

# Trade Issues

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Capital Flows and the Trade Balance

### Trade Issues

- We have talked about international trade.
- Here, we present some numbers

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Balance

### Trade Issues

- We have talked about international trade.
- Here, we present some numbers
- Why do we do this when talking about the demand and supply of loans?
  - Patience

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Capital Flows and the Trade

# The Balance of Trade, 2002

Goods	Amount	
Exports	\$681,874	
Imports	(\$1,164,746)	
Net Trade Balance	(\$482,872	
Services		
Net Military Transactions	\$7,302	
Net Travel & Transportation	(\$3,781	
Other Services Net	\$75,917	
Net	\$64,834	
Balance on Goods and Services	(\$418,038	
Investment Income		
Receipts on US Assets Abroad	\$255,542	
Payments on Foreign Assets in US	(\$259,512	
Net Investment Income	(\$3,970)	
Unilateral Transfers Net	(\$55,583)	
Balance on Current Account	(\$480,861	
Net Capital Outflow	(178,985	
Net Foreign Inflow	\$706,983	
Statistical Discrepancy	(\$45,852	

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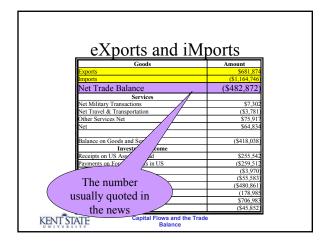
Capital Flows and the Trade Balance

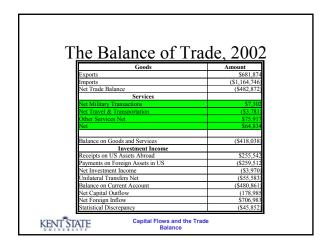
eXports and iMports

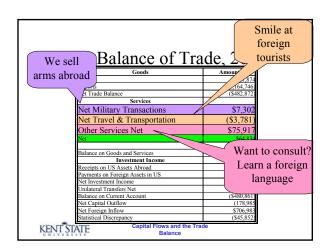
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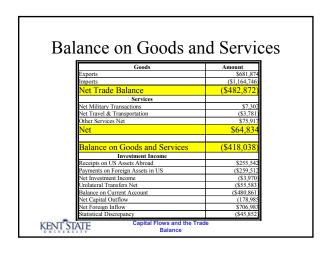
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Capital Flows and the Trade Balance

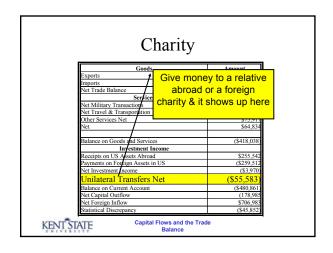


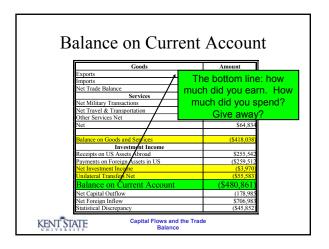


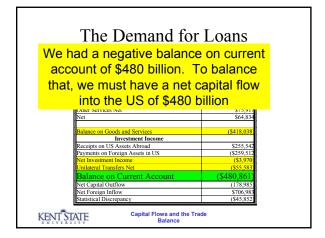


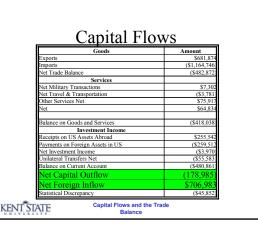








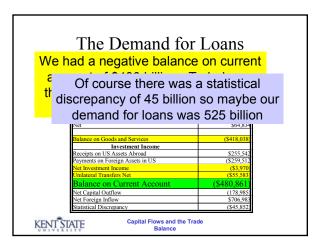


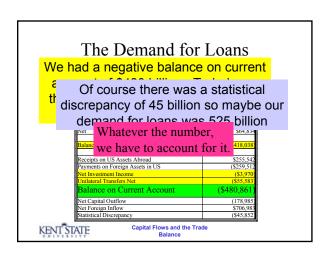


This year, the statistical discrepancy was only \$45 billion. Some years it is a lot larger.

While the statistical discrepancy should be zero, collecting data on international trade and balancing the books is a lot harder than simply balancing a checkbook.

Balance on Current Account (\$480.861)
Net Capital Outlow (178.985)
Net Capital Outlow (178.985)
Statistical Discrepancy (\$45.852)





# End

Data are from Statistical Appendix of Economic Report of the President

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Capital Flows and the Trade Balance