



BE-45 Identification Number

## QUARTERLY SURVEY OF INSURANCE TRANSACTIONS BY U.S. INSURANCE COMPANIES WITH FOREIGN PERSONS

**Due date:**

Within 30 days of the close of each calendar quarter (or within 45 days of closing the final quarter of your calendar year).

**Extension information:**

See Part VI.C., page 20 of the General Instructions.

**Electronic filing:**

[www.bea.gov/efile](http://www.bea.gov/efile)

**Mail via U.S. Postal Service:**

Bureau of Economic Analysis  
Balance of Payments Division, BE-50 (SSB)  
4600 Silver Hill Rd.  
Washington, DC 20233

**Send via Private Express Delivery:**

Bureau of Economic Analysis  
Balance of Payments Division, BE-50 (SSB)  
4600 Silver Hill Rd.  
Suitland, MD 20746

**Name and address of U.S. Reporter**

00080	Company Name: 0	
00090	Attention: 0	
10000	Address: 0	
10001	City: 0	10002 State: 0
10003	Zip Code: 0	

**Fax reports to:**

(301) 278-9506

**Assistance:**

E-mail: [be-45help@bea.gov](mailto:be-45help@bea.gov)

Telephone: (301) 278-9303

FAQ's and blank forms: [www.bea.gov/ssb](http://www.bea.gov/ssb)

**BE-45 Filing Requirements:**

A response is required if you are notified by BEA about this survey. A BE-45 survey must be completed in its entirety by U.S. insurance companies whose combined reportable insurance transactions with foreign persons exceeded \$8 million (based on absolute value) during the previous calendar year, or are expected to exceed that amount during the current calendar year. See Part 1.A on page 17 of the General Instructions for more information on who must report and reporting requirements.

**Authority, Confidentiality, Penalties**

This survey is authorized by the International Investment and Trade in Services Survey Act (P.L. 94-472, 90 Stat. 2059, 22 U.S.C. 3101-3108, as amended). The filing of reports is mandatory and the Act provides that your report to BEA is confidential. Persons who fail to report may be subject to penalties. See page 17 of the General Instructions for additional details.

**Contact Information****Provide information of person to consult about this report:**

10004	Name and Title 0
10005	Telephone Number
10006	Fax Number 0
10007	E-mail Address

**Alternate Contact Information**

10008	Name and Title
10009	Telephone Number
10010	Fax Number
10011	E-mail Address

**NOTE:** BEA uses a Secure Messaging System to correspond with you via encrypted message to discuss questions relating to this form. We may use your e-mail address for survey-related announcements and to inform you about secure messages. When communicating with BEA by e-mail, please do not include any confidential business or personal information.

**CERTIFICATION**

The undersigned official certifies that this report has been prepared in accordance with the applicable instructions, is complete, and is substantially accurate except that, in accordance with Part VI.F. of the General Instructions, estimates may have been provided.

Signature of Authorized Official	Date	Telephone Number
Name 0	Title	10027

10012

## Identification of U.S. Reporter

### 1 What is the U.S. Reporter's calendar quarter covered in this report?

Month Day Year  
10013 1  
Beginning date . . . . .

Month Day Year  
10014 1  
Ending date . . . . .

### 2 What was the status of the U.S. Reporter during the reporting period identified in question 1 ?

- 10017 1 1 In existence the entire reporting period — *Continue filling out this form.*
- 1 2 In existence during only part of the reporting period — *Continue filling out this form for the portion of the reporting period your company was in existence and, in the comments section below, explain why your company did not exist for a part of the period.*
- 1 3 Not in existence during the reporting period — *In the comments section below, explain why your company was not in existence during the reporting period. Please return the form according to instructions on page 1.*

### 3 Was the U.S. Reporter owned more than 50 percent by another U.S. entity or business enterprise at any point during the reporting period identified in question 1 ? See Part IV.E, page 18 of the General Instructions for the definition of U.S. business enterprise.

- 10018 1 1 No — *Continue filling out this form.*
- 1 2 Yes — *Check A or B:*
- 2 1 **A** — Owned by another U.S. entity or business enterprise for part of the reporting period — *Enter the name, contact information, and address of the controlling U.S. entity below and continue filling out this form, but only report transactions for the period during which the U.S. Reporter was NOT owned by another U.S. entity. Provide any comments in the section below.*
- 2 2 **B** — Owned by another U.S. entity or business enterprise for the entire reporting period — *Enter the name, contact information, and address of the controlling U.S. entity below, provide any comments in the section below, and return this form according to the instructions on page 1.*

	Name	Comments
10022	0	
	Contact name	
	0	
10023	Phone number	
	0	
10024	Address — Number and Street	
	0	
10025	City, State, Zip	
	0	
10026		

### 4 What is the U.S. Reporter's principal line of insurance?

- 10019 1 1 Life insurance
- 1 2 Property and casualty insurance
- 1 3 Other — *Specify* 0 10020

### 5 What best describes the U.S. Reporter's insurance operations?

- 10021 1 1 Insurance company
- 1 2 Insurance broker
- 1 3 Insurance group — *Please attach a list of member companies that are consolidated in this report.*

### 6 What is the primary Employer Identification Number used by the U.S. Reporter to file U.S. income or payroll taxes?

10016 1

Identification of U.S. Reporter – Continued

**7** Using the summary of NAICS classifications on the next page, as well as the example below, enter the 4-digit code that best describes the primary sales activity of the consolidated domestic U.S. Reporter. After entering your response, continue to page 5.

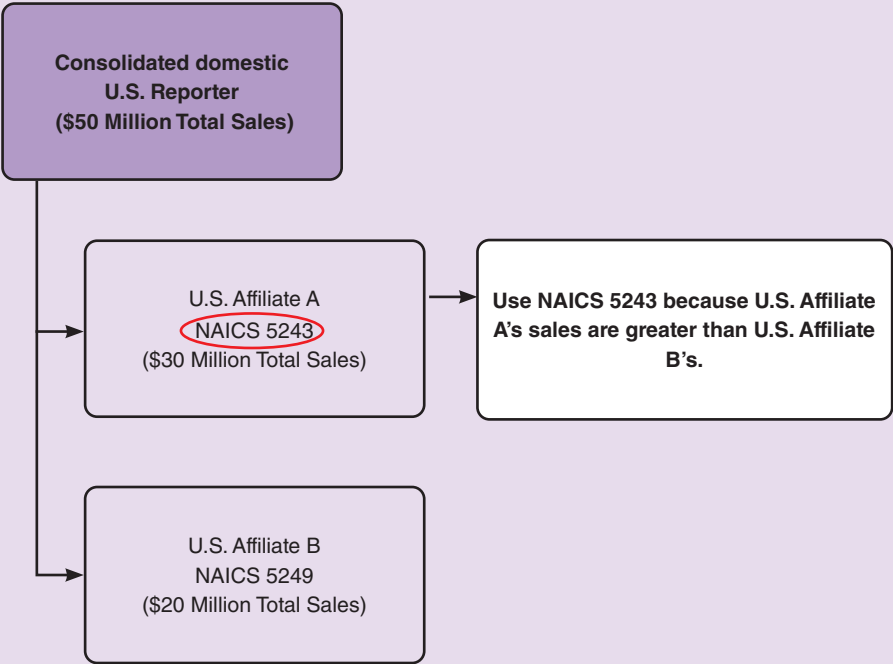
**Consolidated domestic U.S. Reporter** means the fully consolidated domestic U.S. enterprise consisting of (i) the U.S. corporation whose voting securities are not owned more than 50 percent by another U.S. corporation, and, proceeding down each ownership chain from that U.S. corporation, (ii) any U.S. corporation whose voting securities are more than 50 percent owned by the U.S. corporation above it. The fully consolidated domestic U.S. enterprise excludes foreign branches and other foreign affiliates.

10015

1

EXAMPLE FOR DETERMINING PRIMARY SALES ACTIVITY (NAICS CODE)

Report the NAICS code that best describes the primary sales activity of the consolidated domestic U.S. Reporter. For example, if 60 percent of the consolidated domestic U.S. Reporter's sales are generated by Affiliate A, an insurance carrier, except direct life insurance carriers (NAICS 5243), and 40 percent of the consolidated domestic U.S. Reporter's sales are generated by Affiliate B, a direct insurance carrier (NAICS 5249), then you should report your NAICS as 5243.



➔ Continue to page 5

## Summary of Industry Classifications – For a full explanation of each code see [www.bea.gov/naics2022](http://www.bea.gov/naics2022)

### Agriculture, Forestry, Fishing, and Hunting

1110	Crop production
1120	Animal production and aquaculture
1130	Forestry and logging
1140	Fishing, hunting, and trapping
1150	Support activities for agriculture and forestry

### Mining, Quarrying, and Oil & Gas Extraction

2111	Oil and gas extraction
2121	Coal
2123	Nonmetallic minerals
2124	Iron ores
2125	Gold and silver ores
2126	Copper, nickel, lead, and zinc ores
2127	Other metal ores
2132	Support activities for oil and gas operations
2133	Support activities for mining, except for oil and gas operations

### Utilities

2211	Electric power generation, transmission, and distribution
2212	Natural gas distribution
2213	Water, sewage, and other systems

### Construction

2360	Construction of buildings
2370	Heavy and civil engineering construction
2380	Specialty trade contractors

### Manufacturing

3111	Animal food manufacturing
3112	Grain and oilseed milling
3113	Sugar and confectionery products
3114	Fruit and vegetable preserving and specialty foods
3115	Dairy products
3116	Meat products
3117	Seafood product preparation and packaging
3118	Bakeries and tortilla manufacturing
3119	Other food products
3121	Beverages
3122	Tobacco
3130	Textile mills
3140	Textile product mills
3150	Apparel
3160	Leather and allied products
3210	Wood products
3221	Pulp, paper, and paperboard mills
3222	Converted paper products
3231	Printing and related support activities
3242	Integrated petroleum refining and extraction
3243	Petroleum refining without extraction
3244	Asphalt and other petroleum and coal products
3251	Basic chemicals
3252	Resins, synthetic rubbers, and artificial and synthetic fibers and filaments
3253	Pesticides, fertilizers, and other agricultural chemicals
3254	Pharmaceuticals and medicines
3255	Paints, coatings, and adhesives
3256	Soap, cleaning compounds, and toilet preparations
3259	Other chemical products and preparations
3261	Plastics products
3262	Rubber products
3271	Clay products and refractories
3272	Glass and glass products
3273	Cement and concrete products
3274	Lime and gypsum products
3279	Other nonmetallic mineral products
3311	Iron and steel mills
3312	Steel products from purchased steel
3313	Alumina and aluminum production and processing
3314	Nonferrous metal (except aluminum) production and processing
3315	Foundries
3321	Forging and stamping
3322	Cutlery and hand tools
3323	Architectural and structural metals
3324	Boilers, tanks, and shipping containers
3325	Hardware
3326	Spring and wire products
3327	Machine shop products, turned products, and screws, nuts, and bolts
3328	Coating, engraving, heat treating, and allied activities
3329	Other fabricated metal products
3331	Agriculture, construction, and mining machinery

3332	Industrial machinery
3333	Commercial and service industry machinery
3334	Ventilation, heating, air-conditioning, and commercial refrigeration equipment
3335	Metalworking machinery
3336	Engines, turbines, and power transmission equipment
3339	Other general purpose machinery
3341	Computer and peripheral equipment
3342	Communications equipment
3343	Audio and video equipment
3344	Semiconductors and other electronic components
3345	Navigational, measuring, electromedical, and control instruments
3346	Manufacturing and reproducing magnetic and optical media
3351	Electric lighting equipment
3352	Household appliances
3353	Electrical equipment
3359	Other electrical equipment and components
3361	Motor vehicles
3362	Motor vehicle bodies and trailers
3363	Motor vehicle parts
3364	Aerospace products and parts
3365	Railroad rolling stock
3366	Ship and boat building
3369	Other transportation equipment
3370	Furniture and related products
3391	Medical equipment and supplies
3399	Other miscellaneous manufacturing

### Wholesale Trade, Durable Goods

4231	Motor vehicles and motor vehicle parts and supplies
4232	Furniture and home furnishing
4233	Lumber and other construction materials
4234	Professional and commercial equipment and supplies
4235	Metal and mineral (except petroleum)
4236	Household appliances, and electrical and electronic goods
4237	Hardware, and plumbing and heating equipment and supplies
4238	Machinery, equipment, and supplies
4239	Miscellaneous durable goods

### Wholesale Trade, Non-Durable Goods

4241	Paper and paper product
4242	Drugs and druggists' sundries
4243	Apparel, piece goods, and notions
4244	Grocery and related product
4245	Farm product raw material
4246	Chemical and allied products
4247	Petroleum and petroleum products
4248	Beer, wine, and distilled alcoholic beverage
4249	Miscellaneous nondurable goods

### Wholesale Trade Agents And Brokers

4251	Wholesale trade agents and brokers
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### Retail Trade

4410	Motor vehicle and parts dealers
4440	Building material and garden equipment and supplies dealers
4450	Food and beverage retailers
4491	Furniture and home furnishings retailers
4492	Electronics and appliance retailers
4550	General merchandise retailers
4561	Health and personal care retailers
4571	Gasoline stations
4572	Fuel dealers
4580	Clothing, clothing accessories, shoe, and jewelry retailers
4591	Sporting goods, hobby, and musical instrument retailers
4592	Book retailers and news dealers
4596	Miscellaneous retailers

### Transportation and Warehousing

4810	Air transportation
4821	Rail transportation
4833	Petroleum tanker operations
4839	Other water transportation
4840	Truck transportation
4850	Transit and ground passenger transportation
4863	Pipeline transportation of crude oil, refined petroleum products, and natural gas
4868	Other pipeline transportation
4870	Scenic and sightseeing transportation
4880	Support activities for transportation
4920	Couriers and messengers
4932	Petroleum storage for hire
4939	Other warehousing and storage

### Information

5121	Motion picture and video industries
5122	Sound recording industries
5131	Newspaper, periodical, book, and directory publishers
5132	Software publishers
5161	Radio and television broadcasting stations
5162	Media streaming distribution services, social networks, and other media networks and content providers
5171	Wired and wireless telecommunications (except satellite)
5174	Satellite telecommunications
5178	All other telecommunications
5182	Computing infrastructure providers, data processing, web hosting, and related services
5192	Web search portals, libraries, archives, and other information services

### Finance and Insurance

5221	Depository credit intermediation (Banking)
5223	Activities related to credit intermediation
5224	Non-depository credit intermediation, except branches and agencies
5229	Nondepository branches and agencies
5231	Securities and commodity contracts intermediation and brokerage
5238	Other financial investment activities and exchanges
5242	Agencies, brokerages, and other insurance related activities
5243	Insurance carriers, except direct life insurance carriers
5249	Direct life insurance carriers
5252	Funds, trusts, and other finance vehicles

### Real Estate and Rental and Leasing

5310	Real estate
5321	Automotive equipment rental and leasing
5329	Other rental and leasing services
5331	Lessors of nonfinancial intangible assets, except copyrighted works

### Professional, Scientific, and Technical Services

5411	Legal services
5412	Accounting, tax preparation, bookkeeping, and payroll services
5413	Architectural, engineering, and related services
5414	Specialized design services
5415	Computer systems design and related services
5416	Management, scientific, and technical consulting services
5417	Scientific research and development services
5418	Advertising, public relations, and related services
5419	Other professional, scientific, and technical services

### Management of Companies and Enterprises

5512	Holding companies, except bank holding companies
5513	Corporate, subsidiary, and regional management offices

### Administrative and Support, Waste Management, and Remediation Services

5611	Office administrative services
5612	Facilities support services
5613	Employment services
5614	Business support services
5615	Travel arrangement and reservation services
5616	Investigation and security services
5617	Services to buildings and dwellings
5619	Other support services
5620	Waste management and remediation services

### Educational Services

6110	Educational services
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### Health Care and Social Assistance

6210	Ambulatory health care services
6220	Hospitals
6230	Nursing and residential care facilities
6240	Social assistance services

### Arts, Entertainment, and Recreation

7110	Performing arts, spectator sports, and related industries
7121	Museums, historical sites, and similar institutions
7130	Amusement, gambling, and recreation industries

### Accommodation and Food Services

7210	Accommodation
7220	Food services and drinking places

### Other Services

8110	Repair and maintenance
8120	Personal and laundry services
8130	Religious, grantmaking, civic, professional, and similar organizations

### Public Administration

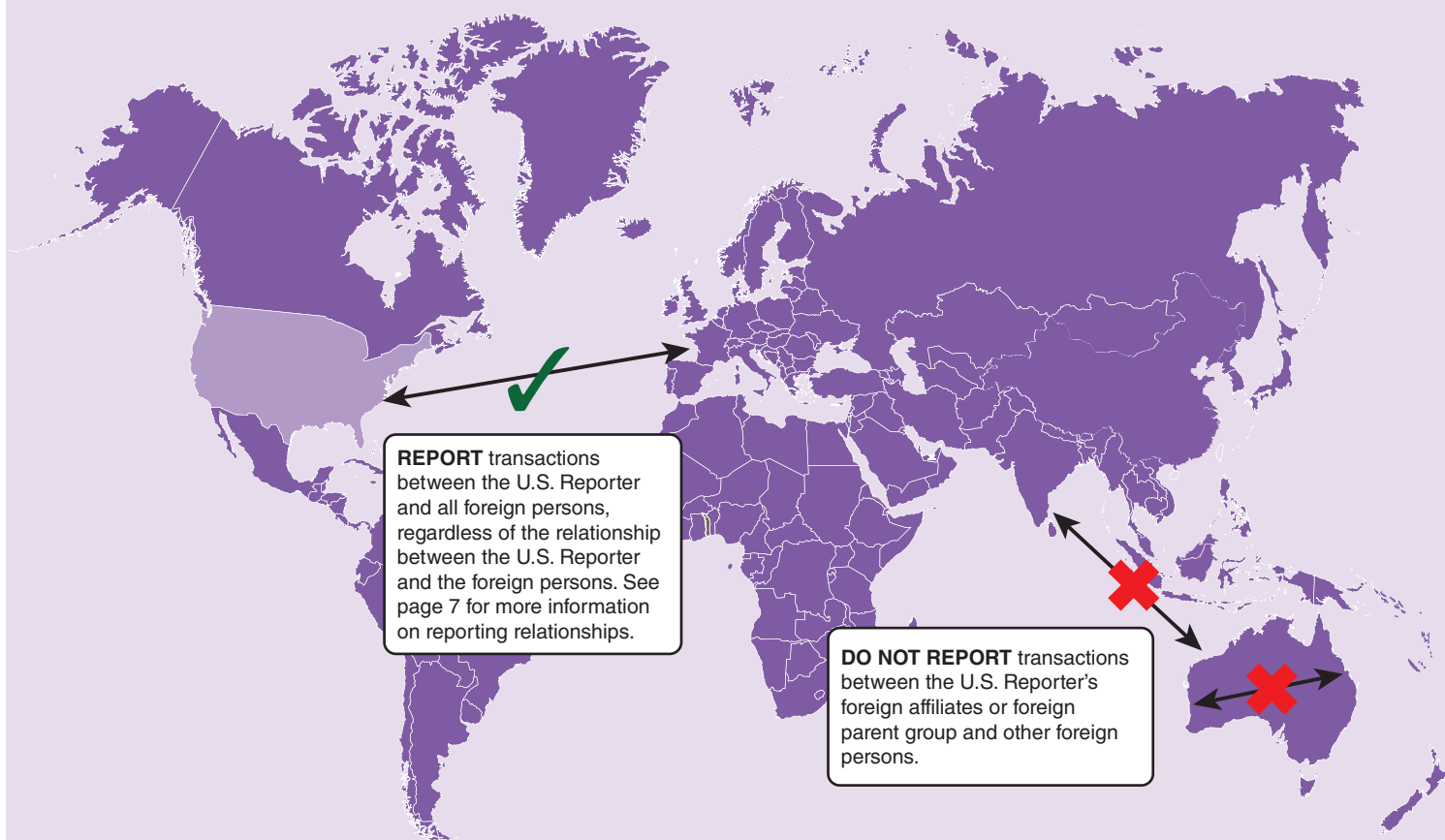
9200	Public administration
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## Determination of Reporting Status

### Determining Reportable and Non-Reportable Transactions

The scope of this survey is limited to insurance transactions between the consolidated domestic U.S. Reporter and foreign persons\*. A full list of the services covered can be found on the next page. Additional information, including FAQ's and video tutorials, can be found at: [www.bea.gov/ssb](http://www.bea.gov/ssb).

\* Person, when used throughout this survey, means any individual, branch, partnership, associated group, association, estate, trust, corporation, or other organization (whether or not organized under the laws of any State), and any government (including a foreign government, the United States Government, a state or local government, and any agency, corporation, financial institution, or other entity or instrumentality thereof, including a government sponsored agency).



#### DO REPORT:

- ✓ Transactions between your consolidated domestic U.S. operations and all foreign persons, regardless of affiliation, including inter-company transactions that you may not consider transactions under global consolidation.

#### DO NOT REPORT:

- ✗ Transactions between the U.S. Reporter's foreign affiliates and other foreign persons.
- ✗ Transactions between other U.S. persons and foreign affiliates of the U.S. Reporter.
- ✗ Transactions between the U.S. Reporter's domestic operations and other U.S. persons.
- ✗ Income on financial instruments.
- ✗ Reserve transfers or recaptures of reserves.

More information about the scope and purpose of this survey can be found in the General Instructions beginning on page 17.



Continue to the next page

## Determination of Reporting Status

**8** In the table below, indicate whether the U.S. Reporter had the transactions listed in the prior year, or if the U.S. Reporter expects to have transactions in the current year by marking “Yes” or “No in column 3.

See additional information for Part II on page 18, and Part V on page 19, of the General Instructions for more details on reportable transactions.

**NOTE** – Exclude transfers or recaptures of reserves when determining your responses below. Such transactions are not reportable on the BE-45 survey.

Transaction code (1)	Transaction Type (2)	Had transactions with foreign persons in the previous year, or had/expects to have, transactions with foreign persons during the current year (3)	If “Yes” in column 3, report transactions on: (4)
1	Premiums earned on reinsurance assumed from insurance companies resident abroad	20001 <sup>1</sup> 1 Yes 2 No	<b>Schedule A</b>
2	Premiums incurred on reinsurance ceded to insurance companies resident abroad	20002 <sup>1</sup> 1 Yes 2 No	<b>Schedule A</b>
3	Losses incurred on reinsurance assumed from insurance companies resident abroad	20003 <sup>1</sup> 1 Yes 2 No	<b>Schedule A</b>
4	Losses recovered on reinsurance ceded to insurance companies resident abroad	20004 <sup>1</sup> 1 Yes 2 No	<b>Schedule A</b>
5	Premiums earned from primary insurance sold to foreign persons	20005 <sup>1</sup> 1 Yes 2 No	<b>Schedule B</b>
6	Losses incurred on primary insurance sold to foreign persons	20006 <sup>1</sup> 1 Yes 2 No	<b>Schedule B</b>
7	Auxiliary insurance services, receipts	20007 <sup>1</sup> 1 Yes 2 No	<b>Schedule B</b>
8	Auxiliary insurance services, payments	20008 <sup>1</sup> 1 Yes 2 No	<b>Schedule B</b>

**9** Did you check “Yes” for any type of transaction in Column 3?

20010 <sup>1</sup> 1 Yes — Continue to the next question.

<sup>1</sup> 2 No — Stop here and return pages 1 through 6 according to the instructions on page 1.

**10** Did the U.S. Reporter’s combined total reportable transactions with foreign persons exceed \$8 million (based on absolute value) in the previous year, or are they expected to exceed that amount in the current year?

20011 <sup>1</sup> 1 Yes — For each transaction type greater than \$500.00 during the reporting period, you are required to report additional details on the country and affiliation to the foreign transactor(s) on Schedules A or B as indicated in the table above. Continue to the next page for additional reporting instructions.

<sup>1</sup> 2 No — Stop here and return pages 1 through 6 according to the instructions on page 1.

Comments

## For Reporters of Primary Insurance Services

### 11 Will you be reporting premiums earned or losses incurred on primary insurance on **Schedule B**?

20012 1 ☐ 1 Yes — Continue to the next question.

1 2 ☐ 2 No — Skip Question **12** and continue to the appropriate Schedule(s) on the following pages and report any transactions subject to reporting additional country detail as indicated in Question **8**.

### 12 Indicate the principal line of primary insurance sold by the U.S. Reporter to foreign persons.

**NOTE** – The insurance category selected should be based on the activity representing that largest percentage of the U.S. Reporter's operations, taking into consideration which features are predominant, i.e. the investment component or the component whereby claims are paid only if the insured event occurs

#### Principal Line of Primary Insurance Sold to Foreign Persons (Check One)

20013

1 1 ☐ Insurance with an investment component (including whole life insurance)

1 2 ☐ Freight insurance

1 3 ☐ Property and casualty insurance

1 4 ☐ Other (including term life insurance and health insurance) - Specify



Continue to the next page

## Understanding Reporting Relationships (For use on **Schedules A** and **B**)

Transactions accrued during the reporting period should be reported by the country of the foreign transactor, and by the foreign transactor's relationship to the **U.S. Reporter**. The relationship between the **U.S. Reporter** and the foreign transactor falls into one of three categories:

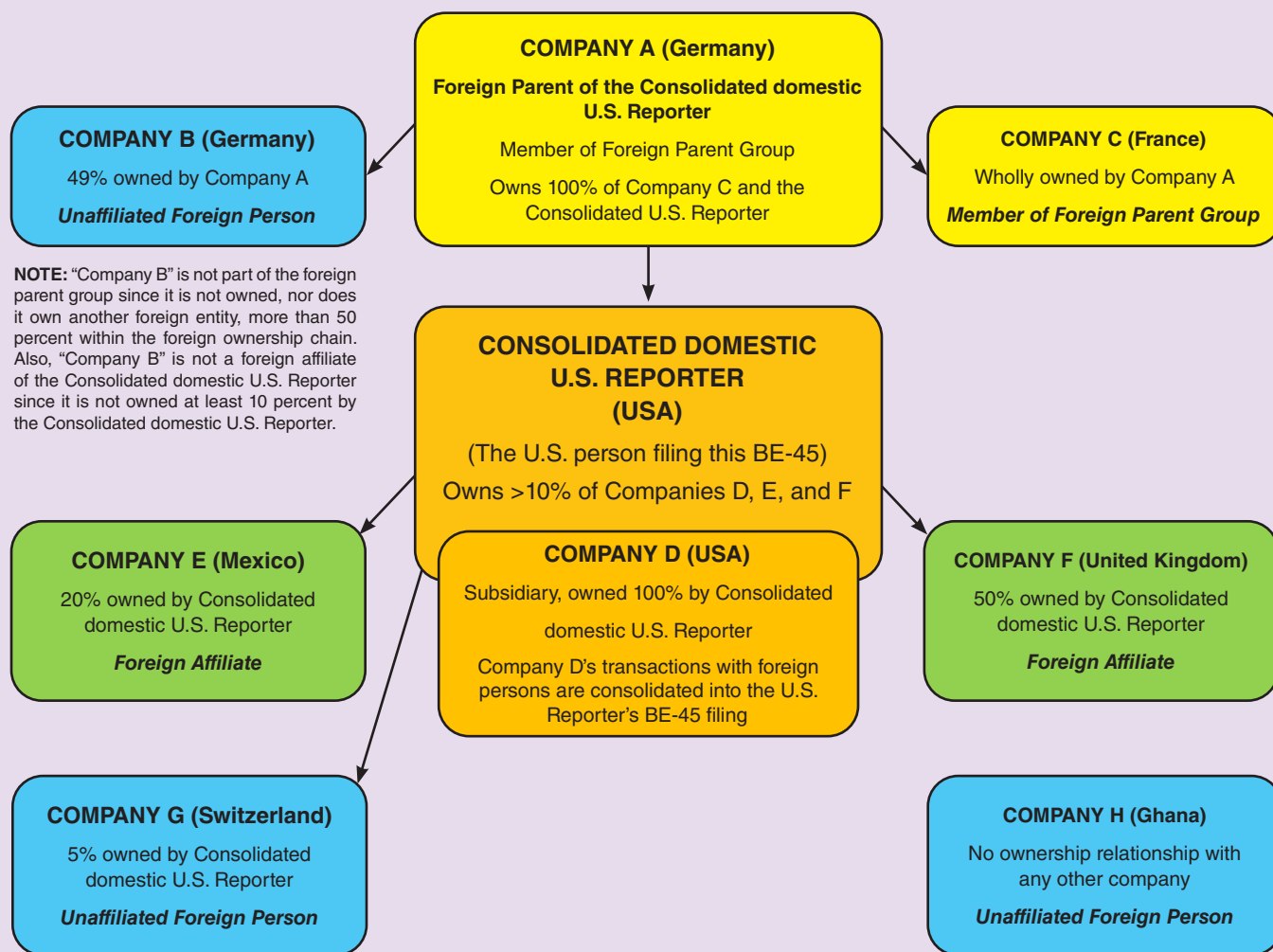
**Foreign Affiliates** – A foreign affiliate is defined as an entity domiciled in a foreign country that is owned at least 10 percent (based on voting interest), directly or indirectly, by the U.S. Reporter.

**Foreign Parent Group** – A Foreign Parent Group means all of the following:

- (i) the foreign parent, which is the first entity outside the United States in a foreign chain of ownership, that owns at least 10 percent (based on voting interest), directly or indirectly, of the consolidated domestic U.S. business enterprise.
- (ii) any foreign entity proceeding up the foreign parent's ownership chain, that owns more than 50 percent of the entity below it up to and including the entity that is not owned more than 50 percent by another foreign entity,
- (iii) any foreign entity, proceeding down the ownership chain(s) of each of these members, that is owned more than 50 percent by the entity above it.

**Unaffiliated Foreign Persons** – An unaffiliated foreign person is an entity domiciled abroad that is not owned, or is owned less than 10 percent, directly or indirectly, by the U.S. Reporter or the U.S. Reporter's foreign parent.

The diagram below illustrates each of these relationships with regards to the U.S. Reporter. **Additional reporting instructions are provided prior to each Schedule on pages 9 and 13.**



➔ Continue to **Schedules A** and **B** as indicated, based on your response to question **8** on page 6.

## Reporting Instructions for Schedule A

**IMPORTANT** – Only report transactions accrued during the reporting period. ONLY report transactions between the U.S. Reporter's domestic operations and foreign persons. DO NOT report transactions between the U.S. Reporter's foreign affiliates and foreign persons, between the U.S. Reporter's domestic operations and other U.S. persons, or transactions between other U.S. persons and the U.S. Reporter's foreign affiliates.

### How to Report:

1) Use the following **Schedule A's** on pages 10–12 to report your quarterly reinsurance transactions based on your relationship with the foreign person(s) (see page 8 for more information on reporting relationships):

Schedule	Relationship with the consolidated domestic U.S. Reporter	Page
A1	Foreign affiliates	10
A2	Foreign parent group	11
A3	Unaffiliated foreign persons	12

2) Enter the country(ies) of the transactor(s) in the first column of **Schedule A**.

3) Report the U.S. Reporter's quarterly reinsurance transactions with the foreign transactor in the appropriate column based on the transaction type:

- Transaction code 1 – Quarterly premiums earned on reinsurance assumed
- Transaction code 2 – Quarterly premiums incurred on reinsurance ceded
- Transaction code 3 – Quarterly losses incurred on reinsurance assumed
- Transaction code 4 – Quarterly losses recovered on reinsurance ceded

### Example:

The U.S. Reporter had a total of \$3,525,000 in quarterly premiums incurred on reinsurance ceded from its foreign parent group in Germany.

<b>A2</b>	Foreign parent group	Page 11
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Per the table above, premiums incurred on reinsurance ceded from the foreign parent group are reportable on **Schedule A2**, which is on page 10.

On **Schedule A2**, select "Germany" from the dropdown box in column 1. Enter "3525" under transaction code 2.

**IMPORTANT** – Report amounts in thousands of U.S. dollars (omitting 000). Round amounts less than \$500.00 to 0. Do not enter amounts in the shaded portions of each item.

### Example

Country			BEA USE ONLY		Transactions with foreign parent group								
					Reinsurance premiums				Reinsurance losses				
					Transaction code 1 Quarterly premiums earned on reinsurance assumed		Transaction code 2 Quarterly premiums incurred on reinsurance ceded		Transaction code 3 Quarterly losses incurred on reinsurance assumed		Transaction code 4 Quarterly losses recovered on reinsurance ceded		
1.	Germany	001	1	2	3	000	4	3525	000	5	000	6	000

**NOTE** – Do not report reserve transfers or recaptures of reserves.

Quarterly premiums and losses should be calculated as follows:

#### For property and casualty insurance companies

Calculate transaction codes 1 and 2 as follows: Premiums written (transaction code 1) or ceded (transaction code 2) during the quarter, plus unearned premiums at the beginning of the quarter, minus unearned premiums at the end of the quarter. Report premiums net of cancellations. Report premiums gross of commissions and profit commissions paid to or received from foreign persons, including commissions initially paid to or received from a U.S. intermediary (agent or broker) of a foreign person.

Calculate transaction codes 3 and 4 as follows: Losses paid (transaction code 3) or recovered (transaction code 4) during the quarter, plus case reserves at the end of the quarter, plus losses incurred but not reported at the end of the quarter, minus case reserves at the beginning of the quarter, minus losses incurred but not reported at the beginning of the quarter. Losses paid or recovered should not include loss adjustment expenses (reportable on **Schedule B**).

#### For life insurance companies

Premiums received (transaction code 1) and paid (transaction code 2) reflect premiums accrued on reinsurance assumed from or ceded to insurance companies resident abroad. These amounts, therefore, are adjusted for changes in due, deferred, and advanced premiums for each quarter. Report premiums gross of commissions and profit commissions paid to or received from foreign persons, including commissions initially paid to or received from a U.S. intermediary (agent or broker) of a foreign person.

Losses paid (transaction code 3) and recovered (transaction code 4) reflect policy claims on reinsurance assumed or ceded, adjusted for changes in claims due, unpaid, and in the course of settlement.

# SCHEDULE A1 – Quarterly Reinsurance Transactions with Foreign Affiliates

Are you reporting transactions with **foreign affiliates** ?

21000 1 <sup>1</sup> Yes

- If you checked “Yes” for transaction codes 1–4 in Column 3 of question **8**, and you had transactions of this type with your **foreign affiliates**, reporting below is mandatory.
- Report all currency amounts in thousands of dollars. Example: If the amount is \$1,555,555.00 report as 1,556.
- Round amounts less than \$500.00 to 0.
- To report additional countries, use the overflow sheet provided on page 21 (eFile users – select “Add overflow” from the survey selection page).
- For additional instructions, see Part V on page 19 of the General Instructions.

**NOTE** – Do not report reserve transfers or recaptures of reserves.

Country	BEA USE ONLY	Transactions with foreign affiliates							
		Reinsurance premiums				Reinsurance losses			
		Transaction Code 1 Quarterly premiums earned on reinsurance assumed	Transaction Code 2 Quarterly premiums incurred on reinsurance ceded	Transaction Code 3 Quarterly losses incurred on reinsurance assumed	Transaction Code 4 Quarterly losses recovered on reinsurance ceded				
1. Total, lines 2–32 of this page	001	1	2	3	000	4	000	5	000
2.	002	1	2	3	000	4	000	5	000
3.	003	1	2	3	000	4	000	5	000
4.	004	1	2	3	000	4	000	5	000
5.	005	1	2	3	000	4	000	5	000
6.	006	1	2	3	000	4	000	5	000
7.	007	1	2	3	000	4	000	5	000
8.	008	1	2	3	000	4	000	5	000
9.	009	1	2	3	000	4	000	5	000
10.	010	1	2	3	000	4	000	5	000
11.	011	1	2	3	000	4	000	5	000
12.	012	1	2	3	000	4	000	5	000
13.	013	1	2	3	000	4	000	5	000
14.	014	1	2	3	000	4	000	5	000
15.	015	1	2	3	000	4	000	5	000
16.	016	1	2	3	000	4	000	5	000
17.	017	1	2	3	000	4	000	5	000
18.	018	1	2	3	000	4	000	5	000
19.	019	1	2	3	000	4	000	5	000
20.	020	1	2	3	000	4	000	5	000
21.	021	1	2	3	000	4	000	5	000
22.	022	1	2	3	000	4	000	5	000
23.	023	1	2	3	000	4	000	5	000
24.	024	1	2	3	000	4	000	5	000
25.	025	1	2	3	000	4	000	5	000
26.	026	1	2	3	000	4	000	5	000
27.	027	1	2	3	000	4	000	5	000
28.	028	1	2	3	000	4	000	5	000
29.	029	1	2	3	000	4	000	5	000
30.	030	1	2	3	000	4	000	5	000
31.	031	1	2	3	000	4	000	5	000
32. Countries with which transactions were less than \$50,000.00 each, total	032	1 709	2	3	000	4	000	5	000

## SCHEDULE A2 – Quarterly Reinsurance Transactions with the foreign parent group

Are you reporting transactions with your **foreign parent group** ?

22000 2 <sup>1</sup>/<sub>2</sub> Yes

- If you checked "Yes" for transaction codes 1–4 in Column 3 of question **8**, and you had transactions of this type with your **foreign parent group**, reporting below is mandatory.
- Report all currency amounts in thousands of dollars. Example: If the amount is \$1,555,555.00 report as 1,556.
- Round amounts less than \$500.00 to 0.
- To report additional countries, use the overflow sheet provided on page 21 (eFile users – select "Add overflow" from the survey selection page).
- For additional instructions, see Part V on page 19 of the General Instructions.

**NOTE** – Do not report reserve transfers or recaptures of reserves.

Country	BEA USE ONLY	Transactions with foreign parent group								
		Reinsurance premiums				Reinsurance losses				
		Transaction Code 1 Quarterly premiums earned on reinsurance assumed	Transaction Code 2 Quarterly premiums incurred on reinsurance ceded	Transaction Code 3 Quarterly losses incurred on reinsurance assumed	Transaction Code 4 Quarterly losses recovered on reinsurance ceded					
1. Total, lines 2–32 of this page	001	1	2	3	000	4	000	5	000	
2.	002	1	2	3	000	4	000	5	000	
3.	003	1	2	3	000	4	000	5	000	
4.	004	1	2	3	000	4	000	5	000	
5.	005	1	2	3	000	4	000	5	000	
6.	006	1	2	3	000	4	000	5	000	
7.	007	1	2	3	000	4	000	5	000	
8.	008	1	2	3	000	4	000	5	000	
9.	009	1	2	3	000	4	000	5	000	
10.	010	1	2	3	000	4	000	5	000	
11.	011	1	2	3	000	4	000	5	000	
12.	012	1	2	3	000	4	000	5	000	
13.	013	1	2	3	000	4	000	5	000	
14.	014	1	2	3	000	4	000	5	000	
15.	015	1	2	3	000	4	000	5	000	
16.	016	1	2	3	000	4	000	5	000	
17.	017	1	2	3	000	4	000	5	000	
18.	018	1	2	3	000	4	000	5	000	
19.	019	1	2	3	000	4	000	5	000	
20.	020	1	2	3	000	4	000	5	000	
21.	021	1	2	3	000	4	000	5	000	
22.	022	1	2	3	000	4	000	5	000	
23.	023	1	2	3	000	4	000	5	000	
24.	024	1	2	3	000	4	000	5	000	
25.	025	1	2	3	000	4	000	5	000	
26.	026	1	2	3	000	4	000	5	000	
27.	027	1	2	3	000	4	000	5	000	
28.	028	1	2	3	000	4	000	5	000	
29.	029	1	2	3	000	4	000	5	000	
30.	030	1	2	3	000	4	000	5	000	
31.	031	1	2	3	000	4	000	5	000	
32. Countries with which transactions were less than \$50,000.00 each, total	032	1	709	2	3	000	4	000	5	000

# SCHEDULE A3 – Quarterly Reinsurance Transactions with Unaffiliated Foreign Persons

Are you reporting transactions with **unaffiliated foreign persons** ?

23000 3<sup>13</sup> Yes

- If you checked “Yes” for transaction codes 1–4 in Column 3 of question **8**, and you had transactions of this type with **unaffiliated foreign persons**, reporting below is mandatory.
- Report all currency amounts in thousands of dollars. Example: If the amount is \$1,555,555.00 report as 1,556.
- Round amounts less than \$500.00 to 0.
- To report additional countries, use the overflow sheet provided on page 21 (eFile users – select “Add overflow” from the survey selection page).
- For additional instructions, see Part V on page 19 of the General Instructions.

**NOTE** – Do not report reserve transfers or recaptures of reserves.

Country	BEA USE ONLY	Transactions with unaffiliated foreign persons								
		Reinsurance premiums				Reinsurance losses				
		Transaction Code 1 Quarterly premiums earned on reinsurance assumed	Transaction Code 2 Quarterly premiums incurred on reinsurance ceded	Transaction Code 3 Quarterly losses incurred on reinsurance assumed	Transaction Code 4 Quarterly losses recovered on reinsurance ceded					
1. Total, lines 2–32 of this page	001	1	2	3	000	4	000	5	000	
2.	002	1	2	3	000	4	000	5	000	
3.	003	1	2	3	000	4	000	5	000	
4.	004	1	2	3	000	4	000	5	000	
5.	005	1	2	3	000	4	000	5	000	
6.	006	1	2	3	000	4	000	5	000	
7.	007	1	2	3	000	4	000	5	000	
8.	008	1	2	3	000	4	000	5	000	
9.	009	1	2	3	000	4	000	5	000	
10.	010	1	2	3	000	4	000	5	000	
11.	011	1	2	3	000	4	000	5	000	
12.	012	1	2	3	000	4	000	5	000	
13.	013	1	2	3	000	4	000	5	000	
14.	014	1	2	3	000	4	000	5	000	
15.	015	1	2	3	000	4	000	5	000	
16.	016	1	2	3	000	4	000	5	000	
17.	017	1	2	3	000	4	000	5	000	
18.	018	1	2	3	000	4	000	5	000	
19.	019	1	2	3	000	4	000	5	000	
20.	020	1	2	3	000	4	000	5	000	
21.	021	1	2	3	000	4	000	5	000	
22.	022	1	2	3	000	4	000	5	000	
23.	023	1	2	3	000	4	000	5	000	
24.	024	1	2	3	000	4	000	5	000	
25.	025	1	2	3	000	4	000	5	000	
26.	026	1	2	3	000	4	000	5	000	
27.	027	1	2	3	000	4	000	5	000	
28.	028	1	2	3	000	4	000	5	000	
29.	029	1	2	3	000	4	000	5	000	
30.	030	1	2	3	000	4	000	5	000	
31.	031	1	2	3	000	4	000	5	000	
32. Countries with which transactions were less than \$50,000.00 each, total	032	1	709	2	3	000	4	000	5	000

## Reporting Instructions for Schedule B

**IMPORTANT** – Only report transactions accrued during the reporting period. ONLY report transactions between the U.S. Reporter's domestic operations and foreign persons. DO NOT report transactions between the U.S. Reporter's foreign affiliates and foreign persons, between the U.S. Reporter's domestic operations and other U.S. persons, or transactions between other U.S. persons and the U.S. Reporter's foreign affiliates.

### How to Report:

**1)** Report all amounts in thousands of U.S. dollars (omitting 000). Round amounts less than \$500.00 to 0. Do not enter amounts in the shaded portions of each item.

Use the following **Schedule B's** on pages 14-16 to report your quarterly primary and auxiliary insurance transactions based on your relationship with the foreign person(s) (see page 8 for more information on reporting relationships):

Schedule	Relationship with the consolidated domestic U.S. Reporter	Page
B1	Foreign affiliates	14
B2	Foreign parent group	15
B3	Unaffiliated foreign persons	16

**2)** Enter the country(ies) of the transactor(s) in the first column of **Schedule B**.

**3)** Report the U.S. Reporter's quarterly primary and auxiliary Insurance transactions with the foreign transactor in the appropriate column based on the transaction type:

- Transaction Code 5 – Quarterly premiums earned on primary insurance sold
- Transaction Code 6 – Quarterly losses incurred on primary insurance sold
- Transaction Code 7 – Quarterly auxiliary insurance receipts
- Transaction Code 8 – Quarterly auxiliary insurance payments

### Example:

The U.S. Reporter had a total of \$6,325,000 in quarterly losses incurred on primary insurance sold to its foreign parent group in Switzerland.

<b>B2</b>	Foreign parent group	Page 15
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Per the table above, losses incurred on primary insurance sold to the foreign parent group are reportable on **Schedule B2**, which is on page 15.

On **Schedule B2**, enter "Switzerland" from the dropdown box in column 1. Enter "6325" under transaction code 6.

### Example

Country		BEA USE ONLY		Transactions with foreign parent group			
				Primary insurance		Auxiliary insurance	
				Transaction Code 5 Quarterly premiums earned on primary insurance sold	Transaction Code 6 Quarterly losses incurred on primary insurance sold	Transaction Code 7 Quarterly receipts	Transaction Code 8 Quarterly payments
1. Switzerland	001	1	2	3 000	4 6325 000	5 000	6 000

Quarterly transactions should be calculated as follows:

### For property and casualty insurance companies (Columns 3 and 4)

Report premiums (transaction code 5) as follows: Premiums written during the current quarter, plus unearned premiums at the beginning of the current quarter, minus unearned premiums at the end of the current quarter. Report premiums net of cancellations. Report premiums gross of commissions and profit commissions paid to or received from foreign persons, including commissions initially paid to or received from a U.S. intermediary (agent or broker) of a foreign person.

Report losses incurred (transaction code 6) as follows: Losses paid during the quarter, plus case reserves at the end of the current quarter, plus losses incurred but not reported at the end of the current quarter, minus case reserves at the beginning of the current quarter, minus losses incurred but not reported at the beginning of the current quarter. Losses paid or recovered should not include loss adjustment expenses (reportable under transaction codes 7 and 8).

### For life insurance companies (Columns 3 and 4)

Report premiums earned (transaction code 5) as follows: These amounts should be adjusted for changes in due, deferred, and advanced premiums for the current year. Report premiums gross of commissions and profit commissions paid to foreign persons, including commissions initially paid to a U.S. intermediary (agent or broker) of a foreign person.

Calculate transaction code 6 as follows: Losses paid reflect policy claims on reinsurance assumed or ceded, adjusted for changes in claims due, unpaid, and in the course of settlement.

### Auxiliary insurance services (Columns 5 and 6)

Include agent's commissions, insurance brokering and agency services, insurance consulting services, evaluation, allocated loss adjustment expenses, and other adjustment services, actuarial services, salvage administration services, and regulatory and monitoring services on indemnities and recovery services.

# SCHEDULE B1 – Quarterly Primary and Auxiliary Insurance Transactions with Foreign Affiliates

Are you reporting transactions with **foreign affiliates** ?

31000 1 <sup>1</sup> Yes

- If you checked "Yes" to any of the transaction codes 5-8 in Column 3 of question **8**, and you had transactions of this type with your **foreign affiliates**, reporting below is mandatory.
- Report all currency amounts in thousands of dollars. Example: If the amount is \$1,555,555.00 report as 1,556.
- Round amounts less than \$500.00 to 0.
- To report additional countries, use the overflow sheet provided on page 22 (eFile users – select "Add overflow" from the survey selection page).
- For additional instructions, see Part V on page 19 of the General Instructions.

**NOTE** — For transaction codes 5 and 6, only report premiums and losses related to primary (direct) insurance. Reinsurance premiums and losses should be reported as transaction codes 1 and 2 on **Schedule A**.

Country		BEA USE ONLY		Transactions with foreign affiliates								
				Primary insurance				Auxiliary insurance				
				Transaction Code 5 Quarterly premiums earned on primary insurance sold	Transaction Code 6 Quarterly losses incurred on primary insurance sold	Transaction Code 7 Quarterly receipts	Transaction Code 8 Quarterly payments					
1. Total, lines 2–32 of this page	001	1	2	3	4	5	6	7	8	9	10	
2.	002	1	2	3	4	5	6	7	8	9	10	
3.	003	1	2	3	4	5	6	7	8	9	10	
4.	004	1	2	3	4	5	6	7	8	9	10	
5.	005	1	2	3	4	5	6	7	8	9	10	
6.	006	1	2	3	4	5	6	7	8	9	10	
7.	007	1	2	3	4	5	6	7	8	9	10	
8.	008	1	2	3	4	5	6	7	8	9	10	
9.	009	1	2	3	4	5	6	7	8	9	10	
10.	010	1	2	3	4	5	6	7	8	9	10	
11.	011	1	2	3	4	5	6	7	8	9	10	
12.	012	1	2	3	4	5	6	7	8	9	10	
13.	013	1	2	3	4	5	6	7	8	9	10	
14.	014	1	2	3	4	5	6	7	8	9	10	
15.	015	1	2	3	4	5	6	7	8	9	10	
16.	016	1	2	3	4	5	6	7	8	9	10	
17.	017	1	2	3	4	5	6	7	8	9	10	
18.	018	1	2	3	4	5	6	7	8	9	10	
19.	019	1	2	3	4	5	6	7	8	9	10	
20.	020	1	2	3	4	5	6	7	8	9	10	
21.	021	1	2	3	4	5	6	7	8	9	10	
22.	022	1	2	3	4	5	6	7	8	9	10	
23.	023	1	2	3	4	5	6	7	8	9	10	
24.	024	1	2	3	4	5	6	7	8	9	10	
25.	025	1	2	3	4	5	6	7	8	9	10	
26.	026	1	2	3	4	5	6	7	8	9	10	
27.	027	1	2	3	4	5	6	7	8	9	10	
28.	028	1	2	3	4	5	6	7	8	9	10	
29.	029	1	2	3	4	5	6	7	8	9	10	
30.	030	1	2	3	4	5	6	7	8	9	10	
31.	031	1	2	3	4	5	6	7	8	9	10	
32. Countries with which transactions were less than \$50,000.00 each, total	032	1	709	2	3	4	5	6	7	8	9	10

# SCHEDULE B2 – Quarterly Primary and Auxiliary Insurance Transactions with the foreign parent group

Are you reporting transactions with your **foreign parent group** ?

32000 2 <sup>1</sup>2 Yes

- If you checked “Yes” to any of the transaction codes 5-8 in Column 3 of question **8**, and you had transactions of this type with your **foreign parent group**, then reporting below is mandatory.
- Report all currency amounts in thousands of dollars. Example: If the amount is \$1,555,555.00 report as 1,556.
- Round amounts less than \$500.00 to 0.
- To report additional countries, use the overflow sheet provided on page 22 (eFile users – select “Add overflow” from the survey selection page).
- For additional instructions, see Part V on page 19 of the General Instructions.

**NOTE** — For transaction codes 5 and 6, only report premiums and losses related to primary (direct) insurance. Reinsurance premiums and losses should be reported as transaction codes 1 and 2 on **Schedule A**.

Country	BEA USE ONLY		Transactions with foreign parent group							
			Primary insurance				Auxiliary insurance			
			Transaction Code 5 Quarterly premiums earned on primary insurance sold	Transaction Code 6 Quarterly losses incurred on primary insurance sold	Transaction Code 7 Quarterly receipts	Transaction Code 8 Quarterly payments				
1. Total, lines 2–32 of this page	001	1 2 3	000	000	000	000	000	000	000	000
2.	002	1 2 3	000	000	000	000	000	000	000	000
3.	003	1 2 3	000	000	000	000	000	000	000	000
4.	004	1 2 3	000	000	000	000	000	000	000	000
5.	005	1 2 3	000	000	000	000	000	000	000	000
6.	006	1 2 3	000	000	000	000	000	000	000	000
7.	007	1 2 3	000	000	000	000	000	000	000	000
8.	008	1 2 3	000	000	000	000	000	000	000	000
9.	009	1 2 3	000	000	000	000	000	000	000	000
10.	010	1 2 3	000	000	000	000	000	000	000	000
11.	011	1 2 3	000	000	000	000	000	000	000	000
12.	012	1 2 3	000	000	000	000	000	000	000	000
13.	013	1 2 3	000	000	000	000	000	000	000	000
14.	014	1 2 3	000	000	000	000	000	000	000	000
15.	015	1 2 3	000	000	000	000	000	000	000	000
16.	016	1 2 3	000	000	000	000	000	000	000	000
17.	017	1 2 3	000	000	000	000	000	000	000	000
18.	018	1 2 3	000	000	000	000	000	000	000	000
19.	019	1 2 3	000	000	000	000	000	000	000	000
20.	020	1 2 3	000	000	000	000	000	000	000	000
21.	021	1 2 3	000	000	000	000	000	000	000	000
22.	022	1 2 3	000	000	000	000	000	000	000	000
23.	023	1 2 3	000	000	000	000	000	000	000	000
24.	024	1 2 3	000	000	000	000	000	000	000	000
25.	025	1 2 3	000	000	000	000	000	000	000	000
26.	026	1 2 3	000	000	000	000	000	000	000	000
27.	027	1 2 3	000	000	000	000	000	000	000	000
28.	028	1 2 3	000	000	000	000	000	000	000	000
29.	029	1 2 3	000	000	000	000	000	000	000	000
30.	030	1 2 3	000	000	000	000	000	000	000	000
31.	031	1 2 3	000	000	000	000	000	000	000	000
32. Countries with which transactions were less than \$50,000.00 each, total	032	1 709 2 3	000	000	000	000	000	000	000	000

SCHEDULE B3 – Quarterly Primary and Auxiliary Insurance Transactions with Unaffiliated Foreign Persons

Are you reporting transactions with **unaffiliated foreign persons** ?

33000 3<sup>13</sup> Yes

- If you checked “Yes” to any of the transaction codes 5-8 in Column 3 of question **8**, and you had transactions of this type with **unaffiliated foreign persons**, then reporting below is mandatory.
- Report all currency amounts in thousands of dollars. Example: If the amount is \$1,555,555.00 report as 1,556.
- Round amounts less than \$500.00 to 0.
- To report additional countries, use the overflow sheet provided on page 22 (eFile users – select “Add overflow” from the survey selection page).
- For additional instructions, see Part V on page 19 of the General Instructions.

**NOTE** — For transaction codes 5 and 6, only report premiums and losses related to primary (direct) insurance. Reinsurance premiums and losses should be reported as transaction codes 1 and 2 on **Schedule A**.

Country		BEA USE ONLY		Transactions with unaffiliated foreign persons							
				Primary insurance				Auxiliary insurance			
				Transaction Code 5		Transaction Code 6		Transaction Code 7		Transaction Code 8	
				Quarterly premiums earned on primary insurance sold		Quarterly losses incurred on primary insurance sold		Quarterly receipts		Quarterly payments	
1. Total, lines 2–32 of this page	001	1	2	3	000	4	000	5	000	6	000
2.	002	1	2	3	000	4	000	5	000	6	000
3.	003	1	2	3	000	4	000	5	000	6	000
4.	004	1	2	3	000	4	000	5	000	6	000
5.	005	1	2	3	000	4	000	5	000	6	000
6.	006	1	2	3	000	4	000	5	000	6	000
7.	007	1	2	3	000	4	000	5	000	6	000
8.	008	1	2	3	000	4	000	5	000	6	000
9.	009	1	2	3	000	4	000	5	000	6	000
10.	010	1	2	3	000	4	000	5	000	6	000
11.	011	1	2	3	000	4	000	5	000	6	000
12.	012	1	2	3	000	4	000	5	000	6	000
13.	013	1	2	3	000	4	000	5	000	6	000
14.	014	1	2	3	000	4	000	5	000	6	000
15.	015	1	2	3	000	4	000	5	000	6	000
16.	016	1	2	3	000	4	000	5	000	6	000
17.	017	1	2	3	000	4	000	5	000	6	000
18.	018	1	2	3	000	4	000	5	000	6	000
19.	019	1	2	3	000	4	000	5	000	6	000
20.	020	1	2	3	000	4	000	5	000	6	000
21.	021	1	2	3	000	4	000	5	000	6	000
22.	022	1	2	3	000	4	000	5	000	6	000
23.	023	1	2	3	000	4	000	5	000	6	000
24.	024	1	2	3	000	4	000	5	000	6	000
25.	025	1	2	3	000	4	000	5	000	6	000
26.	026	1	2	3	000	4	000	5	000	6	000
27.	027	1	2	3	000	4	000	5	000	6	000
28.	028	1	2	3	000	4	000	5	000	6	000
29.	029	1	2	3	000	4	000	5	000	6	000
30.	030	1	2	3	000	4	000	5	000	6	000
31.	031	1	2	3	000	4	000	5	000	6	000
32. Countries with which transactions were less than \$50,000.00 each, total	032	1 709	2	3	000	4	000	5	000	6	000

## GENERAL INSTRUCTIONS

Public reporting burden for this BE-45 report is estimated to average 9 hours per response. This burden includes time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding this burden estimate to Director, Bureau of Economic Analysis (BE-1), 4600 Silver Hill Rd., Washington, DC 20233; and to the Office of Management and Budget, Paperwork Reduction Project 0608-0066, Washington, DC 20503.

**Purpose** — Reports on this form are required to obtain reliable and up-to-date information on transactions between U.S. insurance companies and foreign persons. The data will be used in compiling the U.S. international transactions accounts and the national income and product accounts. The information will also be used to formulate U.S. policy and to analyze the impact of that policy, and the policies of foreign countries, on such international transactions.

**Authority** — This survey is being conducted under the authority of the International Investment and Trade in Services Survey Act (P.L. 94-472, 90 Stat. 2059, 22 U.S.C. 3101-3108, as amended — hereinafter “the Act”), and the filing of reports is mandatory under section 5(b)(2) of the Act (22 U.S.C. 3104). Regulations for the survey may be found in 15 CFR Part 801. The survey has been approved by the Office of Management and Budget (OMB) under the Paperwork Reduction Act (44 U.S.C. 3501, et seq.).

**Penalties** — Persons who fail to report may be subject to a civil penalty and to injunctive relief commanding such person to comply, or both. These civil penalties are subject to inflationary adjustments. Those adjustments are found in 15 CFR 6.4. Whoever willfully fails to report shall be fined, and, if an individual, may be imprisoned for not more than one year, or both. Any officer, director, employee, or agent of any entity who knowingly participates in such violations, upon conviction, may be punished by a like fine, imprisonment, or both. (See 22 U.S.C. 3105.) Notwithstanding the above, a U.S. person is not subject to any penalty for failure to report if a valid Office of Management and Budget (OMB) control number is not displayed on the form. The control number for Form BE-45 (0608-0066) is displayed at the top of the first page of this form.

**Confidentiality** — The Act provides that your report to this Bureau is **confidential** and may be used only for analytical and statistical purposes. Without your prior written permission, the information filed in your report **cannot** be presented in a manner that allows it to be individually identified. Your report **cannot** be used for purposes of taxation, investigation, or regulation. Copies retained in your files are immune from legal process. Per the Cybersecurity Enhancement Act of 2015, your data are protected from Cybersecurity risks through security monitoring of BEA information systems.

### I. WHO IS TO REPORT AND GENERAL COVERAGE

**A. Who must report** — A response is required from each U.S. insurance company that was notified by BEA about the survey.

#### 1. Mandatory reporting, voluntary reporting, and exemptions

##### a. Mandatory reporting

A complete BE-45 report is required from each U.S. insurance company that engaged in reinsurance transactions with foreign persons, that earned premiums from, or incurred losses to, foreign persons in the capacity of primary insurers, or that engaged in international sale or purchase transactions in services auxiliary to insurance. Filing is mandatory if the U.S. Reporter's combined reportable transactions exceeded \$8 million (based on absolute value) in the previous calendar year or are expected to exceed that amount during the current calendar year, on an accrual basis: (1) premiums earned, and (2) losses, on reinsurance assumed; (3) premiums incurred, and (4) losses, on reinsurance ceded; (5) premiums earned, and (6) losses, on primary insurance sold; (7) sales of, and (8) purchases of, auxiliary insurance services.

##### b. Voluntary reporting

If, in the previous year, combined reportable transactions were \$8 million or less (based on absolute value), on an accrual basis, and are

expected to be less than that amount in the current year, then the U.S. insurance company may report transactions at a country and affiliation level of detail on the applicable mandatory schedule(s). Provision of this additional detail is voluntary. The estimates may be judgmental, that is, based on recall, without conducting a detailed records search.

#### c. Exemption

A U.S. insurance company receiving this form from BEA is not required to report data if transactions fall below the threshold described in Part I.A.1.a. However, it must complete and return the survey through page 6.

**B. Consolidation** — A U.S. enterprise should file a single Form BE-45 covering combined (total) insurance services transactions of all its domestic subsidiaries, and parts, that are insurance services providers.

#### 1. Consolidating unincorporated enterprises

Consolidate into your BE-45 report the transactions of unincorporated enterprises in which your company has voting control. Please see the following items on determining the voting interest in typical unincorporated enterprises.

**Partnerships** — Most partnerships are either general partnerships or limited partnerships. Consolidation of partnerships and inclusion of their insurance services transactions (purchases and sales) on the BE-45 survey is based on voting control.

##### a. General partnerships

**Determination of voting interest** — The determination of the percentage of voting interest of a general partner is based on who controls the partnership. The percentage of voting interest is not based on the percentage of ownership in the partnership's equity. The general partners are presumed to control a general partnership. Unless a clause to the contrary is contained in the partnership agreement, a general partnership is presumed to be controlled equally by each of the general partners.

**Managing partners** — If one general partner is designated as the managing partner, responsible for the day-to-day operations of the partnership, this does not necessarily transfer control of the partnership to the managing partner. If the managing partner must obtain approval for annual operating budgets and for decisions relating to significant management issues from the other general partners, then the managing partner does not have a 100 percent voting interest in the partnership.

##### b. Limited partnerships

**Determination of voting interest** — The determination of the percentage of voting interest in a limited partnership is based on who controls the partnership. The percentage of voting interest is not based on the percentage of ownership in the partnership's equity. In most cases, the general partner is presumed to control a limited partnership, and therefore, have a 100 percent voting interest in the limited partnership. If there is more than one general partner, the partnership is presumed to be controlled equally by each of the general partners, unless a clause to the contrary is contained in the partnership agreement. Therefore, unless a clause to the contrary is contained in the partnership agreement, limited partners are presumed to have zero voting interest in a limited partnership.

**Managing partners** — See discussion under “General Partnerships” above.

##### c. Limited Liability Companies (LLCs)

**Determination of voting interest** — The determination of the percentage of voting interest in an LLC is based on who controls the LLC. The percentage of voting interest is not based on the percentage of ownership in the LLC's equity. LLCs are presumed to be controlled equally by each of its members (owners), unless a clause to the contrary is contained in the articles of organization or in the operating agreement.

**Managing member** — If one member is designated as the managing member responsible for the day-to-day operations of the LLC, this does not necessarily transfer control of the LLC to the managing member. If the managing member must obtain approval for annual operating

## GENERAL INSTRUCTIONS — Continued

budgets and for decisions relating to other significant management issues from the other members, then the managing member does not have a 100 percent voting interest in the LLC.

- C. Transactions involving a broker** — At times, insurance transactions between a U.S. person and a foreign person may be arranged by, billed through, or otherwise facilitated by, a broker, agent, or intermediary. In order to avoid duplication, the data should be reported by the insurance company assuming the risk or recovering or paying the loss. Brokers, agents, and intermediaries are generally not to report.

### II. WHAT TO REPORT

- A.** Report transactions with affiliated foreign persons as well as with unaffiliated foreign persons (Part V. for more information on reporting relationships). **File separate schedules to report transactions with (1) your foreign affiliates, (2) your foreign parent group, and (3) unaffiliated foreign persons.**
- B.** Report transactions with alien insurance groups, whether or not funds remitted to and from these organizations are cleared through their American trust funds.
- C.** Note that the criterion for reporting is whether the transaction is between a U.S. person and a foreign person. It is immaterial whether the assets insured are located in the United States or abroad.
- D.** Report transactions with U.S. affiliates of foreign firms **for the account of their foreign parent firm.** (Report them on the schedule covering your transactions with unaffiliated foreign persons.)
- E.** Report transactions with foreign persons made by your foreign affiliate **for your account.** (Report them on the schedule covering your transactions with unaffiliated foreign persons.)

### III. WHAT NOT TO REPORT

- A. Finite insurance and finite reinsurance** — Finite insurance and reinsurance contracts transfer a limited amount of insurance risk from the policyholder to the insurer with the policyholder retaining a significant portion of that risk. Contract terms and features that can limit the transfer of insurance risk include the following: (1) Contract terms that result in the premium paid by the policyholder plus anticipated investment income earned by the insurer on that premium approximately equaling the reimbursements (including claim recoveries and any contract adjustments) expected by the policyholder from the insurer, (2) Adjustable features that result in profit-and-loss sharing arrangements between the policyholder and the insurer, (3) A contract coverage period that extends beyond one year and premiums for subsequent periods that may depend on the loss experience of earlier years, (4) Limits on the amount of claims to be paid by the insurer, (5) Loss corridors that limit or eliminate the risk of loss for a specified percentage or dollar amount of claims within the range of contract coverage, (6) Favorable contract termination provisions, for example, that would result in a loss to the policyholder, (7) Premiums that are a substantial percentage of the maximum coverage provided.
- Types of finite insurance include, but are not limited to, loss portfolio transfers, adverse development coverages, and spread loss coverages. There may be other types of finite reinsurance that are not explicitly listed but are substantially identical in function and should **not** be reported on the survey as well.
- B.** Do **not** report reserve transfers or recaptures of reserves on the inception or termination of reinsurance contracts. Such amounts do not represent the provision of a service, and should be excluded from reporting on the BE-45 survey. Only include current premiums on transferred amounts.
- C.** Do **not** report transactions with U.S. affiliates of foreign firms **for their own account.** Transactions with these U.S. affiliates are considered domestic-to-domestic for purposes of this survey.
- D.** Do **not** report transactions with foreigners made by your foreign affiliates **for their own account.**
- E.** Do **not** report premiums to, or losses from, foreign insurance companies

on primary or direct insurance. Premiums on such insurance purchased from foreign insurance companies are to be reported on Form BE-120, Benchmark Survey of Transactions in Selected Services and Intellectual Property with Foreign Persons, and Form BE-125, Quarterly Survey of Transactions in Selected Services and Intellectual Property with Foreign Persons.

### IV. DEFINITIONS

- A. Insurance companies**, for purposes of this survey, includes insurance carriers of all types and groups of such companies.
- B. United States**, when used in a geographic sense, means the several states, the District of Columbia, the Commonwealth of Puerto Rico, and all the territories and possessions of the United States. **NOTE:** The U.S. Virgin Islands and Guam are territories of the United States.
- C. Foreign**, when used in a geographic sense, means that which is situated outside the United States or which belongs to or is characteristic of a country other than the United States.
- D. Person** means any individual, branch, partnership, associated group, association, estate, trust, corporation, or other organization (whether or not organized under the laws of any State), and any government (including a foreign government, the U.S. Government, a State or local government, and any agency, corporation, financial institution, or other entity or instrumentality thereof, including a government-sponsored agency).
- 1. United States person** means any person resident in the United States or subject to the jurisdiction of the United States.
- 2. Foreign person** means any person resident outside the United States or subject to the jurisdiction of a country other than the United States.
- E. Business enterprise** means any organization, association, branch, or venture which exists for profit making purposes or to otherwise secure economic advantage, and any ownership of any real estate. (A business enterprise is a "person" within the definition in paragraph D above.)
- F. Direct investment** means the ownership or control, directly or indirectly, by one person of 10 percent or more of the voting stock of an incorporated business enterprise or an equivalent ownership interest in an unincorporated business enterprise.
- G. Parent** means a person of one country who, directly or indirectly, owns or controls 10 percent or more of the voting stock of an incorporated business enterprise or an equivalent ownership interest in an unincorporated business enterprise, which is located outside that country.
- 1. U.S. parent** means the U.S. person that has direct investment in a foreign business enterprise.
- 2. Foreign parent** means the foreign person, or the first person outside the United States in a foreign chain of ownership, which has direct investment in a U.S. business enterprise, including a branch.
- H. Foreign parent group** means: (i) the foreign parent, which is the first entity outside the United States in a foreign chain of ownership, which owns at least 10 percent (based on voting interest), directly or indirectly, of the consolidated domestic U.S. business enterprise. (ii) any foreign entity, proceeding up the foreign parent's ownership chain, which owns more than 50 percent of the entity below it up to and including that entity which is not owned more than 50 percent by another foreign entity, and (iii) any foreign entity, proceeding down the ownership chain(s) of each of these members, which is owned more than 50 percent by the entity above it.
- I. Affiliate** means a business enterprise located in one country which is directly or indirectly owned or controlled by a person of another country to the extent of 10 percent or more of its voting stock for an incorporated business or an equivalent interest for an unincorporated business, including a branch.
- 1. Foreign affiliate** means an affiliate located outside the United States in which a U.S. person has direct investment.

## GENERAL INSTRUCTIONS — Continued

- 2. U.S. affiliate** means an affiliate located in the United States in which a foreign person has direct investment.
- J. Foreign affiliate of a foreign parent** means, with reference to a given U.S. affiliate, any member of the foreign parent group owning the U.S. affiliate that is not a foreign parent of the U.S. affiliate.
- K. Affiliated foreign person** means, with respect to a given U.S. person in a direct investment relationship, (i) a foreign affiliate of which the U.S. person is a U.S. parent, or (ii) the foreign parent or other member of the foreign parent group of which the U.S. person is a U.S. affiliate.
- L. Unaffiliated foreign person** means, with respect to a given U.S. person, any foreign person that is not an affiliated foreign person as defined in paragraph K above.
- M. Country** means the country of location of the foreign person with whom a transaction has occurred.

### V. OTHER INSTRUCTIONS

#### A. Distinguishing between unaffiliated and affiliated transactions

This survey covers U.S. insurance companies' direct transactions with affiliated and unaffiliated foreign persons.

Examples of affiliated transactions are:

1. A transaction between a U.S. insurance company (U.S. parent) and its foreign affiliate.
2. A transaction between a U.S. insurance company (U.S. affiliate) and its foreign parent(s) or member(s) of the foreign parent group(s).

Examples of unaffiliated transactions are:

1. A transaction between a U.S. insurance company and an unaffiliated foreign person.
2. A transaction between one U.S. insurance company and another U.S. insurance company's foreign affiliate. Such a transaction is reportable by the first U.S. insurance company.

Examples of transactions that are not reportable are:

1. A transaction between a U.S. affiliate of a foreign parent and another U.S. person.
2. A transaction between a U.S. parent's foreign affiliate and another foreign person.

#### B. Understanding the U.S. insurance company's relationship with foreign persons

The relationship between the U.S. Reporter and the foreign persons fall into one of three categories:

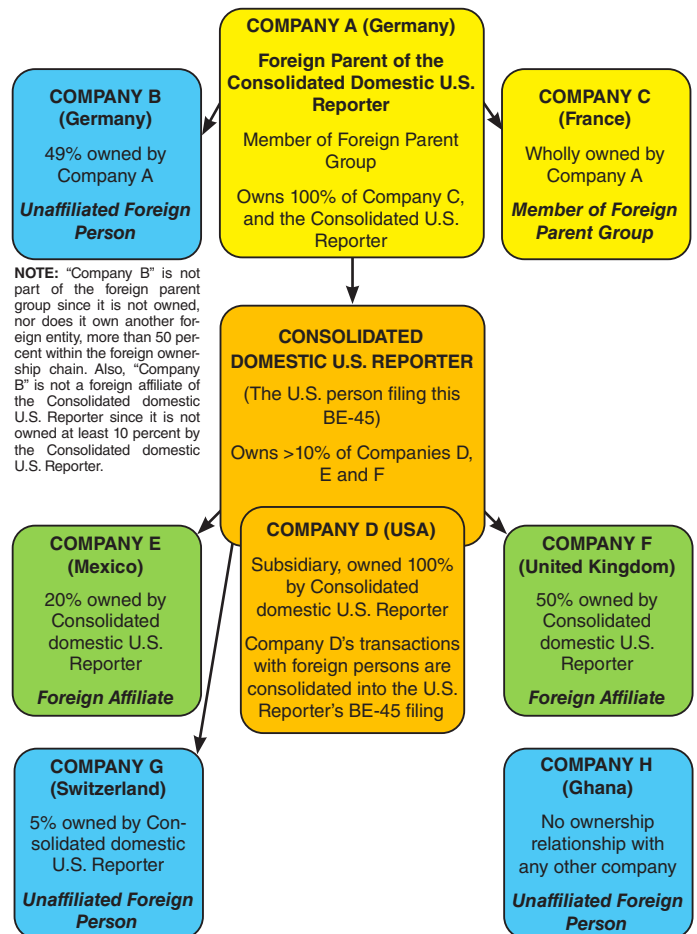
**Foreign affiliates** – A foreign affiliate is defined as an entity domiciled in a foreign country that is owned at least 10 percent, directly or indirectly, by the U.S. Reporter.

**Foreign parent group** means all of the following:

- (i) the foreign parent, which is the first entity outside the United States in a foreign chain of ownership, that owns at least 10 percent (based on voting interest), directly or indirectly, of the consolidated domestic U.S. business enterprise.
- (ii) any foreign entity proceeding up the foreign parent's ownership chain, that owns more than 50 percent of the entity below it up to and including the entity that is not owned more than 50 percent by another foreign entity,
- (iii) any foreign entity that, proceeding down the ownership chain(s) of each of these members, is owned more than 50 percent by the entity above it.

**Unaffiliated foreign persons** – An unaffiliated foreign person is an entity domiciled abroad that is not owned, or is owned less than ten percent, directly or indirectly, by the U.S. Reporter or the U.S. Reporter's foreign parent.

The diagram in the next column illustrates each of these relationships with regards to the U.S. Reporter.



### VI. SPECIFIC ITEM INSTRUCTIONS

#### Schedule A

##### How to calculate transaction codes 1–4

**NOTE** – Do not include transfers of reserves, and/or recaptures of reserves, on Schedule A. Such transactions should be excluded from reporting on the BE-45 survey. If you have reported these transactions in your data during previous quarters, please provide details about the timing and amount of the transactions in the comment box provided on page 6 of this survey. Only report current premiums on transferred amounts.

##### For property and casualty insurance companies

Calculate transaction codes 1 and 2 as follows: Premiums written (transaction code 1) or ceded (transaction code 2) during the quarter, plus unearned premiums at the beginning of the quarter, minus unearned premiums at the end of the quarter. Report premiums net of cancellations. Report premiums gross of commissions and profit commissions paid to or received from foreign persons, including commissions initially paid to or received from a U.S. intermediary (agent or broker) of a foreign person.

Calculate transaction codes 3 and 4 as follows: Losses paid (transaction code 3) or recovered (transaction code 4) during the quarter, plus case reserves at the end of the quarter, plus losses incurred but not reported at the end of the quarter, minus case reserves at the beginning of the quarter, minus losses incurred but not reported at the beginning of the quarter. Losses paid or recovered should not include loss adjustment expenses (reportable on Schedule B).

## GENERAL INSTRUCTIONS — Continued

### ***For life insurance companies***

Premiums received (transaction code 1) and paid (transaction code 2) reflect premiums accrued on reinsurance assumed from or ceded to insurance companies resident abroad. These amounts, therefore, are adjusted for changes in due, deferred, and advanced premiums for each quarter. Report premiums gross of commissions and profit commissions paid to or received from foreign persons, including commissions initially paid to or received from a U.S. intermediary (agent or broker) of a foreign person.

Losses paid (transaction code 3) and recovered (transaction code 4) reflect policy claims on reinsurance assumed or ceded, adjusted for changes in claims due, unpaid, and in the course of settlement.

## **Schedule B**

### **How to calculate transaction codes 5 and 6**

#### ***For property and casualty insurance companies***

Report premiums (transaction code 5) as follows: Premiums written during the current quarter, plus unearned premiums at the beginning of the current quarter, minus unearned premiums at the end of the current quarter. Report premiums net of cancellations. Report premiums gross of commissions and profit commissions paid to or received from foreign persons, including commissions initially paid to or received from a U.S. intermediary (agent or broker) of a foreign person.

Report losses incurred (transaction code 6) as follows: Losses paid during the quarter, plus case reserves at the end of the current quarter, plus losses incurred but not reported at the end of the current quarter, minus case reserves at the beginning of the current quarter, minus losses incurred but not reported at the beginning of the current quarter. Losses paid or recovered should not include loss adjustment expenses (reportable under transaction codes 7 and 8).

#### ***For life insurance companies***

Report premiums earned (transaction code 5). These amounts should be adjusted for changes in due, deferred, and advanced premiums for the current year. Report premiums gross of commissions and profit commissions paid to foreign persons, including commissions initially paid to a U.S. intermediary (agent or broker) of a foreign person.

Calculate transaction code 6 as follows: Losses incurred reflect policy claims on direct insurance assumed, adjusted for changes in claims due, unpaid, and in the course of settlement.

### **How to calculate transaction codes 7 and 8 (all companies)**

Include agent's commissions, insurance brokering and agency services, insurance consulting services, evaluation, allocated loss adjustment expenses, and other adjustment services, actuarial services, salvage administration services, and regulatory and monitoring services on indemnities and recovery services.

## **VI. REPORTING PROCEDURES**

- A. Due date** — A completed BE-45 is due within 30 days of the close of each calendar quarter, except the final quarter of the calendar year, when the reports are due within 45 days of the close of the calendar year.
- B. Calendar year** — For the purposes of this form, you must report on a calendar year basis. For example, your fourth quarter report is your reporting quarter that ends in the fourth calendar quarter.
- C. Extension** — A written request for an extension will be considered if it is received at least 15 days before the due date. You may fax the request to (301) 278-9506 or e-mail the request to [BE-45extension@bea.gov](mailto:BE-45extension@bea.gov). BEA will provide a written response to such a request.
- D. Assistance and additional copies of the forms** — Phone (301) 278-9303 for assistance, or send an email to [be45help@bea.gov](mailto:be45help@bea.gov). Copies of BEA survey forms are also available on BEA's web site: [www.bea.gov/ssb](http://www.bea.gov/ssb).

- E. Rounding** — Report currency amounts in U.S. dollars rounded to thousands (omitting 000). For example, if the amount is \$1,334,515.00, report it as \$1,335.
- F. Estimates** — If actual figures are not available, report estimates and label them as such. When data items cannot be fully subdivided as required, report totals and an estimated breakdown of the totals.
- G. Original and file copies** — File a single original copy of the form. In addition, retain a copy of the report in your files to facilitate resolution of problems; these copies should be retained by the U.S. Reporter for a period of not less than three years beyond the original due date.
- H. Where to send the report** — To file a report electronically, see our web site at [www.bea.gov/efile](http://www.bea.gov/efile) for details.

Send reports through the U.S. Postal Service to:

Bureau of Economic Analysis  
Balance of Payments Division, BE-50 (SSB)  
4600 Silver Hill Road  
Washington, DC 20233

Send reports filed by direct private express delivery to:

Bureau of Economic Analysis  
Balance of Payments Division, BE-50 (SSB)  
4600 Silver Hill Road  
Suitland, MD 20746

Fax reports to: (301) 278-9506