U.S. International Transactions

Second 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 $195.7 billion (preliminary) in the second quarter of 2005 from $198.7 billion (revised) in the first quarter (table A, chart 1).[1] The decrease was accounted for by a decrease in net outflows for unilateral current transfers and a small increase in the surplus on services. In contrast, the balance on income shifted from a surplus to a deficit, and 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—decreased to $142.3 billion in the second quarter from $161.9 billion in the first quarter. Both financial outflows for U.S.-owned assets abroad and financial inflows for foreign-owned assets in the United States increased, but outflows increased more than inflows.

The statistical discrepancy—errors and omissions in recorded transactions—was a positive $53.6 billion in the second quarter, compared with a positive $41.2 billion in the first quarter.

The following are highlights for the second quarter of 2005:

- Goods exports increased at a strong rate, but in dollar amount, they increased less than goods imports.
- The balance on income shifted from a surplus to a deficit.
- Direct investment income receipts strengthened, and direct investment income payments increased to a record level.
- Both U.S. claims and U.S. liabilities reported by banks increased strongly in the second quarter after decreasing in the first quarter.
- Net foreign private purchases of U.S. Treasury securities slowed, and net foreign private purchases of other U.S. securities picked up.

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

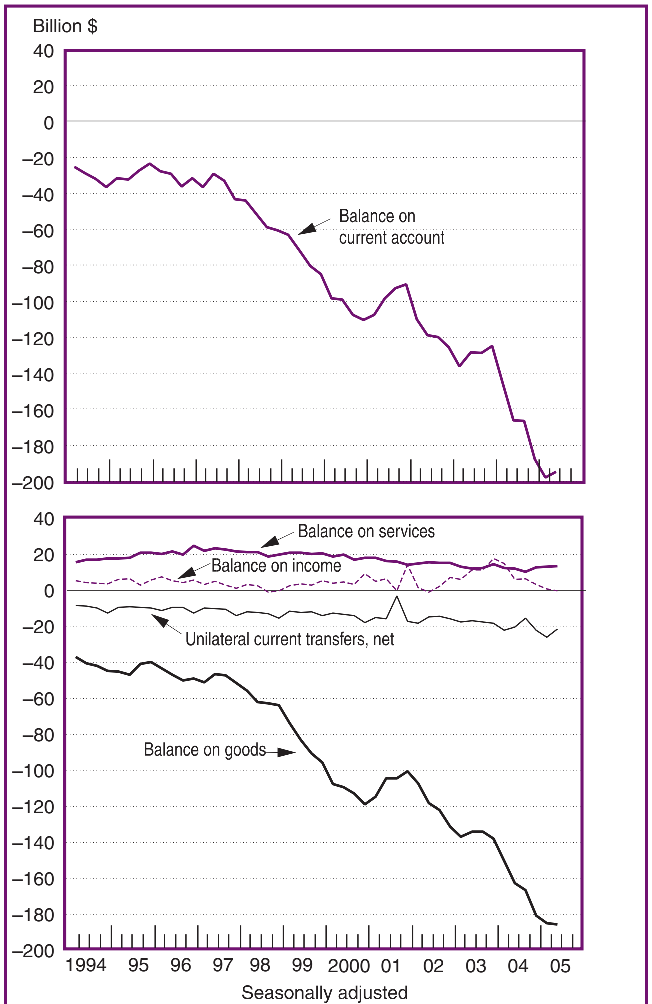
Table A. Summary of U.S. International Transactions

[Millions of dollars, quarters seasonally adjusted]

Line	Lines in tables 1 and 11 in which transactions are included are indicated in ( ) (Credits +; debits –)	2003	2004	2004				2005		Change: 2005 I–II
				I	II	III	IV	I r	II p	
	Current account									
1	Exports of goods and services and income receipts (1)	1,332,397	1,530,975	363,494	376,564	385,874	405,041	413,395	430,628	17,233
2	Goods, balance of payments basis (3)	713,421	807,536	193,789	200,072	204,801	208,874	213,840	223,540	9,700
3	Services (4)	309,146	343,912	83,304	85,027	85,569	90,013	92,604	93,744	1,140
4	Income receipts (12)	309,830	379,527	86,401	91,465	95,504	106,154	106,951	113,344	6,393
5	Imports of goods and services and income payments (18)	–1,780,907	–2,118,119	–487,324	–522,684	–537,085	–571,026	–585,804	–604,410	–18,606
6	Goods, balance of payments basis (20)	–1,260,717	–1,472,926	–345,241	–364,059	–372,576	–391,050	–400,169	–410,469	–10,300
7	Services (21)	–256,664	–296,105	–70,704	–73,082	–75,259	–77,058	–79,327	–80,142	–815
8	Income payments (29)	–263,526	–349,088	–71,379	–85,543	–89,250	–102,918	–106,308	–113,799	–7,491
9	Unilateral current transfers, net (35)	–71,169	–80,930	–22,271	–20,515	–15,771	–22,374	–26,259	–21,873	4,386
	Capital account									
10	Capital account transactions, net (39)	–3,214	–1,648	–428	–372	–393	–455	–4,466	–266	4,200
	Financial account									
11	U.S.-owned assets abroad, net (increase/financial outflow (–)) (40)	–328,397	–855,509	–295,140	–133,886	–137,525	–288,957	–81,510	–250,793	–169,283
12	U.S. official reserve assets, net (41)	1,523	2,805	557	1,122	429	697	5,331	–797	–6,128
13	U.S. Government assets, other than official reserve assets, net (46)	537	1,215	727	–2	–11	501	4,487	258	–4,229
14	U.S. private assets, net (50)	–330,457	–859,529	–296,424	–135,006	–137,943	–290,155	–91,328	–250,254	–158,926
15	Foreign-owned assets in the United States, net (increase/financial inflow (+)) (55)	889,043	1,440,105	423,023	304,937	254,228	457,915	243,451	393,069	149,618
16	Foreign official assets in the United States, net (56)	278,275	394,710	147,401	77,039	75,792	94,478	25,277	82,324	57,047
17	Other foreign assets in the United States, net (63)	610,768	1,045,395	275,622	227,898	178,436	363,437	218,174	310,745	92,571
18	Statistical discrepancy (sum of above items with sign reversed) (70)	–37,753	85,126	18,646	–4,044	50,672	19,856	41,193	53,645	12,452
	Memoranda:									
19	Balance on current account (76)	–519,679	–668,074	–146,101	–166,635	–166,982	–188,359	–198,668	–195,655	3,013
20	Net financial flows (40 and 55)	560,646	584,596	127,883	171,051	116,703	168,958	161,941	142,276	–19,665

r Revised
p Preliminary

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



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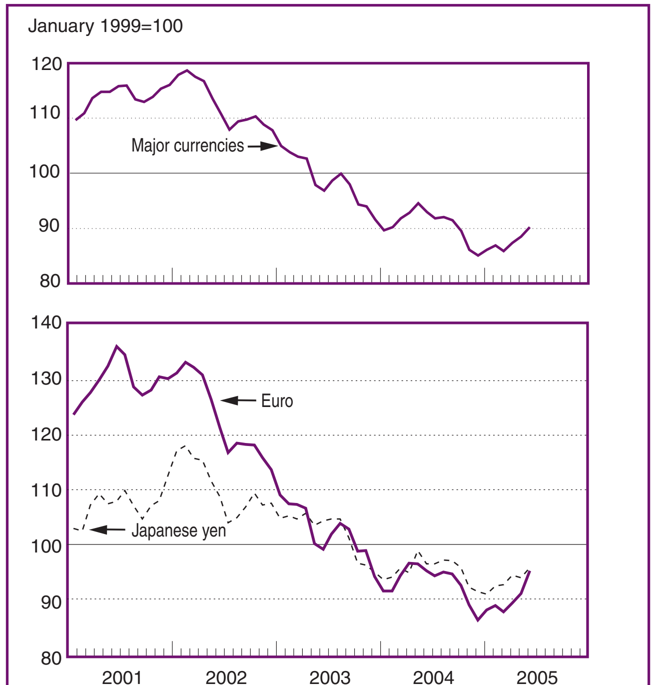
Selected economic and financial market developments

In the second quarter, the U.S. dollar appreciated 3 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 appreciation followed three quarters of

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



NOTE. See table B for the definitions of the indexes. Monthly average rates.

Data: Federal Reserve Board. Indexes rebased by BEA.

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

[January 1999=100]

	2004			2005		2004							2005					
	II	III	IV	I	II	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	Jan.	Feb.	March	April	May	June
Nominal: [1]																		
Broad [2]	101.2	100.4	96.7	95.6	96.8	101.1	100.4	100.6	100.2	98.7	96.2	95.1	95.6	95.8	95.3	96.1	96.6	97.6
Major currencies [3]	93.1	91.5	86.6	86.0	88.4	92.6	91.5	91.7	91.2	89.2	85.8	84.8	85.8	86.6	85.6	87.0	88.2	89.9
Other important trading partners [4]	111.7	112.0	110.1	108.3	107.7	112.1	112.1	112.1	111.8	111.3	110.1	108.9	108.7	108.0	108.1	108.1	107.4	107.5
Real: [1]																		
Broad [2]	102.8	101.8	97.9	96.9	98.9	103.0	102.0	102.0	101.5	100.2	97.5	96.0	96.9	97.0	96.9	98.3	98.6	99.7
Major currencies [3]	98.3	96.8	91.7	91.6	94.7	98.0	96.8	97.0	96.6	94.6	90.9	89.6	91.1	92.3	91.5	93.4	94.4	96.2
Other important trading partners [4]	108.0	107.7	105.3	103.2	103.6	108.8	108.2	107.8	107.2	106.8	105.3	103.8	103.7	102.5	103.3	104.0	103.3	103.6
Selected currencies: (nominal) [5]																		
Canada	89.5	86.1	80.4	80.7	81.8	89.4	87.0	86.4	84.8	82.1	78.8	80.2	80.6	81.6	80.0	81.3	82.6	81.6
European currencies:																		
Euro area [6]	96.2	94.8	89.5	88.4	92.1	95.4	94.5	95.1	94.8	92.7	89.2	86.5	88.3	89.1	87.9	89.6	91.3	95.4
United Kingdom	91.4	90.7	88.5	87.3	88.9	90.3	89.5	90.6	92.0	91.3	88.7	85.5	87.8	87.4	86.6	87.0	88.9	90.8
Switzerland	92.2	90.7	85.4	85.3	88.5	90.2	89.9	91.1	91.1	89.0	84.5	82.7	85.1	86.0	84.8	86.3	87.8	91.4
Japan	96.9	97.0	93.3	92.2	94.9	96.6	96.6	97.3	97.2	96.0	92.4	91.6	91.2	92.6	92.9	94.6	94.1	96.0
Mexico	112.5	113.0	111.8	110.4	108.3	112.5	113.2	112.5	113.4	112.6	112.3	110.6	111.2	110.0	110.1	109.7	108.4	106.8
Brazil	201.5	196.9	184.2	176.2	164.2	207.0	201.0	198.5	191.2	188.6	184.4	179.6	177.9	171.8	179.0	170.4	162.4	159.7

1. For more information on the nominal and real indexes of the foreign exchange value of the U.S. dollar, see *Federal Reserve Bulletin,* vol. 84 (October 1998): 811–18.
2. Weighted average of the foreign exchange value of the U.S. dollar against the currencies of a broad group of U.S. trading partners, including the currencies of the euro-area countries, Australia, Canada, Japan, Sweden, Switzerland, United Kingdom, Argentina, Brazil, Chile, Colombia, Mexico, Venezuela, China, Hong Kong, India, Indonesia, Korea, Malaysia, the Philippines, Singapore, Taiwan, Thailand, Israel, Saudi Arabia, and Russia. Data: Federal Reserve Board. Monthly and quarterly average rates. Index rebased by BEA.
3. Weighted average of the foreign exchange value of the U.S. dollar against broad-index currencies that circulate widely outside the country of issue, including the currencies of the euro-area countries, Australia, Canada, Japan, Sweden, Switzerland, and the United Kingdom. The weight for each currency is its broad-index weight divided by the sum of the broad-index weights for all of the currencies included in the major currency index. Data: Federal Reserve Board. Monthly and quarterly average rates. Index rebased by BEA.
4. Weighted average of the foreign exchange value of the U.S. dollar against broad-index currencies that do not circulate widely outside the country of issue, including the currencies of Argentina, Brazil, Chile, Colombia, Mexico, Venezuela, China, Hong Kong, India, Indonesia, Korea, Malaysia, the Philippines, Singapore, Taiwan, Thailand, Israel, Saudi Arabia, and Russia. The weight for each currency is its broad-index weight divided by the sum of the broad-index weights for all of the currencies included in the other important trading partners index. Data: Federal Reserve Board. Monthly and quarterly average rates. Index rebased by BEA.
5. Data: Federal Reserve Board. Monthly and quarterly average rates. Indexes prepared by BEA.
6. The euro area includes Austria, Belgium, Finland, France, Germany, Greece, Ireland, Italy, Luxembourg, Netherlands, Portugal, and Spain.

depreciation, during which the dollar fell to a record low. In the second quarter, the U.S. dollar appreciated 4 percent against the euro, 3 percent against the Japanese yen, and 1 percent against the Canadian dollar.

In the United States, data releases in the second quarter indicated that the U.S. economy in the first quarter continued to expand in the 3- to 4-percent range. Releases in May and June indicated that the deficit on U.S. trade in goods and services on a monthly average basis had declined. U.S. monetary authorities raised the target level for the Federal funds rate by 50 basis points, to 3.25 percent, in the second quarter. U.S. long-term interest rates edged lower, and U.S. stock prices edged higher.

In Europe, data releases indicated that economic growth in the euro area picked up, to about 2 percent, in the first quarter. Among selected euro area countries, economic activity in Germany strengthened, and activity in France and Italy slowed. Euro area monetary policy was unchanged, and the minimum bid rate on main refinancing operations remained at 2 percent. In Japan, reports showed that economic growth was substantially higher in the first quarter than in the fourth quarter. In Canada, reported economic growth remained at about 2 percent, and Canadian monetary authorities left the target for the overnight rate at 2.5 percent.

Current Account

Goods and services

The deficit on goods and services increased $0.3 billion, to $173.3 billion, in the second quarter from $173.1 billion in the first quarter. A $0.6 billion increase in the deficit on goods was partly offset by a $0.3 billion increase in the surplus on services.

Revisions to the Estimates

The estimates of U.S. international transactions for the first quarter have been revised from preliminary estimates that were published in the July 2005 Survey of Current Business.

The current-account deficit was revised to $198.7 billion from $195.1 billion. The goods deficit was unrevised at $186.3 billion; the services surplus was revised to $13.3 billion from $14.6 billion; the income surplus was revised to $0.6 billion from $3.8 billion; and unilateral current transfers were revised to net outflows of $26.3 billion from $27.1 billion. Net recorded financial inflows were revised to $161.9 billion from $165.4 billion.

Goods

The deficit on goods increased to $186.9 billion in the second quarter from $186.3 billion in the first quarter. The increase was the smallest in seven quarters and was far smaller than the record increase in the fourth quarter of 2004. Exports increased at the fastest rate in several quarters, and imports picked up (chart 3).

Exports. Exports increased $9.7 billion, or 5 percent, to $223.5 billion. The dollar increase was the largest on record, and the percentage increase was the largest since the fourth quarter of 2003. Real exports increased 4 percent, and export prices increased 1 percent (table C).[2] The increase in value was partly attributable to substantial increases in civilian aircraft, which is a component of capital goods, and in agricultural products. In addition, nonagricultural industrial supplies and materials, the largest contributor to export growth in recent quarters, accelerated in the second quarter (chart 4). By area, exports to all major regions increased.

Capital goods increased $4.7 billion, to $90.2 billion. Civilian aircraft, engines, and parts surged $2.5 billion, mostly as a result of deliveries of complete

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

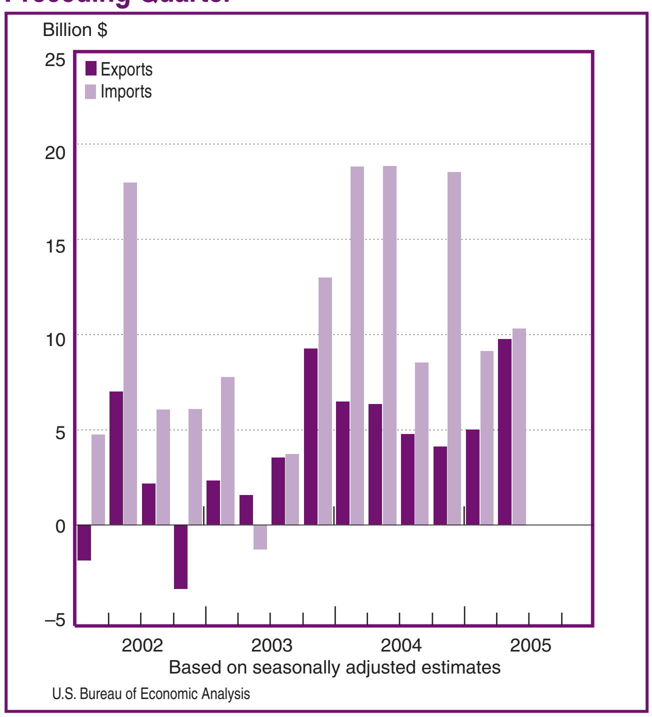
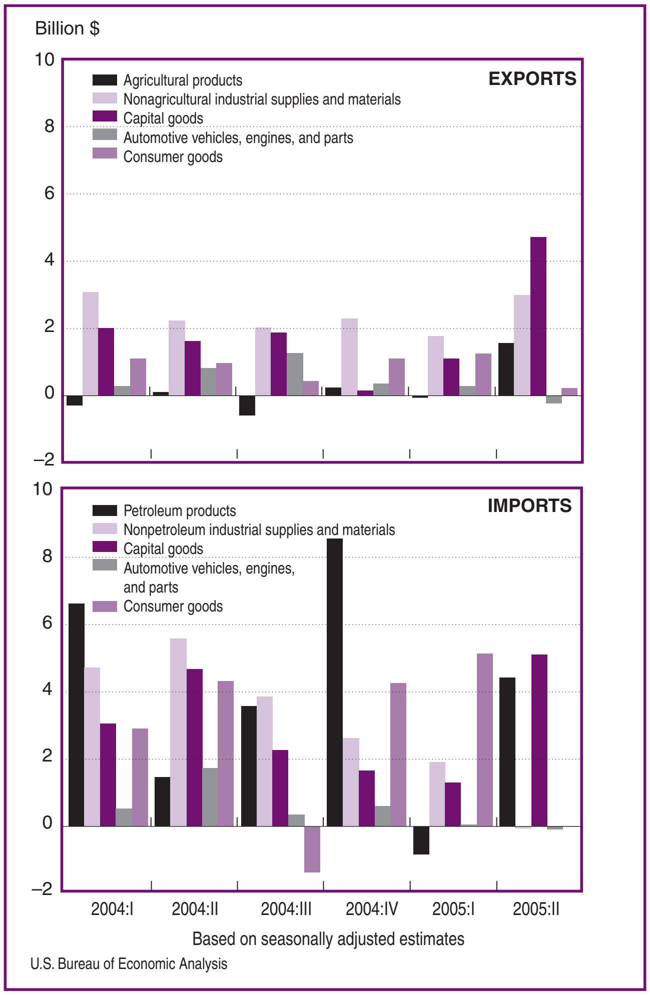


Chart 4. Trade in Goods by Selected End-Use Categories: Change From Preceding Quarter



aircraft to Japan, Africa, and China. Capital goods other than civilian aircraft also picked up. Among high-technology capital goods, exports of semiconductors rebounded $0.6 billion, mostly to Asia, after five quarters of decline. In addition, computers, peripherals, and parts increased $0.5 billion after two quarters of little growth, and telecommunications equipment increased $0.2 billion. Scientific, hospital, and medical equipment and electric generating machinery also increased.

Nonagricultural industrial supplies and materials increased $3.0 billion, to $56.1 billion. These commodities continued to be important contributors to growth in total exports. More than half of the second-quarter increase was accounted for by energy products, which have been boosted by increases in petroleum export prices over the last six quarters. In the second quarter, metals and nonmetallic products also increased, mostly as a result of exports of nonferrous metals to Asia, mainly to China, and of steelmaking materials to Canada. Export prices of nonagricultural industrial supplies and materials increased at a much slower rate in the second quarter than in the previous five quarters, partly as a result of a decline in the prices of iron and steel products and little change in the prices of chemicals (chart 5).

Agricultural products jumped $1.6 billion, to $17.1 billion. Nearly half of the increase was accounted for by a rise in soybean exports, mostly to Mexico and Japan. Both demand for U.S. soybeans and soybean prices were boosted by lowered soybean production in Brazil as a result of drought conditions. An increase in

Table C. U.S. Trade in Goods in Current and Chained 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[r]	2004[r]	2004				2005	
			I	II	III	IV	I	II[p]			I[r]	II[r]	III[r]	IV[r]	I[r]	II[p]
Exports	**713,421**	**807,536**	**193,789**	**200,072**	**204,801**	**208,874**	**213,840**	**223,540**	**708,919**	**773,450**	**188,092**	**191,711**	**195,740**	**197,779**	**200,272**	**207,853**
Agricultural products	60,884	62,940	15,892	15,996	15,410	15,642	15,576	17,143	53,872	50,844	12,505	12,115	12,837	13,484	13,247	14,101
Nonagricultural products	652,537	744,596	177,897	184,076	189,391	193,232	198,264	206,397	654,895	723,745	175,847	179,999	183,206	184,526	187,301	193,991
Imports	**1,260,717**	**1,472,926**	**345,241**	**364,059**	**372,576**	**391,050**	**400,169**	**410,469**	**1,285,580**	**1,430,442**	**343,821**	**355,745**	**359,310**	**370,874**	**377,742**	**378,480**
Petroleum and products	133,088	180,459	40,039	41,522	45,129	53,769	52,929	57,394	129,346	137,795	35,601	33,020	32,981	36,193	36,497	34,047
Nonpetroleum products	1,127,629	1,292,467	305,202	322,537	327,447	337,281	347,240	353,075	1,155,772	1,292,622	307,986	323,196	326,891	334,312	341,060	345,488

	Percent change from previous period (current dollars)								Percent change from previous period (chained (2000) dollars)							
	2003	2004	2004				2005		2003[r]	2004[r]	2004				2005	
			I	II	III	IV	I	II[p]			I[r]	II[r]	III[r]	IV[r]	I[r]	II[p]
Exports	**4.5**	**13.2**	**3.4**	**3.2**	**2.4**	**2.0**	**2.4**	**4.5**	**2.5**	**9.1**	**1.8**	**1.9**	**2.1**	**1.0**	**1.3**	**3.8**
Agricultural products	11.7	3.4	–1.8	0.7	–3.7	1.5	–0.4	10.1	1.4	–5.6	–5.4	–3.1	6.0	5.0	–1.8	6.4
Nonagricultural products	3.9	14.1	3.9	3.5	2.9	2.0	2.6	4.1	2.6	10.5	2.5	2.4	1.8	0.7	1.5	3.6
Imports	**8.2**	**16.8**	**5.8**	**5.5**	**2.3**	**5.0**	**2.3**	**2.6**	**5.2**	**11.3**	**3.2**	**3.5**	**1.0**	**3.2**	**1.9**	**0.2**
Petroleum and products	28.6	35.6	20.0	3.7	8.7	19.1	–1.6	8.4	6.5	6.5	7.9	–7.2	–0.1	9.7	0.8	–6.7
Nonpetroleum products	6.3	14.6	4.1	5.7	1.5	3.0	3.0	1.7	5.0	11.8	2.7	4.9	1.1	2.3	2.0	1.3

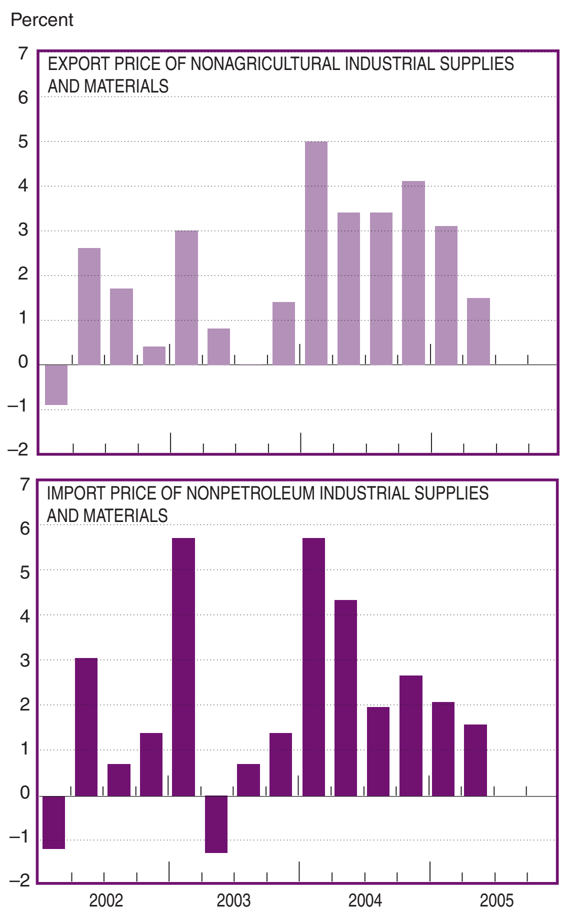
p Preliminary
r Revised
1. Because chain indexes use weights of more than one period, the corresponding chained dollar estimates are usually not additive.
NOTE. Percent changes in quarterly estimates are not annualized and are expressed at quarterly rates.

grains and preparations also contributed to the increase in agricultural products.

Consumer goods increased $0.2 billion, to $28.5 billion. An increase in durable goods, mostly exports of household and kitchen appliances to Canada and Latin America, was partly offset by a decrease in nondurable goods, mostly medical, dental, and pharmaceutical preparations to Europe.

Automotive vehicles, engines, and parts decreased $0.2 billion, to $23.5 billion, after increasing for six consecutive quarters. A decline in passenger cars was partly offset by an increase in "other" parts and accessories.

Chart 5. Percent Change in Export and Import Prices of Selected Industrial Supplies and Materials



NOTE. Percent change from preceding quarter at quarterly rates. Quarterly average indexes and percent changes prepared by BEA from monthly average indexes from the Bureau of Labor Statistics.

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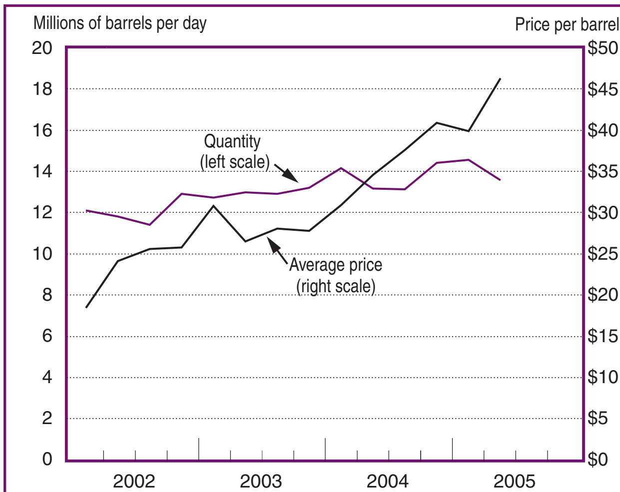
Imports. Imports increased $10.3 billion, or 3 percent, to $410.5 billion. Real imports increased less than 1 percent, and import prices increased 2 percent (table C). The increase in value was mostly attributable to increases in capital goods and in petroleum and petroleum products (chart 4). By area, imports from China and Europe increased the most.

Capital goods increased $5.2 billion, to $95.9 billion. A third of the increase was accounted for by a $1.7 billion surge in imports of telecommunications equipment, mostly from Asia. Among other high-technology products, imports of computers, peripherals, and parts, mostly from China, increased $0.4 billion, and semiconductors increased slightly after decreasing for two quarters. Capital goods were also boosted by substantial increases in oil drilling, mining, and construction machinery and in electric generating machinery. Civilian aircraft, engines, and parts increased $0.7 billion, mostly as a result of an increase in complete aircraft from France and Germany.

Petroleum and petroleum products increased $4.5 billion, to $57.4 billion. The increase was mostly accounted for by increases in imports from members of OPEC, particularly Saudi Arabia and Algeria, and from Western Europe and Mexico. After declining in the first quarter, the average price per barrel jumped 16 percent in the second quarter, to $46.30 (chart 6). The price of

Chart 6. U.S. Petroleum Imports and Price per Barrel



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petroleum imports has increased 150 percent in the last 3½ years, mainly because of strong worldwide demand. In the second quarter, the average number of barrels imported daily decreased 7 percent, to 13.57 million from 14.56 million. Domestic consumption fell 1 percent, and domestic production increased 3 percent.

Consumer goods were virtually unchanged at $102.1 billion. Consumer durable goods decreased $1.8 billion, or 4 percent, a record dollar decrease and the largest percentage drop since the second quarter of 2001. All major categories of durable goods fell, but toys, shooting and sporting goods, and bicycles decreased the most. In contrast, consumer nondurable goods increased $1.4 billion, mostly as a result of a rise in imports of medical, dental, and pharmaceutical preparations from Europe, but a small rise in textile apparel and household goods also contributed to the increase. Imports of textile apparel and household goods from China jumped for the second consecutive quarter, while imports of these goods from other countries in Asia except Japan and from Europe decreased. The jump in textile imports from China was partly due to the expiration on December 31, 2004, of a quota system that capped U.S. imports of textiles and apparel from developing countries. In late May 2005, the United States imposed quotas on several categories of textiles from China, which limited future growth in imports of these products to 7.5 percent a year.

Nonpetroleum industrial supplies and materials were virtually unchanged at $65.3 billion after seven consecutive quarters of growth. Decreases in iron and steel products and in steelmaking materials were mostly offset by increases in nonferrous metals and in “other” metals and nonmetallic products. Import prices of nonpetroleum industrial supplies and materials increased at the slowest rate in six quarters (chart 5).

Automotive vehicles, engines, and parts decreased $0.1 billion. A substantial decrease in imports of passenger cars from Canada and the Republic of Korea was mostly offset by an increase in imports of trucks, buses, and special purpose vehicles from Canada and Mexico and an increase in “other” parts and accessories.

Balances by area. Increases in the deficits with Europe and with the countries in Asia except Japan were partly offset by decreases in the deficits with Canada and Japan.[3] The deficit with Europe increased $3.5 billion, as deficits with Germany, France, and Italy increased and the surplus with the Netherlands decreased. The deficit with the other countries in Asia increased $2.0 billion, as the deficit with China increased $3.4 billion. In contrast, the deficit with Canada decreased $3.9 billion, and the deficit with Japan decreased $1.6 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.)

Services

The surplus on services increased to $13.6 billion in the second quarter from $13.3 billion in the first quarter. The increase was attributable to a larger increase in services receipts than in services payments. The surplus on services has risen substantially over the last three quarters, partly because of a larger increase in travel receipts than in travel payments.

In the second quarter, travel receipts increased $1.6 billion, to $21.6 billion. The strong increase was mostly attributable to a rise in receipts from overseas visitors to the United States as a result of an increase in the number of visitors. Travel payments increased $0.7 billion, to $18.1 billion, as a result of a rise in U.S. travelers’ payments to overseas countries and to Mexico. Passenger fare receipts increased $0.2 billion, to $5.3 billion, and passenger fare payments increased $0.3 billion, to $6.5 billion.

“Other” transportation receipts increased $0.3 billion, to $10.2 billion. The increase was mostly attributable to a rise in ocean port services, reflecting increases in trade volume and in bunker fuel revenues. “Other” transportation payments decreased $1.0 billion, to $14.8 billion. The large decrease was mostly attributable to a fall in payments for ocean freight, which had risen substantially in the first quarter.

“Other” private services receipts decreased $0.7 billion, to $37.3 billion. A decrease in affiliated services receipts was partly offset by an increase in unaffiliated receipts, mostly for business, professional and technical services. “Other” private services payments increased $0.9 billion, to $25.8 billion, almost entirely as a result of increases in payments for affiliated services and for insurance services.

Income

The balance on income shifted to a deficit of $0.5 billion in the second quarter from a surplus of $0.6 billion in the first quarter.[4] Income payments increased more than income receipts.

Since rising to a peak surplus in the fourth quarter of 2003, the balance on income has gradually fallen. The movement in the balance is attributable to larger increases in income payments on portfolio and direct investment than in income receipts.

Since the fourth quarter of 2003, income payments on foreign portfolio holdings of U.S. securities have increased much more than income receipts on U.S. portfolio holdings of foreign securities, mostly as a result of strong net foreign purchases of U.S. securities. In

4. Because the recent balances on income are small, future revisions to the estimates of income receipts and payments could change a deficit to a surplus or vice versa.

addition, income payments on foreign direct investment in the United States have increased more than income receipts on U.S. direct investment abroad, mostly as a result of stronger economic growth and corporate earnings in the United States than in many foreign countries.

In the second quarter, receipts of income on U.S. direct investment abroad increased $3.5 billion, to $61.7 billion, after a large first-quarter decrease. Foreign affiliates' earnings increased in most major industries. Manufacturing earnings were boosted by increases in the earnings of affiliates in "other" manufacturing, mainly affiliates in Canada, Europe, and Japan, in transportation equipment, and in chemicals. Although the American Jobs Creation Act of 2004 has no net effect on total income receipts, dividends were unusually large for the second consecutive quarter as a result of the act (see the box "The Effect of the American Jobs Creation Act of 2004 on U.S. International Transactions").

Payments of income on foreign direct investment in the United States increased $2.8 billion, to $32.6 billion. U.S. affiliates' earnings increased to a record level for the third consecutive quarter. The second-quarter rise was attributable to increases in the earnings of affiliates in "other" industries (mostly in information), in wholesale trade (mostly in auto wholesaling), and in finance. By area, the earnings of affiliates of European parent companies increased the most.

Receipts of "other" private income increased $2.8 billion, to $50.1 billion. Increases in interest receipts on bank and nonbank claims, which resulted from a rise in short-term interest rates, were partly offset by decreases in dividends and interest receipts on U.S. holdings of foreign securities. Payments of "other" private income increased $2.8 billion, to $51.2 billion. Increases in interest payments on bank and nonbank liabilities, which resulted from a rise in short-term interest rates, were partly offset by a decrease in interest payments on foreign holdings of U.S. corporate bonds.

Receipts of income on U.S. Government assets increased to $0.8 billion. Payments of income on U.S. Government liabilities increased $1.8 billion, to $27.9 billion. The increase was attributable to an increase in interest payments on foreign holdings of U.S. Treasury and agency securities.

Unilateral current transfers

Unilateral current transfers were net outflows of $21.9 billion in the second quarter, down from net outflows of $26.3 billion in the first quarter. The decrease was mostly accounted for by a decline in U.S. Government grants, which were boosted in the first quarter by grants to Israel and Egypt under the credit waiver program and under economic assistance programs.

Capital Account

Capital account transactions were net outflows of $0.3 billion in the second quarter, down from net outflows of $4.5 billion in the first quarter. First-quarter net outflows were boosted by debt forgiveness for Iraq.

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 $142.3 billion in the second quarter, down from $161.9 billion in the first quarter. Financial outflows for

The Effect of the American Jobs Creation Act of 2004 on U.S. International Transactions

The American Jobs Creation Act of 2004, which was signed into law on October 22, 2004, allows U.S. multinational companies (MNCs) to receive a historically large amount of dividends from abroad for a period of 1 year (calendar year 2004 or calendar year 2005 at taxpayers' option, for calendar year taxpayers) at a reduced rate of taxation on the increased dividends.

In the *current account*, distributed earnings (including dividends) that U.S. MNCs receive from their foreign affiliates are one component of foreign affiliates' earnings; earnings are recorded in direct investment income receipts when they are earned (international transactions account table 1, line 14). An increase in dividends received from abroad by U.S. MNCs as a result of the act affects only the *form* in which earnings are received, not its total *amount*. For a given amount of earnings, an increase in distributed earnings (including dividends) leads to an equal and offsetting decrease in reinvested earnings, the other component of foreign affiliates' earnings.

In the *financial account*, reinvested earnings on U.S. direct investment abroad is one component of direct investment outflows (table 1, line 51). A decrease in reinvested earnings stemming from an increase in dividends as a result of the act therefore results in smaller direct investment outflows. Depending on the method of settlement, the decrease in direct investment outflows is balanced or offset by changes in one or more other financial account components.

Detailed estimates of direct investment transactions (including distributed earnings) are shown in table 6a. It is not possible for BEA to separately identify transactions arising from the American Jobs Creation Act.

U.S.-owned assets abroad picked up more than financial inflows for foreign-owned assets in the United States.

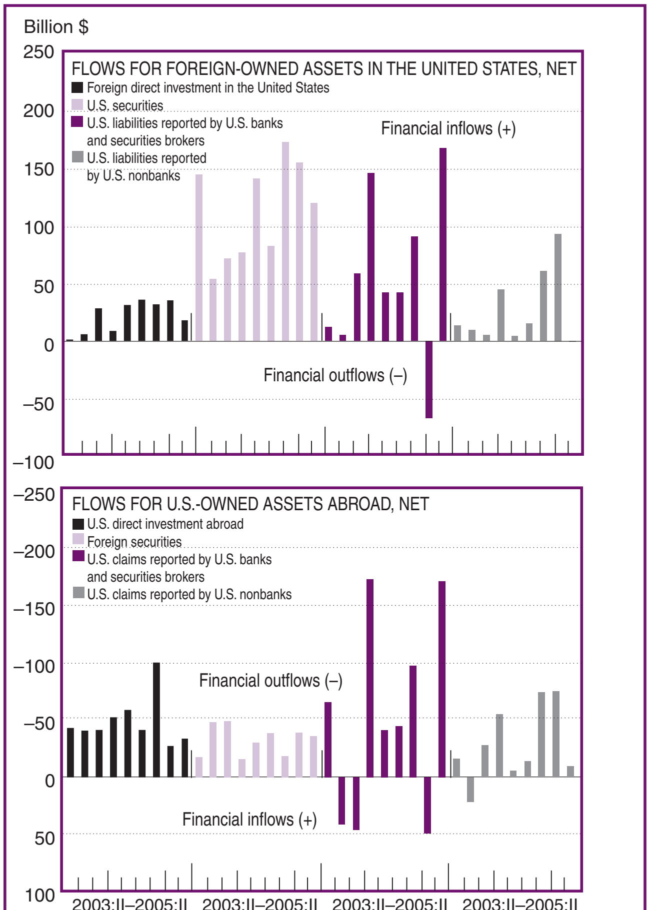
U.S.-owned assets abroad

Net U.S.-owned assets abroad increased $250.8 billion in the second quarter after an increase of $81.5 billion in the first quarter. The pickup was attributable to a very large increase in U.S. claims on foreigners reported by U.S. banks in the second quarter after a decrease in the first quarter.

U.S. official reserve assets. U.S. official reserve assets increased $0.8 billion in the second quarter, in contrast to a decrease of $5.3 billion in the first quarter. The increase was mostly attributable to an increase in the U.S. reserve position in the International Monetary Fund.

Claims reported by banks and by nonbanks. U.S. claims on foreigners reported by U.S. banks and securities brokers increased a near-record $171.0 billion in the second quarter, in contrast to a decrease of $49.3 billion in the first quarter (chart 7).

Chart 7. Selected Financial Flows, 2003:II–2005:II



NOTE. Excludes financial flows for foreign official assets in the United States, for U.S. currency, for U.S. official reserve assets, and for other U.S. Government assets.

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Banks' own claims denominated in dollars increased $169.2 billion in the second quarter, in contrast to a decrease of $61.1 billion in the first quarter. The surge in dollar outflows partly reflected heightened activity in the international syndicated loan market, a pickup in interoffice transfers of funds between banks' home offices and their offices abroad, and continued U.S. bank lending to finance substantial net foreign purchases of U.S. securities. Dollar outflows were supported by an abundance of liquidity in the U.S. banking system. Dollar deposits and brokerage balances, resale agreements, and "other" claims all increased strongly in the second quarter.

Banks' domestic customers' claims denominated in dollars decreased $2.9 billion, in contrast to an increase of $17.0 billion. In the second quarter, decreases in deposits and in negotiable certificates of deposit were partly offset by increases in other short-term securities and foreign commercial paper.

Claims reported by U.S. nonbanking concerns increased $9.6 billion after an increase of $74.9 billion. The second-quarter increase was more than accounted for by an increase in deposits, largely in Caribbean financial centers.

Foreign securities. Net U.S. purchases of foreign securities were $36.0 billion in the second quarter, down slightly from $38.7 billion in the first quarter. A decrease in net U.S. purchases of foreign stocks more than offset a shift to net U.S. purchases of foreign bonds.

Net U.S. purchases of foreign stocks were $20.8 billion, down from $39.8 billion. In local currency terms, foreign stock markets outperformed the U.S. stock market for the second consecutive quarter. However, appreciation of the dollar in the second quarter caused U.S. investors' returns in foreign markets to be negative in dollar terms. Net U.S. purchases of stocks from the United Kingdom decreased markedly, and net U.S. purchases of stocks from Japan were the lowest in several quarters. Merger-related exchanges of stock were minimal in the first and second quarters.

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.

Transactions in foreign bonds shifted to net U.S. purchases of $15.2 billion from net U.S. sales of $1.2 billion. Global bond market returns were strong in the second quarter after mixed returns in the first quarter. A strong pickup in net U.S. purchases of bonds from Europe more than offset shifts to net U.S. sales of bonds from Caribbean financial centers and Japan.

Direct investment. Net financial outflows for U.S. direct investment abroad were $33.6 billion in the second quarter, up from $27.0 billion in the first quarter. The increase was attributable to increases in net equity capital outflows and in reinvested earnings and to a decrease in net inflows on intercompany debt. Net equity capital outflows were boosted by U.S. acquisitions of companies in the United Kingdom. A rise in foreign affiliates' earnings contributed to the increase in reinvested earnings. Despite the increase, reinvested earnings remained unusually low for the second consecutive quarter as a result of unusually high distributed earnings. Distributed earnings were elevated in the last two quarters as some U.S. parent companies took advantage of incentives associated with recent legislation that allows them to obtain reduced rates of taxation on distributions of foreign affiliates' earnings for a year (see the box "The Effect of the American Jobs Creation Act of 2004 on U.S. International Transactions").

Foreign-owned assets in the United States

Net foreign-owned assets in the United States increased $393.1 billion in the second quarter after an increase of $243.5 billion in the first quarter. The pickup was mostly attributable to a very large increase in U.S. liabilities reported by U.S. banks in the second quarter after a decrease in the first quarter. In addition, net foreign purchases of U.S. securities other than U.S. Treasury securities picked up. In contrast, U.S. liabilities reported by U.S. nonbanks decreased slightly after a substantial increase, and net foreign purchases of U.S. Treasury securities slowed.

Foreign official assets. Foreign official assets in the United States increased $82.3 billion in the second quarter after an increase of $25.3 billion in the first quarter. The second-quarter increase was more similar to the quarterly increases in 2004 after the relatively small first-quarter rise. In the second quarter, the largest increases in official assets were by countries in Asia and in Europe.

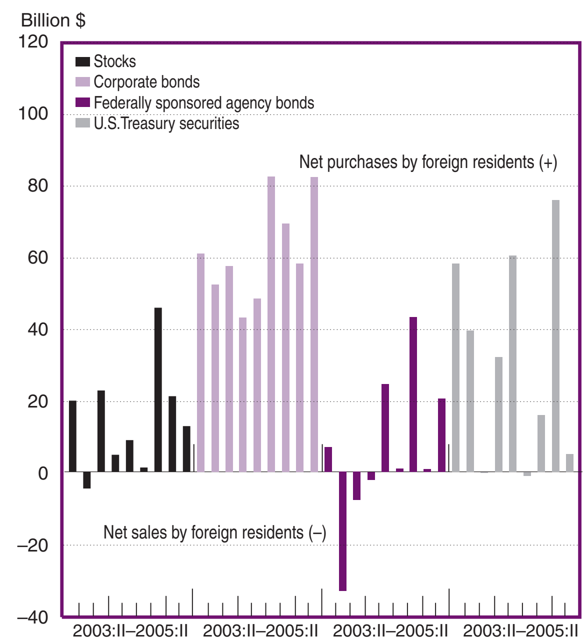
Liabilities reported by banks and by nonbanks. U.S. liabilities reported by U.S. banks and securities brokers, excluding U.S. Treasury securities, increased a record $168.9 billion in the second quarter, in contrast to a decrease of $67.7 billion in the first quarter.

Banks' own liabilities denominated in dollars increased $159.9 billion in the second quarter, in contrast to a decrease of $81.2 billion in the first quarter. The surge in borrowing was partly related to a strong increase in U.S. bank lending to foreigners and to a pickup in interoffice transfers of funds between banks' home offices and their offices abroad. The increase in liabilities was largely in the form of deposits, mostly by banks in Caribbean financial centers and in Western Europe.

Banks' customers' liabilities denominated in dollars decreased $9.0 billion, mostly to Europe, after an increase of $13.2 billion. U.S. liabilities reported by U.S. nonbanking concerns decreased $0.5 billion, in sharp contrast to an increase of $93.9 billion. The second-quarter decrease was largely accounted for by decreases in liabilities to the United Kingdom and Caribbean financial centers.

U.S. Treasury securities. Net foreign purchases of U.S. Treasury securities were $4.9 billion in the second quarter, down sharply from $75.9 billion in the first quarter (chart 8). The drop was more than accounted for by a shift to net sales by investors in Caribbean financial centers from very large net purchases. The U.S. Treasury securities market outperformed the U.S. stock market, but it underperformed most major foreign government securities markets. The yield

Chart 8. Transactions in U.S. Securities, 2003:II–2005:II



NOTE. Excludes transactions in foreign official assets.

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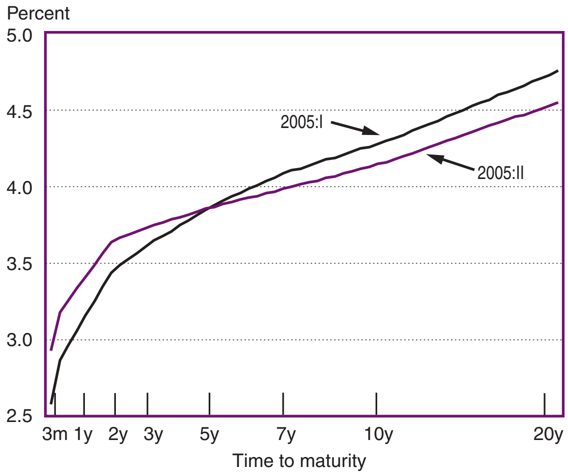
curve for U.S. Treasury securities flattened, as short-term yields increased because of the tightening of U.S. monetary policy and long-term yields edged lower (chart 9).

Chart 9. Yield Curve for U.S. Treasury Securities



Data: Federal Reserve Board.

U.S. Bureau of Economic Analysis

Other U.S. securities. Net foreign purchases of U.S. securities other than U.S. Treasury securities were $115.3 billion in the second quarter, up from $80.0 billion in the first quarter. The pickup resulted from increases in net foreign purchases of U.S. corporate bonds and of U.S. federally sponsored agency bonds (chart 8). These increases were partly offset by a decrease in net foreign purchases of U.S. stocks.

Net foreign purchases of U.S. corporate bonds were $82.3 billion, up from $58.1 billion. Despite several notable downgrades of U.S. corporate debt, net foreign purchases increased to the second-highest quarterly level on record. Yields on U.S. corporate bonds remained higher than yields on corporate bonds in many foreign markets.

Net foreign purchases of U.S. federally sponsored agency bonds were $20.4 billion, up from $0.8 billion. Shifts to net purchases from Asia and Caribbean financial centers were partly offset by a shift to net sales from Europe.

Net foreign purchases of U.S. stocks were $12.7 billion, down from $21.2 billion. The U.S. stock market edged up in the second quarter, but it still underperformed most major foreign stock markets for the second consecutive quarter. Transactions by investors in Caribbean financial centers shifted to net sales of U.S. stocks from net purchases, and net purchases by investors in Europe decreased.

Direct investment. Net financial inflows for foreign direct investment in the United States were $17.6 billion in the second quarter, down from $35.1 billion in the first quarter. The decrease was almost entirely accounted for by a shift to net outflows on intercompany debt from net inflows. In addition, net equity capital inflows were the lowest in more than a year as a result of a decline in foreign acquisitions of U.S. companies. In contrast, reinvested earnings increased as a result of a rise in U.S. affiliates' earnings and in the share of earnings that were reinvested.

Tables 1 through 11 follow.

Table 1. U.S. International Transactions

[Millions of dollars]

Line	(Credits +; debits –) [1]	2004	Not seasonally adjusted 2004 I	2004 II	2004 III	2004 IV	2005 I[r]	2005 II[p]	Seasonally adjusted 2004 I	2004 II	2004 III	2004 IV	2005 I[r]	2005 II[p]
	Current account													
1	**Exports of goods and services and income receipts**	**1,530,975**	**362,123**	**379,651**	**382,768**	**406,433**	**410,146**	**434,212**	**363,494**	**376,564**	**385,874**	**405,041**	**413,395**	**430,628**
2	Exports of goods and services	1,151,448	275,424	286,363	287,467	302,194	302,982	319,201	277,093	285,099	290,370	298,887	306,444	317,284
3	Goods, balance of payments basis [2]	807,536	193,773	203,223	198,711	211,829	211,722	227,357	193,789	200,072	204,801	208,874	213,840	223,540
4	Services [3]	343,912	81,651	83,140	88,756	90,365	91,260	91,844	83,304	85,027	85,569	90,013	92,604	93,744
5	Transfers under U.S. military agency sales contracts [4]	14,814	3,899	3,756	3,604	3,555	4,525	4,485	3,899	3,756	3,604	3,555	4,525	4,485
6	Travel	74,481	16,042	18,817	21,452	18,170	17,840	21,730	17,900	18,675	18,686	19,220	20,008	21,564
7	Passenger fares	18,858	4,224	4,577	5,387	4,670	4,835	5,247	4,521	4,654	4,909	4,774	5,162	5,342
8	Other transportation	36,862	8,562	9,200	9,327	9,773	9,502	10,211	8,907	9,188	9,124	9,643	9,859	10,164
9	Royalties and license fees [5]	52,643	12,244	12,408	12,589	15,402	14,698	14,502	12,677	12,573	12,947	14,446	14,872	14,705
10	Other private services [5]	145,433	36,482	34,176	36,192	38,583	39,650	35,462	35,202	35,975	36,094	38,163	37,968	37,277
11	U.S. Government miscellaneous services	821	198	206	205	212	210	207	198	206	205	212	210	207
12	Income receipts	379,527	86,699	93,288	95,301	104,239	107,164	115,011	86,401	91,465	95,504	106,154	106,951	113,344
13	Income receipts on U.S.-owned assets abroad	376,489	85,955	92,561	94,531	103,442	106,420	114,255	85,657	90,738	94,734	105,357	106,207	112,588
14	Direct investment receipts	233,067	55,323	59,060	57,568	61,116	58,335	63,567	55,096	57,053	57,863	63,053	58,180	61,682
15	Other private receipts	140,424	29,758	32,972	36,117	41,577	47,299	50,077	29,758	32,972	36,117	41,577	47,299	50,077
16	U.S. Government receipts	2,998	874	529	846	749	786	611	803	713	754	727	728	829
17	Compensation of employees	3,038	744	727	770	797	744	756	744	727	770	797	744	756
18	**Imports of goods and services and income payments**	**–2,118,119**	**–470,345**	**–527,526**	**–545,940**	**–574,308**	**–561,562**	**–611,129**	**–487,324**	**–522,684**	**–537,085**	**–571,026**	**–585,804**	**–604,410**
19	Imports of goods and services	–1,769,031	–399,736	–440,524	–455,895	–472,876	–456,080	–495,837	–415,945	–437,141	–447,835	–468,108	–479,496	–490,611
20	Goods, balance of payments basis [2]	–1,472,926	–333,053	–365,598	–377,289	–396,986	–381,509	–413,443	–345,241	–364,059	–372,576	–391,050	–400,169	–410,469
21	Services [3]	–296,105	–66,683	–74,926	–78,606	–75,890	–74,571	–82,394	–70,704	–73,082	–75,259	–77,058	–79,327	–80,142
22	Direct defense expenditures	–29,299	–7,099	–7,399	–7,433	–7,368	–7,545	–7,535	–7,099	–7,399	–7,433	–7,368	–7,545	–7,535
23	Travel	–65,635	–13,498	–18,376	–19,269	–14,492	–14,983	–20,124	–15,886	–16,491	–16,603	–16,655	–17,425	–18,127
24	Passenger fares	–23,701	–5,335	–6,246	–6,458	–5,662	–5,756	–6,918	–5,740	–5,882	–5,896	–6,183	–6,221	–6,508
25	Other transportation	–54,169	–12,351	–13,289	–13,946	–14,583	–14,815	–15,196	–12,914	–13,158	–13,614	–14,483	–15,882	–14,835
26	Royalties and license fees [5]	–23,901	–5,184	–5,462	–6,530	–6,725	–6,148	–6,095	–5,407	–5,731	–6,591	–6,172	–6,429	–6,372
27	Other private services [5]	–95,666	–22,334	–23,225	–23,998	–26,109	–24,358	–25,569	–22,776	–23,492	–24,150	–25,246	–24,859	–25,808
28	U.S. Government miscellaneous services	–3,734	–882	–929	–972	–951	–966	–957	–882	–929	–972	–951	–966	–957
29	Income payments	–349,088	–70,609	–87,002	–90,045	–101,432	–105,482	–115,292	–71,379	–85,543	–89,250	–102,918	–106,308	–113,799
30	Income payments on foreign-owned assets in the United States	–340,255	–68,509	–84,854	–87,817	–99,075	–103,384	–113,166	–69,219	–83,331	–87,040	–100,666	–104,140	–111,619
31	Direct investment payments	–105,146	–19,304	–29,496	–28,297	–28,049	–29,047	–34,159	–20,014	–27,973	–27,520	–29,640	–29,803	–32,612
32	Other private payments	–145,370	–29,040	–33,355	–36,246	–46,729	–48,333	–51,155	–29,040	–33,355	–36,246	–46,729	–48,333	–51,155
33	U.S. Government payments	–89,739	–20,165	–22,003	–23,274	–24,297	–26,004	–27,852	–20,165	–22,003	–23,274	–24,297	–26,004	–27,852
34	Compensation of employees	–8,833	–2,100	–2,148	–2,228	–2,357	–2,098	–2,126	–2,160	–2,212	–2,210	–2,252	–2,168	–2,180
35	**Unilateral current transfers, net**	**–80,930**	**–22,341**	**–19,590**	**–15,977**	**–23,022**	**–26,274**	**–21,137**	**–22,271**	**–20,515**	**–15,771**	**–22,374**	**–26,259**	**–21,873**
36	U.S. Government grants [4]	–23,317	–7,744	–4,961	–4,911	–5,701	–9,035	–5,332	–7,744	–4,961	–4,911	–5,701	–9,035	–5,332
37	U.S. Government pensions and other transfers	–6,264	–1,392	–1,159	–1,337	–2,376	–1,071	–1,446	–1,554	–1,556	–1,548	–1,607	–1,558	–1,564
38	Private remittances and other transfers [6]	–51,349	–13,205	–13,470	–9,729	–14,945	–16,168	–14,359	–12,973	–13,998	–9,312	–15,066	–15,666	–14,977
	Capital and financial account													
	Capital account													
39	**Capital account transactions, net**	**–1,648**	**–428**	**–372**	**–393**	**–455**	**–4,466**	**–266**	**–428**	**–372**	**–393**	**–455**	**–4,466**	**–266**
	Financial account													
40	**U.S.-owned assets abroad, net (increase/financial outflow (–))**	**–855,509**	**–298,594**	**–138,784**	**–139,909**	**–278,222**	**–86,092**	**–256,769**	**–295,140**	**–133,886**	**–137,525**	**–288,957**	**–81,510**	**–250,793**
41	U.S. official reserve assets, net	2,805	557	1,122	429	697	5,331	–797	557	1,122	429	697	5,331	–797
42	Gold [7]	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....
43	Special drawing rights	–398	–100	–90	–98	–110	1,713	–97	–100	–90	–98	–110	1,713	–97
44	Reserve position in the International Monetary Fund	3,826	815	1,345	676	990	3,763	–564	815	1,345	676	990	3,763	–564
45	Foreign currencies	–623	–158	–133	–149	–183	–145	–136	–158	–133	–149	–183	–145	–136
46	U.S. Government assets, other than official reserve assets, net	1,215	727	–2	–11	501	4,487	258	727	–2	–11	501	4,487	258
47	U.S. credits and other long-term assets	–3,044	–561	–668	–1,270	–545	–519	–586	–561	–668	–1,270	–545	–519	–586
48	Repayments on U.S. credits and other long-term assets [8]	4,221	1,374	544	1,299	1,004	1,083	838	1,374	544	1,299	1,004	1,083	838
49	U.S. foreign currency holdings and U.S. short-term assets, net	38	–86	122	–40	42	3,923	6	–86	122	–40	42	3,923	6
50	U.S. private assets, net	–859,529	–299,878	–139,904	–140,327	–279,420	–95,910	–256,230	–296,424	–135,006	–137,943	–290,155	–91,328	–250,254
51	Direct investment	–252,012	–55,821	–63,323	–43,606	–89,262	–31,579	–39,585	–52,367	–58,425	–41,222	–99,997	–26,997	–33,609
52	Foreign securities	–102,383	–15,532	–30,181	–38,444	–18,226	–38,675	–36,004	–15,532	–30,181	–38,444	–18,226	–38,675	–36,004
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	–149,001	–55,452	–5,390	–13,490	–74,669	–74,934	–9,642	–55,452	–5,390	–13,490	–74,669	–74,934	–9,642
54	U.S. claims reported by U.S. banks, not included elsewhere	–356,133	–173,073	–41,010	–44,787	–97,263	49,278	–170,999	–173,073	–41,010	–44,787	–97,263	49,278	–170,999
55	**Foreign-owned assets in the United States, net (increase/financial inflow (+))**	**1,440,105**	**421,949**	**306,918**	**255,802**	**455,436**	**242,293**	**395,244**	**423,023**	**304,937**	**254,228**	**457,915**	**243,451**	**393,069**
56	Foreign official assets in the United States, net	394,710	147,401	77,039	75,792	94,478	25,277	82,324	147,401	77,039	75,792	94,478	25,277	82,324
57	U.S. Government securities	311,133	124,010	63,456	66,899	56,768	39,244	44,341	124,010	63,456	66,899	56,768	39,244	44,341
58	U.S. Treasury securities [9]	272,648	112,586	62,977	55,357	41,728	14,306	22,721	112,586	62,977	55,357	41,728	14,306	22,721
59	Other [10]	38,485	11,424	479	11,542	15,040	24,938	21,620	11,424	479	11,542	15,040	24,938	21,620
60	Other U.S. Government liabilities [11]	488	–109	45	710	–158	–650	229	–109	45	710	–158	–650	229
61	U.S. liabilities reported by U.S. banks, not included elsewhere	70,329	22,058	11,350	4,867	32,054	–15,843	33,663	22,058	11,350	4,867	32,054	–15,843	33,663
62	Other foreign official assets [12]	12,760	1,442	2,188	3,316	5,814	2,526	4,091	1,442	2,188	3,316	5,814	2,526	4,091
63	Other foreign assets in the United States, net	1,045,395	274,548	229,879	180,010	360,958	217,016	312,920	275,622	227,898	178,436	363,437	218,174	310,745
64	Direct investment	106,832	7,429	33,020	37,240	29,143	33,898	19,765	8,503	31,039	35,666	31,622	35,056	17,590
65	U.S. Treasury securities	106,958	31,931	60,424	–1,107	15,710	75,911	4,913	31,931	60,424	–1,107	15,710	75,911	4,913
66	U.S. securities other than U.S. Treasury securities	369,793	45,476	81,678	84,401	158,238	79,973	115,335	45,476	81,678	84,401	158,238	79,973	115,335
67	U.S. currency	14,827	–1,800	8,754	2,560	5,313	1,072	4,507	–1,800	8,754	2,560	5,313	1,072	4,507
68	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	124,358	44,623	3,887	14,752	61,096	93,897	–548	44,623	3,887	14,752	61,096	93,897	–548
69	U.S. liabilities reported by U.S. banks, not included elsewhere	322,627	146,889	42,116	42,164	91,458	–67,735	168,948	146,889	42,116	42,164	91,458	–67,735	168,948
70	**Statistical discrepancy (sum of above items with sign reversed)**	**85,126**	**7,636**	**–297**	**63,649**	**14,138**	**25,955**	**59,845**	**18,646**	**–4,044**	**50,672**	**19,856**	**41,193**	**53,645**
	Of which: Seasonal adjustment discrepancy	.....	.....	.....	.....	.....	.....	.....	11,010	–3,747	–12,977	5,718	15,238	–6,200
	Memoranda:													
71	Balance on goods (lines 3 and 20)	–665,390	–139,280	–162,375	–178,578	–185,157	–169,787	–186,086	–151,452	–163,987	–167,775	–182,176	–186,329	–186,929
72	Balance on services (lines 4 and 21)	47,807	14,968	8,214	10,150	14,475	16,689	9,450	12,600	11,945	10,310	12,955	13,277	13,602
73	Balance on goods and services (lines 2 and 19)	–617,583	–124,312	–154,161	–168,428	–170,682	–153,098	–176,636	–138,852	–152,042	–157,465	–169,221	–173,052	–173,327
74	Balance on income (lines 12 and 29)	30,439	16,090	6,286	5,256	2,807	1,682	–281	15,022	5,922	6,254	3,236	643	–455
75	Unilateral current transfers, net (line 35)	–80,930	–22,341	–19,590	–15,977	–23,022	–26,274	–21,137	–22,271	–20,515	–15,771	–22,374	–26,259	–21,873
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) [13]	–668,074	–130,563	–167,465	–179,149	–190,897	–177,690	–198,054	–146,101	–166,635	–166,982	–188,359	–198,668	–195,655

See the footnotes on pages 108 and 109.

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 p	I	II	III	IV	I	II 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**	**196,712**	**202,981**	**207,461**	**211,621**	**216,307**	**226,582**
	Adjustments:													
2	Private gift parcel remittances	485	128	128	117	112	144	131	128	128	117	112	144	131
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	–2,212	–2,166	–1,897	–1,929	–1,716	–2,166
7	Other adjustments, net [4]	–3,520	–838	–871	–881	–930	–894	–1,007	–838	–871	–881	–930	–894	–1,007
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**	**193,789**	**200,072**	**204,801**	**208,874**	**213,840**	**223,540**
	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**	**344,466**	**363,274**	**371,748**	**390,216**	**399,254**	**409,599**
	Adjustments:													
10	Electric energy	123	31	16	41	35	24	24	31	16	41	35	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	1,050	1,101	1,078	1,118	1,147	1,192
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	–228	–250	–245	–241	–181	–257
15	Other adjustments, net [5 6]	–324	–77	–82	–87	–78	–74	–89	–77	–82	–87	–78	–74	–89
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**	**345,241**	**364,059**	**372,576**	**391,050**	**400,169**	**410,469**
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**	**193,789**	**200,072**	**204,801**	**208,874**	**213,840**	**223,540**
2	Europe	189,418	46,373	47,902	44,819	50,324	51,395	53,723	46,483	47,035	46,100	49,800	51,965	52,619
3	European Union	167,669	40,805	42,311	40,086	44,467	45,259	47,481	40,930	41,500	41,203	44,036	45,816	46,450
4	Belgium and Luxembourg	17,420	4,213	4,534	4,185	4,488	4,619	4,948	4,223	4,445	4,301	4,451	4,689	4,836
5	France	21,083	5,132	5,374	4,655	5,922	5,639	5,843	5,142	5,270	4,780	5,891	5,726	5,705
6	Germany [8]	30,844	7,528	7,642	7,624	8,050	8,206	8,323	7,560	7,494	7,830	7,960	8,297	8,135
7	Italy	10,420	2,426	2,856	2,333	2,805	2,866	2,877	2,432	2,806	2,403	2,779	2,899	2,820
8	Netherlands	24,119	5,760	6,057	5,818	6,484	6,564	6,747	5,779	5,946	5,973	6,421	6,649	6,604
9	United Kingdom	35,120	8,925	8,857	8,472	8,866	9,175	10,125	8,958	8,675	8,704	8,783	9,290	9,897
10	Other	28,663	6,821	6,991	6,999	7,852	8,190	8,618	6,836	6,864	7,212	7,751	8,266	8,453
11	Europe, excluding EU	21,749	5,568	5,591	4,733	5,857	6,136	6,242	5,553	5,535	4,897	5,764	6,149	6,169
12	Canada [2]	189,982	44,896	48,791	46,591	49,704	50,486	55,006	44,939	47,983	47,901	49,159	51,016	54,022
13	Japan	52,288	12,804	13,356	12,812	13,316	12,612	13,247	12,716	13,258	13,311	13,003	12,664	13,163
14	Australia, New Zealand, and South Africa [9]													
15	Australia	13,766	3,155	3,343	3,637	3,631	3,563	3,955	3,166	3,269	3,736	3,595	3,607	3,868
16	Latin America and Other Western Hemisphere	171,887	40,441	42,830	42,954	45,662	44,275	48,384	40,462	42,176	44,266	44,983	44,836	47,645
17	Brazil	13,726	3,607	3,272	3,476	3,371	3,345	3,769	3,623	3,198	3,561	3,344	3,396	3,676
18	Mexico	110,698	25,847	27,698	27,898	29,255	27,996	29,832	25,869	27,272	28,738	28,819	28,382	29,391
19	Venezuela	4,742	963	1,155	1,216	1,408	1,440	1,520	958	1,136	1,257	1,391	1,465	1,492
20	Other	42,721	10,024	10,705	10,364	11,628	11,494	13,263	10,012	10,570	10,710	11,429	11,593	13,086
21	Other countries in Asia and Africa [7 9]	190,195	46,104	47,001	47,898	49,192	49,391	53,042	46,023	46,351	49,487	48,334	49,752	52,223
22	Asia [7 9]	177,100	42,893	43,893	44,702	45,612	45,718	49,125	42,834	43,255	46,142	44,869	46,063	48,337
23	Members of OPEC	14,287	2,955	3,560	3,600	4,172	4,665	5,466	2,941	3,519	3,727	4,100	4,645	5,388
24	China	34,639	8,954	8,372	8,184	9,129	8,958	10,075	8,919	8,315	8,492	8,913	9,007	9,948
25	Hong Kong	15,784	3,703	3,851	4,097	4,133	3,849	4,095	3,706	3,781	4,214	4,083	3,877	4,020
26	Korea, Republic of	25,729	6,317	6,455	6,582	6,375	6,684	6,642	6,303	6,359	6,787	6,280	6,780	6,536
27	Singapore	19,254	4,491	5,175	5,403	4,185	5,134	4,973	4,480	5,066	5,549	4,159	5,177	4,852
28	Taiwan	21,305	5,020	5,401	5,101	5,783	5,219	5,589	5,005	5,331	5,268	5,701	5,263	5,525
29	Africa [7 9]	12,773	3,153	3,029	3,095	3,496	3,586	3,823	3,131	3,016	3,240	3,386	3,601	3,792
30	Members of OPEC	2,563	528	517	609	909	609	656	520	524	640	879	604	660
31	International organizations and unallocated													
	Memoranda:													
32	Industrial countries [7]	441,562	106,373	112,394	107,038	115,757	117,129	124,531	106,465	110,537	110,177	114,383	118,346	122,257
33	*Of which:* Euro area [10]	124,798	30,472	31,441	29,557	33,328	33,570	34,676	30,568	30,846	30,378	33,006	33,987	33,922
34	Members of OPEC [7]	21,592	4,446	5,232	5,425	6,489	6,714	7,642	4,419	5,179	5,624	6,370	6,714	7,540
35	Other countries [7]	344,382	82,954	85,597	86,248	89,583	87,879	95,184	82,905	84,356	89,000	88,121	88,780	93,743

See the footnotes on pages 108 and 109.

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

[Millions of dollars]

Line		2004	Not seasonally adjusted 2004 I	II	III	IV	2005 I	II[p]	Seasonally adjusted 2004 I	II	III	IV	2005 I	II[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**	**345,241**	**364,059**	**372,576**	**391,050**	**400,169**	**410,469**
37	Europe	320,915	74,476	81,626	78,262	86,551	82,535	91,036	76,988	81,401	77,384	85,142	86,412	90,536
38	European Union	278,153	64,035	70,975	68,144	74,999	71,598	78,572	66,163	70,855	67,439	73,696	74,926	78,218
39	Belgium and Luxembourg	12,733	3,103	3,318	2,974	3,338	3,072	3,332	3,201	3,302	2,936	3,294	3,224	3,311
40	France	31,587	7,152	7,621	7,666	9,148	7,991	8,794	7,387	7,618	7,599	8,983	8,367	8,757
41	Germany [8]	77,130	17,769	19,277	19,143	20,941	19,672	21,324	18,347	19,292	18,967	20,524	20,546	21,262
42	Italy	28,086	6,578	7,030	7,153	7,325	7,275	7,830	6,796	7,017	7,081	7,192	7,607	7,803
43	Netherlands	12,404	2,807	2,958	3,149	3,490	3,152	3,609	2,922	2,945	3,104	3,433	3,306	3,574
44	United Kingdom	46,032	10,874	11,967	10,655	12,536	11,502	12,700	11,249	11,898	10,509	12,376	12,046	12,609
45	Other	70,181	15,752	18,804	17,404	18,221	18,934	20,983	16,261	18,783	17,243	17,894	19,830	20,902
46	Europe, excluding EU	42,762	10,441	10,651	10,118	11,552	10,937	12,464	10,825	10,546	9,945	11,446	11,486	12,318
47	Canada [2]	259,034	61,390	66,643	64,173	66,828	68,295	71,107	63,557	66,378	63,340	65,759	71,559	70,680
48	Japan	129,807	31,202	32,108	32,207	34,290	33,958	34,464	32,218	32,090	31,924	33,575	35,438	34,374
49	Australia, New Zealand, and South Africa [9]	....	....	....	....	....	....	....	....	....	....	....	....	....
50	Australia	7,520	1,675	1,755	1,973	2,117	1,538	1,918	1,731	1,751	1,951	2,087	1,604	1,912
51	Latin America and Other Western Hemisphere	255,762	58,300	63,559	65,298	68,605	67,061	74,277	60,577	63,052	64,284	67,849	70,380	73,459
52	Brazil	21,159	4,115	5,188	5,957	5,899	5,694	6,178	4,274	5,180	5,900	5,805	5,975	6,143
53	Mexico	157,105	36,808	39,777	39,300	41,220	39,145	43,899	38,135	39,596	38,800	40,574	41,005	43,570
54	Venezuela	24,921	5,529	6,260	6,273	6,859	7,534	8,434	5,850	6,053	6,041	6,977	7,980	8,155
55	Other	52,577	11,848	12,334	13,768	14,627	14,688	15,766	12,318	12,223	13,543	14,493	15,420	15,591
56	Other countries in Asia and Africa [7 9]	499,888	106,010	119,907	135,376	138,595	128,122	140,641	110,170	119,387	133,693	136,638	134,776	139,508
57	Asia [7 9]	453,855	96,431	108,778	123,282	125,364	114,869	125,705	100,085	108,560	121,990	123,220	120,718	124,979
58	Members of OPEC	45,194	9,305	10,256	12,684	12,949	11,307	13,025	9,797	9,989	12,297	13,111	11,964	12,680
59	China	196,674	39,151	46,698	54,016	56,809	51,011	58,180	40,636	46,765	53,625	55,648	53,667	57,991
60	Hong Kong	9,316	2,030	2,052	2,740	2,494	1,888	1,752	2,108	2,052	2,719	2,437	1,989	1,746
61	Korea, Republic of	46,164	10,191	11,779	12,024	12,170	11,213	10,902	10,543	11,781	11,914	11,926	11,781	10,860
62	Singapore	15,359	3,562	3,865	4,152	3,780	3,502	3,748	3,686	3,865	4,113	3,695	3,678	3,736
63	Taiwan	34,626	7,730	8,737	9,099	9,060	8,293	8,601	7,995	8,736	9,018	8,877	8,702	8,577
64	Africa [7 9]	45,636	9,495	11,044	11,984	13,113	13,177	14,852	9,997	10,741	11,593	13,305	13,980	14,446
65	Members of OPEC	23,990	4,829	5,952	6,504	6,705	6,927	8,456	5,130	5,744	6,252	6,864	7,384	8,172
66	International organizations and unallocated	....	....	....	....	....	....	....	....	....	....	....	....	....
	Memoranda:													
67	Industrial countries [7]	702,264	165,912	178,686	172,573	185,093	181,745	193,071	171,532	178,224	170,631	181,877	190,170	192,138
68	*Of which:* Euro area [10]	209,393	49,064	52,900	51,472	55,957	53,461	58,178	50,669	52,845	50,960	54,919	55,945	57,950
69	Members of OPEC [7]	94,105	19,663	22,468	25,461	26,513	25,768	29,915	20,777	21,786	24,590	26,952	27,328	29,007
70	Other countries [7]	676,557	147,478	164,444	179,255	185,380	173,996	190,457	152,932	164,049	177,355	182,221	182,671	189,324
	BALANCE (EXCESS OF EXPORTS +)													
71	**Total, all countries**	**–665,390**	**–139,280**	**–162,375**	**–178,578**	**–185,157**	**–169,787**	**–186,086**	**–151,452**	**–163,987**	**–167,775**	**–182,176**	**–186,329**	**–186,929**
72	Europe	–131,497	–28,103	–33,724	–33,443	–36,227	–31,140	–37,313	–30,505	–34,366	–31,284	–35,342	–34,447	–37,917
73	European Union	–110,484	–23,230	–28,664	–28,058	–30,532	–26,339	–31,091	–25,233	–29,355	–26,236	–29,660	–29,110	–31,768
74	Belgium and Luxembourg	4,687	1,110	1,216	1,211	1,150	1,547	1,616	1,022	1,143	1,365	1,157	1,465	1,525
75	France	–10,504	–2,020	–2,247	–3,011	–3,226	–2,352	–2,951	–2,245	–2,348	–2,819	–3,092	–2,641	–3,052
76	Germany [8]	–46,286	–10,241	–11,635	–11,519	–12,891	–11,466	–13,001	–10,787	–11,798	–11,137	–12,564	–12,249	–13,127
77	Italy	–17,666	–4,152	–4,174	–4,820	–4,520	–4,409	–4,953	–4,364	–4,211	–4,678	–4,413	–4,708	–4,983
78	Netherlands	11,715	2,953	3,099	2,669	2,994	3,412	3,138	2,857	3,001	2,869	2,988	3,343	3,030
79	United Kingdom	–10,912	–1,949	–3,110	–2,183	–3,670	–2,327	–2,575	–2,291	–3,223	–1,805	–3,593	–2,756	–2,712
80	Other	–41,518	–8,931	–11,813	–10,405	–10,369	–10,744	–12,365	–9,425	–11,919	–10,031	–10,143	–11,564	–12,449
81	Europe, excluding EU	–21,013	–4,873	–5,060	–5,385	–5,695	–4,801	–6,222	–5,272	–5,011	–5,048	–5,682	–5,337	–6,149
82	Canada [2]	–69,052	–16,494	–17,852	–17,582	–17,124	–17,809	–16,101	–18,618	–18,395	–15,439	–16,600	–20,543	–16,658
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	–21,211
84	Australia, New Zealand, and South Africa [9]	....	....	....	....	....	....	....	....	....	....	....	....	....
85	Australia	6,246	1,480	1,588	1,664	1,514	2,025	2,037	1,435	1,518	1,785	1,508	2,003	1,956
86	Latin America and Other Western Hemisphere	–83,875	–17,859	–20,729	–22,344	–22,943	–22,786	–25,893	–20,115	–20,876	–20,018	–22,866	–25,544	–25,814
87	Brazil	–7,433	–508	–1,916	–2,481	–2,528	–2,349	–2,409	–651	–1,982	–2,339	–2,461	–2,579	–2,467
88	Mexico	–46,407	–10,961	–12,079	–11,402	–11,965	–11,149	–14,067	–12,266	–12,324	–10,062	–11,755	–12,623	–14,179
89	Venezuela	–20,179	–4,566	–5,105	–5,057	–5,451	–6,094	–6,914	–4,892	–4,917	–4,784	–5,586	–6,515	–6,663
90	Other	–9,856	–1,824	–1,629	–3,404	–2,999	–3,194	–2,503	–2,306	–1,653	–2,833	–3,064	–3,827	–2,505
91	Other countries in Asia and Africa [7 9]	–309,693	–59,906	–72,906	–87,478	–89,403	–78,731	–87,599	–64,147	–73,036	–84,206	–88,304	–85,024	–87,285
92	Asia [7 9]	–276,755	–53,538	–64,885	–78,580	–79,752	–69,151	–76,580	–57,251	–65,305	–75,848	–78,351	–74,655	–76,642
93	Members of OPEC	–30,907	–6,350	–6,696	–9,084	–8,777	–6,642	–7,559	–6,856	–6,470	–8,570	–9,011	–7,319	–7,292
94	China	–162,035	–30,197	–38,326	–45,832	–47,680	–42,053	–48,105	–31,717	–38,450	–45,133	–46,735	–44,660	–48,043
95	Hong Kong	6,468	1,673	1,799	1,357	1,639	1,961	2,343	1,598	1,729	1,495	1,646	1,888	2,274
96	Korea, Republic of	–20,435	–3,874	–5,324	–5,442	–5,795	–4,529	–4,260	–4,240	–5,422	–5,127	–5,646	–5,001	–4,324
97	Singapore	3,895	929	1,310	1,251	405	1,632	1,225	794	1,201	1,436	464	1,499	1,116
98	Taiwan	–13,321	–2,710	–3,336	–3,998	–3,277	–3,074	–3,012	–2,990	–3,405	–3,750	–3,176	–3,439	–3,052
99	Africa [7 9]	–32,863	–6,342	–8,015	–8,889	–9,617	–9,591	–11,029	–6,866	–7,725	–8,353	–9,919	–10,379	–10,654
100	Members of OPEC	–21,427	–4,301	–5,435	–5,895	–5,796	–6,318	–7,800	–4,610	–5,220	–5,612	–5,985	–6,780	–7,512
101	International organizations and unallocated	....	....	....	....	....	....	....	....	....	....	....	....	....
	Memoranda:													
102	Industrial countries [7]	–260,702	–59,539	–66,292	–65,535	–69,336	–64,616	–68,540	–65,067	–67,687	–60,454	–67,494	–71,824	–69,881
103	*Of which:* Euro area [10]	–84,595	–18,592	–21,459	–21,915	–22,629	–19,891	–23,502	–20,101	–21,999	–20,582	–21,913	–21,958	–24,028
104	Members of OPEC [7]	–72,513	–15,217	–17,236	–20,036	–20,024	–19,054	–22,273	–16,358	–16,607	–18,966	–20,582	–20,614	–21,467
105	Other countries [7]	–332,175	–64,524	–78,847	–93,007	–95,797	–86,117	–95,273	–70,027	–79,693	–88,355	–94,100	–93,891	–95,581

See the footnotes on pages 108 and 109.

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 p	I	II	III	IV	I	II p
C	**Trade in goods, by principal end-use category, adjusted to balance of payments basis, excluding military:**													
1	**Exports of goods, balance of payments basis, excluding military (A–8)**	**807,536**	**193,773**	**203,223**	**198,711**	**211,829**	**211,722**	**227,357**	**193,789**	**200,072**	**204,801**	**208,874**	**213,840**	**223,540**
2	Agricultural products	62,940	16,720	14,751	13,717	17,752	16,169	15,459	15,892	15,996	15,410	15,642	15,576	17,143
3	Nonagricultural products	744,596	177,053	188,472	184,994	194,077	195,553	211,898	177,897	184,076	189,391	193,232	198,264	206,397
4	Foods, feeds, and beverages	56,568	14,564	12,746	13,012	16,246	14,493	13,790	14,127	14,190	13,896	14,355	14,204	15,679
5	Agricultural	50,956	13,183	11,613	11,332	14,828	13,049	12,590	12,750	12,836	12,488	12,882	12,754	14,228
6	Grains and preparations	17,069	4,631	4,304	4,145	3,989	3,689	3,770	4,498	4,620	4,149	3,802	3,610	4,046
7	Wheat	5,192	1,362	1,319	1,388	1,123	1,029	959	1,448	1,466	1,213	1,065	1,108	1,070
8	Corn	6,927	1,842	1,787	1,740	1,558	1,283	1,439	1,740	1,879	1,803	1,505	1,236	1,513
9	Soybeans	6,894	2,440	745	572	3,137	2,349	1,191	1,902	1,641	1,504	1,847	1,795	2,541
10	Meat products and poultry	5,672	1,131	1,346	1,483	1,712	1,557	1,854	1,198	1,378	1,494	1,602	1,664	1,881
11	Vegetables, fruits, nuts, and preparations	10,088	2,464	2,435	2,262	2,927	2,673	2,810	2,520	2,438	2,495	2,635	2,745	2,825
12	Other agricultural foods, feeds, and beverages	11,233	2,517	2,783	2,870	3,063	2,781	2,965	2,632	2,759	2,846	2,996	2,940	2,935
13	Nonagricultural (fish, distilled beverages, etc.)	5,612	1,381	1,133	1,680	1,418	1,444	1,200	1,377	1,354	1,408	1,473	1,450	1,451
14	Fish and shellfish	3,823	995	684	1,216	928	1,068	761	960	893	959	1,011	1,041	1,002
15	Industrial supplies and materials	203,966	48,259	51,084	51,131	53,492	55,788	60,059	47,875	50,133	51,916	54,042	55,880	58,954
16	Agricultural	11,668	3,446	3,054	2,330	2,838	3,027	2,773	3,066	3,084	2,844	2,674	2,744	2,828
17	Raw cotton	4,279	1,552	1,342	677	708	1,086	1,028	1,243	1,250	990	796	851	950
18	Tobacco, unmanufactured	1,041	341	196	187	317	330	202	272	204	293	272	268	209
19	Hides and skins, including furskins	1,758	457	486	418	397	453	459	451	462	420	425	454	433
20	Other agricultural industrial supplies	4,590	1,096	1,030	1,048	1,416	1,158	1,084	1,100	1,168	1,141	1,181	1,171	1,236
21	Nonagricultural	192,298	44,813	48,030	48,801	50,654	52,761	57,286	44,809	47,049	49,072	51,368	53,136	56,126
22	Energy products	24,641	5,230	6,118	6,322	6,971	7,364	9,025	5,284	6,211	6,292	6,854	7,430	9,133
23	Fuels and lubricants	23,806	4,927	5,912	6,174	6,793	7,194	8,825	4,980	6,005	6,144	6,677	7,259	8,932
24	Coal and related fuels	2,967	531	954	755	727	751	1,112	581	941	736	709	828	1,079
25	Petroleum and products	17,082	3,469	4,097	4,468	5,048	5,208	6,407	3,472	4,204	4,456	4,950	5,196	6,547
26	Paper and paper base stocks	13,971	3,432	3,508	3,465	3,566	3,686	3,839	3,422	3,483	3,510	3,556	3,706	3,804
27	Textile supplies and related materials	12,824	3,061	3,331	3,271	3,161	3,199	3,446	3,108	3,142	3,305	3,269	3,269	3,253
28	Chemicals, excluding medicinals	68,621	16,046	17,018	17,280	18,277	18,804	19,527	15,957	16,637	17,543	18,484	18,875	19,067
29	Building materials, except metals	8,953	2,175	2,369	2,177	2,232	2,256	2,470	2,191	2,276	2,218	2,268	2,304	2,366
30	Other nonmetals	20,048	4,826	5,131	5,096	4,995	5,200	5,622	4,795	5,001	5,141	5,111	5,208	5,466
31	Metals and nonmetallic products	43,240	10,043	10,555	11,190	11,452	12,252	13,357	10,052	10,299	11,063	11,826	12,344	13,037
32	Steelmaking materials	4,015	817	1,062	1,003	1,133	1,153	1,507	856	991	1,003	1,165	1,226	1,396
33	Iron and steel products	8,845	2,033	2,151	2,254	2,407	2,839	2,884	1,958	2,073	2,290	2,524	2,762	2,778
34	Nonferrous metals	16,256	3,814	3,728	4,342	4,372	4,652	5,044	3,844	3,764	4,166	4,482	4,700	5,109
35	Nonmonetary gold	4,450	1,100	877	1,232	1,241	1,379	1,370	1,100	877	1,232	1,241	1,379	1,370
36	Other precious metals	2,758	666	770	603	719	739	770	666	770	603	719	739	770
37	Other nonferrous metals	9,048	2,048	2,081	2,507	2,412	2,534	2,904	2,078	2,117	2,331	2,522	2,582	2,969
38	Other metals and nonmetallic products	14,124	3,379	3,614	3,591	3,540	3,608	3,922	3,394	3,471	3,604	3,655	3,656	3,754
39	Capital goods, except automotive	331,476	80,403	83,258	82,375	85,440	84,438	91,799	80,679	82,302	84,173	84,322	85,430	90,157
40	Machinery, except consumer-type	278,603	67,614	70,063	69,284	71,642	70,466	74,010	67,697	69,686	70,413	70,807	71,230	73,310
41	Electric generating machinery, electric apparatus, and parts	31,261	7,431	8,009	7,915	7,906	7,919	8,363	7,473	7,999	7,877	7,912	8,052	8,331
42	Nonelectric, including parts and attachments	247,342	60,183	62,054	61,369	63,736	62,547	65,647	60,224	61,687	62,536	62,895	63,178	64,979
43	Oil drilling, mining, and construction machinery	15,512	3,685	3,602	3,846	4,379	4,600	4,692	3,667	3,506	3,944	4,395	4,649	4,554
44	Industrial engines, pumps, and compressors	13,512	3,055	3,408	3,495	3,554	3,359	3,704	3,090	3,313	3,580	3,529	3,434	3,591
45	Machine tools and metalworking machinery	7,075	1,639	1,841	1,753	1,842	1,808	1,938	1,653	1,800	1,794	1,828	1,857	1,877
46	Measuring, testing, and control instruments	16,927	4,131	4,500	4,227	4,069	3,894	4,147	4,083	4,366	4,369	4,109	3,892	4,007
47	Other industrial, agricultural, and service industry machinery	52,860	12,483	13,637	13,292	13,448	14,104	15,094	12,583	13,010	13,466	13,801	14,363	14,348
48	Computers, peripherals, and parts	42,805	10,600	10,070	10,451	11,684	11,064	10,955	10,499	10,553	10,855	10,898	10,997	11,447
49	Semiconductors	48,051	12,555	12,232	11,806	11,458	10,837	11,394	12,469	12,362	11,715	11,505	10,861	11,467
50	Telecommunications equipment	24,543	5,796	6,374	6,025	6,348	5,934	6,439	5,994	6,358	6,117	6,074	6,220	6,389
51	Other office and business machines	2,111	502	501	519	589	518	560	509	506	535	561	525	565
52	Scientific, hospital, and medical equipment and parts	23,946	5,737	5,889	5,955	6,365	6,429	6,724	5,677	5,913	6,161	6,195	6,380	6,734
53	Civilian aircraft, engines, and parts	49,975	12,118	12,447	12,397	13,013	13,239	16,876	12,311	11,868	13,066	12,730	13,467	15,934
54	Civilian aircraft, complete, all types	22,917	5,961	5,713	5,460	5,783	5,899	8,930	6,054	5,125	6,098	5,640	5,924	8,014
55	Other transportation equipment	2,898	671	748	694	785	733	913	671	748	694	785	733	913
56	Automotive vehicles, engines, and parts	89,292	20,927	23,691	21,249	23,425	23,174	25,550	20,994	21,806	23,071	23,421	23,692	23,468
57	To Canada	50,017	12,010	13,662	11,518	12,827	12,867	14,419	11,725	12,187	13,066	13,039	12,859	12,848
58	Passenger cars, new and used	10,490	2,361	3,147	2,124	2,858	2,872	3,653	2,428	2,591	2,724	2,747	3,060	3,012
59	Trucks, buses, and special purpose vehicles	9,136	1,947	2,378	2,319	2,492	2,346	2,730	2,009	2,156	2,603	2,368	2,449	2,492
60	Engines and engine parts	5,781	1,434	1,495	1,383	1,469	1,508	1,614	1,364	1,370	1,487	1,560	1,464	1,479
61	Other parts and accessories	24,610	6,268	6,642	5,692	6,008	6,141	6,422	5,924	6,070	6,252	6,364	5,886	5,865
62	To other areas	39,275	8,917	10,029	9,731	10,598	10,307	11,131	9,269	9,619	10,005	10,382	10,833	10,620
63	Passenger cars, new and used	14,119	2,752	3,584	3,515	4,268	4,192	4,532	3,058	3,340	3,742	3,979	4,668	4,198
64	Trucks, buses, and special purpose vehicles	2,792	631	687	681	793	711	874	687	662	715	728	760	839
65	Engines and engine parts	4,975	1,260	1,227	1,252	1,236	1,214	1,263	1,256	1,195	1,255	1,269	1,215	1,231
66	Other parts and accessories	17,389	4,274	4,531	4,283	4,301	4,190	4,462	4,268	4,422	4,293	4,406	4,190	4,352
67	Consumer goods (nonfood), except automotive	103,075	24,292	26,156	25,217	27,410	27,755	29,234	24,548	25,522	25,952	27,053	28,300	28,529
68	Consumer nondurable goods, manufactured	49,003	11,818	12,412	12,077	12,696	12,814	13,383	12,005	12,189	12,107	12,702	13,210	13,104
69	Medical, dental, and pharmaceutical preparations, including vitamins	25,431	6,118	6,621	6,025	6,667	6,936	7,180	6,217	6,384	6,176	6,654	7,176	6,887
70	Consumer durable goods, manufactured	46,412	10,889	11,889	11,071	12,563	12,720	13,582	10,966	11,500	11,737	12,209	12,825	13,196
71	Household and kitchen appliances and other household goods	20,627	4,916	5,189	5,101	5,421	5,366	5,922	4,901	5,063	5,276	5,387	5,366	5,773
72	Unmanufactured consumer goods (gem stones, nursery stock)	7,660	1,585	1,855	2,069	2,151	2,221	2,269	1,577	1,833	2,108	2,142	2,265	2,229
73	Exports, n.e.c.	23,159	5,328	6,288	5,727	5,816	6,074	6,925	5,566	6,119	5,793	5,681	6,334	6,753

See the footnotes on pages 108 and 109.

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 p	I	II	III	IV	I	II 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**	**345,241**	**364,059**	**372,576**	**391,050**	**400,169**	**410,469**
75	Petroleum and products [6]	180,459	37,758	43,134	47,035	52,532	49,790	59,469	40,039	41,522	45,129	53,769	52,929	57,394
76	Nonpetroleum products	1,292,467	295,295	322,464	330,254	344,454	331,719	353,974	305,202	322,537	327,447	337,281	347,240	353,075
77	Foods, feeds, and beverages	62,143	14,709	15,714	14,970	16,750	16,094	16,998	15,007	15,585	15,472	16,079	16,571	16,813
78	Agricultural	46,495	11,207	12,043	11,135	12,110	12,394	13,149	11,041	11,743	11,772	11,939	12,357	12,791
79	Coffee, cocoa, and sugar	3,115	771	872	791	681	1,107	1,093	690	841	840	744	1,005	1,047
80	Green coffee	1,869	423	543	462	441	608	743	370	517	494	488	546	706
81	Meat products and poultry	6,860	1,588	1,687	1,736	1,849	1,628	1,919	1,597	1,686	1,848	1,729	1,661	1,918
82	Vegetables, fruits, nuts, and preparations	12,619	3,559	3,227	2,497	3,336	3,910	3,644	2,970	3,109	3,116	3,424	3,325	3,522
83	Wine and related products	6,258	1,307	1,691	1,589	1,671	1,475	1,801	1,517	1,567	1,565	1,609	1,729	1,659
84	Other agricultural foods, feeds, and beverages	17,643	3,981	4,566	4,522	4,574	4,274	4,693	4,266	4,541	4,403	4,433	4,637	4,646
85	Nonagricultural (fish, distilled beverages, etc.)	15,648	3,502	3,671	3,835	4,640	3,700	3,849	3,966	3,842	3,700	4,140	4,214	4,022
86	Fish and shellfish	11,210	2,580	2,533	2,808	3,289	2,622	2,699	2,897	2,699	2,659	2,955	2,949	2,878
87	Whiskey and other alcoholic beverages	4,042	825	1,041	925	1,251	966	1,035	972	1,046	939	1,085	1,153	1,029
88	Industrial supplies and materials	412,989	88,896	101,487	108,134	114,472	114,111	126,514	91,340	98,455	105,950	117,244	118,328	122,731
89	Agricultural	6,677	1,569	1,761	1,647	1,700	1,859	1,834	1,547	1,695	1,685	1,750	1,854	1,756
90	Nonagricultural products	406,312	87,327	99,726	106,487	112,772	112,252	124,680	89,793	96,760	104,265	115,494	116,474	120,975
91	Energy products	210,899	44,975	50,475	54,720	60,729	58,778	67,989	46,683	48,976	53,274	61,966	61,260	66,089
92	Fuels and lubricants [6]	209,514	44,658	50,163	54,312	60,381	58,361	67,509	46,378	48,664	52,932	61,540	60,853	65,594
93	Paper and paper base stocks	13,051	3,039	3,203	3,420	3,389	3,379	3,366	3,095	3,207	3,349	3,400	3,469	3,361
94	Textile supplies and related materials	12,029	2,852	3,163	3,043	2,971	3,114	3,306	2,912	3,011	3,020	3,086	3,219	3,142
95	Chemicals, excluding medicinals	42,288	10,230	10,635	10,424	10,999	12,425	12,647	9,758	10,244	10,821	11,465	12,076	12,204
96	Building materials, except metals	32,016	6,591	8,572	8,884	7,969	7,994	9,152	7,093	8,080	8,443	8,400	8,710	8,611
97	Other nonmetals	23,279	5,324	5,867	6,093	5,995	5,963	6,506	5,546	5,758	5,926	6,049	6,284	6,362
98	Metals and nonmetallic products	72,750	14,316	17,811	19,903	20,720	20,599	21,714	14,706	17,484	19,432	21,128	21,456	21,206
99	Steelmaking materials	5,631	937	1,248	1,608	1,838	1,828	1,573	1,056	1,220	1,547	1,808	2,083	1,540
100	Iron and steel products	28,874	4,749	6,995	8,528	8,602	8,094	8,192	5,069	6,931	8,133	8,741	8,662	8,052
101	Nonferrous metals	26,038	5,993	6,418	6,538	7,089	7,325	8,097	5,908	6,294	6,559	7,277	7,280	7,913
102	Nonmonetary gold	4,050	1,021	820	999	1,210	960	1,010	1,021	820	999	1,210	960	1,010
103	Other precious metals	4,838	1,197	1,305	1,163	1,173	1,221	1,235	1,181	1,331	1,186	1,140	1,248	1,238
104	Bauxite and aluminum	9,269	2,054	2,357	2,335	2,523	2,825	3,248	1,983	2,219	2,347	2,720	2,746	3,071
105	Other nonferrous metals	7,881	1,721	1,936	2,041	2,183	2,319	2,604	1,723	1,924	2,027	2,207	2,326	2,594
106	Other metals and nonmetallic products	12,207	2,637	3,150	3,229	3,191	3,352	3,852	2,673	3,039	3,193	3,302	3,431	3,701
107	Capital goods, except automotive	343,451	78,665	85,278	87,797	91,711	87,305	96,030	80,766	85,483	87,771	89,431	90,743	95,905
108	Machinery, except consumer-type	316,718	72,726	78,569	81,293	84,130	80,322	88,320	74,821	78,812	81,232	81,853	83,721	88,247
109	Electric generating machinery, electric apparatus and parts	38,525	9,049	9,686	9,814	9,976	9,779	10,616	9,220	9,722	9,782	9,801	10,108	10,610
110	Nonelectric, including parts and attachments	278,193	63,677	68,883	71,479	74,154	70,543	77,704	65,601	69,090	71,450	72,052	73,613	77,637
111	Oil drilling, mining, and construction machinery	11,619	2,331	2,801	3,416	3,071	3,376	4,499	2,286	2,603	3,447	3,283	3,370	4,247
112	Industrial engines, pumps, and compressors	11,087	2,611	2,841	2,769	2,866	3,028	3,293	2,552	2,799	2,839	2,897	3,009	3,236
113	Machine tools and metalworking machinery	7,060	1,554	1,759	1,835	1,912	1,840	2,084	1,597	1,707	1,841	1,915	1,910	2,013
114	Measuring, testing, and control instruments	11,475	2,669	2,852	2,957	2,997	2,820	3,011	2,697	2,869	2,943	2,966	2,886	3,016
115	Other industrial, agricultural, and service industry machinery	62,015	14,271	15,539	15,651	16,554	16,674	18,010	14,404	15,112	15,957	16,542	17,034	17,464
116	Computers, peripherals, and parts	88,635	19,724	21,333	23,172	24,406	21,326	22,652	20,979	22,084	22,760	22,812	23,023	23,426
117	Semiconductors	26,749	6,679	6,760	6,876	6,434	6,185	6,271	6,660	6,848	6,850	6,391	6,244	6,337
118	Telecommunications equipment	29,448	6,944	7,647	7,151	7,706	7,508	9,740	7,287	7,592	7,193	7,376	7,941	9,664
119	Other office and business machines	8,050	1,799	2,019	2,067	2,165	1,989	2,169	1,875	2,046	2,044	2,085	2,099	2,185
120	Scientific, hospital, and medical equipment and parts	22,055	5,095	5,332	5,585	6,043	5,797	5,975	5,264	5,430	5,576	5,785	6,097	6,049
121	Transportation equipment, except automotive	26,733	5,939	6,709	6,504	7,581	6,983	7,710	5,945	6,671	6,539	7,578	7,022	7,658
122	Civilian aircraft, engines, and parts	24,299	5,253	6,152	5,965	6,929	6,364	7,114	5,259	6,113	6,000	6,927	6,403	7,062
123	Civilian aircraft, complete, all types	11,386	2,147	3,020	2,765	3,454	2,746	3,341	2,147	3,020	2,765	3,454	2,746	3,341
124	Automotive vehicles, engines, and parts	228,235	55,076	58,966	54,292	59,901	57,256	60,015	55,429	57,166	57,513	58,127	58,178	58,082
125	From Canada	67,677	16,415	18,171	15,738	17,353	17,386	17,586	16,081	17,021	17,087	17,488	17,343	16,437
126	Passenger cars, new and used	35,625	8,220	9,884	8,485	9,036	8,839	8,431	8,162	9,048	9,311	9,104	9,038	7,654
127	Trucks, buses, and special purpose vehicles	11,368	2,798	2,972	2,481	3,117	2,709	3,390	2,775	2,844	2,689	3,060	2,674	3,225
128	Engines and engine parts	4,317	1,154	1,061	981	1,121	1,458	1,143	1,060	1,046	1,082	1,129	1,357	1,132
129	Other parts and accessories	16,367	4,243	4,254	3,791	4,079	4,380	4,622	4,084	4,083	4,005	4,195	4,274	4,426
130	From other areas	160,558	38,661	40,795	38,554	42,548	39,870	42,429	39,348	40,145	40,426	40,639	40,835	41,645
131	Passenger cars, new and used	86,643	20,990	21,912	20,325	23,416	20,565	21,792	21,644	21,810	21,899	21,290	21,328	21,651
132	Trucks, buses, and special purpose vehicles	9,612	2,220	2,526	2,356	2,510	2,091	2,548	2,406	2,456	2,278	2,472	2,262	2,472
133	Engines and engine parts	13,746	3,236	3,509	3,342	3,659	3,717	3,829	3,194	3,410	3,432	3,710	3,709	3,714
134	Other parts and accessories	50,557	12,215	12,848	12,531	12,963	13,497	14,260	12,104	12,469	12,817	13,167	13,536	13,808
135	Consumer goods (nonfood), except automotive	373,054	83,081	90,595	98,934	100,444	93,071	98,796	89,605	93,965	92,594	96,890	102,072	102,065
136	Consumer nondurable goods, manufactured	174,036	40,849	42,631	47,260	43,296	44,171	46,188	42,308	44,294	43,083	44,351	46,454	47,809
137	Textile apparel and household goods, except rugs	74,632	16,764	16,854	22,197	18,817	18,725	18,767	17,738	18,467	18,833	19,594	20,068	20,412
138	Footwear of leather, rubber, and other materials	12,613	3,117	2,961	3,567	2,968	3,400	3,238	3,073	3,108	3,194	3,238	3,387	3,388
139	Consumer durable goods, manufactured	181,059	37,805	43,589	47,021	52,644	44,211	47,629	43,002	45,197	44,979	47,881	51,018	49,199
140	Household and kitchen appliances and other household goods	87,370	18,968	21,968	22,859	23,575	21,909	23,991	20,663	21,924	21,815	22,968	24,241	23,801
141	Toys, shooting, and sporting goods, including bicycles	24,114	4,494	5,112	6,885	7,623	5,758	5,879	5,707	5,964	5,978	6,465	7,403	6,804
142	Television and video receivers	30,866	5,937	7,240	7,915	9,774	6,885	7,964	7,422	7,661	7,640	8,143	8,713	8,362
143	Radio and stereo equipment, including records, tapes, and disks	10,712	2,012	2,432	2,697	3,571	2,629	2,869	2,407	2,564	2,634	3,107	3,109	3,007
144	Unmanufactured consumer goods (gemstones, nursery stock)	17,959	4,427	4,375	4,653	4,504	4,689	4,979	4,295	4,474	4,532	4,658	4,600	5,057
145	Imports, n.e.c., and U.S. goods returned	53,054	12,626	13,558	13,162	13,708	13,672	15,090	13,094	13,405	13,276	13,279	14,277	14,873
146	U.S. goods returned	30,728	7,548	7,877	7,488	7,815	7,814	8,718	7,844	7,801	7,585	7,498	8,183	8,600
147	Other products, including balance of payments adjustments not included above (minimum value shipments and miscellaneous imports)	22,326	5,078	5,681	5,674	5,893	5,858	6,372	5,250	5,604	5,691	5,781	6,094	6,273

See the footnotes on pages 108 and 109.

Table 3. Private Services Transactions

[Millions of dollars]

Line		2004	Not seasonally adjusted						Seasonally adjusted					
			2004				2005		2004				2005	
			I	II	III	IV	I r	II p	I	II	III	IV	I r	II p
1	**Exports of private services**	**328,277**	**77,554**	**79,178**	**84,947**	**86,598**	**86,525**	**87,152**	**79,207**	**81,065**	**81,760**	**86,246**	**87,869**	**89,052**
2	Travel (table 1, line 6)	74,481	16,042	18,817	21,452	18,170	17,840	21,730	17,900	18,675	18,686	19,220	20,008	21,564
3	Passenger fares (table 1, line 7)	18,858	4,224	4,577	5,387	4,670	4,835	5,247	4,521	4,654	4,909	4,774	5,162	5,342
4	Other transportation (table 1, line 8)	36,862	8,562	9,200	9,327	9,773	9,502	10,211	8,907	9,188	9,124	9,643	9,859	10,164
5	Freight	15,814	3,863	4,013	3,771	4,167	4,184	4,284	3,919	3,955	3,800	4,140	4,249	4,214
6	Port services	21,048	4,699	5,187	5,556	5,606	5,318	5,927	4,988	5,233	5,324	5,503	5,610	5,950
7	Royalties and license fees (table 1, line 9)	52,643	12,244	12,408	12,589	15,402	14,698	14,502	12,677	12,573	12,947	14,446	14,872	14,705
8	Affiliated	39,024	8,930	9,202	9,225	11,667	10,878	10,756	9,363	9,367	9,583	10,711	11,052	10,959
9	U.S. parents' receipts	35,084	8,318	8,433	8,612	9,721	9,141	9,214	8,582	8,481	8,920	9,102	9,412	9,289
10	U.S. affiliates' receipts	3,940	612	769	613	1,946	1,737	1,542	781	886	663	1,609	1,640	1,670
11	Unaffiliated	13,619	3,314	3,206	3,364	3,735	3,820	3,746	3,314	3,206	3,364	3,735	3,820	3,746
12	Industrial processes [1]	5,560	1,415	1,266	1,477	1,401	1,739	1,630	1,415	1,266	1,477	1,401	1,739	1,630
13	Other [2]	8,059	1,898	1,940	1,888	2,333	2,081	2,116	1,898	1,940	1,888	2,333	2,081	2,116
14	Other private services (table 1, line 10)	145,433	36,482	34,176	36,192	38,583	39,650	35,462	35,202	35,975	36,094	38,163	37,968	37,277
15	Affiliated services	50,639	11,342	12,677	12,602	14,018	12,170	11,669	12,284	12,784	12,858	12,714	12,736	11,706
16	U.S. parents' receipts	28,264	6,625	6,890	6,932	7,817	7,554	7,647	7,001	6,958	7,150	7,155	7,992	7,721
17	U.S. affiliates' receipts	22,375	4,717	5,787	5,670	6,201	4,616	4,022	5,283	5,826	5,708	5,559	4,744	3,985
18	Unaffiliated services	94,794	25,140	21,499	23,590	24,565	27,480	23,793	22,918	23,191	23,236	25,449	25,232	25,571
19	Education	13,523	5,571	1,677	3,746	2,530	5,817	1,732	3,349	3,369	3,392	3,413	3,494	3,505
20	Financial services	21,897	5,103	5,362	5,084	6,348	6,014	5,996	5,103	5,362	5,084	6,348	6,014	5,996
21	Insurance services	6,125	1,479	1,502	1,539	1,606	1,638	1,721	1,479	1,502	1,539	1,606	1,638	1,721
22	Telecommunications	4,374	1,123	1,112	1,094	1,045	1,095	1,088	1,123	1,112	1,094	1,045	1,095	1,088
23	Business, professional, and technical services	33,773	8,171	8,124	8,415	9,064	8,974	9,342	8,171	8,124	8,415	9,064	8,974	9,342
24	Other unaffiliated services [3]	15,101	3,693	3,723	3,713	3,972	3,942	3,915	3,692	3,722	3,712	3,974	4,018	3,920
25	**Imports of private services**	**263,072**	**58,702**	**66,598**	**70,201**	**67,571**	**66,060**	**73,902**	**62,723**	**64,754**	**66,854**	**68,739**	**70,816**	**71,650**
26	Travel (table 1, line 23)	65,635	13,498	18,376	19,269	14,492	14,983	20,124	15,886	16,491	16,603	16,655	17,425	18,127
27	Passenger fares (table 1, line 24)	23,701	5,335	6,246	6,458	5,662	5,756	6,918	5,740	5,882	5,896	6,183	6,221	6,508
28	Other transportation (table 1, line 25)	54,169	12,351	13,289	13,946	14,583	14,815	15,196	12,914	13,158	13,614	14,483	15,882	14,835
29	Freight	39,225	8,926	9,628	10,088	10,583	10,836	10,951	9,364	9,498	9,868	10,495	11,574	10,586
30	Port services	14,944	3,425	3,661	3,858	4,000	3,979	4,245	3,550	3,660	3,746	3,988	4,308	4,249
31	Royalties and license fees (table 1, line 26)	23,901	5,184	5,462	6,530	6,725	6,148	6,095	5,407	5,731	6,591	6,172	6,429	6,372
32	Affiliated	18,750	4,040	4,334	4,665	5,711	5,101	4,919	4,263	4,603	4,726	5,158	5,382	5,196
33	U.S. parents' payments	2,913	687	692	700	834	761	783	687	692	700	834	761	783
34	U.S. affiliates' payments	15,837	3,353	3,642	3,965	4,877	4,340	4,136	3,576	3,911	4,026	4,324	4,621	4,413
35	Unaffiliated	5,151	1,144	1,128	1,865	1,014	1,047	1,176	1,144	1,128	1,865	1,014	1,047	1,176
36	Industrial processes [1]	2,554	676	627	656	594	686	703	676	627	656	594	686	703
37	Other [2]	2,598	467	501	1,209	420	361	473	467	501	1,209	420	361	473
38	Other private services (table 1, line 27)	95,666	22,334	23,225	23,998	26,109	24,358	25,569	22,776	23,492	24,150	25,246	24,859	25,808
39	Affiliated services	39,446	8,988	9,630	9,574	11,254	9,285	10,117	9,279	9,895	9,932	10,338	9,622	10,353
40	U.S. parents' payments	21,630	4,998	5,241	5,211	6,180	5,396	5,788	5,298	5,316	5,302	5,713	5,720	5,857
41	U.S. affiliates' payments	17,816	3,990	4,389	4,363	5,074	3,889	4,329	3,981	4,579	4,630	4,625	3,902	4,496
42	Unaffiliated services	56,220	13,346	13,595	14,424	14,855	15,073	15,452	13,497	13,597	14,218	14,908	15,237	15,455
43	Education	3,525	701	866	1,095	863	778	962	852	868	889	916	942	965
44	Financial services	4,968	1,175	1,173	1,225	1,395	1,533	1,503	1,175	1,173	1,225	1,395	1,533	1,503
45	Insurance services	29,882	7,097	7,319	7,581	7,885	7,979	8,238	7,097	7,319	7,581	7,885	7,979	8,238
46	Telecommunications	4,365	1,146	1,065	1,097	1,057	1,017	987	1,146	1,065	1,097	1,057	1,017	987
47	Business, professional, and technical services	12,519	3,047	2,960	3,102	3,411	3,465	3,487	3,047	2,960	3,102	3,411	3,465	3,487
48	Other unaffiliated services [3]	962	181	212	324	245	302	275	181	212	324	245	302	275
	Supplemental detail on insurance transactions:													
49	Premiums received [4]	17,974	4,340	4,271	4,950	4,413	4,350	4,572	4,340	4,271	4,950	4,413	4,350	4,572
50	Actual losses paid	10,936	2,818	2,740	2,689	2,689	2,737	2,818	2,818	2,740	2,689	2,689	2,737	2,818
51	Premiums paid [4]	67,105	15,963	16,314	16,034	18,794	17,086	17,583	15,963	16,314	16,034	18,794	17,086	17,583
52	Actual losses recovered	35,039	8,145	7,848	11,364	7,682	7,822	8,066	8,145	7,848	11,364	7,682	7,822	8,066
	Memoranda:													
53	Balance on goods (table 1, line 71)	–665,390	–139,280	–162,375	–178,578	–185,157	–169,787	–186,086	–151,452	–163,987	–167,775	–182,176	–186,329	–186,929
54	Balance on private services (line 1 minus line 25)	65,205	18,852	12,580	14,746	19,027	20,465	13,250	16,484	16,311	14,906	17,507	17,053	17,402
55	Balance on goods and private services (lines 53 and 54)	–600,185	–120,428	–149,795	–163,832	–166,130	–149,322	–172,836	–134,968	–147,676	–152,869	–164,669	–169,276	–169,527

See the footnotes on pages 108 and 109.

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 June 30, 2005
			2004				2005		
			I	II	III	IV	I[r]	II[p]	
A1	**U.S. official reserve assets, net (table 1, line 41)**	**2,805**	**557**	**1,122**	**429**	**697**	**5,331**	**–797**	**179,617**
2	Gold (table 1, line 42)	....	....	....	....	....	....	....	114,302
3	Special drawing rights (table 1, line 43)	–398	–100	–90	–98	–110	1,713	–97	11,243
4	Reserve position in the International Monetary Fund (table 1, line 44)	3,826	815	1,345	676	990	3,763	–564	15,274
5	Foreign currencies (table 1, line 45)	–623	–158	–133	–149	–183	–145	–136	38,798
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**	**82,324**	**2,077,566**
	By instrument:								
2	U.S. Treasury securities (table 1, line 58)	272,648	112,586	62,977	55,357	41,728	14,306	22,721	1,291,299
3	Bills and certificates	16,814	19,861	1,383	10,918	–15,348	–9,354	–30,673	205,170
4	Bonds and notes, marketable	256,816	93,798	61,564	44,409	57,045	23,629	54,144	1,085,218
5	Bonds and notes, nonmarketable	–982	–1,073	30	30	31	31	–750	911
6	Other U.S. Government securities (table 1, line 59)	38,485	11,424	479	11,542	15,040	24,938	21,620	284,832
7	Other U.S. Government liabilities (table 1, line 60)	488	–109	45	710	–158	–650	229	16,694
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	33,663	288,225
9	Banks' liabilities for own account [1]	28,875	8,148	15,579	–78	5,226	1,195	15,068	161,799
10	Repurchase agreements	23,376	1,855	18,609	6,428	–3,516	–2,917	5,704	113,830
11	Deposits and brokerage balances [2]	3,509	1,079	3,467	–5,098	4,061	5,677	6,822	39,132
12	Other liabilities	1,990	5,214	–6,497	–1,408	4,681	–1,565	2,542	8,837
13	Banks' customers' liabilities [1]	41,454	13,910	–4,229	4,945	26,828	–17,038	18,595	126,426
14	Negotiable certificates of deposit and other short-term instruments	42,197	16,018	–6,388	6,245	26,322	–15,703	14,428	121,888
15	Other liabilities	–743	–2,108	2,159	–1,300	506	–1,335	4,167	4,538
16	Other foreign official assets (table 1, line 62)	12,760	1,442	2,188	3,316	5,814	2,526	4,091	196,516
	By area:								
17	Europe	43,646	4,596	22,823	4,826	11,401	–7,259	17,384	369,135
18	Canada	1,672	1,572	–114	1,024	–810	–665	451	7,824
19	Latin America and Caribbean	24,412	7,562	9,078	3,841	3,931	–771	1,484	114,014
20	Asia	313,359	133,313	46,802	65,975	67,269	32,302	55,582	1,531,255
21	Africa	2,782	1,431	730	1,423	–802	3,340	895	18,860
22	Other	8,839	–1,073	–2,280	–1,297	13,489	–1,670	6,528	36,478

See the footnotes on pages 108 and 109.

Table 5. Selected U.S. Government Transactions

[Millions of dollars]

Line		2004	Not seasonally adjusted					
			2004				2005	
			I	II	III	IV	I[r]	II[p]
A1	**U.S. Government grants and transactions increasing Government assets, total**	**26,485**	**8,451**	**5,510**	**6,248**	**6,276**	**9,704**	**5,958**
	By category							
2	Grants, net	23,480	7,804	4,964	4,938	5,774	13,108	5,379
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	5,332
4	Financing military purchases[1]	6,316	3,973	626	432	1,285	3,777	431
5	Other grants	17,001	3,772	4,334	4,479	4,416	5,259	4,901
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	46
8	Credits and other long-term assets (table 1, line 47, with sign reversed)	3,044	561	668	1,270	545	519	586
9	Capital subscriptions and contributions to international financial institutions, excluding IMF	1,993	342	513	849	289	363	355
10	Credits repayable in U.S. dollars	1,051	219	155	421	256	156	231
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	–6
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	....
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
	By program							
27	Capital subscriptions and contributions to international financial institutions, excluding IMF	1,993	342	513	849	289	363	355
28	Under Agricultural Trade Development and Assistance Act and related programs	1,140	306	276	267	291	366	280
29	Under Foreign Assistance Act and related programs	21,644	7,444	4,305	4,693	5,202	8,566	4,924
30	Under Export-Import Bank Act	273	60	23	104	86	131	78
31	Under Commodity Credit Corporation Charter Act	133	68	13	18	35	2	7
32	Under other grant and credit programs	1,313	224	364	309	415	289	320
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
	By disposition[3]							
36	Estimated transactions involving no direct dollar outflow from the United States	17,524	6,733	3,142	3,273	4,376	6,960	3,252
37	Expenditures on U.S. goods	7,494	3,815	871	946	1,862	3,921	705
38	Expenditures on U.S. services[4]	6,840	1,632	1,685	1,807	1,715	2,111	1,978
39	Financing of military sales contracts by U.S. Government[5] (line C6)	2,903	1,123	615	451	715	763	510
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	423
43	U.S. Government grants and credits to repay prior U.S. Government credits[1 4]	201	82	6	37	77	4,075	60
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	....
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	....
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	2,706
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**	**838**
2	Receipts of principal on U.S. Government credits	4,220	1,374	544	1,299	1,004	1,083	838
3	Under Agricultural Trade Development and Assistance Act and related programs	488	55	31	137	266	54	38
4	Under Foreign Assistance Act and related programs	1,814	795	235	445	339	404	357
5	Under Export-Import Bank Act	1,446	390	223	583	250	445	361
6	Under Commodity Credit Corporation Charter Act	390	125	56	133	76	170	72
7	Under other credit programs	83	10	....	1	72	11	9
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**	**229**
2	Associated with military sales contracts[2]	489	–111	35	724	–160	–643	230
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
4	Less U.S. Government receipts from principal repayments	991	567	57	238	129	268	179
5	Less U.S. Treasury securities issued in connection with prepayments for military purchases in the United States	548	847	–299	....	....	298	....
6	Plus financing of military sales contracts by U.S. Government[5] (line A39)	2,903	1,123	615	451	715	763	510
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	423
10	Less transfers of goods and services (including transfers financed by grants for military purchases, and by credits)[1 2] (table 1, line 5)	14,814	3,899	3,756	3,604	3,555	4,525	4,485
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	–14	2	–6	–1

See the footnotes on pages 108 and 109.

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^r	II^p	I	II	III	IV	I^r	II^p
	U.S. direct investment abroad:													
1	**Income (table 1, line 14)**	**233,067**	**55,323**	**59,060**	**57,568**	**61,116**	**58,335**	**63,567**	**55,096**	**57,053**	**57,863**	**63,053**	**58,180**	**61,682**
2	Earnings	226,939	53,820	57,537	56,020	59,561	56,859	62,183	53,594	55,529	56,316	61,498	56,705	60,297
3	Distributed earnings	50,398	9,375	11,430	9,558	20,036	26,666	28,421	12,602	14,320	12,238	11,238	31,094	32,511
4	Reinvested earnings	176,540	44,446	46,107	46,463	39,525	30,194	33,762	40,992	41,209	44,078	50,260	25,611	27,786
5	Reinvested earnings without current-cost adjustment	153,821	38,887	40,461	40,740	33,734	24,345	27,865	35,433	35,563	38,355	44,469	19,762	21,889
6	Current-cost adjustment	22,719	5,559	5,646	5,723	5,791	5,849	5,897	5,559	5,646	5,723	5,791	5,849	5,897
7	Interest	6,128	1,502	1,524	1,547	1,555	1,475	1,385	1,502	1,524	1,547	1,555	1,475	1,385
8	U.S. parents' receipts	8,907	2,173	2,191	2,235	2,309	2,202	2,230	2,173	2,191	2,235	2,309	2,202	2,230
9	U.S. parents' payments	–2,779	–670	–667	–688	–754	–727	–845	–670	–667	–688	–754	–727	–845
10	Income without current-cost adjustment	210,348	49,764	53,414	51,845	55,325	52,486	57,670	49,537	51,407	52,140	57,262	52,331	55,785
11	Manufacturing	48,655	11,677	13,102	11,740	12,135	12,268	14,870	11,897	12,319	11,967	12,471	12,424	13,998
12	Wholesale trade	24,245	5,384	5,833	5,887	7,141	5,826	6,284	5,384	5,833	5,887	7,141	5,826	6,284
13	Finance (including depository institutions) and insurance	30,689	7,775	8,494	7,458	6,962	7,155	7,215	7,328	7,270	7,527	8,565	6,845	6,203
14	Holding companies, except bank holding companies	61,738	14,879	14,965	15,444	16,451	16,234	17,100	14,879	14,965	15,444	16,451	16,234	17,100
15	Other	45,020	10,048	11,020	11,316	12,635	11,003	12,200	10,048	11,020	11,316	12,635	11,003	12,200
16	Earnings without current-cost adjustment (line 2 less line 6)	204,220	48,261	51,891	50,297	53,770	51,010	56,286	48,035	49,883	50,593	55,707	50,856	54,400
17	Manufacturing	47,360	11,378	12,789	11,401	11,792	11,889	14,471	11,599	12,005	11,628	12,127	12,045	13,600
18	Wholesale trade	23,783	5,268	5,725	5,771	7,019	5,727	6,171	5,268	5,725	5,771	7,019	5,727	6,171
19	Finance (including depository institutions) and insurance	30,688	7,768	8,480	7,460	6,981	7,143	7,307	7,321	7,256	7,529	8,583	6,833	6,295
20	Holding companies, except bank holding companies	60,309	14,533	14,609	15,080	16,087	15,873	16,752	14,533	14,609	15,080	16,087	15,873	16,752
21	Other	42,079	9,314	10,288	10,585	11,891	10,378	11,582	9,314	10,288	10,585	11,891	10,378	11,582
22	Interest	6,128	1,502	1,524	1,547	1,555	1,475	1,385	1,502	1,524	1,547	1,555	1,475	1,385
23	Manufacturing	1,295	298	314	339	344	379	398	298	314	339	344	379	398
24	Wholesale trade	462	116	108	116	122	99	112	116	108	116	122	99	112
25	Finance (including depository institutions) and insurance [1]	2	7	14	–2	–18	12	–92	7	14	–2	–18	12	–92
26	Holding companies, except bank holding companies	1,428	346	355	363	364	361	349	346	355	363	364	361	349
27	Other	2,942	734	732	731	744	624	618	734	732	731	744	624	618
28	**Capital (table 1, line 51)**	**–252,012**	**–55,821**	**–63,323**	**–43,606**	**–89,262**	**–31,579**	**–39,585**	**–52,367**	**–58,425**	**–41,222**	**–99,997**	**–26,997**	**–33,609**
29	Equity capital	–80,686	–9,596	–21,101	462	–50,451	–9,271	–12,167	–9,596	–21,101	462	–50,451	–9,271	–12,167
30	Increases in equity capital	–123,047	–13,634	–28,102	–7,342	–73,968	–16,040	–16,890	–13,634	–28,102	–7,342	–73,968	–16,040	–16,890
31	Decreases in equity capital	42,360	4,038	7,001	7,805	23,517	6,769	4,723	4,038	7,001	7,805	23,517	6,769	4,723
32	Reinvested earnings (line 4 with sign reversed)	–176,540	–44,446	–46,107	–46,463	–39,525	–30,194	–33,762	–40,992	–41,209	–44,078	–50,260	–25,611	–27,786
33	Intercompany debt	5,214	–1,779	3,885	2,394	714	7,885	6,344	–1,779	3,885	2,394	714	7,885	6,344
34	U.S. parents' receivables	–15,194	–2,571	635	–4,475	–8,783	270	1,225	–2,571	635	–4,475	–8,783	270	1,225
35	U.S. parents' payables	20,408	792	3,250	6,869	9,497	7,615	5,119	792	3,250	6,869	9,497	7,615	5,119
36	Capital without current-cost adjustment	–229,294	–50,262	–57,677	–37,883	–83,471	–25,730	–33,688	–46,808	–52,779	–35,499	–94,206	–21,148	–27,712
37	Manufacturing	–54,202	–13,916	–20,757	–7,499	–12,030	–16,831	–16,683	–13,817	–19,563	–6,961	–13,862	–16,438	–14,790
38	Wholesale trade	–13,803	–2,889	–3,940	–3,538	–3,435	–3,251	–2,848	–2,264	–3,622	–3,200	–4,716	–2,204	–2,135
39	Finance (including depository institutions) and insurance	–29,415	–6,584	–11,615	–7,610	–3,607	–1,617	–7,425	–5,481	–10,008	–7,314	–6,612	–413	–5,697
40	Holding companies, except bank holding companies	–100,075	–18,450	–11,643	–11,796	–58,185	–2,856	–1,890	–17,363	–9,737	–11,281	–61,694	–1,947	25
41	Other	–31,798	–8,422	–9,722	–7,440	–6,213	–1,174	–4,841	–7,884	–9,849	–6,743	–7,322	–145	–5,116
42	Equity capital	–80,686	–9,596	–21,101	462	–50,451	–9,271	–12,167	–9,596	–21,101	462	–50,451	–9,271	–12,167
43	Manufacturing	–21,108	–5,683	–13,389	–1,759	–277	–6,081	–6,638	–5,683	–13,389	–1,759	–277	–6,081	–6,638
44	Wholesale trade	–1,389	–81	–558	–42	–708	75	–204	–81	–558	–42	–708	75	–204
45	Finance (including depository institutions) and insurance	–7,209	–2,147	–1,307	–1,420	–2,334	–3,859	–1,141	–2,147	–1,307	–1,420	–2,334	–3,859	–1,141
46	Holding companies, except bank holding companies	–52,164	–1,818	–2,960	787	–48,172	–867	–1,095	–1,818	–2,960	787	–48,172	–867	–1,095
47	Other	1,183	132	–2,887	2,897	1,040	1,461	–3,090	132	–2,887	2,897	1,040	1,461	–3,090
48	Reinvested earnings without current-cost adjustment (line 5 with sign reversed)	–153,821	–38,887	–40,461	–40,740	–33,734	–24,345	–27,865	–35,433	–35,563	–38,355	–44,469	–19,762	–21,889
49	Manufacturing	–36,110	–8,797	–9,603	–9,338	–8,371	–8,291	–9,578	–8,698	–8,409	–8,800	–10,203	–7,898	–7,684
50	Wholesale trade	–17,693	–3,831	–4,854	–4,696	–4,312	–3,536	–4,397	–3,206	–4,536	–4,358	–5,592	–2,489	–3,684
51	Finance (including depository institutions) and insurance	–22,086	–5,946	–6,936	–5,621	–3,582	–4,765	–4,726	–4,843	–5,330	–5,325	–6,588	–3,560	–2,998
52	Holding companies, except bank holding companies	–45,111	–12,523	–11,275	–12,343	–8,970	–802	–3,179	–11,436	–9,369	–11,827	–12,479	107	–1,263
53	Other	–32,822	–7,788	–7,792	–8,742	–8,499	–6,951	–5,985	–7,250	–7,919	–8,045	–9,607	–5,922	–6,260
54	Intercompany debt	5,214	–1,779	3,885	2,394	714	7,885	6,344	–1,779	3,885	2,394	714	7,885	6,344
55	Manufacturing	3,016	564	2,235	3,598	–3,382	–2,459	–468	564	2,235	3,598	–3,382	–2,459	–468
56	Wholesale trade	5,278	1,023	1,472	1,200	1,584	210	1,753	1,023	1,472	1,200	1,584	210	1,753
57	Finance (including depository institutions) and insurance [2]	–121	1,509	–3,371	–569	2,310	7,006	–1,558	1,509	–3,371	–569	2,310	7,006	–1,558
58	Holding companies, except bank holding companies	–2,800	–4,109	2,592	–241	–1,043	–1,187	2,383	–4,109	2,592	–241	–1,043	–1,187	2,383
59	Other	–159	–766	957	–1,595	1,245	4,316	4,234	–766	957	–1,595	1,245	4,316	4,234
60	**Royalties and license fees, net**	**32,171**	**7,631**	**7,741**	**7,912**	**8,887**	**8,380**	**8,431**	**7,895**	**7,789**	**8,220**	**8,268**	**8,651**	**8,506**
61	U.S. parents' receipts (table 1, part of line 9)	35,084	8,318	8,433	8,612	9,721	9,141	9,214	8,582	8,481	8,920	9,102	9,412	9,289
62	U.S. parents' payments (table 1, part of line 26)	–2,913	–687	–692	–700	–834	–761	–783	–687	–692	–700	–834	–761	–783
63	**Other private services, net**	**6,635**	**1,627**	**1,649**	**1,722**	**1,637**	**2,158**	**1,859**	**1,703**	**1,642**	**1,848**	**1,442**	**2,272**	**1,864**
64	U.S. parents' receipts (table 1, part of line 10)	28,264	6,625	6,890	6,932	7,817	7,554	7,647	7,001	6,958	7,150	7,155	7,992	7,721
65	U.S. parents' payments (table 1, part of line 27)	–21,630	–4,998	–5,241	–5,211	–6,180	–5,396	–5,788	–5,298	–5,316	–5,302	–5,713	–5,720	–5,857

See the footnotes on pages 108 and 109.

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^r	II^p	I	II	III	IV	I^r	II^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**	**–34,159**	**–20,014**	**–27,973**	**–27,520**	**–29,640**	**–29,803**	**–32,612**
67	Earnings	–87,956	–15,537	–25,312	–23,521	–23,586	–24,875	–29,678	–16,247	–23,789	–22,744	–25,176	–25,631	–28,131
68	Distributed earnings	–31,984	–12,491	–8,004	–3,341	–8,148	–13,993	–8,441	–12,126	–8,462	–4,137	–7,258	–13,591	–9,069
69	Reinvested earnings	–55,972	–3,046	–17,308	–20,180	–15,437	–10,882	–21,237	–4,121	–15,327	–18,607	–17,917	–12,040	–19,062
70	Reinvested earnings without current-cost adjustment	–44,999	–375	–14,590	–17,413	–12,620	–8,012	–18,312	–1,450	–12,609	–15,840	–15,100	–9,170	–16,137
71	Current-cost adjustment	–10,973	–2,671	–2,718	–2,767	–2,817	–2,870	–2,925	–2,671	–2,718	–2,767	–2,817	–2,870	–2,925
72	Interest	–17,191	–3,767	–4,184	–4,776	–4,464	–4,172	–4,481	–3,767	–4,184	–4,776	–4,464	–4,172	–4,481
73	U.S. affiliates' payments	–19,518	–4,187	–4,712	–5,355	–5,263	–4,980	–5,406	–4,187	–4,712	–5,355	–5,263	–4,980	–5,406
74	U.S. affiliates' receipts	2,327	420	528	579	799	807	926	420	528	579	799	807	926
75	Income without current-cost adjustment	–94,173	–16,633	–26,778	–25,530	–25,232	–26,177	–31,234	–17,343	–25,255	–24,753	–26,823	–26,933	–29,687
76	Manufacturing	–36,844	–6,003	–10,264	–10,780	–9,796	–11,197	–12,012	–6,713	–8,741	–10,004	–11,386	–11,952	–10,466
77	Wholesale trade	–22,479	–4,999	–6,481	–5,133	–5,865	–6,094	–7,551	–4,999	–6,481	–5,133	–5,865	–6,094	–7,551
78	Finance (including depository institutions) and insurance	–13,567	–2,745	–4,131	–3,459	–3,233	–3,941	–4,953	–2,745	–4,131	–3,459	–3,233	–3,941	–4,953
79	Other	–21,284	–2,886	–5,902	–6,158	–6,340	–4,946	–6,717	–2,886	–5,901	–6,157	–6,340	–4,946	–6,717
80	Earnings without current-cost adjustment (line 67 less line 71)	–76,983	–12,866	–22,594	–20,754	–20,769	–22,005	–26,753	–13,576	–21,071	–19,977	–22,359	–22,761	–25,206
81	Manufacturing	–27,964	–4,100	–8,017	–8,318	–7,528	–9,057	–9,680	–4,810	–6,494	–7,542	–9,117	–9,812	–8,134
82	Wholesale trade	–22,190	–4,903	–6,412	–5,067	–5,807	–6,021	–7,459	–4,903	–6,412	–5,067	–5,807	–6,021	–7,459
83	Finance (including depository institutions) and insurance	–12,719	–2,605	–4,018	–3,132	–2,965	–3,766	–4,779	–2,605	–4,018	–3,132	–2,965	–3,766	–4,779
84	Other	–14,110	–1,258	–4,147	–4,236	–4,470	–3,162	–4,834	–1,258	–4,147	–4,236	–4,470	–3,162	–4,834
85	Interest	–17,191	–3,767	–4,184	–4,776	–4,464	–4,172	–4,481	–3,767	–4,184	–4,776	–4,464	–4,172	–4,481
86	Manufacturing	–8,880	–1,903	–2,247	–2,462	–2,269	–2,140	–2,332	–1,903	–2,247	–2,462	–2,269	–2,140	–2,332
87	Wholesale trade	–290	–96	–70	–66	–58	–73	–92	–96	–70	–66	–58	–73	–92
88	Finance (including depository institutions) and insurance [1]	–847	–140	–112	–327	–268	–175	–174	–140	–112	–327	–268	–175	–174
89	Other	–7,174	–1,628	–1,754	–1,921	–1,870	–1,784	–1,883	–1,628	–1,754	–1,921	–1,870	–1,784	–1,883
90	**Capital (table 1, line 64)**	**106,832**	**7,429**	**33,020**	**37,240**	**29,143**	**33,898**	**19,765**	**8,503**	**31,039**	**35,666**	**31,622**	**35,056**	**17,590**
91	Equity capital	68,657	2,882	27,654	19,355	18,765	10,432	8,730	2,882	27,654	19,355	18,765	10,432	8,730
92	Increases in equity capital	84,753	8,349	31,158	24,376	20,871	15,695	10,052	8,349	31,158	24,376	20,871	15,695	10,052
93	Decreases in equity capital	–16,096	–5,466	–3,504	–5,020	–2,106	–5,263	–1,322	–5,466	–3,504	–5,020	–2,106	–5,263	–1,322
94	Reinvested earnings (line 69 with sign reversed)	55,972	3,046	17,308	20,180	15,437	10,882	21,237	4,121	15,327	18,607	17,917	12,040	19,062
95	Intercompany debt	–17,797	1,500	–11,942	–2,296	–5,060	12,584	–10,202	1,500	–11,942	–2,296	–5,060	12,584	–10,202
96	U.S. affiliates' payables	12,764	15,002	–5,394	4,933	–1,777	2,115	–5,707	15,002	–5,394	4,933	–1,777	2,115	–5,707
97	U.S. affiliates' receivables	–30,560	–13,501	–6,548	–7,229	–3,282	10,469	–4,495	–13,501	–6,548	–7,229	–3,282	10,469	–4,495
98	Capital without current-cost adjustment	95,859	4,758	30,302	34,473	26,326	31,028	16,840	5,832	28,321	32,899	28,805	32,186	14,665
99	Manufacturing	19,372	1,858	4,908	6,882	5,725	7,279	7,473	2,772	3,279	5,722	7,600	8,350	5,716
100	Wholesale trade	15,311	2,471	1,077	4,952	6,811	3,602	3,964	2,471	1,077	4,952	6,812	3,602	3,964
101	Finance (including depository institutions) and insurance	48,055	3,097	21,499	16,745	6,713	8,969	4,283	3,097	21,499	16,745	6,714	8,969	4,283
102	Other	13,120	–2,668	2,818	5,894	7,076	11,178	1,120	–2,508	2,466	5,481	7,681	11,265	702
103	Equity capital	68,657	2,882	27,654	19,355	18,765	10,432	8,730	2,882	27,654	19,355	18,765	10,432	8,730
104	Manufacturing	10,656	1,031	4,362	1,343	3,920	2,332	5,607	1,031	4,362	1,343	3,920	2,332	5,607
105	Wholesale trade	2,215	458	405	473	879	–2,013	516	458	405	473	879	–2,013	516
106	Finance (including depository institutions) and insurance	41,807	329	19,729	13,683	8,066	5,045	1,774	329	19,729	13,683	8,066	5,045	1,774
107	Other	13,979	1,063	3,158	3,857	5,901	5,069	833	1,063	3,158	3,857	5,901	5,069	833
108	Reinvested earnings without current-cost adjustment (line 70 with sign reversed)	44,999	375	14,590	17,413	12,620	8,012	18,312	1,450	12,609	15,840	15,100	9,170	16,137
109	Manufacturing	22,712	2,108	7,147	6,847	6,611	2,186	8,406	3,023	5,518	5,686	8,486	3,257	6,649
110	Wholesale trade	5,262	–3,439	897	5,019	2,786	861	1,949	–3,439	897	5,019	2,786	861	1,949
111	Finance (including depository institutions) and insurance	7,113	1,508	2,925	2,465	215	2,651	3,635	1,508	2,925	2,465	214	2,651	3,635
112	Other	9,912	198	3,621	3,083	3,009	2,314	4,322	358	3,269	2,670	3,614	2,401	3,904
113	Intercompany debt	–17,797	1,500	–11,942	–2,296	–5,060	12,584	–10,202	1,500	–11,942	–2,296	–5,060	12,584	–10,202
114	Manufacturing	–13,996	–1,282	–6,601	–1,307	–4,806	2,761	–6,540	–1,282	–6,601	–1,307	–4,806	2,761	–6,540
115	Wholesale trade	7,834	5,452	–225	–540	3,147	4,755	1,498	5,452	–225	–540	3,147	4,755	1,498
116	Finance (including depository institutions) and insurance [2]	–865	1,259	–1,155	597	–1,567	1,273	–1,126	1,259	–1,155	597	–1,567	1,273	–1,126
117	Other	–10,770	–3,929	–3,961	–1,046	–1,834	3,795	–4,035	–3,929	–3,961	–1,046	–1,834	3,795	–4,035
118	**Royalties and license fees, net**	**–11,896**	**–2,741**	**–2,873**	**–3,351**	**–2,931**	**–2,603**	**–2,594**	**–2,795**	**–3,025**	**–3,363**	**–2,715**	**–2,981**	**–2,743**
119	U.S. affiliates' payments (table 1, part of line 26)	–15,837	–3,353	–3,642	–3,965	–4,877	–4,340	–4,136	–3,576	–3,911	–4,026	–4,324	–4,621	–4,413
120	U.S. affiliates' receipts (table 1, part of line 9)	3,940	612	769	613	1,946	1,737	1,542	781	886	663	1,609	1,640	1,670
121	**Other private services, net**	**4,559**	**727**	**1,398**	**1,307**	**1,127**	**727**	**–307**	**1,302**	**1,247**	**1,078**	**934**	**842**	**–511**
122	U.S. affiliates' payments (table 1, part of line 27)	–17,816	–3,990	–4,389	–4,363	–5,074	–3,889	–4,329	–3,981	–4,579	–4,630	–4,625	–3,902	–4,496
123	U.S. affiliates' receipts (table 1, part of line 10)	22,375	4,717	5,787	5,670	6,201	4,616	4,022	5,283	5,826	5,708	5,559	4,744	3,985

See the footnotes on pages 108 and 109.

Table 7a. Transactions in Long-Term Securities

[Millions of dollars]

Line	(Credits +; debits –)	2004	Not seasonally adjusted 2004 I	2004 II	2004 III	2004 IV	2005 I[r]	2005 II[p]
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**	**–36,004**
2	Stocks, gross purchases by U.S. residents	1,747,459	451,200	475,965	383,967	436,327	520,045	511,367
3	Stocks, gross sales by U.S. residents	1,664,256	434,581	435,748	367,227	426,700	480,217	490,546
4	**Stocks, net purchases by U.S. residents**	**–83,203**	**–16,619**	**–40,217**	**–16,740**	**–9,627**	**–39,828**	**–20,821**
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	–9,618
8	*Of which:* United Kingdom	–41,451	332	–17,997	–8,411	–15,375	–17,265	–2,491
9	Canada	–13,437	485	–11,663	–544	–1,715	–2,748	652
10	Caribbean financial centers [2]	817	–1,614	–2,653	1,252	3,832	–2,533	–4,508
11	Latin America, excluding Caribbean financial centers	2,226	1,137	1,141	310	–362	–296	–806
12	Asia	–38,443	–15,556	–2,979	–4,221	–15,687	–11,091	–5,800
13	*Of which:* Japan	–33,062	–15,406	–5,722	–3,598	–8,336	–4,455	–573
14	Africa	–20	17	34	369	–440	–70	–338
15	Other	23,234	–35	–429	–1,732	25,430	–1,920	–403
16	Bonds, gross purchases by U.S. residents	1,475,252	436,432	318,024	351,132	369,664	380,249	406,246
17	Bonds, gross sales by U.S. residents	1,456,072	437,519	328,060	329,428	361,065	381,402	391,063
18	**Bonds, net purchases by U.S. residents**	**–19,180**	**1,087**	**10,036**	**–21,704**	**–8,599**	**1,153**	**–15,183**
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	–23,967
22	*Of which:* United Kingdom	–59,714	–16,588	–5,782	–25,268	–12,076	–10,790	–19,889
23	Canada	–440	2,882	–825	–524	–1,973	3,171	487
24	Caribbean financial centers [2]	–1,094	305	–2,605	3,581	–2,375	–636	9,452
25	Latin America, excluding Caribbean financial centers	2,435	1,240	2,738	393	–1,936	–2,305	–4,130
26	Asia	31,822	9,396	16,386	–1,694	7,734	4,738	7,525
27	*Of which:* Japan	12,546	1,985	10,294	–3,648	3,915	–1,267	3,727
28	Africa	1,632	200	410	72	950	160	–51
29	Other	–1,935	–278	–1,194	349	–812	–87	–4,499
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 66 or lines 4 + 16 + 30 below)**	**369,793**	**45,476**	**81,678**	**84,401**	**158,238**	**79,973**	**115,335**
2	Stocks, gross purchases by foreign residents	3,989,421	988,581	1,026,924	893,898	1,080,018	1,034,840	1,087,377
3	Stocks, gross sales by foreign residents	3,928,886	983,826	1,018,008	892,781	1,034,271	1,013,674	1,074,647
4	**Stocks, net purchases by foreign residents**	**60,535**	**4,755**	**8,916**	**1,117**	**45,747**	**21,166**	**12,730**
	Net purchases by foreign residents, by area:							
5	Europe	36,384	4,938	6,516	–292	25,222	12,197	9,650
6	*Of which:* United Kingdom	29,159	1,621	5,019	1,239	21,280	8,289	7,524
7	Canada	3,942	2,906	1,931	565	–1,460	3,102	948
8	Caribbean financial centers [2]	1,827	–444	–5,582	–922	8,775	4,301	–2,024
9	Latin America, excluding Caribbean financial centers	–376	195	–267	–51	–253	–188	–63
10	Asia	6,546	–3,278	5,724	1,981	2,119	2,026	4,724
11	*Of which:* Japan	4,946	–3,277	2,450	1,947	3,826	–85	136
12	Africa	–77	–197	12	107	1	141	–51
13	Other	12,289	635	582	–271	11,343	–413	–454
14	Corporate bonds, gross purchases by foreign residents	1,142,793	283,009	265,446	288,528	305,810	309,467	323,053
15	Corporate bonds, gross sales by foreign residents	899,822	240,077	217,175	206,083	236,487	251,401	240,803
16	**Corporate bonds, net purchases by foreign residents**	**242,971**	**42,932**	**48,271**	**82,445**	**69,323**	**58,066**	**82,250**
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	54,806
20	*Of which:* United Kingdom	60,824	618	6,117	27,918	26,171	18,135	40,290
21	Canada	6,007	1,091	879	1,736	2,301	390	–260
22	Caribbean financial centers [2]	48,026	11,510	15,287	11,663	9,566	6,055	11,876
23	Latin America, excluding Caribbean financial centers	20,279	1,968	3,567	7,040	7,704	2,081	2,166
24	Asia	48,982	12,756	9,062	13,375	13,789	13,208	11,808
25	*Of which:* Japan	30,533	9,856	6,374	6,937	7,366	5,800	4,348
26	Africa	558	69	157	197	135	210	133
27	Other	2,565	1,285	619	715	–54	1,722	1,721
28	Federally sponsored agency bonds, gross purchases by foreign residents	1,100,350	276,874	333,845	258,877	230,754	223,656	228,493
29	Federally sponsored agency bonds, gross sales by foreign residents	1,034,063	279,085	309,354	258,038	187,586	222,915	208,138
30	**Federally sponsored agency bonds, net purchases by foreign residents**	**66,287**	**–2,211**	**24,491**	**839**	**43,168**	**741**	**20,355**
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	–2,979
34	*Of which:* United Kingdom	46,788	4,681	14,350	11,763	15,994	12,758	–3,563
35	Canada	4,904	2,394	786	513	1,211	2,531	2,903
36	Caribbean financial centers [2]	10,892	–1,555	5,473	742	6,232	–1,312	4,543
37	Latin America, excluding Caribbean financial centers	1,719	647	–1,818	1,685	1,205	4,737	307
38	Asia	20,708	3,392	10,324	–7,024	14,016	–10,939	15,330
39	*Of which:* Japan	16,616	–2,758	7,828	–6,555	18,101	–5,566	8,868
40	Africa	–125	142	134	–250	–151	–211	–21
41	Other	–281	–107	–134	231	–271	–168	272
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**	**11,503**
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	2,507,187
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	2,495,684
	Net purchases by foreign residents, by area:							
4	Europe	62,703	19,467	16,484	–1,668	28,420	16,992	21,736
5	Canada	16,250	4,382	1,317	2,892	7,659	5,868	5,656
6	Caribbean financial centers [2]	22,105	12,564	38,047	1,501	–30,007	63,685	–20,274
7	Latin America, excluding Caribbean financial centers	–3,382	–3,107	4,602	–4,464	–413	967	2,581
8	Asia	–11,717	–4,469	–501	–2,010	–4,737	–12,641	1,950
9	Africa	679	12	325	129	213	850	–326
10	Other	–812	–1,603	135	–99	755	–698	180
	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
2	Other U.S. Government securities (line B6)	38,485	11,424	479	11,542	15,040	24,938	21,620
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
4	U.S. stocks (part of line B16)	1,376	–451	245	149	1,433	–439	–222

See the footnotes on pages 108 and 109.

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

[Millions of dollars]

Line	(Credits +; decrease in U.S. assets or increase in U.S. liabilities. Debits –; increase in U.S. assets or decrease in U.S. liabilities.)	2004	Not seasonally adjusted						Amounts outstanding June 30, 2005
			2004				2005		
			I	II	III	IV	I [r]	II [2]	
A1	**Claims, total (table 1, line 53)**	**–149,001**	**–55,452**	**–5,390**	**–13,490**	**–74,669**	**–74,934**	**–9,642**	**807,476**
2	**Financial claims**	**–150,068**	**–54,897**	**–4,954**	**–16,179**	**–74,038**	**–74,230**	**–9,642**	**774,180**
3	Denominated in U.S. dollars	–125,482	–44,302	–2,428	–21,401	–57,351	–82,516	–10,835	620,141
4	Denominated in foreign currencies	–24,586	–10,595	–2,526	5,222	–16,687	8,286	1,193	154,039
	By instrument: [3]								
5	Resale agreements	–10,670	–936	–6,084	372	–4,022	5,697	2,299	3,930
6	Negotiable certificates of deposit	54	151	–123	59	–33	9	–79	173
7	Other short-term instruments (including money market instruments)	–6,730	583	–2,876	–2,184	–2,253	–2,034	3,085	8,721
8	Deposits	–109,490	–51,457	11,251	–16,333	–52,951	–77,967	–19,701	645,399
9	Other claims	–23,232	–3,238	–7,122	1,907	–14,779	65	4,754	115,957
10	*Of which:* Financial intermediaries' accounts [4]	–10,614	–108	–1,484	2,244	–11,266	2,299	309	75,502
	By area:								
11	Europe	–44,890	–37,119	14,412	–1,120	–21,063	–72,513	–1,997	451,778
	Of which:								
12	United Kingdom	–30,736	–24,008	10,058	–1,690	–15,096	–56,428	4,372	238,258
13	Germany	16,873	5,473	3,316	1,806	6,278	–408	–1,243	76,853
14	Caribbean financial centers [5]	–98,912	–15,688	–23,279	–14,922	–45,023	4,095	–8,552	275,492
15	Other	–6,266	–2,090	3,913	–137	–7,952	–5,812	907	46,910
16	**Commercial claims**	**1,067**	**–555**	**–436**	**2,689**	**–631**	**–704**	....	**33,296**
17	Denominated in U.S. dollars	–1,955	–929	–961	–502	437	–1,010	....	28,492
18	Denominated in foreign currencies	3,022	374	525	3,191	–1,068	306	....	4,804
	By instrument:								
19	Trade receivables	–449	–280	–1,119	2,592	–1,642	388	....	28,750
20	Advance payments and other claims	1,516	–275	683	97	1,011	–1,092	....	4,546
	By area:								
21	Europe	1,190	–62	1,024	561	–333	–605	....	14,016
22	Canada	1,064	–207	970	34	267	–147	....	2,155
23	Asia	–1,529	107	–949	–431	–256	334	....	8,574
24	Other	342	–393	–1,481	2,525	–309	–286	....	8,551
B1	**Liabilities, total (table 1, line 68)**	**124,358**	**44,623**	**3,887**	**14,752**	**61,096**	**93,897**	**–548**	**610,436**
2	**Financial liabilities**	**122,265**	**40,456**	**4,436**	**15,386**	**61,987**	**89,497**	**–548**	**577,343**
3	Denominated in U.S. dollars	94,476	71,963	–30,730	4,602	48,641	91,341	3,742	483,747
4	Denominated in foreign currencies	27,789	–31,507	35,166	10,784	13,346	–1,844	–4,290	93,596
	By instrument: [3]								
5	Repurchase agreements	19,604	6,305	11,046	–1,142	3,395	–7,738	–10,727	18,730
6	Short-term instruments	–2,978	–4,024	1,069	425	–448	–1,304	4,816	14,219
7	Other liabilities	105,639	38,175	–7,679	16,103	59,040	98,539	5,363	544,394
8	*Of which:* Financial intermediaries' accounts [4]	2,889	–6,517	–2,802	–3,534	15,742	1,780	1,816	63,998
	By area:								
9	Europe	90,609	36,869	–2,780	8,560	47,960	91,007	4,962	505,739
	Of which:								
10	United Kingdom	84,017	37,835	–7,047	7,842	45,387	79,039	–4,650	323,355
11	Germany	1,504	–2,422	287	–128	3,767	410	3,985	84,164
12	Caribbean financial centers [5]	23,041	–2,446	9,621	5,669	10,197	–4,403	–4,239	51,193
13	Other	8,615	6,033	–2,405	1,157	3,830	2,893	–1,271	20,411
14	**Commercial liabilities**	**2,093**	**4,167**	**–549**	**–634**	**–891**	**4,400**	....	**33,093**
15	Denominated in U.S. dollars	1,429	4,367	–803	–1,427	–708	4,415	....	29,870
16	Denominated in foreign currencies	664	–200	254	793	–183	–15	....	3,223
	By instrument:								
17	Trade payables	903	316	918	–47	–284	3,524	....	21,658
18	Advance receipts and other liabilities	1,190	3,851	–1,467	–587	–607	876	....	11,435
	By area:								
19	Europe	1,117	1,869	–1,177	–736	1,161	–1,191	....	10,086
20	Canada	–71	261	344	476	–1,152	2,379	....	2,140
21	Asia	477	937	–165	320	–615	2,271	....	14,455
22	Other	570	1,100	449	–694	–285	941	....	6,412

See the footnotes on pages 108 and 109.

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

[Millions of dollars]

Line	(Credits +; decrease in U.S. assets. Debits –; increase in U.S. assets.)	2004	Not seasonally adjusted						Amounts outstanding June 30, 2005
			2004				2005		
			I	II	III	IV	I[r]	II[p]	
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**	**–170,999**	**2,309,487**
2	**Claims for own accounts**	**–355,514**	**–182,071**	**–19,476**	**–56,875**	**–97,092**	**67,683**	**–170,588**	**1,879,247**
3	Denominated in dollars	–334,042	–178,154	–11,514	–62,451	–81,923	61,138	–169,214	1,776,262
	By instrument: [2]								
4	Resale agreements	–128,918	–36,798	3,377	–60,353	–35,144	3,724	–45,456	515,403
5	Negotiable certificates of deposit	–3,594	–1,165	–1,178	–297	–954	–273	–425	4,668
6	Other short-term instruments (including money market instruments)	570	158	–106	143	375	–1,152	–1,039	6,949
7	Deposits and brokerage balances	–120,368	–63,860	–18,280	10,971	–49,199	10,872	–68,704	700,467
8	Other claims (including loans)	–81,732	–76,489	4,673	–12,915	2,999	47,967	–53,590	548,775
	By foreign borrower:								
	Claims on:								
9	Foreign banks	–202,282	–134,056	400	–44,285	–24,341	45,625	–151,124	1,307,438
10	Foreign nonbanks, excluding foreign official institutions	–112,258	–27,027	–11,617	–23,431	–50,183	12,189	–10,400	387,074
11	Foreign official institutions [3]	–19,502	–17,071	–297	5,265	–7,399	3,324	–7,690	81,750
	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	–74,728	401,124
13	Foreign nonbanks and foreign official institutions	4,619	–2,745	2,010	6,344	–990	–2,412	999	47,902
	Foreign-owned banks' claims on:								
14	Foreign banks	–147,254	–80,014	–7,859	–8,569	–50,812	26,700	–46,834	764,523
15	Foreign nonbanks and foreign official institutions	–4,840	–671	–7,360	2,050	1,141	4,099	–2,248	71,146
	Brokers' and dealers' claims on:								
16	Foreign banks	–32,688	–16,270	7,020	–29,664	6,226	3,818	–29,562	141,791
17	Foreign nonbanks and foreign official institutions	–131,539	–40,682	–6,564	–26,560	–57,733	13,826	–16,841	349,776
18	Denominated in foreign currencies	–21,472	–3,917	–7,962	5,576	–15,169	6,545	–1,374	102,985
	By instrument: [2]								
19	Deposits and brokerage balances	–2,019	–182	–1,940	1,746	–1,643	–2,072	92	39,695
20	Other claims (including loans)	–19,453	–3,735	–6,022	3,830	–13,526	8,617	–1,466	63,290
21	**Claims for customers' accounts**	**–619**	**8,998**	**–21,534**	**12,088**	**–171**	**–18,405**	**–411**	**430,240**
22	Denominated in dollars	5,878	6,535	–20,382	16,243	3,482	–17,044	2,907	396,701
	By instrument: [2]								
23	Commercial paper [5]	6,472	–6,216	9,123	39	3,526	17	–3,049	118,818
24	Negotiable certificates of deposit	4,483	4,851	–18,998	18,738	–108	–4,479	5,499	82,107
25	Other short-term instruments (including money market instruments) [6]	–6,193	–5,976	304	3,441	–3,962	–1,357	–5,587	22,820
26	Deposits and brokerage balances (including sweep accounts) [7]	4,642	12,285	–12,426	–5,377	10,160	–12,354	8,779	157,220
27	Other claims	–3,526	1,591	1,615	–598	–6,134	1,129	–2,735	15,736
28	Denominated in foreign currencies	–6,497	2,463	–1,152	–4,155	–3,653	–1,361	–3,318	33,539
	By instrument: [2]								
29	Deposits and brokerage balances	–2,880	–519	–4,493	2,364	–232	–3,609	1,198	10,018
30	Other claims	–3,617	2,982	3,341	–6,519	–3,421	2,248	–4,516	23,521
	Claims, total (line 1), by area:								
31	Europe	–223,469	–114,565	–26,394	–34,367	–48,143	47,899	–81,959	1,121,338
	Of which:								
32	United Kingdom	–131,461	–51,578	–17,906	–40,373	–21,604	27,832	–33,816	603,453
33	Switzerland	–31,253	–24,619	10,413	–15,120	–1,927	24,730	–33,507	122,641
34	Canada	8,207	4,135	–716	7,093	–2,305	997	1,000	76,934
35	Caribbean financial centers [8]	–114,219	–48,951	–21,830	–10,025	–33,413	–7,247	–78,802	865,019
36	Latin America, excluding Caribbean financial centers	3,010	–757	715	2,861	191	–1,857	1,722	51,814
37	Asia	–29,491	–7,748	–4,368	–9,084	–8,291	7,748	–7,648	164,696
38	*Of which:* Japan	–26,715	5,449	–12,793	–10,118	–9,253	12,804	–5,591	93,650
39	Africa	3,382	–57	3,442	83	–86	–105	–224	1,364
40	Other	–3,553	–5,130	8,141	–1,348	–5,216	1,843	–5,088	28,322
	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	–59,327	395,606
	By bank ownership: [4]								
2	U.S.-owned IBFs	7,381	–16,359	–6,071	2,438	27,373	3,137	–25,596	69,398
3	Foreign-owned IBFs	–78,983	–29,107	4,112	–36,025	–17,963	25,849	–33,731	326,208

See the footnotes on pages 108 and 109.

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

[Millions of dollars]

Line	(Credits +; increase in U.S. liabilities. Debits –; decrease in U.S. liabilities.)	2004	Not seasonally adjusted						Amounts outstanding June 30, 2005
			2004				2005		
			I	II	III	IV	I[r]	II[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**	**162,358**	**2,487,922**
2	**U.S. Treasury bills and certificates (table 1, part of line 65)**	**21,132**	**4,685**	**15**	**2,612**	**13,820**	**888**	**–6,590**	**78,992**
3	**Other U.S. liabilities, total (table 1, line 69)**	**322,627**	**146,889**	**42,116**	**42,164**	**91,458**	**–67,735**	**168,948**	**2,408,930**
4	**Liabilities for own accounts**	**297,347**	**141,437**	**20,510**	**45,009**	**90,391**	**–81,989**	**174,625**	**1,987,992**
5	Denominated in dollars	296,048	139,128	17,933	40,259	98,728	–81,225	159,926	1,898,656
	By instrument: [2]								
6	Repurchase agreements	163,573	67,031	3,431	43,144	49,967	–38,787	14,188	511,498
7	Deposits and brokerage balances	85,932	12,021	37,510	1,018	35,383	–55,083	111,792	953,980
8	Other liabilities (including loans)	46,543	60,076	–23,008	–3,903	13,378	12,645	33,946	433,178
	By foreign holder:								
	Liabilities to:								
9	Foreign banks	106,781	79,395	1,175	–2,351	28,562	–62,320	177,734	1,355,427
10	Foreign nonbanks, including international organizations	189,267	59,733	16,758	42,610	70,166	–18,905	–17,808	543,229
	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	89,544	581,494
12	Foreign nonbanks, including international organizations	18,151	–1,943	6,304	2,106	11,684	1,389	4,119	99,902
	Foreign-owned banks' liabilities to:								
13	Foreign banks	71,069	32,637	–12,844	4,977	46,299	–27,353	61,771	572,676
14	Foreign nonbanks, including international organizations	4,750	4,468	–2,390	3,121	–449	184	–1,069	63,173
	Brokers' and dealers' liabilities to:								
15	Foreign banks	737	31,237	–14,278	4,910	–21,132	–5,960	26,419	201,257
16	Foreign nonbanks, including international organizations	166,366	57,208	12,844	37,383	58,931	–20,478	–20,858	380,154
17	Denominated in foreign currencies	1,299	2,309	2,577	4,750	–8,337	–764	14,699	89,336
	By instrument: [2]								
18	Deposits and brokerage balances	–7	2,553	–6,768	5,486	–1,278	3,886	8,115	45,772
19	Other liabilities (including loans)	1,306	–244	9,345	–736	–7,059	–4,650	6,584	43,564
20	**Liabilities for customers' accounts**	**25,280**	**5,452**	**21,606**	**–2,845**	**1,067**	**14,254**	**–5,677**	**420,938**
21	Denominated in dollars	21,398	2,703	21,468	–1,571	–1,202	13,196	–8,992	409,390
	By instrument: [2]								
22	Negotiable certificates of deposit and other short-term instruments	19,926	427	10,616	1,386	7,497	6,010	–11,638	204,176
23	Other liabilities (including loans)	1,472	2,276	10,852	–2,957	–8,699	7,186	2,646	205,214
24	Denominated in foreign currencies	3,882	2,749	138	–1,274	2,269	1,058	3,315	11,548
	Other U.S. liabilities, total (line 3), by area:								
25	Europe	119,382	91,383	14,034	43,402	–29,437	25,429	66,694	901,870
26	Canada	–4,950	–4,421	1,258	–324	–1,463	924	–938	30,416
27	Caribbean financial centers [4]	213,216	55,932	40,710	–1,900	118,474	–74,117	98,225	1,216,827
28	Latin America, excluding Caribbean financial centers	4,866	4,486	–2,560	–283	3,223	4,239	6,398	93,814
29	Asia	–3,594	1,372	–12,309	4,738	2,605	–25,982	2,824	142,795
30	Africa	–216	197	550	–614	–349	–288	21	8,026
31	Other	–6,077	–2,060	433	–2,855	–1,595	2,060	–4,276	15,182
	Memoranda:								
1	International banking facilities' (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	408,982
	By bank ownership: [3]								
2	U.S.-owned IBFs	2,275	13,974	904	10,105	–22,708	–3,420	30,056	103,679
3	Foreign-owned IBFs	105	26,697	–16,601	–4,013	–5,978	–30,126	42,896	305,303

See the footnotes on pages 108 and 109.

Table 11. U.S. International

[Millions of

Line	(Credits +; debits –) [1]	Europe							European Union [14]		
		2004	2004				2005		2004	2004	
			I	II	III	IV	I [r]	II [p]		I	II
	Current account										
1	**Exports of goods and services and income receipts**	**496,888**	**116,835**	**123,795**	**121,911**	**134,347**	**134,416**	**142,161**	**431,956**	**100,158**	**107,947**
2	Exports of goods and services	325,824	77,540	81,500	79,813	86,971	86,809	90,218	285,813	67,395	71,570
3	Goods, balance of payments basis [2]	189,418	46,373	47,902	44,819	50,324	51,395	53,723	167,669	40,805	42,311
4	Services [3]	136,406	31,167	33,598	34,994	36,647	35,414	36,495	118,144	26,590	29,259
5	Transfers under U.S. military agency sales contracts [4]	3,512	940	982	872	718	936	603	2,417	675	711
6	Travel	24,995	5,159	6,401	7,511	5,924	5,623	7,439	22,730	4,511	5,791
7	Passenger fares	6,946	1,387	1,693	2,111	1,755	1,517	1,868	6,449	1,320	1,560
8	Other transportation	12,693	2,820	3,143	3,265	3,465	3,366	3,619	11,285	2,467	2,742
9	Royalties and license fees [5]	25,237	5,906	6,072	5,877	7,382	6,744	6,790	21,183	4,948	5,089
10	Other private services [5]	62,830	14,908	15,258	15,304	17,360	17,183	16,131	53,941	12,638	13,330
11	U.S. Government miscellaneous services	193	47	49	54	43	45	45	139	31	36
12	Income receipts	171,064	39,295	42,295	42,098	47,376	47,607	51,943	146,143	32,763	36,377
13	Income receipts on U.S.-owned assets abroad	170,663	39,196	42,196	41,997	47,274	47,508	51,842	145,832	32,692	36,298
14	Direct investment receipts	101,485	24,597	26,178	24,005	26,705	24,071	27,035	83,912	19,725	21,834
15	Other private receipts	67,973	14,213	15,862	17,618	20,280	23,054	24,605	61,071	12,758	14,318
16	U.S. Government receipts	1,205	386	156	374	289	383	202	849	209	146
17	Compensation of employees	401	99	99	101	102	99	101	311	71	79
18	**Imports of goods and services and income payments**	**–619,715**	**–136,622**	**–158,848**	**–156,342**	**–167,903**	**–167,675**	**–186,424**	**–539,038**	**–117,862**	**–138,238**
19	Imports of goods and services	–446,957	–102,333	–114,087	–111,675	–118,862	–113,138	–127,349	–387,190	–87,828	–99,033
20	Goods, balance of payments basis [2]	–320,915	–74,476	–81,626	–78,262	–86,551	–82,535	–91,036	–278,153	–64,035	–70,975
21	Services [3]	–126,042	–27,857	–32,461	–33,413	–32,311	–30,603	–36,313	–109,037	–23,793	–28,058
22	Direct defense expenditures	–11,903	–2,964	–2,915	–3,036	–2,988	–2,929	–2,900	–10,506	–2,612	–2,581
23	Travel	–22,038	–3,875	–7,060	–6,758	–4,345	–3,905	–7,759	–20,032	–3,468	–6,273
24	Passenger fares	–11,737	–2,465	–3,238	–3,388	–2,646	–2,675	–3,587	–10,948	–2,277	–3,009
25	Other transportation	–20,142	–4,551	–4,922	–5,157	–5,512	–5,679	–5,879	–17,320	–3,760	–4,160
26	Royalties and license fees [5]	–13,081	–2,763	–3,029	–3,356	–3,933	–3,439	–3,542	–10,010	–2,063	–2,370
27	Other private services [5]	–45,464	–10,834	–10,889	–11,284	–12,457	–11,529	–12,220	–38,876	–9,289	–9,340
28	U.S. Government miscellaneous services	–1,677	–405	–408	–434	–430	–447	–426	–1,345	–324	–325
29	Income payments	–172,758	–34,289	–44,761	–44,667	–49,041	–54,537	–59,075	–151,848	–30,034	–39,205
30	Income payments on foreign-owned assets in the United States	–172,302	–34,166	–44,654	–44,565	–48,917	–54,409	–58,965	–151,480	–29,941	–39,116
31	Direct investment payments	–66,890	–12,061	–19,600	–18,175	–17,054	–20,635	–23,637	–57,885	–10,372	–16,643
32	Other private payments	–82,174	–16,727	–19,388	–20,468	–25,591	–26,964	–28,072	–74,874	–15,328	–17,856
33	U.S. Government payments	–23,238	–5,378	–5,666	–5,922	–6,272	–6,810	–7,256	–18,721	–4,241	–4,617
34	Compensation of employees	–456	–123	–107	–102	–124	–128	–110	–368	–93	–89
35	**Unilateral current transfers, net**	**–4,844**	**–723**	**–1,132**	**–459**	**–2,530**	**–1,418**	**–1,409**	**–1,727**	**–206**	**–421**
36	U.S. Government grants [4]	–2,115	–612	–508	–498	–497	–611	–544	–123	–50	–14
37	U.S. Government pensions and other transfers	–1,792	–435	–415	–425	–517	–414	–447	–1,486	–357	–370
38	Private remittances and other transfers [6]	–937	324	–209	464	–1,516	–393	–418	–118	201	–37
	Capital and financial account										
	Capital account										
39	**Capital account transactions, net**	**–590**	**–145**	**–147**	**–147**	**–151**	**–155**	**–93**	**–245**	**–56**	**–63**
	Financial account										
40	**U.S.-owned assets abroad, net (increase/financial outflow (–))**	**–472,551**	**–191,472**	**–78,891**	**–85,846**	**–116,342**	**–62,985**	**–138,190**	**–420,121**	**–157,078**	**–76,011**
41	U.S. official reserve assets, net	–621	–158	–132	–148	–183	–145	–136	–465	–118	–91
42	Gold [7]	....	....	....	....	....	....	....	....	....	....
43	Special drawing rights	....	....	....	....	....	....	....	....	....	....
44	Reserve position in the International Monetary Fund	....	....	....	....	....	....	....	....	....	....
45	Foreign currencies	–621	–158	–132	–148	–183	–145	–136	–465	–118	–91
46	U.S. Government assets, other than official reserve assets, net	1,268	647	95	311	215	278	190	612	327	18
47	U.S. credits and other long-term assets	–222	–25	–24	–63	–110	–83	–120	–127	....	....
48	Repayments on U.S. credits and other long-term assets [8]	1,443	685	84	382	292	350	304	737	335	33
49	U.S. foreign currency holdings and U.S. short-term assets, net	47	–13	35	–8	33	11	6	2	–8	–15
50	U.S. private assets, net	–473,198	–191,961	–78,854	–86,009	–116,374	–63,118	–138,244	–420,268	–157,287	–75,938
51	Direct investment	–96,848	–26,504	–39,354	–15,028	–15,962	–12,842	–20,702	–83,195	–22,395	–35,592
52	Foreign securities	–109,180	–13,711	–28,542	–36,055	–30,872	–25,058	–33,585	–110,690	–16,126	–28,281
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	–43,701	–37,181	15,436	–559	–21,397	–73,117	–1,998	–43,631	–37,230	17,910
54	U.S. claims reported by U.S. banks, not included elsewhere	–223,469	–114,565	–26,394	–34,367	–48,143	47,899	–81,959	–182,752	–81,536	–29,975
55	**Foreign-owned assets in the United States, net (increase/financial inflow (+))**	**547,509**	**160,495**	**89,652**	**137,041**	**160,321**	**194,934**	**177,941**	**475,825**	**127,770**	**64,651**
56	Foreign official assets in the United States, net	43,646	4,596	22,823	4,826	11,401	–7,259	17,384	(18)	(18)	(18)
57	U.S. Government securities	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
58	U.S. Treasury securities [9]	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
59	Other [10]	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
60	Other U.S. Government liabilities [11]	–385	–141	–261	–79	96	–184	145	–270	–76	–198
61	U.S. liabilities reported by U.S. banks, not included elsewhere	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
62	Other foreign official assets [12]	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
63	Other foreign assets in the United States, net	503,863	155,899	66,829	132,215	148,920	202,193	160,557	(18)	(18)	(18)
64	Direct investment	41,397	–6,164	6,359	26,422	14,780	17,113	12,311	38,426	–7,979	6,137
65	U.S. Treasury securities	69,951	19,875	15,452	2,198	32,426	17,135	15,114	(18)	(18)	(18)
66	U.S. securities other than U.S. Treasury securities	181,408	12,067	34,942	52,369	82,030	52,700	61,477	159,771	4,729	29,864
67	U.S. currency	....	....	....	....	....	....	....	....	....	....
68	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	91,725	38,738	–3,958	7,824	49,121	89,816	4,961	92,052	40,248	–11,039
69	U.S. liabilities reported by U.S. banks, not included elsewhere	119,382	91,383	14,034	43,402	–29,437	25,429	66,694	[18] 185,846	[18] 90,848	[18] 39,887
70	**Statistical discrepancy (sum of above items with sign reversed)**	**53,303**	**51,632**	**25,571**	**–16,158**	**–7,742**	**–97,117**	**6,014**	**53,350**	**47,274**	**42,135**
	Memoranda:										
71	Balance on goods (lines 3 and 20)	–131,497	–28,103	–33,724	–33,443	–36,227	–31,140	–37,313	–110,484	–23,230	–28,664
72	Balance on services (lines 4 and 21)	10,364	3,310	1,137	1,581	4,336	4,811	182	9,107	2,797	1,201
73	Balance on goods and services (lines 2 and 19)	–121,133	–24,793	–32,587	–31,862	–31,891	–26,329	–37,131	–101,377	–20,433	–27,463
74	Balance on income (lines 12 and 29)	–1,694	5,006	–2,466	–2,569	–1,665	–6,930	–7,132	–5,705	2,729	–2,828
75	Unilateral current transfers, net (line 35)	–4,844	–723	–1,132	–459	–2,530	–1,418	–1,409	–1,727	–206	–421
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) [13]	–127,671	–20,510	–36,185	–34,890	–36,086	–34,677	–45,672	–108,809	–17,910	–30,712

See the footnotes on pages 108 and 109.

Transactions, by Area—Continues

of dollars]

European Union [14]				United Kingdom							Canada							Line
2004		2005		2004	2004				2005		2004	2004				2005		
III	IV	I r	II p		I	II	III	IV	I r	II p		I	II	III	IV	I r	II p	
106,930	**116,921**	**116,992**	**124,161**	**124,479**	**28,001**	**30,520**	**31,459**	**34,499**	**34,286**	**36,758**	**252,544**	**60,221**	**65,018**	**61,843**	**65,462**	**67,372**	**72,480**	1
70,716	76,132	75,931	79,279	75,734	18,175	18,820	18,852	19,887	19,984	21,219	219,898	52,787	56,282	53,658	57,171	59,096	63,329	2
40,086	44,467	45,259	47,481	35,120	8,925	8,857	8,472	8,866	9,175	10,125	189,982	44,896	48,791	46,591	49,704	50,486	55,006	3
30,630	31,665	30,672	31,798	40,614	9,250	9,963	10,380	11,021	10,809	11,094	29,916	7,891	7,491	7,067	7,467	8,610	8,323	4
556	475	603	378	440	91	108	145	96	112	73	130	60	29	22	19	58	34	5
6,963	5,465	5,183	6,730	9,576	1,990	2,371	2,830	2,385	2,315	2,755	7,930	2,279	2,265	1,728	1,658	2,650	2,582	6
1,947	1,622	1,370	1,723	3,079	659	741	864	815	549	820	2,506	734	582	599	591	804	706	7
2,975	3,101	3,036	3,254	2,999	676	729	812	782	860	865	2,744	671	699	677	697	698	756	8
5,008	6,138	5,464	5,572	4,519	986	1,028	1,048	1,457	1,138	1,131	3,574	898	829	874	973	908	948	9
13,139	14,834	14,985	14,107	19,957	4,839	4,974	4,666	5,478	5,827	5,441	12,942	3,227	3,063	3,146	3,506	3,468	3,276	10
42	30	31	34	44	9	12	15	8	8	9	90	22	24	21	23	24	21	11
36,214	40,789	41,061	44,882	48,745	9,826	11,700	12,607	14,612	14,302	15,539	32,646	7,434	8,736	8,185	8,291	8,276	9,151	12
36,134	40,708	40,986	44,802	48,651	9,803	11,677	12,583	14,588	14,280	15,515	32,536	7,407	8,710	8,157	8,262	8,246	9,122	13
20,117	22,236	20,012	22,540	19,254	3,984	5,040	4,931	5,299	3,606	4,092	22,567	5,097	6,239	5,665	5,566	5,250	6,171	14
15,785	18,210	20,759	22,114	29,324	5,819	6,637	7,652	9,216	10,674	11,423	9,969	2,310	2,471	2,492	2,696	2,996	2,951	15
232	262	215	148	73	....	....	....	73	....	....	....	....	....	....	....	....	....	16
80	81	75	80	94	23	23	24	24	22	24	110	27	26	28	29	30	29	17
–136,891	**–146,047**	**–147,398**	**–163,822**	**–140,645**	**–31,549**	**–36,342**	**–33,531**	**–39,223**	**–42,734**	**–45,919**	**–294,040**	**–68,518**	**–75,575**	**–73,908**	**–76,039**	**–76,952**	**–80,775**	18
–97,248	–103,081	–98,069	–110,279	–80,156	–18,920	–20,439	–19,281	–21,516	–20,627	–22,404	–279,736	–65,597	–71,968	–70,608	–71,563	–72,798	–76,555	19
–68,144	–74,999	–71,598	–78,572	–46,032	–10,874	–11,967	–10,655	–12,536	–11,502	–12,700	–259,034	–61,390	–66,643	–64,173	–66,828	–68,295	–71,107	20
–29,104	–28,082	–26,471	–31,707	–34,124	–8,046	–8,472	–8,626	–8,980	–9,125	–9,704	–20,702	–4,207	–5,325	–6,435	–4,735	–4,503	–5,448	21
–2,682	–2,631	–2,607	–2,590	–960	–282	–245	–227	–206	–222	–220	–136	–26	–37	–31	–42	–41	–40	22
–6,290	–4,001	–3,643	–6,894	–6,071	–1,213	–1,660	–1,863	–1,335	–1,496	–1,825	–7,178	–1,040	–1,797	–3,150	–1,191	–1,116	–1,898	23
–3,188	–2,474	–2,529	–3,331	–3,784	–910	–1,003	–955	–916	–932	–1,118	–442	–75	–132	–134	–101	–81	–127	24
–4,554	–4,846	–4,953	–5,138	–3,699	–859	–881	–941	–1,018	–1,026	–1,047	–4,057	–981	–1,031	–988	–1,057	–1,026	–1,087	25
–2,383	–3,194	–2,711	–2,873	–2,207	–401	–533	–375	–898	–870	–800	–766	–175	–199	–184	–208	–219	–226	26
–9,658	–10,589	–9,667	–10,539	–17,218	–4,341	–4,111	–4,217	–4,549	–4,532	–4,651	–7,815	–1,849	–2,057	–1,861	–2,048	–1,936	–1,991	27
–349	–347	–361	–342	–185	–40	–39	–48	–58	–47	–43	–308	–61	–72	–87	–88	–84	–79	28
–39,643	–42,966	–49,329	–53,543	–60,489	–12,629	–15,903	–14,250	–17,707	–22,107	–23,515	–14,304	–2,921	–3,607	–3,300	–4,476	–4,154	–4,220	29
–39,557	–42,866	–49,226	–53,451	–60,409	–12,608	–15,884	–14,231	–17,686	–22,085	–23,495	–13,928	–2,825	–3,518	–3,211	–4,374	–4,049	–4,122	30
–16,136	–14,734	–19,146	–22,100	–22,182	–4,590	–6,972	–4,809	–5,811	–8,537	–8,971	–6,520	–1,207	–1,828	–1,490	–1,995	–1,923	–1,852	31
–18,605	–23,085	–24,504	–25,435	–34,559	–7,335	–8,112	–8,466	–10,646	–11,956	–12,751	–6,240	–1,346	–1,416	–1,444	–2,034	–1,689	–1,724	32
–4,816	–5,047	–5,576	–5,916	–3,668	–683	–800	–956	–1,229	–1,592	–1,773	–1,168	–272	–274	–277	–345	–437	–546	33
–86	–100	–103	–92	–80	–21	–19	–19	–21	–22	–20	–376	–96	–89	–89	–102	–105	–98	34
–88	**–1,012**	**151**	**–564**	**1,760**	**710**	**551**	**492**	**7**	**361**	**496**	**–685**	**–293**	**–257**	**–91**	**–44**	**–238**	**–258**	35
–22	–37	–20	–2	....	....	....	....	....	....	....	....	....	....	....	....	....	....	36
–368	–391	–377	–369	–249	–62	–62	–62	–63	–64	–60	–566	–141	–142	–142	–141	–146	–162	37
302	–584	548	–193	2,009	772	613	554	70	425	556	–119	–152	–115	51	97	–92	–96	38
–62	**–64**	**–65**	**–5**	**–37**	**–9**	**–9**	**–9**	**–10**	**–10**	**–5**	**78**	**12**	**19**	**28**	**19**	**15**	**21**	39
–71,857	**–115,175**	**–97,100**	**–81,754**	**–286,010**	**–94,462**	**–46,741**	**–76,836**	**–67,971**	**–63,395**	**–61,519**	**–28,417**	**498**	**–15,988**	**–171**	**–12,756**	**–12,521**	**–1,545**	40
–111	–145	–118	–110	....	....	....	....	....	....	....	....	....	....	....	....	....	....	41
....	....	....	....	....	....	....	....	....	....	....	....	....	....	....	....	....	....	42
....	....	....	....	....	....	....	....	....	....	....	....	....	....	....	....	....	....	43
....	....	....	....	....	....	....	....	....	....	....	....	....	....	....	....	....	....	44
–111	–145	–118	–110	....	....	....	....	....	....	....	....	....	....	....	....	....	....	45
136	131	122	171	74	–5	–7	–4	90	10	....	....	....	....	....	....	....	....	46
–46	–81	–48	–88	....	....	....	....	....	....	....	....	....	....	....	....	....	....	47
189	180	159	253	72	....	....	....	72	....	....	....	....	....	....	....	....	....	48
–7	32	11	6	2	–5	–7	–4	18	10	....	....	....	....	....	....	....	....	49
–71,882	–115,161	–97,104	–81,815	–286,084	–94,457	–46,734	–76,832	–68,061	–63,405	–61,519	–28,417	498	–15,988	–171	–12,756	–12,521	–1,545	50
–12,484	–12,724	–12,590	–17,421	–22,926	–2,492	–15,237	–1,178	–4,019	–6,969	–9,695	–22,440	–6,371	–4,930	–4,849	–6,290	–8,958	–2,939	51
–35,306	–30,977	–23,240	–26,990	–101,165	–16,256	–23,779	–33,679	–27,451	–28,055	–22,380	–13,877	3,367	–12,488	–1,068	–3,688	423	1,139	52
–477	–23,834	–72,950	–598	–30,532	–24,131	10,188	–1,602	–14,987	–56,213	4,372	–307	–633	2,146	–1,347	–473	–4,983	–745	53
–23,615	–47,626	11,676	–36,806	–131,461	–51,578	–17,906	–40,373	–21,604	27,832	–33,816	8,207	4,135	–716	7,093	–2,305	997	1,000	54
125,555	**157,849**	**221,361**	**116,515**	**384,745**	**113,451**	**45,899**	**109,132**	**116,263**	**149,114**	**108,770**	**63,420**	**14,220**	**23,741**	**11,723**	**13,736**	**29,007**	**8,939**	55
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	1,672	1,572	–114	1,024	–810	–665	451	56
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)	(17)	(17)	(17)	(17)	57
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)	(17)	(17)	(17)	(17)	58
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)	(17)	(17)	(17)	(17)	59
2	2	–98	167	–63	11	–15	–31	–28	–10	27	25	–31	23	5	28	–7	12	60
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)	(17)	(17)	(17)	(17)	61
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)	(17)	(17)	(17)	(17)	62
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	61,748	12,648	23,855	10,699	14,546	29,672	8,488	63
26,797	13,471	14,715	12,644	19,430	–4,825	4,197	13,634	6,424	6,054	2,265	31,805	1,128	21,427	4,442	4,808	8,047	1,932	64
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)	(17)	(17)	(17)	(17)	65
48,332	76,846	53,404	59,971	136,771	6,920	25,486	40,920	63,445	39,182	44,251	14,853	6,391	3,596	2,814	2,052	6,023	3,591	66
....	....	....	....	....	....	....	....	....	....	....	....	....	....	....	....	....	....	67
10,782	52,061	90,027	3,431	86,007	39,486	–7,901	7,372	47,050	77,524	–4,650	(17)	(17)	(17)	(17)	(17)	(17)	(17)	68
[18] 39,642	[18] 15,469	[18] 63,313	[18] 40,302	[18] 142,600	[18] 71,859	[18] 24,132	[18] 47,237	[18] –628	[18] 26,364	[18] 66,877	–4,950	–4,421	1,258	–324	–1,463	924	–938	69
–23,587	**–12,472**	**–93,941**	**5,469**	**–84,292**	**–16,142**	**6,122**	**–30,707**	**–43,565**	**–77,622**	**–38,581**	**7,100**	**–6,140**	**3,042**	**576**	**9,622**	**–6,683**	**1,138**	70
–28,058	–30,532	–26,339	–31,091	–10,912	–1,949	–3,110	–2,183	–3,670	–2,327	–2,575	–69,052	–16,494	–17,852	–17,582	–17,124	–17,809	–16,101	71
1,526	3,583	4,201	91	6,490	1,204	1,491	1,754	2,041	1,684	1,390	9,214	3,684	2,166	632	2,732	4,107	2,875	72
–26,532	–26,949	–22,138	–31,000	–4,422	–745	–1,619	–429	–1,629	–643	–1,185	–59,838	–12,810	–15,686	–16,950	–14,392	–13,702	–13,226	73
–3,429	–2,177	–8,268	–8,661	–11,744	–2,803	–4,203	–1,643	–3,095	–7,805	–7,976	18,342	4,513	5,129	4,885	3,815	4,122	4,931	74
–88	–1,012	151	–564	1,760	710	551	492	7	361	496	–685	–293	–257	–91	–44	–238	–258	75
–30,049	–30,138	–30,255	–40,225	–14,406	–2,838	–5,271	–1,580	–4,717	–8,087	–8,665	–42,181	–8,590	–10,814	–12,156	–10,621	–9,818	–8,553	76

Table 11. U.S. International

[Millions

Line	(Credits +; debits –) [1]	Latin America and Other Western Hemisphere						
		2004	2004				2005	
			I	II	III	IV	I [r]	II [p]
	Current account							
1	**Exports of goods and services and income receipts**	**296,334**	**67,812**	**72,052**	**75,176**	**81,294**	**79,880**	**86,656**
2	Exports of goods and services	230,422	53,408	56,872	58,462	61,680	58,500	63,679
3	Goods, balance of payments basis [2]	171,887	40,441	42,830	42,954	45,662	44,275	48,384
4	Services [3]	58,535	12,967	14,042	15,508	16,018	14,225	15,295
5	Transfers under U.S. military agency sales contracts [4]	453	114	124	104	111	141	111
6	Travel	18,577	3,767	4,537	5,445	4,828	3,891	5,184
7	Passenger fares	4,826	1,050	1,220	1,346	1,210	1,276	1,464
8	Other transportation	4,336	937	1,050	1,105	1,244	1,219	1,278
9	Royalties and license fees [5]	4,509	871	951	984	1,703	1,613	1,519
10	Other private services [5]	25,680	6,189	6,122	6,484	6,885	6,049	5,705
11	U.S. Government miscellaneous services	154	39	38	40	37	36	34
12	Income receipts	65,912	14,404	15,180	16,714	19,614	21,380	22,977
13	Income receipts on U.S.-owned assets abroad	65,709	14,354	15,129	16,663	19,563	21,328	22,925
14	Direct investment receipts	33,379	8,038	7,913	8,337	9,091	9,160	9,339
15	Other private receipts	32,025	6,272	7,126	8,277	10,350	12,139	13,499
16	U.S. Government receipts	305	44	90	49	122	29	87
17	Compensation of employees	203	50	51	51	51	52	52
18	**Imports of goods and services and income payments**	**–368,024**	**–81,867**	**–90,893**	**–95,065**	**–100,199**	**–99,973**	**–109,972**
19	Imports of goods and services	–314,339	–71,759	–78,223	–80,662	–83,695	–82,263	–89,899
20	Goods, balance of payments basis [2]	–255,762	–58,300	–63,559	–65,298	–68,605	–67,061	–74,277
21	Services [3]	–58,577	–13,459	–14,664	–15,364	–15,090	–15,202	–15,622
22	Direct defense expenditures	–413	–106	–110	–121	–76	–78	–75
23	Travel	–20,981	–5,039	–5,233	–5,589	–5,120	–5,978	–5,753
24	Passenger fares	–3,535	–675	–1,022	–1,038	–800	–764	–1,138
25	Other transportation	–4,801	–1,080	–1,173	–1,209	–1,339	–1,608	–1,514
26	Royalties and license fees [5]	–1,696	–307	–393	–459	–537	–345	–464
27	Other private services [5]	–26,537	–6,113	–6,558	–6,785	–7,081	–6,293	–6,541
28	U.S. Government miscellaneous services	–614	–139	–175	–163	–137	–136	–137
29	Income payments	–53,685	–10,108	–12,670	–14,403	–16,504	–17,710	–20,073
30	Income payments on foreign-owned assets in the United States	–46,498	–8,471	–10,889	–12,514	–14,624	–16,095	–18,332
31	Direct investment payments	–3,144	–185	–1,174	–1,108	–677	–529	–1,026
32	Other private payments	–34,291	–6,488	–7,502	–8,845	–11,456	–12,727	–14,022
33	U.S. Government payments	–9,063	–1,798	–2,213	–2,561	–2,491	–2,839	–3,284
34	Compensation of employees	–7,187	–1,637	–1,781	–1,889	–1,880	–1,615	–1,741
35	**Unilateral current transfers, net**	**–33,002**	**–8,729**	**–8,644**	**–5,677**	**–9,952**	**–9,060**	**–9,053**
36	U.S. Government grants [4]	–2,240	–521	–474	–709	–536	–692	–574
37	U.S. Government pensions and other transfers	–960	–221	–202	–212	–325	–191	–221
38	Private remittances and other transfers [6]	–29,802	–7,987	–7,968	–4,756	–9,091	–8,177	–8,258
	Capital and financial account							
	Capital account							
39	**Capital account transactions, net**	**–122**	**–11**	**–11**	**–15**	**–85**	**–80**	**48**
	Financial account							
40	**U.S.-owned assets abroad, net (increase/financial outflow (–))**	**–227,145**	**–72,424**	**–49,906**	**–25,161**	**–79,654**	**–9,773**	**–84,791**
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	99	95	201	146	168	60
47	U.S. credits and other long-term assets	–361	–36	–128	–90	–107	–29	–42
48	Repayments on U.S. credits and other long-term assets [8]	829	147	122	307	253	192	102
49	U.S. foreign currency holdings and U.S. short-term assets, net	73	–12	101	–16	....	5	....
50	U.S. private assets, net	–227,686	–72,523	–50,001	–25,362	–79,800	–9,941	–84,851
51	Direct investment	–20,978	–8,281	–5,996	–7,319	618	1,394	92
52	Foreign securities	4,384	1,068	–1,379	5,536	–841	–5,770	8
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	–99,961	–16,286	–22,812	–15,508	–45,355	4,201	–7,720
54	U.S. claims reported by U.S. banks, not included elsewhere	–111,131	–49,024	–19,814	–8,071	–34,222	–9,766	–77,231
55	**Foreign-owned assets in the United States, net (increase/financial inflow (+))**	**379,197**	**92,764**	**116,880**	**23,938**	**145,615**	**5,611**	**91,921**
56	Foreign official assets in the United States, net	24,412	7,562	9,078	3,841	3,931	–771	1,484
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	33	60	51	98	46	47
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	85,202	107,802	20,097	141,684	6,382	90,437
64	Direct investment	383	2,945	–807	–466	–1,289	–1,863	–708
65	U.S. Treasury securities	(17)	(17)	(17)	(17)	(17)	(17)	(17)
66	U.S. securities other than U.S. Treasury securities	82,367	12,321	16,660	20,157	33,229	15,674	16,805
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	60,418	38,150	–2,183	121,697	–69,878	104,623
70	**Statistical discrepancy (sum of above items with sign reversed)**	**–47,238**	**2,455**	**–39,478**	**26,804**	**–37,019**	**–33,395**	**25,191**
	Memoranda:							
71	Balance on goods (lines 3 and 20)	–83,875	–17,859	–20,729	–22,344	–22,943	–22,786	–25,893
72	Balance on services (lines 4 and 21)	–42	–492	–622	144	928	–977	–327
73	Balance on goods and services (lines 2 and 19)	–83,917	–18,351	–21,351	–22,200	–22,015	–23,763	–26,220
74	Balance on income (lines 12 and 29)	12,227	4,296	2,510	2,311	3,110	3,670	2,904
75	Unilateral current transfers, net (line 35)	–33,002	–8,729	–8,644	–5,677	–9,952	–9,060	–9,053
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) [13]	–104,692	–22,784	–27,485	–25,566	–28,857	–29,153	–32,369

See the footnotes on pages 108 and 109.

Transactions, by Area—Continues

of dollars]

Mexico[15] 2004	Mexico 2004 I	Mexico 2004 II	Mexico 2004 III	Mexico 2004 IV	Mexico 2005 I[r]	Mexico 2005 II[p]	Japan 2004	Japan 2004 I	Japan 2004 II	Japan 2004 III	Japan 2004 IV	Japan 2005 I[r]	Japan 2005 II[p]	Line
138,323	**32,341**	**34,471**	**34,788**	**36,723**	**35,478**	**37,577**	**107,476**	**25,803**	**26,384**	**26,908**	**28,381**	**28,221**	**28,044**	1
128,698	30,060	32,120	32,494	34,024	32,769	34,640	87,907	21,101	21,498	22,168	23,140	22,762	22,415	2
110,698	25,847	27,698	27,898	29,255	27,996	29,832	52,288	12,804	13,356	12,812	13,316	12,612	13,247	3
18,000	4,213	4,422	4,596	4,769	4,773	4,808	35,619	8,297	8,142	9,356	9,824	10,150	9,168	4
6	1	4	1	......	......	1	412	110	115	110	77	122	91	5
6,257	1,417	1,504	1,572	1,764	1,576	1,658	10,051	2,171	2,097	2,736	3,047	2,969	2,438	6
1,367	324	348	356	339	438	498	3,043	709	675	896	763	833	748	7
1,158	254	284	308	312	332	330	3,693	875	947	890	981	981	1,088	8
1,253	270	308	323	352	314	335	7,671	1,777	1,776	1,937	2,181	2,129	2,049	9
7,940	1,942	1,969	2,031	1,998	2,109	1,982	10,739	2,653	2,530	2,784	2,772	3,113	2,752	10
19	5	5	5	4	4	4	10	2	2	3	3	3	2	11
9,625	2,281	2,351	2,294	2,699	2,709	2,937	19,569	4,702	4,886	4,740	5,241	5,459	5,629	12
9,597	2,274	2,344	2,287	2,692	2,702	2,930	19,493	4,683	4,867	4,721	5,222	5,440	5,610	13
7,582	1,825	1,857	1,780	2,120	2,065	2,317	11,340	2,818	2,920	2,650	2,952	2,854	2,916	14
1,999	445	483	503	568	634	610	8,152	1,865	1,947	2,070	2,270	2,586	2,694	15
16	4	4	4	4	3	3	1	......	......	1	......	......	......	16
28	7	7	7	7	7	7	76	19	19	19	19	19	19	17
–179,695	**–41,995**	**–45,267**	**–45,129**	**–47,304**	**–45,595**	**–50,215**	**–200,097**	**–46,879**	**–49,465**	**–50,106**	**–53,647**	**–51,904**	**–53,835**	18
–170,790	–40,356	–43,088	–42,557	–44,789	–43,193	–47,521	–151,214	–36,437	–37,398	–37,483	–39,896	–39,786	–40,106	19
–157,105	–36,808	–39,777	–39,300	–41,220	–39,145	–43,899	–129,807	–31,202	–32,108	–32,207	–34,290	–33,958	–34,464	20
–13,685	–3,548	–3,311	–3,257	–3,569	–4,048	–3,622	–21,407	–5,235	–5,290	–5,276	–5,606	–5,828	–5,642	21
–13	–4	–3	–4	–2	–4	–4	–1,622	–452	–402	–414	–354	–356	–355	22
–9,317	–2,517	–2,259	–2,106	–2,435	–2,976	–2,502	–2,467	–542	–708	–670	–547	–642	–779	23
–860	–212	–215	–234	–199	–245	–236	–910	–291	–171	–169	–279	–293	–191	24
–1,049	–252	–259	–263	–275	–264	–261	–5,832	–1,314	–1,402	–1,553	–1,563	–1,558	–1,649	25
–245	–30	–37	–87	–91	–28	–58	–6,056	–1,578	–1,492	–1,371	–1,615	–1,747	–1,442	26
–1,996	–479	–483	–513	–521	–486	–516	–4,373	–1,023	–1,077	–1,063	–1,210	–1,199	–1,193	27
–205	–54	–55	–50	–46	–45	–45	–147	–35	–38	–36	–38	–33	–33	28
–8,905	–1,639	–2,179	–2,572	–2,515	–2,402	–2,694	–48,883	–10,442	–12,067	–12,623	–13,751	–12,118	–13,729	29
–1,890	–37	–432	–727	–694	–823	–986	–48,798	–10,417	–12,049	–12,607	–13,725	–12,092	–13,710	30
241	349	18	–151	25	19	–32	–12,463	–2,491	–3,146	–3,285	–3,541	–1,940	–3,325	31
–964	–144	–168	–259	–393	–443	–472	–7,512	–1,486	–1,750	–1,850	–2,426	–2,326	–2,347	32
–1,167	–242	–282	–317	–326	–399	–482	–28,823	–6,440	–7,153	–7,472	–7,758	–7,826	–8,038	33
–7,015	–1,602	–1,747	–1,845	–1,821	–1,579	–1,708	–85	–25	–18	–16	–26	–26	–19	34
–9,974	**–2,451**	**–2,441**	**–2,463**	**–2,619**	**–2,584**	**–2,510**	**526**	**41**	**155**	**194**	**136**	**5**	**149**	35
–41	–8	–9	–8	–16	–10	–10	......	......	......	......	......	......	......	36
–280	–63	–64	–63	–90	–64	......	–152	–37	–38	–38	–39	–40	–27	37
–9,653	–2,380	–2,368	–2,392	–2,513	–2,510	–2,500	678	78	193	232	175	45	176	38
36	**9**	**9**	**9**	**9**	**8**	**65**	**20**	**5**	**5**	**5**	**5**	**5**	**3**	39
–4,974	**900**	**903**	**–2,530**	**–4,247**	**–3,285**	**–2,698**	**–57,955**	**–8,624**	**–12,833**	**–19,005**	**–17,493**	**8,533**	**–8,676**	40
......	......	......	......	......	......	......	–2	......	–1	–1	......	......	......	41
......	......	......	......	......	......	......	......	......	......	......	......	......	......	42
......	......	......	......	......	......	......	......	......	......	......	......	......	......	43
......	......	......	......	......	......	......	......	......	......	......	......	......	......	44
......	......	......	......	......	......	......	–2	......	–1	–1	......	......	......	45
39	8	8	12	11	9	4	6	......	......	–1	7	1	......	46
–6	–2	–3	–1	......	–1	......	......	......	......	......	......	......	......	47
45	10	11	13	11	10	4	......	......	......	......	......	......	......	48
......	......	......	......	......	......	......	6	......	......	–1	7	1	......	49
–5,013	892	895	–2,542	–4,258	–3,294	–2,702	–57,959	–8,624	–12,832	–19,003	–17,500	8,532	–8,676	50
–7,424	–2,209	–1,925	–1,012	–2,278	–1,688	–1,617	–10,689	–1,475	–3,673	–2,202	–3,339	1,004	–3,923	51
3,034	2,270	1,628	–272	–592	–1,327	–1,226	–20,516	–13,421	4,572	–7,246	–4,421	–5,722	3,154	52
–701	147	–109	–351	–388	383	292	–39	823	–938	563	–487	446	–2,316	53
78	684	1,301	–907	–1,000	–662	–151	–26,715	5,449	–12,793	–10,118	–9,253	12,804	–5,591	54
27,252	**3,528**	**8,047**	**6,470**	**9,207**	**2,388**	**4,215**	**232,007**	**104,209**	**57,582**	**36,175**	**34,041**	**–21,639**	**16,132**	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	–1	–4	–1	1	3	......	44	–102	–83	423	–194	–1,162	127	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	–1	–380	–283	123	–1,055	–95	16,146	3,294	4,420	3,167	5,265	904	3,058	64
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	65
14,545	573	463	7,688	5,821	4,745	781	52,095	3,821	16,652	2,329	29,293	149	13,352	66
......	......	......	......	......	......	......	......	......	......	......	......	......	......	67
706	108	377	180	41	–7	66	1,894	1,378	518	–542	540	–899	378	68
[18] 12,547	[18] 2,849	[18] 7,591	[18] –1,114	[18] 3,221	[18] –1,298	[18] 3,463	[18] 161,828	[18] 95,818	[18] 36,075	[18] 30,798	[18] –863	[18] –20,631	[18] –783	69
29,032	**7,668**	**4,278**	**8,855**	**8,231**	**13,590**	**13,566**	**–81,977**	**–74,555**	**–21,828**	**5,829**	**8,577**	**36,779**	**18,183**	70
–46,407	–10,961	–12,079	–11,402	–11,965	–11,149	–14,067	–77,519	–18,398	–18,752	–19,395	–20,974	–21,346	–21,217	71
4,315	665	1,111	1,339	1,200	725	1,186	14,212	3,062	2,852	4,080	4,218	4,322	3,526	72
–42,092	–10,296	–10,968	–10,063	–10,765	–10,424	–12,881	–63,307	–15,336	–15,900	–15,315	–16,756	–17,024	–17,691	73
720	642	172	–278	184	307	243	–29,314	–5,740	–7,181	–7,883	–8,510	–6,659	–8,100	74
–9,974	–2,451	–2,441	–2,463	–2,619	–2,584	–2,510	526	41	155	194	136	5	149	75
–51,346	–12,105	–13,237	–12,804	–13,200	–12,701	–15,148	–92,095	–21,035	–22,926	–23,004	–25,130	–23,678	–25,642	76

Table 11. U.S. International

[Millions

Line	(Credits +; debits –) [1]	Australia						
		2004	2004				2005	
			I	II	III	IV	I[r]	II[p]
	Current account							
1	**Exports of goods and services and income receipts**	**29,181**	**6,743**	**7,185**	**7,579**	**7,674**	**7,189**	**7,858**
2	Exports of goods and services	20,812	4,836	5,105	5,476	5,395	5,388	6,016
3	Goods, balance of payments basis [2]	13,766	3,155	3,343	3,637	3,631	3,563	3,955
4	Services [3]	7,046	1,681	1,762	1,839	1,764	1,825	2,061
5	Transfers under U.S. military agency sales contracts [4]	186	53	35	53	45	132	139
6	Travel	2,074	435	548	615	476	432	637
7	Passenger fares	480	97	134	129	120	133	149
8	Other transportation	366	88	83	95	100	96	97
9	Royalties and license fees [5]	1,052	242	276	255	279	256	289
10	Other private services [5]	2,880	764	684	690	742	773	749
11	U.S. Government miscellaneous services	8	2	2	2	2	3	1
12	Income receipts	8,369	1,907	2,080	2,103	2,279	1,801	1,842
13	Income receipts on U.S.-owned assets abroad	8,341	1,900	2,073	2,096	2,272	1,794	1,835
14	Direct investment receipts	5,609	1,252	1,361	1,391	1,605	1,130	1,151
15	Other private receipts	2,732	648	712	705	667	664	684
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**	**–3,552**	**–3,750**	**–4,673**	**–5,119**	**–3,970**	**–4,542**
19	Imports of goods and services	–11,685	–2,648	–2,686	–3,111	–3,240	–2,635	–3,065
20	Goods, balance of payments basis [2]	–7,520	–1,675	–1,755	–1,973	–2,117	–1,538	–1,918
21	Services [3]	–4,165	–973	–931	–1,138	–1,123	–1,097	–1,147
22	Direct defense expenditures	–214	–47	–58	–67	–42	–50	–50
23	Travel	–1,128	–295	–294	–286	–253	–274	–323
24	Passenger fares	–718	–211	–142	–174	–191	–195	–158
25	Other transportation	–277	–62	–64	–75	–76	–76	–77
26	Royalties and license fees [5]	–152	–36	–22	–32	–62	–46	–61
27	Other private services [5]	–1,602	–299	–338	–481	–484	–435	–453
28	U.S. Government miscellaneous services	–74	–23	–13	–23	–15	–21	–25
29	Income payments	–5,409	–904	–1,064	–1,562	–1,879	–1,335	–1,477
30	Income payments on foreign-owned assets in the United States	–5,395	–900	–1,061	–1,559	–1,875	–1,331	–1,474
31	Direct investment payments	–3,404	–479	–621	–1,089	–1,215	–705	–793
32	Other private payments	–1,426	–273	–303	–336	–514	–458	–517
33	U.S. Government payments	–565	–148	–137	–134	–146	–168	–164
34	Compensation of employees	–14	–4	–3	–3	–4	–4	–3
35	**Unilateral current transfers, net**	**–382**	**–95**	**–161**	**–86**	**–40**	**–83**	**–102**
36	U.S. Government grants [4]							
37	U.S. Government pensions and other transfers	–63	–15	–16	–16	–16	–16	–16
38	Private remittances and other transfers [6]	–319	–80	–145	–70	–24	–67	–86
	Capital and financial account							
	Capital account							
39	**Capital account transactions, net**	**–30**	**–7**	**–7**	**–8**	**–8**	**–8**	**–2**
	Financial account							
40	**U.S.-owned assets abroad, net (increase/financial outflow (–))**	**–30,068**	**–4,169**	**5,438**	**2,716**	**–34,053**	**–353**	**–7,306**
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	–4,169	5,438	2,716	–34,053	–353	–7,306
51	Direct investment	([19])	–135	1,937	1,141	([19])	–586	–839
52	Foreign securities	22,126	–366	–1,279	–1,236	25,007	–2,006	–4,833
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	[19] –49,162	–1,493	2,720	2,575	[19] –55,907	–748	2,223
54	U.S. claims reported by U.S. banks, not included elsewhere	–3,032	–2,175	2,060	236	–3,153	2,987	–3,857
55	**Foreign-owned assets in the United States, net (increase/financial inflow (+))**	**23,777**	**–1,297**	**380**	**–3,144**	**27,838**	**–1,244**	**4,176**
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	–16	43	7	39	–55	–57
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	2,122	–813	–607	2,933	818	243
65	U.S. Treasury securities	([18])	([18])	([18])	([18])	([18])	([18])	([18])
66	U.S. securities other than U.S. Treasury securities	13,168	1,371	748	119	10,930	1,098	1,181
67	U.S. currency							
68	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	–143	–388	–373	–169	787	–1,574	–555
69	U.S. liabilities reported by U.S. banks, not included elsewhere	[18] 7,044	[18] –4,386	[18] 775	[18] –2,494	[18] 13,149	[18] –1,531	[18] 3,364
70	**Statistical discrepancy (sum of above items with sign reversed)**	**–5,384**	**2,377**	**–9,085**	**–2,384**	**3,708**	**–1,531**	**–82**
	Memoranda:							
71	Balance on goods (lines 3 and 20)	6,246	1,480	1,588	1,664	1,514	2,025	2,037
72	Balance on services (lines 4 and 21)	2,881	708	831	701	641	728	914
73	Balance on goods and services (lines 2 and 19)	9,127	2,188	2,419	2,365	2,155	2,753	2,951
74	Balance on income (lines 12 and 29)	2,960	1,003	1,016	541	400	466	365
75	Unilateral current transfers, net (line 35)	–382	–95	–161	–86	–40	–83	–102
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) [13]	11,705	3,096	3,274	2,820	2,515	3,136	3,214

See the footnotes on pages 108 and 109.

Transactions, by Area

of dollars]

Other countries in Asia and Africa							International organizations and unallocated [16]							Line
2004	2004				2005		2004	2004				2005		
	I	II	III	IV	I r	II p		I	II	III	IV	I r	II p	
305,775	**74,434**	**74,614**	**78,638**	**78,089**	**81,629**	**85,592**	**42,777**	**10,275**	**10,603**	**10,713**	**11,186**	**11,439**	**11,421**	1
260,826	64,347	63,717	66,498	66,264	68,888	71,938	5,759	1,405	1,389	1,392	1,573	1,539	1,606	2
190,195	46,104	47,001	47,898	49,192	49,391	53,042								3
70,631	18,243	16,716	18,600	17,072	19,497	18,896	5,759	1,405	1,389	1,392	1,573	1,539	1,606	4
10,121	2,622	2,471	2,443	2,585	3,136	3,507								5
10,854	2,231	2,969	3,417	2,237	2,275	3,450								6
1,057	247	273	306	231	272	312								7
12,224	2,963	3,083	3,107	3,071	2,919	3,088	806	208	195	188	215	223	285	8
7,969	1,937	1,885	2,033	2,114	2,313	2,183	2,631	613	619	629	770	735	724	9
28,040	8,157	5,944	7,209	6,730	8,483	6,253	2,322	584	575	575	588	581	596	10
366	86	91	85	104	99	103							1	11
44,949	10,087	10,897	12,140	11,825	12,741	13,654	37,018	8,870	9,214	9,321	9,613	9,900	9,815	12
44,521	9,981	10,790	12,033	11,717	12,634	13,547	35,226	8,434	8,796	8,864	9,132	9,470	9,374	13
35,968	7,962	8,803	9,797	9,406	10,021	11,058	22,719	5,559	5,646	5,723	5,791	5,849	5,897	14
7,465	1,675	1,794	1,912	2,084	2,360	2,264	12,108	2,775	3,060	3,043	3,230	3,500	3,380	15
1,088	344	193	324	227	253	225	399	100	90	98	111	121	97	16
428	106	107	107	108	107	107	1,792	436	418	457	481	430	441	17
–597,527	**–128,035**	**–144,017**	**–159,981**	**–165,494**	**–155,511**	**–169,800**	**–21,622**	**–4,872**	**–4,978**	**–5,865**	**–5,907**	**–5,577**	**–5,781**	18
–559,568	–119,805	–135,030	–150,451	–154,282	–144,083	–157,364	–5,532	–1,157	–1,132	–1,905	–1,338	–1,377	–1,499	19
–499,888	–106,010	–119,907	–135,376	–138,595	–128,122	–140,641								20
–59,680	–13,795	–15,123	–15,075	–15,687	–15,961	–16,723	–5,532	–1,157	–1,132	–1,905	–1,338	–1,377	–1,499	21
–15,011	–3,504	–3,877	–3,764	–3,866	–4,091	–4,115								22
–11,843	–2,707	–3,284	–2,816	–3,036	–3,068	–3,612								23
–6,359	–1,618	–1,541	–1,555	–1,645	–1,748	–1,717								24
–15,555	–3,502	–3,871	–4,152	–4,030	–3,802	–3,817	–3,505	–861	–826	–812	–1,006	–1,066	–1,173	25
–243	–59	–50	–65	–69	–74	–65	–1,907	–266	–277	–1,063	–301	–278	–295	26
–9,766	–2,189	–2,280	–2,496	–2,801	–2,937	–3,142	–109	–27	–26	–28	–28	–29	–29	27
–903	–216	–220	–227	–240	–241	–255	–11	–3	–3	–2	–3	–4	–2	28
–37,959	–8,230	–8,987	–9,530	–11,212	–11,428	–12,436	–16,090	–3,715	–3,846	–3,960	–4,569	–4,200	–4,282	29
–37,244	–8,015	–8,837	–9,401	–10,991	–11,208	–12,281	–16,090	–3,715	–3,846	–3,960	–4,569	–4,200	–4,282	30
–1,752	–210	–409	–383	–750	–445	–601	–10,973	–2,671	–2,718	–2,767	–2,817	–2,870	–2,925	31
–9,095	–1,770	–1,988	–2,246	–3,091	–2,970	–3,258	–4,632	–950	–1,008	–1,057	–1,617	–1,199	–1,215	32
–26,397	–6,035	–6,440	–6,772	–7,150	–7,793	–8,422	–485	–94	–120	–136	–135	–131	–142	33
–715	–215	–150	–129	–221	–220	–155								34
–32,362	**–10,321**	**–7,232**	**–7,452**	**–7,357**	**–12,700**	**–7,666**	**–10,181**	**–2,221**	**–2,319**	**–2,406**	**–3,235**	**–2,780**	**–2,798**	35
–18,198	–6,526	–3,815	–3,516	–4,341	–7,627	–4,035	–764	–85	–164	–188	–327	–105	–179	36
–570	–140	–143	–143	–144	–146	–142	–2,161	–403	–203	–361	–1,194	–118	–431	37
–13,594	–3,655	–3,274	–3,793	–2,872	–4,927	–3,489	–7,256	–1,733	–1,952	–1,857	–1,714	–2,557	–2,188	38
–1,020	**–286**	**–235**	**–260**	**–239**	**–4,247**	**–247**	**16**	**4**	**4**	**4**	**4**	**4**	**4**	39
–15,128	**–15,928**	**15,085**	**–4,237**	**–10,048**	**–8,993**	**–8,583**	**–24,245**	**–6,475**	**–1,689**	**–8,205**	**–7,876**		**–7,678**	40
							3,428	715	1,255	578	880	5,476	–661	41
														42
							–398	–100	–90	–98	–110	1,713	–97	43
							3,826	815	1,345	676	990	3,763	–564	44
														45
877	228	53	219	377	4,284	252	–1,477	–247	–245	–741	–244	–244	–244	46
–984	–253	–271	–376	–84	–163	–180	–1,477	–247	–245	–741	–244	–244	–244	47
1,949	542	338	610	459	541	432								48
–88	–61	–14	–15	2	3,906									49
–16,005	–16,156	15,032	–4,456	–10,425	–13,277	–8,835	–26,196	–6,943	–2,699	–8,042	–8,512	–5,232	–6,773	50
(19)	–7,496	–5,661	–9,626	(19)	–5,742	–5,377	–22,719	–5,559	–5,646	–5,723	–5,791	–5,849	–5,897	51
15,316	7,625	9,084	1,610	–3,003	–472	–1,760	–636	–94	–149	15	–408	–70	–127	52
[19] –34,167	–681	–1,942	786	[19] –9,547	–732	914	–2	–1			–1	–1		53
2,846	–15,604	13,551	2,774	2,125	–6,331	–2,612	–2,839	–1,289	3,096	–2,334	–2,312	688	–749	54
172,134	**50,559**	**8,448**	**46,544**	**66,583**	**29,992**	**87,815**	**22,061**	**999**	**10,235**	**3,525**	**7,302**	**5,632**	**8,320**	55
(18)	(18)	(18)	(18)	(18)	(18)	(18)	159	50		101	8	50	5	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	98	263	202	–233	662	–50	159	50		101	8	50	5	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	949	10,235	3,424	7,294	5,582	8,315	63
2,493	1,433	–284	1,515	–171	6,009	4	10,973	2,671	2,718	2,767	2,817	2,870	2,925	64
(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	65
25,281	9,348	8,690	6,327	916	4,277	18,679	621	157	390	286	–212	52	250	66
							14,827	–1,800	8,754	2,560	5,313	1,072	4,507	67
2,164	2,152	245	294	–527	1,234	–363								68
[18] 141,866	[18] 37,528	[18] –466	[18] 38,206	[18] 66,598	[18] 17,810	[18] 69,545	[18] –4,519	[18] –79	[18] –1,627	[18] –2,189	[18] –624	[18] 1,588	[18] 633	69
168,128	**29,577**	**53,337**	**46,748**	**38,466**	**69,830**	**12,889**	**–8,806**	**2,290**	**–11,856**	**2,234**	**–1,474**	**–8,718**	**–3,488**	70
–309,693	–59,906	–72,906	–87,478	–89,403	–78,731	–87,599								71
10,951	4,448	1,593	3,525	1,385	3,536	2,173	227	248	257	–513	235	162	107	72
–298,742	–55,458	–71,313	–83,953	–88,018	–75,195	–85,426	227	248	257	–513	235	162	107	73
6,990	1,857	1,910	2,610	613	1,313	1,218	20,928	5,155	5,368	5,361	5,044	5,700	5,533	74
–32,362	–10,321	–7,232	–7,452	–7,357	–12,700	–7,666	–10,181	–2,221	–2,319	–2,406	–3,235	–2,780	–2,798	75
–324,114	–63,922	–76,635	–88,795	–94,762	–86,582	–91,874	10,974	3,182	3,306	2,442	2,044	3,082	2,842	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 Technical Notes in the December 1985 SURVEY). Seasonally adjusted data reflect the application of seasonal factors developed jointly by Census and BEA. The seasonally adjusted data are the sum of seasonally adjusted five-digit end-use categories (see technical Notes in the June 1980 SURVEY, in the June 1988 SURVEY, and in the June 1991 SURVEY). Prior to 1983, annual data are as published by the Census Bureau, except that for 1975–80 published Census data are adjusted to include trade between the U.S. Virgin Islands and foreign countries.

2. 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.