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U.S. Net International Investment Position: End of First Quarter 2013, Year 2012, and Annual Revisions

Quarterly and Annual Statistics

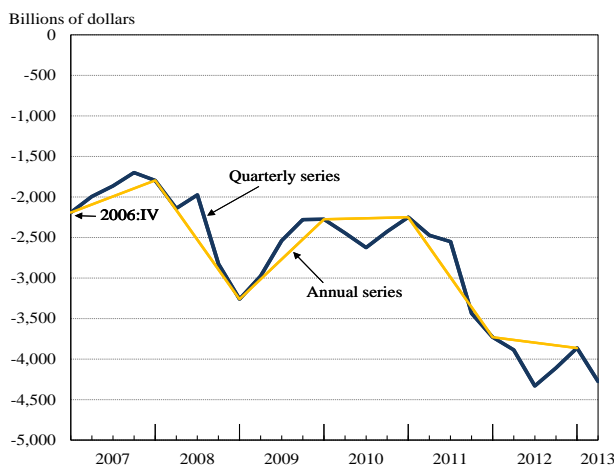
In this release, BEA presents the U.S. international investment position statistics for the first quarter of 2013 along with historical revisions and detailed annual statistics for 2012, including changes in positions resulting from annual financial flows and valuation changes such as price, exchange-rate, and other changes. Quarterly positions are revised for the first quarter of 2009 to the fourth quarter of 2012 and detailed annual statistics are revised for 2009-2012.

Quarterly position statistics are available for the fourth quarter of 2005 to the first quarter of 2013. They are presented as part of BEA’s effort to provide more frequent and timely statistics on cross-border linkages to help users better assess U.S. vulnerability to external financial shocks in the aftermath of the 2008 financial crisis. Quarterly statistics are made available every March, June, September, and December via BEA news releases.

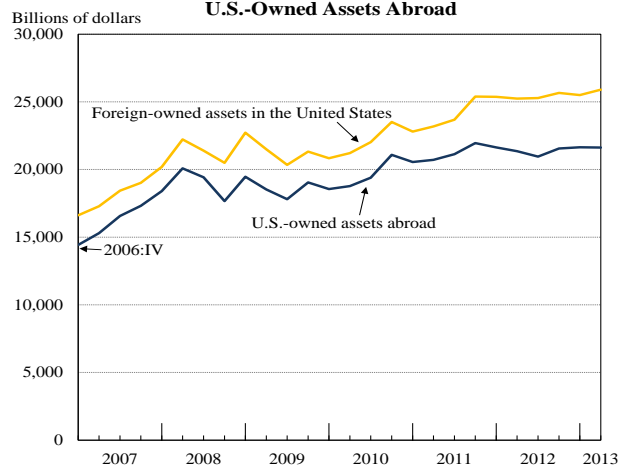
First Quarter of 2013

The U.S. net international investment position at the end of the first quarter of 2013 was -\$4,277.1 billion (preliminary) as the value of foreign investments in the United States exceeded the value of U.S. investments abroad (table 1). At the end of the fourth quarter of 2012, the U.S. net international investment position was -\$3,863.9 billion (revised). The -\$413.2 billion change in the net position reflected a \$394.2 billion increase in the value of foreign-owned assets in the United States and a \$19.0 billion decrease in the value of U.S.-owned assets abroad.

U.S. Net International Investment Position, 2006:IV-2013:I



Foreign-Owned Assets in the United States and U.S.-Owned Assets Abroad



NOTE: This news release is available on BEA’s Web site <www.bea.gov> along with [Quarterly Highlights](#) and [Annual Highlights](#) related to this release, the latest detailed [statistics](#) for the U.S. international investment position, and a description of the [estimation methods](#) used to compile them. The first-quarter statistics for 2013 in this release are preliminary and will be revised on September 24, 2013.

U.S.-owned assets abroad were \$21,618.6 billion at the end of the first quarter compared with \$21,637.6 billion at the end of the fourth quarter. The \$19.0 billion decrease reflected a decrease of \$373.9 billion in the value of financial derivatives that was mostly offset by an increase of \$354.8 billion in the value of U.S.-owned assets abroad excluding financial derivatives.

U.S.-owned assets abroad excluding financial derivatives were \$18,372.7 billion at the end of the first quarter compared with \$18,017.9 billion at the end of the fourth quarter. The \$354.8 billion increase reflected \$218.8 billion in financial outflows and \$136.1 billion in valuation changes.¹

Foreign-owned assets in the United States were \$25,895.7 billion at the end of the first quarter compared with \$25,501.5 billion at the end of the fourth quarter. The \$394.2 billion increase reflected an increase of \$749.3 billion in the value of foreign-owned assets in the United States excluding financial derivatives that was partly offset by a decrease of \$355.1 billion in the value of financial derivatives.

Foreign-owned assets in the United States excluding financial derivatives were \$22,688.8 billion at the end of the first quarter compared with \$21,939.5 billion at the end of the fourth quarter. The \$749.3 billion increase reflected \$295.5 billion in financial inflows and \$453.8 billion in valuation changes.

Year 2012

The U.S. net international investment position was -\$3,863.9 billion (revised) at the end of 2012 compared with -\$3,730.6 billion (revised) at the end of 2011. The -\$133.3 billion change in the net position from the end of 2011 to the end of 2012 reflected a \$134.8 billion increase in the value of foreign-owned assets in the United States that was slightly offset by a \$1.5 billion increase in the value of U.S.-owned assets abroad (table 2).

Highlights for 2012:

- Foreign acquisitions of U.S. assets exceeded U.S. acquisitions of foreign assets by \$439.4 billion. Foreign acquisitions of U.S. assets were concentrated in U.S. securities, including \$433.2 billion in acquisitions of U.S. Treasury securities by foreign official agencies and \$156.4 billion in acquisitions by all other foreigners.
- Foreign acquisitions of U.S. assets and U.S. acquisitions of foreign assets were reduced by declines in both U.S. claims on and liabilities to foreigners reported by U.S. banks and securities brokers.
- The appreciation of foreign stock prices raised the value of U.S. holdings of foreign stocks abroad. Similarly, the appreciation of U.S. stock prices raised the value of foreign holdings of U.S. stocks, but by a lower amount.
- The mixed performance of the U.S. dollar against major foreign currencies resulted in a \$5.1 billion change in the U.S. net international investment position from exchange-rate changes.
- The -\$188.6 billion in other changes mostly reflected the incorporation of newly available

¹ For statistics on financial flows, see the financial account transactions of the U.S. International Transactions Accounts in [Table 1](#). Detailed valuation changes such as price, exchange-rate, and other changes are available only for the annual statistics.

and revised source data.

- The U.S. net international investment position was equal to 2.3% of the value of all U.S. financial assets at the end of 2012, down from the peak of 2.4% at the end of 2011.²

Financial flows

Net financial flows of -\$439.4 billion in 2012 resulted from U.S. acquisitions of financial assets abroad, excluding financial derivatives, of \$97.5 billion, less foreign acquisitions of financial assets in the United States, excluding financial derivatives, of \$543.9 billion, plus net financial outflows from financial derivatives of \$7.1 billion.

U.S. acquisitions of financial assets abroad, excluding financial derivatives, were \$97.5 billion, down from \$452.3 billion in 2011. In 2012, U.S. purchases of foreign securities exceeded sales, and U.S. official reserve assets, direct investment abroad, and claims of U.S. nonbanks on foreign residents increased. These financial outflows were partly offset by decreases in U.S. government assets other than official reserve assets and relatively large decreases (\$380.5 billion) in claims of U.S. banks and securities brokers on foreign residents.

Foreign acquisitions of financial assets in the United States, excluding financial derivatives, were \$543.9 billion, down from \$969.0 billion in 2011. In 2012, foreign private purchases of U.S. securities including U.S. Treasury securities exceeded sales. Foreign official assets, direct investment in the United States, and holdings of U.S. currency increased. These financial inflows were partly offset by relatively large decreases (\$387.4 billion) in liabilities of U.S. banks and securities brokers and decreases in liabilities of U.S. nonbanks to foreign residents.

Valuation adjustments

Valuation adjustments for 2012 included \$489.6 billion in price changes, \$5.1 billion in exchange-rate changes, and -\$188.6 billion in other changes.

Price changes led to a \$489.6 billion change in the U.S. net international investment position, mostly reflecting price increases of foreign stocks and bonds that exceeded price increases of U.S. stocks and corporate bonds. Price increases of U.S. stocks and corporate bonds were partly offset by price decreases of U.S. Treasury securities and agency securities, such as debt issued by government sponsored enterprises like Fannie Mae and Freddie Mac.

Exchange-rate changes led to a \$5.1 billion change in the U.S. net international investment position as exchange-rate changes raised the dollar value of U.S.-owned assets abroad more than they raised the dollar value of foreign-owned assets in the United States denominated in foreign currencies. The small exchange-rate changes reflected the mixed performance of the U.S. dollar against major foreign currencies from yearend 2011 to yearend 2012.

2. Board of Governors of the Federal Reserve System (FRS), *Flow of Funds Accounts of the United States, Flows and Outstandings, First Quarter 2013, Release Z.1*. Statistical Release (Washington, DC: FRS, June 6, 2013) Table L.5, page 11. According to June 2013 Z.1 release, the value of all U.S. financial assets was \$168,691.8 billion at the end of 2012. U.S. assets abroad from the international investment position were \$21,637.6 billion at the end of 2012, 12.8% of all U.S. assets, down from 13.7% in 2011 and from the 13.8% series peak in 2008.

Other changes led to a -\$188.6 billion change in the U.S. net international investment position. These changes reflected the incorporation of newly available source data on aggregate holdings of long-term securities by U.S. and foreign residents from the Treasury International Capital reporting system (TIC), more complete TIC reporting of the nonbanking and banking data, capital gains and losses from the sale of direct investment assets, and other adjustments to source data. (See the Annual Revisions section on page 5 for more information on the TIC source data.)

Investment positions at the end of 2012

U.S.-owned assets abroad were \$21,637.6 billion at the end of 2012 compared with \$21,636.2 billion at the end of 2011. The \$1.5 billion increase reflected a \$1,098.3 billion increase in the value of U.S.-owned assets abroad excluding financial derivatives that was nearly offset by a \$1,096.8 billion decrease in the value of financial derivatives.

Financial derivatives held as assets were \$3,619.8 billion at the end of 2012 compared with \$4,716.6 billion at the end of 2011. The \$1,096.8 billion decrease was mainly due to decreases in U.S. claims in single-currency interest rate swaps.

U.S. official reserve assets were \$572.4 billion at the end of 2012 compared with \$537.0 billion at the end of 2011. The \$35.3 billion increase reflected price appreciation of U.S. government gold and the increased U.S. reserve position in the International Monetary Fund. These increases were partly offset by a small decrease in the value of government foreign currency holdings resulting mostly from exchange-rate changes.

U.S. government assets other than official reserve assets were \$93.6 billion at the end of 2012 compared with \$178.9 billion at the end of 2011. The \$85.3 billion decrease was mainly a result of decreases in U.S. foreign currency holdings due to central bank liquidity swaps between the U.S. Federal Reserve System and foreign central banks.

The stock of U.S. direct investment abroad at current cost was \$5,077.8 billion at the end of 2012 compared with \$4,663.1 billion at the end of 2011. The \$414.6 billion increase reflected financial outflows of \$388.3 billion that were mostly accounted for by reinvested earnings.

U.S. holdings of foreign securities were \$7,531.2 billion at the end of 2012 compared with \$6,441.4 billion at the end of 2011. The \$1,089.9 billion increase was mostly attributable to price increases of foreign stocks.

Claims on foreigners reported by U.S. nonbanks were \$844.8 billion at the end of 2012 compared with \$793.0 billion at the end of 2011.

Claims on foreigners reported by U.S. banks and securities brokers were \$3,898.2 billion at the end of 2012 compared with \$4,306.2 billion at the end of 2011.

Foreign-owned assets in the United States were \$25,501.5 billion at the end of 2012 compared with \$25,366.7 billion at the end of 2011. The \$134.8 billion increase reflected a

\$1,203.3 billion increase in the value of foreign-owned assets in the United States excluding financial derivatives that was mostly offset by a \$1,068.6 billion decrease in the value of financial derivatives.

Financial derivatives held as liabilities were \$3,562.0 billion at the end of 2012 compared with \$4,630.5 billion at the end of 2011. The \$1,068.6 billion decrease was mainly due to decreases in U.S. liabilities in single-currency interest rate swaps.

Foreign official assets in the United States were \$5,692.4 billion at the end of 2012 compared with \$5,256.4 billion at the end of 2011. The \$436.1 billion increase was mostly a result of net purchases of U.S. Treasury securities along with corporate bonds and stocks that were partly offset by net sales of agency bonds.

The stock of foreign direct investment in the United States at current cost was \$3,057.3 billion at the end of 2012 compared with \$2,879.5 billion at the end of 2011. The \$177.8 billion increase was mainly due to financial inflows that were mostly accounted for by unusually large reinvested earnings.

Foreign private holdings of U.S. Treasury securities were \$1,541.6 billion at the end of 2012 compared with \$1,386.3 billion at the end of 2011. The \$155.3 billion increase was mostly a result of net purchases.

Foreign private holdings of U.S. securities other than U.S. Treasury securities were \$6,904.1 billion at the end of 2012 compared with \$6,151.6 billion at the end of 2011. The \$752.5 billion increase was mostly attributable to price increases of U.S. stocks and to net purchases.

The stock of U.S. currency abroad was \$454.2 billion at the end of 2012 compared with \$397.1 billion at the end of 2011.

Liabilities to private foreign residents reported by U.S. nonbanks were \$656.5 billion at the end of 2012 compared with \$630.9 billion at the end of 2011.

Liabilities to private foreign residents reported by U.S. banks and securities brokers were \$3,633.4 billion at the end of 2012 compared with \$4,034.5 billion at the end of 2011.

Annual Revisions

The U.S. international investment position statistics released today have been revised for the first quarter of 2009 to the fourth quarter of 2012. The revisions reflect newly available data from three Treasury International Capital (TIC) surveys conducted by the Federal Reserve Board and the U.S. Department of the Treasury: *Aggregate Holdings of Long-Term Securities by U.S. and Foreign Residents (SLT)*, the *Benchmark Survey of U.S. Ownership of Foreign Securities (SHC) at end-December 2011*, and the *Annual Survey of Foreign Portfolio Holdings of U.S. Securities (SHLA) at end-June 2012*. The SLT is a new monthly report that surveys U.S. custodians, issuers of U.S. securities, and U.S. end-investors to obtain cross-border holdings of U.S. and foreign equity and long-term debt securities by country. BEA has incorporated these new data beginning with position

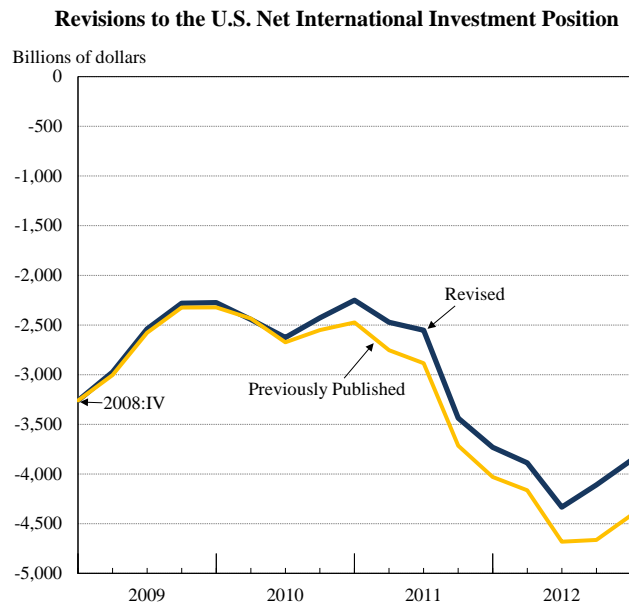
statistics for the end of 2011. The new SLT data have allowed BEA to improve its quarterly position statistics and related financial flow and income statistics for long-term securities.

Revisions to the U.S. international investment position statistics also reflect other newly available and revised data from the TIC reporting system and from BEA's surveys of direct investment including the *2009 Benchmark Survey of U.S. Direct Investment Abroad*.

Revisions to the quarterly U.S. net international investment position averaged 1.6% for 2009, 3.8% for 2010, 9.1% for 2011, and 9.6% for 2012. Revisions are largest in the third and the fourth quarters of 2012. The net investment position at yearend 2012 is revised by \$552.4 billion, becoming less negative, reflecting upward revisions to U.S. assets abroad that exceeded upward revisions to foreign-owned assets in the United States.

On a yearend basis, the U.S. net international investment position is revised by \$46.6 billion, becoming less negative for yearend 2009, \$223.3 billion for yearend 2010, \$299.7 billion for yearend 2011, and \$552.4 billion for yearend 2012.

- U.S.-owned assets abroad at yearend 2009 are revised upward \$46.8 billion mostly as a result of the incorporation of BEA's *2009 Benchmark Survey of U.S. Direct Investment Abroad*.
- U.S.-owned assets abroad are revised upward \$256.6 billion for yearend 2010, \$503.8 billion for yearend 2011, and \$877.5 billion for yearend 2012, reflecting large revisions to U.S. holdings of foreign securities, mostly as a result of BEA's incorporation of the new SLT survey data.
- Foreign-owned assets in the United States at yearend 2009 are virtually unrevised. They are revised upward \$33.3 billion for yearend 2010, mostly as a result of revisions to foreign direct investment in the United States.
- Foreign-owned assets in the United States are revised upward \$204.1 billion for yearend 2011 and \$325.2 billion for yearend 2012, reflecting revisions to foreign holdings of U.S. securities, mostly as a result of BEA's incorporation of the new SLT survey data.



The July SURVEY OF CURRENT BUSINESS will contain an article with a more detailed discussion of the international investment position statistics for the first quarter of 2013, annual statistics for 2012, and revised historical data. That issue will also contain an article about direct investment positions valued at historical-cost and revised historical data on direct investment with detail by country and industry.

Valuing the Components of the U.S. International Investment Position

Investment positions for long-term portfolio securities are based on market values from monthly, annual, and benchmark surveys conducted by the Treasury International Capital (TIC) reporting system of the U.S. Department of the Treasury. Investment positions for financial derivatives are based on fair market values from quarterly surveys conducted by the TIC reporting system. Investment positions for claims and liabilities reported by banks, securities brokers, and other nonbanks are based on contractual (face) values of instruments as reported by financial institutions for both their own accounts and the accounts of their customers on the monthly and quarterly surveys conducted by the TIC reporting system with supplementary data for U.S. nonbanks from foreign central banks.

Investment positions for direct investment are valued at current-period prices based on a revaluation of book values. Book values are reported by U.S. multinational companies on surveys conducted by BEA. Direct investment at current cost is BEA’s featured measure of direct investment at current-period prices.³ The current-cost method values the U.S. and foreign parent shares of their affiliates’ investment in (1) plant and equipment using the current cost of capital equipment, (2) land using general price indexes, and (3) inventories using estimates of their replacement cost.⁴

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Release dates in 2013:

End of the Fourth Quarter and Year 2012..... March 26, 2013 (Tuesday)
End of the First Quarter of 2013, Year 2012, and Annual Revisions.....June 25, 2013 (Tuesday)
End of the Second Quarter of 2013.....September 24, 2013 (Tuesday)
End of the Third Quarter of 2013.....December 30, 2013 (Monday)

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³ BEA publishes direct investment at *market value* as an alternative current-period price measure with owners’ equity revalued using indexes of stock market prices. BEA also publishes direct investment at *historical cost* with owners’ equity at the book value reported on BEA’s surveys. Country and industry detail for direct investment are available only on a historical-cost basis (see http://www.bea.gov/iTable/index_MNC.cfm).

⁴ For additional information on the current-cost and market-value methods, see J. Steven Landefeld and Ann M. Lawson, “[Valuation of the U.S. Net International Investment Position](#),” *Survey of Current Business* 71 (May 1991): 40–49.

Table 1. International Investment Position of the United States at the End of the Quarter¹
 [Millions of dollars, not seasonally adjusted]

Line	Type of investment	2011	2012				2013	Change:	Change:
		IV ^r	I ^r	II ^r	III ^r	IV ^r	I ^p	2012:IV to 2013:I	2011:IV to 2012:IV
1	Net international investment position of the United States (lines 2+3)	-3,730,590	-3,886,446	-4,332,158	-4,109,198	-3,863,892	-4,277,128	-413,236	-133,302
2	Financial derivatives, net (line 5 less line 25).....	86,039	76,286	67,589	52,493	57,776	38,986	-18,790	-28,263
3	Net international investment position, excluding financial derivatives (line 6 less line 26).....	-3,816,629	-3,962,732	-4,399,747	-4,161,691	-3,921,668	-4,316,114	-394,446	-105,039
4	U.S.-owned assets abroad (lines 5+6)	21,636,152	21,349,048	20,948,183	21,551,595	21,637,618	21,618,571	-19,047	1,466
5	Financial derivatives (gross positive fair value).....	4,716,578	3,950,239	4,155,820	3,925,606	3,619,761	3,245,866	-373,895	-1,096,817
6	U.S.-owned assets abroad, excluding financial derivatives (lines 7+12+17).....	16,919,574	17,398,809	16,792,363	17,625,989	18,017,857	18,372,705	354,848	1,098,283
7	U.S. official reserve assets.....	537,037	572,578	556,620	606,277	572,368	553,058	-19,310	35,331
8	Gold ²	400,355	434,742	418,006	464,422	433,434	417,941	-15,493	33,079
9	Special drawing rights.....	54,956	55,460	54,341	55,232	55,505	53,704	-1,346	94
10	Reserve position in the International Monetary Fund.....	30,080	31,436	33,930	35,248	34,161	34,039	-122	4,081
11	Foreign currencies.....	51,646	50,940	50,343	51,375	49,723	47,374	-2,349	-1,923
12	U.S. government assets, other than official reserve assets.....	178,901	127,814	111,164	95,958	93,570	92,744	-826	-85,331
13	U.S. credits and other long-term assets ³	78,373	80,642	82,500	82,691	84,029	84,099	70	5,656
14	Repayable in dollars.....	78,100	80,369	82,227	82,418	83,756	83,826	70	5,656
15	Other ⁴	273	273	273	273	273	273	0	0
16	U.S. foreign currency holdings and U.S. short-term assets ⁵	100,528	47,172	28,664	13,267	9,541	8,645	-896	-90,987
17	U.S. private assets.....	16,203,636	16,698,417	16,124,579	16,923,754	17,351,919	17,726,903	374,984	1,148,283
18	Direct investment at current cost.....	4,663,142	4,759,096	4,826,428	4,983,377	5,077,750	5,160,096	82,346	414,608
19	Foreign securities.....	6,441,350	6,999,263	6,662,323	7,159,326	7,531,223	7,824,667	293,444	1,089,873
20	Bonds.....	1,939,912	1,960,498	1,946,486	2,052,037	2,140,685	2,174,111	33,426	200,773
21	Corporate stocks.....	4,501,438	5,038,765	4,715,837	5,107,289	5,390,538	5,650,556	260,018	889,100
22	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns.....	792,953	869,251	845,301	845,865	844,752	900,300	55,548	51,799
23	U.S. claims reported by U.S. banks and securities brokers, not included elsewhere.....	4,306,191	4,070,807	3,790,527	3,935,186	3,898,194	3,841,840	-56,354	-407,997
24	Foreign-owned assets in the United States (lines 25+26)	25,366,742	25,235,494	25,280,341	25,660,793	25,501,510	25,895,699	394,189	134,768
25	Financial derivatives (gross negative fair value).....	4,630,539	3,873,953	4,088,231	3,873,113	3,561,985	3,206,880	-355,105	-1,068,554
26	Foreign-owned assets in the United States, excluding financial derivatives (lines 27+34).....	20,736,203	21,361,541	21,192,110	21,787,680	21,939,525	22,688,819	749,294	1,203,322
27	Foreign official assets in the United States.....	5,256,358	5,428,122	5,496,057	5,640,245	5,692,448	5,823,304	130,856	436,090
28	U.S. government securities.....	4,235,886	4,316,906	4,400,470	4,487,789	4,526,896	4,561,428	34,532	291,010
29	U.S. Treasury securities.....	3,620,580	3,722,551	3,857,872	3,958,112	4,032,204	4,090,723	58,519	411,624
30	Other.....	615,306	594,355	542,598	529,677	494,692	470,705	-23,987	-120,614
31	Other U.S. government liabilities ⁶	119,980	123,406	125,065	127,657	128,279	128,052	-227	8,299
32	U.S. liabilities reported by U.S. banks and securities brokers, not included elsewhere.....	205,973	191,515	191,921	198,987	204,401	224,462	20,061	-1,572
33	Other foreign official assets.....	694,519	796,295	778,601	825,812	832,872	909,362	76,490	138,353
34	Other foreign assets.....	15,479,845	15,933,419	15,696,053	16,147,435	16,247,077	16,865,515	618,438	767,232
35	Direct investment at current cost.....	2,879,531	2,913,781	2,976,814	3,029,271	3,057,326	3,085,679	28,353	177,795
36	U.S. Treasury securities.....	1,386,274	1,425,087	1,455,648	1,517,253	1,541,569	1,649,654	108,085	155,295
37	U.S. securities other than U.S. Treasury securities.....	6,151,552	6,608,954	6,491,227	6,794,000	6,904,050	7,307,973	403,923	752,498
38	Corporate and other bonds.....	2,894,604	2,927,923	2,887,851	3,008,379	3,061,963	3,058,746	-3,217	167,359
39	Corporate stocks.....	3,256,948	3,681,031	3,603,376	3,785,621	3,842,087	4,249,227	407,140	585,139
40	U.S. currency.....	397,086	415,143	422,259	438,415	454,227	459,184	4,957	57,141
41	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns.....	630,925	683,453	680,186	678,508	656,522	633,734	-22,788	25,597
42	U.S. liabilities reported by U.S. banks and securities brokers, not included elsewhere.....	4,034,477	3,887,001	3,669,919	3,689,988	3,633,383	3,729,291	95,908	-401,094
Memoranda:									
43	Direct investment abroad at market value.....	4,513,863	4,975,809	4,679,267	5,058,812	5,249,539	5,518,091	268,552	735,676
44	Direct investment in the United States at market value.....	3,510,395	3,855,543	3,764,768	3,961,992	3,923,969	4,261,069	337,100	413,574
45	Direct investment abroad at historical cost.....	4,084,659	4,169,123	4,224,965	4,370,424	4,453,307	4,535,653	82,346	368,648
46	Direct investment in the United States at historical cost.....	2,502,628	2,529,479	2,585,115	2,630,175	2,650,832	2,679,185	28,353	148,204

p Preliminary
 r Revised

1. The statistics for each quarter are the values as of the last day of the quarter; the first quarter ends on March 31; the second quarter ends on June 30; the third quarter ends on September 30; and the fourth quarter ends on December 31 of the year.

2. U.S. official gold stock is valued at market price.

3. Also includes paid-in capital subscriptions to international financial institutions and outstanding amounts of miscellaneous claims that have been settled through international agreements to be payable to the U.S. government over periods in excess of 1 year. Excludes World War I debts that are not being serviced.

4. Includes indebtedness that the borrower may contractually, or at its option, repay with its currency, with a third country's currency, or by delivery of materials or transfer of services.

5. Includes foreign-currency-denominated assets obtained through temporary reciprocal currency arrangements between the Federal Reserve System and foreign central banks. These assets are included in the investment position at the dollar value established at the time they were received, reflecting the valuation of these assets in the Federal Reserve System's balance sheet. Changes in exchange rates do not affect this valuation.

6. Includes U.S. government liabilities associated with military sales contracts and U.S. government reserve-related liabilities from allocations of special drawing rights (SDRs).

Source: Bureau of Economic Analysis

Table 2. International Investment Position of the United States at Yearend, 2011 and 2012

[Millions of dollars]

Line	Type of investment	Position, 2011 ^r	Changes in position in 2012				Total (a+b+c+d)	Position, 2012 ^r
			Attributable to:					
			Financial flows (a)	Valuation adjustments				
				Price changes (b)	Exchange- rate changes ¹ (c)	Other changes ² (d)		
1	Net international investment position of the United States (lines 2+3)	-3,730,590	-439,351	489,566	5,100	-188,618	-133,302	-3,863,892
2	Financial derivatives, net (line 5 less line 25) ³	86,039	7,064	(⁴)	(⁴)	⁴ -35,327	-28,263	57,776
3	Net international investment position, excluding financial derivatives (line 6 less line 26)	-3,816,629	-446,415	489,566	5,100	-153,291	-105,039	-3,921,668
4	U.S.-owned assets abroad (lines 5+6)	21,636,152	(⁵)	(⁵)	(⁵)	(⁵)	1,466	21,637,618
5	Financial derivatives (gross positive fair value)	4,716,578	(⁵)	(⁵)	(⁵)	(⁵)	-1,096,817	3,619,761
6	U.S.-owned assets abroad, excluding financial derivatives (lines 7+12+17)	16,919,574	97,469	990,880	5,909	4,024	1,098,283	18,017,857
7	U.S. official reserve assets	537,037	4,460	33,079	-2,208	0	35,331	572,368
8	Gold	400,355	0	⁵ 33,079	.....	⁶ 0	33,079	433,434
9	Special drawing rights	54,956	37	.....	57	0	94	55,050
10	Reserve position in the International Monetary Fund	30,080	4,032	.....	49	0	4,081	34,161
11	Foreign currencies	51,646	391	.....	-2,314	0	-1,923	49,723
12	U.S. government assets, other than official reserve assets	178,901	-85,331	.....	(*)	0	-85,331	93,570
13	U.S. credits and other long-term assets ⁷	78,373	5,656	.....	(*)	0	5,656	84,029
14	Repayable in dollars	78,100	5,656	.....	.....	0	5,656	83,756
15	Other ⁸	273	0	.....	(*)	.....	0	273
16	U.S. foreign currency holdings and U.S. short-term assets ⁹	100,528	-90,987	.....	(*)	.....	-90,987	9,541
17	U.S. private assets	16,203,636	178,341	957,801	8,117	4,024	1,148,283	17,351,919
18	Direct investment at current cost	4,663,142	388,293	25,339	16,234	-15,258	414,608	5,077,750
19	Foreign securities	6,441,350	144,823	932,462	-7,412	20,000	1,089,873	7,531,223
20	Bonds	1,939,912	62,243	139,503	-973	0	200,773	2,140,685
21	Corporate stocks	4,501,438	82,580	792,959	-6,439	20,000	889,100	5,390,538
22	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	792,953	25,723	.....	3,194	22,882	51,799	844,752
23	U.S. claims reported by U.S. banks and securities brokers, not included elsewhere	4,306,191	-380,498	.....	-3,899	-23,600	-407,997	3,898,194
24	Foreign-owned assets in the United States (lines 25+26)	25,366,742	(⁵)	(⁵)	(⁵)	(⁵)	134,768	25,501,510
25	Financial derivatives (gross negative fair value)	4,630,539	(⁵)	(⁵)	(⁵)	(⁵)	-1,068,554	3,561,985
26	Foreign-owned assets in the United States, excluding financial derivatives (lines 27+34)	20,736,203	543,884	501,314	809	157,315	1,203,322	21,939,525
27	Foreign official assets in the United States	5,256,358	393,922	42,110	58	0	436,090	5,692,448
28	U.S. government securities	4,235,886	314,660	-23,650	.....	0	291,010	4,526,896
29	U.S. Treasury securities	3,620,580	433,155	-21,531	.....	0	411,624	4,032,204
30	Other	615,306	-118,495	-2,119	.....	0	-120,614	494,692
31	Other U.S. government liabilities ¹⁰	119,980	8,241	.....	58	0	8,299	128,279
32	U.S. liabilities reported by U.S. banks and securities brokers, not included elsewhere	205,973	-1,572	.....	.....	0	-1,572	204,401
33	Other foreign official assets	694,519	72,593	65,760	.....	0	138,353	832,872
34	Other foreign assets	15,479,845	149,962	459,204	751	157,315	767,232	16,247,077
35	Direct investment at current cost	2,879,531	166,411	20,385	606	-9,607	177,795	3,057,326
36	U.S. Treasury securities	1,386,274	156,385	-1,090	0	0	155,295	1,541,569
37	U.S. securities other than U.S. Treasury securities	6,151,552	196,908	439,909	-897	116,578	752,498	6,904,050
38	Corporate and other bonds	2,894,604	23,584	125,774	-897	18,898	167,359	3,061,963
39	Corporate stocks	3,256,948	173,324	314,135	.....	97,680	585,139	3,842,087
40	U.S. currency	397,086	57,141	.....	.....	0	57,141	454,227
41	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	630,925	-39,505	.....	3,158	61,944	25,597	656,522
42	U.S. liabilities reported by U.S. banks and securities brokers, not included elsewhere	4,034,477	-387,378	.....	-2,116	-11,600	-401,094	3,633,383
Memoranda:								
43	Direct investment abroad at market value	4,513,863	388,293	301,652	48,194	-2,463	735,676	5,249,539
44	Direct investment in the United States at market value	3,510,395	166,411	260,399	.....	-13,236	413,574	3,923,969

^r Revised

* Less than \$500,000 (+/-)

..... Not applicable

1. Represents gains or losses on foreign-currency-denominated assets and liabilities due to their revaluation at current exchange rates.

2. Includes changes due to year-to-year shifts in the composition of reporting panels, primarily for bank and nonbank estimates, and to the incorporation of more comprehensive survey results. Also includes capital gains and losses of direct investment affiliates and changes in positions that cannot be allocated to financial flows, price changes, or exchange-rate changes.

3. Financial flows and valuation adjustments for financial derivatives are available only on a net basis, which is shown on line 2; they are not separately available for gross positive fair values and gross negative fair values of financial derivatives. Consequently, columns (a) through (d) on lines 4, 5, 24, and 25 are not available.

4. Data are not separately available for the three types of valuation adjustments; therefore, the sum of all three types is shown in column (d).

5. Reflects changes in the value of the official gold stock due to fluctuations in the market price of gold.

6. Reflects changes in gold stock from U.S. Treasury sales of gold medallions and commemorative and bullion coins; also reflects replenishment through open market purchases. These demonetizations/monetizations are not included in international transactions financial flows.

7. Also includes paid-in capital subscriptions to international financial institutions and outstanding amounts of miscellaneous claims that have been settled through international agreements to be payable to the U.S. government over periods in excess of 1 year. Excludes World War I debts that are not being serviced.

8. Includes indebtedness that the borrower may contractually, or at its option, repay with its currency, with a third country's currency, or by delivery of materials or transfer of services.

9. Includes foreign-currency-denominated assets obtained through temporary reciprocal currency arrangements between the Federal Reserve System and foreign central banks. These assets are included in the investment position at the dollar value established at the time they were received, reflecting the valuation of these assets in the Federal Reserve System's balance sheet. Changes in exchange rates do not affect this valuation.

10. Includes U.S. government liabilities associated with military sales contracts and U.S. government reserve-related liabilities from allocations of special drawing rights (SDRs).

Source: Bureau of Economic Analysis