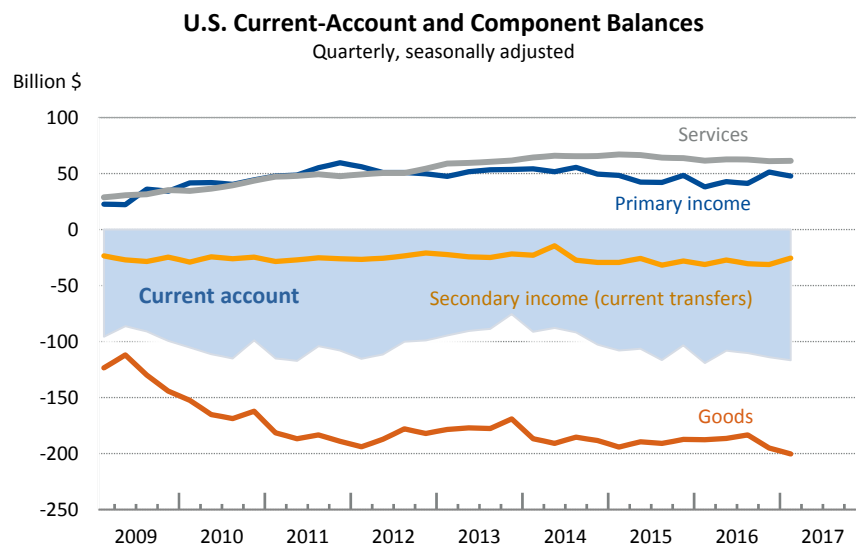


U.S. Current-Account Deficit Increases in First Quarter 2017

Preliminary Estimates of U.S. International Transactions

The U.S. current-account deficit increased to \$116.8 billion (preliminary) in the first quarter of 2017 from \$114.0 billion (revised) in the fourth quarter of 2016. As a percentage of U.S. GDP, the deficit increased to 2.5 percent from 2.4 percent. The previously published current-account deficit for the fourth quarter was \$112.4 billion.



U.S. Bureau of Economic Analysis

- The deficit on international trade in goods increased to \$200.3 billion from \$195.1 billion as goods imports increased more than goods exports.
- The surplus on international trade in services increased to \$61.3 billion from \$61.0 billion as services exports increased more than services imports.
- The surplus on primary income decreased to \$47.7 billion from \$51.3 billion as primary income payments increased more than primary income receipts.
- The deficit on secondary income (current transfers) decreased to \$25.5 billion from \$31.3 billion as secondary income receipts increased and secondary income payments decreased.

Net U.S. borrowing from financial-account transactions was \$191.4 billion in the first quarter, up from \$74.8 billion in the fourth.

- Net U.S. acquisition of financial assets excluding financial derivatives was \$282.7 billion in the first quarter, a shift from net liquidation of \$84.5 billion in the fourth.
- Net U.S. incurrence of liabilities excluding financial derivatives was \$471.1 billion in the first quarter, a shift from net repayment of \$16.7 billion in the fourth.
- Net borrowing in financial derivatives other than reserves was \$3.0 billion in the first quarter, down from \$7.0 billion in the fourth.