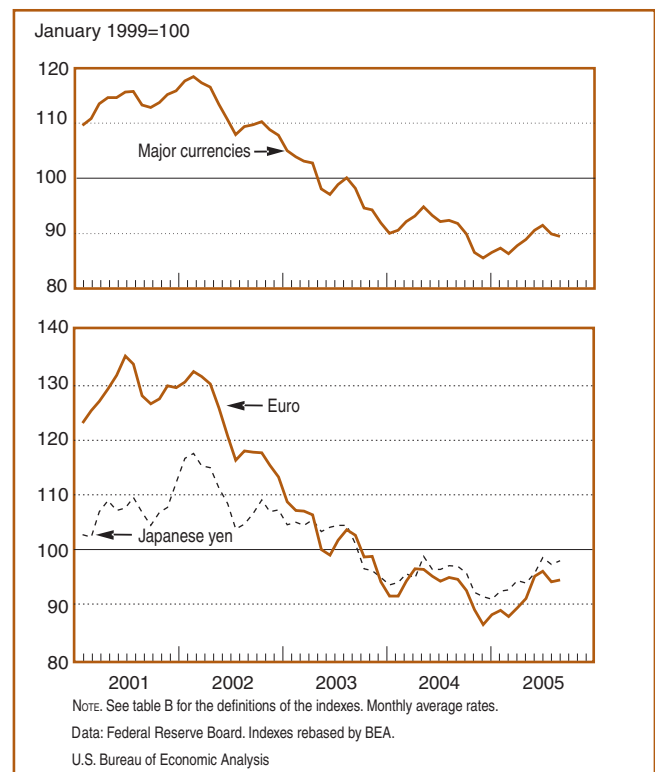
The U.S. international transactions accounts for the third quarter were significantly affected by two special factors. First, the extensive damage caused by Hurricanes Katrina and Rita affected trade in goods and unilateral current transfers. Second, the American Jobs Creation Act of 2004 affected income receipts and financial flows for U.S. direct investment abroad. For details about the effects of these factors on the accounts, see the relevant sections of the text. It is not possible for BEA to separately quantify the effects.

Selected economic and financial market developments

In the third quarter, the U.S. dollar appreciated 1 percent on a nominal, trade-weighted, quarterly average basis against a group of seven major currencies that are widely traded in international markets (table B, chart 2). The U.S. dollar appreciated 3 percent against both the euro and the Japanese yen, and it depreciated 3 percent against the Canadian dollar.

In the United States, data releases in the third quarter indicated that the U.S. economy in the second quarter continued to expand in the 3- to 4-percent range. Releases indicated that the deficit on U.S. trade in goods and services on a 3-month moving average basis had resumed increasing after briefly decreasing. U.S. monetary authorities raised the target level for the Federal funds rate by 50 basis points, to 3.75 percent. U.S. long-term interest rates and U.S. stock prices edged higher. Hurricanes Katrina and Rita caused extensive damage to the U.S. Gulf Coast, including a loss of petroleum production and refining capacity and other disruptions that affected the value of oil and other commodities that are traded internationally by the United States. As a result, there were large changes in prices in some commodity and financial markets, but the changes in most markets except for energy products proved to be temporary.

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



In Europe, data releases indicated that economic growth in the euro area remained in the 1- to 2-percent range in the second quarter. Among countries with larger economies, economic activity in Germany and France weakened, activity in Italy picked up, and activity in Spain remained relatively strong. Euro area monetary policy was unchanged, and the minimum bid rate on main refinancing operations, a key policy-controlled interest rate, remained at 2 percent.

In Japan, reports showed that economic growth was weaker in the second quarter than in the first quarter. The value of the yen and the U.S. dollar were both af-

ected, at least temporarily, by the official Chinese announcement of the small revaluation of the renminbi and the move to a managed floating exchange-rate regime with reference to a basket of currencies.

In Canada, reported economic growth strengthened to about 3 percent. Canadian monetary authorities raised the target for the overnight rate for the first time in nearly a year, to 2.75 percent. In addition, the currencies of some commodity abundant countries, including the Canadian dollar, appreciated as the prices of oil and some other commodities rose sharply.

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

[January 1999=100]

	2004		2005			2004				2005								
	III	IV	I	II	III	Sept.	Oct.	Nov.	Dec.	Jan.	Feb.	March	April	May	June	July	Aug.	Sept.
Nominal: ¹																		
Broad ²	100.4	96.7	95.6	96.8	97.3	100.2	98.7	96.2	95.1	95.6	95.8	95.3	96.1	96.6	97.6	98.1	96.9	96.8
Major currencies ³	91.5	86.6	86.0	88.4	89.6	91.2	89.2	85.8	84.8	85.8	86.6	85.6	87.0	88.2	89.9	90.8	89.2	88.8
Other important trading partners ⁴	112.0	110.1	108.3	107.7	107.1	111.8	111.3	110.1	108.9	108.7	108.0	108.1	108.1	107.4	107.5	107.4	106.7	107.2
Real: ¹																		
Broad ²	101.8	97.9	96.9	98.9	100.0	101.5	100.2	97.5	96.0	96.9	97.0	96.9	98.3	98.6	99.7	100.4	99.5	100.2
Major currencies ³	96.8	91.7	91.6	94.7	96.7	96.6	94.6	90.9	89.6	91.1	92.3	91.5	93.4	94.4	96.2	97.6	96.1	96.4
Other important trading partners ⁴	107.7	105.3	103.2	103.6	103.6	107.2	106.8	105.3	103.8	103.7	102.5	103.3	104.0	103.3	103.6	103.4	103.1	104.3
Selected currencies: (nominal) ⁵																		
Canada.....	86.1	80.4	80.7	81.8	79.1	84.8	82.1	78.8	80.2	80.6	81.6	80.0	81.3	82.6	81.6	80.5	79.3	77.5
European currencies:																		
Euro area ⁶	94.8	89.5	88.4	92.1	95.1	94.8	92.7	89.2	86.5	88.3	89.1	87.9	89.6	91.3	95.4	96.3	94.3	94.7
United Kingdom.....	90.7	88.5	87.3	88.9	92.5	92.0	91.3	88.7	85.5	87.8	87.4	86.6	87.0	88.9	90.8	94.2	91.9	91.3
Switzerland.....	90.7	85.4	85.3	88.5	92.0	91.1	89.0	84.5	82.7	85.1	86.0	84.8	86.3	87.8	91.4	93.4	91.1	91.4
Japan.....	97.0	93.3	92.2	94.9	98.2	97.2	96.0	92.4	91.6	91.2	92.6	92.9	94.6	94.1	96.0	98.8	97.6	98.2
Mexico.....	113.0	111.8	110.4	108.3	105.8	113.4	112.6	112.3	110.6	111.2	110.0	110.1	109.7	108.4	106.8	105.4	105.5	106.5
Brazil.....	196.9	184.2	176.2	164.2	154.9	191.2	188.6	184.4	179.6	177.9	171.8	179.0	170.4	162.4	159.7	156.8	156.1	151.8

1. For more information on the nominal and real indexes of the foreign exchange value of the U.S. dollar, see *Federal Reserve Bulletin*, vol. 84 (October 1998): 811-818.

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

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

and quarterly average rates. Index rebased by BEA.

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

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

6. The euro area includes Austria, Belgium, Finland, France, Germany, Greece, Ireland, Italy, Luxembourg, Netherlands, Portugal, and Spain.

Revisions to the Estimates

The estimates of U.S. international transactions for the second quarter have been revised from preliminary estimates that were published in the October 2005 SURVEY OF CURRENT BUSINESS.

The current-account deficit was revised to \$197.8 billion from \$195.7 billion. The goods deficit was unrevised at \$186.9 billion; the services surplus was revised to \$13.3 billion from \$13.6 billion; the income deficit was revised to \$1.5 billion from \$0.5 billion; and unilateral current transfers were revised to net outflows of \$22.6 billion from \$21.9 billion. Net recorded financial inflows were revised to \$150.6 billion from \$142.3 billion.

Current Account

Goods and services

The deficit on goods and services increased \$9.2 billion, to \$182.8 billion in the third quarter from \$173.6 billion in the second quarter. An \$11.0 billion increase in the deficit on goods was partly offset by a \$1.8 billion increase in the surplus on services.

Goods

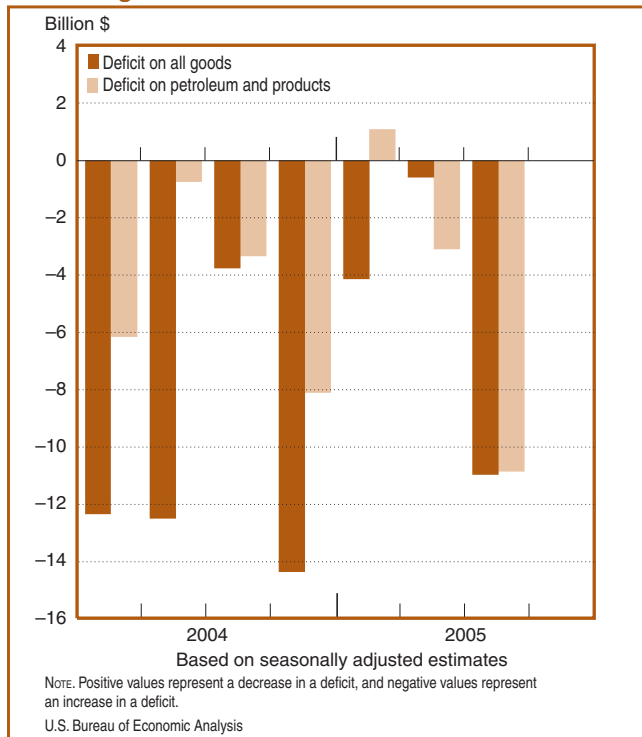
The deficit on goods increased to \$197.9 billion in the third quarter from \$186.9 billion in the second quarter, as exports slowed and imports picked up. The third-quarter increase in the deficit followed a much smaller increase in the second quarter.

Trade in petroleum and products has been a major contributor to the increase in the goods deficit in recent quarters (chart 3). In the third quarter, trade in these products accounted for nearly the entire increase

in the deficit on all goods. In the second quarter, the deficit on these products increased more than the deficit on all goods.

Exports. Exports increased \$1.7 billion, or 1 percent, to \$225.2 billion in the third quarter (table C). In both dollar and percentage terms, the increase was the smallest since the second quarter of 2003 (chart 4).

Chart 3. U.S. Deficit on Goods: Change From Preceding Quarter



Both real exports and export prices increased less than 1 percent.² Automotive vehicles, engines, and parts accounted for more than two-thirds of the increase in

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

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

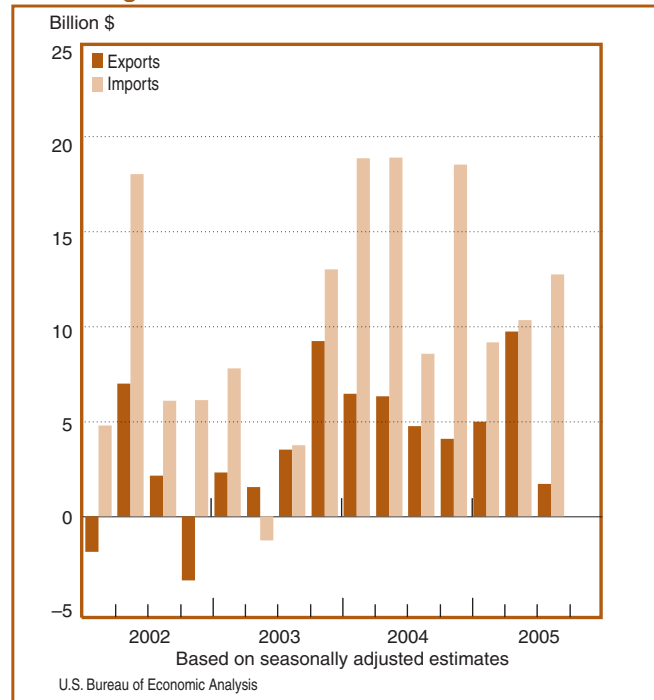


Table C. U.S. Trade in Goods in Current and Chained (2000) Dollars and Percent Changes From Previous Period

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

	Current dollars									Chained (2000) dollars ¹								
	2003	2004	2004				2005			2003	2004	2004				2005		
			I	II	III	IV	I	II	III ^p			I	II	III	IV	I	II ^r	III ^p
Exports	713,421	807,536	193,789	200,072	204,801	208,874	213,840	223,540	225,226	708,919	773,450	188,092	191,711	195,740	197,779	200,272	207,857	208,728
Agricultural products	60,884	62,940	15,892	15,996	15,410	15,642	15,576	17,143	16,816	53,872	50,844	12,505	12,115	12,837	13,484	13,247	14,107	13,841
Nonagricultural products	652,537	744,596	177,897	184,076	189,391	193,232	198,264	206,397	208,410	654,895	723,745	175,847	179,999	183,206	184,526	187,301	193,989	195,173
Imports	1,260,717	1,472,926	345,241	364,059	372,576	391,050	400,169	410,469	423,151	1,285,580	1,430,442	343,821	355,745	359,310	370,874	377,742	378,407	380,436
Petroleum and products	133,088	180,459	40,039	41,522	45,129	53,769	52,929	57,394	67,513	129,346	137,795	35,601	33,020	32,981	36,193	36,497	34,026	33,757
Nonpetroleum products	1,127,629	1,292,467	305,202	322,537	327,447	337,281	347,240	353,075	355,638	1,155,772	1,292,622	307,986	323,196	326,891	334,312	341,060	345,441	347,965
	Percent change from previous period (current dollars)									Percent change from previous period (chained (2000) dollars)								
	2003	2004	2004				2005			2003	2004	2004				2005		
I			II	III	IV	I	II	III ^p	I			II	III	IV	I	II ^r	III ^p	
Exports	4.5	13.2	3.4	3.2	2.4	2.0	2.4	4.5	0.8	2.5	9.1	1.8	1.9	2.1	1.0	1.3	3.8	0.4
Agricultural products	11.7	3.4	-1.8	0.7	-3.7	1.5	-0.4	10.1	-1.9	1.4	-5.6	-5.4	-3.1	6.0	5.0	-1.8	6.5	-1.9
Nonagricultural products	3.9	14.1	3.9	3.5	2.9	2.0	2.6	4.1	1.0	2.6	10.5	2.5	2.4	1.8	0.7	1.5	3.6	0.6
Imports	8.2	16.8	5.8	5.5	2.3	5.0	2.3	2.6	3.1	5.2	11.3	3.2	3.5	1.0	3.2	1.9	0.2	0.5
Petroleum and products	28.6	35.6	20.0	3.7	8.7	19.1	-1.6	8.4	17.6	6.5	6.5	7.9	-7.2	-0.1	9.7	0.8	-6.8	-0.8
Nonpetroleum products	6.3	14.6	4.1	5.7	1.5	3.0	3.0	1.7	0.7	5.0	11.8	2.7	4.9	1.1	2.3	2.0	1.3	0.7

^r Revised

^p Preliminary

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

NOTE: Percent changes in quarterly estimates are not annualized and are expressed at quarterly rates.

value. Other major end-use categories either rose modestly or fell in the third quarter. By area, higher exports to Mexico, China, and Japan were partly offset by lower exports to the European Union and Canada.

Automotive vehicles, engines, and parts increased \$1.2 billion. Most of the increase was accounted for by engines and parts to Canada and Mexico. A rebound in passenger cars, mainly to Germany, also boosted automotive exports.

Capital goods increased \$0.7 billion after a much larger increase in the second quarter. Civilian aircraft decreased \$1.1 billion, primarily to the European Union. A month-long machinists strike at Boeing that began on September 2, 2005, shut down the company's airplane assembly plants and delayed deliveries. In contrast, most other categories of capital goods increased. Semiconductors, mostly to Asia, increased strongly for the second consecutive quarter. Measuring, testing, and control instruments, largely to Asia, and computers, peripherals, and parts, mainly to the Netherlands, also increased.

Consumer goods increased \$0.5 billion. The rise was attributable to increases in household and kitchen appliances to various countries and in gem stones to Asia. These increases were partly offset by a decrease in medical, dental, and pharmaceutical preparations.

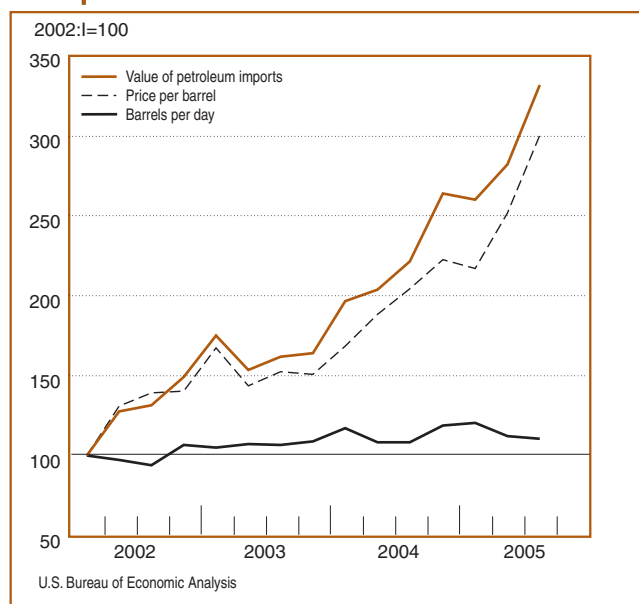
Nonagricultural industrial supplies and materials decreased \$0.4 billion after increasing for seven consecutive quarters. The largest contributor to the decrease was energy products, which decreased for the first time since the third quarter of 2003. Both natural gas, mainly to Canada, and petroleum and products fell sharply, as Hurricanes Katrina and Rita hit the U.S. Gulf Coast in the latter part of the quarter and significantly reduced oil and natural gas production in the region. In contrast, exports of metals and nonmetallic products increased, mostly as a result of increases in steelmaking materials to the Netherlands and China and in nonferrous metals to Switzerland. Export prices of nonagricultural industrial supplies and materials increased 1.5 percent, about the same as in the second quarter. Prices of petroleum and products increased, while prices of steelmaking materials and of iron and steel products decreased.

Agricultural products decreased \$0.3 billion after jumping \$1.6 billion in the second quarter. Soybeans declined \$0.7 billion, nearly the same amount that they increased in the second quarter, mainly as a result of reduced shipments to Asia. Soybeans were unusually high in the second quarter as a result of market concerns over limited soybean production in Brazil. In the third quarter, exports of raw cotton jumped a record 55 percent, largely because of strong demand from China.

Imports. Imports increased \$12.7 billion, or 3 percent, to \$423.2 billion in the third quarter (table C). Real imports increased 1 percent, and import prices increased 2 percent. Petroleum and products accounted for 80 percent of the increase in value, and automotive vehicles, engines, and parts accounted for the rest. By area, imports from China and members of OPEC accounted for most of the increase. In contrast, imports from the European Union and Mexico decreased.

Petroleum and products surged a record \$10.1 billion, or 18 percent. Imports of petroleum and products have more than doubled in the past 2 years as a result of a sharp rise in prices; volume increased only 4 percent in the same period (chart 5). The third-quarter

Chart 5. Growth in U.S. Petroleum Imports and Price per Barrel



increase in value was mostly attributable to higher imports from members of OPEC—particularly Venezuela, Saudi Arabia, Nigeria, and Algeria—and from Canada. The average price per barrel jumped 19 percent in the third quarter to \$55.23 after a strong increase of 16 percent in the second quarter. The severe impact of Hurricanes Katrina and Rita on petroleum and other production in the Gulf Coast states caused U.S. domestic petroleum production to fall 12 percent in the third quarter. To counter a drop in U.S. petroleum production in the aftermath of Hurricane Katrina, the U.S. Department of Energy released crude oil from the Strategic Petroleum Reserve through short-term loans and competitive sales. Partly because of the closures of ports on the Gulf Coast, the average

number of barrels imported daily decreased 1 percent, to 13.37 million in the third quarter from 13.57 million in the second.

After four quarters of little change, automotive vehicles, engines, and parts increased a substantial \$2.5 billion in the third quarter. Passenger cars, mostly from Canada, accounted for over half of the increase. The increase was also attributable to engines and parts, mainly from Japan, Mexico, and Germany, and to trucks and buses from Canada.

Nonpetroleum industrial supplies and materials increased \$0.4 billion, the second quarter of little change after a period of substantial growth. The third-quarter increase was accounted for by a \$2.1 billion increase in imports of natural gas, almost entirely from Canada, as U.S. natural gas production in the Gulf Coast states was severely disrupted by Hurricanes Katrina and Rita. The import price of natural gas surged 29 percent in September, largely as a result of these supply disruptions. In contrast, imports of iron and steel products and of steelmaking materials, both mainly from Europe and Latin America, and of building materials from Canada decreased in the third quarter. Decreases in the import prices of these commodities contributed to the lowest rate of increase in import prices of nonpetroleum industrial supplies and materials in 2 years.

Capital goods increased \$0.2 billion after a sizable increase in the second quarter. A drop in imports of complete aircraft—mainly from Germany, Canada, and France—largely offset increases in imports of electric generating machinery, primarily from China and Denmark, and of high-technology products. Among high-technology products, telecommunications equipment, mainly from Malaysia and Thailand, slowed considerably after a 22-percent jump in the second quarter.

Consumer goods decreased \$1.0 billion after little change in the second quarter and after strong growth in the prior two quarters. In the third quarter, nondurable goods declined a record \$2.2 billion; medical, dental, and pharmaceutical preparations from Ireland and textile apparel and household goods from China and Latin America decreased the most. The decrease in textile imports from China was partly attributable to the U.S. imposition of quotas on several categories of textiles from China in late May, which limited growth in imports of these products to 7.5 percent a year. Imports of textile products from China had risen sharply in the first half of 2005, partly because of the expiration of a previous quota system that capped U.S. imports of textiles and apparel from developing countries. In contrast, durable goods increased \$1.0 billion after a relatively large decrease of \$1.8 billion in the second quarter. The third-quarter rise was led by

increases in imports of household and kitchen appliances and of televisions and video receivers from China.

Balances by area. The deficit on goods with Asia except Japan jumped \$11.8 billion, to \$88.4 billion in the third quarter, mostly as a result of a strong increase in imports from China.³ Imports from China have nearly doubled since the second quarter of 2003, when China surpassed Mexico to become the second leading provider of foreign goods to the U.S. market. Canada remains the top provider, but the gap between Canada and China has narrowed in recent quarters. The deficit with the members of OPEC increased sharply, primarily because of strong petroleum imports. The deficit with Canada also increased. These increases were partly offset by decreases in the deficits with Mexico, Japan, and Europe.

Services

The surplus on services increased to \$15.1 billion, the highest level in nearly 3 years, in the third quarter from \$13.3 billion in the second quarter. Services receipts increased, and services payments changed little. The largest contributor to the increase in services receipts was “other” private services, such as business, professional, and technical services, insurance services, and financial services. Among services payments, decreases in travel and passenger fares were offset by increases in several other services categories.

Travel receipts decreased \$0.2 billion, to \$21.2 billion, in the third quarter after a sizable increase in the second quarter. The decrease was accounted for by a decline in receipts from overseas visitors to the United States as a result of a drop in the number of visitors. Travel payments decreased \$0.8 billion, to \$17.3 billion in the third quarter from a record level in the second quarter. The decline was mostly due to a drop in U.S. travelers’ payments to countries overseas. Passenger fare receipts fell \$0.1 billion, to \$5.4 billion, and passenger fare payments decreased \$0.3 billion, to \$6.2 billion.

“Other” transportation receipts increased \$0.4 billion, to \$10.5 billion. The increase was mostly attributable to a rise in port services, reflecting increases in trade volume and jet fuel prices. “Other” transportation payments increased \$0.1 billion, to \$15.2 billion,

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

mostly reflecting higher payments for air port services due to a rise in jet fuel prices.

“Other” private services receipts increased \$1.1 billion, to \$39.1 billion, following little change in the first half of 2005. The increase was mostly attributable to a rise in affiliated services receipts. Unaffiliated services receipts, mostly for insurance and financial services, also increased.

“Other” private services payments increased \$0.9 billion, to \$26.9 billion, almost entirely as a result of increases in payments for affiliated services and for insurance services. The increase in insurance services payments was unrelated to the occurrence of Hurricanes Katrina and Rita. Insurance services performed are mostly based on premiums, and the premiums on most policies were set before the hurricanes occurred.

Income

The balance on income shifted to a surplus of \$0.5 billion in the third quarter from a deficit of \$1.5 billion in the second quarter. Income receipts increased more than income payments, largely as a result of a sizable decrease in income payments on foreign direct investment in the United States.

Receipts of income on U.S. direct investment abroad increased \$2.2 billion, to \$61.8 billion, reflecting higher earnings of foreign affiliates in most major industries. Manufacturing earnings were partly boosted by higher earnings of affiliates in computer and electronic products. An increase in the earnings of petroleum affiliates, mainly in Eastern Europe, the United Kingdom, and Africa, contributed to an increase in earnings in “other” industries. The total amount of earnings in the third quarter was not affected by the American Jobs Creation Act of 2004, which reduced the rate of taxation on U.S. multinational companies’ qualifying dividends from abroad for a period of 1 year (calendar year 2004 or 2005 at taxpayers’ option, for calendar year taxpayers). However, the composition of earnings was altered significantly, as the amount of earnings retained by affiliates abroad was drawn down to support a sharp increase in earnings distributed to parents in the United States.

Payments of income on foreign direct investment in the United States decreased \$4.1 billion, to \$27.1 billion, the lowest level in six quarters. The decrease mostly resulted from a substantial shift from profits to losses by U.S. affiliates in finance and insurance. Earnings of depository institutions shifted from profits to losses, and earnings of other affiliates in finance and insurance decreased, partly due to losses resulting from hurricane damage claims. In addition, earnings of affiliates in “other” industries, mainly in mining and information, decreased.

Both receipts and payments of “other” private income increased strongly as a result of an increase in U.S. interest rates. Receipts of “other” private income increased \$5.6 billion, to \$55.6 billion. The strong rise was mostly attributable to increases in interest receipts on bank and nonbank claims and on U.S. holdings of foreign bonds. Payments of “other” private income increased \$7.4 billion, to \$58.8 billion. The strong increase was mainly attributable to increases in interest payments on bank and nonbank liabilities and on foreign holdings of U.S. bonds.

Receipts of income on U.S. Government assets decreased \$0.2 billion, to \$0.6 billion. Payments of income on U.S. Government liabilities increased \$2.1 billion, to \$30.1 billion. The increase was attributable to a rise in interest payments on foreign holdings of U.S. Treasury and agency bonds.

Unilateral current transfers

Net outflows (payments) for unilateral current transfers were \$13.5 billion in the third quarter, down substantially from \$22.6 billion in the second quarter; the decrease stemmed from a decrease in net outflows for “private remittances and other transfers.” The decrease in this category mostly resulted from inflows (receipts) for claims received by U.S. companies from foreign insurance companies that substantially exceeded “expected” claims as a result of the catastrophic damage caused by Hurricanes Katrina and Rita.⁴ Donations from abroad for hurricane relief resulted in additional inflows. As a result of these hurricane-related increases in U.S. receipts, “private remittances and other transfers” became less negative and reduced the current-account deficit.

Capital Account

Capital account transactions were net outflows of \$0.3 billion in the third quarter, unchanged from the second quarter.

Financial Account

Net recorded financial inflows—net acquisitions by foreign residents of assets in the United States less net acquisitions by U.S. residents of assets abroad—were \$272.9 billion in the third quarter, up from \$150.6 billion in the second quarter. Financial outflows for U.S.-owned assets abroad slowed substantially, and financial inflows for foreign-owned assets in the United States picked up.

4. “Expected” claims are calculated as premiums multiplied by the historical average of claims as a percentage of premiums.

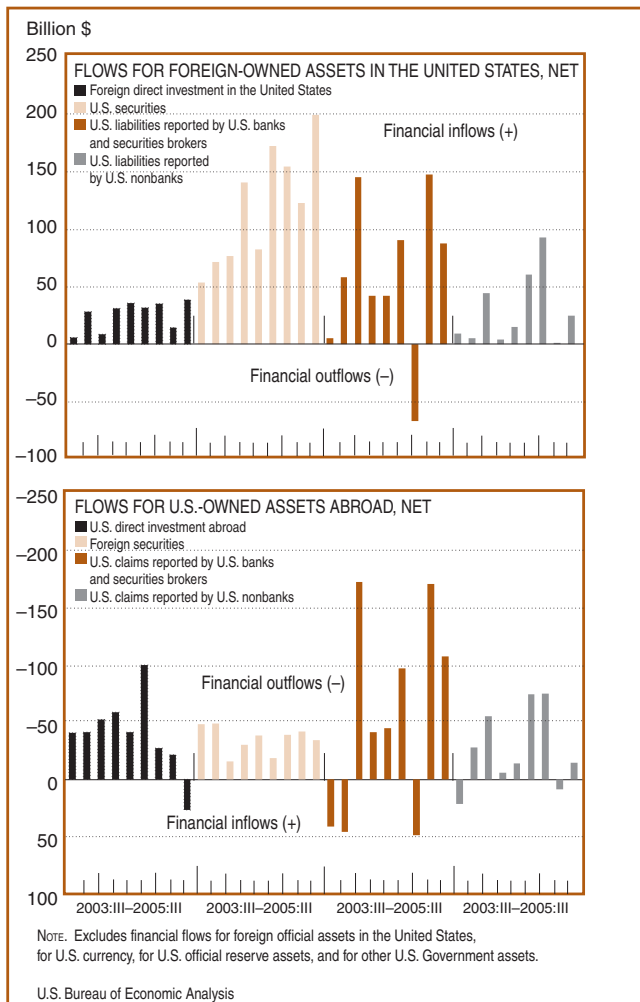
U.S.-owned assets abroad

Net U.S.-owned assets abroad increased \$124.0 billion in the third quarter after an increase of \$225.2 billion in the second quarter. The slowdown stemmed mostly from a much smaller increase in U.S. claims on foreigners reported by U.S. banks in the third quarter than in the second quarter and from a shift to net financial inflows for U.S. direct investment abroad.

U.S. official reserve assets. U.S. official reserve assets decreased \$4.8 billion in the third quarter, in contrast to a \$0.8 billion increase in the second quarter. The decrease was accounted for by a large decrease in U.S. holdings of special drawing rights and by a decline in the U.S. reserve position in the International Monetary Fund (IMF), reflecting the net repayment of U.S. dollars to the IMF by Brazil, Turkey, and several other foreign countries.

Claims reported by banks and by nonbanks. U.S. claims on foreigners reported by U.S. banks and securities brokers increased \$107.9 billion in the third quarter after a near-record increase of \$171.0 billion in the second quarter (chart 6).

Chart 6. Selected Financial Flows, 2003:III–2005:III



Banks' own claims denominated in dollars increased \$86.8 billion in the third quarter after an increase of \$169.2 billion in the second quarter. The slowdown in dollar outflows was attributable to reduced lending by U.S.-owned banks and by securities brokers and dealers. In contrast, foreign-owned banks in the United States stepped up their international lending, predominantly in the form of short-term claims on parent banks in Switzerland and the United Kingdom.

Banks' domestic customers' claims denominated in dollars increased \$27.8 billion in the third quarter, in contrast to a decrease of \$2.9 billion in the second quarter. Most types of claims increased, but the largest increase was in deposits and brokerage balances, partly reflecting banks' customers' investment in managed investment funds in Caribbean financial centers.

Claims reported by U.S. nonbanking concerns increased \$14.6 billion in the third quarter, in contrast to a decrease of \$9.0 billion in the second quarter. The third-quarter increase was largely accounted for by an increase in claims on Europe.

Foreign securities. Net U.S. purchases of foreign securities were \$34.0 billion in the third quarter, down from \$42.0 billion in the second quarter. The decrease resulted from a shift to net U.S. sales of foreign bonds from net U.S. purchases. In contrast, net U.S. purchases of foreign stocks picked up.

Transactions in foreign bonds shifted to net U.S. sales of \$0.7 billion from net U.S. purchases of \$18.1 billion. Foreign bond market returns were mixed in the third quarter after strong returns in the second quarter. A sizable shift to net U.S. sales of bonds in the United Kingdom was partly offset by a shift to net U.S. purchases of bonds in Caribbean financial centers.

Net U.S. purchases of foreign stocks were \$34.6 billion, up from \$23.9 billion. Net U.S. purchases of foreign stocks were strong in the first three quarters of 2005, partly reflecting the much stronger performance of foreign stock markets than U.S. stock markets in 2005 (chart 7). In the third quarter, foreign stock prices outperformed U.S. stock prices in both local currency and dollar terms. Net U.S. purchases of stocks from Japan increased strongly amid several favorable developments in Japan's economic situation and a sharp rise in Japanese stock prices. In addition, net U.S. purchases of stocks from the United Kingdom picked up, and net purchases from China increased to a record level as new equity offerings from Chinese corporations picked up. There were no merger-related exchanges of stock in the third quarter.

Direct investment. Net financial flows for U.S. direct investment abroad shifted to net inflows of \$27.1 billion in the third quarter, the first net inflows since

the third quarter of 1982, from net outflows of \$21.4 billion in the second quarter (chart 8). The shift mostly resulted from reinvested earnings, which shifted to net inflows as a result of a surge in distributed earnings. The surge in distributed earnings, along with elevated distributions in the first and second quarters, largely reflected some U.S. parent companies taking advantage

of incentives associated with the American Jobs Creation Act of 2004, which allows them to repatriate affiliates' earnings at reduced rates of taxation for a period of 1 year. In addition, net equity capital outflows decreased partly as a result of a decline in the value of U.S. acquisitions of foreign companies.

Chart 7. Selected Stock Price Indexes in Local Currencies

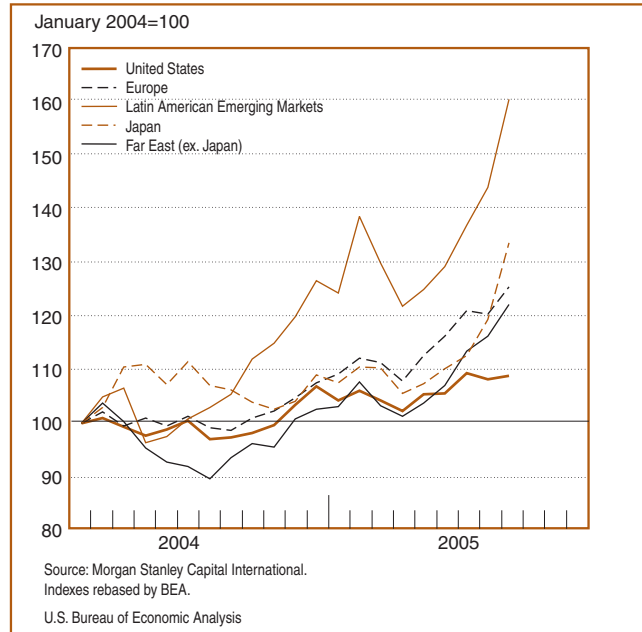
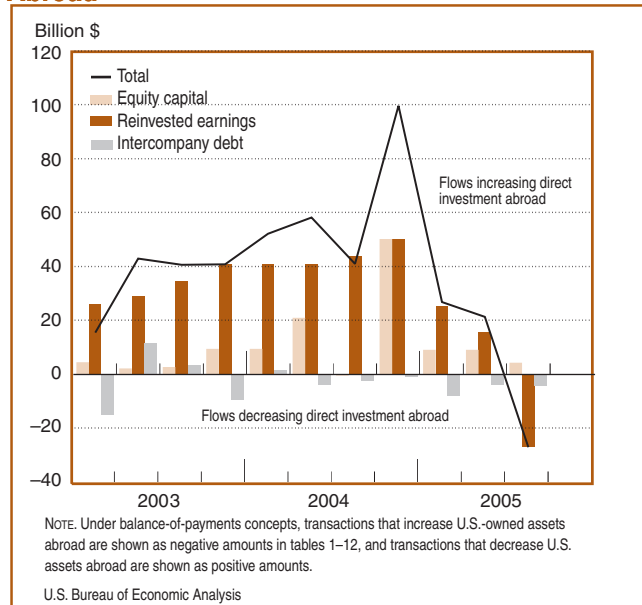


Chart 8. Financial Flows for U.S. Direct Investment Abroad



Foreign-owned assets in the United States

Net foreign-owned assets in the United States increased \$396.9 billion in the third quarter after an increase of \$375.8 billion in the second quarter. The pickup was attributable to a strong rise in net foreign purchases of U.S. securities, a pickup in foreign direct investment in the United States, and a larger increase in U.S. liabilities reported by U.S. nonbanks in the third quarter than in the second quarter. In contrast, both U.S. liabilities reported by U.S. banks and foreign official assets in the United States increased less in the third quarter than in the second quarter.

Foreign official assets. Foreign official assets in the United States increased \$38.4 billion in the third quarter after an increase of \$82.6 billion in the second quarter. Foreign official assets have increased much less in the first three quarters of 2005 than in the same period of 2004.

Liabilities reported by banks and by nonbanks. U.S. liabilities reported by U.S. banks and securities brokers, excluding U.S. Treasury securities, increased \$88.7 billion in the third quarter after a record \$149.1 billion increase in the second quarter.

Banks' own liabilities denominated in dollars increased \$80.8 billion in the third quarter after increasing \$140.5 billion in the second quarter. A considerable cutback in banks' borrowing from Caribbean financial centers was partly offset by increased borrowing from Canada and Asia. Borrowing by U.S.-owned banks slowed considerably, partly reflecting their reduced demand for funds from abroad as a result of their reduced lending abroad. Borrowing by foreign-owned banks in the United States also slowed, but remained substantial, as lending by these banks to parent banks abroad picked up. U.S. securities brokers and dealers stepped up their borrowing, mostly through repurchase agreements with nonbank foreigners in Western Europe.

Banks' customers' liabilities denominated in dollars decreased \$0.9 billion after a decrease of \$9.4 billion. U.S. liabilities reported by U.S. nonbanking concerns increased \$24.8 billion after an increase of \$1.2 billion. The third-quarter increase was mostly accounted for by borrowing from Europe and Caribbean financial centers.

U.S. Treasury securities. Net foreign purchases of U.S. Treasury securities were \$40.9 billion in the third quarter, up from \$9.9 billion in the second quarter (chart 9). The pickup was due to a shift to net purchases by investors in Caribbean financial centers from large net sales and an increase in net purchases by investors in Europe and Asia. Yields on both short-term and long-term U.S. Treasury securities increased, further increasing the attractiveness of U.S. securities to foreign investors (chart 10).

Other U.S. securities. Net foreign purchases of U.S. securities other than U.S. Treasury securities were a record \$160.7 billion in the third quarter, up from \$114.1 billion in the second quarter. Through the first three quarters of 2005, net foreign purchases of these securities were nearly as strong as the substantial net purchases for all of 2004. The sharp third-quarter rise resulted from record net foreign purchases of U.S. corporate bonds and increases in net foreign purchases of U.S. federally sponsored agency bonds and of U.S. stocks.

Net foreign purchases of U.S. corporate bonds were a record \$99.5 billion, up from \$80.0 billion. Differentials between U.S. and foreign interest rates widened further in favor of investing in U.S. securities. Spreads on U.S. corporate bonds over U.S. Treasury bonds narrowed during the quarter, as yields on U.S. corporate

bonds rose less than yields on U.S. Treasury bonds.

Net foreign purchases of U.S. federally sponsored agency bonds increased to \$34.5 billion, up from \$20.4 billion. The increase was due to a shift to net purchases from the United Kingdom and a pickup in net purchases from Japan. Agency bonds outperformed both U.S. corporate bonds and U.S. Treasury bonds.

Chart 9. Transactions in U.S. Securities, 2003:III–2005:III

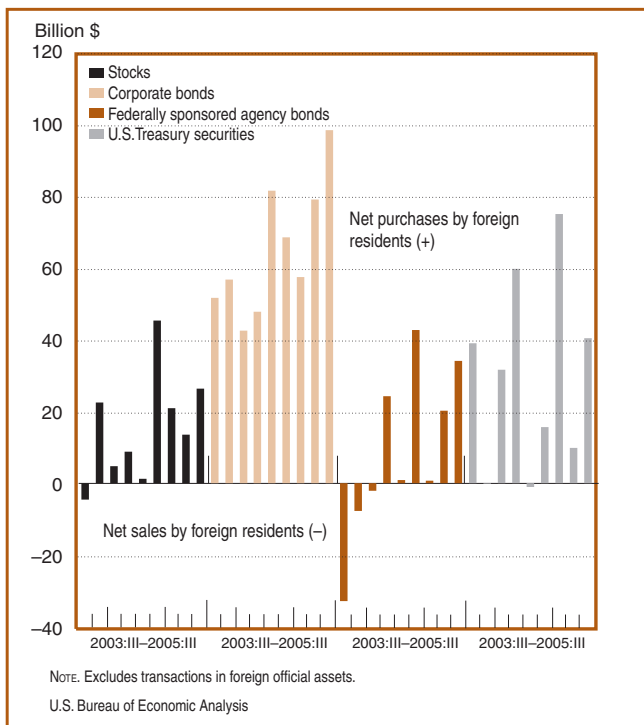


Chart 10. Interest Rates



Data Availability

The estimates that are presented in tables 1–12 of the U.S. international transactions accounts (table 12 is presented annually in the July SURVEY OF CURRENT BUSINESS) are available interactively on BEA's Web site at <www.bea.gov>. Users may view and download the most recent quarterly estimates (annual estimates for table 12) for an entire table, or they may select the period, frequency, and lines that they wish to view. The estimates are available in an HTML table, in an Excel file, or as comma-separated values.

Net foreign purchases of U.S. stocks were \$26.6 billion, up from \$13.7 billion. A shift to net purchases from Caribbean financial centers and a large pickup in net purchases from Canada more than accounted for the increase. The increase in net purchases from Canada was partly attributable to the removal of restrictions that had limited the amount of foreign securities that Canadian pension funds were able to hold. U.S. stock prices increased slightly in the third quarter after a virtually flat second quarter. There were no merger-related exchanges of stock in the third quarter.

Direct investment. Net financial inflows for foreign direct investment in the United States were \$38.8 billion in the third quarter, up from \$14.5 billion in the second quarter. The increase largely reflected a sizable shift to net inflows on intercompany debt from net outflows, which mostly resulted from a shift to net inflows from European parent companies to their U.S. affiliates. In addition, net equity capital inflows were boosted by equity capital inflows from foreign companies in the United Kingdom and Canada. In contrast, reinvested earnings decreased.

Tables 1 through 11 follow.

Table 1. U.S. International Transactions

[Millions of dollars]

Line	(Credits +; debits -)	2004	Not seasonally adjusted									Seasonally adjusted					
			2004			2005			2004			2005					
			I	II	III	IV	I	II ^a	III ^a	I	II	III	IV	I	II ^a	III ^a	
Current account																	
1	Exports of goods and services and income receipts	1,530,975	362,123	379,651	382,768	406,433	410,146	431,824	436,653	363,494	376,564	385,874	405,041	413,395	428,414	439,496	
2	Exports of goods and services.....	1,151,448	275,424	286,363	287,467	302,194	302,982	319,208	318,230	277,093	285,099	290,370	298,887	306,444	317,267	320,764	
3	Goods, balance of payments basis ²	807,536	193,773	203,223	198,711	211,829	211,722	227,357	218,869	193,789	200,072	204,801	208,874	213,840	223,540	225,226	
4	Services ³	343,912	81,651	83,140	88,756	90,365	91,260	91,851	99,361	83,304	85,207	85,569	90,013	92,604	93,727	95,538	
5	Transfers under U.S. military agency sales contracts ⁴	14,814	3,899	3,756	3,604	3,555	4,525	4,425	4,843	3,899	3,756	3,604	3,555	4,425	4,425	4,843	
6	Travel.....	74,481	16,042	18,817	21,452	18,170	17,840	21,541	24,461	17,900	18,675	18,686	19,220	20,008	21,380	21,156	
7	Passenger fares.....	18,858	4,224	4,577	5,387	4,670	4,835	5,392	5,825	4,521	4,654	4,909	4,774	5,162	5,492	5,408	
8	Other transportation.....	36,862	8,562	9,200	9,327	9,773	9,502	10,167	10,756	8,907	9,188	9,124	9,643	9,859	10,115	10,518	
9	Royalties and license fees ⁵	52,643	12,244	12,408	12,589	15,402	14,698	13,905	13,958	12,677	12,573	12,947	14,446	14,872	14,078	14,294	
10	Other private services ⁵	145,433	36,482	34,176	36,192	38,583	39,650	36,215	39,308	35,202	35,975	36,094	38,163	37,968	38,031	39,109	
11	U.S. Government miscellaneous services.....	821	198	206	205	212	210	206	210	198	206	205	212	210	206	210	
12	Income receipts.....	379,527	86,699	93,288	95,301	104,239	107,164	112,616	118,423	86,401	91,465	95,504	106,154	106,951	111,147	118,732	
13	Income receipts on U.S.-owned assets abroad.....	376,489	85,955	92,561	94,531	103,442	106,420	111,860	117,659	85,657	90,738	94,734	105,357	106,207	110,391	117,968	
14	Direct investment receipts.....	233,067	55,323	59,060	57,568	61,116	58,335	61,300	61,405	55,096	57,053	57,863	63,053	58,180	59,635	61,787	
15	Other private receipts.....	140,424	29,758	32,972	36,117	41,577	47,299	49,993	55,576	29,578	32,972	36,117	41,577	47,299	49,993	55,576	
16	U.S. Government receipts.....	2,998	874	529	846	749	786	567	678	803	713	757	727	728	763	605	
17	Compensation of employees.....	3,038	744	727	770	797	744	756	744	727	770	727	774	744	756	764	
18	Imports of goods and services and income payments	-2,118,119	-470,345	-527,526	-545,940	-574,308	-561,562	-610,104	-632,272	-487,324	-522,684	-537,085	-571,026	-585,804	-603,554	-621,779	
19	Imports of goods and services.....	-1,769,031	-399,736	-440,524	-455,895	-472,876	-456,080	-495,926	-513,228	-415,945	-437,141	-447,835	-468,108	-479,496	-490,866	-503,559	
20	Goods, balance of payments basis ²	-1,472,926	-333,053	-365,598	-377,289	-396,986	-381,509	-413,443	-429,298	-345,241	-372,575	-387,756	-391,050	-410,169	-423,151		
21	Services ³	-296,105	-66,683	-74,926	-78,606	-75,890	-74,571	-82,483	-83,930	-70,704	-73,082	-75,259	-77,058	-79,327	-80,397	-80,408	
22	Direct defense expenditures.....	-29,299	-7,099	-7,399	-7,433	-7,368	-7,545	-7,491	-7,495	-7,099	-7,399	-7,433	-7,368	-7,545	-7,491	-7,495	
23	Travel.....	-65,635	-13,498	-18,376	-19,269	-14,492	-14,983	-20,093	-20,061	-15,886	-16,491	-16,603	-16,655	-17,428	-18,106	-17,337	
24	Passenger fares.....	-23,701	-5,335	-6,246	-6,458	-5,662	-5,756	-6,944	-6,753	-5,740	-5,882	-5,896	-6,183	-6,221	-6,536	-6,204	
25	Other transportation.....	-54,169	-12,351	-13,289	-13,946	-14,583	-14,815	-15,313	-15,637	-12,914	-13,158	-13,614	-14,483	-15,882	-15,115	-15,217	
26	Royalties and license fees ⁵	-23,901	-5,184	-5,462	-6,530	-6,725	-6,148	-5,874	-6,237	-5,407	-5,731	-6,591	-6,172	-6,429	-6,147	-6,273	
27	Other private services ⁵	-95,666	-22,334	-23,225	-23,998	-26,109	-24,358	-25,817	-26,775	-22,792	-23,492	-24,150	-25,246	-24,859	-26,051	-26,910	
28	U.S. Government miscellaneous services.....	-3,734	-882	-929	-972	-951	-966	-951	-972	-882	-929	-972	-951	-966	-951	-972	
29	Income payments.....	-349,088	-70,609	-87,002	-90,045	-101,432	-105,482	-114,178	-119,044	-71,379	-85,543	-89,250	-102,918	-106,308	-112,688	-118,220	
30	Income payments on foreign-owned assets in the United States.....	-340,255	-68,509	-84,854	-87,817	-99,075	-103,384	-112,037	-116,726	-69,219	-83,331	-87,040	-100,666	-104,140	-110,493	-115,931	
31	Direct investment payments.....	-105,146	-19,304	-29,496	-28,297	-28,049	-29,047	-32,689	-27,873	-20,014	-27,973	-27,520	-29,640	-29,803	-31,145	-27,078	
32	Other private payments.....	-145,370	-29,040	-33,355	-36,246	-46,729	-48,333	-51,377	-58,752	-29,040	-33,355	-36,246	-46,729	-48,333	-51,377	-58,752	
33	U.S. Government payments.....	-89,739	-20,165	-22,003	-23,274	-24,297	-26,004	-27,971	-30,101	-20,165	-22,003	-23,274	-24,297	-26,004	-27,971	-30,101	
34	Compensation of employees.....	-8,833	-2,100	-2,148	-2,228	-2,357	-2,098	-2,141	-2,318	-2,160	-2,212	-2,210	-2,168	-2,195	-2,289		
35	Unilateral current transfers, net	-80,930	-22,341	-19,590	-15,977	-23,022	-26,274	-21,901	-14,084	-22,271	-20,515	-15,771	-22,374	-26,259	-22,641	-13,538	
36	U.S. Government grants ⁶	-23,317	-7,744	-4,961	-4,911	-5,701	-9,035	-5,724	-6,314	-7,744	-4,961	-4,911	-5,701	-9,035	-5,724	-6,314	
37	U.S. Government pensions and other transfers.....	-6,264	-1,392	-1,159	-1,337	-2,376	-1,071	-1,451	-1,914	-1,556	-1,548	-1,607	-1,558	-1,569	-1,589		
38	Private remittances and other transfers ⁶	-51,349	-13,205	-13,470	-9,729	-14,945	-16,168	-14,726	-5,856	-12,973	-13,998	-9,312	-15,066	-15,666	-15,348	-5,635	
Capital and financial account																	
Capital account																	
39	Capital account transactions, net	-1,648	-428	-372	-393	-455	-4,466	-315	-311	-428	-372	-393	-455	-4,466	-315	-311	
Financial account																	
40	U.S.-owned assets abroad, net (increase/financial outflow (-))	-855,509	-298,594	-138,784	-139,909	-278,222	-86,092	-233,092	-127,823	-295,140	-133,886	-137,525	-288,957	-81,510	-225,202	-124,020	
41	U.S. official reserve assets, net.....	2,805	557	1,122	429	697	5,331	-797	4,766	557	1,122	429	697	5,331	-797	4,766	
42	Gold ⁷	-398	-100	-90	-98	-110	1,713	-97	2,976	-100	-90	-98	-110	1,713	-97	2,976	
43	Special drawing rights.....	3,826	815	1,345	676	990	3,763	-564	1,951	815	1,345	676	990	3,763	-564	1,951	
44	Reserve position in the International Monetary Fund.....	-623	-158	-133	-149	-183	-145	-161	-158	-133	-149	-183	-145	-136	-161		
45	Foreign currencies.....	1,215	727	-2	-11	501	4,487	971	562	727	-2	-11	501	4,487	971	562	
46	U.S. Government assets, other than official reserve assets, net.....	-3,044	-561	-668	-1,270	-545	-519	-708	-383	-561	-668	-1,270	-545	-519	-708	-383	
47	U.S. credits and other long-term assets.....	4,221	1,374	544	1,299	1,004	1,083	1,586	961	1,374	544	1,299	1,004	1,083	1,586	961	
48	Repayments on U.S. credits and other long-term assets ⁸	38	-86	122	-40	42	3,923	93	-16	-86	122	-40	42	3,923	93	-16	
49	U.S. foreign currency holdings and U.S. short-term assets, net.....	-859,529	-299,878	-139,904	-140,327	-279,420	-95,910	-233,266	-133,151	-296,424	-135,006	-137,943	-290,155	-91,328	-225,376	-129,348	
50	U.S. private assets, net.....	-252,012	-55,821	-63,323	-43,606	-89,262	-31,579	-29,280	23,269	-52,367	-58,425	-41,222	-99,997	-26,997	-21,390	27,072	
51	Direct investment.....	-102,383	-15,532	-30,181	-38,444	-18,226	-38,675	-41,979	-33,954	-30,181	-38,444	-18,226	-38,675	-41,979	-33,954		
52	Foreign securities.....	-149,001	-55,452	-53,990	-13,490	-74,669	-74,934	8,978	-14,599	-55,452	-53,990	-13,490	-74,669	-74,934	8,978	-14,599	
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns.....	-356,133	-173,073	-41,010	-44,787	-97,263	49,278	-170,985	-107,867	-173,073	-41,010	-44,787	-97,263	49,278	-170,985	-107,867	
54	U.S. claims reported by U.S. banks, not included elsewhere.....	1,440,105	421,949	306,918	255,802	455,436	242,293	378,396	398,339	423,023	304,937	254,228	457,915	243,451	375,816	396,919	
55	Foreign-owned assets in the United States, net (increase/financial inflow (+))	394,710	147,401	77,039	75,792	94,478	25,277	82,646	38,394	147,401	77,039	75,792	94,478	25,277	82,646	38,394	
56	Foreign official assets in the United States, net.....	311,133	124,010	63,456	66,899	56,768	39,244	44,068	30,122	124,010	63,456	66,899	56,768	39,244	44,068	30,122	
57	U.S. Government securities.....	272,648	112,586	62,977	55,357	41,728	14,306	22,448	9,651	112,586	62,977	55,357	41,728	14,306	22,448	9,651	

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

Line	2004	Not seasonally adjusted							Seasonally adjusted							
		2004				2005			2004				2005			
		I	II	III	IV	I	II	III ^P	I	II	III	IV	I	II	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	818,775	196,695	206,132	201,372	214,576	214,188	230,399	222,003	196,712	202,981	207,461	211,621	216,307	226,582	228,361
Adjustments:																
2	Private gift parcel remittances	485	128	128	117	112	144	131	119	128	128	117	112	144	131	119
3	Gold exports, nonmonetary															
4	Inland U.S. freight to Canada															
5	U.S.-Canadian reconciliation adjustments, n.e.c., net ²															
6	Exports transferred under U.S. military agency sales contracts identified in Census documents ³	-8,204	-2,212	-2,166	-1,897	-1,929	-1,716	-2,166	-2,370	-2,212	-2,166	-1,897	-1,929	-1,716	-2,166	-2,370
7	Other adjustments, net ⁴	-3,520	-838	-871	-881	-930	-894	-1,007	-883	-838	-871	-881	-930	-894	-1,007	-883
8	Equals: Exports of goods, adjusted to balance of payments basis, excluding "military" (table 1, line 3)	807,536	193,773	203,223	198,711	211,829	211,722	227,357	218,869	193,789	200,072	204,801	208,874	213,840	223,540	225,226
IMPORTS																
9	Imports of goods, Census basis ¹ (general imports)	1,469,704	332,277	364,813	376,462	396,152	380,593	412,573	428,483	344,466	363,274	371,748	390,216	399,254	409,599	422,335
Adjustments:																
10	Electric energy	123	31	16	41	35	24	24	24	31	16	41	35	24	24	24
11	Gold imports, nonmonetary	40			40							40				
12	Inland freight in Canada	4,347	1,050	1,101	1,078	1,118	1,147	1,192	1,126	1,050	1,101	1,078	1,118	1,147	1,192	1,126
13	U.S.-Canadian reconciliation adjustment, n.e.c., net ²															
14	Imports of U.S. military agencies identified in Census documents ³	-964	-228	-250	-245	-241	-181	-257	-255	-228	-250	-245	-241	-181	-257	-255
15	Other adjustments, net ⁵	-324	-77	-82	-87	-78	-74	-89	-80	-77	-82	-87	-78	-74	-89	-80
16	Equals: Imports of goods, adjusted to balance of payments basis, excluding "military" (table 1, line 20)	1,472,926	333,053	365,598	377,289	396,986	381,509	413,443	429,298	345,241	364,059	372,576	391,050	400,169	410,469	423,151
B Trade in goods, by area and country, adjusted to balance of payments basis, excluding military:⁷																
EXPORTS																
1	Total, all countries (A-8)	807,536	193,773	203,223	198,711	211,829	211,722	227,357	218,869	193,789	200,072	204,801	208,874	213,840	223,540	225,226
2	Europe	189,418	46,373	47,902	44,819	50,324	51,395	53,723	48,433	46,483	47,035	46,100	49,800	51,965	52,619	49,728
3	European Union	167,669	40,805	42,311	40,086	44,467	45,259	47,481	42,626	40,930	41,500	41,203	44,036	45,816	46,450	43,721
4	Belgium and Luxembourg	17,420	4,213	4,534	4,185	4,488	4,619	4,948	4,546	4,223	4,445	4,301	4,451	4,689	4,836	4,657
5	France	21,083	5,132	5,374	4,655	5,922	5,639	5,843	4,828	5,142	5,270	4,780	5,891	5,726	5,705	4,944
6	Germany ⁸	30,844	7,528	7,642	7,624	8,050	8,206	8,323	8,186	7,560	7,494	7,830	7,960	8,297	8,135	8,380
7	Italy	10,420	2,426	2,856	2,333	2,805	2,866	2,877	2,499	2,432	2,806	2,403	2,779	2,899	2,820	2,569
8	Netherlands	24,119	5,760	6,057	5,818	6,484	6,564	6,747	6,087	5,779	5,946	5,973	6,421	6,649	6,604	6,249
9	United Kingdom	35,120	8,925	8,857	8,472	8,866	9,175	10,125	8,941	8,958	8,675	8,704	8,783	9,290	9,897	9,173
10	Other	28,663	6,821	6,991	6,999	7,852	8,190	8,618	7,539	6,836	6,864	7,212	7,751	8,266	8,453	7,749
11	Europe, excluding EU	21,749	5,568	5,591	4,733	5,857	6,136	6,242	5,807	5,553	5,535	4,897	5,764	6,149	6,169	6,007
12	Canada ²	189,982	44,896	48,791	46,591	49,704	50,486	55,006	51,321	44,939	47,983	47,901	49,159	51,016	54,022	52,606
13	Japan	52,288	12,804	13,356	12,812	13,316	12,612	13,247	13,667	12,716	13,258	13,311	13,003	12,664	13,163	14,196
14	Australia, New Zealand, and South Africa ⁹															
15	Australia	13,766	3,155	3,343	3,637	3,631	3,563	3,955	3,870	3,166	3,269	3,736	3,595	3,607	3,868	3,977
Latin America and Other Western Hemisphere																
17	Brazil	13,726	3,607	3,272	3,476	3,371	3,345	3,769	3,932	3,623	3,198	3,561	3,344	3,396	3,676	4,029
18	Mexico	110,698	25,847	27,698	27,898	29,255	27,996	29,832	30,107	25,869	27,272	28,738	28,819	28,382	29,391	31,000
19	Venezuela	4,742	963	1,155	1,216	1,408	1,440	1,520	1,700	958	1,136	1,257	1,391	1,465	1,492	1,747
20	Other	42,721	10,024	10,705	10,364	11,628	11,494	13,263	12,417	10,012	10,570	10,710	11,429	11,593	13,086	12,826
21	Other countries in Asia and Africa ^{7,9}	190,195	46,104	47,001	47,898	49,192	49,391	53,042	53,422	46,023	46,351	49,487	48,334	49,752	52,223	55,117
22	Asia ^{7,9}	177,100	42,893	43,893	44,702	45,612	45,718	49,125	49,638	42,834	43,255	46,142	44,869	46,063	48,337	51,151
23	Members of OPEC	14,287	2,955	3,560	3,600	4,172	4,665	5,466	4,899	2,941	3,519	3,727	4,100	4,645	5,388	5,063
24	China	34,639	8,954	8,372	8,184	9,129	8,958	10,075	10,699	8,919	8,315	8,492	8,913	9,007	9,948	11,052
25	Hong Kong	15,784	3,703	3,851	4,097	4,133	3,849	4,095	4,326	3,706	3,781	4,214	4,083	3,877	4,020	4,437
26	Korea, Republic of	25,729	6,317	6,455	6,582	6,375	6,684	6,642	6,712	6,303	6,359	6,787	6,280	6,780	6,536	6,934
27	Singapore	19,254	4,491	5,175	5,403	4,185	5,134	4,973	4,975	4,480	5,066	5,549	4,159	5,177	4,852	5,090
28	Taiwan	21,305	5,020	5,401	5,101	5,783	5,219	5,589	5,497	5,005	5,331	5,268	5,701	5,263	5,525	5,678
29	Africa ^{7,9}	12,773	3,153	3,029	3,095	3,496	3,586	3,823	3,685	3,131	3,016	3,240	3,386	3,601	3,792	3,862
30	Members of OPEC	2,563	528	517	609	909	609	656	870	520	524	640	879	604	660	918
31	International organizations and unallocated															
Memoranda:																
32	Industrial countries ⁷	441,562	106,373	112,394	107,038	115,757	117,129	124,531	116,166	106,465	110,537	110,177	114,383	118,346	122,257	119,323
33	Of which: Euro area ¹⁰	124,798	30,472	31,441	29,557	33,328	33,570	34,676	31,350	30,568	30,846	30,378	33,006	33,987	33,922	32,149
34	Members of OPEC ⁷	21,592	4,446	5,232	5,425	6,489	6,714	7,642	7,469	4,419	5,179	5,624	6,370	6,714	7,540	7,728
35	Other countries ⁷	344,382	82,954	85,597	86,248	89,583	87,879	95,184	95,234	82,905	84,356	89,000	88,121	88,780	93,743	98,175

See the footnotes on pages 40 and 41.

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

[Millions of dollars]

Line		Not seasonally adjusted									Seasonally adjusted					
		2004				2005					2004				2005	
		I	II	III	IV	I	II	III ^P	I	II	III	IV	I	II	III ^P	
B	Trade in goods, by area and country, adjusted to balance of payments basis, excluding military: ⁷—Continued:															
	IMPORTS															
36	Total, all countries (A–16)	1,472,926	333,053	365,598	377,289	396,986	381,509	413,443	429,298	345,241	364,059	372,576	391,050	400,169	410,469	423,151
37	Europe.....	320,915	74,476	81,626	78,262	86,551	82,535	91,036	87,329	76,988	81,401	77,384	85,142	86,412	90,536	86,277
38	European Union.....	278,153	64,035	70,975	68,144	74,999	71,598	78,572	76,069	66,163	70,855	67,439	73,696	74,926	78,218	75,218
39	Belgium and Luxembourg.....	12,733	3,103	3,318	2,974	3,338	3,072	3,332	3,404	3,201	3,302	2,936	3,294	3,224	3,311	3,370
40	France.....	31,587	7,152	7,621	7,666	9,148	7,991	8,794	8,209	7,387	7,618	7,999	8,983	8,367	8,757	8,122
41	Germany ⁸	77,130	17,769	19,277	19,143	20,941	19,672	21,324	20,979	18,347	19,292	18,967	20,524	20,546	21,262	20,767
42	Italy.....	28,086	6,578	7,030	7,153	7,325	7,275	7,830	7,908	6,796	7,017	7,081	7,192	7,607	7,803	7,824
43	Netherlands.....	12,404	2,807	2,958	3,149	3,490	3,152	3,609	3,851	2,922	2,945	3,104	3,433	3,306	3,574	3,790
44	United Kingdom.....	46,032	10,874	11,967	10,655	12,536	11,502	12,700	12,448	11,249	11,898	10,509	12,376	12,046	12,609	12,281
45	Other.....	70,181	15,752	18,804	17,404	18,221	18,934	20,983	19,270	16,261	18,783	17,243	17,894	19,830	20,902	19,064
46	Europe, excluding EU.....	42,762	10,441	10,651	10,118	11,552	10,937	12,464	11,260	10,825	10,546	9,945	11,446	11,486	12,318	11,059
47	Canada ²	259,034	61,390	66,643	64,173	66,828	68,295	71,107	71,978	63,557	66,378	63,340	65,759	71,559	70,680	70,924
48	Japan.....	129,807	31,202	32,108	32,207	34,290	33,958	34,464	33,791	32,218	32,090	31,924	33,575	35,438	34,374	33,466
49	Australia, New Zealand, and South Africa ⁹															
50	Australia.....	7,520	1,675	1,755	1,973	2,117	1,598	1,918	1,994	1,731	1,751	1,951	2,087	1,604	1,912	1,974
51	Latin America and Other Western Hemisphere.....	255,762	58,300	63,559	65,298	68,605	67,061	74,277	74,638	60,577	63,052	64,284	67,849	70,380	73,459	73,283
52	Brazil.....	21,159	4,115	5,188	5,957	5,899	5,694	6,178	6,153	4,274	5,180	5,900	5,805	5,975	6,143	6,073
53	Mexico.....	157,105	36,808	39,777	39,300	41,220	39,145	43,899	42,436	38,135	39,596	38,800	40,574	41,005	43,570	41,794
54	Venezuela.....	24,921	5,529	6,260	6,273	6,859	7,534	8,434	9,616	5,850	6,053	6,041	6,977	7,980	8,155	9,286
55	Other.....	52,577	11,848	12,334	13,768	14,627	14,688	15,766	16,433	12,318	12,223	13,543	14,493	15,420	15,591	16,130
56	Other countries in Asia and Africa ^{7, 9}	499,888	106,010	119,907	135,376	138,595	128,122	140,641	159,568	110,170	119,387	133,693	136,638	134,776	139,508	157,227
57	Asia ^{7, 9}	453,855	96,431	108,778	123,282	125,364	114,869	125,705	141,333	100,085	108,560	121,990	123,220	120,718	124,979	139,569
58	Members of OPEC.....	45,194	9,305	10,256	12,684	12,949	11,307	13,025	15,289	9,797	9,989	12,297	13,111	11,964	12,680	14,832
59	China.....	196,674	39,151	46,698	54,016	56,809	51,011	58,180	66,969	40,636	46,765	53,625	55,648	53,667	57,991	66,298
60	Hong Kong.....	9,316	2,030	2,052	2,740	2,494	1,888	1,752	2,722	2,108	2,052	2,719	2,437	1,989	1,746	2,693
61	Korea, Republic of.....	46,164	10,191	11,779	12,024	12,170	11,213	10,902	10,317	10,543	11,781	11,914	11,926	11,781	10,860	10,199
62	Singapore.....	15,359	3,562	3,865	4,152	3,780	3,502	3,748	3,813	3,686	3,865	4,113	3,695	3,678	3,736	3,772
63	Taiwan.....	34,626	7,730	8,737	9,099	9,060	8,293	8,601	8,891	7,995	8,736	9,018	8,877	8,702	8,577	8,800
64	Africa ^{7, 9}	45,636	9,495	10,444	11,984	13,113	13,177	14,852	18,147	9,997	10,741	11,593	13,305	13,980	14,446	17,571
65	Members of OPEC.....	23,990	4,829	5,952	6,504	6,705	6,927	8,456	10,193	5,130	5,744	6,252	6,864	7,384	8,172	9,815
66	International organizations and unallocated.....															
	Memoranda:															
67	Industrial countries ⁷	702,264	165,912	178,686	172,573	185,093	181,745	193,071	189,763	171,532	178,224	170,631	181,877	190,170	192,138	187,434
68	Of which: Euro area ¹⁰	209,393	49,064	52,900	51,472	55,957	53,461	58,178	56,510	50,669	52,845	50,960	54,919	55,945	57,950	55,899
69	Members of OPEC ⁷	94,105	19,663	22,468	25,461	26,513	25,768	29,915	35,098	20,777	21,786	24,590	26,352	27,328	29,007	33,933
70	Other countries ⁷	676,557	147,478	164,444	179,255	185,390	173,996	190,457	204,437	152,932	164,049	177,355	182,221	182,671	189,324	201,784
	BALANCE (EXCESS OF EXPORTS +)															
71	Total, all countries.....	-665,390	-139,280	-162,375	-178,578	-185,157	-169,787	-186,086	-210,429	-151,452	-163,987	-167,775	-182,176	-186,329	-186,929	-197,925
72	Europe.....	-131,497	-28,103	-33,724	-33,443	-36,227	-31,140	-37,313	-38,896	-30,505	-34,366	-31,284	-35,342	-34,447	-37,917	-36,549
73	European Union.....	-110,484	-23,230	-28,664	-28,058	-30,532	-26,339	-31,091	-33,443	-25,233	-29,355	-26,236	-29,660	-29,110	-31,768	-31,497
74	Belgium and Luxembourg.....	4,687	1,110	1,216	1,211	1,547	1,616	1,142	1,022	1,143	1,365	1,157	1,465	1,525	1,287	1,287
75	France.....	-10,504	-2,020	-2,247	-3,011	-3,226	-2,352	-2,951	-3,381	-2,245	-2,348	-2,819	-3,092	-2,641	-3,052	-3,178
76	Germany ⁸	-46,286	-10,241	-11,635	-11,519	-12,891	-11,466	-13,001	-12,793	-10,787	-11,798	-11,137	-12,564	-12,249	-13,127	-12,387
77	Italy.....	-17,666	-4,152	-4,174	-4,820	-4,520	-4,409	-4,953	-5,409	-4,364	-4,211	-4,678	-4,413	-4,708	-4,983	-5,255
78	Netherlands.....	11,715	2,953	3,099	2,669	2,994	3,412	3,138	2,236	2,857	3,001	2,869	2,988	3,343	3,030	2,459
79	United Kingdom.....	-10,912	-1,949	-3,110	-2,183	-3,670	-2,327	-2,575	-3,507	-2,291	-3,223	-1,805	-3,593	-2,756	-2,712	-3,108
80	Other.....	-41,518	-8,931	-11,813	-10,405	-10,369	-10,744	-12,365	-11,731	-9,425	-11,919	-10,031	-10,143	-11,564	-12,449	-11,315
81	Europe, excluding EU.....	-21,013	-4,873	-5,060	-5,385	-5,695	-4,801	-6,222	-5,453	-5,272	-5,011	-5,048	-5,682	-5,337	-6,149	-5,052
82	Canada ²	-69,052	-16,494	-17,852	-17,582	-17,124	-17,809	-16,101	-20,657	-18,618	-18,395	-15,439	-16,600	-20,543	-16,658	-18,318
83	Japan.....	-77,519	-18,398	-18,752	-19,395	-20,974	-21,346	-21,217	-19,502	-18,832	-18,613	-20,572	-22,774	-22,774	-21,211	-19,270
84	Australia, New Zealand, and South Africa ⁹															
85	Australia.....	6,246	1,480	1,588	1,664	1,514	2,025	2,037	1,876	1,435	1,518	1,785	1,508	2,003	1,956	2,003
86	Latin America and Other Western Hemisphere.....	-83,875	-17,859	-20,729	-22,344	-22,943	-22,786	-25,893	-26,482	-20,115	-20,876	-20,018	-22,866	-25,544	-25,814	-23,681
87	Brazil.....	-7,433	-508	-1,916	-2,481	-2,528	-2,349	-2,409	-2,221	-651	-1,982	-2,339	-2,461	-2,579	-2,467	-2,044
88	Mexico.....	-46,407	-10,961	-12,079	-11,402	-11,965	-11,149	-14,067	-12,329	-12,266	-12,324	-10,062	-11,755	-12,623	-14,179	-10,794
89	Venezuela.....	-20,179	-4,566	-5,105	-5,057	-5,451	-6,094	-6,914	-7,916	-4,892	-4,917	-4,784	-5,586	-6,515	-6,663	-7,539
90	Other.....	-9,856	-1,824	-1,629	-3,404	-2,999	-3,194	-2,503	-4,016	-2,306	-1,653	-2,833	-3,064	-3,827	-2,505	-3,304
91	Other countries in Asia and Africa ^{7, 9}	-309,693	-59,906	-72,906	-87,478	-89,403	-78,731	-87,599	-106,146	-64,147	-73,036	-84,206	-88,304	-85,024	-87,285	-102,110
92	Asia ^{7, 9}	-276,755	-53,538	-64,885	-78,580	-79,752	-69,151	-76,580	-91,695	-57,251	-65,305	-75,848	-78,351	-74,655	-76,642	-88,418
93	Members of OPEC.....	-30,907	-6,350	-6,696	-9,084	-8,777	-6,642	-7,559	-10,390	-6,856	-6,470	-8,570	-9,011	-7,319	-7,292	-9,769
94	China.....	-162,035	-30,197	-38,326	-45,832	-47,680	-42,053	-48,105	-56,270	-31,717	-38,450	-45,133	-46,735	-44,660	-48,043	-

Table 2. U.S. Trade in Goods

[Millions of dollars]

Line	2004	Not seasonally adjusted							Seasonally adjusted								
		2004				2005			2004				2005				
		I	II	III	IV	I	II	III ^P	I	II	III	IV	I	II	III ^P		
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)	1,472,926	333,053	365,598	377,289	396,986	381,509	413,443	429,298	345,241	364,059	372,576	391,050	400,169	410,469	423,151		
75 Petroleum and products ⁶	180,459	37,758	43,134	47,035	52,532	49,790	59,469	70,045	40,039	41,522	45,129	53,769	52,929	57,394	67,513		
76 Nonpetroleum products	1,292,467	295,295	322,464	330,254	344,454	331,719	353,974	359,253	305,202	322,537	327,447	337,281	347,240	353,075	355,638		
77 Foods, feeds, and beverages	62,143	14,709	15,714	14,970	16,750	16,094	16,998	16,682	15,007	15,585	15,472	16,079	16,571	16,813	17,279		
78 Agricultural	46,495	11,207	12,043	11,135	12,110	12,394	13,149	12,296	11,041	11,743	11,772	11,939	12,357	12,791	13,036		
79 Coffee, cocoa, and sugar	3,115	771	872	791	681	1,107	1,093	996	690	841	840	744	1,005	1,047	1,043		
80 Green coffee	1,869	423	543	462	441	608	743	586	370	517	494	488	546	706	626		
81 Meat products and poultry	6,860	1,588	1,687	1,736	1,849	1,628	1,919	1,844	1,597	1,686	1,848	1,729	1,661	1,918	1,958		
82 Vegetables, fruits, nuts, and preparations	12,619	3,559	3,227	2,497	3,336	3,910	3,644	2,824	2,970	3,109	3,116	3,424	3,325	3,522	3,539		
83 Wine and related products	6,258	1,307	1,691	1,589	1,671	1,475	1,801	1,823	1,517	1,567	1,565	1,609	1,729	1,659	1,796		
84 Other agricultural foods, feeds, and beverages	17,643	3,981	4,566	4,522	4,574	4,274	4,693	4,808	4,266	4,541	4,403	4,433	4,637	4,646	4,702		
85 Nonagricultural (fish, distilled beverages, etc.)	15,648	3,502	3,671	3,835	4,640	3,700	3,849	4,386	3,966	3,842	3,700	4,140	4,214	4,022	4,243		
86 Fish and shellfish	11,210	2,580	2,533	2,808	3,289	2,622	2,699	3,156	2,897	2,699	2,659	2,955	2,949	2,878	2,987		
87 Whiskey and other alcoholic beverages	4,042	825	1,141	925	1,251	966	1,035	1,118	972	1,046	939	1,085	1,153	1,029	1,144		
88 Industrial supplies and materials	412,989	88,896	101,487	108,134	114,472	114,111	126,514	135,597	91,340	98,455	105,950	117,244	118,328	122,731	133,282		
89 Agricultural	6,677	1,569	1,761	1,647	1,700	1,859	1,834	1,666	1,547	1,695	1,685	1,750	1,854	1,756	1,726		
90 Nonagricultural products	406,312	87,327	99,726	106,487	112,772	112,252	124,680	133,931	89,793	96,760	104,265	115,494	116,474	120,975	131,556		
91 Energy products	210,899	44,975	50,475	54,720	60,729	58,778	67,989	79,989	46,683	48,976	53,274	61,966	61,260	66,089	78,221		
92 Fuels and lubricants ⁶	209,514	44,658	50,163	54,312	60,381	58,361	67,509	79,151	46,378	48,664	52,932	61,540	60,853	65,594	77,479		
93 Paper and paper base stocks	13,051	3,039	3,203	3,420	3,399	3,379	3,366	3,322	3,095	3,207	3,349	3,400	3,469	3,361	3,259		
94 Textile supplies and related materials	12,029	2,852	3,163	3,043	2,971	3,114	3,306	3,184	2,912	3,011	3,020	3,086	3,219	3,142	3,158		
95 Chemicals, excluding medicinals	42,288	10,230	10,635	10,424	10,999	12,425	12,647	11,928	9,758	10,244	10,821	11,465	12,076	12,204	12,438		
96 Building materials, except metals	32,016	6,591	8,572	8,884	7,969	7,994	9,152	8,766	7,093	8,080	8,443	8,400	8,710	8,611	8,294		
97 Other nonmetals	23,279	5,324	5,867	6,093	5,995	5,963	6,506	6,656	5,546	5,758	5,926	6,049	6,284	6,362	6,451		
98 Metals and nonmetallic products	72,750	14,316	17,811	19,903	20,720	20,599	21,714	20,086	14,706	17,484	19,432	21,128	21,456	21,206	19,735		
99 Steelmaking materials	5,631	937	1,248	1,608	1,838	1,828	1,573	1,282	1,056	1,220	1,547	1,808	2,083	1,540	1,214		
100 Iron and steel products	28,874	4,749	6,995	8,528	8,602	8,094	8,192	7,135	5,069	6,931	8,133	8,741	8,662	8,052	6,809		
101 Nonferrous metals	26,038	5,993	6,418	6,538	7,089	7,325	8,097	7,791	5,908	6,294	6,559	7,277	7,280	7,913	7,863		
102 Nonmonetary gold	4,050	1,021	820	999	1,210	960	1,010	1,102	1,021	820	999	1,210	960	1,010	1,102		
103 Other precious metals	4,838	1,197	1,305	1,163	1,173	1,221	1,235	1,363	1,181	1,331	1,186	1,140	1,248	1,238	1,329		
104 Bauxite and aluminum	9,269	2,054	2,357	2,335	2,523	2,825	3,248	2,829	1,983	2,219	2,347	2,720	2,746	3,071	2,933		
105 Other nonferrous metals	7,881	1,721	1,936	2,041	2,183	2,319	2,604	2,497	1,723	1,924	2,027	2,207	2,326	2,594	2,499		
106 Other metals and nonmetallic products	12,207	2,637	3,150	3,229	3,191	3,352	3,852	3,878	2,673	3,039	3,193	3,302	3,431	3,701	3,849		
107 Capital goods, except automotive	343,451	78,665	85,278	87,797	91,711	87,305	96,030	96,678	80,766	85,483	87,771	89,431	90,743	95,905	96,095		
108 Machinery, except consumer-type	316,718	72,726	78,569	81,293	84,130	80,322	88,320	89,999	74,821	78,812	81,232	81,853	83,721	88,247	89,386		
109 Electric generating machinery, electric apparatus and parts	38,525	9,049	9,686	9,814	9,976	9,779	10,616	11,295	9,220	9,722	9,782	9,801	10,108	10,610	11,177		
110 Nonelectric, including parts and attachments	278,193	63,677	68,883	71,479	74,154	70,543	77,704	78,704	65,601	69,090	71,450	72,052	73,613	77,337	78,209		
111 Oil drilling, mining, and construction machinery	11,619	2,331	2,801	3,416	3,071	3,376	4,499	3,848	2,286	2,603	3,447	3,283	3,370	4,247	3,921		
112 Industrial engines, pumps, and compressors	11,087	2,611	2,841	2,769	2,866	3,028	3,293	3,133	2,552	2,799	2,839	2,897	3,009	3,236	3,190		
113 Machine tools and metalworking machinery	7,060	1,554	1,759	1,835	1,912	1,840	2,084	2,065	1,597	1,707	1,841	1,915	1,910	2,013	2,078		
114 Measuring, testing, and control instruments	11,475	2,669	2,852	2,957	2,997	2,820	3,011	3,134	2,697	2,869	2,943	2,966	2,886	3,016	3,105		
115 Other industrial, agricultural, and service industry machinery	62,015	14,271	15,339	15,651	16,554	16,674	18,010	17,489	14,404	15,112	15,957	16,542	17,034	17,464	17,771		
116 Computers, peripherals, and parts	88,635	19,724	21,333	23,172	24,406	21,326	22,652	24,336	20,979	22,084	22,760	22,812	23,023	23,426	23,540		
117 Semiconductors	26,749	6,679	6,760	6,876	6,434	6,185	6,271	6,565	6,660	6,848	6,850	6,391	6,244	6,337	6,520		
118 Telecommunications equipment	29,448	6,944	7,647	7,151	7,706	7,508	9,740	9,752	7,287	7,592	7,193	7,376	7,941	9,664	9,781		
119 Other office and business machines	8,050	1,799	2,019	2,067	2,165	1,989	2,169	2,180	1,875	2,046	2,044	2,085	2,099	2,185	2,154		
120 Scientific, hospital, and medical equipment and parts	22,055	5,095	5,332	5,585	6,043	5,797	5,975	6,202	5,264	5,430	5,576	5,785	6,097	6,049	6,149		
121 Transportation equipment, except automotive	26,733	5,939	6,709	6,504	7,581	6,983	7,710	6,679	5,945	6,671	6,539	7,578	7,022	7,658	6,709		
122 Civilian aircraft, engines, and parts	24,299	5,253	6,152	5,965	6,929	6,364	7,114	6,075	5,259	6,113	6,000	6,927	6,403	7,062	6,105		
123 Civilian aircraft, complete, all types	11,386	2,147	3,020	2,765	3,454	2,746	3,341	2,321	2,147	3,020	2,765	3,454	2,746	3,341	2,321		
124 Automotive vehicles, engines, and parts	228,235	55,076	58,966	54,292	59,901	57,256	60,015	57,427	55,429	57,166	57,513	58,127	58,178	58,082	60,605		
125 From Canada	67,677	16,415	18,171	15,738	17,353	17,386	17,586	16,896	16,081	17,021	17,087	17,488	17,343	16,437	18,041		
126 Passenger cars, new and used	35,625	8,220	9,884	8,485	9,036	8,839	8,431	8,333	8,162	9,048	9,311	9,104	9,038	7,654	8,881		
127 Trucks, buses, and special purpose vehicles	11,368	2,798	2,972	2,481	3,117	2,709	3,390	3,298	2,775	2,844	2,689	3,060	2,674	3,225	3,585		
128 Engines and engine parts	4,317	1,154	1,061	981	1,121	1,458	1,143	1,034	1,060	1,046	1,082	1,129	1,357	1,132	1,122		
129 Other parts and accessories	16,367	4,243	4,254	3,791	4,079	4,380	4,622	4,231	4,084	4,083	4,005	4,195	4,274	4,426	4,453		
130 From other areas	160,558	38,661	40,795	38,554	42,548	39,870	42,429	40,531	39,348	40,145	40,426	40,639	40,835	41,645	42,564		
131 Passenger cars, new and used	86,643	20,990	21,912	20,325	23,416	20,565	21,792	20,193	21,644	21,810	21,899	21,290	21,328	21,651	21,855		
132 Trucks, buses, and special purpose vehicles	9,612	2,220	2														

Table 3. Private Services Transactions

(Millions of dollars)

Line		Not seasonally adjusted									Seasonally adjusted						
		2004	2004				2005				2004				2005		
			I	II	III	IV	I	II ¹	III ²	I	II	III	IV	I	II ¹	III ²	
1	Exports of private services	328,277	77,554	79,178	84,947	86,598	86,525	87,220	94,308	79,207	81,065	81,760	86,246	87,869	89,096	90,485	
2	Travel (table 1, line 6)	74,481	16,042	18,817	21,452	18,170	17,840	21,541	24,461	17,900	18,675	18,686	19,220	20,008	21,380	21,156	
3	Passenger fares (table 1, line 7)	18,858	4,224	4,577	5,387	4,670	4,835	5,392	5,825	4,521	4,654	4,909	4,774	5,162	5,492	5,408	
4	Other transportation (table 1, line 8)	36,862	8,562	9,200	9,327	9,773	9,502	10,167	10,756	8,907	9,188	9,124	9,643	9,859	10,115	10,518	
5	Freight	15,814	3,863	4,013	3,771	4,167	4,184	4,298	4,279	3,919	3,955	3,800	4,140	4,249	4,227	4,314	
6	Port services	21,048	4,699	5,187	5,556	5,606	5,318	5,869	6,477	4,988	5,233	5,324	5,503	5,610	5,888	6,204	
7	Royalties and license fees (table 1, line 9)	52,643	12,244	12,408	12,589	15,402	14,698	13,905	13,958	12,677	12,573	12,947	14,446	14,872	14,078	14,294	
8	Affiliated	39,024	8,930	9,202	9,225	11,667	10,878	10,299	10,254	9,363	9,367	9,583	10,711	11,052	10,472	10,590	
9	U.S. parents' receipts	35,084	8,318	8,433	8,612	9,721	9,141	9,098	9,071	8,582	8,481	8,920	9,102	9,412	9,171	9,380	
10	U.S. affiliates' receipts	3,940	612	769	613	1,946	1,737	1,201	1,183	781	886	663	1,609	1,640	1,301	1,210	
11	Unaffiliated	13,619	3,314	3,206	3,364	3,735	3,820	3,606	3,704	3,314	3,206	3,364	3,735	3,820	3,606	3,704	
12	Industrial processes ¹	5,560	1,415	1,266	1,477	1,401	1,739	1,577	1,658	1,415	1,266	1,477	1,401	1,739	1,577	1,658	
13	Other ²	8,059	1,898	1,940	1,888	2,333	2,081	2,030	2,045	1,898	1,940	1,888	2,333	2,081	2,030	2,045	
14	Other private services (table 1, line 10)	145,433	36,482	34,176	36,192	38,583	39,650	36,215	39,308	35,202	35,975	36,094	38,163	37,968	38,031	39,109	
15	Affiliated	50,639	11,342	12,677	12,602	14,018	12,170	11,490	11,996	12,284	12,784	12,858	12,714	12,736	11,528	12,231	
16	U.S. parents' receipts	28,264	6,625	6,890	6,932	7,817	7,554	7,626	7,529	7,001	6,958	7,150	7,155	7,992	7,700	7,746	
17	U.S. affiliates' receipts	22,375	4,717	5,787	5,670	6,201	4,616	3,864	4,467	5,283	5,826	5,708	5,559	4,744	3,828	4,485	
18	Unaffiliated services	94,794	25,140	21,499	23,590	24,565	27,480	24,725	27,312	22,918	23,191	23,236	25,449	25,232	26,503	26,878	
19	Education	13,523	5,571	1,677	3,746	2,530	5,817	1,732	3,929	3,349	3,369	3,392	3,413	3,494	3,505	3,556	
20	Financial services	21,897	5,103	5,362	5,084	6,348	6,014	6,401	6,493	5,103	5,362	5,084	6,348	6,014	6,401	6,493	
21	Insurance services	6,125	1,479	1,502	1,539	1,606	1,638	1,658	1,800	1,479	1,502	1,539	1,606	1,638	1,658	1,800	
22	Telecommunications	4,374	1,123	1,112	1,094	1,045	1,095	1,148	1,157	1,123	1,112	1,094	1,045	1,095	1,148	1,157	
23	Business, professional, and technical services	33,773	8,171	8,124	8,415	9,064	8,974	9,799	9,818	8,171	8,124	8,415	9,064	8,974	9,799	9,818	
24	Other unaffiliated services ³	15,101	3,693	3,723	3,713	3,972	3,942	3,987	4,115	3,692	3,722	3,712	3,974	4,018	3,992	4,054	
25	Imports of private services	263,072	58,702	66,598	70,201	67,571	66,060	74,041	75,463	62,723	64,754	66,854	68,739	70,816	71,955	71,941	
26	Travel (table 1, line 23)	65,635	13,498	18,376	19,269	14,492	14,983	20,093	20,061	15,886	16,491	16,603	16,655	17,425	18,106	17,337	
27	Passenger fares (table 1, line 24)	23,701	5,335	6,246	6,458	5,662	5,756	6,944	6,753	5,740	5,882	5,896	6,183	6,221	6,536	6,204	
28	Other transportation (table 1, line 25)	54,169	12,351	13,289	13,946	14,583	14,815	15,313	15,637	12,914	13,158	13,614	14,483	15,882	15,115	15,217	
29	Freight	39,225	8,926	9,628	10,088	10,583	10,836	11,001	11,001	9,364	9,498	9,868	10,495	11,574	10,704	10,716	
30	Port services	14,944	3,425	3,661	3,858	4,000	3,979	4,407	4,636	3,550	3,660	3,746	3,988	4,308	4,411	4,501	
31	Royalties and license fees (table 1, line 26)	23,901	5,184	5,462	6,530	6,725	6,148	5,874	6,237	5,407	5,731	6,591	6,172	6,429	6,147	6,273	
32	Affiliated	18,750	4,040	4,334	4,665	5,711	5,101	4,862	5,147	4,263	4,603	4,726	5,158	5,382	5,135	5,183	
33	U.S. parents' payments	2,913	687	692	700	834	761	797	807	687	692	700	834	761	797	807	
34	U.S. affiliates' payments	15,837	3,353	3,642	3,965	4,877	4,340	4,065	4,340	3,576	3,911	4,026	4,324	4,621	4,338	4,376	
35	Unaffiliated	5,151	1,144	1,128	1,865	1,014	1,047	1,012	1,090	1,144	1,128	1,865	1,014	1,047	1,012	1,090	
36	Industrial processes ¹	2,554	676	627	656	594	686	635	690	676	627	656	594	686	635	690	
37	Other ²	2,598	467	501	1,209	420	361	376	400	467	501	1,209	420	361	376	400	
38	Other private services (table 1, line 27)	95,666	22,334	23,225	23,998	26,109	24,358	25,817	26,775	22,776	23,492	24,150	25,246	24,859	26,051	26,910	
39	Affiliated	39,446	8,988	9,630	9,574	11,254	9,285	9,959	10,352	9,279	9,895	9,932	10,338	9,622	10,190	10,716	
40	U.S. parents' payments	21,630	4,998	5,241	5,211	6,180	5,396	5,759	5,918	5,298	5,316	5,302	5,713	5,720	5,828	6,018	
41	U.S. affiliates' payments	17,816	3,990	4,389	4,363	5,074	3,889	4,200	4,434	3,981	4,579	4,630	4,625	3,902	4,362	4,698	
42	Unaffiliated services	56,220	13,346	13,595	14,424	14,855	15,073	15,858	16,423	13,497	13,597	14,218	14,908	15,237	15,861	16,194	
43	Education	3,525	701	866	1,095	863	778	962	1,217	852	868	889	916	942	965	988	
44	Financial services	4,968	1,175	1,173	1,225	1,395	1,533	1,603	1,695	1,175	1,173	1,225	1,395	1,533	1,603	1,695	
45	Insurance services	29,882	7,097	7,319	7,581	7,885	7,979	8,107	8,409	7,097	7,319	7,581	7,885	7,979	8,107	8,409	
46	Telecommunications	4,365	1,146	1,065	1,097	1,057	1,017	1,062	1,060	1,146	1,065	1,097	1,057	1,017	1,062	1,060	
47	Business, professional, and technical services	12,519	3,047	2,960	3,102	3,411	3,465	3,764	3,759	3,047	2,960	3,102	3,411	3,465	3,764	3,759	
48	Other unaffiliated services ³	962	181	212	324	245	302	360	283	181	212	324	245	302	360	283	
Supplemental detail on insurance transactions:																	
49	Premiums received ⁴	17,974	4,340	4,271	4,950	4,413	4,350	4,238	4,744	4,340	4,271	4,950	4,413	4,350	4,238	4,744	
50	Actual losses paid	10,936	2,818	2,740	2,689	2,689	2,737	2,818	2,914	2,818	2,740	2,689	2,689	2,737	2,818	2,914	
51	Premiums paid ⁴	67,105	15,963	16,314	16,034	18,794	17,086	17,171	17,756	15,963	16,314	16,034	18,794	17,086	17,171	17,756	
52	Actual losses recovered	35,039	8,145	7,848	11,364	7,682	7,822	8,066	17,421	8,145	7,848	11,364	7,682	7,822	8,066	17,421	
Memoranda:																	
53	Balance on goods (table 1, line 71)	-665,390	-139,280	-162,375	-178,578	-185,157	-169,787	-186,086	-210,429	-151,452	-163,987	-167,775	-182,176	-186,329	-186,929	-197,925	
54	Balance on private services (line 1 minus line 25)	65,205	18,852	12,580	14,746	19,027	20,465	13,179	18,845	16,484	16,311	14,906	17,507	17,053	17,141	18,544	
55	Balance on goods and private services (lines 53 and 54)	-600,185	-120,428	-149,795	-163,832	-166,130	-149,322	-172,907	-191,584	-134,968	-147,676	-152,869	-164,669	-169,276	-169,788	-179,381	

See the footnotes on pages 40 and 41.

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

(Millions of dollars)

Line	(Credits +; decrease in U.S. assets or increase in foreign assets. Debits -; increase in U.S. assets or decrease in foreign assets.)	2004	Not seasonally adjusted						Amounts outstanding Sept. 30, 2005	
			2004				2005			
			I	II	III	IV	I	II ^a		III ^b
A1	U.S. official reserve assets, net (table 1, line 41)	2,805	557	1,122	429	697	5,331	-797	4,766	183,690
2	Gold (table 1, line 42)									123,754
3	Special drawing rights (table 1, line 43)	-398	-100	-90	-98	-110	1,713	-97	2,976	8,224
4	Reserve position in the International Monetary Fund (table 1, line 44)	3,826	815	1,345	676	990	3,763	-564	1,951	13,212
5	Foreign currencies (table 1, line 45)	-623	-158	-133	-149	-183	-145	-136	-161	38,500
B1	Foreign official assets in the United States, net (table 1, line 56)	394,710	147,401	77,039	75,792	94,478	25,277	82,646	38,394	2,104,723
	By instrument:									
2	U.S. Treasury securities (table 1, line 58)	272,648	112,586	62,977	55,357	41,728	14,306	22,448	9,651	1,289,416
3	Bills and certificates	16,814	19,861	1,383	10,918	-15,348	-9,354	-30,946	-9,530	195,367
4	Bonds and notes, marketable	256,816	93,798	61,564	44,409	57,045	23,629	54,144	19,163	1,093,120
5	Bonds and notes, nonmarketable	-982	-1,073	30	30	31	31	-750	18	929
6	Other U.S. Government securities (table 1, line 59)	38,485	11,424	479	11,542	15,040	24,938	21,620	20,471	301,538
7	Other U.S. Government liabilities (table 1, line 60)	488	-109	45	710	-158	-650	297	709	17,471
8	U.S. liabilities reported by U.S. banks, not included elsewhere (table 1, line 61)	70,329	22,058	11,350	4,867	32,054	-15,843	34,190	826	289,558
9	Banks' liabilities for own account ¹	28,875	8,148	15,579	-78	5,226	1,195	15,541	7,300	169,552
10	Repurchase agreements	23,376	1,855	18,609	6,428	-3,516	-2,917	6,932	6,576	121,634
11	Deposits and brokerage balances ²	3,509	1,079	3,467	-5,098	4,061	5,677	6,808	216	39,314
12	Other liabilities	1,990	5,214	-6,497	-1,408	4,681	-1,565	1,801	508	8,604
13	Banks' customers' liabilities ³	41,454	13,910	-4,229	4,945	26,828	-17,038	18,649	-6,474	120,006
14	Negotiable certificates of deposit and other short-term instruments	42,197	16,018	-6,388	6,245	26,322	-15,703	14,482	-2,923	119,019
15	Other liabilities	-743	-2,108	2,159	-1,300	506	-1,335	4,167	-3,551	987
16	Other foreign official assets (table 1, line 62)	12,760	1,442	2,188	3,316	5,814	2,526	4,091	6,737	206,740
	By area:									
17	Europe	43,646	4,596	22,823	4,826	11,401	-7,259	17,510	651	371,828
18	Canada	1,672	1,572	-114	1,024	-810	-665	457	-7	7,796
19	Latin America and Caribbean	24,412	7,562	9,078	3,841	3,931	-771	1,486	-1,417	112,016
20	Asia	313,359	133,313	46,802	65,975	67,269	32,302	55,253	51,043	1,569,191
21	Africa	2,782	1,431	730	1,423	-802	3,340	944	-2,932	15,960
22	Other	8,839	-1,073	-2,280	-1,297	13,489	-1,670	6,996	-8,944	27,932

See the footnotes on pages 40 and 41.

Table 5. Selected U.S. Government Transactions
(Millions of dollars)

Line		2004	Not seasonally adjusted						
			2004				2005		
			I	II	III	IV	I	II ¹	III ²
A1	U.S. Government grants and transactions increasing Government assets, total	26,485	8,451	5,510	6,248	6,276	9,704	6,440	6,801
	By category								
2	Grants, net	23,480	7,804	4,964	4,938	5,774	13,108	5,825	6,403
3	U.S. Government current grants, net (table 1, line 36, with sign reversed)	23,317	7,744	4,961	4,911	5,701	9,035	5,724	6,314
4	Financing military purchases ¹	6,316	3,973	626	432	1,285	3,777	439	472
5	Other grants	17,001	3,772	4,334	4,479	4,416	5,259	5,285	5,843
6	Cash contributions received from coalition partners for Persian Gulf operations								
7	Debt forgiveness (table 1, part of line 39, with sign reversed)	163	59	3	28	73	4,073	101	89
8	Credits and other long-term assets (table 1, line 47, with sign reversed)	3,044	561	668	1,270	545	519	708	383
9	Capital subscriptions and contributions to international financial institutions, excluding IMF	1,993	342	513	849	289	363	355	294
10	Credits repayable in U.S. dollars	1,051	219	155	421	256	156	353	89
11	Credits repayable in other than U.S. dollars								
12	Other long-term assets								
13	Foreign currency holdings and short-term assets, net (table 1, line 49 with sign reversed)	-38	86	-122	40	-42	-3,923	-93	16
14	Foreign currency holdings (excluding administrative cash holdings), net	1			1	([*])			
	Receipts from:								
15	Sales of agricultural commodities								
16	Interest								
17	Repayments of principal	1	([*])		1	([*])			
18	Reverse grants								
19	Other sources								
	Less currencies disbursed for:								
20	Grants and credits in the recipient's currency								
21	Other grants and credits								
22	Other U.S. Government expenditures								
23	Assets acquired in performance of U.S. Government guarantee and insurance obligations, net	-29	78	-137	32	-1	-3,910	-86	16
24	Other assets held under Commodity Credit Corporation Charter Act, net								
25	Assets financing military sales contracts, net ²								
26	Other short-term assets (including changes in administrative cash holdings), net	-11	8	15	8	-42	-13	-6	1
	By program								
27	Capital subscriptions and contributions to international financial institutions, excluding IMF	1,993	342	513	849	289	363	355	294
28	Under Agricultural Trade Development and Assistance Act and related programs	1,140	306	276	267	291	366	368	281
29	Under Foreign Assistance Act and related programs	21,644	7,444	4,305	4,693	5,202	8,566	5,288	5,768
30	Under Export-Import Bank Act	273	60	23	104	86	131	79	113
31	Under Commodity Credit Corporation Charter Act	133	68	13	18	35	2	4	14
32	Under other grant and credit programs	1,313	224	364	309	415	289	352	331
33	Other foreign currency assets acquired (lines A16, A17, and A19)	1			1	([*])			
34	Less foreign currencies used by U.S. Government other than for grants or credits (line A22)								
35	Other (including changes in administrative cash holdings), net	-11	8	15	8	-42	-13	-6	1
	By disposition³								
36	Estimated transactions involving no direct dollar outflow from the United States	17,524	6,733	3,142	3,273	4,376	6,960	3,663	3,838
37	Expenditures on U.S. goods	7,494	3,815	871	946	1,862	3,921	840	915
38	Expenditures on U.S. services ⁴	6,840	1,632	1,685	1,807	1,715	2,111	2,126	2,357
39	Financing of military sales contracts by U.S. Government ⁵ (line C6)	2,903	1,123	615	451	715	763	517	466
40	By long-term credits	124			46	77	47	87	
41	By short-term credits ¹								
42	By grants ¹	2,780	1,123	615	405	637	715	431	466
43	U.S. Government grants and credits to repay prior U.S. Government credits ¹⁴	201	82	6	37	77	4,075	156	83
44	U.S. Government long- and short-term credits to repay prior U.S. private credits ⁶ and other assets	149	71	20	36	23	14	26	16
45	Increase in liabilities associated with U.S. Government grants and transactions increasing Government assets (including changes in retained accounts) ⁷ (line C11)								
46	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	63	-11	55	3	16	3,924	1	
47	Less foreign currencies used by U.S. Government other than for grants or credits (line A22)								
48	Estimated dollar payments to foreign countries and international financial institutions	8,961	1,718	2,367	2,975	1,901	2,744	2,777	2,964
B1	Repayments on U.S. Government long-term assets, total (table 1, line 48)	4,221	1,374	544	1,299	1,004	1,083	1,586	961
2	Receipts of principal on U.S. Government credits	4,220	1,374	544	1,299	1,004	1,083	1,586	961
3	Under Agricultural Trade Development and Assistance Act and related programs	488	55	31	137	266	54	140	53
4	Under Foreign Assistance Act and related programs	1,814	795	235	445	339	404	273	362
5	Under Export-Import Bank Act	1,446	390	223	583	250	445	362	441
6	Under Commodity Credit Corporation Charter Act	390	125	56	133	76	170	811	93
7	Under other credit programs	83	10		1	72	11		12
8	Receipts on other long-term assets					([*])			
C1	U.S. Government liabilities other than securities, total, net increase (+) (table 1, line 60)	488	-109	45	710	-158	-650	297	709
2	Associated with military sales contracts ²	489	-111	35	724	-160	-643	298	709
3	U.S. Government cash receipts from foreign governments (including principal repayments on credits financing military sales contracts), net of refunds ¹	13,938	4,080	2,934	4,115	2,810	3,684	4,385	5,353
4	Less U.S. Government receipts from principal repayments	991	567	57	238	129	268	179	168
5	Less U.S. Treasury securities issued in connection with prepayments for military purchases in the United States	548	847	-299			298		100
6	Plus financing of military sales contracts by U.S. Government ⁵ (line A39)	2,903	1,123	615	451	715	763	517	466
7	By long-term credits	124			46	77	47	87	
8	By short-term credits ¹								
9	By grants ¹	2,780	1,123	615	405	637	715	431	466
10	Less transfers of goods and services (including transfers financed by grants for military purchases, and by credits) ¹² (table 1, line 5)	14,814	3,899	3,756	3,604	3,555	4,525	4,425	4,843
11	Associated with U.S. Government grants and transactions increasing Government assets (including changes in retained accounts) ⁷ (line A45)								
12	Associated with other liabilities	-1	1	10	-14	2	-6	-1	
13	Sales of nuclear material by Department of Energy/U.S. Enrichment Corporation ⁸								
14	Sales of space launch and other services by National Aeronautics and Space Administration	([*])	([*])	([*])	([*])	([*])	([*])	([*])	
15	Other sales and miscellaneous operations	2	10	10	-14	2	-6	-1	

See the footnotes on pages 40 and 41.

Table 6a. Direct Investment: Income, Capital, Royalties and License Fees, and Other Private Services—Continues

(Millions of dollars)

Line	(Credits +; debits -)	2004	Not seasonally adjusted						Seasonally adjusted							
			2004				2005		2004				2005			
			I	II	III	IV	I	II ^P	I	II	III	IV	I	II ^P	III ^P	
U.S. direct investment abroad:																
1	Income (table 1, line 14).....	233,067	55,323	59,060	57,568	61,116	58,335	61,300	61,405	55,096	57,053	57,863	63,053	58,180	59,635	61,787
2	Earnings.....	226,939	53,820	57,537	56,020	59,561	56,859	59,791	59,933	53,594	55,529	56,316	61,498	56,705	58,126	60,315
3	Distributed earnings.....	50,398	9,375	11,430	9,558	20,036	26,666	35,870	83,283	12,602	14,320	12,238	11,238	31,094	42,095	87,467
4	Reinvested earnings.....	176,540	44,446	46,107	46,463	39,525	30,194	23,921	-23,349	40,992	41,209	44,078	50,260	25,611	16,031	-27,152
5	Reinvested earnings without current-cost adjustment.....	153,821	38,887	40,461	40,740	33,734	24,345	18,024	-29,285	35,433	35,563	38,355	44,469	19,762	10,134	-33,088
6	Current-cost adjustment.....	22,719	5,559	5,646	5,723	5,791	5,849	5,897	5,936	5,559	5,646	5,723	5,791	5,849	5,897	5,936
7	Interest.....	6,128	1,502	1,524	1,547	1,555	1,475	1,509	1,472	1,502	1,524	1,547	1,555	1,475	1,509	1,472
8	U.S. parents' receipts.....	8,907	2,173	2,191	2,235	2,309	2,202	2,265	2,240	2,173	2,191	2,235	2,309	2,202	2,265	2,240
9	U.S. parents' payments.....	-2,779	-670	-667	-688	-754	-727	-756	-768	-670	-667	-688	-754	-727	-756	-768
10	Income without current-cost adjustment.....	210,348	49,764	53,414	51,845	55,325	52,486	55,403	55,469	49,537	51,407	52,140	57,262	52,331	53,738	55,851
11	Manufacturing.....	48,655	11,677	13,102	11,740	12,135	12,268	13,504	13,414	11,897	12,319	11,967	12,471	12,424	12,717	13,702
12	Wholesale trade.....	24,245	5,384	5,833	5,887	7,141	5,826	7,027	6,894	5,384	5,833	5,887	7,141	5,826	7,027	6,894
13	Finance (including depository institutions) and insurance.....	30,689	7,775	8,494	7,458	6,962	7,155	6,303	5,748	7,328	7,270	7,527	8,565	6,845	5,427	5,842
14	Holding companies, except bank holding companies.....	61,738	14,879	15,456	15,444	16,451	16,234	16,564	16,682	14,879	14,965	15,444	16,451	16,234	16,564	16,682
15	Other.....	45,020	10,048	11,020	11,316	12,635	11,003	12,003	12,730	10,048	11,020	11,316	12,635	11,003	12,003	12,730
16	Earnings without current-cost adjustment (line 2 less line 6).....	204,220	48,261	51,891	50,297	53,770	51,010	53,894	53,997	48,035	49,883	50,593	55,707	50,856	52,229	54,379
17	Manufacturing.....	47,360	11,378	12,789	11,401	11,792	11,889	13,109	13,010	11,599	12,005	11,628	12,127	12,045	12,321	13,298
18	Wholesale trade.....	23,783	5,268	5,725	5,771	7,019	5,727	6,907	6,789	5,268	5,725	5,771	7,019	5,727	6,907	6,789
19	Finance (including depository institutions) and insurance.....	30,688	7,768	8,480	7,460	6,981	7,143	6,301	5,772	7,321	7,256	7,529	8,583	6,833	5,425	5,866
20	Holding companies, except bank holding companies.....	60,309	14,533	14,609	15,080	16,087	15,873	16,275	16,378	14,533	14,609	15,080	16,087	15,873	16,275	16,378
21	Other.....	42,079	9,314	10,268	10,585	11,891	10,378	11,301	12,048	9,314	10,288	10,585	11,891	10,378	11,301	12,048
22	Interest.....	6,128	1,502	1,524	1,547	1,555	1,475	1,509	1,472	1,502	1,524	1,547	1,555	1,475	1,509	1,472
23	Manufacturing.....	1,295	298	314	339	344	379	396	404	298	314	339	344	379	396	404
24	Wholesale trade.....	462	116	108	116	122	99	120	106	116	108	116	122	99	120	106
25	Finance (including depository institutions) and insurance ¹	2	7	14	-2	-18	12	2	-24	7	14	-2	-18	12	2	
26	Holding companies, except bank holding companies.....	1,428	346	355	363	364	361	288	304	346	355	363	364	361	288	304
27	Other.....	2,942	734	732	731	744	624	703	682	734	732	731	744	624	703	682
28	Capital (table 1, line 51).....	-252,012	-55,821	-63,323	-43,606	-89,262	-31,579	-29,280	23,269	-52,367	-58,425	-41,222	-99,997	-26,997	-21,390	27,072
29	Equity capital.....	-80,686	-9,596	-21,101	462	-50,451	-9,271	-9,250	-4,374	-9,596	-21,101	462	-50,451	-9,271	-9,250	-4,374
30	Increases in equity capital.....	-123,407	-13,634	-28,102	-7,342	-73,968	-16,040	-14,043	-12,725	-13,634	-28,102	-7,342	-73,968	-16,040	-14,043	-12,725
31	Decreases in equity capital.....	42,360	4,038	7,001	7,805	23,517	6,769	4,793	8,351	4,038	7,001	7,805	23,517	6,769	4,793	8,351
32	Reinvested earnings (line 4 with sign reversed).....	-176,540	-44,446	-46,107	-46,463	-39,525	-30,194	-23,921	23,349	-40,992	-41,209	-44,078	-50,260	-25,611	-16,031	27,152
33	Intercompany debt.....	5,214	-1,779	3,885	2,394	714	7,885	3,891	4,294	-1,779	3,885	2,394	714	7,885	3,891	4,294
34	U.S. parents' receivables.....	-15,194	-2,571	635	-4,475	-8,783	270	-2,516	371	-2,571	635	-4,475	-8,783	270	-2,516	371
35	U.S. parents' payables.....	20,408	792	3,250	6,869	9,497	7,615	6,407	3,923	792	3,250	6,869	9,497	7,615	6,407	3,923
36	Capital without current-cost adjustment.....	-229,294	-50,262	-57,677	-37,883	-83,471	-25,730	-23,383	29,205	-46,808	-52,779	-35,499	-94,206	-21,148	-15,493	33,008
37	Manufacturing.....	-54,202	-13,916	-20,757	-7,499	-12,030	-16,831	-12,287	-4,297	-13,817	-19,563	-6,961	-13,862	-16,438	-10,545	-5,573
38	Wholesale trade.....	-13,803	-2,889	-3,940	-3,538	-3,435	-3,251	-4,152	-3,238	-2,264	-3,622	-3,200	-4,716	-2,204	-3,254	-2,566
39	Finance (including depository institutions) and insurance.....	-29,415	-6,584	-11,615	-7,610	-3,607	-1,617	-7,221	-216	-5,481	-10,008	-7,314	-6,612	-413	-5,580	378
40	Holding companies, except bank holding companies.....	-100,075	-18,450	-11,643	-11,796	-58,185	-2,856	8,519	45,236	-17,363	-9,737	-11,281	-61,694	-1,947	12,349	48,158
41	Other.....	-31,798	-8,422	-9,722	-7,440	-6,213	-1,174	-8,242	-7,884	-9,849	-6,743	-7,322	-145	-8,462	-7,390	
42	Equity capital.....	-80,686	-9,596	-21,101	462	-50,451	-9,271	-9,250	-4,374	-9,596	-21,101	462	-50,451	-9,271	-9,250	-4,374
43	Manufacturing.....	-21,108	-5,683	-13,389	-1,759	-277	-6,081	-6,206	-847	-5,683	-13,389	-1,759	-277	-6,081	-6,206	-847
44	Wholesale trade.....	-1,389	-81	-558	-42	-708	75	-160	-167	-81	-558	-42	-708	75	-160	-167
45	Finance (including depository institutions) and insurance.....	-7,209	-2,147	-1,307	-1,420	-2,334	-3,859	365	-687	-2,147	-1,307	-1,420	-2,334	-3,859	365	-687
46	Holding companies, except bank holding companies.....	-52,164	-1,818	-2,960	787	-48,172	-867	-180	-2,129	-1,818	-2,960	787	-48,172	-867	-180	-2,129
47	Other.....	1,183	132	-2,887	2,897	1,040	1,461	-3,069	-545	132	-2,887	2,897	1,040	1,461	-3,069	-545
48	Reinvested earnings without current-cost adjustment (line 5 with sign reversed).....	-153,821	-38,887	-40,461	-40,740	-33,734	-24,345	-18,024	29,285	-35,433	-35,563	-38,355	-44,469	-19,762	-10,134	33,088
49	Manufacturing.....	-36,110	-8,797	-9,603	-9,338	-8,371	-8,291	-6,245	-3,260	-8,698	-8,409	-8,800	-10,203	-7,898	-4,504	-4,536
50	Wholesale trade.....	-17,693	-3,831	-4,854	-4,696	-4,312	-3,536	-4,643	-4,025	-3,206	-4,358	-5,592	-2,489	-3,745	-3,353	
51	Finance (including depository institutions) and insurance.....	-22,086	-5,946	-6,936	-5,621	-3,582	-4,765	-3,576	-2,106	-4,843	-5,330	-5,325	-6,588	-3,560	-1,935	-1,512
52	Holding companies, except bank holding companies.....	-45,111	-12,523	-11,275	-12,343	-8,970	-802	3,251	47,236	-11,436	-9,369	-11,827	-12,479	107	7,081	50,159
53	Other.....	-32,822	-7,788	-7,792	-8,742	-8,499	-6,951	-6,811	-8,560	-7,250	-7,919	-8,045	-9,607	-5,922	-7,031	-7,670
54	Intercompany debt.....	5,214	-1,779	3,885	2,394	714	7,885	3,891	4,294	-1,779	3,885	2,394	714	7,885	3,891	4,294
55	Manufacturing.....	3,016	564	2,235	3,598	-3,382	-2,459	165	-190	564	2,235	3,598	-3,382	-2,459	165	-190
56	Wholesale trade.....	5,278	1,023	1,472	1,200	1,584	210	651	954	1,023	1,472	1,200	1,584	210	651	954
57	Finance (including depository institutions) and insurance ²	-121	1,509	-3,371	-569	2,310	7,006	-4,010	2,577	1,509	-3,371	-569	2,310	7,006	-4,010	2,577
58	Holding companies, except bank holding companies.....	-2,800	-4,109	2,592	-241	-1,043	-1,187	5,448	128	-4,109	2,592	-241	-1,043	-1,187	5,448	128
59	Other.....	-159	-766	957	-1,595	1,245	4,316	1,638	825	-766	957	-1,595	1,245	4,316	1,638	825
60	Royalties and license fees, net.....	32,171	7,631	7,741	7,912	8,887	8,380	8,301	8,264	7,895	7,789	8,220	8,268	8,651	8,374	8,573
61	U.S. parents' receipts (table 1, part of line 9).....	35,084	8,318	8,433	8,612	9,721	9,141	9,098	9,071	8,582	8,481	8,920				

Table 6a. Direct Investment: Income, Capital, Royalties and License Fees, and Other Private Services

(Millions of dollars)

Line	(Credits +; debits -)	2004	Not seasonally adjusted						Seasonally adjusted							
			2004				2005		2004				2005			
			I	II	III	IV	I	II ^P	III ^P	I	II	III	IV	I	II ^P	III ^P
Foreign direct investment in the United States:																
66	Income (table 1, line 31)	-105,146	-19,304	-29,496	-28,297	-28,049	-29,047	-32,689	-27,873	-20,014	-27,973	-27,520	-29,640	-29,803	-31,145	-27,078
67	Earnings	-87,956	-15,537	-25,312	-23,521	-23,586	-24,875	-28,533	-23,571	-16,247	-23,789	-22,744	-25,176	-25,631	-26,989	-22,776
68	Distributed earnings	-31,984	-12,491	-8,004	-3,341	-8,148	-13,993	-3,140	-9,914	-12,126	-8,462	-4,137	-7,258	-13,591	-4,176	-10,538
69	Reinvested earnings	-55,972	-3,046	-17,308	-20,180	-15,437	-10,882	-25,393	-13,657	-4,121	-15,327	-18,607	-17,917	-12,040	-22,812	-12,237
70	Reinvested earnings without current-cost adjustment	-44,999	-375	-14,590	-17,413	-12,620	-8,012	-22,468	-10,675	-1,450	-12,609	-15,840	-15,100	-9,170	-19,887	-9,255
71	Current-cost adjustment	-10,973	-2,671	-2,718	-2,767	-2,817	-2,870	-2,925	-2,982	-2,671	-2,718	-2,767	-2,817	-2,870	-2,925	-2,982
72	Interest	-17,191	-3,767	-4,184	-4,776	-4,464	-4,172	-4,156	-4,302	-3,767	-4,184	-4,776	-4,464	-4,172	-4,156	-4,302
73	U.S. affiliates' payments	-19,518	-4,187	-4,712	-5,355	-5,263	-4,980	-5,173	-5,408	-4,187	-4,712	-5,355	-5,263	-4,980	-5,173	-5,408
74	U.S. affiliates' receipts	2,327	420	528	579	799	807	1,017	1,106	420	528	579	799	807	1,017	1,106
75	Income without current-cost adjustment	-94,173	-16,633	-26,778	-25,530	-25,232	-26,177	-29,764	-24,891	-17,343	-25,255	-24,753	-26,823	-26,933	-28,220	-24,096
76	Manufacturing	-36,844	-6,003	-10,264	-10,780	-9,728	-11,197	-11,352	-12,668	-6,713	-8,741	-10,004	-11,386	-11,952	-9,806	-11,873
77	Wholesale trade	-22,479	-4,999	-6,481	-5,133	-5,865	-6,094	-6,620	-6,873	-4,999	-6,481	-5,133	-5,865	-6,094	-6,620	-6,873
78	Finance (including depository institutions) and insurance	-13,567	-2,745	-4,131	-3,459	-3,233	-3,941	-4,427	598	-2,745	-4,131	-3,459	-3,233	-3,941	-4,427	598
79	Other	-21,284	-2,886	-5,902	-6,158	-6,340	-4,946	-7,366	-5,947	-2,886	-5,902	-6,158	-6,340	-4,946	-7,366	-5,947
80	Earnings without current-cost adjustment (line 67 less line 71)	-76,983	-12,866	-22,594	-20,754	-20,769	-22,005	-25,608	-20,589	-13,576	-21,071	-19,977	-22,359	-22,761	-24,064	-19,794
81	Manufacturing	-27,964	-4,100	-8,017	-8,318	-7,528	-9,057	-9,262	-10,327	-4,810	-6,494	-7,542	-9,117	-9,812	-7,716	-9,532
82	Wholesale trade	-22,190	-4,903	-6,412	-5,067	-5,807	-6,021	-6,547	-6,854	-4,903	-6,412	-5,067	-5,807	-6,021	-6,547	-6,854
83	Finance (including depository institutions) and insurance	-12,719	-2,605	-4,018	-3,132	-2,965	-3,766	-4,289	710	-2,605	-4,018	-3,132	-2,965	-3,766	-4,289	710
84	Other	-14,110	-1,258	-4,147	-4,236	-4,470	-3,162	-5,512	-4,118	-1,258	-4,147	-4,236	-4,470	-3,162	-5,512	-4,118
85	Interest	-17,191	-3,767	-4,184	-4,776	-4,464	-4,172	-4,156	-4,302	-3,767	-4,184	-4,776	-4,464	-4,172	-4,156	-4,302
86	Manufacturing	-8,880	-1,903	-2,247	-2,462	-2,269	-2,140	-2,090	-2,341	-1,903	-2,247	-2,462	-2,269	-2,140	-2,090	-2,341
87	Wholesale trade	-290	-96	-70	-66	-58	-73	-74	-19	-96	-70	-66	-58	-73	-74	-19
88	Finance (including depository institutions) and insurance ¹	-847	-140	-112	-327	-268	-175	-139	-113	-140	-112	-327	-268	-175	-139	-113
89	Other	-7,174	-1,628	-1,754	-1,921	-1,870	-1,784	-1,854	-1,829	-1,628	-1,754	-1,921	-1,870	-1,784	-1,854	-1,829
90	Capital (table 1, line 64)	106,832	7,429	33,020	37,240	29,143	33,898	17,034	40,193	8,503	31,039	35,666	31,622	35,056	14,454	38,773
91	Equity capital	68,657	2,882	27,654	19,355	18,765	10,432	9,966	16,663	2,882	27,654	19,355	18,765	10,432	9,966	16,663
92	Increases in equity capital	84,753	8,349	31,158	24,376	20,871	15,695	13,378	17,764	8,349	31,158	24,376	20,871	15,695	13,378	17,764
93	Decreases in equity capital	-16,096	-5,466	-3,504	-5,020	-2,106	-5,263	-3,412	-1,101	-5,466	-3,504	-5,020	-2,106	-5,263	-3,412	-1,101
94	Reinvested earnings (line 69 with sign reversed)	55,972	3,046	17,308	20,180	15,437	10,882	25,393	13,657	4,121	15,327	18,607	17,917	12,040	22,812	12,237
95	Intercompany debt	-17,797	1,500	-11,942	-2,296	-5,060	12,584	-18,324	9,873	1,500	-11,942	-2,296	-5,060	12,584	-18,324	9,873
96	U.S. affiliates' payables	12,764	15,002	-5,394	4,933	-1,777	2,115	-6,848	15,861	15,002	-5,394	4,933	-1,777	2,115	-6,848	15,861
97	U.S. affiliates' receivables	-30,560	-13,501	-6,548	-7,229	-3,282	10,469	-11,476	-5,988	-13,501	-6,548	-7,229	-3,282	10,469	-11,476	-5,988
98	Capital without current-cost adjustment	95,859	4,758	30,302	34,473	26,326	31,028	14,109	37,211	5,832	28,321	32,899	28,805	32,186	11,529	35,791
99	Manufacturing	19,372	1,858	4,908	6,882	5,725	7,279	9,587	22,175	2,772	3,279	5,722	7,600	8,350	7,910	21,093
100	Wholesale trade	15,311	2,471	1,077	4,952	6,811	3,602	3,880	2,336	2,471	1,077	4,952	6,812	3,602	3,880	2,336
101	Finance (including depository institutions) and insurance	48,055	3,097	21,499	16,745	6,713	9,969	3,346	3,006	3,097	21,499	16,745	6,714	8,969	3,346	3,006
102	Other	13,120	-2,668	2,818	5,894	7,076	11,178	-2,703	9,695	-2,668	2,818	5,894	7,076	11,178	-2,703	9,695
103	Equity capital	68,657	2,882	27,654	19,355	18,765	10,432	9,966	16,663	2,882	27,654	19,355	18,765	10,432	9,966	16,663
104	Manufacturing	10,656	1,031	4,362	1,343	3,920	2,332	7,370	5,426	1,031	4,362	1,343	3,920	2,332	7,370	5,426
105	Wholesale trade	2,215	458	405	473	879	-2,013	368	1,119	458	405	473	879	-2,013	368	1,119
106	Finance (including depository institutions) and insurance	41,807	329	19,729	13,683	8,066	5,045	1,208	6,947	329	19,729	13,683	8,066	5,045	1,208	6,947
107	Other	13,979	1,063	3,158	3,857	5,901	5,069	1,020	3,171	1,063	3,158	3,857	5,901	5,069	1,020	3,171
108	Reinvested earnings without current-cost adjustment (line 70 with sign reversed)	44,999	375	14,590	17,413	12,620	8,012	22,468	10,675	1,450	12,609	15,840	15,100	9,170	19,887	9,255
109	Manufacturing	22,712	2,108	7,147	6,847	6,611	2,186	8,446	9,622	3,023	5,518	5,686	8,486	3,257	6,768	8,540
110	Wholesale trade	5,262	-3,439	897	5,019	2,786	861	6,407	-839	-3,439	897	5,019	2,786	861	6,407	-839
111	Finance (including depository institutions) and insurance	7,113	1,508	2,925	2,465	215	2,651	3,205	-1,442	1,508	2,925	2,465	214	2,651	3,205	-1,442
112	Other	9,912	198	3,621	3,083	3,009	2,314	4,410	3,333	358	3,269	2,670	3,614	2,401	3,507	2,996
113	Intercompany debt	-17,797	1,500	-11,942	-2,296	-5,060	12,584	-18,324	9,873	1,500	-11,942	-2,296	-5,060	12,584	-18,324	9,873
114	Manufacturing	-13,996	-1,282	-6,601	-1,307	-4,806	2,761	-6,228	7,127	-1,282	-6,601	-1,307	-4,806	2,761	-6,228	7,127
115	Wholesale trade	7,834	5,452	-225	-540	3,147	4,755	-2,896	2,056	5,452	-225	-540	3,147	4,755	-2,896	2,056
116	Finance (including depository institutions) and insurance ²	-865	1,259	-1,155	597	-1,567	1,273	-1,067	-2,500	1,259	-1,155	597	-1,567	1,273	-1,067	-2,500
117	Other	-10,770	-3,929	-3,961	-1,046	-1,834	3,795	-8,133	3,191	-3,929	-3,961	-1,046	-1,834	3,795	-8,133	3,191
118	Royalties and license fees, net	-11,896	-2,741	-2,873	-3,351	-2,931	-2,603	-2,864	-3,157	-2,741	-2,873	-3,351	-2,931	-2,603	-2,864	-3,157
119	U.S. affiliates' payments (table 1, part of line 26)	-15,837	-3,353	-3,642	-3,965	-4,877	-4,340	-4,065	-4,340	-3,353	-3,642	-3,965	-4,877	-4,340	-4,065	-4,340
120	U.S. affiliates' receipts (table 1, part of line 9)	3,940	612	769	613	1,946	1,737	1,201	1,183	612	769	613	1,946	1,737	1,201	1,183
121	Other private services, net	4,559	727	1,398	1,307	1,127	727	-335	33	1,398	1,307	1,127	727	-335	33	
122	U.S. affiliates' payments (table 1, part of line 27)	-17,816	-3,990	-4,389	-4,363	-5,074	-3,889	-4,200	-4,434	-3,990	-4,389	-4,363	-5,074	-3,889	-4,200	-4,434
123	U.S. affiliates' receipts (table 1, part of line 10)	22,375	4,717	5,787	5,670	6,201	4,616	3,864	4,467	4,717	5,787	5,670	6,201	4,616	3,864	4,467

See the footnotes on pages 40 and 41.

Table 7a. Transactions in Long-Term Securities

[Millions of dollars]

Line	(Credits +; debits -)	2004	Not seasonally adjusted						
			2004				2005		
			I	II	III	IV	I	II ¹	III ²
A1	Foreign securities, net purchases (-) or net sales (+) by U.S. residents (table 1, line 52 or lines 4 + 18 below)	-102,383	-15,532	-30,181	-38,444	-18,226	-38,675	-41,979	-33,954
2	Stocks, gross purchases by U.S. residents	1,747,459	451,200	475,965	383,967	436,327	520,045	513,471	568,555
3	Stocks, gross sales by U.S. residents	1,664,256	434,581	435,748	367,227	426,700	480,217	489,563	533,930
4	Stocks, net purchases by U.S. residents	-83,203	-16,619	-40,217	-16,740	-9,627	-39,828	-23,908	-34,625
5	New issues in the United States ¹	-372	-75	-92	.....	-205	.....	.....	.....
6	Transactions in outstanding stocks, net	-82,831	-16,544	-40,125	-16,740	-9,422	.....	.....	.....
	Net purchases by U.S. residents, by area:								
7	Europe	-57,580	-1,053	-23,668	-12,174	-20,685	-21,170	-11,864	-8,746
8	Of which: United Kingdom	-41,451	332	-17,997	-8,411	-15,375	-17,265	-4,542	-7,964
9	Canada	-13,437	485	-11,663	-544	-1,715	-2,748	725	770
10	Caribbean financial centers ²	817	-1,614	-2,653	1,252	3,832	-2,533	-5,811	2,130
11	Latin America, excluding Caribbean financial centers	2,226	1,137	1,141	310	-362	-296	-489	-1,566
12	Asia	-38,443	-15,556	-2,979	-4,221	-15,687	-11,091	-5,737	-25,926
13	Of which: Japan	-33,062	-15,406	-5,722	-3,598	-8,336	-4,455	-836	-17,409
14	Africa	-20	17	34	369	-440	-70	-326	-609
15	Other	23,234	-35	-429	-1,732	25,430	-1,920	-406	-678
16	Bonds, gross purchases by U.S. residents	1,475,252	436,432	318,024	351,132	369,664	380,249	410,858	369,445
17	Bonds, gross sales by U.S. residents	1,456,072	437,519	328,060	329,428	361,065	381,402	392,787	370,116
18	Bonds, net purchases by U.S. residents	-19,180	1,087	10,036	-21,704	-8,599	1,153	-18,071	671
19	New issues in the United States ¹	-15,664	-4,518	-2,261	-5,039	-3,846	.....	.....	.....
20	Transactions in outstanding bonds, net	-3,516	5,605	12,297	-16,665	-4,753	.....	.....	.....
	Net purchases by U.S. residents, by area:								
21	Europe	-51,600	-12,658	-4,874	-23,881	-10,187	-3,888	-26,236	9,234
22	Of which: United Kingdom	-59,714	-16,588	-5,782	-25,268	-12,076	-10,790	-21,995	10,957
23	Canada	-440	2,882	-825	-524	-1,973	3,171	639	-1,834
24	Caribbean financial centers ²	-1,094	305	-2,605	3,581	-2,375	-636	9,007	-4,997
25	Latin America, excluding Caribbean financial centers	2,435	1,240	2,738	3,993	-1,936	-2,305	-5,171	-7,799
26	Asia	31,822	9,396	16,386	-1,694	7,734	4,738	8,297	7,050
27	Of which: Japan	12,546	1,985	10,294	-3,648	3,915	-1,267	3,904	2,098
28	Africa	1,632	200	410	72	950	160	-66	171
29	Other	-1,935	-278	-1,194	349	-812	-87	-4,541	-1,154
B1	U.S. securities, excluding transactions in U.S. Treasury securities and transactions of foreign official agencies, net purchases (+) or net sales (-) by foreign residents (table 1, line 65 or lines 4 + 16 + 30 below)	369,793	45,476	81,678	84,401	158,238	79,973	114,064	160,669
2	Stocks, gross purchases by foreign residents	3,989,421	988,581	1,026,924	893,898	1,080,018	1,034,840	1,128,804	1,101,161
3	Stocks, gross sales by foreign residents	3,928,886	983,826	1,018,008	892,781	1,034,271	1,013,674	1,115,079	1,074,519
4	Stocks, net purchases by foreign residents	60,535	4,755	8,916	1,117	45,747	21,166	13,725	26,642
	Net purchases by foreign residents, by area:								
5	Europe	36,384	4,938	6,516	-292	25,222	12,197	10,813	11,395
6	Of which: United Kingdom	29,159	1,621	5,019	1,239	21,280	8,289	7,504	4,837
7	Canada	3,942	2,906	1,931	565	-1,460	3,102	948	7,201
8	Caribbean financial centers ²	1,827	-444	-5,582	-922	8,775	4,301	-2,244	7,512
9	Latin America, excluding Caribbean financial centers	-376	195	-267	-51	-253	-188	-45	439
10	Asia	6,546	-3,278	5,724	1,981	2,119	2,026	4,759	-347
11	Of which: Japan	4,946	-3,277	2,450	1,947	3,826	-85	146	-1,125
12	Africa	-77	-197	12	107	1	141	-51	55
13	Other	12,289	635	582	-271	11,343	-413	-455	387
14	Corporate bonds, gross purchases by foreign residents	1,142,793	283,009	265,446	288,528	305,810	309,467	320,676	302,971
15	Corporate bonds, gross sales by foreign residents	899,822	240,077	217,175	206,083	236,487	251,401	240,693	203,441
16	Corporate bonds, net purchases by foreign residents	242,971	42,932	48,271	82,445	69,323	58,066	79,983	99,530
17	New issues sold abroad by U.S. corporations ¹	84,876	19,181	23,611	23,875	18,209	.....	.....	.....
18	Transactions in outstanding bonds, net	158,095	23,751	24,660	58,570	51,114	.....	.....	.....
	Net purchases by foreign residents, by area:								
19	Europe	116,554	14,253	18,700	47,719	35,882	34,400	51,560	64,448
20	Of which: United Kingdom	60,824	618	6,117	27,918	26,171	18,135	36,936	47,077
21	Canada	6,007	1,091	879	1,736	2,301	390	-88	758
22	Caribbean financial centers ²	48,026	11,510	15,287	11,663	9,566	6,055	12,017	15,289
23	Latin America, excluding Caribbean financial centers	20,279	1,968	3,567	7,040	2,081	2,818	1,604	1,604
24	Asia	48,982	12,756	9,062	13,375	13,789	13,208	11,880	14,379
25	Of which: Japan	30,533	9,856	6,374	6,937	7,366	5,800	4,350	5,984
26	Africa	558	69	157	197	135	210	133	217
27	Other	2,565	1,285	619	715	-54	1,722	1,663	2,835
28	Federally sponsored agency bonds, gross purchases by foreign residents	1,100,350	276,874	333,845	258,877	230,754	223,656	228,500	257,596
29	Federally sponsored agency bonds, gross sales by foreign residents	1,034,063	279,085	309,354	258,038	187,586	222,915	208,144	223,099
30	Federally sponsored agency bonds, net purchases by foreign residents	66,287	-2,211	24,491	839	43,168	741	20,356	34,497
31	New issues sold abroad by federally sponsored agencies ¹	55,637	20,639	11,371	11,967	11,660	.....	.....	.....
32	Transactions in outstanding bonds, net	10,650	-22,850	13,120	-11,128	31,508	.....	.....	.....
	Net purchases by foreign residents, by area:								
33	Europe	28,470	-7,124	9,726	4,942	20,926	6,103	-2,977	14,321
34	Of which: United Kingdom	46,788	4,681	14,350	11,763	15,994	12,758	-3,564	13,679
35	Canada	4,904	2,394	786	513	1,211	2,531	2,904	2,356
36	Caribbean financial centers ²	10,892	-1,555	5,473	742	6,232	-1,312	4,543	6,306
37	Latin America, excluding Caribbean financial centers	1,719	647	-1,818	1,685	1,205	4,737	306	194
38	Asia	20,708	3,392	10,324	-7,024	14,016	-10,939	15,330	11,422
39	Of which: Japan	16,616	-2,758	7,828	-6,555	18,101	-5,566	8,867	13,741
40	Africa	-125	142	134	-250	-151	-211	-21	125
41	Other	-281	-107	-134	231	-271	-168	271	-227
C1	U.S. Treasury bonds and notes, excluding transactions of foreign official agencies, net purchases (+) or net sales (-) by foreign residents (table 1, part of line 65)	85,826	27,246	60,409	-3,719	1,890	75,023	11,530	56,933
2	U.S. Treasury bonds and notes, gross purchases by foreign residents	8,057,389	1,866,879	2,101,105	1,991,836	2,097,569	2,370,622	2,507,235	2,453,068
3	U.S. Treasury bonds and notes, gross sales by foreign residents	7,971,563	1,839,633	2,040,696	1,995,555	2,095,679	2,295,599	2,495,705	2,396,135
	Net purchases by foreign residents, by area:								
4	Europe	62,703	19,467	16,484	-1,668	28,420	16,992	21,736	35,139
5	Canada	16,250	4,382	1,317	2,892	7,659	5,868	5,656	4,338
6	Caribbean financial centers ²	22,105	12,564	38,047	1,501	-30,007	63,685	-20,270	1,134
7	Latin America, excluding Caribbean financial centers	-3,382	-3,107	4,602	-4,464	-413	967	2,581	5,392
8	Asia	-11,717	-4,469	-501	-2,010	-4,737	-12,641	1,972	10,055
9	Africa	679	12	325	129	213	850	-326	816
10	Other	-812	-1,603	135	-99	755	-698	181	59
	Memoranda:								
	Net purchases of marketable long-term U.S. securities by foreign official agencies included elsewhere in the international transactions accounts, net purchases (+) or net sales (-) (lines in table 4):								
1	U.S. Treasury marketable bonds and notes (line B4)	256,816	93,798	61,564	44,409	57,045	23,629	54,144	19,163
2	Other U.S. Government securities (line B6)	38,485	11,424	479	11,542	15,040	24,938	21,620	20,471
3	U.S. corporate and other bonds (part of line B16)	11,384	1,893	1,943	3,167	4,381	2,965	4,313	5,766
4	U.S. stocks (part of line B16)	1,376	-451	245	149	1,433	-439	-222	971

Table 8a. Claims on and Liabilities to Unaffiliated Foreigners Reported by U.S. Nonbanking Concerns Except Securities Brokers¹
 [Millions of dollars]

Line	(Credits +; decrease in U.S. assets or increase in U.S. liabilities. Debits -; increase in U.S. assets or decrease in U.S. liabilities.)	2004	Not seasonally adjusted						Amounts outstanding Sept. 30, 2005	
			2004				2005			
			I	II	III	IV	I ¹	II ²		
A1	Claims, total (table 1, line 53)	-149,001	-55,452	-5,390	-13,490	-74,669	-74,934	8,978	-14,599	774,062
2	Financial claims	-150,068	-54,897	-4,954	-16,179	-74,038	-74,230	9,251	-14,599	740,819
3	Denominated in U.S. dollars	-125,482	-44,302	-2,428	-21,401	-57,351	-82,516	3,447	-39,314	600,484
4	Denominated in foreign currencies	-24,586	-10,595	-2,526	5,222	-16,687	8,286	5,804	24,715	140,335
	By instrument: ³									
5	Resale agreements	-10,670	-936	-6,084	372	-4,022	5,697	2,302	-504	4,445
6	Negotiable certificates of deposit	54	151	-123	59	-33	9	-79	91	82
7	Other short-term instruments (including money market instruments)	-6,730	583	-2,876	-2,184	-2,253	-2,034	3,086	-3,039	11,763
8	Deposits	-109,490	-51,457	11,251	-16,333	-52,951	-77,967	1,867	7,900	600,147
9	Other claims	-23,232	-3,238	-7,122	1,907	-14,779	65	2,075	-19,047	124,382
10	Of which: Financial intermediaries' accounts ⁴	-10,614	-108	-1,484	2,244	-11,266	2,299	-2,398	-4,514	79,834
	By area:									
11	Europe	-44,890	-37,119	14,412	-1,120	-21,063	-72,513	13,375	-15,990	419,870
	Of which:									
12	United Kingdom	-30,736	-24,008	10,058	-1,690	-15,096	-56,428	3,399	-6,184	220,346
13	Germany	16,873	5,473	3,316	1,806	6,278	-408	5,213	-2,098	69,553
14	Caribbean financial centers ⁵	-98,912	-15,688	-23,279	-14,922	-45,023	4,095	-7,436	9,498	271,390
15	Other	-6,266	-2,090	3,913	-137	-7,952	-5,812	3,312	-8,107	49,559
16	Commercial claims	1,067	-555	-436	2,689	-631	-704	-273		33,243
17	Denominated in U.S. dollars	-1,955	-929	-961	-502	437	-1,010	-493		28,879
18	Denominated in foreign currencies	3,022	374	525	3,191	-1,068	306	220		4,364
	By instrument:									
19	Trade receivables	-449	-280	-1,119	2,592	-1,642	388	-658		29,140
20	Advance payments and other claims	1,516	-275	683	97	1,011	-1,092	385		4,103
	By area:									
21	Europe	1,190	-62	1,024	561	-333	-605	474		13,424
22	Canada	1,064	-207	970	34	267	-147	3		2,131
23	Asia	-1,529	107	-949	-431	-256	334	-882		9,396
24	Other	342	-393	-1,481	2,525	-309	-286	132		8,292
B1	Liabilities, total (table 1, line 68)	124,358	44,623	3,887	14,752	61,096	93,897	1,153	24,845	623,151
2	Financial liabilities	122,265	40,456	4,436	15,386	61,987	89,497	-2,922	24,845	589,287
3	Denominated in U.S. dollars	94,476	71,963	-30,730	4,602	48,641	91,341	-917	16,834	483,929
4	Denominated in foreign currencies	27,789	-31,507	35,166	10,784	13,346	-1,844	-2,005	8,011	105,358
	By instrument: ³									
5	Repurchase agreements	19,604	6,305	11,046	-1,142	3,395	-7,738	-10,731	-1,935	16,841
6	Short-term instruments	-2,978	-4,024	1,069	425	-448	-1,304	4,814	-2,121	11,881
7	Other liabilities	105,639	38,175	-7,679	16,103	59,040	98,539	2,995	28,901	560,565
8	Of which: Financial intermediaries' accounts ⁴	2,889	-6,517	-2,802	-3,534	15,742	1,780	47	-1,753	60,387
	By area:									
9	Europe	90,609	36,869	-2,780	8,560	47,960	91,007	4,818	9,651	504,822
	Of which:									
10	United Kingdom	84,017	37,835	-7,047	7,842	45,387	79,039	-5,019	-5,790	317,696
11	Germany	1,504	-2,422	287	-128	3,767	410	-3,925	3,915	74,884
12	Caribbean financial centers ⁵	23,041	-2,446	9,621	5,669	10,197	-4,403	-4,666	12,580	63,307
13	Other	8,615	6,033	-2,405	1,157	3,830	2,893	-3,074	2,614	21,158
14	Commercial liabilities	2,093	4,167	-549	-634	-891	4,400	4,075		33,864
15	Denominated in U.S. dollars	1,429	4,367	-803	-1,427	-708	4,415	4,278		30,990
16	Denominated in foreign currencies	664	-200	254	793	-183	-15	-203		2,874
	By instrument:									
17	Trade payables	903	316	918	-47	-284	3,524	1,239		22,851
18	Advance receipts and other liabilities	1,190	3,851	-1,467	-587	-607	876	2,836		11,013
	By area:									
19	Europe	1,117	1,869	-1,177	-736	1,161	-1,191	2,800		10,082
20	Canada	-71	261	344	476	-1,152	2,379	-611		2,070
21	Asia	477	937	-165	320	-615	2,271	1,107		14,865
22	Other	570	1,100	449	-694	-285	941	779		6,847

See the footnotes on pages 40 and 41.

Table 9a. Claims on Foreigners Reported by U.S. Banks and Securities Brokers¹

[Millions of dollars]

Line	(Credits +; decrease in U.S. assets. Debits -; increase in U.S. assets.)	2004	Not seasonally adjusted						Amounts outstanding Sept. 30, 2005	
			2004				2005			
			I	II	III	IV	I	II ²		III ²
1	Claims reported by U.S. banks and securities brokers, total (table 1, line 54)	-356,133	-173,073	-41,010	-44,787	-97,263	49,278	-170,985	-107,867	2,445,672
2	Claims for own accounts	-355,514	-182,071	-19,476	-56,875	-97,092	67,683	-170,574	-80,114	1,955,653
3	Denominated in dollars.....	-334,042	-178,154	-11,514	-62,451	-81,923	61,138	-169,200	-86,842	1,853,112
	By instrument: ²									
4	Resale agreements.....	-128,918	-36,798	3,377	-60,353	-35,144	3,724	-46,797	-773	527,700
5	Negotiable certificates of deposit.....	-3,594	-1,165	-1,178	-297	-954	-273	-425	697	3,971
6	Other short-term instruments (including money market instruments).....	570	158	-106	143	375	-1,152	-1,635	-1,450	9,012
7	Deposits and brokerage balances.....	-120,368	-63,860	-18,280	10,971	-49,199	10,872	-69,448	6,105	721,729
8	Other claims (including loans).....	-81,732	-76,489	4,673	-12,915	2,999	47,967	-50,895	-91,421	590,700
	By foreign borrower:									
	Claims on:									
9	Foreign banks.....	-202,282	-134,056	400	-44,285	-24,341	45,625	-150,005	-90,077	1,378,715
10	Foreign nonbanks, excluding foreign official institutions.....	-112,258	-27,027	-11,617	-23,431	-50,183	12,189	-11,332	3,932	385,784
11	Foreign official institutions ³	-19,502	-17,071	-297	5,265	-7,399	3,324	-7,863	-697	88,613
	By type of U.S. reporting institution: ⁴									
	U.S.-owned banks' claims on:									
12	Foreign banks.....	-22,340	-37,772	1,239	-6,052	20,245	15,107	-74,856	308	391,055
13	Foreign nonbanks and foreign official institutions.....	4,619	-2,745	2,010	6,344	-990	-2,412	997	-6,684	54,579
	Foreign-owned banks' claims on:									
14	Foreign banks.....	-147,254	-80,014	-7,859	-8,569	-50,812	26,700	-38,053	-82,496	838,127
15	Foreign nonbanks and foreign official institutions.....	-4,840	-671	-7,360	2,050	1,141	4,099	-4,147	3,756	69,289
	Brokers' and dealers' claims on:									
16	Foreign banks.....	-32,688	-16,270	7,020	-29,664	6,226	3,818	-37,096	-7,889	149,533
17	Foreign nonbanks and foreign official institutions.....	-131,539	-40,682	-6,564	-26,560	-57,733	13,826	-16,045	6,163	350,529
18	Denominated in foreign currencies.....	-21,472	-3,917	-7,962	5,576	-15,169	6,545	-1,374	6,728	102,541
	By instrument: ²									
19	Deposits and brokerage balances.....	-2,019	-182	-1,940	1,746	-1,643	-2,072	92	3,357	43,649
20	Other claims (including loans).....	-19,453	-3,735	-6,022	3,830	-13,526	8,617	-1,466	3,371	58,892
21	Claims for customers' accounts	-619	8,998	-21,534	12,088	-171	-18,405	-411	-27,753	490,019
22	Denominated in dollars.....	5,878	6,535	-20,382	16,243	3,482	-17,044	2,907	-27,796	444,943
	By instrument: ²									
23	Commercial paper ⁵	6,472	-6,216	9,123	39	3,526	17	-3,049	1,270	117,547
24	Negotiable certificates of deposit.....	4,483	4,851	-18,998	18,738	-108	-4,479	5,499	-6,481	109,231
25	Other short-term instruments (including money market instruments) ⁶	-6,193	-5,976	304	3,441	-3,962	-1,357	-5,587	-7,443	30,072
26	Deposits and brokerage balances (including sweep accounts) ⁷	4,642	12,285	-12,426	-5,377	10,160	-12,354	8,779	-13,062	170,254
27	Other claims.....	-3,526	1,591	1,615	-598	-6,134	1,129	-2,735	-2,080	17,839
28	Denominated in foreign currencies.....	-6,497	2,463	-1,152	-4,155	-3,653	-1,361	-3,318	43	45,076
	By instrument: ²									
29	Deposits and brokerage balances.....	-2,880	-519	-4,493	2,364	-232	-3,609	1,198	58	21,574
30	Other claims.....	-3,617	2,982	3,341	-6,519	-3,421	2,248	-4,516	-15	23,502
	Claims, total (line 1), by area:									
31	Europe.....	-223,469	-114,565	-26,394	-34,367	-48,143	47,899	-83,551	-96,256	1,249,588
	Of which:									
32	United Kingdom.....	-131,461	-51,578	-17,906	-40,373	-21,604	27,832	-34,092	-42,135	641,044
33	Switzerland.....	-31,253	-24,619	10,413	-15,120	-1,927	24,730	-33,521	-52,800	179,870
34	Canada.....	8,207	4,135	-716	7,093	-2,305	997	347	-8,729	91,154
35	Caribbean financial centers ⁸	-114,219	-48,951	-21,830	-10,025	-33,413	-7,247	-76,848	8,432	847,463
36	Latin America, excluding Caribbean financial centers.....	3,010	-757	715	2,861	191	-1,857	1,565	2,229	48,929
37	Asia.....	-29,491	-7,748	-4,368	-9,084	-8,291	7,748	-7,362	-11,630	175,683
	Of which: Japan.....	-26,715	5,449	-12,793	-10,118	-9,253	12,804	-5,490	3,582	89,602
39	Africa.....	3,382	-57	3,442	83	-86	-105	-160	226	1,079
40	Other.....	-3,553	-5,130	8,141	-1,348	-5,216	1,843	-4,976	-2,139	31,776
	Memoranda:									
1	International banking facilities' (IBFs) own claims, denominated in dollars (in lines 1-15 above)	-71,602	-45,466	-1,959	-33,587	9,410	28,986	-59,367	-45,245	440,893
	By bank ownership: ⁴									
2	U.S.-owned IBFs.....	7,381	-16,359	-6,071	2,438	27,373	3,137	-25,596	15,619	53,781
3	Foreign-owned IBFs.....	-78,983	-29,107	4,112	-36,025	-17,963	25,849	-33,771	-60,864	387,112

See the footnotes on pages 40 and 41.

Table 10a. Liabilities to Foreigners, except Foreign Official Agencies, Reported by U.S. Banks and Securities Brokers¹

[Millions of dollars]

Line	(Credits +; increase in U.S. liabilities. Debits -; decrease in U.S. liabilities.)	2004	Not seasonally adjusted									Amounts outstanding Sept. 30, 2005
			2004				2005					
			I	II	III	IV	I	II ^P	III ^P			
1	Liabilities reported by U.S. banks and securities brokers, total (table 1, part of line 65 and table 1, line 69)	343,759	151,574	42,131	44,776	105,278	-66,847	147,462	72,626	2,647,596		
2	U.S. Treasury bills and certificates (table 1, part of line 65)	21,132	4,685	15	2,612	13,820	888	-1,607	-16,070	68,253		
3	Other U.S. liabilities, total (table 1, line 69).....	322,627	146,889	42,116	42,164	91,458	-67,735	149,069	88,696	2,579,343		
4	Liabilities for own accounts	297,347	141,437	20,510	45,009	90,391	-81,989	155,181	86,465	2,154,552		
5	Denominated in dollars	296,048	139,128	17,933	40,259	98,728	-81,225	140,482	80,806	2,046,247		
	By instrument: ²											
6	Repurchase agreements	163,573	67,031	3,431	43,144	49,967	-38,787	12,522	31,043	565,935		
7	Deposits and brokerage balances	85,932	12,021	37,510	1,018	35,383	-55,083	93,609	45,389	1,001,541		
8	Other liabilities (including loans)	46,543	60,076	-23,008	-3,903	13,378	12,645	34,351	4,374	478,771		
	By foreign holder:											
	Liabilities to:											
9	Foreign banks	106,781	79,395	1,175	-2,351	28,562	-62,320	158,779	48,477	1,467,025		
10	Foreign nonbanks, including international organizations	189,267	59,733	16,758	42,610	70,166	-18,905	-18,297	32,329	579,222		
	By type of U.S. reporting institution: ³											
	U.S.-owned banks' liabilities to:											
11	Foreign banks	34,975	15,521	28,297	-12,238	3,395	-29,007	70,447	13,107	584,543		
12	Foreign nonbanks, including international organizations	18,151	-1,943	6,304	2,106	11,684	1,389	4,236	3,597	103,400		
	Foreign-owned banks' liabilities to:											
13	Foreign banks	71,069	32,637	-12,844	4,977	46,299	-27,353	65,606	40,869	617,268		
14	Foreign nonbanks, including international organizations	4,750	4,468	-2,390	3,121	-449	184	-1,205	-16	63,112		
	Brokers' and dealers' liabilities to:											
15	Foreign banks	737	31,237	-14,278	4,910	-21,132	-5,960	22,726	-5,499	265,214		
16	Foreign nonbanks, including international organizations	166,366	57,208	12,844	37,383	58,931	-20,478	-21,328	28,748	412,710		
17	Denominated in foreign currencies	1,299	2,309	2,577	4,750	-8,337	-764	14,699	5,659	108,305		
	By instrument: ²											
18	Deposits and brokerage balances	-7	2,553	-6,768	5,486	-1,278	3,886	8,115	4,972	60,840		
19	Other liabilities (including loans)	1,306	-244	9,345	-736	-7,059	-4,650	6,584	687	47,465		
20	Liabilities for customers' accounts	25,280	5,452	21,606	-2,845	1,067	14,254	-6,112	2,231	424,791		
21	Denominated in dollars	21,398	2,703	21,468	-1,571	-1,202	13,196	-9,428	-854	409,861		
	By instrument: ²											
22	Negotiable certificates of deposit and other short-term instruments	19,926	427	10,616	1,386	7,497	6,010	-10,709	-4,890	182,045		
23	Other liabilities (including loans)	1,472	2,276	10,852	-2,957	-8,699	7,186	1,281	4,036	227,816		
24	Denominated in foreign currencies	3,882	2,749	138	-1,274	2,269	1,058	3,316	3,085	14,930		
	Other U.S. liabilities, total (line 3), by area:											
25	Europe	119,382	91,383	14,034	43,402	-29,437	25,429	66,511	60,866	1,059,446		
26	Canada	-4,950	-4,421	1,258	-324	-1,463	924	-927	5,937	37,868		
27	Caribbean financial centers ⁴	213,216	55,932	40,710	-1,900	118,474	-74,117	79,683	6,265	1,205,744		
28	Latin America, excluding Caribbean financial centers	4,866	4,486	-2,560	-283	3,223	4,239	5,765	-196	94,271		
29	Asia	-3,594	1,372	-12,309	4,738	2,605	-25,982	3,115	12,627	155,447		
30	Africa	-216	197	550	-614	-349	-288	13	788	8,806		
31	Other	-6,077	-2,060	433	-2,855	-1,595	2,060	-5,091	2,409	17,761		
	Memoranda:											
1	International banking facilities ⁵ (IBFs) own liabilities, denominated in dollars (in lines 3-14 above)	2,380	40,671	-15,697	6,092	-28,686	-33,546	72,952	44,248	453,230		
	By bank ownership: ³											
2	U.S.-owned IBFs	2,275	13,974	904	10,105	-22,708	-3,420	30,056	-8,779	94,900		
3	Foreign-owned IBFs	105	26,697	-16,601	-4,013	-5,978	-30,126	42,896	53,027	358,330		

See the footnotes on pages 40 and 41.

Table 11. U.S. International
 [Millions]

Line	(Credits +; debits -) ¹	Europe						European Union ¹⁴				
		2004	2004			2005			2004	2004		
			II	III	IV	I	II'	III ^P		II	III	IV
Current account												
1	Exports of goods and services and income receipts	496,888	123,795	121,911	134,347	134,416	141,782	141,375	431,956	107,947	106,930	116,921
2	Exports of goods and services.....	325,824	81,500	79,813	86,971	86,809	90,417	87,532	285,813	71,570	70,716	76,132
3	Goods, balance of payments basis ²	189,418	47,902	44,819	50,324	51,395	53,723	48,433	167,669	42,311	40,086	44,467
4	Services ³	136,406	33,598	34,994	36,647	35,414	36,694	39,099	118,144	29,259	30,630	31,665
5	Transfers under U.S. military agency sales contracts ⁴	3,512	982	872	718	936	602	762	2,417	711	556	475
6	Travel.....	24,995	6,401	7,511	5,924	5,623	7,216	8,456	22,730	5,791	6,963	5,465
7	Passenger fares.....	6,946	1,693	2,111	1,755	1,517	1,879	2,137	6,449	1,560	1,947	1,622
8	Other transportation.....	12,693	3,143	3,265	3,465	3,366	3,592	3,819	11,285	2,742	2,975	3,101
9	Royalties and license fees ⁵	25,237	6,072	5,877	7,382	6,744	6,676	6,852	21,183	5,089	5,008	6,138
10	Other private services ⁵	62,830	15,258	15,304	17,360	17,183	16,685	17,031	53,941	13,330	13,139	14,834
11	U.S. Government miscellaneous services.....	193	49	54	43	45	44	42	139	36	42	30
12	Income receipts.....	171,064	42,295	42,098	47,376	47,607	51,365	53,843	146,143	36,377	36,214	40,789
13	Income receipts on U.S.-owned assets abroad.....	170,663	42,196	41,997	47,274	47,508	51,264	53,741	145,832	36,298	36,134	40,708
14	Direct investment receipts.....	101,485	26,178	24,005	26,705	24,071	26,543	26,234	83,912	21,834	20,117	22,236
15	Other private receipts.....	67,973	15,862	17,618	20,280	23,054	24,548	27,222	61,071	14,318	15,785	18,210
16	U.S. Government receipts.....	1,205	156	374	289	383	173	285	849	146	232	262
17	Compensation of employees.....	401	99	101	102	99	101	102	311	79	80	81
18	Imports of goods and services and income payments	-619,715	-158,848	-156,342	-167,903	-167,675	-184,749	-184,298	-539,038	-138,238	-136,891	-146,047
19	Imports of goods and services.....	-446,957	-114,087	-111,675	-118,862	-113,138	-127,659	-123,476	-387,190	-99,033	-97,248	-103,081
20	Goods, balance of payments basis ²	-320,915	-81,266	-78,262	-86,551	-82,535	-91,036	-87,329	-278,153	-70,975	-68,144	-74,999
21	Services ³	-126,042	-32,461	-33,413	-32,311	-30,603	-36,623	-36,147	-109,037	-28,058	-29,104	-28,082
22	Direct defense expenditures.....	-11,903	-2,915	-3,036	-2,988	-2,929	-2,750	-2,750	-10,506	-2,581	-2,682	-2,631
23	Travel.....	-22,038	-7,060	-6,758	-4,345	-3,905	-7,738	-7,010	-20,032	-6,273	-6,290	-4,001
24	Passenger fares.....	-11,737	-3,238	-3,388	-2,646	-2,675	-3,626	-3,569	-10,948	-3,009	-3,188	-2,474
25	Other transportation.....	-20,142	-4,922	-5,157	-5,512	-5,679	-5,901	-6,151	-17,320	-4,160	-4,554	-4,846
26	Royalties and license fees ⁵	-13,081	-3,029	-3,356	-3,933	-3,439	-3,362	-3,431	-10,010	-2,370	-2,383	-3,194
27	Other private services ⁵	-45,464	-10,889	-11,284	-12,457	-11,529	-12,811	-12,797	-38,876	-9,340	-9,658	-10,589
28	U.S. Government miscellaneous services.....	-1,677	-408	-434	-430	-447	-435	-439	-1,345	-325	-349	-347
29	Income payments.....	-172,758	-44,761	-44,667	-49,041	-54,537	-57,090	-60,822	-151,848	-39,205	-39,643	-42,966
30	Income payments on foreign-owned assets in the United States.....	-172,302	-44,654	-44,565	-48,917	-54,409	-56,980	-60,716	-151,480	-39,116	-39,557	-42,866
31	Direct investment payments.....	-66,890	-19,600	-18,175	-17,054	-20,635	-21,543	-20,531	-57,885	-16,643	-16,136	-14,734
32	Other private payments.....	-82,174	-19,388	-20,468	-25,591	-26,964	-28,150	-32,268	-74,874	-17,856	-18,605	-23,085
33	U.S. Government payments.....	-23,238	-5,666	-5,922	-6,272	-6,810	-7,287	-7,917	-18,721	-4,617	-4,816	-5,047
34	Compensation of employees.....	-456	-107	-102	-124	-128	-110	-106	-368	-89	-88	-100
35	Unilateral current transfers, net	-4,844	-1,132	-459	-2,530	-1,418	-3,265	2,180	-1,727	-421	-86	-1,012
36	U.S. Government grants ⁴	-2,115	-508	-498	-497	-611	-595	-672	-123	-14	-22	-37
37	U.S. Government pensions and other transfers.....	-1,792	-415	-425	-517	-414	-451	-481	-1,486	-370	-368	-391
38	Private remittances and other transfers ⁶	-937	-209	464	-1,516	-393	-2,219	3,333	-118	-37	302	-584
Capital and financial account												
Capital account												
39	Capital account transactions, net	-590	-147	-147	-151	-155	-93	-95	-245	-63	-62	-64
Financial account												
40	U.S.-owned assets abroad, net (increase/financial outflow (-))	-472,551	-78,891	-85,846	-116,342	-62,985	-116,974	-84,153	-420,121	-76,011	-71,857	-115,175
41	U.S. official reserve assets, net.....	-621	-132	-148	-183	-145	-136	-161	-465	-91	-111	-145
42	Gold ⁷.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
43	Special drawing rights.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
44	Reserve position in the International Monetary Fund.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
45	Foreign currencies.....	-621	-132	-148	-183	-145	-136	-161	-465	-91	-111	-145
46	U.S. Government assets, other than official reserve assets, net.....	1,268	95	311	215	278	906	299	612	18	136	131
47	U.S. credits and other long-term assets.....	-222	-24	-63	-110	-83	-117	-11	-127	.....	-46	-81
48	Repayments on U.S. credits and other long-term assets ⁸	1,443	84	382	292	350	1,017	310	737	33	189	180
49	U.S. foreign currency holdings and U.S. short-term assets, net.....	47	35	8	33	11	6	.....	2	-15	-7	32
50	U.S. private assets, net.....	-473,198	-78,854	-86,009	-116,374	-63,118	-117,744	-84,291	-420,268	-75,938	-71,886	-115,161
51	Direct investment.....	-96,848	-39,354	-15,028	-15,962	-12,842	-9,943	27,467	-83,195	-35,592	-12,484	-12,724
52	Foreign securities.....	-109,180	-28,542	-36,055	-30,872	-25,058	-38,100	488	-110,690	-28,281	-35,306	-30,977
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns.....	-43,701	15,436	-559	-21,397	-73,117	13,850	-15,990	-43,631	17,910	-477	-23,834
54	U.S. claims reported by U.S. banks, not included elsewhere.....	-223,469	-26,394	-34,367	-48,143	47,899	-83,551	-96,256	-182,752	-29,975	-23,615	-47,626
55	Foreign-owned assets in the United States, net (increase/financial inflow (+))	547,509	89,652	137,041	160,321	194,934	190,062	219,194	475,825	64,651	125,555	157,849
56	Foreign official assets in the United States, net.....	43,646	22,823	4,826	11,401	-7,259	17,510	651	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
57	U.S. Government securities.....	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
58	U.S. Treasury securities ⁹	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
59	Other ¹⁰	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
60	Other U.S. Government liabilities ¹¹	-385	-261	-79	96	-184	153	24	-270	-198	2	2
61	U.S. liabilities reported by U.S. banks, not included elsewhere.....	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
62	Other foreign official assets ¹²	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
63	Other foreign assets in the United States, net.....	503,863	66,829	132,215	148,920	202,193	172,552	218,543	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
64	Direct investment.....	41,397	6,359	26,422	14,780	17,113	18,656	29,929	38,426	6,137	26,797	13,471
65	U.S. Treasury securities.....	69,951	15,452	2,198	32,426	17,135	20,370	27,934	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
66	U.S. securities other than U.S. Treasury securities.....	181,408	34,942	52,369	82,030	52,700	59,396	90,164	159,771	29,864	48,332	76,846
67	U.S. currency.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
68	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns.....	91,725	-3,958	7,824	49,121	89,816	7,619	9,650	92,052	-11,039	10,782	52,061
69	U.S. liabilities reported by U.S. banks, not included elsewhere.....	119,382	14,034	43,402	-29,437	25,429	66,511	60,866	¹⁸ 185,846	¹⁸ 39,887	¹⁸ 39,642	¹⁸ 15,469
70	Statistical discrepancy (sum of above items with sign reversed)	53,303	25,571	-16,158	-7,742	-97,117	-26,763	-94,203	53,350	42,135	-23,587	-12,472
Memoranda:												
71	Balance on goods (lines 3 and 20).....	-131,497	-33,724	-33,443	-36,227	-31,140	-37,313	-38,896	-110,484	-28,664	-28,058	-30,532
72	Balance on services (lines 4 and 21).....	10,364	1,137	1,581	4,336	4,811	71	2,952	9,107	1,201	1,526	3,583
73	Balance on goods and services (lines 2 and 19).....	-121,133	-32,587	-31,862	-31,891	-26,329	-37,242	-35,944	-101,377	-27,463	-26,532	-26,949
74	Balance on income (lines 12 and 29).....	-1,694	-2,466	-2,569	-1,665	-6,930	-5,725	-6,979	-5,705	-2,828	-3,429	-2,177
75	Unilateral current transfers, net (line 35).....	-4,844	-1,132	-459	-2,530	-1,418	-3,265	2,180	-1,727	-421	-88	-1,012
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) ¹³	-127,671	-36,185</									

Table 11. U.S. International

[Millions]

Line	(Credits +; debits -) ¹	Latin America and Other Western Hemisphere						
		2004	2004			2005		
			II	III	IV	I	II ²	III ²
Current account								
1	Exports of goods and services and income receipts	296,334	72,052	75,176	81,294	79,880	84,837	89,006
2	Exports of goods and services.....	230,422	56,872	58,462	61,680	58,500	62,550	65,067
3	Goods, balance of payments basis ²	171,887	42,830	42,954	45,662	44,275	48,384	48,156
4	Services ³	58,535	14,042	15,508	16,018	14,225	14,166	16,911
5	Transfers under U.S. military agency sales contracts ⁴	453	124	104	111	141	112	280
6	Travel.....	18,577	4,537	5,445	4,828	3,891	4,575	6,216
7	Passenger fares	4,826	1,220	1,346	1,210	1,276	1,389	1,522
8	Other transportation.....	4,336	1,050	1,105	1,244	1,219	1,292	1,376
9	Royalties and license fees ⁵	4,509	951	984	1,703	1,613	1,124	1,145
10	Other private services ⁵	25,680	6,122	6,484	6,885	6,049	5,640	6,337
11	U.S. Government miscellaneous services	154	38	40	37	36	34	35
12	Income receipts.....	65,912	15,180	16,714	19,614	21,380	22,287	23,939
13	Income receipts on U.S.-owned assets abroad.....	65,709	15,129	16,663	19,563	21,328	22,235	23,887
14	Direct investment receipts.....	33,379	7,913	8,337	9,091	9,160	8,688	8,371
15	Other private receipts.....	32,025	7,126	8,277	10,350	12,139	13,461	15,464
16	U.S. Government receipts.....	305	90	49	122	29	86	52
17	Compensation of employees.....	203	51	51	51	52	52	52
18	Imports of goods and services and income payments	-368,024	-90,893	-95,065	-100,199	-99,973	-109,538	-112,574
19	Imports of goods and services.....	-314,339	-78,223	-80,662	-83,695	-82,263	-89,249	-90,513
20	Goods, balance of payments basis ²	-255,762	-63,559	-65,298	-68,605	-67,061	-74,277	-74,638
21	Services ³	-58,577	-14,664	-15,364	-15,090	-15,202	-14,972	-15,875
22	Direct defense expenditures	-413	-110	-121	-76	-78	-59	-62
23	Travel.....	-20,981	-5,233	-5,589	-5,120	-5,978	-5,835	-5,970
24	Passenger fares	-3,535	-1,022	-1,038	-800	-764	-1,147	-1,091
25	Other transportation.....	-4,801	-1,173	-1,209	-1,339	-1,608	-1,524	-1,513
26	Royalties and license fees ⁵	-1,696	-393	-459	-537	-399	-399	-486
27	Other private services ⁵	-26,537	-6,558	-6,785	-7,081	-6,293	-5,874	-6,612
28	U.S. Government miscellaneous services	-614	-175	-163	-137	-136	-137	-141
29	Income payments.....	-53,685	-12,670	-14,403	-16,504	-17,710	-20,289	-22,061
30	Income payments on foreign-owned assets in the United States	-46,498	-10,889	-12,514	-14,624	-16,095	-18,533	-20,101
31	Direct investment payments.....	-3,144	-1,174	-1,108	-677	-529	-1,148	-351
32	Other private payments.....	-34,291	-7,502	-8,845	-11,456	-12,727	-14,125	-16,329
33	U.S. Government payments.....	-9,063	-2,213	-2,561	-2,491	-2,839	-3,260	-3,421
34	Compensation of employees.....	-7,187	-1,781	-1,889	-1,880	-1,615	-1,756	-1,960
35	Unilateral current transfers, net	-33,002	-8,644	-5,677	-9,952	-9,060	-7,907	-4,232
36	U.S. Government grants ⁴	-2,240	-474	-709	-536	-692	-599	-649
37	U.S. Government pensions and other transfers	-960	-202	-212	-325	-191	-211	-321
38	Private remittances and other transfers ⁶	-29,802	-7,968	-4,756	-9,091	-8,177	-7,097	-3,262
Capital and financial account								
Capital account								
39	Capital account transactions, net	-122	-11	-15	-85	-80	1	-20
Financial account								
40	U.S.-owned assets abroad, net (increase/financial outflow (-))	-227,145	-49,906	-25,161	-79,654	-9,773	-86,506	4,921
41	U.S. official reserve assets, net.....							
42	Gold ⁷							
43	Special drawing rights.....							
44	Reserve position in the International Monetary Fund							
45	Foreign currencies							
46	U.S. Government assets, other than official reserve assets, net.....	541	95	201	146	168	151	194
47	U.S. credits and other long-term assets.....	-361	-128	-90	-107	-29	-189	-36
48	Repayments on U.S. credits and other long-term assets ⁸	829	122	307	253	192	232	230
49	U.S. foreign currency holdings and U.S. short-term assets, net.....	73	101	-16		5	108	
50	U.S. private assets, net.....	-227,686	-50,001	-25,362	-79,800	-9,941	-86,657	4,727
51	Direct investment.....	-20,978	-5,996	-7,319	618	1,394	-2,299	-2,798
52	Foreign securities.....	4,384	-1,379	5,536	-841	-5,770	-2,464	-12,232
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns.....	-99,961	-22,812	-15,508	-45,355	4,201	-6,455	8,269
54	U.S. claims reported by U.S. banks, not included elsewhere.....	-111,131	-19,814	-8,071	-34,222	-9,766	-75,439	11,488
55	Foreign-owned assets in the United States, net (increase/financial inflow (+))	379,197	116,880	23,938	145,615	5,611	70,049	53,315
56	Foreign official assets in the United States, net.....	24,412	9,078	3,841	3,931	-771	1,486	-1,417
57	U.S. Government securities.....	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)
58	U.S. Treasury securities ⁹	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)
59	Other ¹⁰	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)
60	Other U.S. Government liabilities ¹¹	242	60	51	98	46	48	-60
61	U.S. liabilities reported by U.S. banks, not included elsewhere.....	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)
62	Other foreign official assets ¹²	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)
63	Other foreign assets in the United States, net.....	354,785	107,802	20,097	141,684	6,382	68,563	54,732
64	Direct investment.....	383	-807	-466	-1,289	-1,863	-4,309	-1,554
65	U.S. Treasury securities.....	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)
66	U.S. securities other than U.S. Treasury securities.....	82,367	16,660	20,157	33,229	15,674	17,395	31,344
67	U.S. currency.....							
68	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns.....	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)	(¹⁷)
69	U.S. liabilities reported by U.S. banks, not included elsewhere.....	218,082	38,150	-2,183	121,697	-69,878	85,448	6,069
70	Statistical discrepancy (sum of above items with sign reversed)	-47,238	-39,478	26,804	-37,019	33,395	49,064	-30,416
Memoranda:								
71	Balance on goods (lines 3 and 20).....	-83,875	-20,729	-22,344	-22,943	-22,786	-25,893	-26,482
72	Balance on services (lines 4 and 21).....	-42	-622	144	928	-977	-806	1,036
73	Balance on goods and services (lines 2 and 19).....	-83,917	-21,351	-22,200	-22,015	-23,763	-26,699	-25,446
74	Balance on income (lines 12 and 29).....	12,227	2,510	2,311	3,110	3,670	1,998	1,878
75	Unilateral current transfers, net (line 35).....	-33,002	-8,644	-5,677	-9,952	-9,060	-7,907	-4,232
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) ¹³	-104,692	-27,485	-25,566	-28,857	-29,153	-32,608	-27,800

See the footnotes on pages 40 and 41.

Transactions, by Area—Continues
of dollars]

Mexico ¹⁵							Japan							Line
2004	2004			2005			2004	2004			2005			
	II	III	IV	I	II ¹	III ¹		II	III	IV	I	II ¹	III ¹	
138,323	34,471	34,788	36,723	35,478	37,620	38,426	107,476	26,384	26,908	28,381	28,221	28,713	29,234	1
128,698	32,120	32,494	34,024	32,769	34,714	35,552	87,907	21,498	22,168	23,140	22,762	23,248	23,845	2
110,698	27,698	27,898	29,255	27,996	29,832	30,107	52,288	13,356	12,812	13,316	12,612	13,247	13,667	3
18,000	4,422	4,596	4,769	4,773	4,882	5,445	35,619	8,142	9,356	9,824	10,150	10,001	10,178	4
6	4	1	.....	.....	2	3	412	115	110	77	122	90	160	5
6,257	1,504	1,572	1,764	1,576	1,727	1,855	10,051	2,097	2,736	3,047	2,969	3,082	3,081	6
1,367	348	356	339	438	436	488	3,043	675	896	763	833	887	934	7
1,158	284	308	312	332	326	365	3,693	947	890	981	981	1,082	1,097	8
1,253	308	323	352	314	342	341	7,671	1,776	1,937	2,181	2,129	2,061	1,997	9
7,940	1,969	2,031	1,998	2,109	2,045	2,389	10,739	2,530	2,784	2,772	3,113	2,797	2,907	10
19	5	5	4	4	4	4	10	2	3	3	3	2	2	11
9,625	2,351	2,294	2,699	2,709	2,906	2,874	19,569	4,886	4,740	5,241	5,459	5,465	5,389	12
9,597	2,344	2,287	2,692	2,702	2,899	2,867	19,493	4,867	4,721	5,222	5,440	5,446	5,370	13
7,582	1,857	1,780	2,120	2,065	2,280	2,190	11,340	2,920	2,650	2,952	2,854	2,753	2,531	14
1,999	483	503	568	634	616	674	8,152	1,947	2,070	2,270	2,586	2,693	2,839	15
16	4	4	4	3	3	3	1	.....	1	.....	.....	.....	.....	16
28	7	7	7	7	7	7	76	19	19	19	19	19	19	17
-179,695	-45,267	-45,129	-47,304	-45,595	-50,318	-49,022	-200,097	-49,465	-50,106	-53,647	-51,904	-53,711	-54,289	18
-170,790	-43,088	-42,557	-44,789	-43,193	-47,604	-45,984	-151,214	-37,398	-37,483	-39,896	-39,786	-40,230	-39,809	19
-157,105	-39,777	-39,300	-41,220	-39,145	-43,899	-42,436	-129,807	-32,108	-32,207	-34,290	-33,958	-34,464	-33,791	20
-13,685	-3,311	-3,257	-3,569	-4,048	-3,705	-3,548	-21,407	-5,290	-5,276	-5,606	-5,828	-5,766	-6,018	21
-13	-3	-4	-2	-4	-4	-5	-1,622	-402	-414	-354	-356	-374	-375	22
-9,317	-2,259	-2,106	-2,435	-2,976	-2,593	-2,363	-2,467	-708	-670	-547	-642	-776	-695	23
-860	-215	-234	-199	-245	-235	-240	-910	-171	-169	-279	-293	-193	-179	24
-1,049	-259	-263	-275	-264	-273	-263	-5,832	-1,402	-1,553	-1,563	-1,558	-1,652	-1,750	25
-245	-37	-87	-91	-28	-35	-53	-6,056	-1,492	-1,371	-1,615	-1,747	-1,556	-1,764	26
-1,996	-483	-513	-521	-486	-519	-578	-4,373	-1,077	-1,063	-1,210	-1,199	-1,182	-1,222	27
-205	-55	-50	-46	-45	-46	-46	-147	-38	-36	-38	-33	-33	-33	28
-8,905	-2,179	-2,572	-2,515	-2,402	-2,714	-3,038	-48,883	-12,067	-12,623	-13,751	-12,118	-13,481	-14,480	29
-1,890	-432	-727	-694	-823	-991	-1,122	-48,798	-12,049	-12,607	-13,725	-12,092	-13,462	-14,464	30
241	18	-151	25	19	-29	-61	-12,463	-3,146	-3,285	-3,541	-1,940	-3,096	-3,386	31
-964	-168	-259	-393	-443	-479	-542	-7,512	-1,750	-1,850	-2,426	-2,326	-2,320	-2,558	32
-1,167	-282	-317	-326	-399	-483	-519	-28,823	-7,153	-7,472	-7,758	-7,826	-8,046	-8,520	33
-7,015	-1,747	-1,845	-1,821	-1,579	-1,723	-1,916	-85	-18	-16	-26	-26	-19	-16	34
-9,974	-2,441	-2,463	-2,619	-2,584	-2,558	-2,600	526	155	194	136	5	189	85	35
-41	-9	-8	-16	-10	-7	-7	.....	.....	.....	.....	.....	.....	.....	36
-280	-64	-63	-90	-64	-65	-65	-152	-38	-38	-39	-40	-41	-27	37
-9,653	-2,368	-2,392	-2,513	-2,510	-2,485	-2,528	678	193	232	175	45	230	112	38
36	9	9	9	8	65	65	20	5	5	5	5	3	3	39
-4,974	903	-2,530	-4,247	-3,285	-4,868	-1,589	-57,955	-12,833	-19,005	-17,493	8,533	-8,158	-14,340	40
.....	.....	.....	.....	.....	.....	.....	-2	-1	-1	.....	.....	.....	.....	41
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	42
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	43
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	44
.....	.....	.....	.....	.....	.....	.....	-2	-1	-1	.....	.....	.....	.....	45
39	8	12	11	9	2	5	6	.....	-1	7	1	.....	.....	46
-6	-3	-1	.....	-1	-9	-5	.....	.....	.....	.....	.....	.....	.....	47
45	11	13	11	10	11	10	.....	.....	.....	.....	.....	.....	.....	48
.....	.....	.....	.....	.....	.....	.....	6	.....	-1	7	1	.....	.....	49
-5,013	895	-2,542	-4,258	-3,294	-4,870	-1,594	-57,959	-12,832	-19,003	-17,500	8,532	-8,158	-14,340	50
-7,424	-1,925	-1,012	-2,278	-1,688	-2,616	-1,287	-10,689	-3,673	-2,202	-3,339	1,004	-3,403	-2,034	51
3,034	1,628	-272	-592	-1,327	-2,392	-459	-20,516	4,572	-7,246	-4,421	-5,722	3,068	-15,311	52
-701	-109	-351	-388	383	294	-675	-39	-938	563	-487	446	-2,333	-577	53
78	1,301	-907	-1,000	-662	-156	827	-26,715	-12,793	-10,118	-9,253	12,804	-5,490	3,582	54
27,252	8,047	6,470	9,207	2,388	4,863	1,411	232,007	57,582	36,175	34,041	-21,639	17,293	34,046	55
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	56
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	57
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	58
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	59
-5	-4	-1	1	3	.....	-5	44	-83	423	-194	-1,162	128	21	60
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	61
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	62
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	63
-541	-380	-283	123	-1,055	-80	66	16,146	4,420	3,167	5,265	904	4,382	5,141	64
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	65
14,545	463	7,688	5,821	4,745	821	461	52,095	16,652	2,329	29,293	149	13,363	18,600	66
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	67
706	377	180	41	-7	129	177	1,894	518	-542	540	-899	133	320	68
¹⁸ 12,547	¹⁸ 7,591	¹⁸ -1,114	¹⁸ 3,221	¹⁸ -1,298	¹⁸ 3,993	¹⁸ 712	¹⁸ 161,828	¹⁸ 36,075	¹⁸ 30,798	¹⁸ -863	¹⁸ -20,631	¹⁸ -713	¹⁸ 9,964	69
29,032	4,278	8,855	8,231	13,590	15,196	13,309	-81,977	-21,828	5,829	8,577	36,779	15,671	5,261	70
-46,407	-12,079	-11,402	-11,965	-11,149	-14,067	-12,329	-77,519	-18,752	-19,395	-20,974	-21,346	-21,217	-20,124	71
4,315	1,111	1,339	1,200	725	1,177	1,897	14,212	2,852	4,080	4,218	4,322	4,235	4,160	72
-42,092	-10,968	-10,063	-10,765	-10,424	-12,890	-10,432	-63,307	-15,900	-15,315	-16,756	-17,024	-16,982	-15,964	73
720	172	-278	184	307	192	-164	-29,314	-7,181	-7,883	-8,510	-6,659	-8,016	-9,091	74
-9,974	-2,441	-2,463	-2,619	-2,584	-2,558	-2,600	526	155	194	136	5	189	85	75
-51,346	-13,237	-12,804	-13,200	-12,701	-15,256	-13,196	-92,095	-22,926	-23,004	-25,130	-23,678	-24,809	-24,970	76

Table 11. U.S. International

[Millions]

Line	(Credits +; debits -) ¹	Australia						
		2004	2004			2005		
			II	III	IV	I	II ²	III ²
Current account								
1	Exports of goods and services and income receipts	29,181	7,185	7,579	7,674	7,189	7,873	7,951
2	Exports of goods and services.....	20,812	5,105	5,476	5,395	5,388	6,063	6,033
3	Goods, balance of payments basis ²	13,766	3,343	3,637	3,631	3,563	3,955	3,870
4	Services ³	7,046	1,762	1,839	1,764	1,825	2,108	2,163
5	Transfers under U.S. military agency sales contracts ⁴	186	35	53	45	132	138	111
6	Travel.....	2,074	548	615	476	432	620	693
7	Passenger fares	480	134	129	120	133	153	134
8	Other transportation.....	366	83	95	100	96	97	104
9	Royalties and license fees ⁵	1,052	276	255	279	256	295	291
10	Other private services ⁵	2,880	684	690	742	773	804	828
11	U.S. Government miscellaneous services	8	2	2	2	3	1	2
12	Income receipts.....	8,369	2,080	2,103	2,279	1,801	1,810	1,918
13	Income receipts on U.S.-owned assets abroad.....	8,341	2,073	2,096	2,272	1,794	1,803	1,911
14	Direct investment receipts.....	5,609	1,361	1,391	1,605	1,130	1,118	1,148
15	Other private receipts.....	2,732	712	705	667	667	685	763
16	U.S. Government receipts.....							
17	Compensation of employees.....	28	7	7	7	7	7	7
18	Imports of goods and services and income payments	-17,094	-3,750	-4,673	-5,119	-3,970	-5,440	-4,674
19	Imports of goods and services.....	-11,685	-2,686	-3,111	-3,240	-2,635	-3,165	-3,167
20	Goods, balance of payments basis ²	-7,520	-1,755	-1,973	-2,117	-1,538	-1,918	-1,994
21	Services ³	-4,165	-931	-1,138	-1,123	-1,097	-1,247	-1,173
22	Direct defense expenditures	-214	-58	-67	-42	-50	-49	-49
23	Travel.....	-1,128	-294	-286	-253	-274	-322	-297
24	Passenger fares	-718	-142	-174	-191	-195	-160	-184
25	Other transportation.....	-277	-64	-75	-76	-76	-75	-82
26	Royalties and license fees ⁵	-152	-22	-32	-62	-46	-67	-45
27	Other private services ⁵	-1,602	-338	-481	-484	-435	-556	-498
28	U.S. Government miscellaneous services	-74	-13	-23	-15	-21	-18	-18
29	Income payments.....	-5,409	-1,064	-1,562	-1,879	-1,335	-2,275	-1,507
30	Income payments on foreign-owned assets in the United States	-5,395	-1,061	-1,559	-1,875	-1,331	-2,272	-1,504
31	Direct investment payments.....	-3,404	-621	-1,089	-1,215	-705	-1,582	-765
32	Other private payments.....	-1,426	-303	-336	-514	-458	-525	-582
33	U.S. Government payments.....	-565	-137	-134	-146	-168	-165	-157
34	Compensation of employees.....	-14	-3	-3	-4	-4	-3	-3
35	Unilateral current transfers, net	-382	-161	-86	-40	-83	-91	-89
36	U.S. Government grants ⁴							
37	U.S. Government pensions and other transfers	-63	-16	-16	-16	-16	-17	-17
38	Private remittances and other transfers ⁶	-319	-145	-70	-24	-67	-74	-72
Capital and financial account								
Capital account								
39	Capital account transactions, net	-30	-7	-8	-8	-8	-2	-2
Financial account								
40	U.S.-owned assets abroad, net (increase/financial outflow (-))	-30,068	5,438	2,716	-34,053	-353	-4,943	-5,186
41	U.S. official reserve assets, net.....							
42	Gold ⁷							
43	Special drawing rights.....							
44	Reserve position in the International Monetary Fund							
45	Foreign currencies							
46	U.S. Government assets, other than official reserve assets, net.....							
47	U.S. credits and other long-term assets.....							
48	Repayments on U.S. credits and other long-term assets ⁸							
49	U.S. foreign currency holdings and U.S. short-term assets, net.....							
50	U.S. private assets, net.....	-30,068	5,438	2,716	-34,053	-353	-4,943	-5,186
51	Direct investment	(¹⁹) 1,937	1,141	(¹⁹) 586	(¹⁹) 586	(¹⁹) 959	(¹⁹) 958	(¹⁹) 958
52	Foreign securities.....	22,126	-1,279	-1,236	25,007	-2,006	-4,862	-1,730
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns.....	¹⁹ -49,162	2,720	2,575	¹⁹ -55,907	-748	4,510	-2,906
54	U.S. claims reported by U.S. banks, not included elsewhere.....	-3,032	2,060	236	-3,153	2,987	-3,632	408
55	Foreign-owned assets in the United States, net (increase/financial inflow (+))	23,777	380	-3,144	27,838	-1,244	5,564	-4,890
56	Foreign official assets in the United States, net.....	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
57	U.S. Government securities	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
58	U.S. Treasury securities ⁹	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
59	Other ¹⁰	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
60	Other U.S. Government liabilities ¹¹	73	43	7	39	-55	-57	-8
61	U.S. liabilities reported by U.S. banks, not included elsewhere	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
62	Other foreign official assets ¹²	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
63	Other foreign assets in the United States, net	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
64	Direct investment	3,635	-813	-607	2,933	818	1,572	450
65	U.S. Treasury securities	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)	(¹⁸)
66	U.S. securities other than U.S. Treasury securities.....	13,168	748	119	10,930	1,098	1,123	2,390
67	U.S. currency							
68	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	-143	-373	-169	787	-1,574	-609	535
69	U.S. liabilities reported by U.S. banks, not included elsewhere	¹⁸ 7,044	¹⁸ 775	¹⁸ -2,494	¹⁸ 13,149	¹⁸ -1,531	¹⁸ 3,535	¹⁸ -8,257
70	Statistical discrepancy (sum of above items with sign reversed)	-5,384	-9,085	-2,384	3,708	-1,531	-2,961	6,890
Memoranda:								
71	Balance on goods (lines 3 and 20).....	6,246	1,588	1,664	1,514	2,025	2,037	1,876
72	Balance on services (lines 4 and 21).....	2,881	831	701	641	728	861	990
73	Balance on goods and services (lines 2 and 19).....	9,127	2,419	2,365	2,155	2,753	2,898	2,866
74	Balance on income (lines 12 and 29).....	2,960	1,016	541	400	466	-465	411
75	Unilateral current transfers, net (line 35).....	-382	-161	-86	-40	-83	-89	-89
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) ¹³	11,705	3,274	2,820	2,515	3,136	2,342	3,188

See the footnotes on pages 40 and 41.

Transactions, by Area
of dollars]

Other countries in Asia and Africa							International organizations and unallocated ¹⁶							Line
2004	2004			2005			2004	2004			2005			
	II	III	IV	I	II ^a	III ^b		II	III	IV	I	II ^a	III ^b	
305,775	74,614	78,638	78,089	81,629	85,047	89,202	42,777	10,603	10,713	11,186	11,439	11,177	11,444	1
260,826	63,717	66,498	66,264	68,888	72,173	74,480	5,759	1,389	1,392	1,573	1,539	1,357	1,435	2
190,195	47,001	47,898	49,192	49,391	53,042	53,422	.....	.....	.....	.....	.....	.....	.....	3
70,631	16,716	18,600	17,072	19,497	19,131	21,058	5,759	1,389	1,392	1,573	1,539	1,357	1,435	4
10,121	2,471	2,443	2,585	3,136	3,455	3,477	.....	.....	.....	.....	.....	.....	.....	5
10,854	2,969	3,417	2,237	2,275	3,479	3,847	.....	.....	.....	.....	.....	.....	.....	6
1,057	273	306	231	272	319	317	.....	.....	.....	.....	.....	.....	.....	7
12,224	3,083	3,107	3,071	2,919	3,106	3,219	806	195	188	215	223	251	328	8
7,969	1,885	2,033	2,114	2,313	2,242	2,166	2,631	619	629	770	735	515	512	9
28,040	5,944	7,209	6,730	8,483	6,427	7,925	2,322	575	575	588	581	590	594	10
366	91	85	104	99	103	107	.....	.....	.....	.....	.....	1	1	11
44,949	10,897	12,140	11,825	12,741	12,874	14,722	37,018	9,214	9,321	9,613	9,900	9,820	10,009	12
44,521	10,790	12,033	11,717	12,634	12,767	14,614	35,226	8,796	8,864	9,132	9,470	9,379	9,564	13
35,968	8,803	9,797	9,406	10,021	10,289	11,860	22,719	5,646	5,723	5,791	5,849	5,897	5,936	14
7,465	1,794	1,912	2,084	2,360	2,268	2,514	12,108	3,060	3,043	3,230	3,500	3,384	3,527	15
1,088	193	324	227	253	210	240	399	90	98	111	121	98	101	16
428	107	107	108	107	107	108	1,792	418	457	481	430	441	445	17
-597,527	-144,017	-159,981	-165,494	-155,511	-170,389	-189,859	-21,622	-4,978	-5,865	-5,907	-5,577	-5,586	-5,870	18
-559,588	-135,030	-150,451	-154,282	-144,083	-157,800	-175,847	-5,532	-1,132	-1,905	-1,338	-1,377	-1,294	-1,447	19
-499,888	-119,907	-135,376	-138,595	-128,122	-140,641	-159,568	.....	.....	.....	.....	.....	.....	.....	20
-59,680	-15,123	-15,075	-15,687	-15,961	-17,159	-16,279	-5,532	-1,132	-1,905	-1,338	-1,377	-1,294	-1,447	21
-15,011	-3,877	-3,764	-3,866	-4,091	-4,213	-4,217	.....	.....	.....	.....	.....	.....	.....	22
-11,843	-3,284	-2,816	-3,036	-3,068	-3,603	-2,922	.....	.....	.....	.....	.....	.....	.....	23
-6,359	-1,541	-1,555	-1,645	-1,748	-1,737	-1,648	.....	.....	.....	.....	.....	.....	.....	24
-15,555	-3,871	-4,152	-4,030	-3,802	-4,000	-3,861	-3,505	-826	-812	-1,006	-1,066	-1,072	-1,211	25
-243	-50	-65	-69	-74	-79	-79	-1,907	-277	-1,063	-301	-278	-218	-233	26
-9,766	-2,280	-2,496	-2,801	-2,937	-3,274	-3,298	-109	-26	-28	-28	-29	-2	-1	27
-903	-220	-227	-240	-241	-253	-254	-11	-3	-2	-3	-4	-2	-2	28
-37,959	-8,987	-9,530	-11,212	-11,428	-12,589	-14,012	-16,090	-3,846	-3,960	-4,569	-4,200	-4,292	-4,423	29
-37,244	-8,837	-9,401	-10,991	-11,208	-12,434	-13,878	-16,090	-3,846	-3,960	-4,569	-4,200	-4,292	-4,423	30
-1,752	-409	-383	-750	-445	-603	-773	-10,973	-2,718	-2,767	-2,817	-2,870	-2,925	-2,982	31
-9,095	-1,988	-2,246	-3,091	-2,970	-3,303	-3,824	-4,632	-1,008	-1,057	-1,617	-1,199	-1,222	-1,280	32
-26,397	-6,440	-6,772	-7,150	-7,793	-8,528	-9,281	-485	-120	-136	-135	-131	-145	-161	33
-715	-150	-129	-221	-220	-155	-134	.....	.....	.....	.....	.....	.....	.....	34
-32,362	-7,232	-7,452	-7,357	-12,700	-7,572	-8,906	-10,181	-2,319	-2,406	-3,235	-2,780	-3,155	-3,133	35
-18,198	-3,815	-3,516	-4,341	-7,627	-3,992	-4,843	-764	-164	-188	-327	-105	-538	-150	36
-570	-143	-143	-144	-146	-152	-77	-2,161	-203	-361	-1,194	-118	-431	-808	37
-13,594	-3,274	-3,793	-2,872	-4,927	-3,428	-3,986	-7,256	-1,952	-1,857	-1,714	-2,557	-2,186	-2,175	38
-1,020	-235	-260	-239	-4,247	-255	-227	16	4	4	4	4	4	4	39
-15,128	15,085	-4,237	-10,048	-8,993	-5,766	-10,104	-24,245	-1,689	-8,205	-7,876	.....	-7,678	-5,089	40
.....	.....	.....	.....	.....	.....	.....	3,428	1,255	578	880	5,476	-661	4,927	41
.....	.....	.....	.....	.....	.....	.....	-398	-90	-98	-110	1,713	-97	2,976	42
.....	.....	.....	.....	.....	.....	.....	3,826	1,345	676	990	3,763	-564	1,951	44
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	45
877	53	219	377	4,284	158	285	-1,477	-245	-741	-244	-244	-244	-216	46
-984	-271	-376	-84	-163	-158	-120	-1,477	-245	-741	-244	-244	-244	-216	47
1,949	338	610	459	541	337	421	.....	.....	.....	.....	.....	.....	.....	48
-88	-14	-15	2	3,906	-21	-16	.....	.....	.....	.....	.....	.....	.....	49
-16,005	15,032	-4,456	-10,425	-13,277	-5,924	-10,389	-26,196	-2,699	-8,042	-8,512	-5,232	-6,773	-9,800	50
(19)	-5,661	-9,626	(19)	-5,742	-2,780	8,933	-22,719	-5,646	-5,723	-5,791	-5,849	-5,897	-5,936	51
15,316	9,084	1,610	-3,003	-472	-858	-4,098	-636	-149	15	-408	-70	-127	-7	52
19 -34,167	-1,942	786	19 -9,547	-732	185	-721	-2	.....	.....	-1	.....	.....	.....	53
2,846	13,551	2,774	2,125	-6,331	-2,471	-14,503	-2,839	3,096	-2,334	-2,312	688	-749	-3,857	54
172,134	8,448	46,544	66,583	29,992	80,782	63,017	22,061	10,235	3,525	7,302	5,632	7,746	9,072	55
(18)	(18)	(18)	(18)	(18)	(18)	(18)	159	.....	101	8	50	5	86	56
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	57
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	58
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	59
330	263	202	-233	662	2	670	159	.....	101	8	50	5	86	60
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	61
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	62
(18)	(18)	(18)	(18)	(18)	(18)	(18)	21,902	10,235	3,424	7,294	5,582	7,741	8,986	63
2,493	-284	1,515	-171	6,009	-7,075	693	10,973	2,718	2,767	2,817	2,870	2,925	2,982	64
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	65
25,281	8,690	6,327	916	4,277	18,773	7,201	621	390	286	-212	52	250	655	66
.....	.....	.....	.....	.....	.....	.....	14,827	8,754	2,560	5,313	1,072	4,507	4,679	67
2,164	245	294	-527	1,234	251	120	.....	.....	.....	.....	.....	.....	.....	68
18 141,866	18 -466	18 38,206	18 66,598	18 17,810	18 68,831	18 54,333	18 -4,519	18 -1,627	18 -2,189	18 -624	18 1,588	18 59	18 670	69
168,128	53,337	46,748	38,466	69,830	18,153	56,877	-8,806	-11,856	2,234	-1,474	-8,718	-2,508	-6,428	70
-309,693	-72,906	-87,478	-89,403	-78,731	-87,599	-106,146	.....	.....	.....	.....	.....	.....	.....	71
10,951	1,593	3,525	1,385	3,536	1,972	4,779	227	257	-513	235	162	63	-12	72
-298,742	-71,313	-83,953	-88,018	-75,195	-85,627	-101,367	227	257	-513	235	162	63	-12	73
6,990	1,910	2,610	613	1,313	285	710	20,928	5,368	5,361	5,044	5,700	5,528	5,586	74
-32,362	-7,232	-7,452	-7,357	-12,700	-7,572	-8,906	-10,181	-2,319	-2,406	-3,235	-2,780	-3,155	-3,133	75
-324,114	-76,635	-88,795	-94,762	-86,582	-92,914	-109,563	10,974	3,306	2,442	2,044	3,082	2,436	2,441	76

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

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

Table 1:

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

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

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

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

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

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

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

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

8. Includes sales of foreign obligations to foreigners.

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

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

11. Includes, primarily, U.S. Government liabilities associated with military agency sales contracts and other transactions arranged with or through foreign official agencies; see table 5.

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

13. Conceptually, the sum of line 76 and line 39 is equal to "net lending or net borrowing" in the national income and product accounts (NIPAs). However, the foreign transactions account in the NIPAs (a) includes adjustments to the international transactions accounts for the treatment of gold, (b) includes adjustments for the different geographical treatment of transactions with U.S. territories and Puerto Rico, and (c) includes services furnished without payment by financial pension plans except life insurance carriers and private noninsured pension plans. A reconciliation of the balance on goods and services from the international accounts and the NIPA net exports appears in reconciliation table 2 in appendix A in this issue of the SURVEY OF CURRENT BUSINESS. A reconciliation of the other foreign transactions in the two sets of accounts appears in table 4.3B of the full set of NIPA tables.

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

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

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

16. Break in series. See Technical Notes in the June 1989–90, 1992–95, and July 1996–2005 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 July issues of the SURVEY for historical data). From 1983 forward, both unadjusted and seasonally adjusted data have been prepared by BEA from "actual" and "revised statistical" monthly data supplied by the Census Bureau (see Techni-

cal Notes in the December 1985 SURVEY). Seasonally adjusted data reflect the application of seasonal factors developed jointly by Census and BEA. The seasonally adjusted data are the sum of seasonally adjusted five-digit end-use categories (see technical Notes in the June 1980 SURVEY, in the June 1988 SURVEY, and in the June 1991 SURVEY). Prior to 1983, annual data are as published by the Census Bureau, except that for 1975–80 published Census data are adjusted to include trade between the U.S. Virgin Islands and foreign countries.

2. Adjustments in lines A5 and A13, B12, B47, and B82 reflect the Census Bureau's reconciliation of discrepancies between the goods statistics published by the United States and the counterpart statistics published in Canada. These adjustments are distributed to the affected end-use categories in section C. Beginning in 1986, estimates for undocumented exports to Canada, the largest item in the U.S.-Canadian reconciliation, are included in Census basis data shown in line A1.

3. Exports of military equipment under U.S. military agency sales contracts with foreign governments (line A6), and direct imports by the Department of Defense and the Coast Guard (line A14), to the extent such trade is identifiable from Customs declarations. The exports are included in tables 1 and 11, line 5 (transfers under U.S. military agency sales contracts); the imports are included in tables 1 and 11, line 22 (direct defense expenditures).

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

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

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

7. Annual and unadjusted quarterly data shown in this table correspond to country and area data in table 11, lines 3 and 20. Trade with international organizations includes purchases of nonmonetary gold from the International Monetary Fund, transfers of tin to the International Tin Council (ITC), and sales of satellites to Intelsat. The memoranda are defined as follows: *Industrial countries*: Western Europe, Canada, Japan, Australia, New Zealand, and South Africa; *Members of OPEC*: Venezuela, Ecuador, Iraq, Iran, Kuwait, Saudi Arabia, Qatar, United Arab Emirates, Indonesia, Algeria, Libya, Nigeria, and Gabon (Excludes Ecuador beginning in January 1993 and Gabon beginning in January 1995.); *Other countries*: Eastern Europe, Latin America and Other Western Hemisphere, and other countries in Asia and Africa, less OPEC. Before 1984, complete geographic area detail was not available for some balance of payments adjustments. Therefore, the detail shown does not always sum to the values shown for the area aggregates. For all years, "Asia" and "Africa" exclude certain Pacific Islands and unidentified countries included in "Other countries in Asia and Africa."

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

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

10. The "Euro area," which formed in January 1999, includes Austria, Belgium, Finland, France, Germany, Ireland, Italy, Luxembourg, Netherlands, Portugal, Spain, and from January 2001, Greece.

Table 3:

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

2. Includes royalties, license fees, and other fees associated with the use of

copyrights, trademarks, franchises, rights to broadcast live events, software licensing fees, and other intangible property rights.

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

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

Table 4:

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

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

Table 5:

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

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

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

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

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

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

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

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

Table 6a:

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

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

Table 7a:

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

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

Table 8a:

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

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

2. Estimates of commercial claims and liabilities with unaffiliated foreigners are not available.

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

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

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

Table 9a:

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

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

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

4. U.S.-owned banks include U.S.-chartered banks, Edge Act subsidiaries, and U.S. bank holding companies. Foreign-owned banks include U.S. branches and agencies of foreign banks and majority-owned bank subsidiaries in the United States. Brokers and dealers may be U.S.-owned or foreign-owned.

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

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

7. Prior to 2003, includes only deposits.

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

Table 10a:

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

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

3. U.S.-owned banks include U.S.-chartered banks, Edge Act subsidiaries, and U.S. bank holding companies. Foreign-owned banks include U.S. branches and agencies of foreign banks and majority-owned bank subsidiaries in the United States. Brokers and dealers may be U.S.-owned or foreign-owned.

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

Table 11:

For footnotes 1–13, see table 1.

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

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

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

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

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

19. Details for lines 51 and 53 are combined and shown in line 53 for the fourth quarter of 2004 and the year 2004.