

Introduction

This publication presents revised statistics that cover the financial structure and operations of U.S. multinational companies (MNCs) and their foreign affiliates for the fiscal year 2007.

The 2007 annual survey of U.S. direct investment abroad is the first annual survey to collect data for U.S. parents and foreign affiliates in depository credit intermediation (banking). The inclusion of these parents and affiliates closed a significant gap that had existed in the industry coverage of the annual surveys. Selected statistics for U.S. parents and foreign affiliates in *all industries* are presented in tables 1, 2, and 3 of this publication. The remaining tables present statistics for nonbank U.S. parent companies and their nonbank foreign affiliates.

These statistics cover the universe of U.S. parent companies and their foreign affiliates. They are derived by combining the sample data that were reported in the Annual Surveys of U.S. Direct Investment Abroad, 2007 that was conducted by the Bureau of Economic Analysis (BEA) with BEA's estimates of data for affiliates not in the sample. The estimates for nonsample parents and affiliates that existed before 2007 were

derived by extrapolating forward their data from BEA's 2004 benchmark survey of U.S. direct investment abroad.

The concepts and definitions that underlie these statistics are the same as those used for BEA's 2004 benchmark survey. They are described in *U.S. Direct Investment Abroad: 2004 Final Benchmark Data*.

The revised statistics for 2007 are comparable with the statistics for 1977 and for 1982–2006. For the availability of these statistics, see the International Investment Division Product Guide on BEA's Web site at www.bea.gov/scb/account_articles/international/iidguide.htm.

The scheme that is used for the titles of the tables for the 2004–2007 statistics is similar to that used for the 1999–2003 statistics. To aid in making comparisons between these estimates, see the guide below that provides cross references for the titles for the 2004–2007 statistics and those for the 1999–2003 statistics.

For additional information about the revised 2007 statistics, call Ray Mataloni of the International Investment Division's Research Branch at 202–606–9867 or send an e-mail to raymond.mataloni@bea.gov.

**The Numbering Scheme for the Operations of Nonbank
Multinational Companies in 2004–2007 and in 1999–2003—Continues**

2004–2007	1999–2003
Foreign Affiliates	
Group A. Selected Data	
II.A 1 II.A 2	II.A 1 II.A 2
Group B. Balance Sheet	
II.B 5 II.B 6 II.B 13	II.B 5 II.B 6 II.B 13
Group E. Income Statement	
II.E 3 II.E 4 II.E 6 II.E 7 II.E 9	II.E 3 II.E 4 II.E 6 II.E 7 II.E 9
Group H. Employment and Compensation of Employees	
II.H 3 II.H 4 II.H 5 II.H 6 II.H 10	II.H 3 II.H 4 II.H 6 II.H 7 II.H 11
Group I. U.S. Trade in Goods	
II.I 3 II.I 4 II.I 11 II.I 12	II.I 5 II.I 6 II.I 19 II.I 20
U.S. Parents	
Group M. Selected Data	
II.M 1	II.L 1
Group Q. Sales	
II.Q 1 II.Q 2	II.Q 1 II.Q 2
Group R. Value Added	
II.R 1	II.R 1
Group T. U.S. Trade in Goods	
II.T 1 II.T 2	II.T 1 II.T 4
Majority-Owned Foreign Affiliates	
Group A. Selected Data	
III.A 1 III.A 2	III.A 1 III.A 2
Group B. Balance Sheet	
III.B 1–2 III.B 3–4 III.B 5 III.B 6 III.B 7 III.B 11–12 III.B 13	III.B 1–2 III.B 3–4 III.B 5 III.B 6 III.B 7 III.B 11–12 III.B 13
Group C. External Financial Position	
III.C 1 III.C 2 III.C 3 III.C 4	III.C 1 III.C 2 III.C 3 III.C 4

**The Numbering Scheme for the Operations of Nonbank
Multinational Companies in 2004–2007 and in 1999–2003—Table Ends**

2004-2007	1999-2003
Majority-Owned Foreign Affiliates—Continued	
Group D. Property, Plant, and Equipment	
III.D 6 III.D 7 III.D 8	III.D 6 III.D 7 III.D 8
Group E. Income Statement	
III.E 1 III.E 2 III.E 3 III.E 4 III.E 5 III.E 6 III.E 7 III.E 8 III.E 9	III.E 1 III.E 2 III.E 3 III.E 4 III.E 5 III.E 6 III.E 7 III.E 8 III.E 9
Group F. Sales	
III.F 1 III.F 2 III.F 3 III.F 4 III.F 7 III.F 8 III.F 9 III.F 13 III.F 14 III.F 15 III.F 16 III.F 18 III.F 20 III.F 22	III.F 1 III.F 2 III.F 3 III.F 4 III.F 7 III.F 8 III.F 9 III.F 13 III.F 14 III.F 17 III.F 18 III.F 20 III.F 22 III.F 24
Group G. Value Added	
III.G 1 III.G 2 III.G 3 III.G 4 III.G 5 III.G 6 III.G 7 III.G 8 III.G 9	III.G 1 III.G 2 III.G 3 III.G 4 III.G 5 III.G 6 III.G 7 III.G 8 III.G 9
Group H. Employment and Compensation of Employees	
III.H 1 III.H 2 III.H 3 III.H 4 III.H 5 III.H 6 III.H 10	III.H 3 III.H 4 III.H 6 III.H 7 III.H 11
Group I. U.S. Trade in Goods	
III.I 1 III.I 2 III.I 3 III.I 4 III.I 5 III.I 11 III.I 12 III.I 13	III.I 1 III.I 2 III.I 5 III.I 6 III.I 9 III.I 19 III.I 20 III.I 23
Group J. Research and Development	
III.J 3 III.J 12	III.J 3 III.J 12
Group K. Other Financial and Operating Data	
III.K 1 III.K 2	III.K 1 III.K 2

General Notes to the Tables

- The estimates are on a fiscal year (FY) basis; an affiliate's fiscal year is defined as the financial reporting year that ended in that calendar year. Unless otherwise specified, all balances are as of the close of FY 2007.
- Detail may not add to totals because of rounding.
- An asterisk “(*)” indicates a value between –\$500,000 and +\$500,000, or fewer than 50 employees, as appropriate.
- A “(D)” indicates that the data in the cell have been suppressed to avoid disclosure of data of individual companies.
- A “U.S. parent company” is the person, resident in the United States, that owns or controls 10 percent or more of the voting securities of an incorporated foreign business enterprise or an equivalent interest in an unincorporated foreign business enterprise. “Person” is broadly defined to include any individual, branch, partnership, associated group, association, estate, trust, corporation or other organization (whether or not organized under the laws of any state), or any government entity. If incorporated, the U.S. parent is the fully consolidated U.S. enterprise consisting of (1) the U.S. corporation whose voting securities are not owned more than 50 percent by another U.S. corporation, and (2) proceeding down each ownership chain from that U.S. corporation, any U.S. corporation (including Foreign Sales Corporations located within the United States) whose voting securities are more than 50 percent owned by the U.S. corporation above it. A U.S. parent comprises the domestic (U.S.) operations of a U.S. multinational company.
- A “foreign affiliate” is a foreign business enterprise in which there is U.S. direct investment, that is, in which a U.S. person owns or controls 10 percent of the voting securities or the equivalent. Foreign affiliates comprise the foreign operations of a U.S. multinational company over which the U.S. parent is presumed to have a degree of managerial influence.
- A “majority-owned nonbank affiliate” (MOFA) is a foreign affiliate in which the combined direct and indirect ownership interest of all U.S. parents exceeds 50 percent.
- The designation “by country” in a table title indicates that data are disaggregated by country of foreign affiliate.
- Unless otherwise specified, the designation “by industry” in a table title indicates that the data are disaggregated by industry of foreign affiliate.
- Not all tables show each country in a group, such as “Other Europe,” or each industry in a group, such as “Other industries.” For these countries, see table II.A 1 or III.A 1. For the industries, see table II.A 2 or III.A 2; see also BEA's *Guide to Industry and Foreign Trade Classifications for International Surveys*.
- “Eastern Europe” comprises Albania, Armenia, Azerbaijan, Belarus, Bulgaria, Czech Republic, Estonia, Georgia, Hungary, Kazakhstan, Latvia, Lithuania, Moldova, Poland, Romania, Russia, Slovakia, Tajikistan, Turkmenistan, Ukraine, and Uzbekistan.
- The European Union (27) comprises Austria, Belgium, Bulgaria, Cyprus, the Czech Republic, Denmark, Estonia, Finland, France, Germany, Greece, Hungary, Ireland, Italy, Latvia, Lithuania, Luxembourg, Malta, the Netherlands, Poland, Portugal, Romania, Slovakia, Slovenia, Spain, Sweden, and the United Kingdom.
- OPEC is the Organization of Petroleum Exporting Countries. Its members are Algeria, Angola, Indonesia, Iran, Iraq, Kuwait, Libya, Nigeria, Qatar, Saudi Arabia, the United Arab Emirates, and Venezuela.
- All footnotes follow the last table.