

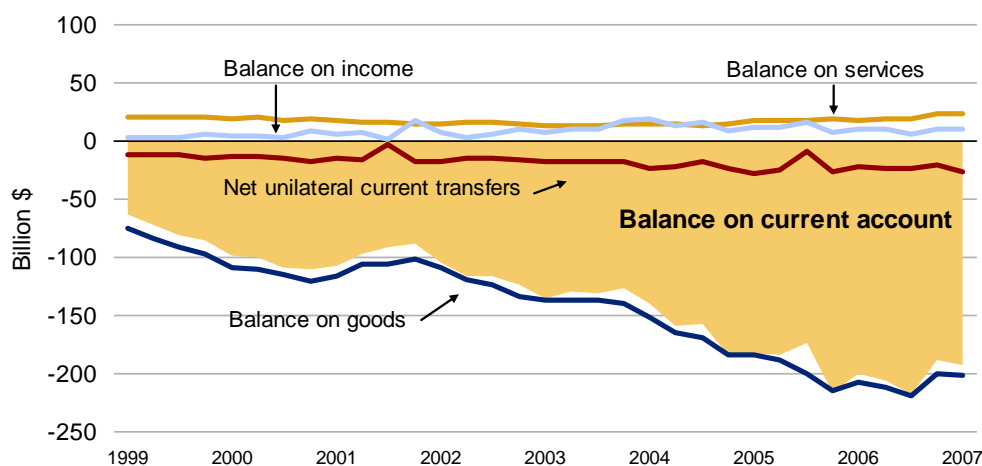
U.S. CURRENT-ACCOUNT DEFICIT INCREASES IN FIRST QUARTER 2007

Preliminary estimates of U.S. international transactions

The U.S. current-account deficit, the broadest measure of U.S. international trade in goods and services, receipts and payments of income, and net unilateral current transfers (such as gifts) increased to \$192.6 billion (preliminary) in the first quarter of 2007 from \$187.9 billion (revised) in the fourth quarter of 2006. As a share of U.S. GDP, the deficit increased to 5.7 percent from 5.6 percent. The previously published estimate of the current account for the fourth quarter was \$195.8 billion.

Current-Account Balance and Its Components

[Seasonally adjusted]



- The deficit on international trade in goods increased to \$200.9 billion from \$200.3 billion, as goods imports increased more than goods exports.
- The surplus on international trade in services increased to \$24.1 billion from \$23.4 billion, as receipts for services increased more than payments for services.
- The surplus on income increased to \$10.4 billion from \$9.7 billion, as income receipts increased more than income payments.
- Net unilateral current transfers to foreign residents were \$26.1 billion, up from \$20.7 billion.

Net financial inflows—net acquisitions by foreign residents of assets in the United States less net acquisitions by U.S. residents of assets abroad—were \$202.8 billion in the first quarter, down from \$225.2 billion in the fourth.

- U.S.-owned assets abroad increased \$420.8 billion in the first quarter after they had increased \$289.0 billion in the fourth.
- Foreign-owned assets in the United States increased \$623.6 billion in the first quarter after they had increased \$516.0 billion in the fourth.

BEA data—including GDP, personal income, the balance of payments, foreign direct investment, the input-output accounts, and economic data for states, local areas, and industries—are available on the BEA Web site: www.bea.gov. [E-mail alerts](#) are also available.

NOTE: The next release of U.S. international transactions will be on September 14, 2007.