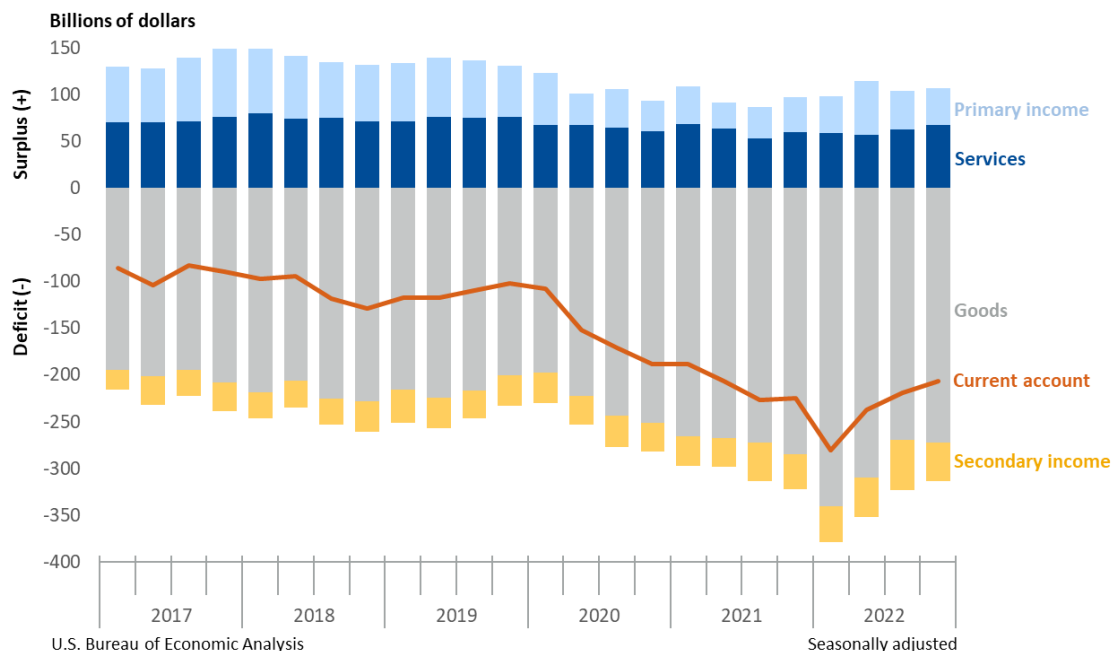


## U.S. Current-Account Deficit Narrows in 4th Quarter 2022

### U.S. International Transactions

The U.S. current-account deficit, which reflects the combined balances on trade in goods and services and income flows between U.S. residents and residents of other countries, narrowed by \$12.2 billion, or 5.6 percent, to \$206.8 billion in the fourth quarter of 2022. The narrowing primarily reflected a reduced deficit on secondary income. Also contributing was an expanded surplus on services. The fourth-quarter deficit was 3.2 percent of current-dollar gross domestic product, down from 3.4 percent in the third quarter.

**Quarterly U.S. Current-Account and Component Balances**



- Exports of goods decreased \$31.1 billion to \$514.9 billion, while imports of goods decreased \$28.0 billion to \$787.2 billion.
- Exports of services increased \$6.1 billion to \$242.8 billion, while imports of services increased \$1.1 billion to \$175.5 billion.
- Receipts of primary income increased \$15.6 billion to \$328.2 billion, while payments of primary income increased \$18.1 billion to \$288.9 billion.
- Receipts of secondary income increased \$8.3 billion to \$51.3 billion, while payments of secondary income decreased \$4.5 billion to \$92.4 billion.
- Net financial-account transactions were -\$127.5 billion in the fourth quarter, reflecting net U.S. borrowing from foreign residents.