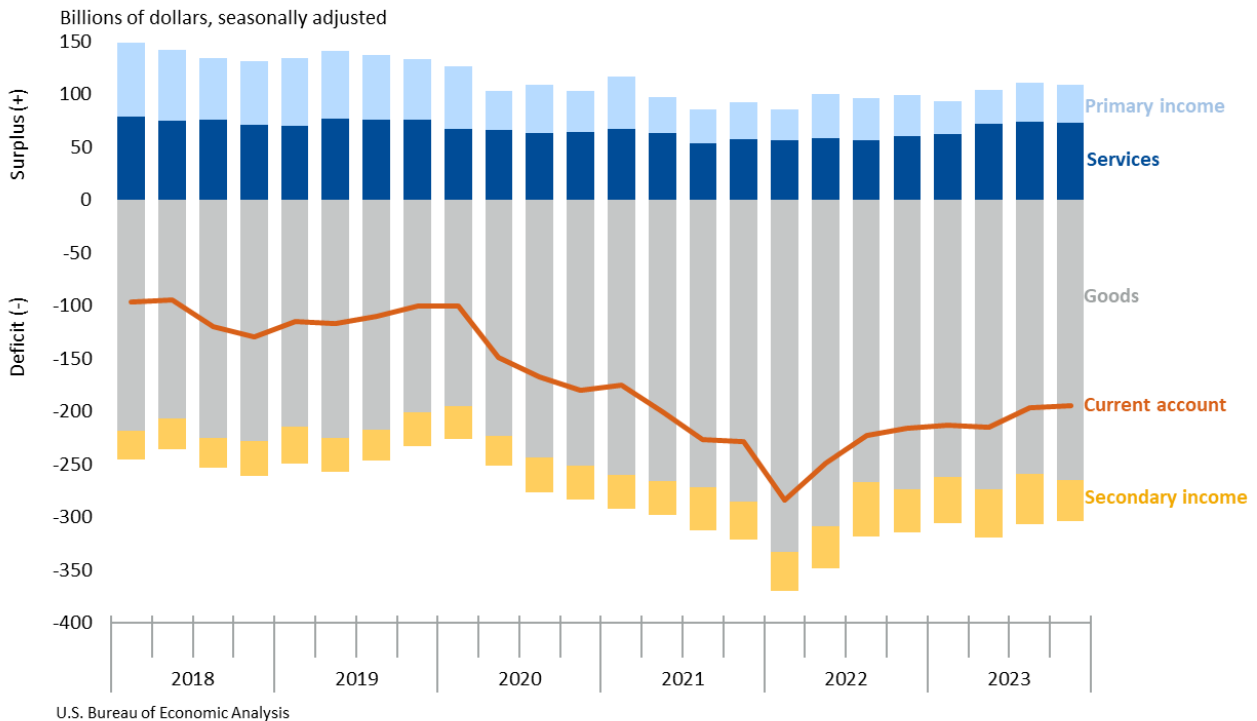


U.S. Current-Account Deficit Narrows in 4th Quarter 2023

U.S. International Transactions

The U.S. current-account deficit, which reflects the combined balances on trade in goods and services and income flows between U.S. residents and residents of other countries, narrowed by \$1.6 billion, or 0.8 percent, to \$194.8 billion in the fourth quarter of 2023. The narrowing primarily reflected a reduced deficit on secondary income that was mostly offset by an expanded deficit on goods. The fourth-quarter deficit was 2.8 percent of current-dollar gross domestic product, down less than 0.1 percent from the third quarter.

Quarterly U.S. Current Account and Component Balances



- Exports of goods decreased \$1.4 billion to \$514.4 billion, while imports of goods increased \$4.4 billion to \$779.4 billion.
- Exports of services increased \$2.0 billion to \$254.4 billion, while imports of services increased \$2.5 billion to \$181.5 billion.
- Receipts of primary income decreased \$3.7 billion to \$361.6 billion, while payments of primary income decreased \$2.9 billion to \$325.5 billion.
- Receipts of secondary income increased \$5.0 billion to \$49.6 billion, while payments of secondary income decreased \$3.6 billion to \$88.5 billion.
- Net financial-account transactions were -\$221.1 billion, reflecting net U.S. borrowing from foreign residents.