

TRADE GAP NARROWS IN JUNE 2006

U.S. international trade in goods and services

The U.S. monthly goods and services deficit narrowed in June 2006, according to the U.S. Bureau of Economic Analysis and the U.S. Census Bureau. The deficit decreased from \$65.0 billion (revised) in May to \$64.8 billion in June, as exports increased more than imports.



Exports

Exports of goods and services increased \$2.4 billion in June to \$120.7 billion, reflecting an increase in goods exports. Services exports decreased.

- The increase in goods exports reflected increases in all major categories. The largest increases were in *capital goods, industrial supplies and materials, and automotive vehicles, parts, and engines*.
- The decrease in services exports reflected decreases in *travel and other private services*.

Imports

Imports of goods and services increased \$2.2 billion in June to \$185.5 billion, as both goods imports and services imports increased.

- The increase in goods imports was more than accounted for by increases in *consumer goods and automotive vehicles, parts, and engines*. *Industrial supplies and materials* and *capital goods* decreased.
- The increase in services imports mostly reflected increases in *royalties and license fees* and *passenger fares*.

Goods by geographic area (not seasonally adjusted)

- The goods deficit with China increased from \$17.7 billion in May to \$19.7 billion in June. Exports decreased \$0.2 billion to \$4.3 billion, while imports increased \$1.8 billion to \$24.1 billion.
- The goods deficit with the European Union decreased from \$10.8 billion in May to \$9.0 billion in June. Exports increased \$0.9 billion to \$19.3 billion, while imports decreased \$0.9 billion to \$28.3 billion.
- The goods deficit with Mexico increased from \$5.5 billion in May to \$6.1 billion in June. Exports increased \$0.1 billion to \$11.7 billion, while imports increased \$0.7 billion to \$17.8 billion.

BEA data—including GDP, personal income, the balance of payments, foreign direct investment, the input-output accounts, and economic data for states, local areas, and industries—are available on the BEA Web site: www.bea.gov. [E-mail alerts](#) are also available.

NOTE: This and more information is provided in the August 10 press release issued by the U.S. Bureau of Economic Analysis and the U.S. Census Bureau, U.S. International Trade in Goods and Services: June 2006. The next release is September 12, 2006.