

U.S. International Transactions, Second Quarter 2002

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THE U.S. current-account deficit—the combined balances on trade in goods and services, income, and unilateral current transfers—increased to \$130.0 billion in the second quarter of 2002 from \$112.5 billion (revised) in the first quarter (table A).¹ The increase was mostly attributable to an increase in the deficit on goods, as a surge in goods imports more than offset a rebound in goods exports. An increase in the deficit on income, as income payments rose more than income receipts, also contributed to the increase in the current-account deficit. In contrast, the surplus on services increased, as services receipts increased more than services payments, and net outflows for unilateral current transfers decreased.

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—were \$80.4 billion in the second quarter, compared with \$87.6 billion (revised) in the first. Financial outflows for U.S.-owned assets abroad

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

increased more than financial inflows for foreign-owned assets in the United States.

The statistical discrepancy—errors and omissions in recorded transactions—was a positive \$49.4 billion in the second quarter, following a positive \$24.7 billion in the first.

The following are highlights for the second quarter of 2002:

- Goods imports surged as a result of strong gains in all major commodities. Goods exports turned up after decreasing for six consecutive quarters.
- Direct investment income payments more than doubled, and direct investment income receipts also increased.
- Net foreign purchases of U.S. securities other than U.S. Treasury securities increased strongly as a result of record net foreign purchases of U.S. corporate and agency bonds.
- Net financial inflows for foreign direct investment in the United States decreased to the lowest level in more than 10 years. The decrease reflected a shift to net intercompany debt outflows and a slowdown in net equity capital inflows.

Table A. Summary of U.S. International Transactions

[Millions of dollars, quarters seasonally adjusted]

Line	Lines in tables 1 and 10 in which transactions are included are indicated in () (Credits +; debits -)	2000	2001	2001				2002		Change: 2002 I-II
				I	II	III	IV	I ^r	II ^p	
Current account										
1	Exports of goods and services and income receipts (1)	1,417,236	1,281,793	349,040	331,612	309,477	291,667	291,348	304,359	13,011
2	Goods, balance of payments basis (3)	771,994	718,762	193,284	184,846	173,274	167,358	164,649	172,676	8,027
3	Services (4)	292,245	279,260	72,720	71,920	69,051	65,572	68,603	71,076	2,473
4	Income receipts (12)	352,997	283,771	83,036	74,846	67,152	58,737	58,096	60,607	2,511
5	Imports of goods and services and income payments (18)	-1,774,135	-1,625,701	-445,154	-418,930	-388,448	-373,174	-387,786	-421,258	-33,472
6	Goods, balance of payments basis (20)	-1,224,417	-1,145,927	-306,316	-292,565	-279,025	-268,021	-271,073	-295,316	-24,243
7	Services (21)	-218,503	-210,385	-56,848	-57,525	-43,078	-52,937	-57,671	-59,049	-1,378
8	Income payments (29)	-331,215	-269,389	-81,990	-68,840	-66,345	-52,216	-59,042	-66,893	-7,851
9	Unilateral current transfers, net (35)	-53,442	-49,463	-11,608	-11,916	-12,360	-13,579	-16,016	-13,060	2,956
Capital account										
10	Capital account transactions, net (39)	837	826	208	207	206	205	208	200	-8
Financial account										
11	U.S.-owned assets abroad, net (increase/financial outflow (-)) (40)	-606,489	-370,962	-215,815	-80,036	24,978	-100,088	-25,918	-140,833	-114,915
12	U.S. official reserve assets, net (41)	-290	-4,911	190	-1,343	-3,559	-199	390	-1,843	-2,233
13	U.S. Government assets, other than official reserve assets, net (46)	-941	-486	77	-783	77	143	133	12	-121
14	U.S. private assets, net (50)	-605,258	-365,565	-216,082	-77,910	28,460	-100,032	-26,441	-139,002	-112,561
15	Foreign-owned assets in the United States, net (increase/financial inflow (+)) (55)	1,015,986	752,806	302,510	181,610	17,889	250,797	113,496	221,213	107,717
16	Foreign official assets in the United States, net (56)	37,640	5,224	4,087	-20,831	16,882	5,086	7,641	47,062	39,421
17	Other foreign assets in the United States, net (63)	978,346	747,582	298,423	202,441	1,007	245,711	105,855	174,151	68,296
18	Statistical discrepancy (sum of above items with sign reversed) (70)	7	10,701	20,819	-2,547	48,258	-55,828	24,668	49,379	24,711
Memoranda:										
19	Balance on current account (76)	-410,341	-393,371	-107,722	-99,234	-91,331	-95,086	-112,454	-129,959	-17,505
20	Net financial flows (40 and 55)	409,497	381,844	86,695	101,574	42,867	150,709	87,578	80,380	-7,198

^r Revised.
^p Preliminary.

U.S. dollar in exchange markets

In the second quarter, the U.S. dollar depreciated 4 percent on a nominal, trade-weighted quarterly average basis against the group of seven major currencies that are widely traded in international markets (table B, chart 1). From the end of the first quarter to the end of the second quarter, the dollar depreciated sharply, falling 12 percent against the euro and 10 percent against the Japanese yen.

After reaching a more than 16-year high against the group of major currencies in the first quarter, the dollar depreciated in the second quarter. Economic releases indicated that U.S. economic activity was expanding more modestly in the second quarter than in the previous two quarters. U.S. financial markets were also adversely affected by growing concerns over corporate profitability and governance. Although economic activity abroad was also weak, there were signs of recoveries in major markets in Europe, Asia, and Canada.

The dollar fell to a 28-month low against the euro near the end of the second quarter. The euro benefitted from changes in interest-rate differentials in favor of owning euro-denominated assets. In addition, concerns about inflationary influences in the euro area eased, and business sentiment surveys showed signs of a possible recovery in manufacturing, despite continued weakness in Germany.

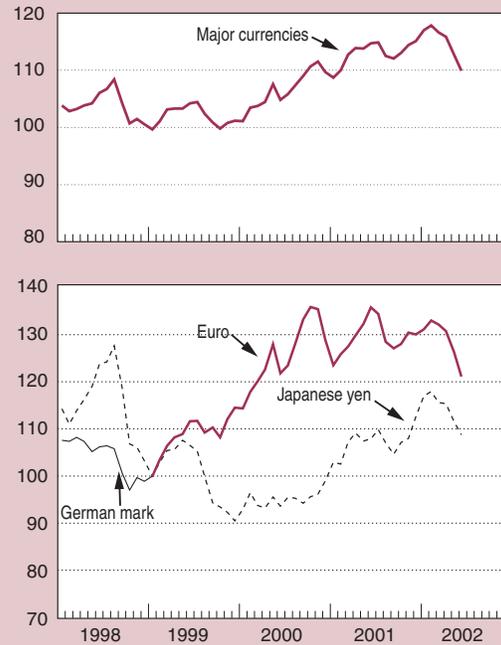
The yen appreciated against the dollar, as rising exports and gains in Japanese stock market prices gave investors hope for a modest improvement in Japan's economic conditions. Japanese monetary authorities attempted to stem the yen's rise by selling yen in foreign exchange markets on seven separate occasions.

In contrast, the U.S. dollar appreciated sharply against the currencies of several major Latin American countries that were experiencing substantial economic and financial difficulties. From the end of the first

CHART 1

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

January 1999=100



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

Data: Federal Reserve Board. Indexes rebased by BEA.

U.S. Bureau of Economic Analysis

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

(January 1999=100)

	2001			2002		2001						2002							
	II	III	IV	I	II	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	Jan.	Feb.	Mar.	April	May	June	
Nominal: ¹																			
Broad ²	110.0	109.8	110.5	112.5	110.7	110.4	110.8	109.1	109.4	110.2	110.6	110.7	112.2	112.9	112.3	112.0	110.6	109.4	
Major currencies ³	114.8	113.8	114.9	117.9	113.5	115.4	115.6	113.2	112.7	113.7	115.1	115.8	117.8	118.6	117.4	116.6	113.4	110.5	
Other important trading partners ⁴	105.0	105.6	106.0	106.8	107.9	105.2	105.9	104.9	106.1	106.6	105.9	105.5	106.5	107.0	106.9	107.2	107.8	108.6	
Real: ¹																			
Broad ²	112.1	111.7	111.9	113.7	112.2	112.6	112.9	110.9	111.4	111.7	112.1	111.9	113.4	114.0	113.7	113.6	112.1	110.8	
Major currencies ³	118.4	117.5	118.7	121.8	117.4	119.1	119.4	116.7	116.5	117.4	119.2	119.4	121.5	122.5	121.4	120.7	117.2	114.2	
Other important trading partners ⁴	104.7	105.0	104.1	104.5	106.0	105.1	105.4	104.2	105.4	105.0	103.9	103.4	104.2	104.3	104.9	105.4	106.0	106.7	
Selected currencies: (nominal) ⁵																			
Canada.....	101.4	101.8	104.0	105.0	102.3	100.3	100.8	101.3	103.2	103.4	104.8	103.9	105.3	105.1	104.5	104.1	102.0	100.8	
European currencies:																			
Euro area ⁶	132.7	130.1	129.6	132.2	126.1	135.9	134.5	128.6	127.2	128.1	130.5	130.1	131.2	133.1	132.2	130.8	126.4	121.2	
United Kingdom.....	116.1	114.7	114.4	115.7	112.8	117.7	116.6	114.8	112.7	113.8	114.9	114.5	115.2	116.0	115.9	114.3	113.0	111.2	
Switzerland.....	126.3	122.0	118.9	121.3	115.1	128.9	126.8	121.3	117.9	118.0	119.1	119.6	120.6	122.5	120.8	119.4	114.7	111.1	
Japan.....	108.3	107.2	109.3	116.9	111.9	108.0	109.9	107.1	104.7	107.2	108.1	112.6	117.1	118.0	115.7	115.4	111.6	108.8	
Mexico.....	90.7	91.3	91.2	90.0	93.6	89.7	90.5	90.2	93.1	92.2	91.1	90.4	90.5	89.9	89.5	90.5	93.9	96.4	
Brazil.....	151.3	168.9	168.7	157.6	165.6	157.3	163.6	166.2	177.0	181.3	168.5	156.3	157.4	160.3	155.1	153.6	163.7	179.5	

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.

quarter to the end of the second quarter, the dollar appreciated 27 percent against the Argentine peso, 22 percent against the Brazilian real, and 10 percent against the Mexican peso. The Argentine peso has lost over 60 percent of its value since it was allowed to float early this year after the Government's default on its international debt. The Brazilian real depreciated in the second quarter amid mounting concern about the country's economic and financial situation and the servicing of its large foreign debt.

Current Account

Goods and services

The deficit on goods and services increased to \$110.6 billion in the second quarter from \$95.5 billion in the first. A large increase in the deficit on goods more than offset a small increase in the surplus on services.

Goods

The deficit on goods increased to \$122.6 billion in the second quarter from \$106.4 billion in the first. The deficit had also increased in the first quarter after decreases throughout 2001. In the second quarter, imports surged an unprecedented amount, and exports increased strongly; in contrast, imports and exports had decreased substantially in 2001 (chart 2).

Exports. Goods exports increased \$8.0 billion, or 5 percent, to \$172.7 billion in the second quarter, follow-

Revisions to the Estimates for the First Quarter of 2002

The international transactions accounts estimates for the first quarter of 2002 are revised from the preliminary estimates that were published in the July 2002 SURVEY OF CURRENT BUSINESS. The current-account deficit for the first quarter was virtually unrevised at \$112.5 billion. The goods deficit was unrevised at \$106.4 billion, the services surplus was revised to \$10.9 billion from \$11.6 billion, the deficit on income was revised to \$0.9 billion from \$1.8 billion, and unilateral current transfers were revised to net outflows of \$16.0 billion from net outflows of \$15.9 billion. Net recorded financial inflows were revised to \$87.6 billion from \$99.4 billion.

ing six quarters of decline. In percentage terms, the increase was the largest in over 7 years. Real exports increased 4 percent, and export prices increased 1 percent (table C).²

Exports were spurred by an acceleration in economic activity in some foreign countries. The largest increases in exports were to Canada, where economic growth has been strong; to Asia, where recovery is underway partly due to the revival of the technology sector; and to Mexico, where signs of a rebound in economic activity recently emerged.

Exports of most major end-use commodities increased in value. Industrial supplies and materials increased \$3.0 billion, or 8 percent, to \$39.9 billion, following five quarters of decline. Chemicals accounted for over one-third of the total increase; exports to all geographical areas, particularly to Asia, rose strongly. Metals and nonmetallic products increased substantially, largely as a result of a 24-percent rise in nonferrous metals. Exports of every other category of nonagricultural commodities also increased.

Capital goods increased \$2.5 billion, or 3 percent, to \$73.6 billion, following six quarters of decrease. The second-quarter increase was mostly due to a surge in exports to Asia. Semiconductors increased \$1.1 billion, of which 80 percent was to Asia. Several other commodity categories increased, including electric generating machinery, machine tools, and "other" industrial, agricultural, and service machinery. In contrast, computers, peripherals, and parts decreased for the seventh consecutive quarter (although only slightly), and telecommunications equipment also continued to fall.

Automotive vehicles, engines, and parts increased

CHART 2

U.S. Trade in Goods



U.S. Bureau of Economic Analysis

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 (1996) dollars. Price indexes (1996=100) are also calculated using a chain-type Fisher formula.

\$1.7 billion, or 9 percent, to \$20.1 billion. The increase was the largest in both dollar and percentage terms since 1998. About two-thirds of the dollar increase was in engines and in other parts and accessories. Exports to Canada accounted for about 40 percent of the total increase, and exports to Mexico, about 30 percent.

Consumer goods increased \$0.5 billion, or 3 percent, to \$21.1 billion, following a yearlong decline.

Imports. Goods imports increased \$24.2 billion, or 9 percent, to \$295.3 billion in the second quarter, following a modest increase in the first quarter and substantial decreases in 2001. The second-quarter increase was a record in dollar terms and the largest in over 22 years in percentage terms. Nonpetroleum imports accounted for two-thirds of the increase, as all major commodity groups showed gains. Real imports increased 6 percent, and import prices increased 3 percent (table C).

Imports increased strongly, though the recovery in U.S. economic activity in the last three quarters has been uneven. Imports of consumer goods accelerated, though domestic consumer expenditures slowed for the second consecutive quarter. Imports of automotive products rose sharply, reflecting the high level of domestic expenditures for motor vehicles in the first half of the year, partly in response to sales incentives. Imports of capital goods stepped up, reflecting a rebound in domestic business investment in the first half of the year.

Consumer goods increased \$5.5 billion, or 8 percent, to a record \$76.8 billion. China accounted for over 60 percent of the increase. Manufactured durable goods rose \$3.4 billion, of which over one-third was accounted for by household and kitchen appliances.

Manufactured nondurable goods increased \$1.7 billion.

Automotive vehicles, engines, and parts increased \$4.2 billion, or 9 percent, to \$51.8 billion. Over 60 percent of the increase was accounted for by a sharp increase in passenger cars, particularly from Germany but also from Canada, Mexico, and the United Kingdom. Most of the rest of the increase was accounted for by parts and accessories.

Capital goods increased \$2.9 billion, or 4 percent, marking the second consecutive quarterly increase after five quarters of decline. The second-quarter increase was mostly accounted for by a strong rise in imports from Asia. High-technology products accounted for over half of the increase in capital goods, and "other" industrial, agricultural, and service industry machinery accounted for most of the rest. Among high-technology products, telecommunications equipment increased \$0.7 billion, semiconductors increased \$0.6 billion, and computers and parts increased \$0.2 billion. All three categories had begun to strengthen in the first quarter after decreasing for several quarters.

Nonpetroleum industrial supplies and materials increased \$2.9 billion, or 8 percent, to \$41.6 billion in the second quarter, following little change in the first quarter and substantial declines in 2001. The second-quarter increases were widespread by commodity category. Chemicals increased \$1.0 billion, reflecting increased purchases from Canada, Hungary, and Western Europe (mostly Germany). Natural gas, nonmonetary gold, and other precious metals also contributed to the second-quarter increase.

Petroleum imports surged to \$27.2 billion, an increase of \$8.0 billion, or 42 percent, following six quar-

Table C. U.S. Trade in Goods, Current and Chained (1996) Dollars, and Percent Changes from Previous Period
[Balance of payments basis, millions of dollars, quarters seasonally adjusted]

	Current dollars								Chained (1996) dollars ¹							
	2000	2001	2001				2002		2000 ^r	2001 ^r	2001				2002	
			I	II	III	IV	I	II ^p			I ^r	II ^r	III ^r	IV ^r	I ^r	II ^p
Exports	771,994	718,762	193,284	184,846	173,274	167,358	164,649	172,676	820,566	769,089	205,185	197,064	185,717	181,123	178,772	186,274
Agricultural products	52,801	54,889	13,647	13,637	13,643	13,962	13,781	13,520	68,307	70,521	17,496	17,619	17,226	18,180	18,085	17,558
Nonagricultural products	719,193	663,873	179,637	171,209	159,631	153,396	150,868	159,156	751,650	699,081	187,513	179,464	168,743	163,361	161,012	168,955
Imports	1,224,417	1,145,927	306,316	292,565	279,025	268,021	271,073	295,316	1,293,416	1,246,514	324,144	314,925	305,279	302,166	307,339	325,956
Petroleum and products	120,185	103,588	29,164	28,545	25,634	20,245	19,165	27,152	86,219	89,209	22,838	23,226	21,469	21,676	20,563	22,274
Nonpetroleum products	1,104,232	1,042,339	277,152	264,020	253,391	247,776	251,908	268,164	1,205,086	1,152,864	300,273	290,132	282,802	279,657	285,934	302,668
	Percent change from previous period (current dollars)								Percent change from previous period (chained (1996) dollars)							
	2000	2001	2001				2002		2000 ^r	2001 ^r	2001				2002	
			I	II	III	IV	I	II ^p			I ^r	II ^r	III ^r	IV ^r	I ^r	II ^p
Exports	12.9	-6.9	-1.6	-4.4	-6.3	-3.4	-1.6	4.9	11.6	-6.3	-1.5	-4.0	-5.8	-2.5	-1.3	4.2
Agricultural products	6.3	4.0	3.2	-0.1	0.0	2.3	-1.3	-1.9	8.2	3.2	2.8	0.7	-2.2	5.5	-0.5	-2.9
Nonagricultural products	13.4	-7.7	-2.0	-4.7	-6.8	-3.9	-1.6	5.5	11.8	-7.0	-1.9	-4.3	-6.0	-3.2	-1.4	4.9
Imports	18.9	-6.4	-2.8	-4.5	-4.6	-3.9	1.1	8.9	13.5	-3.6	-1.9	-2.8	-3.1	-1.0	1.7	6.1
Petroleum and products	77.3	-13.8	-8.2	-2.1	-10.2	-21.0	-5.3	41.7	5.9	3.5	5.4	1.7	-7.6	1.0	-5.1	8.3
Nonpetroleum products	14.8	-5.6	-2.2	-4.7	-4.0	-2.2	1.7	6.5	14.1	-4.3	-2.6	-3.4	-2.5	-1.1	2.2	5.9

^r Revised.

^p Preliminary.

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

Note. The chained-dollar estimates are revised to incorporate the results of the recent annual revision of the national income and product accounts.

ters of decline. The increase, a record in dollar terms and a near-record in percentage terms, was due to sharply higher prices and an increase in volume. Petroleum prices jumped to \$24.03 per barrel from \$18.40 per barrel in the first quarter, and the average number of barrels imported daily increased to 12.38 million from 11.44 million (chart 3). Most of the increase in value was accounted for by non-OPEC members, mainly Canada, Mexico, and the United Kingdom.

Balances by area. By area, the goods deficit with Western Europe increased \$7.2 billion as a result of an increase in imports and a decrease in exports. The deficit with China increased \$4.5 billion, as a substantial jump in imports more than offset an increase in exports. The deficit with Latin America rose \$2.1 billion.

Services

The surplus on services increased \$1.1 billion, to \$12.0 billion, in the second quarter. Receipts increased \$2.5 billion, to \$71.1 billion, and payments increased \$1.4 billion, to \$59.0 billion.

After rebounding strongly in the first quarter, travel receipts and payments increased only modestly in the second quarter and were still well below year-earlier levels. In the second quarter, receipts increased \$0.2 billion, to \$17.2 billion, and payments increased \$0.1 billion, to \$14.7 billion.

“Other” transportation receipts increased \$0.2 billion, to \$7.0 billion. After falling throughout 2001, receipts rebounded in the first half of 2002, largely as a result of increases in goods exports and imports that raised the demand for port and freight services. In the second quarter, air port services rose as a result of in-

creases in the price of jet fuel and in import and export volume. An increase in freight services reflected increases in air, truck, and ocean freight services. “Other” transportation payments increased \$0.9 billion, to \$9.7 billion, the first quarterly increase since the third quarter of 2000. The rebound was largely attributable to increases in ocean freight and in air port services.

“Other” private service receipts increased \$1.4 billion, to \$28.8 billion. Affiliated services accounted for \$0.9 billion of the increase, reflecting higher receipts of both U.S. parents and U.S. affiliates of foreign parents. “Other” private service payments increased \$0.4 billion, to \$19.5 billion. Unaffiliated services more than accounted for the increase, rising \$0.7 billion. Most of the increase was due to a rise in insurance premium payments.

Income

The deficit on income increased \$5.3 billion, to a record \$6.3 billion in the second quarter. The balance on income has been volatile, especially since early 2001, and has been subject to significant revisions as new and updated source data have become available. In the first quarter of 2002, the balance on income shifted to a deficit, and in the second quarter, the deficit widened. Income receipts increased \$2.5 billion, to \$60.6 billion, in the second quarter, largely because of a rise in direct investment receipts. Income payments increased \$7.9 billion, to \$66.9 billion, mostly because of a strong increase in direct investment payments.

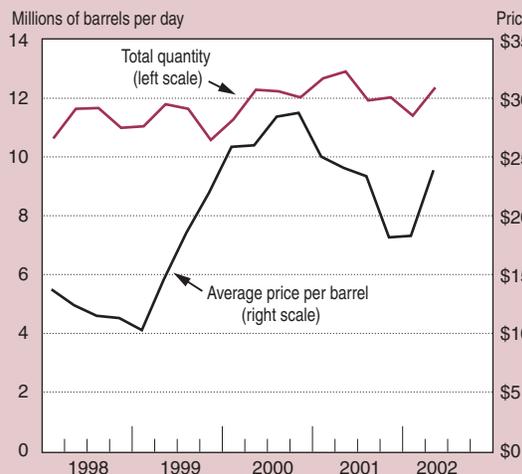
Receipts of income on U.S. direct investment abroad increased \$2.5 billion, to \$31.1 billion (chart 4). After falling throughout 2001, direct investment receipts recovered in the first half of 2002 but remained well below the levels in 2000. The second-quarter increase was attributable to a rise in earnings that was widespread among major industries. Geographically, the largest earnings increases were from foreign affiliates in Western Europe, Asia, and Canada. Increases in Latin America were due to decreased losses in Argentina.

Payments of income on foreign direct investment in United States rose \$6.9 billion, to \$13.5 billion. After declining sharply from mid-2000 to the end of 2001, direct investment payments recovered strongly in the first half of 2002 as many U.S. affiliates made profits after posting losses over several quarters. In the second quarter, earnings increased \$6.6 billion. Earnings in manufacturing and in “other” industries increased the most; all subindustries within those categories posted increases. Earnings in the petroleum industry also increased, largely as a result of a rise in petroleum prices.

“Other” private receipts increased \$0.2 billion, to \$28.2 billion, after declining sharply for five quarters.

CHART 3

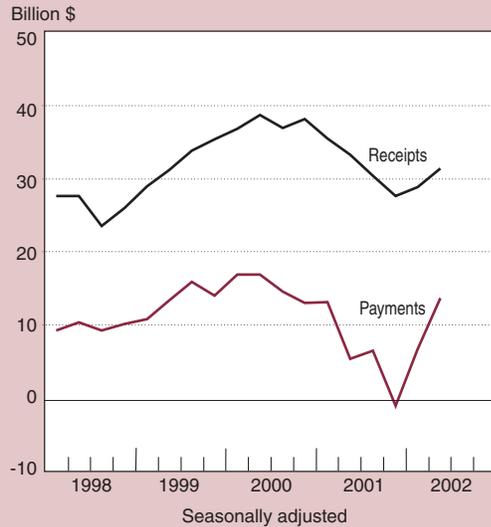
U.S. Petroleum Imports, Quantity and Price



U.S. Bureau of Economic Analysis

CHART 4

Direct Investment Income



U.S. Bureau of Economic Analysis

The second-quarter increase was due to higher outstanding holdings and balances. The largest increases were in dividends on U.S. holdings of foreign stocks and in interest on U.S. bank claims. These increases were partly offset by a decrease in interest receipts on U.S. holdings of foreign bonds.

After falling sharply for five quarters, "other" private payments increased \$0.8 billion, to \$32.5 billion, in the second quarter. The second-quarter increase was mostly due to higher outstanding holdings and balances. Increases in interest on nonbank liabilities and in dividends on foreign holdings of U.S. stocks more than offset a decline in interest payments on foreign holdings of U.S. corporate bonds.

Unilateral current transfers

Unilateral current transfers were net outflows of \$13.1 billion in the second quarter, down from net outflows of \$16.0 billion in the first. The decrease was more than accounted for by a decline in U.S. Government grants.

Capital Account

Capital account transactions were net inflows of \$0.2 billion in the second quarter, virtually unchanged from the first.

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 \$80.4 billion in the second quarter, compared with \$87.6 billion (revised) in the first. Financial outflows for U.S.-owned assets abroad increased more than financial inflows for foreign-owned assets in the United States.

U.S.-owned assets abroad

Net U.S.-owned assets abroad increased \$140.8 billion in the second quarter, following an increase of \$25.9 billion in the first. U.S. claims on foreigners reported by U.S. banks and nonbanking concerns shifted to substantial net outflows, and transactions in foreign securities shifted to net U.S. purchases from net U.S. sales.

U.S. official reserve assets. U.S. official reserve assets increased \$1.8 billion in the second quarter, in contrast to a decrease of \$0.4 billion in the first (table D). Most of the second-quarter increase was accounted for by a \$1.6 billion increase in the U.S. reserve position in the International Monetary Fund (IMF), reflecting dollar lending by the IMF to Brazil and Turkey.

Claims reported by banks and by nonbanks. U.S. claims on foreigners reported by U.S. banks increased \$72.7 billion in the second quarter, in contrast to a decrease of \$0.7 billion in the first (chart 5). The second-quarter increase reflected a sharp increase in banks' own lending overseas and an upswing in banks' domestic customers' claims.

Banks' own claims payable in dollars increased \$52.6 billion in the second quarter, following a \$5.1 billion increase in the first. The second-quarter increase was largely accounted for by a sharp increase in interbank lending, particularly by foreign-owned banks in the United States to their own offices abroad, mostly in Western Europe. The increase in claims re-

Table D. Selected Transactions with Official Agencies

(Millions of dollars)

	2000	2001	2001				2002		Change: 2002 I-II
			I	II	III	IV	I ^r	II ^p	
Changes in foreign official assets in the United States, net (decrease -)									
(table 1, line 56).....	37,640	5,224	4,087	-20,831	16,882	5,086	7,641	47,062	39,421
Industrial countries ¹	14,089	-1,616	-7,273	-10,007	7,199	8,465	5,222	20,956	15,734
Members of OPEC ²	12,000	-1,725	673	-1,699	-4,081	3,382	-8,532	993	9,525
Other countries.....	11,551	8,565	10,687	-9,125	13,764	-6,761	10,951	25,113	14,162
Changes in U.S. official reserve assets, net (increase -) (table 1, line 41)	-290	-4,911	190	-1,343	-3,559	-199	390	-1,843	-2,233

^r Revised.^p Preliminary.¹ Western Europe, Canada, Japan, Australia, New Zealand, and South Africa.² Based on data for Ecuador, Venezuela, Indonesia, and other Asian and African oil-exporting countries. Excludes Ecuador beginning January 1993 and Gabon beginning January 1995.

flected a rebound in the international syndicated loan market and may also have reflected bank lending to support increased foreign acquisitions of U.S. securities. Claims were also boosted by banks' extension of credit to borrowers who were unable to access the commercial paper and securities markets because of investors' heightened risk aversion. Securities brokers' and dealers' claims increased strongly, partly in the form of resale agreements with offshore investment funds in the Caribbean.

Banks' domestic customers' claims payable in dollars increased \$13.7 billion, in contrast to a decrease of \$9.4 billion in the first quarter. The second-quarter increase was more than accounted for by large increases in banks' customers' holdings of foreign commercial paper and of other negotiable instruments.

Nonbanking concerns' claims increased \$27.0 billion in the second quarter, following virtually no change in the first. The increase was mostly in the form of deposits at Caribbean banking centers.

Foreign securities. Transactions in foreign securi-

ties shifted to net U.S. purchases of \$10.0 billion in the second quarter from net U.S. sales of \$2.0 billion in the first. A shift to net U.S. purchases of foreign stocks more than offset an increase in net U.S. sales of foreign bonds.

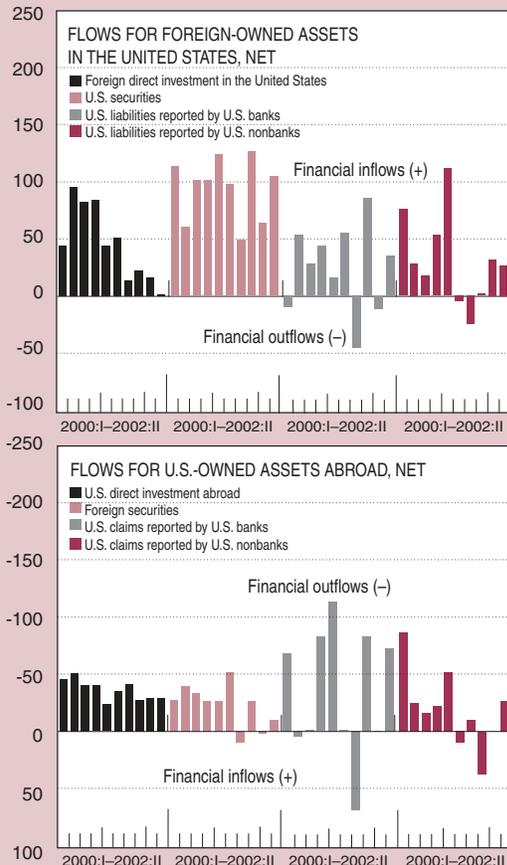
Transactions in foreign stocks shifted to net U.S. purchases of \$20.2 billion from net U.S. sales of \$1.5 billion. (There were no large merger-related exchanges of stocks in the second quarter, compared with \$1.8 billion of these exchanges in the first.) Transactions with several countries and areas shifted to net U.S. purchases from net sales, although major world stock markets continued to be pressured by ongoing troubles in the telecommunication, media, and technology sectors and by weak global economic activity (chart 6). In local currency terms, foreign stock prices decreased an average of 12 percent. European stock prices fell sharply because of disappointing corporate earnings and weak economic activity in Europe. The Japanese market fared somewhat better, but prices still declined, partly in response to concerns that the yen's appreciation might hurt Japanese exports. Emerging-market stock prices were negatively affected by political and economic problems in Latin America and by a general rise in risk aversion.

Net U.S. sales of foreign bonds increased to \$10.2 billion in the second quarter from \$0.6 billion in the first. Despite a decline in borrowing costs, new foreign issues in the United States fell to a 2-year low, as inves-

CHART 5

Financial Flows, 2000:I-2002:II

Billion \$

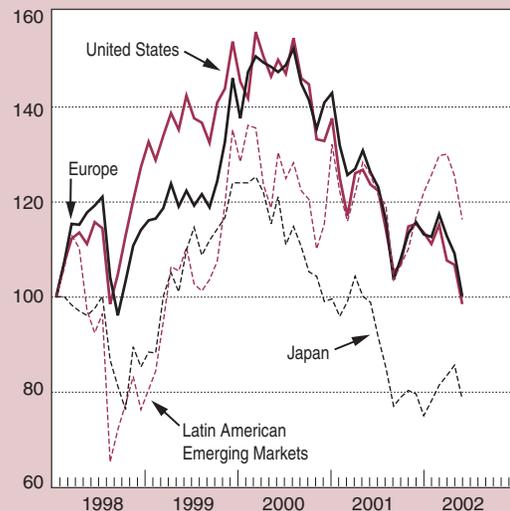


U.S. Bureau of Economic Analysis

CHART 6

Selected Stock Price Indexes in Local Currencies

January 1998=100



Source: Morgan Stanley Capital International. Indexes rebased by BEA.

U.S. Bureau of Economic Analysis

tors' heightened risk aversion limited issuance to only the highest rated borrowers. Net U.S. sales of outstanding foreign bonds increased to \$7.1 billion from \$1.9 billion, partly reflecting sales of issues denominated in foreign currency.

Direct investment. Financial outflows for U.S. direct investment abroad were \$29.4 billion in the second quarter, nearly unchanged from \$29.3 billion in the first. Net equity capital outflows decreased to \$6.1 billion from \$9.5 billion, reflecting the absence of large U.S. acquisitions of foreign companies. In contrast, net intercompany debt outflows increased to \$5.5 billion from \$2.0 billion. Reinvested earnings were nearly unchanged at \$17.7 billion.

Foreign-owned assets in the United States

Net foreign-owned assets in the United States increased \$221.2 billion in the second quarter, following an increase of \$113.5 billion in the first. U.S. liabilities to foreigners reported by U.S. banks increased after a first-quarter decrease, and net foreign purchases of U.S. securities increased substantially.

Foreign official assets. Foreign official assets in the United States increased \$47.1 billion in the second quarter, following an increase of \$7.6 billion in the first. Assets of industrial countries increased \$21.0 billion, partly as a result of official interventions in the foreign-exchange market in an effort to limit the appreciation of the Japanese yen. Assets of non-OPEC developing countries increased \$25.1 billion, and assets of OPEC members increased \$1.0 billion.

Liabilities reported by banks and by nonbanks. U.S. liabilities to foreigners reported by U.S. banks, excluding U.S. Treasury securities, increased \$34.9 billion in the second quarter, in contrast to a decrease of \$11.1 billion in the first. The second-quarter increase was due to a resurgence in interbank borrowing, an acceleration in borrowing by securities brokers and dealers, and an increase in banks' custody liabilities.

Banks' own liabilities payable in dollars increased \$19.6 billion in the second quarter, in contrast to a decrease of \$8.3 billion in the first. The second-quarter increase was partly in the form of repurchase agreements, which banks and securities brokers and dealers may have used to finance an expansion of their holdings of U.S. securities. The increase in liabilities also helped to finance the pickup in international lending by U.S. banks.

Banks' custody liabilities payable in dollars increased \$6.5 billion in the second quarter, in contrast to a decrease of \$4.2 billion in the first. Most of the increase was in negotiable and readily transferable instruments.

Nonbanking concerns' liabilities increased \$26.0 billion, following an increase of \$32.3 billion. The second-quarter increase was largely accounted for by an increase in nonbank borrowing.

U.S. Treasury securities. Transactions in U.S. Treasury securities except those for official assets shifted to net foreign purchases of \$1.4 billion in the second quarter from net foreign sales of \$7.3 billion in the first. U.S. Treasury bond prices advanced 3 percent, reflecting lackluster economic reports, weakened investor confidence, and heightened risk aversion. Net foreign purchases of U.S. Treasury securities in June, when uncertainty in U.S. financial markets was high, more than offset net foreign sales in April and May. Net purchases from Japan and Caribbean offshore investment funds were largely offset by net sales from Western Europe.

Other U.S. securities. Net foreign purchases of U.S. securities other than Treasury securities were \$103.8 billion in the second quarter, up from \$71.1 billion in the first. Net foreign purchases of U.S. bonds increased to a record level, while net foreign purchases of U.S. stocks decreased to the lowest level in more than 3 years.

Net foreign purchases of U.S. corporate and other bonds doubled to a record \$92.3 billion. Weakness in the U.S. stock market and historically low yields on U.S. Treasury securities prompted some foreign investors to shift funds into the high-quality U.S. corporate and agency bond markets, where yields were higher and levels of risk were acceptable. Investment-grade bonds outperformed noninvestment-grade bonds by a large margin, reflecting deteriorating credit quality and rising liquidity risks in the corporate bond sector. Several prominent companies had already been downgraded to noninvestment-grade status, and many others were on the verge of being downgraded. Prices of U.S. agency bonds and investment-grade corporate bonds increased 3 percent and 1 percent, respectively, whereas prices of noninvestment-grade bonds decreased 9 percent.

Net foreign purchases of U.S. agency bonds increased to a record \$32.4 billion from \$2.7 billion. The increase coincided with a general rise in demand for agency bonds, which resulted in a further narrowing of the spread between agency bonds and Treasury bonds. Over the past few years, agency bonds have grown in importance as viable alternatives to U.S. Treasury bonds because of their similar quality and liquidity. New U.S. corporate bond issues sold abroad increased to \$23.2 billion from \$21.2 billion, reflecting foreign investors' strong demand for quality U.S. issues and U.S. corporate borrowers' continued attraction to the

low cost of long-term debt. Net foreign purchases of other outstanding U.S. corporate bonds increased to \$36.8 billion from \$22.2 billion.

Net foreign purchases of U.S. stocks decreased to \$11.4 billion from \$25.0 billion. (There were no large merger-related exchanges of stocks in the second quarter, compared with \$6.6 billion of these exchanges in the first.) U.S. stock prices fell sharply, partly as a result of indications that U.S. economic activity was expanding more modestly than previously expected and of a decline in investors' confidence about the quality of U.S. corporate earnings. In the first half of the quarter, heightened political tensions in the Middle East weakened investor confidence, contributing to a sharp

sell-off in the U.S. stock market. Later, the market tumbled because of a series of earnings restatement announcements and of renewed concerns over corporate accounting and governance issues that partly arose from the bankruptcy of a prominent U.S. telecommunications company. From the end of the first quarter to the end of the second quarter, the S&P 500 index dropped 14 percent; the DJIA, 11 percent; and the NASDAQ, 21 percent.

The decrease in net foreign purchases of U.S. stocks was more than accounted for by a shift to net sales by Western Europe from net purchases. It was the first quarter in 7 years that Western Europe had net sales of U.S. stocks. In contrast, net purchases by Japan increased substantially.

U.S. currency flows. Net U.S. currency shipments to foreigners were \$7.2 billion in the second quarter, up from \$4.5 billion in the first. Shipments to Argentina increased as the value of the peso continued to decline because of the country's financial and economic problems.

Direct investment. Net financial inflows for foreign direct investment in the United States were \$1.0 billion in the second quarter, down from \$16.2 billion in the first. The sharp decrease was more than accounted for by a shift in intercompany debt to record net outflows of \$12.7 billion from net inflows of \$10.6 billion. Net equity capital inflows decreased from \$11.0 billion to \$8.6 billion, the lowest level since the second quarter of 1995. The decrease in net equity capital inflows reflected the continued weakness in cross-border merger and acquisition activity. In contrast, reinvested earnings shifted to a positive \$5.1 billion from a negative \$5.3 billion.

Tables 1–10 follow.

Data Availability

Interactive access to the estimates that are presented in tables 1–10a of the U.S. international transactions accounts is available on BEA's Web site at <www.bea.gov>. You may view the most recent quarterly estimates (annual estimates for table 10a) for an entire table with a single mouse click, or you may select the period, frequency, and line items that you wish to view. The estimates are available as an HTML table or as comma-separated values that can be downloaded and imported into a spreadsheet or database.

The current and historical estimates in tables 1–10a are also available as compressed files on BEA's Web site; click on "Catalog of Products," and look under "International Accounts Products," "Balance of Payments."

The estimates are also available on diskettes. For more information, call BEA's Order Desk at 1–800–704–0415 (outside the United States, call 202–606–9666).

Table 1. U.S. International Transactions

[Millions of dollars]

Line	(Credits +, debits -) ¹	2001	Not seasonally adjusted						Seasonally adjusted					
			2001			2002			2001			2002		
			I	II	III	IV	I ^r	II ^p	I	II	III	IV	I ^r	II ^p
1	Exports of goods and services and income receipts	1,281,793	347,304	332,942	306,844	294,703	289,712	305,507	349,040	331,612	309,477	291,667	291,348	304,359
2	Exports of goods and services	998,022	263,736	258,016	239,744	236,526	231,262	244,775	266,004	256,766	242,325	232,930	233,252	243,752
3	Goods, balance of payments basis ²	718,762	192,909	187,647	167,292	170,914	163,810	175,507	193,284	184,846	173,274	167,358	164,649	172,676
4	Services ³	279,260	70,827	70,369	72,452	65,612	67,452	69,268	72,720	71,920	69,051	65,572	68,603	71,076
5	Transfers under U.S. military agency sales contracts ⁴	12,220	2,806	3,227	3,079	3,108	2,990	3,117	2,806	3,227	3,079	3,108	2,990	3,117
6	Travel	73,119	18,299	20,276	20,628	13,916	15,056	17,605	20,735	19,803	17,845	14,736	17,038	17,200
7	Passenger fares	18,007	4,639	4,788	5,100	3,480	3,842	4,156	5,007	4,849	4,522	3,629	4,171	4,209
8	Other transportation	28,306	7,163	7,168	7,308	6,667	6,523	7,022	7,495	7,170	6,968	6,674	6,805	
9	Royalties and license fees ⁵	38,668	9,428	9,534	9,314	10,392	9,651	10,291	9,717	9,743	9,537	9,672	9,931	10,490
10	Other private services ⁵	108,109	28,270	25,175	26,809	27,855	29,195	26,878	26,738	26,927	26,886	27,559	27,473	28,834
11	U.S. Government miscellaneous services	831	222	201	214	194	195	199	222	201	214	194	195	199
12	Income receipts	283,771	83,568	74,926	67,100	58,177	58,450	60,732	83,036	74,846	67,152	58,737	58,096	60,607
13	Income receipts on U.S.-owned assets abroad	281,389	82,976	74,333	66,503	57,577	57,839	60,118	82,444	74,253	66,555	58,137	57,485	59,993
14	Direct investment receipts	125,996	35,713	33,217	30,084	26,982	28,946	31,326	35,270	33,078	30,211	27,436	28,679	31,145
15	Other private receipts	151,832	46,281	40,938	35,494	29,659	27,994	28,162	46,281	40,998	35,494	29,659	27,994	28,162
16	U.S. Government receipts	3,561	982	718	925	936	899	630	893	777	850	1,042	812	686
17	Compensation of employees	2,382	592	593	597	600	611	614	592	593	597	600	611	614
18	Imports of goods and services and income payments	-1,625,701	-433,352	-419,632	-394,713	-378,004	-373,988	-421,705	-445,154	-418,930	-388,448	-373,174	-387,786	-421,258
19	Imports of goods and services	-1,356,312	-351,464	-350,111	-328,351	-326,386	-315,033	-354,132	-363,164	-350,090	-322,103	-320,958	-328,744	-354,365
20	Goods, balance of payments basis ²	-1,145,927	-298,773	-290,463	-281,518	-275,173	-261,179	-293,186	-306,316	-292,565	-279,025	-268,021	-271,073	-295,316
21	Services ³	-210,385	-52,691	-59,468	-46,833	-51,213	-53,854	-60,946	-56,848	-57,255	-43,078	-52,937	-57,671	-59,049
22	Direct defense expenditures	-15,198	-3,548	-3,512	-3,785	-4,353	-4,488	-4,750	-3,548	-3,512	-3,785	-4,353	-4,488	-4,750
23	Travel	-60,117	-13,545	-18,466	-17,253	-10,853	-12,889	-16,297	-16,003	-16,698	-14,468	-12,948	-14,587	-14,682
24	Passenger fares	-22,418	-5,237	-6,763	-6,571	-3,847	-4,609	-5,635	-5,810	-6,213	-5,944	-4,451	-5,113	-5,126
25	Other transportation	-38,823	-10,064	-10,057	-9,608	-9,094	-8,457	-9,631	-10,521	-10,130	-9,178	-8,997	-8,858	-9,747
26	Royalties and license fees ⁵	-16,359	-3,990	-3,939	-3,956	-4,474	-4,653	-4,422	-4,097	-4,038	-4,113	-4,110	-4,764	-4,522
27	Other private services ⁵	-54,588	-15,584	-16,185	-14,934	-17,885	-18,517	-19,486	-16,146	-16,208	-14,864	-17,371	-19,120	-19,497
28	U.S. Government miscellaneous services	-2,882	-723	-726	-726	-707	-741	-725	-723	-726	-726	-707	-741	-725
29	Income payments	-269,389	-81,888	-69,521	-66,362	-51,618	-58,955	-67,573	-81,990	-68,840	-66,345	-52,216	-59,042	-66,893
30	Income payments on foreign-owned assets in the United States	-260,850	-79,875	-67,503	-64,174	-49,298	-56,822	-65,410	-79,881	-66,727	-64,210	-50,035	-56,803	-64,621
31	Direct investment payments	-23,401	-13,015	-6,022	-6,267	1,903	-6,629	-14,263	-13,021	-5,246	-6,303	1,166	-6,610	-13,474
32	Other private payments	-156,784	-45,512	-40,886	-38,156	-32,230	-31,679	-32,475	-45,512	-40,886	-38,156	-32,230	-31,679	-32,475
33	U.S. Government payments	-80,665	-21,348	-20,595	-19,751	-18,971	-18,514	-18,672	-21,348	-20,595	-19,751	-18,971	-18,514	-18,672
34	Compensation of employees	-8,659	-2,013	-2,018	-2,188	-2,320	-2,133	-2,163	-2,109	-2,113	-2,135	-2,181	-2,239	-2,272
35	Unilateral current transfers, net	-49,463	-11,827	-11,250	-12,157	-14,229	-16,381	-12,336	-11,608	-11,916	-12,360	-13,579	-16,016	-13,060
36	U.S. Government grants ⁴	-11,628	-2,419	-2,522	-2,905	-3,782	-6,273	-3,111	-2,419	-2,522	-2,905	-3,782	-6,273	-3,111
37	U.S. Government pensions and other transfers	-5,798	-1,167	-934	-1,027	-2,670	-1,330	-1,006	-1,316	-1,291	-1,305	-1,886	-1,348	-1,357
38	Private remittances and other transfers ⁶	-32,037	-8,241	-7,794	-8,225	-7,777	-8,778	-8,219	-7,873	-8,103	-8,150	-7,911	-8,395	-8,592
Capital and financial account														
Capital account														
39	Capital account transactions, net	826	208	207	206	205	208	200	208	207	206	205	208	200
Financial account														
40	U.S.-owned assets abroad, net (increase/financial outflow (-))	-370,962	-218,586	-81,594	23,140	-93,922	-28,121	-142,649	-215,815	-80,036	24,978	-100,088	-25,918	-140,833
41	U.S. official reserve assets, net	-4,911	190	-1,343	-3,559	-199	390	-1,843	190	-1,343	-3,559	-199	390	-1,843
42	Gold ⁷	-630	-189	-156	-145	-140	-109	-107	-189	-156	-145	-140	-109	-107
43	Special drawing rights	-3,800	574	-1,015	-3,242	83	652	-1,607	574	-1,015	-3,242	83	652	-1,607
44	Reserve position in the International Monetary Fund	-681	-195	-172	-172	-142	-153	-129	-195	-172	-172	-142	-153	-129
45	Foreign currencies	-486	77	-783	77	143	133	12	77	-783	77	143	133	12
46	U.S. Government assets, other than official reserve assets, net	-4,431	-1,094	-1,330	-1,011	-996	-853	-565	-1,094	-1,330	-1,011	-996	-853	-565
47	U.S. credits and other long-term assets	3,873	1,071	573	1,118	1,111	994	553	1,071	573	1,118	1,111	994	553
48	Repayments on U.S. credits and other long-term assets ⁸	72	100	-26	-30	28	-8	24	100	-26	-30	28	-8	24
49	U.S. foreign currency holdings and U.S. short-term assets, net	-365,565	-218,853	-79,468	26,622	-93,866	-28,644	-140,818	-216,082	-77,910	28,460	-100,032	-26,441	-139,002
50	Direct investment	-127,840	-26,285	-36,689	-43,562	-21,304	-31,483	-31,179	-23,514	-35,131	-41,724	-27,470	-29,280	-29,363
51	Foreign securities	-94,662	-26,895	-51,764	10,087	-26,090	2,047	-9,987	-26,895	-51,764	10,087	-26,090	2,047	-9,987
52	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	-14,358	-51,759	9,670	-9,479	37,210	65	-26,976	-51,759	9,670	-9,479	37,210	65	-26,976
53	U.S. claims reported by U.S. banks, not included elsewhere	-128,705	-113,914	-685	69,576	-83,682	727	-72,676	-113,914	-685	69,576	-83,682	727	-72,676
54	Foreign-owned assets in the United States, net (increase/financial inflow (+))	752,806	303,125	182,749	18,136	248,796	113,921	222,431	302,510	181,610	17,889	250,797	113,496	221,213
55	Foreign official assets in the United States, net	5,224	4,087	-20,831	16,882	5,086	7,641	47,062	4,087	-20,831	16,882	5,086	7,641	47,062
56	U.S. Government securities	31,665	2,547	-10,866	15,594	24,390	6,714	21,741	2,547	-10,866	15,594	24,390	6,714	21,741
57	U.S. Treasury securities ⁹	10,745	-1,027	-20,798	15,810	16,760	-582	15,193	-1,027	-20,798	15,810	16,760	-582	15,193
58	Other ¹⁰	20,920	3,574	9,932	-216	7,630	7,296	6,548	3,574	9,932	-216	7,630	7,296	6,548
59	Other U.S. Government liabilities ¹¹	-1,882	-676	-791	89	-504	-790	-20	-676	-791	89	-504	-790	-20
60	U.S. liabilities reported by U.S. banks, not included elsewhere	-30,278	1,213	-10,202	-782	-20,507	991	24,415	1,213	-10,202	-782	-20,507	991	24,415
61	Other foreign official assets ¹²	5,719	1,003	1,028	1,981	1,707	726	926	1,003	1,028	1,981	1,707	726	926
62	Other foreign assets in the United States, net	747,582	299,038	203,580	1,254	243,710	106,280	175,369	298,423	202,441	1,007	245,711	105,855	174,151
63	Direct investment	130,796	44,204	52,241	14,455	19,896	16,648	2,184	43,589	51,102	14,208	21,897	16,223	9,966
64	U.S. Treasury securities	-7,670	-4,744	-14,685	-15,470	-7,282	1,386	-4,744	-14,685	-15,470	-7,282	1,386	-4,744	-14,685
65	U.S. securities other than U.S. Treasury securities	407,653	129,990	113,556	64,787	99,320	71,095	103,771	129,990	113,556	64,787	99,320	71,095	103,771
66	U.S. currency	23,783	2,311	2,772	8,203	10,497	4,525	7,183	2,311	2,7				

Table 2. U.S. Trade in Goods

[Millions of dollars]

Line	2001	Not seasonally adjusted						Seasonally adjusted						
		2001				2002		2001				2002		
		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.....	729,100	195,262	190,280	169,954	173,604	166,472	178,177	195,638	187,478	175,936	170,048	167,310	175,346
Adjustments:														
2	Private gift parcel remittances.....	508	132	126	120	130	113	111	132	126	120	130	113	111
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	-7,935	-1,771	-2,080	-2,012	-2,072	-2,053	-1,853	-1,771	-2,080	-2,012	-2,072	-2,053	-1,853
7	Other adjustments, net ⁴	-2,911	-714	-679	-770	-748	-722	-928	-714	-679	-770	-748	-722	-928
8	Equals: Exports of goods, adjusted to balance of payments basis, excluding "military" (table 1, line 3).....	718,762	192,909	187,647	167,292	170,914	163,810	175,507	193,284	184,846	173,274	167,358	164,649	172,676
IMPORTS														
9	Imports of goods, Census basis ¹ (general imports).....	1,140,999	297,045	288,533	280,836	274,585	260,441	292,263	304,588	290,634	278,344	267,433	270,335	294,393
Adjustments:														
10	Electric energy.....	25	7	14	4		1	3	7	14	4		1	3
11	Gold imports, nonmonetary.....	2,221	1,012	1,198	5	6	6	150	1,012	1,198	5	6	6	150
12	Inland freight in Canada.....	3,609	950	956	863	840	893	989	950	956	863	840	893	989
13	U.S.-Canadian reconciliation adjustment, n.e.c., net ²													
14	Imports of U.S. military agencies identified in Census documents ³	-871	-225	-219	-195	-232	-136	-161	-225	-219	-195	-232	-136	-161
15	Other adjustments, net ⁴	-56	-16	-19	5	-26	-26	-58	-16	-19	5	-26	-26	-58
16	Equals: Imports of goods, adjusted to balance of payments basis, excluding "military" (table 1, line 20).....	1,145,927	298,773	290,463	281,518	275,173	261,179	293,186	306,316	292,565	279,025	268,021	271,073	295,316
B Trade in goods, by area and country, adjusted to balance of payments basis, excluding military:⁷														
EXPORTS														
1	Total, all countries (A-8).....	718,762	192,909	187,647	167,292	170,914	163,810	175,507	193,284	184,846	173,274	167,358	164,649	172,676
2	Western Europe.....	171,421	47,725	45,842	37,586	40,268	39,414	38,708	47,913	45,056	38,883	39,569	39,634	37,969
3	European Union.....	155,788	42,898	40,703	35,124	37,063	36,165	35,147	43,083	39,973	36,309	36,423	36,408	34,456
4	Belgium and Luxembourg.....	13,846	3,624	3,677	3,440	3,105	3,154	3,343	3,637	3,611	3,546	3,052	3,178	3,276
5	France.....	19,716	5,610	5,016	4,209	4,881	5,182	4,647	5,636	4,923	4,345	4,812	5,233	4,550
6	Germany ⁸	29,365	8,214	7,374	6,873	6,904	6,598	6,297	8,245	7,227	7,107	6,786	6,631	6,169
7	Italy.....	9,715	2,753	2,399	2,119	2,444	2,363	2,465	2,766	2,359	2,198	2,392	2,374	2,416
8	Netherlands.....	19,327	5,488	4,954	4,132	4,753	4,608	4,801	5,510	4,881	4,270	4,666	4,627	4,718
9	United Kingdom.....	39,701	10,338	11,301	9,268	8,794	8,265	8,323	10,391	11,083	9,580	8,647	8,344	8,155
10	Other.....	24,118	6,871	5,982	5,083	6,182	5,271	6,898	5,889	5,263	6,068	6,647	6,021	5,172
11	Western Europe, excluding EU.....	15,633	4,827	5,139	2,462	3,205	3,249	3,561	4,830	5,083	2,574	3,146	3,226	3,513
12	Canada ²	163,309	42,521	44,521	37,852	38,415	38,329	42,895	42,643	43,839	39,140	37,687	38,568	42,160
13	Japan.....	55,878	16,029	14,489	12,876	12,484	12,186	12,350	15,991	14,371	13,390	12,126	12,183	12,246
14	Australia, New Zealand, and South Africa ⁹	10,597	2,698	2,640	2,574	2,685	2,830	3,220	2,706	2,587	2,661	2,643	2,853	3,151
15	Australia.....													
16	Eastern Europe.....	6,804	1,679	1,842	1,595	1,688	1,519	1,641	1,674	1,837	1,661	1,632	1,530	1,621
17	Latin America and Other Western Hemisphere.....	158,973	41,167	40,440	38,780	38,586	34,669	37,784	41,268	39,823	40,128	37,754	34,950	37,195
18	Brazil.....	15,790	3,828	4,270	4,135	3,557	3,084	3,032	3,837	4,179	4,270	3,504	3,116	2,972
19	Mexico.....	101,181	26,642	25,263	24,366	24,910	22,512	24,957	26,733	24,885	25,195	24,368	22,731	24,561
20	Venezuela.....	5,600	1,369	1,464	1,401	1,366	1,105	1,183	1,370	1,442	1,451	1,337	1,117	1,157
21	Other.....	36,402	9,328	9,443	8,878	8,753	7,968	8,612	9,328	9,317	9,212	8,545	7,986	8,505
22	Other countries in Asia and Africa ^{7,9}	151,780	41,090	37,873	36,029	36,788	34,863	38,909	41,089	37,333	37,411	35,947	34,931	38,334
23	Asia ^{7,9}	140,062	38,189	34,883	33,222	33,768	32,250	36,352	38,176	34,379	34,471	33,036	32,311	35,781
24	Members of OPEC.....	11,903	3,322	2,915	2,791	2,875	2,346	3,013	3,274	2,899	2,921	2,809	2,348	2,976
25	China.....	19,108	4,313	4,771	4,823	5,201	4,690	5,482	4,288	4,710	4,995	5,115	4,709	5,383
26	Hong Kong.....	13,943	3,572	3,700	3,503	3,168	2,932	3,221	3,563	3,649	3,631	3,100	2,940	3,174
27	Korea, Republic of.....	21,203	6,095	4,846	5,297	4,965	4,931	5,715	6,096	4,772	5,495	4,840	4,943	5,643
28	Singapore.....	17,337	4,575	4,166	4,228	4,368	4,102	4,040	4,595	4,079	4,374	4,289	4,112	3,955
29	Taiwan.....	17,394	5,086	4,341	4,131	3,836	3,811	4,737	5,103	4,280	4,287	3,724	3,812	4,668
30	Africa ^{7,9}	11,383	2,825	2,925	2,688	2,945	2,480	2,480	2,837	2,890	2,817	2,839	2,554	2,477
31	Members of OPEC.....	1,999	603	498	460	438	464	648	608	492	480	419	466	647
32	International organizations and unallocated.....													
Memoranda:														
33	Industrial countries ⁷	406,199	110,376	108,934	91,955	94,934	93,732	98,231	110,647	107,273	95,182	93,097	94,215	96,567
34	Of which: Euro area ¹⁰	111,049	30,941	28,153	24,763	27,192	26,654	25,709	31,072	27,660	25,598	26,719	26,812	25,207
35	Members of OPEC ⁷	19,502	5,294	4,877	4,652	4,679	3,915	4,844	5,252	4,833	4,852	4,565	3,931	4,780
36	Other countries ⁷	293,061	77,239	73,836	70,685	71,301	66,163	72,432	77,385	72,740	73,240	69,696	66,503	71,329

See the footnotes on page 66.

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

Line	2001	Not seasonally adjusted						Seasonally adjusted					
		2001				2002		2001				2002	
		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	718,762	192,909	187,647	167,292	170,914	163,810	175,507	193,284	184,846	173,274	167,358	164,649	172,676
2	54,889	14,118	12,805	12,552	15,414	14,152	12,618	13,647	13,637	13,643	13,962	13,781	13,520
3	663,873	178,791	174,842	154,740	155,500	149,658	162,889	179,637	171,209	159,631	153,396	150,868	159,156
4	49,408	12,662	11,425	11,656	13,665	12,501	11,241	12,470	12,325	12,193	12,420	12,422	12,146
5	44,889	11,590	10,377	10,351	12,571	11,408	10,279	11,357	11,159	11,071	11,302	11,245	11,094
6	13,942	3,606	3,212	3,549	3,575	3,597	3,261	3,493	3,472	3,593	3,384	3,545	3,550
7	3,477	803	798	856	1,020	836	761	891	847	799	940	931	812
8	5,344	1,317	1,209	1,561	1,257	1,398	1,403	1,250	1,317	1,552	1,225	1,359	1,550
9	5,500	1,963	698	599	2,240	1,817	755	1,573	1,228	1,160	1,539	1,398	1,266
10	7,987	1,895	1,982	1,970	2,140	1,739	1,735	1,979	2,006	1,997	2,005	1,820	1,758
11	8,261	1,999	2,110	1,949	2,203	2,078	2,199	2,084	2,090	2,062	2,025	2,185	2,195
12	9,199	2,127	2,375	2,284	2,413	2,177	2,329	2,228	2,363	2,259	2,349	2,297	2,325
13	4,519	1,072	1,048	1,305	1,094	1,093	962	1,113	1,166	1,122	1,118	1,177	1,052
14	3,266	789	716	994	767	814	619	804	824	819	819	876	700
15	160,200	42,856	42,169	37,745	37,430	36,769	40,453	42,842	41,533	38,301	37,524	36,849	39,857
16	9,724	2,446	2,353	2,148	2,777	2,662	2,263	2,219	2,407	2,501	2,597	2,465	2,355
17	2,177	570	554	564	489	638	544	445	522	666	544	526	521
18	1,270	342	313	231	384	370	267	285	284	362	339	312	252
19	1,971	497	536	488	450	431	443	479	524	489	479	421	430
20	4,306	1,037	950	865	1,454	1,223	1,009	1,010	1,077	984	1,235	1,206	1,152
21	150,476	40,410	39,816	35,597	34,653	34,107	38,190	40,623	39,126	35,800	34,927	34,384	37,502
22	15,922	4,157	4,438	3,709	3,618	3,288	3,573	4,190	4,428	3,683	3,621	3,298	3,568
23	14,674	3,588	3,957	3,561	3,568	3,210	3,500	3,621	3,949	3,534	3,570	3,221	3,495
24	2,258	544	611	557	546	465	527	571	603	544	540	476	522
25	10,637	2,648	2,758	2,622	2,609	2,234	2,392	2,654	2,757	2,609	2,617	2,233	2,391
26	12,386	3,280	3,088	2,938	3,080	2,896	3,088	3,266	3,060	2,960	3,100	2,894	3,065
27	10,866	2,910	2,891	2,593	2,472	2,520	3,024	2,910	2,767	2,634	2,555	2,517	2,895
28	49,326	13,182	12,712	11,952	11,480	11,596	12,991	13,218	12,457	12,118	11,533	11,662	12,734
29	7,770	2,062	2,052	1,842	1,814	1,823	1,975	2,088	1,987	1,872	1,823	1,855	1,910
30	19,599	5,131	5,139	4,784	4,545	4,648	5,085	5,136	5,015	4,838	4,610	4,675	4,963
31	34,607	9,688	9,496	7,779	7,644	7,336	8,454	9,815	9,412	7,695	7,685	7,483	8,367
32	1,768	438	423	432	475	401	502	469	399	428	472	430	477
33	6,198	1,665	1,560	1,502	1,471	1,432	1,530	1,649	1,545	1,524	1,480	1,428	1,515
34	14,219	4,252	4,207	2,894	2,866	2,610	3,252	4,316	4,269	2,760	2,874	2,671	3,311
35	4,896	1,675	1,910	596	715	632	915	1,675	1,910	596	715	632	915
36	2,695	874	640	537	644	576	793	874	640	537	644	576	793
37	6,628	1,703	1,657	1,761	1,507	1,402	1,544	1,767	1,719	1,627	1,515	1,463	1,603
38	12,422	3,333	3,306	2,951	2,832	2,893	3,170	3,381	3,199	2,983	2,859	2,954	3,064
39	321,723	90,185	83,622	74,062	73,854	70,638	74,483	90,664	82,728	76,153	72,178	71,101	73,578
40	266,431	75,552	68,577	61,532	60,770	57,833	60,540	76,084	68,513	62,402	59,432	58,225	60,490
41	30,887	8,895	8,040	7,069	6,883	6,603	7,077	8,861	8,015	7,142	6,869	6,603	7,050
42	235,544	66,657	60,537	54,463	53,887	51,230	53,463	67,223	60,498	55,260	52,563	51,622	53,440
43	14,057	3,245	3,709	3,659	3,444	3,248	3,183	3,299	3,639	3,677	3,442	3,312	3,111
44	11,992	2,894	3,100	2,958	3,040	2,792	2,932	2,948	3,089	3,036	2,919	2,867	2,918
45	5,816	1,797	1,473	1,297	1,249	1,152	1,410	1,828	1,492	1,329	1,197	1,183	1,403
46	14,169	3,989	3,753	3,271	3,156	3,164	3,462	3,996	3,718	3,332	3,123	3,161	3,431
47	46,600	13,146	12,077	10,597	10,240	9,948	11,480	13,244	11,735	10,869	10,212	10,060	11,158
48	47,555	13,889	11,763	10,785	11,118	9,696	9,391	13,937	12,062	11,110	10,446	9,755	9,639
49	45,065	14,163	11,398	9,854	9,650	10,177	10,693	13,898	11,675	9,961	9,531	9,865	10,973
50	27,874	7,506	7,437	6,600	6,331	5,743	5,571	8,045	7,306	6,357	6,166	6,095	5,490
51	2,894	844	742	668	640	539	506	863	742	670	619	551	508
52	20,062	5,184	5,085	4,774	5,019	4,771	4,835	5,165	5,070	4,919	4,908	4,773	4,809
53	52,619	13,932	14,401	11,929	12,357	12,271	13,396	13,879	13,571	13,150	12,019	12,342	12,541
54	25,816	7,050	7,420	5,206	6,140	6,403	7,575	6,972	6,677	6,323	5,844	6,415	6,795
55	2,673	701	644	601	727	534	547	701	644	601	727	534	547
56	75,435	18,552	20,768	17,195	18,920	18,517	21,816	18,308	19,278	19,286	18,563	18,462	20,117
57	40,598	9,928	11,946	8,637	10,087	10,451	12,467	9,680	10,663	10,246	10,009	10,354	11,029
58	8,647	1,831	2,865	1,726	2,225	2,325	3,145	1,821	2,315	2,320	2,191	2,345	2,510
59	5,335	1,204	1,881	1,124	1,426	1,423	1,609	1,226	1,394	1,321	1,394	1,454	1,409
60	5,260	1,376	1,505	1,138	1,241	1,267	1,457	1,315	1,396	1,307	1,242	1,227	1,345
61	21,356	5,517	5,995	4,649	5,195	5,436	6,256	5,318	5,558	5,298	5,182	5,328	5,765
62	34,837	8,624	8,822	8,558	8,833	8,066	9,349	8,628	8,615	9,040	8,554	8,108	9,088
63	9,179	2,014	2,238	2,185	2,742	2,259	2,810	2,015	2,112	2,516	2,536	2,294	2,638
64	2,225	591	598	509	527	383	514	604	598	556	467	393	515
65	4,624	1,149	1,151	1,165	1,159	1,209	1,325	1,144	1,135	1,188	1,157	1,209	1,305
66	18,809	4,870	4,835	4,699	4,405	4,215	4,700	4,865	4,770	4,780	4,394	4,212	4,630
67	88,330	22,892	23,294	20,752	21,392	20,289	21,473	23,053	22,766	21,386	21,125	20,559	21,085
68	41,601	10,591	10,796	10,030	10,184	9,431	10,121	10,806	10,573	10,066	10,156	9,719	9,913
69	16,577	3,859	4,268	4,016	4,434	3,882	4,354	3,986	4,125	4,097	4,369	4,043	4,219
70	42,019	10,980	11,209	9,645	10,185	9,688	10,037	10,966	10,941	10,188	9,924	9,703	9,892
71	17,740	4,580	4,574	4,225	4,361	4,252	4,370	4,553	4,477	4,400	4,310	4,226	4,288
72	4,710	1,321	1,289	1,077	1,023	1,170	1,315	1,281	1,252	1,132	1,045	1,137	1,280
73	23,666	5,762	6,369	5,882	5,653	5,096	6,041	5,947	6,216	5,955	5,548	5,256	5,893

See the footnotes on page 66.

Table 2. U.S. Trade in Goods—Continued
 (Millions of dollars)

Line	2001	Not seasonally adjusted						Seasonally adjusted						
		2001				2002		2001				2002		
		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)	1,145,927	298,773	290,463	281,518	275,173	261,179	293,186	306,316	292,565	279,025	268,021	271,073	295,316
75	Petroleum and products ⁶	103,588	28,848	28,494	25,834	20,412	18,962	27,079	29,164	28,545	25,634	20,245	19,165	27,152
76	Nonpetroleum products	1,042,339	269,925	261,969	255,684	254,761	242,217	266,107	277,152	264,020	253,391	247,776	251,908	268,164
77	Foods, feeds, and beverages	46,642	11,164	11,498	11,698	12,282	11,395	12,371	11,468	11,467	11,936	11,771	11,873	12,351
78	Agricultural	33,435	8,327	8,414	8,138	8,556	8,565	9,110	8,161	8,178	8,624	8,472	8,509	8,867
79	Coffee, cocoa, and sugar	2,307	649	513	588	557	531	584	558	509	644	596	472	581
80	Green coffee	1,356	378	381	324	273	281	362	311	375	367	303	241	359
81	Meat products and poultry	6,046	1,473	1,531	1,548	1,494	1,483	1,534	1,470	1,484	1,604	1,488	1,481	1,487
82	Vegetables, fruits, nuts, and preparations	9,415	2,773	2,472	1,910	2,260	2,869	2,616	2,330	2,296	2,408	2,381	2,448	2,434
83	Wine and related products	4,692	1,016	1,245	1,192	1,239	1,099	1,431	1,186	1,173	1,155	1,178	1,286	1,350
84	Other agricultural foods, feeds, and beverages	10,976	2,416	2,653	2,901	3,006	2,583	2,944	2,618	2,716	2,814	2,828	2,822	3,014
85	Nonagricultural (fish, distilled beverages, etc.)	13,207	2,837	3,084	3,560	3,726	2,830	3,261	3,307	3,289	3,312	3,299	3,364	3,484
86	Fish and shellfish	9,754	2,073	2,264	2,696	2,721	2,070	2,356	2,428	2,432	2,458	2,436	2,476	2,537
87	Whiskey and other alcoholic beverages	3,067	665	730	767	905	678	821	781	766	758	762	806	862
88	Industrial supplies and materials	276,115	77,828	73,674	66,239	58,374	57,070	69,661	77,926	73,012	66,255	58,922	57,870	68,767
89	Agricultural	5,312	1,364	1,355	1,273	1,320	1,256	1,397	1,320	1,305	1,372	1,315	1,256	1,340
90	Nonagricultural products	270,803	76,464	72,319	64,966	57,054	55,814	68,264	76,606	71,707	64,883	57,607	56,614	67,427
91	Energy products	124,876	37,306	34,092	29,875	23,603	22,695	30,952	37,215	34,505	29,811	23,345	22,724	31,231
92	Fuels and lubricants ⁶	122,114	36,307	33,074	29,309	23,424	22,433	30,673	35,881	33,485	29,523	23,225	22,342	30,946
93	Paper and paper base stocks	12,240	3,359	3,077	2,923	2,881	2,694	2,849	3,373	3,112	2,918	2,837	2,732	2,880
94	Textile supplies and related materials	10,314	2,642	2,737	2,510	2,425	2,461	2,887	2,693	2,602	2,528	2,491	2,546	2,739
95	Chemicals, excluding medicinals	34,048	9,674	8,707	7,856	7,811	7,826	8,667	9,128	8,573	8,222	8,125	7,512	8,498
96	Building materials, except metals	21,261	4,616	5,836	5,786	5,023	5,225	6,207	4,989	5,456	5,516	5,300	5,700	5,772
97	Other nonmetals	17,253	4,264	4,383	4,394	4,212	4,056	4,712	4,434	4,317	4,317	4,185	4,259	4,639
98	Metals and nonmetallic products	50,811	14,603	13,487	11,622	11,099	10,857	11,990	14,774	13,142	11,571	11,324	11,141	11,668
99	Steelmaking materials	2,236	554	612	558	512	439	641	607	565	525	539	475	596
100	Iron and steel products	16,708	4,162	4,248	4,172	4,126	4,204	4,038	4,322	4,111	4,077	4,198	4,393	3,919
101	Nonferrous metals	23,246	7,597	6,456	4,781	4,412	4,243	5,074	7,534	6,349	4,839	4,524	4,263	4,972
102	Nonmonetary gold	4,305	1,531	1,622	546	606	506	872	1,531	1,622	546	606	506	872
103	Other precious metals	6,063	2,615	1,521	1,103	824	743	1,074	2,569	1,530	1,141	823	750	1,080
104	Bauxite and aluminum	6,397	1,676	1,592	1,607	1,522	1,559	1,695	1,653	1,479	1,630	1,635	1,554	1,586
105	Other nonferrous metals	6,481	1,775	1,721	1,525	1,460	1,435	1,433	1,781	1,718	1,522	1,460	1,453	1,434
106	Other metallic and nonmetallic products	8,621	2,290	2,171	2,111	2,049	1,971	2,237	2,311	2,117	2,130	2,063	2,010	2,181
107	Capital goods, except automotive	297,992	82,650	74,896	69,978	70,468	66,994	71,638	84,621	75,369	69,930	68,072	69,339	72,285
108	Machinery, except consumer-type	264,502	74,234	66,532	61,851	61,885	59,443	64,782	76,178	67,061	61,575	59,506	61,702	65,486
109	Electric generating machinery, electric apparatus and parts	34,789	9,512	8,671	8,305	8,301	7,746	8,536	9,761	8,779	8,296	7,953	8,049	8,653
110	Nonelectric, including parts and attachments	229,713	64,722	57,861	53,546	53,584	51,697	56,246	66,417	58,282	53,461	51,553	53,653	56,833
111	Oil drilling, mining, and construction machinery	6,902	1,750	1,940	1,673	1,539	1,584	1,806	1,710	1,813	1,750	1,629	1,559	1,685
112	Industrial engines, pumps, and compressors	9,780	2,579	2,435	2,372	2,394	2,289	2,328	2,555	2,403	2,425	2,397	2,281	2,300
113	Machine tools and metalworking machinery	7,416	2,222	1,925	1,726	1,543	1,320	1,469	2,222	1,869	1,802	1,523	1,341	1,427
114	Measuring, testing, and control instruments	9,006	2,459	2,339	2,110	2,098	2,034	2,223	2,481	2,375	2,108	2,042	2,078	2,261
115	Other industrial, agricultural, and service industry machinery	47,478	12,948	12,244	11,083	11,203	10,981	12,393	12,983	11,883	11,439	11,173	11,075	12,038
116	Computers, peripherals, and parts	74,001	19,746	18,257	17,720	18,278	17,614	18,538	20,899	18,802	17,177	17,123	18,911	19,152
117	Semiconductors	30,422	10,531	7,581	6,291	6,019	6,298	6,708	10,561	7,766	6,306	5,789	6,311	6,919
118	Telecommunications equipment	24,632	7,302	6,247	5,698	5,385	4,961	5,886	7,652	6,332	5,620	5,028	5,285	5,997
119	Other office and business machines	4,864	1,390	1,221	1,123	1,130	973	1,048	1,400	1,251	1,140	1,073	992	1,078
120	Scientific, hospital, and medical equipment and parts	15,212	3,795	3,672	3,750	3,995	3,643	3,847	3,954	3,788	3,694	3,776	3,820	3,976
121	Transportation equipment, except automotive	33,490	8,416	8,364	8,127	8,583	7,551	6,856	8,443	8,308	8,173	8,566	7,637	6,799
122	Civilian aircraft, engines, and parts	31,358	7,739	7,831	7,644	8,144	7,158	6,337	7,766	7,775	7,690	8,127	7,245	6,280
123	Civilian aircraft, complete, all types	14,885	3,700	3,604	3,400	4,181	3,703	2,941	3,700	3,604	3,400	4,181	3,703	2,941
124	Automotive vehicles, engines, and parts	189,781	47,306	48,592	44,934	48,949	47,440	52,494	47,083	47,869	47,944	46,885	47,610	51,785
125	From Canada	57,865	14,843	15,847	12,832	14,343	14,804	16,175	14,354	15,040	14,556	13,915	14,550	15,303
126	Passenger cars, new and used	30,560	8,149	8,520	6,329	7,562	7,672	8,541	7,804	8,136	7,549	7,071	7,513	8,119
127	Trucks, buses, and special purpose vehicles	11,074	2,714	2,974	2,593	2,793	2,820	2,858	2,662	2,826	2,782	2,804	2,768	2,715
128	Engines and engine parts	3,447	852	953	789	853	909	971	826	864	880	877	895	880
129	Other parts and accessories	12,784	3,128	3,400	3,121	3,135	3,403	3,805	3,062	3,214	3,345	3,163	3,374	3,589
130	From other areas	131,916	32,463	32,745	32,102	34,606	32,636	36,319	32,729	32,829	33,388	32,970	33,060	36,482
131	Passenger cars, new and used	76,090	19,299	18,438	17,985	20,368	18,606	20,470	19,639	18,742	18,857	18,904	18,904	20,917
132	Trucks, buses, and special purpose vehicles	8,162	1,284	2,001	2,513	2,364	1,935	2,114	1,339	1,972	2,470	2,381	2,018	2,082
133	Engines and engine parts	10,345	2,668	2,652	2,453	2,572	2,596	2,973	2,634	2,613	2,561	2,537	2,596	2,923
134	Other parts and accessories	37,319	9,212	9,654	9,151	9,302	9,499	10,762	9,117	9,502	9,500	9,200	9,542	10,560
135	Consumer goods (nonfood), except automotive	284,486	67,418	68,701	76,390	71,977	65,698	73,631	72,545	71,818	70,465	69,658	71,358	76,847
136	Consumer nondurable goods, manufactured	136,625	33,249	33,299	37,583	32,494	32,258	34,297	34,487	34,623	34,109	33,406	33,713	35,443
137	Textile apparel and household goods, except rugs	62,983	15,616	14,708	18,256	14,403	13,982	14,349	16,397	15,968	15,504	15,114	14,773	15,487
138	Footwear of leather, rubber, and other materials	11,776	3,118	2,884	3,232	2,542	2,738	2,798	3,099	2,956	2,949	2,772	2,733	2,860
139	Consumer durable goods, manufactured	134,609	30,725	32,033	35,500	36,301	29,703	35,618	34,811	33,654	33,168	32,976	34,020	37,447
140	Household and kitchen appliances and other household goods	58,968	13,379	14,171	15,698	15,720	13,836	16,335	14,721	14,433	14,676	15,138	15,376	16,634
141	Toys, shooting, and sporting goods, including bicycles	21,885	4,522	4,680	6,389	6,294	4,174	5,197	5,692	5,387	5,637	5,169	5,310	5,986
142	Television and video													

Table 3. Private Services Transactions
[Millions of dollars]

Line		2001	Not seasonally adjusted						Seasonally adjusted					
			2001				2002		2001				2002	
			I	II	III	IV	I ^r	II ^p	I	II	III	IV	I ^r	II ^p
1	Exports of private services.....	266,209	67,799	66,941	69,159	62,310	64,267	65,952	69,692	68,492	65,758	62,270	65,418	67,760
2	Travel (table 1, line 6).....	73,119	18,299	20,276	20,628	13,916	15,056	17,605	20,735	19,803	17,845	14,736	17,038	17,200
3	Passenger fares (table 1, line 7).....	18,007	4,639	4,788	5,100	3,480	3,842	4,156	5,007	4,849	4,522	3,629	4,171	4,209
4	Other transportation (table 1, line 8).....	28,306	7,163	7,168	7,308	6,667	6,523	7,022	7,495	7,170	6,968	6,674	6,805	7,027
5	Freight.....	11,930	3,047	3,000	2,925	2,958	2,884	3,043	3,094	2,990	2,937	2,910	2,931	3,035
6	Port services.....	16,376	4,116	4,168	4,383	3,709	3,639	3,979	4,401	4,180	4,031	3,764	3,874	3,992
7	Royalties and license fees (table 1, line 9).....	38,668	9,428	9,534	9,314	10,392	9,651	10,291	9,717	9,743	9,537	9,672	9,931	10,490
8	Affiliated.....	25,873	6,192	6,342	6,138	7,201	6,399	6,953	6,481	6,551	6,361	6,481	6,679	7,152
9	U.S. parents' receipts.....	23,502	5,688	5,868	5,669	6,277	6,020	6,508	5,908	5,968	5,827	5,799	6,258	6,615
10	U.S. affiliates' receipts.....	2,371	504	474	469	924	379	445	573	583	534	682	421	537
11	Unaffiliated.....	12,795	3,236	3,192	3,176	3,191	3,252	3,338	3,236	3,192	3,176	3,191	3,252	3,338
12	Industrial processes ¹	4,852	1,209	1,208	1,214	1,221	1,242	1,240	1,209	1,208	1,214	1,221	1,242	1,270
13	Other ²	7,943	2,027	1,984	1,962	1,970	2,009	2,068	2,027	1,984	1,962	1,970	2,009	2,068
14	Other private services (table 1, line 10).....	108,109	28,270	25,175	26,809	27,855	29,195	26,878	26,738	26,927	26,886	27,559	27,473	28,834
15	Affiliated services.....	36,243	8,657	8,637	8,713	10,236	8,508	9,182	8,824	8,969	9,043	9,408	8,638	9,564
16	U.S. parents' receipts.....	21,237	5,028	5,263	5,154	5,792	4,841	5,241	5,208	5,288	5,360	5,381	5,011	5,262
17	U.S. affiliates' receipts.....	15,006	3,629	3,374	3,559	4,444	3,667	3,941	3,616	3,681	3,683	4,027	3,627	4,302
18	Unaffiliated services.....	71,866	19,613	16,538	18,096	17,619	20,687	17,696	17,914	17,958	17,843	18,151	18,835	19,270
19	Education.....	11,493	4,549	1,433	3,104	2,407	4,996	1,571	2,760	2,831	2,922	2,980	3,052	3,123
20	Financial services.....	15,209	4,043	3,940	3,531	3,695	3,770	3,828	4,047	3,935	3,535	3,692	3,767	3,817
21	Insurance, net.....	18	129	-13	-18	-79	91	128	129	-13	-18	-79	91	128
22	Premiums received.....	8,658	2,122	2,137	2,224	2,175	2,204	2,304	2,122	2,137	2,224	2,175	2,204	2,304
23	Losses paid.....	8,640	1,933	2,150	2,242	2,254	2,113	2,176	1,993	2,150	2,224	2,254	2,113	2,176
24	Telecommunications.....	4,796	1,209	1,201	1,194	1,192	1,277	1,351	1,209	1,201	1,194	1,192	1,277	1,351
25	Business, professional, and technical services.....	25,720	6,144	6,352	6,566	6,658	6,817	6,939	6,144	6,352	6,566	6,658	6,817	6,939
26	Other unaffiliated services ³	14,630	3,539	3,625	3,718	3,747	3,736	3,880	3,625	3,652	3,643	3,709	3,831	3,913
27	Imports of private services.....	192,305	48,420	55,410	42,322	46,153	48,625	55,471	52,577	53,287	38,567	47,877	52,442	53,574
28	Travel (table 1, line 23).....	60,117	13,545	18,466	17,253	10,853	12,389	16,297	16,003	16,698	14,468	12,948	14,587	14,682
29	Passenger fares (table 1, line 24).....	22,418	5,237	6,763	6,571	3,847	4,609	5,635	5,810	6,213	5,944	4,451	5,113	5,126
30	Other transportation (table 1, line 25).....	38,823	10,064	10,057	9,608	9,094	8,457	9,631	10,521	10,130	9,178	8,997	8,858	9,747
31	Freight.....	25,667	6,756	6,626	6,191	6,094	5,585	6,422	7,094	6,681	5,878	6,015	5,881	6,522
32	Port services.....	13,156	3,308	3,431	3,417	3,000	2,872	3,209	3,427	3,449	3,300	2,982	2,977	3,225
33	Royalties and license fees (table 1, line 26).....	16,359	3,990	3,939	3,956	4,474	4,653	4,422	4,097	4,038	4,113	4,110	4,764	4,522
34	Affiliated.....	13,008	3,190	3,112	3,105	3,601	3,240	3,272	3,297	3,211	3,262	3,237	3,351	3,372
35	U.S. parents' payments.....	2,026	497	494	517	518	507	581	497	494	517	518	507	581
36	U.S. affiliates' payments.....	10,982	2,693	2,618	2,588	3,083	2,733	2,691	2,800	2,717	2,745	2,719	2,844	2,791
37	Unaffiliated.....	3,351	800	827	851	873	1,413	1,150	800	827	851	873	1,413	1,150
38	Industrial processes ¹	1,815	439	448	458	470	483	497	439	448	458	470	483	497
39	Other ²	1,536	361	379	393	403	931	654	361	379	393	403	931	654
40	Other private services (table 1, line 27).....	54,588	15,584	16,185	4,934	17,885	18,517	19,486	16,146	16,208	4,864	17,371	19,120	19,497
41	Affiliated services.....	28,410	6,492	6,934	7,178	7,806	7,056	7,180	6,935	6,958	7,273	7,244	7,529	7,196
42	U.S. parents' payments.....	13,467	3,183	3,341	3,311	3,632	2,977	3,439	3,417	3,372	3,384	3,294	3,194	3,477
43	U.S. affiliates' payments.....	14,943	3,309	3,593	3,867	4,174	4,079	3,741	3,518	3,586	3,889	3,950	4,335	3,719
44	Unaffiliated services.....	26,178	9,092	9,251	-2,244	10,079	11,461	12,306	9,211	9,250	-2,409	10,127	11,591	12,301
45	Education.....	2,378	449	591	777	561	499	657	568	590	612	608	630	652
46	Financial services.....	4,016	1,146	1,084	882	904	974	1,146	1,084	882	904	974	1,010	1,010
47	Insurance, net.....	4,906	3,818	3,859	-7,640	4,869	6,177	6,738	3,818	3,859	-7,640	4,869	6,177	6,738
48	Premiums paid.....	39,895	9,068	9,542	10,130	11,155	12,510	13,142	9,068	9,542	10,130	11,155	12,510	13,142
49	Losses recovered.....	34,989	5,250	5,684	17,770	6,286	6,333	6,403	5,250	5,684	17,770	6,286	6,333	6,403
50	Telecommunications.....	4,298	1,185	1,111	1,038	965	950	978	1,185	1,111	1,038	965	950	978
51	Business, professional, and technical services.....	10,040	2,367	2,474	2,562	2,638	2,714	2,773	2,367	2,474	2,562	2,638	2,714	2,773
52	Other unaffiliated services ³	540	127	132	138	143	147	149	127	132	138	143	147	149
Memoranda:														
53	Balance on goods (table 1, line 71).....	-427,165	-105,864	-102,816	-114,226	-104,259	-97,369	-117,679	-113,032	-107,719	-105,751	-100,663	-106,424	-122,640
54	Balance on private services (line 1 minus line 27).....	73,904	19,379	11,531	26,837	16,157	15,642	10,481	17,115	15,205	27,191	14,393	12,976	14,186
55	Balance on goods and private services (lines 53 and 54).....	-353,261	-86,485	-91,285	-87,389	-88,102	-81,727	-107,198	-95,917	-92,514	-78,560	-86,270	-93,448	-108,454

See the footnotes on page 66.

Table 4. Selected U.S. Government Transactions
[Millions of Dollars]

Line		2001	Not seasonally adjusted					
			2001				2002	
			I	II	III	IV	I ^r	II ^p
A1	U.S. Government grants and transactions increasing Government assets, total	16,011	3,420	3,882	3,956	4,753	7,139	3,667
	By category							
2	Grants, net.....	11,652	2,426	2,526	2,916	3,785	6,277	3,126
3	U.S. Government current grants, net (table 1, line 36, with sign reversed).....	11,628	2,419	2,522	2,905	3,782	6,273	3,111
4	Financing military purchases ¹	1,784	326	337	391	730	3,506	586
5	Other grants.....	9,844	2,093	2,185	2,513	3,052	2,767	2,525
6	Cash contributions received from coalition partners for Persian Gulf operations.....							
7	Debt forgiveness (table 1, part of line 39, with sign reversed).....	25	8	4	11	2	5	15
8	Credits and other long-term assets (table 1, line 47, with sign reversed).....	4,431	1,094	1,330	1,011	996	853	565
9	Capital subscriptions and contributions to international financial institutions, excluding IMF.....	1,704	521	498	359	327	446	368
10	Credits repayable in U.S. dollars.....	2,727	573	832	652	669	408	197
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).....	-72	-100	26	30	-28	8	-24
14	Foreign currency holdings (excluding administrative cash holdings), net.....	4		2		3		
	Receipts from:							
15	Sales of agricultural commodities.....							
16	Interest.....	1		1		1		
17	Repayments of principal.....	3				2		
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.....	44	13	30	29	-28	10	-22
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.....	-120	-113	-5	1	-3	-2	-2
	By program							
27	Capital subscriptions and contributions to international financial institutions, excluding IMF.....	1,704	521	498	359	327	446	368
28	Under Agricultural Trade Development and Assistance Act and related programs.....	1,585	317	313	342	613	291	295
29	Under Foreign Assistance Act and related programs.....	9,816	1,825	2,012	2,931	3,049	5,906	2,583
30	Under Export-Import Bank Act.....	1,679	446	772	93	369	230	116
31	Under Commodity Credit Corporation Charter Act.....	31	15	5	8	3	3	4
32	Under other grant and credit programs.....	1,313	410	288	224	392	266	303
33	Other foreign currency assets acquired (lines A16, A17, and A19).....	5		2		3		
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.....	-120	-113	-5	1	-3	-2	-2
	By disposition³							
36	Estimated transactions involving no direct dollar outflow from the United States.....	10,868	2,147	2,589	2,756	3,377	5,725	2,328
37	Expenditures on U.S. goods.....	4,289	814	1,299	796	1,380	4,023	720
38	Expenditures on U.S. services ⁴	3,889	767	872	1,002	1,248	1,174	984
39	Financing of military sales contracts by U.S. Government ⁵ (line C6).....	2,036	316	363	866	491	346	585
40	By long-term credits.....	517	2	29	476	11	6	4
41	By short-term credits ¹							
42	By grants ¹	1,518	315	334	390	480	341	581
43	U.S. Government grants and credits to repay prior U.S. Government credits ¹⁴	505	179	24	61	241	141	32
44	U.S. Government long- and short-term credits to repay prior U.S. private credits ⁶ and other assets.....	170	71	32	49	19	46	9
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.....	21		2	17	3	5	3
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.....	5,143	1,273	1,294	1,200	1,376	1,414	1,339
B1	Repayments on U.S. Government long-term assets, total (table 1, line 48)	3,873	1,071	573	1,118	1,111	994	553
2	Receipts of principal on U.S. Government credits.....	3,872	1,071	573	1,118	1,111	994	553
3	Under Agricultural Trade Development and Assistance Act and related programs.....	601	99	13	173	316	47	36
4	Under Foreign Assistance Act and related programs.....	1,662	486	251	553	373	509	246
5	Under Export-Import Bank Act.....	1,219	366	270	262	322	340	219
6	Under Commodity Credit Corporation Charter Act.....	218	65	37	75	42	91	50
7	Under other credit programs.....	172	56	2	56	59	6	2
8	Receipts on other long-term assets.....	(*)				(*)		
C1	U.S. Government liabilities other than securities, total, net increase (+) (table 1, line 60)	-1,882	-676	-791	89	-504	-790	-20
2	Associated with military sales contracts ²	-1,879	-674	-792	91	-504	-794	-22
3	U.S. Government cash receipts from foreign governments (including principal repayments on credits financing military sales contracts), net of refunds ¹	7,129	1,234	1,872	1,747	2,276	2,659	2,201
4	Less U.S. Government receipts from principal repayments.....	735	224	88	261	162	204	91
5	Less U.S. Treasury securities issued in connection with prepayments for military purchases in the United States.....	-1,912	-806	-289	-817		607	-400
6	Plus financing of military sales contracts by U.S. Government ⁵ (line A39).....	2,036	316	363	866	491	346	585
7	By long-term credits.....	517	2	29	476	11	6	4
8	By short-term credits ¹							
9	By grants ¹	1,518	315	334	390	480	341	581
10	Less transfers of goods and services (including transfers financed by grants for military purchases, and by credits) ¹² (table 1, line 5).....	12,220	2,806	3,227	3,078	3,108	2,990	3,117
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.....	-4	-2	1	-2	-1	5	2
13	Sales of nuclear material by Department of Energy/U.S. Enrichment Corporation.....							
14	Sales of space launch and other services by National Aeronautics and Space Administration.....	(*)	(*)	2	-2	(*)	3	2
15	Other sales and miscellaneous operations.....	-4	-2	-1	-1	(*)	2	(*)

See the footnotes on page 66.

Table 5. Direct Investment: Income, Capital, Royalties and License Fees, and Other Private Services
[Millions of dollars]

Line	(Credits +; debits -)	Not seasonally adjusted										Seasonally adjusted			
		2001	2001				2002		2001				2002		
			I	II	III	IV	I ^r	II ^p	I	II	III	IV	I ^r	II ^p	
U.S. direct investment abroad:															
1	Income with current-cost adjustment, before deduction of withholding taxes (table 1, line 14)	125,996	35,713	33,217	30,084	26,982	28,946	31,326	35,270	33,078	30,211	27,436	28,679	31,145	
2	Earnings	121,922	34,721	32,243	28,973	25,985	27,823	30,227	34,277	32,104	29,100	26,438	27,556	30,046	
3	Distributed earnings	42,253	9,226	9,773	7,997	15,257	7,847	10,738	11,554	11,192	9,962	9,544	9,784	12,372	
4	Reinvested earnings	79,668	25,494	22,470	20,976	10,728	19,976	19,489	22,723	20,912	19,138	16,894	17,772	17,674	
5	Interest ¹	4,076	993	974	1,111	998	1,123	1,099	993	974	1,111	998	1,123	1,099	
6	U.S. parents' receipts	8,082	2,030	2,038	2,044	1,970	1,892	1,961	2,030	2,038	2,044	1,970	1,892	1,961	
7	U.S. parents' payments	-4,007	-1,038	-1,063	-934	-972	-769	-862	-1,038	-1,063	-934	-972	-769	-862	
8	Less: Current-cost adjustment	13,863	3,408	3,445	3,484	3,526	3,570	3,618	3,408	3,445	3,484	3,526	3,570	3,618	
9	Less: Withholding taxes	1,044	289	255	261	239	300	227	324	281	256	182	345	258	
10	Equals: Income without current-cost adjustment, after deduction of withholding taxes²	111,089	32,016	29,517	26,339	23,217	25,076	27,481	31,539	29,353	26,471	23,727	24,765	27,269	
11	Petroleum	13,866	4,307	4,368	3,052	2,139	2,337	2,962	4,096	4,383	3,143	2,244	2,223	2,953	
12	Manufacturing	28,806	8,884	7,045	6,811	6,066	6,125	7,061	8,617	6,866	6,852	6,471	5,928	6,858	
13	Other	68,418	18,826	18,104	16,476	15,012	16,614	17,458	18,826	18,104	16,476	15,012	16,614	17,458	
14	Capital with current-cost adjustment (table 1, line 51)	-127,840	-26,285	-36,689	-43,562	-21,304	-31,483	-31,179	-23,514	-35,131	-41,724	-27,470	-29,280	-29,363	
15	Equity capital	-49,840	-7,082	-13,912	-17,803	-11,043	-9,507	-6,141	-7,082	-13,912	-17,803	-11,043	-9,507	-6,141	
16	Increases in equity capital ³	-70,785	-12,964	-20,720	-20,298	-16,803	-14,950	-8,532	-12,964	-20,720	-20,298	-16,803	-14,950	-8,532	
17	Decreases in equity capital ⁴	20,945	5,881	6,808	2,496	5,760	5,442	2,391	5,881	6,808	2,496	5,760	5,442	2,391	
18	Reinvested earnings	-79,668	-25,494	-22,470	-20,976	-10,728	-19,976	-19,489	-22,723	-20,912	-19,138	-16,894	-17,772	-17,674	
19	Intercompany debt	1,668	6,291	307	-4,783	467	-2,001	-5,548	6,291	-307	-4,783	467	-2,001	-5,548	
20	U.S. parents' receivables	-4,045	5,371	-5,492	-4,757	633	-2,551	-6,861	5,371	-5,492	-4,757	633	-2,551	-6,861	
21	U.S. parents' payables	5,714	721	5,185	-26	-166	551	1,313	721	5,185	-26	-166	551	1,313	
22	Less: Current-cost adjustment (line 8 with sign reversed)	-13,863	-3,408	-3,445	-3,484	-3,526	-3,570	-3,618	-3,408	-3,445	-3,484	-3,526	-3,570	-3,618	
23	Equals: Capital without current-cost adjustment²	-113,977	-22,877	-33,244	-40,078	-17,778	-27,913	-27,561	-20,106	-31,686	-38,240	-23,944	-25,710	-25,745	
24	Equity capital (line 15)	-49,840	-7,082	-13,912	-17,803	-11,043	-9,507	-6,141	-7,082	-13,912	-17,803	-11,043	-9,507	-6,141	
25	Petroleum	-4,079	-479	-1,231	-60	-2,309	-93	-572	-479	-1,231	-60	-2,309	-93	-572	
26	Manufacturing	-19,202	-3,449	-10,443	-11,779	-6,189	-6,189	-1,448	-3,449	-10,443	-11,779	-6,189	-6,189	-1,448	
27	Other	-26,559	-3,154	-2,238	-15,964	-5,203	-3,226	-4,421	-3,154	-2,238	-15,964	-5,203	-3,226	-4,421	
28	Reinvested earnings without current-cost adjustment (line 18 less line 22)	-65,805	-22,086	-19,025	-17,492	-7,202	-16,406	-15,871	-19,315	-17,467	-15,654	-13,368	-14,202	-14,056	
29	Petroleum	-7,250	-3,141	-2,877	-1,470	238	-1,319	-1,484	-2,523	-2,650	-1,409	-670	-839	-1,237	
30	Manufacturing	-16,125	-5,634	-3,725	-4,198	-2,568	-2,438	-3,350	-4,840	-3,186	-3,938	-4,160	-1,524	-2,603	
31	Other	-42,430	-13,311	-12,422	-11,825	-4,872	-12,648	-11,037	-11,952	-11,631	-10,307	-8,538	-11,839	-10,216	
32	Intercompany debt (line 19)	1,668	6,291	307	-4,783	467	-2,001	-5,548	6,291	-307	-4,783	467	-2,001	-5,548	
33	Petroleum	-1,339	537	-3,029	330	330	-3,177	315	537	-3,029	537	823	330	315	
34	Manufacturing	-1,054	5,338	227	-7,004	385	-10,966	-4,593	5,338	227	-7,004	385	-10,966	-4,593	
35	Other	4,061	416	2,495	1,398	-248	-9,787	-1,270	416	2,495	1,398	-248	-9,787	-1,270	
36	Royalties and license fees, before deduction of withholding taxes, net	21,476	5,191	5,374	5,152	5,759	5,513	5,277	5,411	5,474	5,310	5,281	5,751	6,070	
37	U.S. parents' receipts (table 1, part of line 9)	23,502	5,688	5,868	5,669	6,277	6,020	6,508	5,908	5,968	5,827	5,799	6,258	6,615	
38	U.S. parents' payments (table 1, part of line 26)	-2,026	-497	-494	-517	-518	-507	-581	-497	-494	-517	-518	-507	-581	
39	Other private services, before deduction of withholding taxes, net	7,770	1,845	1,922	1,843	2,160	1,864	1,802	1,791	1,916	1,976	2,087	1,817	1,785	
40	U.S. parents' receipts (table 1, part of line 10)	21,237	5,028	5,263	5,154	5,792	4,841	5,241	5,208	5,288	5,360	5,381	5,011	5,262	
41	U.S. parents' payments (table 1, part of line 27)	-13,467	-3,183	-3,341	-3,311	-3,632	-2,977	-3,439	-3,417	-3,372	-3,384	-3,294	-3,194	-3,477	
Foreign direct investment in the United States:															
42	Income with current-cost adjustment, before deduction of withholding taxes (table 1, line 31)	-23,401	-13,015	-6,022	-6,267	1,903	-6,629	-14,263	-13,021	-5,246	-6,303	1,166	-6,610	-13,474	
43	Earnings	-708	-7,535	-352	-695	7,874	-1,275	-8,676	-7,541	425	730	7,136	-1,257	-7,887	
44	Distributed earnings	-20,405	-6,933	-2,946	-5,154	-5,472	-6,152	-2,396	-7,453	-3,308	-5,436	-4,209	-6,559	-8,025	
45	Reinvested earnings	19,697	-702	2,594	4,460	13,345	4,877	-6,280	88	3,733	4,706	11,345	5,302	-2,862	
46	Interest	-22,694	-5,480	-5,671	-5,573	-5,970	-5,353	-5,587	-5,480	-5,671	-5,573	-5,970	-5,353	-5,587	
47	U.S. affiliates' payments	-24,846	-5,998	-6,217	-6,150	-6,481	-5,731	-6,037	-5,998	-6,217	-6,150	-6,481	-5,731	-6,037	
48	U.S. affiliates' receipts	2,154	519	547	577	511	378	449	519	547	577	511	378	449	
49	Less: Current-cost adjustment	-6,361	-1,611	-1,591	-1,580	-1,579	-1,587	-1,605	-1,611	-1,591	-1,580	-1,579	-1,587	-1,605	
50	Less: Withholding taxes	-1,075	-424	-180	-243	-228	-319	-115	-445	-217	-242	-171	-335	-142	
51	Equals: Income without current-cost adjustment, after deduction of withholding taxes²	-15,965	-10,980	-4,251	-4,444	3,710	-4,723	-12,543	-10,964	-3,437	-4,480	2,916	-4,687	-11,727	
52	Petroleum	-8,971	-3,516	-3,583	-2,360	488	-972	-1,872	-3,516	-3,583	-2,360	488	-872	-1,972	
53	Manufacturing	-3,177	-2,317	-2,182	-2,962	-80	-2,691	-6,158	-2,301	-2,996	-2,998	-875	-2,656	-5,342	
54	Other	-3,816	-5,147	-2,850	878	3,303	-1,059	-4,513	-5,147	-2,850	878	3,303	-1,059	-4,513	
55	Capital with current-cost adjustment (table 1, line 64)	130,796	44,204	52,241	14,455	19,896	16,648	2,184	43,899	51,102	14,208	21,897	16,223	966	
56	Equity capital	107,721	20,513	44,445	12,695	30,068	10,964	8,597	20,513	44,445	12,695	30,068	10,964	8,597	
57	Increases in equity capital ³	125,488	22,240	50,935	18,677	33,636	16,858	10,302	22,240	50,935	18,677	33,636	16,858	10,302	
58	Decreases in equity capital ⁴	-17,766	-1,727	-6,490	-5,981	-3,568	-5,894	-1,706	-1,727	-6,490	-5,981	-3,568	-5,894	-1,706	
59	Reinvested earnings	-19,697	702	-2,594	-4,460	-13,345	-4,877	6,280	88	-3,733	-4,706	-11,345	-5,302	5,062	
60	Intercompany debt	42,771	22,988	10,390	6,219	3,174	10,561	-12,693	22,988	10,390	6,219	3,174	10,561	-12,693	
61	U.S. affiliates' payables	31,871	9,626	11,358	7,643	3,244	11,364	-8,301	9,626	11,358	7,643	3,244	11,364	-8,301	
62	U.S. affiliates' receivables	10,901	13,362	-968	-1,424	-69	-803	-4,393	13,362	-968	-1,424	-69	-803	-4,393	
63	Less: Current-cost adjustment (line 49 with sign reversed)	6,361	1,611	1,591	1,580	1,579	1,587	1,605	1,611	1,591	1,580	1,579	1,587	1,605	
64	Equals: Capital without current-cost adjustment²	124,435	42,593	50,650	12,875	18,317	15,061	579	41,978	49,511	12,628	20,318	14,636	-639	
65	Equity capital (line 56)	107,721	20,513	44,445	12,695	30,068	10,964	8,597	20,513	44,445	12,695	30,068	10,964	8,597	
66	Petroleum	4,146	477	481	99	3,089	203	177	477						

Table 6. Securities Transactions

[Millions of dollars]

Line	(Credits +; debits -)	2001	Not seasonally adjusted					
			2001				2002	
			I	II	III	IV	I ^r	II ^p
A1	Foreign securities, net U.S. purchases (-), (table 1, line 52 or lines 2 + 13 below)	-94,662	-26,895	-51,764	10,087	-26,090	2,047	-9,987
2	Stocks, net U.S. purchases	-106,810	-21,533	-55,718	-10,886	-18,673	1,473	-20,231
3	New issues in the United States	-4,583	-1,142	-2,591	-418	-432	-1,455	-1,544
4	Of which: Western Europe	(D)	(D)	(D)	(D)	(D)	(D)	(D)
5	Canada	(D)	(D)	(D)	-256	(D)	(D)	(D)
6	Latin America	(D)	(D)	(D)	(D)	(D)	(D)	(D)
7	Transactions in outstanding stocks, net	-102,227	-20,391	-53,127	-10,468	-18,241	2,928	-18,687
8	Western Europe	-51,465	-7,797	-24,516	-9,234	-9,918	1,105	-11,335
9	Of which: United Kingdom	-27,413	-6,125	-11,213	-11,213	-11,817	194	-14,734
10	Canada	-2,687	225	-4,612	1,375	325	1,463	944
11	Japan	-19,867	-7,477	-10,370	-951	-1,069	163	-3,247
12	Other	-28,208	-5,342	-13,629	-1,658	-7,579	197	-5,049
13	Bonds, net U.S. purchases	12,148	-5,362	3,954	20,973	-7,417	574	10,244
14	New issues in the United States	-39,511	-8,325	-8,997	-9,895	-12,294	-6,012	-5,160
	By issuer:							
15	Central governments and their agencies and corporations	(D)	-3,253	-2,087	(D)	-3,273	-2,555	-2,498
16	Other governments and their agencies and corporations ¹	(D)	-59	(D)	(D)	-798	(D)	(D)
17	Private corporations	-23,969	-4,813	-5,350	-5,583	-8,223	-2,854	-1,739
18	International financial institutions ²	(D)	-200	(D)	(D)	(D)	(D)	(D)
	By area:							
19	Western Europe	(D)	-350	(D)	(D)	-2,455	(D)	(D)
20	Canada	-9,108	-923	-3,646	-2,331	-2,208	-897	(D)
21	Japan	(D)	(D)	(D)	(D)	(D)	(D)	(D)
22	Latin America	-14,286	-4,763	-2,724	-3,585	-3,214	-2,276	-1,154
23	Other countries	-10,547	-2,089	-1,212	-2,829	-4,417	-1,745	-1,785
24	International financial institutions ²	(D)	-200	(D)	(D)	(D)	(D)	(D)
25	Redemptions of U.S.-held foreign bonds ³	33,441	7,422	6,162	8,880	10,977	4,720	8,281
26	Western Europe	9,774	1,372	2,382	1,031	4,989	1,462	2,163
27	Canada	6,240	1,571	1,436	1,131	2,102	924	1,994
28	Other countries	13,929	2,622	1,505	6,368	3,434	1,934	3,528
29	International financial institutions ²	3,498	1,857	839	350	452	400	596
30	Other transactions in outstanding bonds, net ³	18,218	-4,459	6,789	21,988	-6,100	1,866	7,123
31	Western Europe	-7,570	-11,438	-4,248	19,310	-11,194	4,309	-1,607
32	Of which: United Kingdom	-17,998	-13,845	-10,873	18,541	-11,821	1,387	-3
33	Canada	3,999	-247	4,472	137	-363	-1,159	1,287
34	Japan	147	-59	3,866	-689	-2,971	-3,133	2,877
35	Other	21,642	7,285	2,699	3,230	8,428	1,849	4,566
B1	U.S. securities, excluding Treasury securities and transactions of foreign official agencies, net foreign purchases (+), (table 1, line 66 or lines 2 + 10 below)	407,653	129,990	113,556	64,787	99,320	71,095	103,771
2	Stocks, net foreign purchases	119,453	39,932	34,204	12,331	32,986	24,975	11,423
	By area:							
3	Western Europe	86,712	33,597	22,402	8,307	22,406	19,686	-896
4	Of which: Germany	8,282	3,730	1,325	1,047	2,180	1,211	-149
5	Switzerland	3,335	2,043	856	-1,067	1,503	1,578	147
6	United Kingdom	37,353	11,160	8,745	9,156	8,292	8,008	-1,207
7	Canada	11,708	4,370	3,161	1,825	2,352	6,440	2,149
8	Japan	6,660	-221	4,104	1,179	1,598	955	7,517
9	Other	14,373	2,186	4,537	1,020	6,630	-2,105	2,653
10	Corporate and other bonds, net foreign purchases	288,200	90,058	79,352	52,456	66,334	46,119	92,348
	By type:							
11	New issues sold abroad by U.S. corporations	63,113	17,694	18,008	13,185	14,226	21,155	23,205
12	U.S. federally sponsored agency bonds, net	86,256	25,162	13,746	19,340	28,008	2,716	32,356
13	Other outstanding bonds, net	138,831	47,202	47,598	19,931	24,100	22,248	36,787
	By area:							
14	Western Europe	180,957	61,127	53,510	30,498	35,822	21,755	46,020
15	Of which: Germany	10,762	3,327	2,834	1,264	3,337	1,601	563
16	Switzerland	5,701	2,681	1,678	766	576	136	1,956
17	United Kingdom	159,857	52,365	47,637	29,791	30,064	18,032	37,127
18	Canada	516	-44	1,348	-2,374	1,586	448	599
19	Japan	18,472	3,345	766	2,534	11,827	-4,626	15,230
20	Other countries	88,387	25,679	23,832	21,790	17,086	28,447	30,740
21	International financial institutions ²	-132	-49	-104	8	13	95	-241
	Memoranda:							
	Other foreign transactions in marketable, long-term U.S. securities included elsewhere in international transactions accounts:							
	Foreign official assets in the United States (lines in table 9):							
1	U.S. Treasury marketable bonds (line A4)	9,974	3,142	-4,885	2,151	9,566	77	486
2	Other U.S. Government securities (line A6)	20,920	3,574	9,932	-216	7,630	7,296	6,548
3	U.S. corporate and other bonds (part of line A14)	3,755	1,033	567	623	1,532	2,003	1,412
4	U.S. stocks (part of line A14)	1,964	-30	461	1,358	175	-1,277	-486
5	Other foreign transactions in U.S. Treasury bonds and notes (table 9, line B4)	-16,281	-5,854	-15,386	-17,402	22,361	-9,301	-2,387

See the footnotes on page 66.

Table 7. Claims on and Liabilities to Unaffiliated Foreigners Reported by U.S. Nonbanking Concerns

[Millions of dollars]

Line	(Credits +; increase in U.S. liabilities or decrease in U.S. assets. Debits -; decrease in U.S. liabilities or increase in U.S. assets.)	2001	Not seasonally adjusted						Amounts Outstanding June 30, 2002
			2001				2002		
			I	II	III	IV	I ^r	II ¹	
A1	Claims, total (table 1, line 53)	-14,358	-51,759	9,670	-9,479	37,210	65	-26,976	855,330
2	Financial claims	-19,624	-55,437	12,273	-11,475	35,015	-1,354	-26,976	824,868
3	<i>Denominated in U.S. dollars</i>	-25,564	-43,179	11,988	-19,380	25,007	1,651	-26,976	732,123
4	<i>Denominated in foreign currencies</i>	5,940	-12,258	285	7,905	10,008	-3,005		92,745
5	By type: Deposits ²	-19,118	-34,818	24,021	-27,796	19,475	7,224	-17,185	610,426
6	Financial intermediaries' accounts	3,038	-16,538	-12,079	13,878	17,777	-9,314	-9,791	198,889
7	Other claims ^{2,3}	-3,544	-4,081	331	2,443	-2,237	736		15,553
8	By area: Industrial countries ⁴	-34,693	-61,004	-4,973	-3,478	34,762	-29,729		495,940
9	<i>Of which: United Kingdom</i>	-22,042	-46,843	-7,603	6,844	25,560	-18,870		288,542
10	Canada	2,392	3,494	222	-3,160	1,836	1,108		8,737
11	Caribbean banking centers ⁵	19,950	8,958	17,174	-7,267	1,085	28,348	-33,796	309,308
12	Other	-4,881	-3,391	72	-730	-832	27	6,820	19,620
13	Commercial claims	5,266	3,678	-2,603	1,996	2,195	1,419		30,462
14	<i>Denominated in U.S. dollars</i>	3,943	3,132	-2,681	1,628	1,864	2,775		26,704
15	<i>Denominated in foreign currencies</i>	1,323	546	78	368	331	-1,356		3,758
16	By type: Trade receivables	5,518	4,146	-2,149	1,779	1,742	1,951		25,646
17	Advance payments and other claims	-252	-468	-454	217	453	-532		4,816
18	By area: Industrial countries ⁴	3,071	2,360	-1,532	1,256	987	1,159		18,966
19	Members of OPEC ⁶	440	163	-117	175	219	136		1,220
20	Other	1,755	1,155	-954	565	989	124		10,276
B1	Liabilities, total (table 1, line 68)	82,353	111,644	-5,307	-25,154	1,170	32,345	25,956	844,058
2	Financial liabilities	74,316	105,966	-5,886	-28,697	2,933	27,260	25,956	815,561
3	<i>Denominated in U.S. dollars</i>	72,603	90,382	6,960	-23,877	-862	21,516	25,956	765,564
4	<i>Denominated in foreign currencies</i>	1,713	15,584	-12,846	-4,820	3,795	5,744		49,997
5	By type: Financial intermediaries' accounts	-13,324	14,099	6,731	-22,994	-11,160	15,078	5,657	256,005
6	Other liabilities	87,640	91,867	-12,617	-5,703	14,093	12,182	20,299	559,556
7	By area: Industrial countries ⁴	49,120	92,203	-13,977	-21,829	-7,277	26,142		550,503
8	<i>Of which: United Kingdom</i>	18,326	77,624	-11,987	-21,238	-26,073	11,166		313,621
9	Caribbean banking centers ⁵	28,282	16,655	7,927	-4,531	8,231	1,787	1,995	222,503
10	Other	-3,086	-2,892	164	-2,337	1,979	-669	23,961	42,555
11	Commercial liabilities	8,037	5,678	579	3,543	-1,763	5,085		28,497
12	<i>Denominated in U.S. dollars</i>	9,347	5,956	1,060	3,492	-1,161	4,809		26,731
13	<i>Denominated in foreign currencies</i>	-1,310	-278	-481	51	-602	276		1,766
14	By type: Trade payables	-2,473	-1,812	732	-1,473	80	3,103		14,923
15	Advance receipts and other liabilities	10,510	7,490	-153	5,016	-1,843	1,982		13,574
16	By area: Industrial countries ⁴	8,289	5,121	538	2,661	-31	3,210		15,224
17	Members of OPEC ⁶	-327	563	-334	-18	-538	642		3,928
18	Other	75	-6	375	900	-1,194	1,233		9,345

See the footnotes on page 66.

Table 8. Claims on Foreigners Reported by U.S. Banks

[Millions of dollars]

Line	(Credits +; decrease in U.S. assets. Debits -; increase in U.S. assets.)	2001	Not seasonally adjusted						Amounts Outstanding June 30, 2002
			2001				2002		
			I	II	III	IV	I ^r	II ^p	
1	Total (table 1, line 54)	-128,705	-113,914	-685	69,576	-83,682	727	-72,676	1,502,637
	By type:								
2	Banks' own claims	-142,744	-105,573	-21,087	40,345	-56,429	-9,895	-59,470	1,202,559
3	Payable in dollars	-119,395	-85,054	-15,565	29,207	-47,983	-5,149	-52,618	1,109,285
	By borrower:								
	Claims on:								
4	own foreign offices	-82,779	-44,336	-20,620	24,171	-41,994	-5,328	-44,053	795,215
5	unaffiliated foreign banks	-9,459	-10,766	10,194	-845	-8,042	5,667	2,551	92,344
6	foreign public borrowers ¹	-11,389	-11,494	-3,075	6,418	-3,238	-6,284	4,520	51,042
7	other private foreigners	-15,768	-18,458	-2,064	-537	5,291	796	-15,636	170,684
	By type of reporting institution: ²								
	U.S.-owned banks' claims on:								
8	own foreign offices	-32,435	-3,375	-3,222	-24,564	-1,274	7,489	-12,225	269,848
9	unaffiliated foreign banks	-16,620	-12,351	7,274	-2,669	-8,874	2,316	2,895	37,120
10	other foreigners	10,024	16,756	857	-16,341	8,752	-5,254	3,032	14,893
	Foreign-owned banks' claims on:								
11	own foreign offices	-50,344	-40,961	-17,398	48,735	-40,720	-12,817	-31,828	525,367
12	unaffiliated foreign banks	9,053	665	3,662	2,948	1,778	3,489	-2,815	39,238
13	other foreigners	-10,104	-21,513	-2,332	14,534	-793	-540	2,203	91,858
	Brokers' and dealers' claims on:								
14	unaffiliated foreign banks	-1,892	920	-742	-1,124	-946	-138	2,471	15,986
15	other foreigners	-27,077	-25,195	-3,664	7,688	-5,906	306	-16,351	114,975
16	Payable in foreign currencies	-23,349	-20,519	-5,522	11,138	-8,446	-4,746	-6,852	93,274
17	Banks' domestic customers' claims	14,039	-8,341	20,402	29,231	-27,253	10,622	-13,206	300,078
18	Payable in dollars	7,256	-11,647	20,440	28,971	-30,508	9,445	-13,555	284,073
19	Deposits	7,803	-10,974	17,667	22,119	-21,009	4,912	1,281	86,353
20	Foreign commercial paper ³	19,207	11,253	3,380	5,146	-572	746	-9,462	122,766
21	Other negotiable and readily transferable instruments ⁴	-16,665	-11,289	2,276	-4,707	-2,945	2,641	-6,432	61,241
22	Outstanding collections and other	-3,089	-637	-2,883	6,413	-5,982	1,146	958	13,713
23	Payable in foreign currencies	6,783	3,306	-38	260	3,255	1,177	449	16,005
	By area:								
24	Industrial countries ⁵	-84,748	-103,719	-15,780	75,376	-40,625	-26,629	-35,121	911,700
25	Western Europe	-63,296	-89,855	-18,107	69,952	-25,286	-26,682	-29,026	764,328
26	Of which: United Kingdom	-31,419	-30,154	-2,311	2,040	-994	10,247	-16,626	342,439
27	Canada	-18,901	-6,137	-6,018	2,504	-9,250	-2,419	-5,697	89,557
28	Japan	-5,119	-7,861	4,890	2,042	-4,190	2,294	14	43,993
29	Other	2,568	134	3,455	878	-1,899	178	-412	13,822
30	Caribbean banking centers ⁶	-42,409	-7,858	14,736	-3,233	-46,054	30,187	-30,352	429,054
31	Other areas	-1,548	-2,337	359	-2,567	2,997	-2,831	-7,203	161,883
32	Of which: Members of OPEC, included below ⁷	1,907	286	464	512	645	-2,370	-859	17,629
33	Latin America	7,529	2,847	2,003	-2,631	5,310	-493	-618	87,343
34	Asia	-8,644	-5,664	-239	-215	-2,526	-1,412	-7,228	65,861
35	Africa	214	39	-73	261	-13	58	-96	1,479
36	Other ⁸	-647	441	-1,332	18	226	-984	739	7,200
	Memoranda:								
1	International banking facilities' (IBF's) own claims, payable in dollars (lines 1-13 above)	-25,429	-12,840	-18,786	31,183	-24,986	-2,996	-12,729	322,106
	By borrower:								
	Claims on:								
2	own foreign offices	-27,619	-15,552	-22,009	32,557	-22,615	-8,982	-15,112	258,751
3	unaffiliated foreign banks	-2,837	330	1,156	-943	-3,380	4,732	445	34,819
4	foreign public borrowers	1,414	353	468	138	455	-191	554	3,923
5	all other foreigners	3,613	2,029	1,599	-569	554	1,445	1,384	24,613
	By bank ownership: ²								
6	U.S.-owned IBF's	-27,817	2,737	-12,668	-7,042	-10,844	19,824	-1,569	74,295
7	Foreign-owned IBF's	2,388	-15,577	-6,118	38,225	-14,142	-22,820	-11,160	247,811
8	Banks' dollar acceptances payable by foreigners	1,660	1,255	-61	586	-120	449	-214	2,353
9	Resale agreements ⁹ (in lines 1 through 15 above)			4,390	17,849	-25,505	22,432	-34,289	149,206

See the footnotes on page 66.

Table 9. Foreign Official Assets and Other Foreign Assets in the United States Reported by U.S. Banks

(Millions of dollars)

Line	(Credits +; increase in foreign assets. Debits -; decrease in foreign assets.)	2001	Not seasonally adjusted						Amounts Outstanding June 30, 2002
			2001				2002		
			I	II	III	IV	I ^r	II ^p	
A1	Foreign official assets in the United States, net (table 1, line 56)	5,224	4,087	-20,831	16,882	5,086	7,641	47,062	1,073,908
	By type:								
2	U.S. Treasury securities (table 1, line 58).....	10,745	-1,027	-20,798	15,810	16,760	-582	15,193	667,426
3	Bills and certificates.....	2,709	-3,806	-16,009	14,704	7,820	-407	14,866	176,178
4	Bonds and notes, marketable.....	9,974	3,142	-4,885	2,151	9,566	77	486	488,247
5	Bonds and notes, nonmarketable.....	-1,938	-363	96	-1,045	-626	-252	-159	3,001
6	Other U.S. Government securities (table 1, line 59).....	20,920	3,574	9,932	-216	7,630	7,296	6,548	167,016
7	Other U.S. Government liabilities (table 1, line 60).....	-1,882	-676	-791	89	-504	-790	-20	10,935
8	U.S. liabilities reported by U.S. banks, not included elsewhere (table 1, line 61).....	-30,278	1,213	-10,202	-782	-20,507	991	24,415	148,531
9	Banks' liabilities for own account, payable in dollars ¹	-13,292	227	2,953	1,424	-17,896	-4,232	13,303	92,595
10	Demand deposits.....	-956	-433	-1,046	573	-50	-337	-944	1,707
11	Time deposits ¹	-15,940	-7,452	4,793	-755	-12,526	-5,825	820	14,466
12	Other liabilities ²	3,604	8,112	-794	1,606	-5,320	1,930	13,427	76,422
13	Banks' custody liabilities, payable in dollars ^{1,3}	-16,986	986	-13,155	-2,206	-2,611	5,223	11,112	55,936
14	Other foreign official assets (table 1, line 62).....	5,719	1,003	1,028	1,981	1,707	726	926	80,000
	By area (see text table D)								
B1	Other foreign assets in the United States, net (table 1, lines 65 and 69)	102,997	10,889	40,318	-61,037	112,827	-18,333	36,275	1,728,455
	By type:								
2	U.S. Treasury securities (line 65).....	-7,670	-4,744	-14,685	-15,470	27,229	-7,282	1,386	387,001
	By security:								
3	Bills and certificates.....	8,611	1,110	701	1,932	4,868	2,019	3,773	32,101
4	Marketable bonds and notes.....	-16,281	-5,854	-15,386	-17,402	22,361	-9,301	-2,387	354,900
5	U.S. liabilities reported by U.S. banks (line 69).....	110,667	15,633	55,003	-45,567	85,598	-11,051	34,889	1,341,454
6	Banks' own liabilities ¹	96,630	25,743	36,939	-45,265	79,213	-6,882	28,368	1,193,850
7	Payable in dollars.....	76,454	7,327	16,560	-26,360	78,927	-8,345	19,562	1,100,622
	By account:								
8	Liabilities to own foreign offices.....	66,627	-17,548	9,561	-11,104	85,718	-11,358	18,305	792,397
	Liabilities to unaffiliated foreigners:								
9	demand deposits.....	1,338	1,159	-37	2,351	-2,135	3,176	-912	32,877
10	time deposits ¹	-16,238	2,445	-6,016	-1,324	-11,343	-7,227	-10,257	117,205
11	other liabilities ²	24,727	21,271	13,052	-16,283	6,687	7,064	12,426	158,143
	By holder:								
	Liabilities to:								
12	own foreign offices.....	66,627	-17,548	9,561	-11,104	85,718	-11,358	18,305	792,397
13	unaffiliated foreign banks.....	-13,211	15,720	-5,661	-4,789	-18,481	5,332	-9,336	118,490
14	other private foreigners.....	25,011	9,397	11,078	-10,063	14,599	-3,085	10,390	178,598
15	international financial institutions ⁴	-1,973	-242	1,582	-404	-2,909	766	203	11,137
	By type of reporting institution: ⁵								
	U.S.-owned banks' liabilities to:								
16	own foreign offices.....	41,645	-61,310	28,799	21,864	52,292	-43,005	21,567	385,312
17	unaffiliated foreign banks.....	11,872	3,478	10,995	230	-2,831	2,805	-5,153	41,976
18	other private foreigners and international financial institutions ⁴	-9,479	-8,028	-3,160	4,764	-3,055	-2,902	-3,695	25,712
	Foreign-owned banks' liabilities to:								
19	own foreign offices.....	24,982	43,762	-19,238	-32,968	33,426	31,647	-3,262	407,085
20	unaffiliated foreign banks.....	-25,949	7,110	-15,576	-3,973	-13,510	-4,949	-3,781	61,218
21	other private foreigners and international financial institutions ⁴	12,720	7,095	9,988	-6,347	1,984	515	1,220	81,587
	Brokers' and dealers' liabilities to:								
22	unaffiliated foreign banks.....	866	5,132	-1,080	-1,046	-2,140	7,476	-402	15,296
23	other private foreigners and international financial institutions ⁴	19,797	10,088	5,832	-8,884	12,761	68	13,068	82,436
24	Payable in foreign currencies.....	20,176	18,416	20,379	-18,905	286	1,463	8,806	93,228
25	Banks' custody liabilities, payable in dollars ^{1,3}	14,037	-10,110	18,064	-302	6,385	-4,169	6,521	147,604
26	Of which: Negotiable and readily transferable instruments.....	9,457	-12,071	15,821	-311	6,018	680	6,023	92,874
	By area:								
27	Industrial countries ⁶	35,339	9,834	30,515	-87,017	82,007	-5,875	-20,555	793,569
28	Western Europe.....	17,303	15,044	22,052	-83,867	64,074	-10,232	-12,356	517,960
29	Canada.....	-8,484	-5,807	1,526	-3,547	-656	-589	-1,313	36,487
30	Other.....	26,520	597	6,937	397	18,589	4,946	-6,886	239,122
31	Caribbean banking centers ⁷	44,424	2,328	3,345	17,595	21,156	-20,096	43,596	595,340
32	Other areas.....	23,234	-1,273	6,458	8,385	9,664	7,638	13,234	339,546
33	Of which: Members of OPEC, included below ⁸	-2,274	-1,871	-693	-1,580	1,870	1,597	1,030	41,524
34	Latin America.....	9,080	-1,776	4,161	5,665	1,030	3,488	8,850	139,252
35	Asia.....	9,653	-2,256	-3,100	2,112	12,897	3,087	-1,518	136,658
36	Africa.....	-234	321	158	-332	-381	726	448	7,691
37	Other ⁹	4,735	2,438	5,239	940	-3,882	337	5,454	55,945
	Memoranda:								
1	International banking facilities' (IBF's) own liabilities, payable in dollars (in lines A9 and B7 above)	5,551	-23,791	18,932	-36,811	47,221	11,807	4,009	405,079
	By holder:								
	Liabilities to:								
2	own foreign offices.....	42,720	-21,232	19,132	-33,742	78,562	23,038	11,023	286,843
3	unaffiliated foreign banks.....	-19,470	3,796	-5,488	-4,157	-13,621	-6,571	-6,286	65,263
4	foreign official agencies.....	-14,109	-5,654	8,023	1,103	-17,581	-2,121	2,030	33,590
5	other private foreigners and international financial institutions ⁴	-3,590	-701	-2,735	-15	-139	-2,539	-2,758	19,383
	By bank ownership: ⁵								
6	U.S.-owned IBF's.....	36,261	-5,085	27,488	964	12,894	-19,356	4,039	69,460
7	Foreign-owned IBF's.....	-30,710	-18,706	-8,556	-37,775	34,327	31,163	-30	335,619
8	Negotiable certificates of deposit held for foreigners ¹ (in lines A13 and B25 above).....	-13,772	-9,694	366	-1,656	-2,788	1,058	5,991	27,489
9	Repurchase agreements ¹⁰ (in lines A12 and B11 above).....			-3,163	-15,399	39,628	-23,921	31,112	157,929

See footnotes on page 66.

Table 10. U.S. International
(Millions)

Line	(Credits +, debits -) ¹	Western Europe						European Union ¹⁴			
		2001	2001				2002		2001	2001	
			I	II	III	IV	I ^r	II ^p		I	II
Current account											
1	Exports of goods and services and income receipts	397,085	110,234	105,129	92,153	89,569	87,531	90,304	354,145	97,947	92,857
2	Exports of goods and services	270,892	71,812	71,202	63,072	64,806	62,432	63,956	244,472	64,196	63,465
3	Goods, balance of payments basis ²	171,421	47,725	45,842	37,586	40,268	39,414	38,708	155,788	42,898	40,703
4	Services ³	99,471	24,087	25,360	25,486	24,538	23,018	25,248	88,684	21,298	22,762
5	Transfers under U.S. military agency sales contracts ⁴	3,603	990	1,042	803	768	677	851	2,420	567	691
6	Travel	22,557	5,206	6,292	6,439	4,620	4,179	5,400	20,555	4,696	5,718
7	Passenger fares	5,978	1,378	1,588	1,750	1,262	1,140	1,368	5,788	1,340	1,541
8	Other transportation	9,138	2,296	2,310	2,411	2,121	2,070	2,240	7,906	1,956	2,018
9	Royalties and license fees ⁵	18,133	4,442	4,516	4,249	4,926	4,529	4,861	16,333	4,053	4,149
10	Other private services ⁵	39,910	9,732	9,579	9,796	10,803	10,389	10,493	35,548	8,648	8,616
11	U.S. Government miscellaneous services	152	43	33	38	38	34	35	134	38	29
12	Income receipts	126,193	38,422	33,927	29,081	24,763	25,099	26,348	109,673	33,751	29,392
13	Income receipts on U.S.-owned assets abroad	126,033	38,383	33,887	29,041	24,722	25,058	26,307	109,525	33,715	29,355
14	Direct investment receipts	54,407	16,648	14,651	12,262	10,846	12,132	13,222	45,249	14,338	12,229
15	Other private receipts	70,600	21,450	19,035	16,511	13,604	12,662	12,908	63,360	19,124	16,949
16	U.S. Government receipts	1,026	285	201	268	272	264	177	916	253	177
17	Compensation of employees	160	39	40	40	41	41	41	148	36	37
18	Imports of goods and services and income payments	-460,387	-123,831	-127,150	-105,510	-103,896	-106,813	-121,918	-415,109	-110,838	-113,498
19	Imports of goods and services	-325,308	-83,705	-88,788	-72,612	-80,203	-76,608	-88,583	-293,212	-74,717	-78,787
20	Goods, balance of payments basis ²	-241,030	-62,993	-62,521	-56,568	-58,948	-55,245	-62,474	-219,492	-56,779	-55,952
21	Services ³	-84,278	-20,712	-26,267	-16,044	-21,255	-21,363	-26,109	-73,720	-17,938	-22,835
22	Direct defense expenditures	-8,662	-2,077	-2,091	-2,203	-2,291	-2,184	-2,226	-6,946	-1,656	-1,666
23	Travel	-20,901	-3,924	-7,364	-6,302	-3,311	-3,526	-6,381	-19,053	-3,661	-6,715
24	Passenger fares	-11,813	-2,555	-3,881	-3,685	-1,692	-2,283	-3,259	-10,677	-2,254	-3,510
25	Other transportation	-13,033	-3,385	-3,411	-3,210	-3,027	-2,745	-3,175	-10,568	-2,690	-2,753
26	Royalties and license fees ⁵	-8,390	-1,844	-1,970	-2,129	-2,447	-2,038	-2,186	-6,548	-1,434	-1,509
27	Other private services ⁵	-20,332	-6,641	-7,269	-1,774	-8,196	-8,300	-8,580	-18,952	-6,000	-6,442
28	U.S. Government miscellaneous services	-1,147	-286	-281	-289	-291	-287	-302	-976	-243	-240
29	Income payments	-135,079	-40,126	-38,362	-32,898	-23,693	-30,205	-33,335	-121,897	-36,121	-34,711
30	Income payments on foreign-owned assets in the United States	-134,481	-39,972	-38,219	-32,758	-23,532	-30,040	-33,183	-121,376	-35,989	-34,585
31	Direct investment payments	-25,777	-10,298	-9,685	-6,763	969	-5,784	-8,912	-23,806	-9,635	-8,951
32	Other private payments	-86,257	-23,800	-22,793	-20,450	-19,214	-19,177	-19,315	-77,333	-21,040	-20,429
33	U.S. Government payments	-22,447	-5,874	-5,741	-5,545	-5,287	-5,079	-4,956	-20,237	-5,314	-5,205
34	Compensation of employees	-598	-154	-143	-140	-161	-165	-152	-521	-132	-126
35	Unilateral current transfers, net	-1,516	-394	-269	-427	-426	-561	-522	106	14	51
36	U.S. Government grants ⁴	-187	-187	-154	-217	-195	-209	-294	-17	-1	-1
37	U.S. Government pensions and other transfers	-1,583	-373	-356	-369	-485	-393	-374	-1,307	-326	-323
38	Private remittances and other transfers ⁶	820	166	241	159	254	41	146	1,430	341	375
Capital and financial account											
Capital account											
39	Capital account transactions, net	134	34	34	34	32	36	37	122	31	31
Financial account											
40	U.S.-owned assets abroad, net (increase/financial outflow (-))	-201,495	-174,285	-74,177	57,732	-10,765	-57,727	-57,511	-182,988	-143,413	-67,121
41	U.S. official reserve assets, net	-223	250	-164	-168	-141	-152	-129	-529	-124	-96
42	Gold ⁷										
43	Special drawing rights										
44	Reserve position in the International Monetary Fund										
45	Foreign currencies	-223	250	-164	-168	-141	-152	-129	-529	-124	-96
46	U.S. Government assets, other than official reserve assets, net	253	195	91	-203	170	260	126	244	135	16
47	U.S. credits and other long-term assets	-515	-13	-26	-476				-215	-12	-25
48	Repayments on U.S. credits and other long-term assets ⁸	791	237	111	273	170	259	115	472	161	40
49	U.S. foreign currency holdings and U.S. short-term assets, net	-23	-29	6			1	11	-13	-14	1
50	U.S. private assets, net	-201,525	-174,730	-74,104	58,103	-10,794	-57,835	-57,508	-182,703	-143,424	-67,041
51	Direct investment	-54,504	-9,462	-21,712	-17,162	-6,168	-8,857	-15,810	-46,597	-7,229	-20,939
52	Foreign securities	-52,503	-17,999	-26,588	10,662	-18,578	6,244	-12,635	-54,586	-18,960	-27,434
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	-31,208	-57,404	-7,699	-5,150	39,045	-28,544	-28,944	-28,944	-52,898	-11,678
54	U.S. claims reported by U.S. banks, not included elsewhere	-63,310	-89,865	-18,105	69,753	-25,093	-26,678	-29,063	-52,576	-64,337	-6,990
55	Foreign-owned assets in the United States, net (increase/financial inflow(+))	450,172	242,920	131,744	-46,724	122,232	80,524	33,633	404,151	243,891	124,566
56	Foreign official assets in the United States, net	-3,184	-2,033	-3,444	6,359	-4,066	63	3,101	(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	-1,051	-432	-438	-27	-154	-54	-105	-92	-72	-36
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	453,356	244,953	135,188	-53,083	126,298	80,461	30,532	(18)	(18)	(18)
64	Direct investment	111,304	40,270	47,200	13,517	10,317	20,918	-1,513	59,069	29,178	47,597
65	U.S. Treasury securities	(17)	(17)	(17)	(17)	(17)	(17)	(17)	(18)	(18)	(18)
66	U.S. securities other than U.S. Treasury securities	267,669	94,724	75,911	38,805	58,229	41,440	45,125	257,027	89,537	74,047
67	U.S. currency										
68	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	56,851	95,037	-9,872	-21,559	-6,755	27,838	(17)	67,877	93,091	-3,692
69	U.S. liabilities reported by U.S. banks, not included elsewhere	(17)	(17)	(17)	(17)	(17)	(17)	(17)	18 20,270	18 32,157	18 6,650
70	Statistical discrepancy (sum of above items with sign reversed)	-183,993	-54,678	-35,311	2,742	-96,746	-2,990	55,977	-160,427	-87,632	-36,886
Memoranda:											
71	Balance on goods (lines 3 and 20)	-69,609	-15,268	-16,679	-18,982	-18,680	-15,831	-23,766	-63,704	-13,881	-15,249
72	Balance on services (lines 4 and 21)	15,193	3,375	-907	9,442	3,283	1,655	-861	14,964	3,360	-73
73	Balance on goods and services (lines 2 and 19)	-54,416	-11,893	-17,586	-9,540	-15,397	-14,176	-24,627	-48,740	-10,521	-15,322
74	Balance on income (lines 12 and 29)	-8,886	-1,704	-4,435	-3,817	1,070	-5,106	-6,987	-12,224	-2,370	-5,319
75	Unilateral current transfers, net (line 35)	-1,516	-394	-269	-427	-426	-561	-522	106	14	51
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) ¹³	-64,818	-13,991	-22,290	-13,784	-14,753	-19,843	-32,136	-60,858	-12,877	-20,590

See the footnotes on page 66.

Table 10. U.S. International
[Millions]

Line	(Credits +, debits -) ¹	Eastern Europe						Canada			
		2001	2001				2002		2001	2001	
			I	II	III	IV	I ^r	II ^p		I	II
Current account											
1	Exports of goods and services and income receipts	14,285	3,721	3,726	3,532	3,306	3,541	3,392	209,676	55,706	56,660
2	Exports of goods and services	11,102	2,799	2,938	2,721	2,644	2,656	2,681	187,757	49,275	50,679
3	Goods, balance of payments basis ²	6,804	1,679	1,842	1,595	1,688	1,519	1,641	163,309	42,521	44,521
4	Services ³	4,298	1,120	1,096	1,126	956	1,137	1,040	24,448	6,754	6,158
5	Transfers under U.S. military agency sales contracts ⁴	483	131	143	124	85	111	91	99	17	38
6	Travel	1,238	306	365	346	221	245	313	6,484	1,972	1,838
7	Passenger fares	58	18	16	13	11	16	13	1,668	587	411
8	Other transportation	271	60	74	68	69	56	58	2,212	549	605
9	Royalties and license fees ⁵	316	65	78	78	95	92	91	2,256	544	528
10	Other private services ⁵	1,875	526	403	480	466	609	463	11,657	3,066	2,719
11	U.S. Government miscellaneous services	57	14	17	17	9	8	11	72	19	19
12	Income receipts	3,183	922	788	811	662	885	711	21,919	6,431	5,981
13	Income receipts on U.S.-owned assets abroad	3,163	917	783	806	657	880	706	21,841	6,411	5,962
14	Direct investment receipts	1,259	359	364	292	244	367	328	11,773	3,505	3,364
15	Other private receipts	1,613	432	410	390	381	375	368	10,068	2,906	2,598
16	U.S. Government receipts	291	126	9	124	32	138	10			
17	Compensation of employees	20	5	5	5	5	5	5	78	20	19
18	Imports of goods and services and income payments	-19,886	-5,752	-4,807	-4,976	-4,351	-3,573	-5,118	-235,442	-64,065	-59,175
19	Imports of goods and services	-16,953	-4,938	-4,058	-4,222	-3,735	-3,029	-4,516	-237,166	-63,354	-62,783
20	Goods, balance of payments basis ²	-14,342	-4,441	-3,262	-3,359	-3,280	-2,561	-3,808	-218,735	-59,327	-57,910
21	Services ³	-2,611	-497	-796	-863	-455	-468	-708	-18,431	-4,027	-4,873
22	Direct defense expenditures	-152	-45	-30	-34	-43	-41	-40	-77	-23	-18
23	Travel	-1,164	-179	-381	-460	-144	-161	-330	-6,477	-1,030	-1,734
24	Passenger fares	-382	-64	-137	-127	-54	-56	-114	-684	-136	-193
25	Other transportation	-245	-51	-78	-55	-61	-51	-58	-3,298	-839	-856
26	Royalties and license fees ⁵	-76	-17	-17	-25	-17	-26	-24	-1,195	-239	-441
27	Other private services ⁵	-532	-126	-136	-145	-125	-118	-128	-6,479	-1,715	-1,559
28	U.S. Government miscellaneous services	-60	-15	-17	-17	-11	-15	-14	-221	-45	-72
29	Income payments	-2,933	-814	-749	-754	-616	-544	-602	1,724	-711	3,608
30	Income payments on foreign-owned assets in the United States	-2,851	-791	-731	-738	-591	-519	-582	2,100	-614	3,699
31	Direct investment payments	-267	-44	-55	-89	-79	-65	-94	7,737	970	5,136
32	Other private payments	-828	-248	-218	-222	-140	-117	-126	-3,974	-1,128	-992
33	U.S. Government payments	-1,756	-499	-458	-427	-372	-337	-362	-1,663	-456	-445
34	Compensation of employees	-82	-23	-18	-16	-25	-25	-20	-376	-97	-91
35	Unilateral current transfers, net	-3,432	-901	-817	-903	-811	-880	-787	-744	-200	-159
36	U.S. Government grants ⁴	-1,493	-399	-350	-395	-349	-362	-310			
37	U.S. Government pensions and other transfers	-59	-13	-13	-20	-13	-11	-11	-528	-130	-131
38	Private remittances and other transfers ⁶	-1,880	-489	-454	-488	-449	-505	-466	-216	-70	-28
Capital and financial account											
Capital account											
39	Capital account transactions, net	25	6	6	6	7	6	6	118	28	24
Financial account											
40	U.S.-owned assets abroad, net (increase/financial outflow (-))	-180	-940	794	-237	203	134	1,009	-32,180	-4,014	-13,029
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	140	75	-43	63	45	45	-22			
47	U.S. credits and other long-term assets	-89	-2	-46	-20	-21	-6	-40			
48	Repayments on U.S. credits and other long-term assets ⁸	229	77	3	83	66	51	18			
49	U.S. foreign currency holdings and U.S. short-term assets, net										
50	U.S. private assets, net	-320	-1,015	837	-300	158	89	1,031	-32,180	-4,014	-13,029
51	Direct investment	-1,629	-1,287	-193	-175	26	224	-496	-14,440	-2,108	-4,709
52	Foreign securities	1,601	885	183	57	476	465	358	-1,886	626	-2,422
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	140	183	23	-33	-33	35		3,047	3,605	120
54	U.S. claims reported by U.S. banks, not included elsewhere	-432	-796	824	-149	-311	-635	1,169	-18,901	-6,137	-6,018
55	Foreign-owned assets in the United States, net (increase/financial inflow(+))	11,331	2,787	7,509	4,755	-3,720	1,324	8,626	10,941	1,931	-85
56	Foreign official assets in the United States, net	(18)	(18)	(18)	(18)	(18)	(18)	(18)	-285	-1,992	1,163
57	U.S. Government securities	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
58	U.S. Treasury Securities ⁹	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
59	Other ¹⁰	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
60	Other U.S. Government liabilities ¹¹	27	8		-3	22	31	61	2	6	-14
61	U.S. liabilities reported by U.S. banks, not included elsewhere	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
62	Other foreign official assets ¹²	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
63	Other foreign assets in the United States, net	(18)	(18)	(18)	(18)	(18)	(18)	(18)	11,226	3,923	-1,248
64	Direct investment	6,756	3,658	970	1,505	623	285	921	4,628	1,803	-3,691
65	U.S. Treasury securities	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(17)	(17)	(17)
66	U.S. securities other than U.S. Treasury securities	-1,227	-202	-156	-415	-454	-178	-393	12,224	4,326	4,509
67	U.S. currency										
68	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	-147	-171	-30	27	27	123		2,858	3,601	-3,592
69	U.S. liabilities reported by U.S. banks, not included elsewhere	18 5,922	18 506	18 6,725	18 3,641	18 -3,938	18 1,063	18 8,037	(17)	(17)	(17)
70	Statistical discrepancy (sum of above items with sign reversed)	-2,143	1,079	-6,411	-2,177	5,366	-552	-7,128	47,631	10,614	15,764
Memoranda:											
71	Balance on goods (lines 3 and 20)	-7,538	-2,762	-1,420	-1,764	-1,592	-1,042	-2,167	-55,426	-16,806	-13,389
72	Balance on services (lines 4 and 21)	1,687	623	300	263	501	669	332	6,017	2,727	1,285
73	Balance on goods and services (lines 2 and 19)	-5,851	-2,139	-1,120	-1,501	-1,091	-373	-1,835	-49,409	-14,079	-12,104
74	Balance on income (lines 12 and 29)	250	108	39	57	46	341	109	23,643	5,720	9,589
75	Unilateral current transfers, net (line 35)	-3,432	-901	-817	-903	-811	-880	-787	-744	-200	-159
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) ¹³	-9,033	-2,932	-1,898	-2,347	-1,856	-912	-2,513	-26,510	-8,559	-2,674

See the footnotes on page 66.

Transactions, by Area—Continued
of dollars]

Canada				Latin America and Other Western Hemisphere								Japan								Line		
2001		2002		2001	2001				2002				2001	2001				2002				
III	IV	I ^r	II ^p		I	II	III	IV	I ^r	II ^p	I	II		III	IV	I ^r	II ^p	I	II		III	IV	I^{r}	II^{p}
48,644	48,666	48,535	53,433	274,573	73,110	70,151	67,804	63,508	57,860	61,891	97,114	27,147	25,104	23,883	20,980	22,297	22,515	1				
43,646	44,157	44,463	48,983	211,765	54,200	53,844	52,659	51,062	46,938	50,597	87,172	24,392	22,417	21,306	19,057	19,868	20,056	2				
37,852	38,415	38,329	42,895	158,973	41,167	40,440	38,780	38,586	34,669	37,784	55,878	16,029	14,489	12,876	12,484	12,186	12,350	3				
5,794	5,742	6,134	6,088	52,792	13,033	13,404	13,879	12,476	12,269	12,813	31,294	8,363	7,928	8,430	6,573	7,682	7,706	4				
27	17	23	26	877	288	239	194	156	122	116	411	68	119	119	108	111	218	5				
1,474	1,200	1,663	1,615	20,671	4,985	5,450	5,667	4,569	4,292	4,844	8,899	2,709	2,390	2,612	1,188	2,173	2,050	6				
376	294	422	349	5,496	1,312	1,442	1,536	1,206	1,160	1,282	2,806	798	759	872	377	655	652	7				
535	523	512	579	3,089	800	793	780	716	705	750	3,298	812	832	859	795	759	815	8				
555	629	567	620	3,368	774	831	854	909	810	844	6,972	1,717	1,717	1,708	1,830	1,759	1,834	9				
2,811	3,061	2,927	2,877	19,125	4,832	4,609	4,806	4,878	5,138	4,935	8,837	2,238	2,099	2,244	2,256	2,200	2,115	10				
16	18	20	22	166	42	40	42	42	42	42	71	21	15	16	19	25	22	11				
4,998	4,509	4,072	4,450	62,808	18,910	16,307	15,145	12,446	10,922	11,294	9,942	2,755	2,687	2,577	1,923	2,429	2,459	12				
4,978	4,490	4,051	4,430	62,676	18,877	16,274	15,112	12,413	10,888	11,260	9,934	2,753	2,685	2,575	1,921	2,427	2,456	13				
2,585	2,319	1,906	2,336	18,719	4,528	4,517	5,059	4,615	3,755	4,062	5,683	1,332	1,621	1,585	1,145	1,728	1,821	14				
2,393	2,171	2,145	2,094	43,558	14,252	11,665	9,968	7,673	7,062	7,095	4,225	1,409	1,055	986	775	698	635	15				
				399	97	92	85	125	71	103	26	12	9	4	1	1	1	16				
20	19	21	20	132	33	33	33	33	34	34	8	2	2	2	2	2	2	3	17			
-56,859	-55,343	-55,761	-61,483	-296,313	-79,896	-76,472	-71,684	-68,261	-69,542	-76,164	-175,110	-48,580	-43,296	-42,997	-40,237	-37,939	-43,494	18				
-56,518	-54,511	-55,004	-60,288	-239,705	-62,169	-61,739	-58,392	-57,405	-57,794	-63,995	-145,103	-39,511	-35,910	-34,485	-35,197	-33,052	-34,555	19				
-51,090	-50,408	-51,195	-55,427	-199,610	-51,467	-50,789	-49,988	-47,366	-46,035	-51,830	-126,485	-34,603	-31,138	-29,997	-30,747	-28,593	-29,851	20				
-5,428	-4,103	-3,809	-4,861	-40,095	-10,702	-10,950	-8,404	-10,039	-11,759	-12,165	-18,618	-4,908	-4,772	-4,488	-4,450	-4,459	-4,704	21				
-18	-18	-18	-19	-358	-99	-65	-98	-96	-60	-100	-1,326	-282	-318	-383	-343	-368	-365	22				
-2,702	-1,011	-969	-1,611	-16,900	-4,574	-4,759	-4,035	-3,532	-4,286	-4,313	-2,659	-624	-798	-671	-566	-560	-691	23				
-221	-134	-122	-176	-2,888	-761	-781	-777	-569	-625	-614	-1,006	-226	-307	-258	-215	-201	-256	24				
-806	-797	-849	-944	-3,004	-783	-796	-769	-656	-655	-711	-5,255	-1,359	-1,353	-1,331	-1,212	-1,110	-1,262	25				
-245	-270	-254	-330	-1,023	-257	-257	-254	-255	-241	-252	-4,511	-1,353	-970	-1,018	-1,170	-1,264	-1,103	26				
-1,383	-1,822	-1,552	-1,737	-15,424	-4,101	-4,175	-2,341	-4,807	-5,759	-6,047	-3,732	-1,027	-996	-801	-908	-907	-997	27				
-53	-51	-45	-44	-498	-127	-117	-130	-124	-133	-128	-129	-37	-30	-26	-36	-49	-30	28				
-341	-832	-757	-1,195	-56,608	-17,727	-14,733	-13,292	-10,856	-11,748	-12,169	-30,007	-9,069	-7,386	-8,512	-5,040	-4,887	-8,939	29				
-251	-734	-657	-1,099	-49,970	-16,232	-13,146	-11,508	-9,084	-10,173	-10,467	-29,923	-9,045	-7,367	-8,494	-5,017	-4,863	-8,919	30				
1,146	485	591	180	1,400	-480	449	613	818	-780	-839	-168	-1,252	-41	-272	1,397	1,353	-2,244	31				
-986	-868	-915	-950	-42,542	-13,428	-11,348	-9,963	-7,803	-7,273	-7,272	-9,086	-2,112	-2,043	-3,276	-1,655	-1,609	-2,074	32				
-411	-351	-333	-329	-8,828	-2,324	-2,247	-2,158	-2,099	-2,120	-2,356	-20,669	-5,681	-5,283	-4,946	-4,759	-4,607	-4,601	33				
-90	-98	-100	-96	-6,638	-1,495	-1,587	-1,784	-1,772	-1,575	-1,484	-24	-19	-18	-23	-20	-20	-20	34				
-201	-184	-220	-190	-16,758	-4,125	-4,109	-4,202	-4,322	-4,342	-4,226	-302	-114	-51	-83	-54	-122	-49	35				
-130	-137	-133	-145	-2,121	-506	-527	-527	-518	-479	-518	-122	-30	-30	-31	-31	-32	-25	37				
-71	-47	-87	-45	-13,787	-3,430	-3,409	-3,495	-3,453	-3,619	-3,570	-180	-84	-21	-52	-23	-90	-24	38				
32	34	26	26	410	100	105	104	101	102	105	18	6	5	4	3	6	7	39				
-3,063	-12,074	-8,452	-4,936	-65,373	-5,776	18,673	-30,592	-47,678	55,087	-71,028	-33,203	-21,775	1,426	2,529	-15,383	-2,767	-1,928	40				
											-458	-445	-8	-4	-1	-1	-1	41				
																		42				
																		43				
																		44				
																		45				
				258	-82	61	213	66	43	21	-2	-1	-1					46				
				-516	-249	-72	-62	-133	-99	-106								47				
				804	175	135	295	199	149	119								48				
				-30	-8	-2	-20		-7	8								49				
-3,063	-12,074	-8,452	-4,936	-65,631	-5,694	18,612	-30,805	-47,744	55,044	-71,049	-32,743	-21,329	1,435	2,533	-15,382	-2,767	-1,918	50				
-2,844	-4,779	-7,532	-3,099	-26,511	-5,784	-1,481	-16,866	-2,380	-2,471	-3,748	-5,474	-1,215	-556	-1,540	-2,163	-1,625	-1,562	51				
55	-145	332	3,860	-23,067	-3,253	-13,641	393	-6,566	-1,774	-2,492	-20,041	-7,535	-7,173	-1,293	-4,040	-3,036	-370	52				
-2,778	2,100	1,167		19,106	8,221	17,127	-8,711	2,469	29,508	-33,796	-2,109	-4,718	4,274	3,324	-4,989	-400		53				
2,504	-9,250	-2,419	-5,697	-35,159	-4,878	16,607	-5,621	-41,267	29,781	-31,013	-5,119	-7,861	4,890	2,042	-4,190	2,294	14	54				
-1,871	10,966	4,797	-1,023	141,634	27,432	37,509	25,976	50,717	-1,898	72,713	52,534	-1,304	3,039	7,775	43,024	-1,187	40,565	55				
-275	819	867	-3,197	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	56				
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	57				
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	58				
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	59				
-1	11	-1	16	-302	-61	-109	-84	-48	8	10	-117	-40	73	-73	-121	-122	60					
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	61				
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	62				
-1,596	10,147	3,930	2,174	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	63				
-21	6,537	-2,462	738	955	-1,234	2,892	-3,050	2,347	1,598	-4,233	-1,550	-1,650	325	-49	-176	-5,541	3,564	64				
(17)	(17)	(17)	(17)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	(18)	65				
-549	3,938	6,889	2,749	61,384																		

Table 10. U.S. International
 [Millions]

Line	(Credits +, debits -) ¹	Australia						
		2001	2001				2002	
			I	II	III	IV	I ^r	II ^p
Current account								
1	Exports of goods and services and income receipts	20,419	5,259	5,295	4,920	4,945	5,295	5,770
2	Exports of goods and services	15,506	3,962	3,932	3,802	3,810	3,984	4,476
3	Goods, balance of payments basis ²	10,597	2,698	2,640	2,574	2,685	2,830	3,220
4	Services ³	4,909	1,264	1,292	1,228	1,125	1,154	1,256
5	Transfers under U.S. military agency sales contracts ⁴	195	44	87	37	27	42	68
6	Travel	1,424	365	403	367	289	293	346
7	Passenger fares	375	114	90	94	77	94	78
8	Other transportation	263	63	64	73	63	59	67
9	Royalties and license fees ⁵	722	182	174	179	187	182	199
10	Other private services ⁵	1,922	494	473	476	479	482	495
11	U.S. Government miscellaneous services	8	2	1	2	3	2	3
12	Income receipts	4,913	1,297	1,363	1,118	1,135	1,311	1,294
13	Income receipts on U.S.-owned assets abroad	4,909	1,296	1,362	1,117	1,134	1,310	1,293
14	Direct investment receipts	1,690	402	510	362	416	579	573
15	Other private receipts	3,219	894	852	755	718	731	720
16	U.S. Government receipts							
17	Compensation of employees	4	1	1	1	1	1	1
18	Imports of goods and services and income payments	-10,398	-2,694	-2,956	-2,165	-2,583	-2,369	-2,929
19	Imports of goods and services	-10,103	-2,385	-2,507	-2,846	-2,365	-2,254	-2,409
20	Goods, balance of payments basis ²	-6,463	-1,457	-1,656	-1,743	-1,607	-1,386	-1,672
21	Services ³	-3,640	-928	-851	-1,103	-758	-868	-737
22	Direct defense expenditures	-112	-16	-50	-23	-23	-24	-24
23	Travel	-1,542	-393	-339	-538	-272	-353	-294
24	Passenger fares	-754	-225	-152	-205	-172	-199	-126
25	Other transportation	-216	-56	-56	-58	-46	-57	-50
26	Royalties and license fees ⁵	-82	-16	-21	-23	-22	-20	-20
27	Other private services ⁵	-902	-214	-226	-248	-214	-206	-213
28	U.S. Government miscellaneous services	-32	-8	-7	-8	-9	-9	-10
29	Income payments	-295	-309	-449	681	-218	-115	-520
30	Income payments on foreign-owned assets in the United States	-274	-304	-444	686	-212	-109	-515
31	Direct investment payments	918	54	-112	956	20	104	-291
32	Other private payments	-692	-223	-203	-149	-117	-116	-123
33	U.S. Government payments	-500	-135	-129	-121	-115	-97	-101
34	Compensation of employees	-21	-5	-5	-5	-6	-6	-5
35	Unilateral current transfers, net	-338	-86	-81	-84	-87	-77	-75
36	U.S. Government grants ⁴							
37	U.S. Government pensions and other transfers	-47	-11	-12	-12	-12	-13	-12
38	Private remittances and other transfers ⁶	-291	-75	-69	-72	-75	-64	-63
Capital and financial account								
Capital account								
39	Capital account transactions, net	4	1	1	1	1	1	1
Financial account								
40	U.S.-owned assets abroad, net (increase/financial outflow (-))	-1,346	1,220	-2,413	1,300	-1,453	-2,330	-1,646
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	-1,346	1,220	-2,413	1,300	-1,453	-2,330	-1,646
51	Direct investment	424	968	-527	-245	228	-2,473	-312
52	Foreign securities	-3,296	-43	-2,024	-1,420	191	-202	-395
53	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	-1,323	-30	-3,239	2,414	-468	-827	
54	U.S. claims reported by U.S. banks, not included elsewhere	2,849	325	3,377	551	-1,404	1,172	-939
55	Foreign-owned assets in the United States, net (increase/financial inflow(+))	-797	-402	2,773	-2,263	-905	5,481	1,137
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	92	20	-33	49	56	35	4
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	3,649	454	2,573	1,176	-554	760	211
65	U.S. Treasury securities	(18)	(18)	(18)	(18)	(18)	(18)	(18)
66	U.S. securities other than U.S. Treasury securities	-2,154	-264	-719	-1,066	-105	2,152	887
67	U.S. currency							
68	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	653	230	576	-230	77	122	
69	U.S. liabilities reported by U.S. banks, not included elsewhere	¹⁸ -3,037	¹⁸ -842	¹⁸ 376	¹⁸ -2,192	¹⁸ -379	¹⁸ 2,412	¹⁸ 35
70	Statistical discrepancy (sum of above items with sign reversed)	-7,544	-3,298	-2,619	-1,709	82	-6,001	-2,258
Memoranda:								
71	Balance on goods (lines 3 and 20)	4,134	1,241	984	831	1,078	1,444	1,548
72	Balance on services (lines 4 and 21)	1,289	336	441	125	367	286	519
73	Balance on goods and services (lines 2 and 19)	5,403	1,577	1,425	956	1,445	1,730	2,067
74	Balance on income (lines 12 and 29)	4,618	988	914	1,799	917	1,196	774
75	Unilateral current transfers, net (line 35)	-338	-86	-81	-84	-87	-77	-75
76	Balance on current account (lines 1, 18, and 35 or lines 73, 74, and 75) ¹³	9,683	2,479	2,258	2,671	2,275	2,849	2,766

See the footnotes on page 66.

Transactions, by Area—Continued
of dollars]

2001	Other countries in Asia and Africa						International organizations and unallocated ¹⁶								Line
	2001				2002		2001	2001				2002			
	I	II	III	IV	I ^r	II ^p		I	II	III	IV	I ^r	II ^p		
235,495	63,747	58,534	57,736	55,478	56,348	59,907	33,146	8,380	8,343	8,172	8,251	8,305	8,295	1	
207,985	55,808	51,511	51,128	49,538	49,517	52,586	5,843	1,488	1,493	1,410	1,452	1,404	1,440	2	
151,780	41,090	37,873	36,029	36,788	34,863	38,909	.....	.....	.....	.....	.....	.....	.....	3
56,205	14,718	13,638	15,099	12,750	14,654	13,677	5,843	1,488	1,493	1,410	1,452	1,404	1,440	4	
6,552	1,268	1,562	1,775	1,947	1,904	1,747	.....	.....	.....	.....	.....	.....	.....	5
11,846	2,756	3,538	3,723	1,829	2,211	3,037	.....	.....	.....	.....	.....	.....	.....	6
1,626	432	482	459	253	355	414	.....	.....	.....	.....	.....	.....	.....	7
9,506	2,446	2,365	2,448	2,247	2,243	2,393	529	137	125	134	133	119	120	8	
4,854	1,206	1,185	1,196	1,267	1,199	1,297	2,047	498	505	495	549	513	545	9	
21,516	6,529	4,430	5,415	5,142	6,678	4,725	3,267	853	863	781	770	772	775	10	
305	81	76	83	65	64	64	.....	.....	.....	.....	.....	.....	.....	11
27,510	7,939	7,023	6,608	5,940	6,831	7,321	27,303	6,892	6,850	6,762	6,799	6,901	6,855	12	
27,426	7,918	7,002	6,587	5,919	6,809	7,299	25,407	6,421	6,378	6,287	6,321	6,416	6,367	13	
17,156	5,121	4,370	4,131	3,534	4,528	5,082	15,309	3,818	3,820	3,808	3,863	3,951	3,902	14	
9,081	2,523	2,382	2,157	2,019	1,965	2,011	9,468	2,415	2,401	2,334	2,318	2,356	2,331	15	
1,189	274	250	299	366	316	206	630	188	157	145	140	109	134	16	
84	21	21	21	21	22	22	1,896	471	472	475	478	485	488	17	
-413,178	-104,512	-102,009	-106,862	-99,795	-93,837	-106,795	-14,987	-4,022	-3,767	-3,660	-3,538	-4,154	-3,804	18	
-379,180	-94,652	-93,515	-98,671	-92,342	-86,183	-98,925	-2,794	-750	-811	-605	-628	-1,109	-861	19	
-339,262	-84,485	-83,187	-88,773	-82,817	-76,164	-88,124	.....	.....	.....	.....	.....	.....	.....	20
-39,918	-10,167	-10,328	-9,898	-9,525	-10,019	-10,801	-2,794	-750	-811	-605	-628	-1,109	-861	21	
-4,511	-1,006	-940	-1,026	-1,539	-1,793	-1,976	.....	.....	.....	.....	.....	.....	.....	22
-10,474	-2,821	-3,091	-2,545	-2,017	-2,534	-2,677	.....	.....	.....	.....	.....	.....	.....	23
-4,891	-1,270	-1,312	-1,298	-1,011	-1,123	-1,090	.....	.....	.....	.....	.....	.....	.....	24
-12,216	-3,128	-3,072	-3,053	-2,963	-2,717	-3,099	-1,556	-463	-435	-326	-332	-273	-332	25	
-263	-64	-66	-63	-70	-58	-61	-819	-200	-197	-199	-223	-752	-446	26	
-6,771	-1,674	-1,646	-1,711	-1,740	-1,592	-1,701	-416	-86	-178	-79	-73	-83	-83	27	
-792	-204	-201	-202	-185	-202	-197	-3	-1	-1	-1	.....	-1	.....	28
-33,998	-9,860	-8,494	-8,191	-7,453	-7,654	-7,870	-12,193	-3,272	-2,956	-3,055	-2,910	-3,045	-2,943	29	
-33,258	-9,645	-8,339	-8,056	-7,218	-7,416	-7,702	-12,193	-3,272	-2,956	-3,055	-2,910	-3,045	-2,943	30	
192	70	57	-35	100	-142	-343	-7,436	-2,035	-1,771	-1,823	-1,807	-1,906	-1,720	31	
-10,218	-3,746	-2,501	-2,269	-1,702	-1,703	-1,769	-3,187	-827	-788	-841	-731	-769	-846	32	
-23,232	-5,969	-5,895	-5,752	-5,616	-5,571	-5,590	-1,570	-410	-397	-391	-372	-370	-377	33	
-740	-215	-155	-135	-235	-238	-168	.....	.....	.....	.....	.....	.....	.....	34
-18,424	-4,286	-4,047	-4,774	-5,317	-8,369	-4,774	-7,949	-1,721	-1,717	-1,483	-3,028	-1,810	-1,713	35	
-6,459	-1,074	-1,296	-1,626	-2,463	-5,015	-1,877	-802	-253	-195	-140	-214	-169	-151	36	
-539	-154	-129	-128	-128	-128	-132	-2,070	-267	-90	-157	-1,556	-413	-130	37	
-11,426	-3,058	-2,622	-3,020	-2,726	-3,226	-2,765	-5,077	-1,201	-1,432	-1,186	-1,258	-1,228	-1,432	38	
.....	
117	33	32	25	27	31	18	.....	.....	.....	.....	.....	.....	.....	39
-19,163	-12,398	-6,620	3,003	-3,148	-8,254	-9,217	-18,022	-618	-6,248	-7,532	-3,624	-3,812	2,608	40	
.....	.....	.....	.....	.....	.....	.....	-4,230	385	-1,171	-3,387	-57	543	-1,714	41
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	42
.....	.....	.....	.....	.....	.....	.....	-630	-189	-156	-145	-140	-109	-107	43
.....	.....	.....	.....	.....	.....	.....	-3,600	574	-1,015	-3,242	83	652	-1,607	44
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	45
157	245	-514	340	86	88	155	-1,292	-355	-377	-336	-224	-304	-258	46	
-2,019	-475	-809	-117	-618	-444	-161	-1,292	-355	-377	-336	-224	-304	-258	47	
2,049	582	324	467	676	535	301	.....	.....	.....	.....	.....	.....	.....	48
127	138	-29	-10	28	-3	15	.....	.....	.....	.....	.....	.....	.....	49
-19,320	-12,643	-6,106	2,663	-3,234	-8,342	-9,372	-12,500	-648	-4,700	-3,809	-3,343	-4,051	4,580	50	
-12,027	-4,124	-4,313	-1,222	-2,368	-5,210	-2,413	-13,679	-3,273	-3,198	-3,508	-3,700	-3,539	-3,739	51	
3,513	-632	-216	2,028	2,333	-385	1,577	1,017	1,056	117	-395	239	403	110	52	
-2,013	-1,618	-934	1,454	-915	-874	.....	2	2	-2	1	1	.....	6,820	53
-8,793	-6,269	-643	403	-2,284	-1,873	-8,536	160	1,567	-1,617	93	117	-915	1,389	54	
53,044	24,860	-7,799	19,566	16,417	21,864	28,061	33,947	4,901	8,059	10,922	10,065	3,016	38,719	55	
(18)	(18)	(18)	(18)	(18)	(18)	(18)	19	.....	1	10	8	13	.....	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
-552	-140	-158	72	-326	-701	116	19	.....	1	10	8	13	.....	60
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	61
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	.....	.....	.....	.....	.....	.....	62
(18)	(18)	(18)	(18)	(18)	(18)	(18)	33,928	4,901	8,058	10,912	10,057	3,003	38,719	63	
-1,307	-708	381	-203	-777	-497	891	6,361	1,611	1,591	1,580	1,579	1,587	1,605	64	
(18)	(18)	(18)	(18)	(18)	(18)	(18)	.....	(18)	(18)	(18)	(18)	(18)	(18)	65
44,727	16,621	9,082	10,314	8,710	9,518	7,911	-103	92	-217	-2	24	63	-257	66	
.....	.....	.....	.....	.....	.....	.....	23,783	2,311	2,772	8,203	10,497	4,525	7,183	67
-598	77	1,294	-1,382	-587	268	.....	73	22	51	.....	.....	30	23,961	68
¹⁸ 10,774	¹⁸ 9,010	¹⁸ -18,398	¹⁸ 10,765	¹⁸ 9,397	¹⁸ 13,276	¹⁸ 19,143	¹⁸ 3,814	¹⁸ 865	¹⁸ 3,861	¹⁸ 1,131	¹⁸ -2,043	¹⁸ -3,202	¹⁸ 6,227	69	
162,109	32,556	61,909	31,306	36,338	32,217	32,800	-26,135	-6,920	-4,670	-6,419	-8,126	-1,545	-44,105	70	
-187,482	-43,395	-45,314	-52,744	-46,029	-41,301	-49,215	.....	.....	.....	.....	.....	.....	.....	71
16,287	4,551	3,310	5,201	3,225	4,635	2,876	3,049	738	682	805	824	295	579	72	
-171,195	-38,844	-42,004	-47,543	-42,804	-36,666	-46,339	3,049	738	682	805	824	295	579	73	
-6,488	-1,921	-1,471	-1,583	-1,513	-823	-549	15,110	3,620	3,894	3,707	3,889	3,856	3,912	74	
-18,424	-4,286	-4,047	-4,774	-5,317	-8,369	-4,774	-7,949	-1,721	-1,717	-1,483	-3,028	-1,810	-1,713	75	
-196,107	-45,051	-47,522	-53,900	-49,634	-45,858	-51,662	10,210	2,637	2,859	3,029	1,685	2,341	2,778	76	

Footnotes to U.S. International Transactions Tables 1–10

General notes for all tables: ^a Preliminary. ^b Revised. ^c Less than \$500,000 (+/-)^d Suppressed to avoid disclosure of data of individual companies.

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 4.

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

13. Conceptually, line 76 is equal to "net foreign investment" 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 4.5 of the full set of NIPA tables in the August issue of the SURVEY.

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 1996–2001 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, B48, and B84 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 10, line 5 (transfers under U.S. military agency sales contracts); the imports are included in tables 1 and 10, 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 10, 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 expenditures of foreign governments and international organizations in the United States and film and television tape rentals. Payments (imports) include mainly expenditures of U.S. residents temporarily working abroad and film and television tape rentals.

Table 4:

1. Expenditures to release foreign governments from their contractual liabilities to pay for military goods and ser-

vices 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 contraentry 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.

Table 5:

1. Beginning with 1991, payments and receipts of interest related to interest rate and foreign currency swaps between affiliates and parents are netted and are shown as either net payments or net receipts. Receipts and payments of other types of interest are shown on a gross basis.

2. Petroleum includes, and manufacturing and "other" industries exclude, the exploration, development, and production of crude oil and gas, and the transportation, refining, and marketing of petroleum products, exclusive of petrochemicals. "Other" industries includes wholesale trade; banking; finance (except banking), insurance, and real estate; services; and other industries—agriculture, forestry, and fishing; mining construction; transportation, communication, and public utilities; and retail trade.

3. Acquisition of equity holdings in existing and newly established companies, capital contributions, capitalization of intercompany debt, and other equity contributions.

4. Sales (total and partial), liquidations, returns of capital contributions, and other dispositions of equity holdings.

Table 6:

1. Primarily provincial, regional, and municipal.

2. Largely transactions by International Bank for Reconstruction and Development (IBRD), International Development Association (IDA), International Finance Corporation (IFC), Asian Development Bank (ADB), and Inter-American Development Bank (IDB).

3. Estimate for scheduled redemptions and identifiable early redemptions. Includes estimates based on Canadian statistics for redemptions of Canadian issues held in the United States. Unidentified and nonscheduled retirements appear in line A30.

Table 7:

1. Estimates of transactions other than those with U.S. banks' Caribbean branches and with financial intermediaries (F.I.s) are not available. Preliminary estimates of transactions with F.I.s, by area, are commingled in "other" to avoid disclosure of individual companies' area data.

2. Deposits (line A5) include other financial claims (line A7) for some countries due to the commingling of these categories in foreign source data.

3. Primarily mortgages, loans, and bills and notes drawn on foreigners.

4. Western Europe, Canada, Japan, Australia, New Zealand, and South Africa.

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

6. Ecuador, Venezuela, Indonesia, and other Asian and African oil-exporting countries. Excludes Ecuador beginning in January 1993.

Table 8:

1. Includes central governments and their agencies and corporations; state, provincial, and local governments and their agencies and corporations; and international and regional organizations.

2. U.S.-owned banks are mainly 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 are identified separately beginning with the first quarter of 1997; prior to 1997, they are commingled with U.S.-owned banks' accounts.

3. Commercial paper issued in the U.S. market by foreign incorporated entities; excludes commercial paper issued through foreign direct investment affiliates in the United States.

4. Negotiable and readily transferable instruments other than commercial paper, payable in dollars; consists largely of negotiable certificates of deposit.

5. Western Europe, Canada, Japan, Australia, New Zealand, and South Africa.

6. Bahamas, British West Indies (Cayman Islands), Netherlands Antilles, and Panama.

7. Ecuador, Venezuela, Indonesia, and other Asian and African oil-exporting countries. Excludes Ecuador beginning in January 1993.

8. Includes Eastern Europe and international and regional organizations.

9. Estimates first available for the second quarter of 2001.

Table 9:

1. Negotiable certificates of deposit issued by banks in the United States are included in banks' custody liabilities and are separately identified in memorandum line 8. Nonnegotiable certificates of deposit are included in time deposits.

2. Includes borrowing under Federal funds or repurchase arrangements, deferred credits, and liabilities other than deposits.

3. Mainly negotiable and readily transferable instruments, excluding U.S. Treasury securities.

4. Mainly International Bank for Reconstruction and Development (IBRD), International Development Association (IDA), International Finance Corporation (IFC), Asian Development Bank (ADB), Inter-American Development Bank (IDB), and the Trust Fund of the International Monetary Fund.

5. U.S.-owned banks are mainly 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 are identified separately beginning with the first quarter of 1997; prior to 1997, they are commingled with U.S.-owned banks' accounts.

6. Western Europe, Canada, Japan, Australia, New Zealand, and South Africa.

7. Bahamas, British West Indies (Cayman Islands), Netherlands Antilles, and Panama.

8. Ecuador, Venezuela, Indonesia, and other Asian and African oil-exporting countries. Excludes Ecuador beginning in January 1993.

9. Includes Eastern Europe and international and regional organizations.

10. Estimates first available for the second quarter of 2001.

Table 10: For footnotes 1–13, see table 1.

14. The "European Union" includes the "European Union (6)," United Kingdom, Denmark, Ireland, Greece, Spain, and Portugal. Beginning with the first quarter of 1995, the "European Union" also includes Austria, Finland, and Sweden.

15. The "European Union (6)" includes Belgium, France, Germany (includes the former German Democratic Republic (East Germany) beginning in the fourth quarter of 1990), Italy, Luxembourg, Netherlands, European Atomic Energy Community, European Coal and Steel Community, and European Investment Bank.

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

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

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