

# The U.S. Net International Investment Position at the End of the First Quarter of 2014, Year 2013, and Annual Revisions

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**T**HIS ARTICLE presents the U.S. international investment position (IIP) statistics for the first quarter of 2014 along with detailed annual statistics for 2013, including changes in position resulting from financial-account transactions and other changes in position such as price changes, exchange-rate changes, and changes in volume and valuation not included elsewhere (n.i.e.). In addition, revisions to historical IIP statistics are presented. Both quarterly and annual statistics are revised to reflect newly available and more complete source data, changes in estimation methodology, and changes in definitions and classifications. (See the box “Comprehensive Restructuring of the U.S. International Economic Accounts.”)

The U.S. international investment position is a statistical balance sheet that shows the dollar value of U.S. external financial assets and liabilities at a specific point in time. The U.S. net international investment position is defined as the value of U.S. assets less the value of U.S. liabilities. The negative net international investment position represents a U.S. net liability to the rest of the world. The net liability position rises as the net international investment position declines or

becomes more negative. The U.S. net liability position relative to the size of the U.S. financial sector is a measure of U.S. financial condition and creditworthiness.

## Highlights for the first quarter of 2014

- The U.S. net international investment position declined \$156.3 billion (became more negative), reflecting a \$108.3 billion decrease in the value of U.S. assets and a \$48.0 billion increase in the value of U.S. liabilities.
- The \$156.3 billion decline in the U.S. net investment position reflected net financial-account transactions of  $-\$70.4$  billion and other changes in position—such as price changes, exchange-rate changes, and changes in volume and valuation n.i.e.—of  $-\$86.0$  billion.
- At the end of the first quarter of 2014, the U.S. net liability position was 2.81 percent of the value of all U.S. financial assets as reported in the flow of funds accounts of the United States; at the end of 2013, it was 2.76 percent.<sup>1</sup>

## Highlights for the year 2013

- Net U.S. incurrence of liabilities (financial inflows) exceeded net U.S. acquisition of assets (financial outflows) by \$370.7 billion.
- Net U.S. incurrence of portfolio investment liabilities were about half of all financial inflows. Net incurrence of direct investment and other investment liabilities were also significant.
- Net U.S. acquisition of portfolio and direct investment assets were partly offset by net U.S. sales of other investment assets.
- The price appreciation of U.S. liabilities exceeded the price appreciation of U.S. assets by \$182.7 billion, partly as a result of the price depreciation of U.S. monetary gold.

### Comprehensive Restructuring of the U.S. International Economic Accounts

In this article, BEA introduces a new presentation of the international investment position (IIP) statistics as part of a comprehensive restructuring of BEA’s international economic accounts. This change in presentation, combined with changes in definitions and classifications, enhances the quality and usefulness of the accounts and brings the statistics into closer alignment with international guidelines. In addition, the IIP statistics now feature direct investment at market value instead of at current cost (see the box on page 5). See also “Comprehensive Restructuring of the International Economic Accounts” in the March 2014 SURVEY OF CURRENT BUSINESS. Tables for the restructured and previous presentations are available at [www.bea.gov/itable/index\\_ita.cfm](http://www.bea.gov/itable/index_ita.cfm).

1. Board of Governors of the Federal Reserve System (FRS), “Table L.5 Total Liabilities and Its Relation to Total Financial Assets,” in *Financial Accounts of the United States, First Quarter 2014, Release Z.1*, (Washington, DC: FRS, June 5, 2014): 11. According to the June release, at the end of the first quarter of 2014, the value of all U.S. financial assets was \$197,226.3 billion; at the end of 2013, it was \$195,161.9 billion.

- The appreciation of foreign stock prices raised the value of U.S. equity assets in direct investment and portfolio investment, more than accounting for the total price appreciation of U.S. assets. Price appreciation of equity was partly offset by price depreciation of debt securities.
- The appreciation of U.S. stock prices raised the value of U.S. equity liabilities in direct investment and portfolio investment, more than accounting for the total price appreciation of U.S. liabilities. Price appreciation of equity was partly offset by price depreciation of debt securities.
- The depreciation of major foreign currencies against the U.S. dollar reduced the value of U.S. assets and contributed to the decrease in the U.S. net international investment position.
- Changes in volume and valuation n.i.e. mostly reflected the incorporation of newly available and revised source data.
- The U.S. net liability position was 2.8 percent of the value of all U.S. financial assets at the end of 2013, up from 2.6 percent at the end of 2012.

### First Quarter of 2014

The U.S. net international investment position at the end of the first quarter of 2014 was  $-\$5,539.3$  billion (preliminary) as the value of U.S. liabilities exceeded the value of U.S. assets (chart 1).<sup>2</sup> At the end of the fourth quarter of 2013, the net investment position was  $-\$5,383.0$  billion (revised). The  $\$156.3$  billion decrease reflected a  $\$108.3$  billion decrease in the value of U.S. assets and a  $\$48.0$  billion increase in the value of U.S. liabilities. The net investment position decreased 2.9 percent in the first quarter, compared with a decrease of 7.8 percent in the fourth quarter and an average quarterly decrease of 7.4 percent from the first quarter of 2011 through the fourth quarter of 2013.

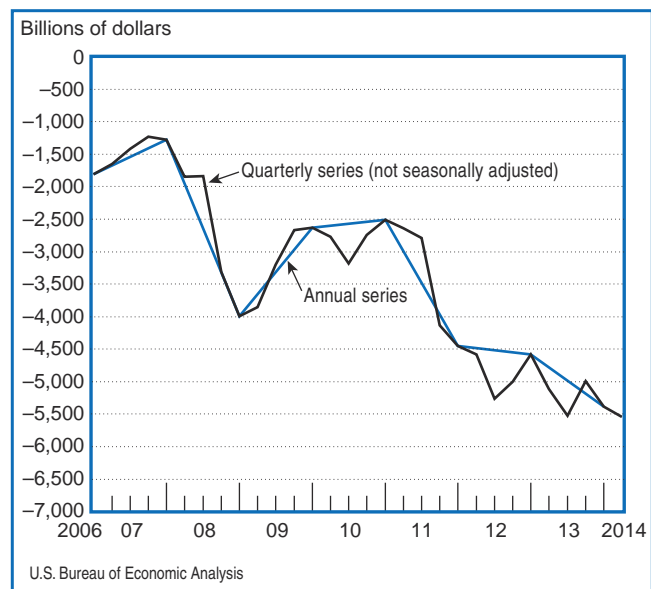
**U.S. assets.** U.S. assets were  $\$23,601.5$  billion at the end of the first quarter, compared with  $\$23,709.8$  billion at the end of the fourth quarter (chart 2). The  $\$108.3$  billion decrease reflected a  $\$402.0$  billion decrease in the value of financial derivatives that was partly offset by a  $\$293.6$  billion increase in the value of assets excluding financial derivatives.

U.S. assets excluding financial derivatives were  $\$21,183.6$  billion at the end of the first quarter, compared with  $\$20,890.0$  billion at the end of the fourth quarter. The  $\$293.6$  billion increase reflected a  $\$153.1$  billion increase resulting from financial transactions and a  $\$140.5$  billion increase resulting from other

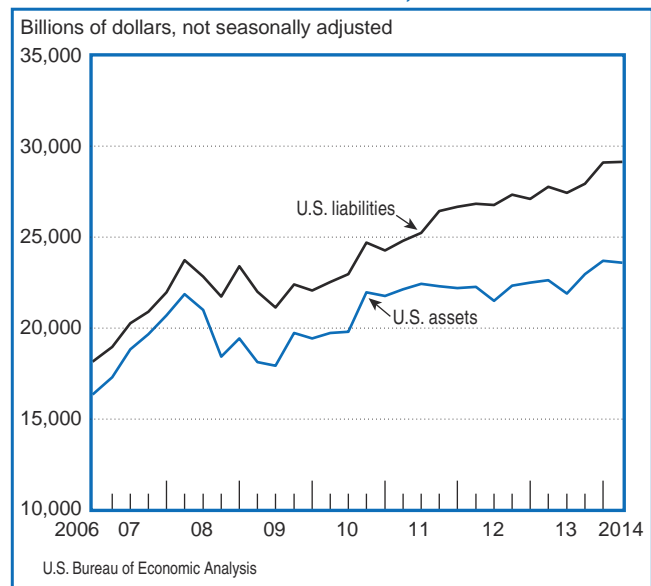
changes in position (table A).<sup>3</sup> Other changes in position were mostly attributable to an increase in foreign stock and bond prices that raised the value of U.S. portfolio investment assets and to an increase in the market price of gold that raised the value of U.S. reserve assets.

3. For statistics on financial transactions, see the financial account in table 1.2 of the U.S. International Transactions Accounts. Quarterly financial transactions discussed in this release are not seasonally adjusted. Detail on other changes in position such as price changes, exchange-rate changes, and changes in volume and valuation n.i.e. are available only for annual statistics.

**Chart 1. U.S. Net International Investment Position, 2006:IV–2014:I**



**Chart 2. U.S. Assets and Liabilities, 2006:IV–2014:I**



2. For comprehensive international investment position statistics, including annual statistics beginning with 1976 and quarterly statistics beginning with the fourth quarter of 2005, see the latest detailed [statistics](http://www.bea.gov) at [www.bea.gov](http://www.bea.gov).

**Table A. Change in the U.S. Net International Investment Position**

[Billions of dollars, not seasonally adjusted]

	Position, 2013:IV	Change in position in 2014:I			Position, 2014:I
		Total	Attributable to:		
			Financial-account transactions	Other changes in position	
<b>U.S. net international investment position</b> .....	<b>-5,383.0</b>	<b>-156.3</b>	<b>-70.4</b>	<b>-86.0</b>	<b>-5,539.3</b>
Net international investment position excluding financial derivatives.....	-5,456.5	-150.9	-77.8	-73.1	-5,607.5
Financial derivatives other than reserves, net.....	73.5	-5.4	7.5	-12.9	68.1
<b>U.S. assets</b> .....	<b>23,709.8</b>	<b>-108.3</b>	<b>(<sup>1</sup>)</b>	<b>(<sup>1</sup>)</b>	<b>23,601.5</b>
Assets excluding financial derivatives.....	20,890.0	293.6	153.1	140.5	21,183.6
Financial derivatives other than reserves, gross positive fair value.....	2,819.8	-402.0	( <sup>1</sup> )	( <sup>1</sup> )	2,417.9
<b>U.S. liabilities</b> .....	<b>29,092.8</b>	<b>48.0</b>	<b>(<sup>1</sup>)</b>	<b>(<sup>1</sup>)</b>	<b>29,140.8</b>
Liabilities excluding financial derivatives.....	26,346.6	444.6	231.0	213.6	26,791.1
Financial derivatives other than reserves, gross negative fair value.....	2,746.3	-396.6	( <sup>1</sup> )	( <sup>1</sup> )	2,349.7

1. Financial transactions and other changes in financial derivatives positions are available only on a net basis; they are not separately available for gross positive fair values and gross negative fair values of financial derivatives.

**U.S. liabilities.** U.S. liabilities were \$29,140.8 billion at the end of the first quarter, compared with \$29,092.8 billion at the end of the fourth quarter (chart 2). The \$48.0 billion increase reflected a \$444.6 billion increase in the value of liabilities excluding financial derivatives that was partly offset by a \$396.6 billion decrease in the value of financial derivatives.

U.S. liabilities excluding financial derivatives were \$26,791.1 billion at the end of the first quarter, compared with \$26,346.6 billion at the end of the fourth quarter. The \$444.6 billion increase reflected a \$231.0 billion increase resulting from financial transactions and a \$213.6 billion increase resulting from other changes in position. Other changes in position were mostly attributable to increases in U.S. stock and bond prices that raised the value of foreign portfolio investment in the United States.

### Year 2013

The U.S. net international investment position was -\$5,383.0 billion (revised) at the end of 2013, compared with -\$4,578.2 billion (revised) at the end of 2012 (chart 1). The \$804.8 billion decrease in the net position reflected a \$1,994.2 billion increase in the value of U.S. liabilities that exceeded a \$1,189.5 billion increase in the value of U.S. assets. The net investment position decreased 17.6 percent from the end of 2012 to the end of 2013, compared with a 2.8 percent decrease from the end of 2011 to the end of 2012.

In 2013, net financial-account transactions of -\$370.7 billion (net U.S. borrowing) resulted from net

### Acknowledgments

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U.S. acquisition of assets excluding financial derivatives of \$644.8 billion less net U.S. incurrence of liabilities excluding financial derivatives of \$1,017.7 billion plus net transactions in financial derivatives of \$2.2 billion. Net U.S. acquisition of assets (financial outflows) excluding financial derivatives was \$644.8 billion, up from \$171.4 billion in 2012. In 2013, financial outflows for portfolio and direct investment assets were partly offset by financial inflows for other investment and reserve assets. Net U.S. incurrence of liabilities (financial inflows) excluding financial derivatives was \$1,017.7 billion, up from \$602.0 billion in 2012. In 2013, financial inflows for portfolio investment accounted for nearly half of total inflows. Inflows for direct investment and other investment were also significant.

Other changes in the U.S. net international investment position included -\$231.3 billion in exchange-rate changes, -\$182.7 billion in price changes, and -\$33.6 billion in changes in volume and valuation n.i.e. Price changes led to a decrease of \$182.7 billion in the net investment position, reflecting price appreciation of U.S. liabilities that exceeded price appreciation of U.S. assets that was moderated by the price depreciation of U.S. monetary gold. Exchange-rate changes led to a decrease of \$231.3 billion in the net investment position, as reflected in the 3.9 percent depreciation of a trade-weighted index of major foreign currencies.<sup>4</sup> Exchange-rate changes lowered the dollar value of U.S. assets more than they lowered the dollar value of U.S. liabilities denominated in foreign currencies. Changes in volume and valuation n.i.e. led to a decrease of \$33.6 billion in the net 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 "Annual Revisions" on page 8 for more information on the TIC source data.)

### U.S. assets

U.S. assets were \$23,709.8 billion at the end of 2013, compared with \$22,520.3 billion at the end of 2012 (table B). The \$1,189.5 billion increase reflected a \$1,989.4 billion increase in the value of assets excluding financial derivatives that was partly offset by a

\$799.9 billion decrease in the value of financial derivatives.

U.S. assets excluding financial derivatives were \$20,890.0 billion at the end of 2013, compared with \$18,900.6 billion at the end of 2012. The \$1,989.4 billion increase reflected financial outflows of \$644.8 billion and other changes in position of \$1,344.7 billion (table C). Other changes in position were attributable to \$1,616.5 billion in price changes resulting from rising foreign equity prices that was partly offset by -\$260.5 billion in exchange-rate changes resulting from the depreciation of major foreign currencies against the dollar and by -\$11.4 billion in changes in volume and valuation n.i.e.

**Table B. U.S. Net International Investment Position at Yearend**  
[Billions of dollars]

	2012	2013	Change: 2012-2013
<b>U.S. net international investment position</b> .....	<b>-4,578.2</b>	<b>-5,383.0</b>	<b>-804.8</b>
Net international investment position excluding financial derivatives.....	-4,636.0	-5,456.5	-820.5
Financial derivatives other than reserves, net.....	57.8	73.5	15.8
<b>U.S. assets</b> .....	<b>22,520.3</b>	<b>23,709.8</b>	<b>1,189.5</b>
Assets excluding financial derivatives.....	18,900.6	20,890.0	1,989.4
Financial derivatives other than reserves, gross positive fair value.....	3,619.8	2,819.8	-799.9
<b>U.S. liabilities</b> .....	<b>27,098.6</b>	<b>29,092.8</b>	<b>1,994.2</b>
Liabilities excluding financial derivatives.....	23,536.6	26,346.6	2,809.9
Financial derivatives other than reserves, gross negative fair value .....	3,562.0	2,746.3	-815.7

**Table C. U.S. Assets Excluding Financial Derivatives,  
Change in Yearend Position**  
[Billions of dollars]

	2012	2013
<b>Total change in position</b> .....	<b>1,408.3</b>	<b>1,989.4</b>
<b>Financial-account transactions</b> .....	<b>171.4</b>	<b>644.8</b>
<b>Other changes in position</b> .....	<b>1,236.8</b>	<b>1,344.7</b>
Price changes.....	1,140.9	1,616.5
Exchange-rate changes.....	32.4	-260.5
Changes in volume and valuation not included elsewhere.....	63.6	-11.4

**Direct investment.** Direct investment assets at market value were \$7,080.1 billion at the end of 2013, compared with \$5,938.3 billion at the end of 2012 (table D). (See the box on page 5.) The \$1,141.7 billion increase reflected financial outflows of \$408.2 billion, mostly from net equity investment that was primarily attributable to reinvestment of earnings, and price changes of \$775.0 billion (table 2). These increases were partly offset by exchange-rate changes of -\$15.8

**Table D. U.S. Direct Investment Assets at Market Value**  
[Billions of dollars]

	2012	2013	Change: 2012-2013
<b>Total position at yearend</b> .....	<b>5,938.3</b>	<b>7,080.1</b>	<b>1,141.7</b>
Equity .....	4,981.0	6,070.0	1,089.0
Debt instruments.....	957.3	1,010.1	52.7

4. Federal Reserve Board Foreign Exchange Rates—H10 (weekly release of daily data), *Nominal Major Currencies Index* at [www.federalreserve.gov](http://www.federalreserve.gov). The major currencies index is the weighted average of the foreign exchange value of the U.S. dollar against a subset of the broad index currencies that circulate widely outside the country of issue.

billion and changes in volume and valuation n.i.e. of -\$25.7 billion.

**Portfolio investment.** Portfolio investment assets (U.S. holdings of foreign securities) were \$9,183.1 billion at the end of 2013, compared with \$7,967.0 billion at the end of 2012 (table E). The \$1,216.0 billion in-

crease reflected financial outflows of \$489.9 billion, price changes of \$960.1 billion, and changes in volume and valuation n.i.e. of \$3.7 billion (table 2). These increases were partly offset by exchange-rate changes of -\$237.6 billion.

U.S. holdings of foreign equity and investment fund shares were \$6,444.2 billion at the end of 2013, compared with \$5,311.5 billion at the end of 2012. The \$1,132.7 billion increase was mostly attributable to price changes of \$1,054.9 billion resulting from the appreciation of foreign equity prices as many major foreign markets rallied in 2013. The increase was also attributable to net U.S. purchases of \$275.2 billion and changes in volume and valuation n.i.e. of \$11.8 billion. These increases were partly offset by exchange-rate

**Table E. U.S. Portfolio Investment Assets**

[Billions of dollars]

	2012	2013	Change: 2012-2013
<b>Total position at yearend</b> .....	<b>7,967.0</b>	<b>9,183.1</b>	<b>1,216.0</b>
Equity and investment fund shares.....	5,311.5	6,444.2	1,132.7
Debt securities.....	2,655.5	2,738.8	83.3
Short term .....	414.9	446.7	31.8
Long term.....	2,240.6	2,292.1	51.5

### Market Value: The New Featured Measure of Direct Investment Positions

Direct investment at market value is the new featured measure of direct investment in the U.S. international investment position (IIP) statistics. The market-value basis values owners' equity at current-period prices using indexes of stock market prices.<sup>1</sup> In addition, direct investment is now presented on an asset/liability basis.<sup>2</sup>

In the previous presentation of the IIP, the featured measure of direct investment was at current cost and on a directional basis.<sup>3</sup> The current-cost basis values the U.S.

1. For additional information on the market-value and current-cost 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.

2. Positions on an asset/liability basis are organized according to whether the positions are assets or liabilities. Assets include U.S. parent and U.S. affiliate claims, and liabilities include U.S. affiliate and U.S. parent liabilities.

3. Positions on a directional basis are organized according to whether the positions are outward investment (U.S. direct investment abroad) or inward investment (foreign direct investment in the United States). The outward position includes U.S. parent claims less U.S. parent liabilities. The inward position includes U.S. affiliate liabilities less U.S. affiliate claims.

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. Current-cost and historical-cost positions will continue to be available on BEA's Web site.<sup>4</sup>

Market-value positions for 1976-1981 are on a directional basis, and the positions for 1982, when source data first became available, forward are on an asset/liability basis. The shift to an asset/liability basis in 1982 increases direct investment assets and liabilities, but it has no effect on the net direct investment position. The change to feature direct investment positions at market value affects the IIP statistics beginning in 1976; direct investment positions for 2009-2013 are shown in the table below.

4. BEA publishes direct investment positions at historical cost with owners' equity at the book value reported on BEA's surveys. Historical-cost positions are on a directional basis. Country and industry detail for direct investment are available only on a historical-cost basis (see [www.bea.gov/iTable/index\\_MNC.cfm](http://www.bea.gov/iTable/index_MNC.cfm)).

### Direct Investment Positions at Yearend on the Newly Featured Market-Value Basis and on the Previously Featured Current-Cost Basis

[Millions of dollars]

Type of investment	2009	2010	2011	2012	2013
<b>Net direct investment position:</b>					
At market value on an asset/liability basis .....	1,326,662	1,387,294	1,015,601	1,267,385	1,289,507
At current cost on a directional basis.....	1,679,161	1,649,913	1,800,817	1,978,584	2,107,169
Amount of change.....	-352,499	-262,619	-785,216	-711,199	-817,662
<b>Direct investment assets:</b>					
At market value on an asset/liability basis (table 2.1, line 1).....	4,945,292	5,486,391	5,214,826	5,938,327	7,080,058
At current cost on a directional basis (table 2.1, line 39).....	4,077,369	4,273,559	4,599,498	4,972,925	5,284,046
Amount of change.....	867,923	1,212,832	615,328	965,402	1,796,012
<b>Direct investment liabilities:</b>					
At market value on an asset/liability basis (table 2.1, line 18).....	3,618,630	4,099,097	4,199,225	4,670,942	5,790,551
At current cost on a directional basis (table 2.1, line 44).....	2,398,208	2,623,646	2,798,681	2,994,341	3,176,877
Amount of change.....	1,220,422	1,475,451	1,400,544	1,676,601	2,613,674

changes of  $-\$209.3$  billion. In 2013, net U.S. purchases of foreign equity and investment fund shares were more than double net purchases of  $\$103.3$  billion in 2012.

U.S. holdings of foreign debt securities, mostly of long-term bonds and notes, were  $\$2,738.8$  billion at the end of 2013, compared with  $\$2,655.5$  billion at the end of 2012. The  $\$83.3$  billion increase reflected net U.S. purchases of foreign debt securities of  $\$214.6$  billion that were largely offset by price changes, exchange-rate changes, and changes in volume and valuation n.i.e. Net U.S. purchases of foreign debt securities in 2013 were up from net purchases of  $\$136.5$  billion in 2012.

**Financial derivatives.** Financial derivatives other than reserves held as assets (gross positive fair value) were  $\$2,819.8$  billion at the end of 2013, compared with  $\$3,619.8$  billion at the end of 2012 (table F).<sup>5</sup> The  $\$799.9$  billion decrease was mostly attributable to decreases in the value of single-currency interest-rate contracts, partly reflecting declining market volatility.<sup>6</sup> By area, most U.S. positions were with counterparties in Europe, predominantly in the United Kingdom.

**Other investment.** Other investment assets, mostly

5. A derivatives contract with a positive fair value represents the amount that a foreign resident would have to pay to a U.S. counterparty if the contract were terminated or settled. A contract with a negative fair value represents the amount that a U.S. resident would have to pay to a foreign counterparty if the contract were terminated or settled. The gross positive (negative) fair value is the sum of all contracts with positive (negative) fair values. Fair values differ from notional values, which are the underlying amounts used to calculate payments on contracts.

6. The Chicago Board of Exchange Volatility Index (VIX) fell 24 percent from the end of 2012 to the end of 2013; [www.cboe.com](http://www.cboe.com).

in currency and deposits and in loans, were  $\$4,178.6$  billion at the end of 2013, compared with  $\$4,422.9$  billion at the end of 2012 (table G). The  $\$244.3$  billion decrease was more than accounted for by financial inflows of  $\$250.3$  billion, which reflected net reductions in loans and in deposits.

**Table G. U.S. Other Investment Assets**

[Billions of dollars]

	2012	2013	Change: 2012–2013
<b>Total position at yearend</b> .....	<b>4,422.9</b>	<b>4,178.6</b>	<b>-244.3</b>
Currency and deposits .....	2,053.0	1,972.1	-80.8
Loans .....	2,314.2	2,161.1	-153.0
Insurance technical reserves .....	n.a.	n.a.	n.a.
Trade credit and advances .....	55.7	45.3	-10.4

n.a. Not available

**Reserve assets.** Reserve assets were  $\$448.3$  billion at the end of 2013, compared with  $\$572.4$  billion at the end of 2012. The  $\$124.0$  billion decrease was mostly attributable to price changes of  $-\$118.5$  billion resulting from the price depreciation of U.S. monetary gold.

### U.S. liabilities

U.S. liabilities were  $\$29,092.8$  billion at the end of 2013, compared with  $\$27,098.6$  billion at the end of 2012 (chart 2). The  $\$1,994.2$  billion increase reflected a  $\$2,809.9$  billion increase in the value of liabilities excluding financial derivatives that was partly offset by an  $\$815.7$  billion decrease in the value of financial derivatives.

U.S. liabilities excluding financial derivatives were  $\$26,346.6$  billion at the end of 2013, compared with

**Table F. Gross Positive Fair Value of Financial Derivatives Other Than Reserves**

[Billions of dollars]

	2012	2013	Changes				2012–2013
			2013				
			I	II	III	IV	
<b>Financial derivatives other than reserves</b> .....	<b>3,619.8</b>	<b>2,819.8</b>	<b>-371.4</b>	<b>-423.3</b>	<b>-63.7</b>	<b>58.4</b>	<b>-799.9</b>
By type:							
Over-the-counter contracts .....	3,585.8	2,783.0	-373.2	-433.8	-60.5	64.8	-802.7
Single-currency interest-rate contracts .....	2,973.2	2,207.7	-356.7	-411.0	-34.4	36.6	-765.6
Foreign exchange contracts .....	280.2	291.9	-3.8	-7.8	-10.6	33.9	11.7
Other .....	332.3	283.4	-12.7	-15.1	-15.5	-5.7	-48.9
Exchange-traded contracts .....	34.0	36.8	1.8	10.5	-3.1	-6.4	2.8
By area:							
Europe .....	3,306.0	2,573.0	-342.5	-395.2	-47.3	52.1	-732.9
Of which: United Kingdom .....	2,477.6	2,105.5	-267.0	-222.1	21.7	95.2	-372.2
Canada .....	53.5	39.1	-2.5	-5.3	-5.4	-1.2	-14.4
Caribbean financial centers .....	44.2	44.0	-1.1	3.0	-4.6	2.5	-0.2
Of which: Cayman Islands .....	31.2	32.4	-2.1	4.3	-3.8	2.9	1.3
Latin America, excluding Caribbean financial centers .....	9.1	10.2	0.9	-0.2	0.2	0.2	1.1
Asia .....	149.5	111.6	-19.3	-23.7	-0.8	5.9	-37.9
Of which: Japan .....	99.5	71.4	-13.8	-19.1	-3.2	8.0	-28.1
Africa .....	34.7	16.7	-5.0	-12.7	0.3	-0.6	-18.0
Other .....	22.8	25.2	-1.9	10.9	-6.1	-0.6	2.4

\$23,536.6 billion at the end of 2012. The \$2,809.9 billion increase reflected financial inflows of \$1,017.7 billion, price changes of \$1,799.3 billion, and changes in volume and valuation n.i.e. of \$22.2 billion (table H). These increases were partly offset by exchange-rate changes of -\$29.2 billion.

**Table H. U.S. Liabilities Excluding Financial Derivatives, Change in Yearend Position**  
[Billions of dollars]

	2012	2013
<b>Total change in position</b> .....	<b>1,503.3</b>	<b>2,809.9</b>
<b>Financial-account transactions</b> .....	<b>602.0</b>	<b>1,017.7</b>
<b>Other changes in position</b> .....	<b>901.3</b>	<b>1,792.3</b>
Price changes .....	731.4	1,799.3
Exchange-rate changes .....	-0.6	-29.2
Changes in volume and valuation not included elsewhere .....	170.5	22.2

**Direct investment.** Direct investment liabilities at market value were \$5,790.6 billion at the end of 2013, compared with \$4,670.9 billion at the end of 2012 (table I). The \$1,119.6 billion increase reflected financial inflows of \$295.0 billion, mostly from net equity investment, and price changes of \$871.1 billion (table 2). These increases were partly offset by changes in volume and valuation n.i.e. of -\$46.5 billion.

**Table I. U.S. Direct Investment Liabilities at Market Value**  
[Billions of dollars]

	2012	2013	Change: 2012-2013
<b>Total position at yearend</b> .....	<b>4,670.9</b>	<b>5,790.6</b>	<b>1,119.6</b>
Equity .....	3,409.9	4,462.0	1,052.1
Debt instruments .....	1,261.0	1,328.6	67.5

**Portfolio investment.** Portfolio investment liabilities (foreign holdings of U.S. securities) were \$15,503.2 billion at the end of 2013, compared with \$13,978.9 billion at the end of 2012 (table J). Foreign holdings were predominantly in U.S. debt securities. The \$1,524.3 billion increase reflected (1) financial inflows of \$490.9 billion resulting from net foreign purchases of U.S. debt securities that were partly offset by net for-

**Table J. U.S. Portfolio Investment Liabilities**  
[Billions of dollars]

	2012	2013	Change: 2012-2013
<b>Total position at yearend</b> .....	<b>13,978.9</b>	<b>15,503.2</b>	<b>1,524.3</b>
Equity and investment fund shares .....	4,545.4	5,821.5	1,276.1
Debt securities .....	9,433.5	9,681.7	248.2
Treasury securities .....	5,571.5	5,794.9	223.4
Other securities .....	3,862.0	3,886.8	24.8

eign sales of U.S. equity and investment fund shares, (2) price changes of \$928.2 billion resulting from the appreciation of U.S. stock prices that was partly offset by the depreciation of U.S. bond prices, and (3) changes in volume and valuation n.i.e. of \$131.5 billion (table 2). These increases were partly offset by exchange-rate changes of -\$26.3 billion as some of the U.S. debt securities are denominated in foreign currencies.

Foreign holdings of U.S. equity and investment fund shares were \$5,821.5 billion at the end of 2013, compared with \$4,545.4 billion at the end of 2012. The \$1,276.1 billion increase was more than accounted for by price changes of \$1,285.4 billion resulting from the appreciation of U.S. stock prices. Net foreign transactions in U.S. equity and investment fund shares shifted to net sales of \$85.4 billion in 2013 from net purchases of \$239.1 billion in 2012.

Foreign holdings of U.S. Treasury securities were \$5,794.9 billion at the end of 2013, compared with \$5,571.5 billion at the end of 2012 (table J). The \$223.4 billion increase primarily reflected net foreign purchases that were partly offset by price depreciation. Net foreign purchases of U.S. Treasury securities decreased to \$431.3 billion in 2013 from \$589.7 billion in 2012.

Foreign holdings of other U.S. debt securities, mostly of U.S. corporate and agency bonds and long-term notes, were \$3,886.8 billion at the end of 2013, compared with \$3,862.0 billion at the end of 2012 (table J). The \$24.8 billion increase reflected net foreign purchases and changes in volume and valuation n.i.e. that were mostly offset by price and exchange-rate changes. Net foreign purchases of other U.S. debt securities were \$145.1 billion in 2013, a shift from net sales of \$81.8 billion in 2012.

**Financial derivatives.** Financial derivatives other than reserves held as liabilities (gross negative fair value) were \$2,746.3 billion at the end of 2013, compared with \$3,562.0 billion at the end of 2012 (table K). The \$815.7 billion decrease was mostly attributable to decreases in the value of single-currency interest-rate contracts, partly reflecting declining market volatility. By area, most U.S. positions were with counterparties in Europe, predominantly in the United Kingdom.

**Other investment.** Other investment liabilities, mostly in currency and deposits and in loans, were \$5,052.8 billion at the end of 2013, compared with \$4,886.8 billion at the end of 2012 (table L). The \$166.0 billion increase, mostly in currency and deposits, was more than accounted for by financial inflows of \$231.8 billion.

**Table K. Gross Negative Fair Value of Financial Derivatives Other Than Reserves**

[Billions of dollars]

	2012	2013	Changes				2012–2013
			2013				
			I	II	III	IV	
<b>Financial derivatives other than reserves</b> .....	<b>3,562.0</b>	<b>2,746.3</b>	<b>-353.6</b>	<b>-442.6</b>	<b>-52.3</b>	<b>32.8</b>	<b>-815.7</b>
By type:							
Over-the-counter contracts.....	3,527.7	2,709.7	-354.6	-455.4	-50.5	42.6	-817.9
Single-currency interest-rate contracts.....	2,912.1	2,142.9	-348.4	-411.4	-38.3	28.8	-769.3
Foreign exchange contracts.....	295.2	290.8	5.0	-28.0	-1.4	20.0	-4.4
Other.....	320.4	276.1	-11.2	-15.9	-10.8	-6.3	-44.3
Exchange-traded contracts.....	34.3	36.5	1.0	12.7	-1.8	-9.7	2.2
By area:							
Europe.....	3,251.6	2,501.7	-329.4	-420.1	-31.8	31.4	-749.8
Of which: United Kingdom.....	2,469.8	2,072.2	-256.0	-246.8	34.8	70.4	-397.5
Canada.....	53.4	36.5	-1.7	-5.8	-6.8	-2.5	-16.9
Caribbean financial centers.....	45.5	47.6	-0.7	6.1	-7.4	4.1	2.1
Of which: Cayman Islands.....	32.7	36.3	-1.5	7.3	-6.6	4.4	3.6
Latin America, excluding Caribbean financial centers.....	7.7	9.6	0.9	-0.2	0.4	0.8	1.9
Asia.....	147.4	109.7	-15.8	-22.1	0.1	0.1	-37.7
Of which: Japan.....	96.0	65.7	-12.0	-18.2	-3.0	3.0	-30.2
Africa.....	32.1	14.2	-4.6	-12.9	0.5	-0.9	-17.9
Other.....	24.3	27.0	-2.4	12.4	-7.2	-0.2	2.7

**Table L. U.S. Other Investment Liabilities**

[Billions of dollars]

	2012	2013	Change: 2012–2013
<b>Total position at yearend</b> .....	<b>4,886.8</b>	<b>5,052.8</b>	<b>166.0</b>
Currency and deposits.....	2,601.7	2,758.1	156.5
Loans.....	2,090.4	2,095.9	5.5
Insurance technical reserves.....	n.a.	n.a.	n.a.
Trade credit and advances.....	140.5	144.4	3.9
Special drawing rights allocations.....	54.3	54.4	0.1

n.a. Not available

## Annual Revisions

Through annual revisions, BEA introduces newly available and revised source data, new definitions and classifications, and new and improved estimation methodology. Together, these changes improve the accuracy and consistency of the statistics and address important new developments in the U.S. economy and in international economies. With this annual revision, BEA has introduced new table presentations of the U.S. international investment position (IIP) statistics, reflecting the comprehensive restructuring of the IIP accounts. The restructuring incorporates changes in definitions and classifications and improved estimation methodology for quarterly IIP statistics from the fourth quarter of 2005 to the first quarter of 2014 and for annual statistics from yearend 1976 to yearend 2013. These new tables are available on the BEA Web site. The previous table presentations, which present statistics through the first quarter of 2014, will not be

updated with future releases of the IIP statistics.

Revisions to the IIP statistics that reflect newly available and revised source data affect statistics for the fourth quarter of 2009 through the fourth quarter of 2013. The revisions for 2011–2013 in table M use the previous standard presentation to distinguish between these revisions and the revisions due to changes in definitions and classifications. Revisions reflect data from BEA's surveys of direct investment and data from three Treasury International Capital 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 Annual Survey of U.S. Ownership of Foreign Securities (SHCA) at End-December 2012, and the Annual Survey of Foreign Portfolio Holdings of U.S. Securities (SHLA) at End-June 2013.

Revisions to the quarterly U.S. net international investment position are negligible for 2009, 2010, and 2012 and average less than 1 percent for 2011 and 2013.

On a yearend basis, the U.S. net international investment position is revised upward by \$0.1 billion for 2009, \$1.1 billion for 2010, \$60.8 billion for 2011, and \$12.2 billion for 2013. It is revised downward by \$3.2 billion for 2012.

- The upward revisions to the net investment position for 2009 and 2010 reflect downward revisions to other investment liabilities incurred by the U.S. government; no other accounts are revised for these years.



● U.S. assets are revised downward by \$42.6 billion for 2011, \$82.7 billion for 2012, and \$49.9 billion for 2013 (table M). U.S. liabilities are revised downward by \$103.4 billion for 2011, \$79.5 billion for 2012, and \$62.1 billion for 2013. These revisions are mostly attributable to the incorporation of additional data from BEA's annual surveys of inward and outward direct investment.

### Changes in presentations, definitions, and classifications

The presentation of the international investment position accounts has been significantly restructured. The two major categories of holdings are renamed: U.S. assets replaces U.S.-owned assets abroad, and U.S. liabilities replaces foreign-owned assets in the United States. U.S. assets and liabilities are classified into five

**Table M. Revisions to the U.S. Net International Investment Position at Yearend, 2011–2013<sup>1</sup>**

[Billions of dollars]

Line	Type of investment	2011			2012			2013		
		Revised	Previously published	Amount of revision	Revised	Previously published	Amount of revision	Revised	Previously published	Amount of revision
1	<b>Net international investment position of the United States (lines 2+3)</b>	<b>-3,669.8</b>	<b>-3,730.6</b>	<b>60.8</b>	<b>-3,867.0</b>	<b>-3,863.9</b>	<b>-3.2</b>	<b>-4,565.3</b>	<b>-4,577.5</b>	<b>12.2</b>
2	Financial derivatives, net (line 5 less line 25)	86.0	86.0	0.0	57.8	57.8	0.0	73.5	73.2	0.4
3	Net international investment position, excluding financial derivatives (line 6 less line 26)	-3,755.8	-3,816.6	60.8	-3,924.8	-3,921.7	-3.2	-4,638.9	-4,650.7	11.8
4	<b>U.S.-owned assets abroad (lines 5+6)</b>	<b>21,593.6</b>	<b>21,636.2</b>	<b>-42.6</b>	<b>21,554.9</b>	<b>21,637.6</b>	<b>-82.7</b>	<b>21,913.8</b>	<b>21,963.8</b>	<b>-49.9</b>
5	Financial derivatives (gross positive fair value)	4,716.6	4,716.6	0.0	3,619.8	3,619.8	0.0	2,819.8	2,815.1	4.7
6	U.S.-owned assets abroad, excluding financial derivatives (lines 7+12+17)	16,877.0	16,919.6	-42.6	17,935.2	18,017.9	-82.7	19,094.0	19,148.7	-54.7
7	U.S. official reserve assets	537.0	537.0	0.0	572.4	572.4	0.0	448.3	448.3	0.0
8	Gold	400.4	400.4	0.0	433.4	433.4	0.0	315.0	315.0	0.0
9	Special drawing rights	55.0	55.0	0.0	55.1	55.1	0.0	55.2	55.2	0.0
10	Reserve position in the International Monetary Fund	30.1	30.1	0.0	34.2	34.2	0.0	30.8	30.8	0.0
11	Foreign currencies	51.6	51.6	0.0	49.7	49.7	0.0	47.4	47.4	0.0
12	U.S. government assets, other than official reserve assets	178.9	178.9	0.0	93.6	93.6	0.0	90.6	91.6	-1.0
13	U.S. credits and other long-term assets	78.4	78.4	0.0	84.0	84.0	0.0	90.0	91.0	-1.0
14	Repayable in dollars	78.1	78.1	0.0	83.8	83.8	0.0	89.7	90.7	-1.0
15	Other	0.3	0.3	0.0	0.3	0.3	0.0	0.3	0.3	0.0
16	U.S. foreign currency holdings and U.S. short-term assets	100.5	100.5	0.0	9.5	9.5	0.0	0.6	0.6	0.0
17	U.S. private assets	16,161.1	16,203.6	-42.6	17,269.2	17,351.9	-82.7	18,555.1	18,608.7	-53.7
18	Direct investment at current cost	4,599.5	4,663.1	-63.6	4,972.9	5,077.8	-104.8	5,284.0	5,366.0	-82.0
19	Foreign securities	6,441.4	6,441.4	0.0	7,547.2	7,531.2	16.0	8,732.2	8,715.5	16.7
20	Bonds	1,939.9	1,939.9	0.0	2,235.7	2,140.7	95.0	2,288.0	2,204.1	83.9
21	Corporate stocks	4,501.4	4,501.4	0.0	5,311.5	5,390.5	-79.0	6,444.2	6,511.5	-67.2
22	U.S. claims on unaffiliated foreigners reported by U.S. nonbanking concerns	792.8	793.0	-0.1	849.4	844.8	4.7	931.7	935.7	-4.0
23	U.S. claims reported by U.S. banks and securities brokers, not included elsewhere	4,327.4	4,306.2	21.2	3,899.7	3,898.2	1.5	3,607.1	3,591.5	15.6
24	<b>Foreign-owned assets in the United States (lines 25+26)</b>	<b>25,263.3</b>	<b>25,366.7</b>	<b>-103.4</b>	<b>25,422.0</b>	<b>25,501.5</b>	<b>-79.5</b>	<b>26,479.2</b>	<b>26,541.3</b>	<b>-62.1</b>
25	Financial derivatives (gross negative fair value)	4,630.5	4,630.5	0.0	3,562.0	3,562.0	0.0	2,746.3	2,741.9	4.4
26	Foreign-owned assets in the United States, excluding financial derivatives (lines 27+34)	20,632.8	20,736.2	-103.4	21,860.0	21,939.5	-79.5	23,732.9	23,799.4	-66.5
27	Foreign official assets in the United States	5,244.2	5,256.4	-12.2	5,681.9	5,692.4	-10.5	5,945.5	5,948.4	-2.9
28	U.S. government securities	4,235.9	4,235.9	0.0	4,527.5	4,526.9	0.6	4,506.9	4,506.9	0.0
29	U.S. Treasury securities	3,620.6	3,620.6	0.0	4,032.8	4,032.2	0.6	4,056.3	4,056.3	0.0
30	Other	615.3	615.3	0.0	494.7	494.7	0.0	456.6	456.6	0.0
31	Other U.S. government liabilities	118.2	120.0	-1.7	126.7	128.3	-1.6	137.1	139.7	-2.6
32	U.S. liabilities reported by U.S. banks and securities brokers, not included elsewhere	206.0	206.0	0.0	204.8	204.4	0.4	266.2	266.4	-0.2
33	Other foreign official assets	684.1	694.5	-10.4	822.9	832.9	-10.0	1,035.4	1,035.5	-0.1
34	Other foreign assets	15,388.6	15,479.8	-91.2	16,178.1	16,247.1	-69.0	17,787.3	17,850.9	-63.6
35	Direct investment at current cost	2,798.7	2,879.5	-80.9	2,994.3	3,057.3	-63.0	3,176.9	3,178.7	-1.8
36	U.S. Treasury securities	1,383.8	1,386.3	-2.5	1,538.6	1,541.6	-2.9	1,738.6	1,747.5	-8.9
37	U.S. securities other than U.S. Treasury securities	6,152.2	6,151.6	0.7	6,896.5	6,904.1	-7.6	8,004.1	8,034.9	-30.8
38	Corporate and other bonds	2,892.8	2,894.6	-1.8	3,053.5	3,062.0	-8.5	3,077.6	3,059.6	18.0
39	Corporate stocks	3,259.4	3,256.9	2.5	3,843.0	3,842.1	0.9	4,926.5	4,975.3	-48.8
40	U.S. currency	397.1	397.1	0.0	454.2	454.2	0.0	491.9	491.9	0.0
41	U.S. liabilities to unaffiliated foreigners reported by U.S. nonbanking concerns	631.7	630.9	0.8	660.9	656.5	4.4	603.1	598.3	4.8
42	U.S. liabilities reported by U.S. banks and securities brokers, not included elsewhere	4,025.1	4,034.5	-9.3	3,633.5	3,633.4	0.1	3,772.7	3,799.6	-26.9
<b>Memoranda:</b>										
43	Direct investment abroad at market value	4,514.3	4,513.9	0.5	5,196.5	5,249.5	-53.1	6,275.4	6,349.5	-74.1
44	Direct investment in the United States at market value	3,498.7	3,510.4	-11.7	3,929.1	3,924.0	5.1	4,985.9	4,935.2	50.8
45	Direct investment abroad at historical cost	4,050.0	4,084.7	-34.6	4,384.7	4,453.3	-68.6	4,660.9	4,741.6	-80.7
46	Direct investment in the United States at historical cost	2,433.8	2,502.6	-68.8	2,605.8	2,650.8	-45.1	2,764.0	2,772.2	-8.2

1. Revisions due to newly available and revised source data are presented and discussed using this previous standard presentation of the accounts.

functional categories: direct investment, portfolio investment, other investment, reserve assets (assets only), and financial derivatives other than reserves.

- Direct investment on a market-value basis is the new featured measure in the U.S. international investment position statistics.<sup>7</sup> The market-value basis values owners' equity at current-period prices using indexes of stock market prices. In the previous presentation, direct investment was presented on a current-cost basis that valued 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.<sup>8</sup> In addition, direct investment is now presented on a gross basis according to whether the investment reflects an asset or a liability. In the previous presentation, direct investment was classified on a directional basis—outward or inward—according to whether the direct investor was a domestic resident or a foreign resident. The directional basis will continue to be used to compute direct investment statistics by country and area.
- Portfolio and other investment assets include positions from the previous categories of U.S. government assets other than official reserve assets and U.S. private assets.
- Portfolio investment assets includes equity and short- and long-term debt securities issued by foreign residents. In the previous presentation, foreign stocks and long-term debt were presented under foreign securities, and short-term debt securities were commingled under U.S. banks' and nonbanks' claims.

- Other investment assets includes currency and deposits, loans, insurance technical reserves, and trade credit and advances that are debts of foreign residents to U.S. residents. In the previous presentation, these assets were categorized among banks' and nonbanks' claims and U.S. government assets other than reserve assets.
- Portfolio and other investment liabilities each include positions from the old categories of foreign official assets in the United States and other foreign assets in the United States.
- Portfolio investment liabilities includes equity and short- and long-term debt securities issued by U.S. residents. In the previous presentation, these liabilities were categorized among foreign official holdings and foreign private holdings of Treasury securities, U.S. stocks, and U.S. long-term corporate and agency debt securities. Foreign holdings of U.S. short-term debt securities were commingled under U.S. banks' and nonbanks' liabilities.
- Other investment liabilities includes currency and deposits, loans, insurance technical reserves, trade credit and advances, and special drawing rights allocations that are debts of U.S. residents to foreign residents. In the previous presentation, these liabilities were categorized among banks' and nonbanks' liabilities to foreign official and private residents, other U.S. government liabilities to foreign official residents, and U.S. currency held by foreign residents.
- U.S. portfolio and other investment liabilities to foreign official agencies (foreign official assets in the United States) will continue to be presented in a supplemental table (table 3.1).
- Investment assets and liabilities are also classified by instrument (such as equity and investment fund shares, short- and long-term debt securities, currency and deposits, loans, and trade credit and advances) within each functional category in the new presentation.

7. See box on page 5 for details on the new featured measure of direct investment in IIP statistics.

8. BEA will continue to report direct investment on a current-cost basis as supplemental data in table 2.1.

*Tables 1 and 2 follow.*

Table 1. U.S. Net International Investment Position at the End of the Period

[Millions of dollars, not seasonally adjusted]

Line	Type of investment	2013					2014	Change: 2013:IV- 2014:I	Change: 2012:IV- 2013:IV
		IV '12	I '13	II '13	III '13	IV '13			
1	<b>U.S. net international investment position (line 4 less line 35)</b> .....	<b>-4,578,245</b>	<b>-5,110,866</b>	<b>-5,523,614</b>	<b>-4,994,895</b>	<b>-5,382,996</b>	<b>-5,539,346</b>	<b>-156,349</b>	<b>-804,751</b>
2	Net international investment position excluding financial derivatives (line 5 less line 36)	-4,636,021	-5,150,891	-5,582,966	-5,042,858	-5,456,542	-5,607,486	-150,943	-820,521
3	Financial derivatives other than reserves, net (line 6 less line 37)	57,776	40,025	59,352	47,963	73,546	68,140	-5,406	15,770
4	<b>U.S. assets</b> .....	<b>22,520,346</b>	<b>22,650,385</b>	<b>21,904,000</b>	<b>22,954,418</b>	<b>23,709,843</b>	<b>23,601,503</b>	<b>-108,340</b>	<b>1,189,497</b>
5	Assets excluding financial derivatives (sum of lines 7, 10, 21, and 26)	18,900,585	19,402,008	19,078,933	20,193,002	20,890,008	21,183,627	293,619	1,989,423
6	Financial derivatives other than reserves, gross positive fair value (line 15)	3,619,761	3,248,377	2,825,067	2,761,416	2,819,835	2,417,876	-401,959	-799,926
	<b>By functional category:</b>								
7	Direct investment at market value	5,938,327	6,185,179	6,146,656	6,690,152	7,080,058	7,142,876	62,818	1,141,731
8	Equity	4,980,979	5,237,927	5,162,185	5,699,007	6,070,002	6,134,572	64,570	1,089,023
9	Debt instruments	957,348	947,252	984,471	991,145	1,010,056	1,008,304	-1,752	52,708
10	Portfolio investment	7,967,014	8,230,586	8,146,302	8,721,240	9,183,060	9,380,382	197,323	1,216,046
11	Equity and investment fund shares	5,311,509	5,524,329	5,508,730	6,037,266	6,444,232	6,595,284	151,052	1,132,723
12	Debt securities	2,655,505	2,706,257	2,637,550	2,683,974	2,738,828	2,785,098	46,271	83,323
13	Short term	414,909	431,424	451,835	458,953	446,710	432,690	-14,019	31,801
14	Long term	2,240,596	2,274,833	2,185,715	2,225,021	2,292,118	2,352,408	60,290	51,522
15	Financial derivatives other than reserves, gross positive fair value	3,619,761	3,248,377	2,825,067	2,761,416	2,819,835	2,417,876	-401,959	-799,926
16	Over-the-counter contracts	3,585,781	3,212,569	2,778,730	2,718,224	2,783,047	2,382,072	-400,975	-802,734
17	Single-currency interest rate contracts	2,973,245	2,616,516	2,205,507	2,171,063	2,207,692	1,861,636	-346,056	-765,553
18	Foreign exchange contracts	280,217	276,419	268,643	258,064	291,934	248,719	-43,215	11,717
19	Other contracts	332,319	319,634	304,580	289,097	283,421	271,717	-11,704	-48,898
20	Exchange-traded contracts	33,980	35,808	46,337	43,192	36,788	35,804	-984	2,808
21	Other investment	4,422,876	4,433,184	4,339,768	4,298,183	4,178,557	4,189,485	10,927	-244,319
22	Currency and deposits	2,052,987	2,056,381	2,021,105	1,977,487	1,972,149	1,840,196	-131,953	-80,838
23	Loans	2,314,165	2,321,889	2,259,549	2,276,647	2,161,123	2,312,756	151,633	-153,042
24	Insurance technical reserves	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
25	Trade credit and advances	55,724	54,915	59,115	44,049	45,286	36,533	-8,753	-10,438
26	Reserve assets	572,368	553,058	446,207	483,426	448,333	470,884	22,551	-124,035
27	Monetary gold	433,434	417,941	311,707	346,878	314,975	337,791	22,816	-118,459
28	Special drawing rights	55,050	53,704	53,881	54,966	55,184	55,394	210	134
29	Reserve position in the International Monetary Fund	34,161	34,039	33,860	33,462	30,750	29,820	-930	-3,411
30	Other reserve assets	49,723	47,374	46,759	48,120	47,424	47,879	455	-2,299
31	Currency and deposits	24,934	23,039	21,351	21,575	20,889	20,930	41	-4,045
32	Securities	23,471	22,152	21,570	22,078	21,436	21,727	291	-2,035
33	Financial derivatives								
34	Other claims	1,318	2,183	3,838	4,467	5,099	5,222	123	3,781
35	<b>U.S. liabilities</b> .....	<b>27,098,591</b>	<b>27,761,250</b>	<b>27,427,614</b>	<b>27,949,313</b>	<b>29,092,840</b>	<b>29,140,849</b>	<b>48,009</b>	<b>1,994,249</b>
36	Liabilities excluding financial derivatives (sum of lines 38, 41, and 56)	23,536,606	24,552,898	24,661,899	25,235,860	26,346,551	26,791,113	444,562	2,809,945
37	Financial derivatives other than reserves, gross negative fair value (line 50)	3,561,985	3,208,352	2,765,715	2,713,453	2,746,289	2,349,736	-396,553	-815,696
	<b>By functional category:</b>								
38	Direct investment at market value	4,670,942	5,018,930	5,131,714	5,342,443	5,790,551	5,697,603	-92,948	1,119,609
39	Equity	3,409,913	3,753,276	3,845,433	4,041,326	4,461,978	4,392,752	-69,226	1,052,065
40	Debt instruments	1,261,029	1,265,654	1,286,281	1,301,117	1,328,573	1,304,851	-23,722	67,544
41	Portfolio investment	13,978,875	14,569,596	14,432,860	14,882,136	15,503,192	15,902,746	399,554	1,524,317
42	Equity and investment fund shares	4,545,371	5,000,428	5,076,621	5,376,543	5,821,487	5,993,658	172,171	1,276,116
43	Debt securities	9,433,504	9,569,168	9,356,239	9,505,593	9,681,705	9,909,088	227,383	248,201
44	Short term	844,743	914,503	882,452	829,577	892,655	903,512	10,857	47,912
45	Treasury bills and certificates	661,654	720,235	675,367	645,114	686,036	688,859	2,823	24,382
46	Other short-term securities	183,089	194,268	207,085	184,463	206,619	214,653	8,034	23,530
47	Long term	8,588,761	8,654,665	8,473,787	8,676,016	8,789,050	9,005,576	216,526	200,289
48	Treasury bonds and notes	4,909,828	5,001,076	4,919,659	5,009,541	5,108,856	5,262,440	153,584	199,028
49	Other long-term securities	3,678,933	3,653,589	3,554,128	3,666,475	3,680,194	3,743,136	62,942	1,261
50	Financial derivatives other than reserves, gross negative fair value	3,561,985	3,208,352	2,765,715	2,713,453	2,746,289	2,349,736	-396,553	-815,696
51	Over-the-counter contracts	3,527,668	3,173,044	2,717,685	2,667,187	2,709,746	2,316,554	-393,192	-817,922
52	Single-currency interest rate contracts	2,912,113	2,563,709	2,152,279	2,114,023	2,142,859	1,802,315	-340,544	-769,254
53	Foreign exchange contracts	295,181	300,138	272,150	270,744	290,790	248,263	-42,527	-4,391
54	Other contracts	320,374	309,197	293,256	282,420	276,097	265,976	-10,121	-44,277
55	Exchange-traded contracts	34,317	35,308	48,030	46,266	36,543	33,182	-3,361	2,226
56	Other investment	4,886,789	4,964,372	5,097,325	5,011,281	5,052,808	5,190,764	137,956	166,019
57	Currency and deposits	2,601,672	2,598,915	2,702,344	2,677,595	2,758,129	2,656,656	-101,473	156,457
58	Loans	2,090,350	2,168,736	2,193,088	2,138,770	2,095,860	2,319,725	223,865	5,510
59	Insurance technical reserves	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
60	Trade credit and advances	140,490	143,776	148,780	140,739	144,433	159,798	15,365	3,943
61	Special drawing rights allocations	54,277	52,945	53,113	54,177	54,386	54,585	199	109

p Preliminary  
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NOTE: Details may not add to totals because of rounding.  
Source: U. S. Bureau of Economic Analysis

Table 2. Change in the Yearend U.S. Net International Investment Position

[Millions of dollars]

Line	Type of investment	Yearend position, 2012	Change in position in 2013						Yearend position, 2013
			Total	Financial-account transactions	Attributable to:				
					Other changes in position				
					Total	Price changes	Exchange-rate changes <sup>1</sup>	Changes in volume and valuation n.i.e. <sup>2</sup>	
1	<b>U.S. net international investment position (line 4 less line 35)</b>	<b>-4,578,245</b>	<b>-804,751</b>	<b>-370,658</b>	<b>-434,093</b>	<b>(<sup>(</sup>)</b>	<b>(<sup>(</sup>)</b>	<b>(<sup>(</sup>)</b>	<b>-5,382,996</b>
2	Net international investment position excluding financial derivatives (line 5 less line 36)	-4,636,021	-820,521	-372,906	-447,615	-182,734	-231,287	-33,596	-5,456,542
3	Financial derivatives other than reserves, net (line 6 less line 37) <sup>3</sup>	57,776	15,770	2,248	13,522	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	73,546
4	<b>U.S. assets</b>	<b>22,520,346</b>	<b>1,189,497</b>	<b>(<sup>(</sup>)</b>	<b>(<sup>(</sup>)</b>	<b>(<sup>(</sup>)</b>	<b>(<sup>(</sup>)</b>	<b>(<sup>(</sup>)</b>	<b>23,709,843</b>
5	Assets excluding financial derivatives (sum of lines 7, 10, 21, and 26)	18,900,585	1,989,423	644,763	1,344,660	1,616,523	-260,451	-11,412	20,890,008
6	Financial derivatives other than reserves, gross positive fair value (line 15)	3,619,761	-799,926	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	2,819,835
	<b>By functional category:</b>								
7	Direct investment at market value	5,938,327	1,141,731	408,243	733,488	775,024	-15,791	-25,745	7,080,058
8	Equity	4,980,979	1,089,023	352,106	736,917	775,024	-15,791	-22,316	6,070,002
9	Debt instruments	957,348	52,708	56,137	-3,429			-3,429	1,010,056
10	Portfolio investment	7,967,014	1,216,046	489,877	726,169	960,123	-237,606	3,652	9,183,060
11	Equity and investment fund shares	5,311,509	1,132,723	275,244	857,479	1,054,948	-209,309	11,840	6,444,232
12	Debt securities	2,655,505	83,323	214,633	-131,310	-94,825	-28,297	-8,188	2,738,828
13	Short term	414,909	31,801	45,373	-13,572		-1,705	-11,866	446,710
14	Long term	2,240,596	51,522	169,260	-117,738	-94,825	-26,591	3,678	2,292,118
15	Financial derivatives other than reserves, gross positive fair value	3,619,761	-799,926	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	2,819,835
16	Over-the-counter contracts	3,585,781	-802,734	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	2,783,047
17	Single-currency interest rate contracts	2,973,245	-765,553	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	2,207,692
18	Foreign exchange contracts	280,217	11,717	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	291,934
19	Other contracts	332,319	-48,898	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	283,421
20	Exchange-traded contracts	33,980	2,808	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	36,788
21	Other investment	4,422,876	-244,319	-250,260	5,941		-4,740	10,682	4,178,557
22	Currency and deposits	2,052,987	-80,838	-115,641	34,803		798	34,005	1,972,149
23	Loans	2,314,165	-153,042	-137,978	-15,064		-5,422	-9,642	2,161,123
24	Insurance technical reserves	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
25	Trade credit and advances	55,724	-10,438	3,359	-13,797		-116	-13,681	45,286
26	Reserve assets	572,368	-124,035	-3,097	-120,938	-118,624	-2,314	0	448,333
27	Monetary gold	493,434	-118,459	0	-118,459	-118,459		0	314,975
28	Special drawing rights	55,050	134	22	112		112	0	55,184
29	Reserve position in the International Monetary Fund	34,161	-3,411	-3,438	27		27	0	30,750
30	Other reserve assets	49,723	-2,299	319	-2,618	-165	-2,453	0	47,424
31	Currency and deposits	24,933	-4,044	3	-4,047		-567	-3,480	20,889
32	Securities	23,471	-2,035	315	-2,350	-165	-2,079	-106	21,436
33	Financial derivatives								
34	Other claims	1,319	3,780	1	3,779		193	3,586	5,099
35	<b>U.S. liabilities</b>	<b>27,098,591</b>	<b>1,994,249</b>	<b>(<sup>(</sup>)</b>	<b>(<sup>(</sup>)</b>	<b>(<sup>(</sup>)</b>	<b>(<sup>(</sup>)</b>	<b>(<sup>(</sup>)</b>	<b>29,092,840</b>
36	Liabilities excluding financial derivatives (sum of lines 38, 41, and 56)	23,536,606	2,809,945	1,017,669	1,792,276	1,799,257	-29,164	22,184	26,346,551
37	Financial derivatives other than reserves, gross negative fair value (line 50)	3,561,985	-815,696	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	2,746,289
	<b>By functional category:</b>								
38	Direct investment at market value	4,670,942	1,119,609	294,972	824,637	871,100		-46,463	5,790,551
39	Equity	3,409,913	1,052,065	226,834	825,231	871,100		-45,869	4,461,978
40	Debt instruments	1,261,029	67,544	68,138	-594			-594	1,328,573
41	Portfolio investment	13,978,875	1,524,317	490,943	1,033,374	928,157	-26,306	131,523	15,503,192
42	Equity and investment fund shares	4,545,371	1,276,116	-85,407	1,361,523	1,285,442	0	76,081	5,821,487
43	Debt securities	9,433,504	248,201	576,351	-328,150	-357,285	-26,306	55,441	9,681,705
44	Short term	844,743	47,912	46,718	1,194		9	1,185	892,655
45	Treasury bills and certificates	661,654	24,382	24,382	0			0	686,036
46	Other short-term securities	183,089	23,530	22,336	1,194		9	1,185	206,619
47	Long term	8,588,761	200,289	529,632	-329,343	-357,285	-26,315	54,257	8,789,050
48	Treasury bonds and notes	4,909,828	199,028	406,876	-207,848	-221,130		13,282	5,108,856
49	Other long-term securities	3,678,933	1,261	122,756	-121,495	-136,155	-26,315	40,975	3,680,194
50	Financial derivatives other than reserves, gross negative fair value	3,561,985	-815,696	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	2,746,289
51	Over-the-counter contracts	3,527,668	-817,922	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	2,709,746
52	Single-currency interest rate contracts	2,912,113	-769,254	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	2,142,859
53	Foreign exchange contracts	295,181	-4,391	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	290,790
54	Other contracts	320,374	-44,277	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	276,097
55	Exchange-traded contracts	34,317	2,226	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	( <sup>(</sup> )	36,543
56	Other investment	4,886,789	166,019	231,753	-65,734		-2,859	-62,875	5,052,808
57	Currency and deposits	2,601,672	156,457	172,286	-15,829		-1,418	-14,412	2,758,129
58	Loans	2,090,350	5,510	47,606	-42,096		-1,550	-40,546	2,095,860
59	Insurance technical reserves	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
60	Trade credit and advances	140,490	3,943	11,861	-7,918		0	-7,918	144,433
61	Special drawing rights allocations	54,277	109	0	109		109	0	54,386

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n.a. Not available  
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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 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 transactions, price changes, or exchange-rate changes.

3. Financial transactions and other changes in financial derivatives positions are available only on a net basis, which is shown on line 3; they are not separately available for gross positive fair values and gross negative fair values of financial derivatives.

4. Data are not separately available for price changes, exchange-rate changes, and changes in volume and valuation not included elsewhere.

Note: Details may not add to totals because of rounding.

Source: U. S. Bureau of Economic Analysis