

FEDERAL RESERVE statistical release



Z.7 (788)

For immediate release
December 9, 1992

FLOW OF FUNDS SUMMARY STATISTICS

Debt of domestic nonfinancial sectors grew at a seasonally adjusted annual rate of 3-1/4 percent in the third quarter of 1992, the lowest rate of growth since the mid-1950s. Federal government debt increased at a 6-1/2 percent pace, much slower than in the second quarter, while the debt of the nonfederal sectors continued to grow at only a 2 percent rate. In the household sector, home mortgage debt increased moderately, and consumer credit was essentially unchanged. Business debt contracted slightly further in the third quarter, owing largely to reductions in short-term debt and commercial mortgages. Net equity issuance by nonfinancial corporations, which is not included in the debt figures, amounted to \$11 billion at an annual rate, about one-third the pace of the previous quarter. Debt growth of state and local governments slowed to about 5-1/2 percent, reflecting a large volume of bond retirements.

The level of domestic nonfinancial debt outstanding was \$11.6 trillion at the end of the third quarter. Debt of nonfederal sectors accounted for \$8.6 trillion of this total, and federal debt was \$3.0 trillion (see table L.2).

A. Growth of Domestic Nonfinancial Debt¹ (Percent changes; quarterly data are seasonally adjusted annual rates)

	-----Nonfederal-----					
	Total	U.S. govt.	Total	House- holds	Business	State & local govts.
	(1)	(2)	(3)	(4)	(5)	(6)
1988	9.1	8.0	9.4	11.1	8.3	7.0
1989	8.0	7.0	8.2	9.6	6.9	8.4
1990	6.6	11.0	5.3	7.2	3.3	5.9
1991	4.2	11.1	2.1	4.2	-0.6	4.5
1990-Q1	8.8	10.9	8.2	11.1	5.0	9.1
Q2	6.0	8.8	5.2	6.5	3.8	5.7
Q3	6.2	11.3	4.8	6.3	3.2	4.4
Q4	4.7	11.1	2.8	4.3	1.1	4.1
1991-Q1	4.2	9.1	2.8	4.3	0.9	4.2
Q2	5.0	10.8	3.2	4.9	1.1	4.4
Q3	3.7	11.0	1.4	3.5	-1.6	4.3
Q4	3.7	11.9	1.0	3.8	-2.8	4.7
1992-Q1	6.0	13.3	3.5	5.5	1.0	5.1
-Q2	4.7	12.3	2.2	3.6	-0.7	6.9
-Q3	3.3	6.5	2.2	3.7	-0.3	5.4

1. Changes shown are on an end-of-period basis and thus may differ from month-average data in the Board's H.6 release.

B. Growth of Debt Aggregates: Supplemental Data
(Percent changes; quarterly data are seasonally adjusted annual rates)

-----Sectors-----					
	Domestic nonfinancial	Foreign	Financial	All sectors	Memo: Private financial assets ¹
1988	9.1	2.7	11.3	9.3	8.4
1989	8.0	4.2	10.6	8.3	7.1
1990	6.6	9.4	8.0	6.9	4.5
1991	4.2	5.1	5.5	4.5	0.7
1990-Q1	8.8	4.5	9.8	8.9	8.8
Q2	6.0	13.9	7.4	6.4	4.7
Q3	6.2	9.0	1.9	5.5	2.8
Q4	4.6	8.9	12.1	6.2	1.5
1991-Q1	4.2	22.7	4.3	4.6	4.6
Q2	5.0	-21.5	4.1	4.3	1.4
Q3	3.7	5.6	5.6	4.1	-2.4
Q4	3.7	14.5	7.7	4.6	-0.7
1992-Q1	6.0	3.4	4.1	5.5	5.2
Q2	4.7	19.5	8.1	5.6	-1.2
Q3	3.3	10.1	9.0	4.5	-4.1

1. Holdings of deposits and credit market claims by households, nonfinancial business, and state and local governments.

Explanatory Notes

Domestic debt includes credit market funds borrowed from both domestic and foreign sources, while foreign debt represents amounts borrowed by foreign financial and nonfinancial entities in U.S. markets only. Financial sectors consist of federally sponsored credit agencies, federally related mortgage pools, and private financial institutions. Credit market debt consists of debt securities, mortgages, bank loans, commercial paper, consumer credit, government loans, and other loans included in table L.2; it excludes trade debt, loans for the purpose of carrying securities, and funds raised from equity sources.

Growth rates in the summaries above are calculated by dividing seasonally adjusted flows from table F.2 by seasonally adjusted levels at the end of the previous period. Seasonally adjusted quarterly levels in Flow of Funds statistics are derived by carrying forward year-end levels by seasonally adjusted flows. Growth rates calculated from changes in unadjusted levels printed in table L.2 can differ from those shown above.

Subscriptions to this summary release, to the full statements for sectors and transaction types for flows and amounts outstanding (the Z.1 release), or diskettes may be obtained through Publications Services, Stop 138, Board of Governors of the Federal Reserve System, Washington, D.C. 20551, (202) 452-3245. This release is also available on the Economic Bulletin Board of the Department of Commerce.

AVAILABILITY OF COMPUTER DISKETTES

The Flow of Funds Accounts are available on two 3-1/2" diskettes. The diskettes contain quarterly data beginning in 1959 organized in files that correspond to the tables published in the Z.1 release. One diskette contains the flows and the other diskette contains the outstandings. In addition, the outstandings diskette contains files with the monthly debt aggregate data published in the Board's H.6 release and its underlying detail, and data from the Balance Sheets for the U.S. Economy (C.9 release).

F.100 Households, Personal Trusts, and Nonprofit Organizations

SEASONALLY ADJUSTED ANNUAL RATES

SEASONALLY ADJUSTED ANNUAL RATES

	1989	1990	1991	1990			1991			1992				
				IV	I	II	III	IV	I	II	III			
1	4380.3	4664.2	4828.3	4751.9	4752.8	4806.9	4846.2	4907.2	4980.5	5028.9	5060.2	Personal income	1	
2	593.3	621.3	618.7	623.8	616.8	617.2	618.6	622.3	619.5	617.1	629.3	- Personal taxes and nontaxes	2	
3	3787.0	4042.9	4209.6	4128.1	4136.0	4189.7	4227.6	4284.9	4361.0	4411.8	4430.9	= Disposable personal income	3	
4	3634.9	3867.3	4009.9	3938.8	3943.3	3994.4	4036.6	4065.4	4146.3	4179.5	4230.0	- Personal outlays	4	
5	152.1	175.6	199.6	189.3	192.7	195.3	191.0	219.5	214.7	232.3	200.9	= Personal saving, NIPA (1)	5	
6	93.3	88.0	82.3	86.5	75.1	85.6	92.9	75.6	87.5	82.7	87.6	+ Credits from govt. insurance	6	
7	109.3	85.1	41.6	66.7	40.0	38.9	48.1	39.6	55.0	52.6	61.5	+ Net durables in consumption	7	
8	463.1	494.9	526.0	503.6	519.4	523.6	526.5	534.5	537.3	543.1	586.8	+ Capital consumption	8	
9	817.7	843.5	849.6	866.1	827.2	843.3	858.6	869.3	895.3	910.6	936.9	= Gross saving	9	
10	917.8	910.3	875.6	864.9	1097.8	762.7	812.0	829.9	1027.2	875.9	884.8	Gross investment	10	
11	699.4	691.5	655.6	664.4	640.5	646.8	666.6	668.5	688.8	697.5	712.1	Capital expend. net of sales	11	
12	205.6	190.7	172.2	174.8	163.9	168.1	176.1	180.5	181.6	189.0	191.3	Residential construction	12	
13	459.4	464.3	446.1	452.7	439.5	441.4	453.0	450.4	469.4	470.6	482.7	Consumer durable goods	13	
14	34.4	36.5	37.4	36.9	37.1	37.3	37.5	37.6	37.8	37.9	38.1	Nonprofit plant and equip.	14	
15	218.4	218.8	220.0	200.5	457.3	116.0	145.4	161.4	338.4	178.4	172.7	Net financial investment	15	
16	528.0	474.3	398.5	373.2	606.7	314.5	319.9	353.0	544.3	347.2	317.2	Net acq. of financial assets	16	
17	380.4	259.9	7.1	56.5	287.0	61.6	-225.9	-94.5	359.7	-85.4	-282.6	Dep. & cr. mkt. instr.	17	
18	200.9	87.6	20.8	48.6	273.7	-112.5	-48.0	-30.0	199.7	-133.0	-6.2	Deposits	18	
19	14.9	22.4	53.9	-9.3	56.3	42.4	97.7	19.3	161.6	78.3	160.8	Checkable dep. & curr.	19	
20	88.8	53.6	10.0	64.0	92.6	-7.7	-51.6	6.8	-28.5	-97.3	-85.9	Small time & svcs.dep.	20	
21	11.2	-32.6	-71.7	-40.4	-51.0	-75.8	-87.6	-72.6	-30.0	-67.9	-60.8	Large time deposits	21	
22	85.9	44.2	28.6	34.3	175.8	-71.4	-6.5	16.4	96.6	-46.1	-20.3	Money mkt. fund shares	22	
23	179.5	172.3	-13.7	7.9	13.3	174.1	-177.9	-64.4	160.0	47.6	-276.4	Credit mkt. instruments	23	
24	103.5	101.7	-67.8	-72.4	-40.2	113.2	-182.8	-161.3	146.0	35.3	-158.5	U.S. govt. securities	24	
25	62.4	30.3	21.9	10.9	28.6	35.8	21.1	2.2	36.7	-5.1	48.7	Tax-exempt securities	25	
26	-5.8	6.5	35.7	65.1	70.4	97.5	-71.8	46.6	-32.3	-62.8	-126.8	Corporate & fgn. bonds	26	
27	19.5	21.3	18.7	6.2	18.6	18.4	27.6	10.1	70.5	23.0	-5	Mortgages	27	
28	-1	12.4	-22.2	-2.1	-64.1	-90.8	28.0	37.9	-60.9	57.1	-39.2	Open-market paper	28	
29	41.9	50.7	129.2	87.6	109.3	76.0	150.3	181.3	176.6	207.7	239.4	Mutual fund shares	29	
30	-139.1	-27.2	-57.2	-75.5	-77.4	-26.7	-57.9	-66.9	-61.1	7.9	-8.8	Corporate equities	30	
31	28.8	25.7	22.0	23.7	27.9	31.4	19.4	9.2	21.2	30.3	19.9	Life insurance reserves	31	
32	221.4	186.8	263.5	253.0	284.1	197.9	339.6	232.5	145.9	185.5	312.2	Pension fund reserves	32	
33	-32.5	-39.3	-1.4	-22.2	-21.5	-34.1	44.9	5.1	-24.6	12.5	1.1	Net inv. in noncorp. bus.	33	
34	12.3	9.2	24.6	28.8	-12.0	-2.8	39.7	73.5	-59.6	-26.6	47.3	Security credit	34	
35	14.9	8.4	10.8	21.2	9.4	11.3	9.8	12.7	-13.8	15.3	-11.4	Miscellaneous assets	35	
36	309.6	255.5	178.5	172.7	149.4	198.6	174.5	191.6	205.9	168.8	144.5	Net increase in liabilities	36	
37	305.6	254.2	158.0	159.8	160.8	188.8	136.1	146.3	217.1	143.3	148.1	Credit market instruments	37	
38	238.5	212.9	137.1	156.4	147.8	153.0	117.3	130.1	202.2	114.2	139.7	Home mortgages	38	
39	41.6	19.6	-6.5	1.4	-9.8	-11.7	-11.1	6.7	-4.7	-17.1	-4.7	Installment cons. credit	39	
40	0.1	-2.1	-6.1	-8.0	-6	3.9	-12.9	-14.7	7.8	4.7	5.0	Other consumer credit	40	
41	2.5	4.1	8.8	5.7	0.5	6.5	18.6	9.6	9.2	10.8	3.1	Tax-exempt debt	41	
42	13.4	10.9	10.6	6.0	11.2	11.0	9.0	11.0	9.2	10.2	9.5	Other mortgages	42	
43	2.5	-2.4	4.1	-10.4	-3.6	20.8	3.6	-4.6	-12.8	11.4	-5.9	Bank loans n.e.c.	43	
44	7.1	11.2	10.1	8.6	15.2	5.2	11.6	8.2	6.1	9.1	1.4	Other loans	44	
45	-1.0	-3.7	16.3	8.3	-7.8	2.8	30.0	40.0	-14.7	21.4	-6.1	Security credit	45	
46	4.2	4.9	2.5	2.6	-5.6	5.7	4.7	5.2	3.8	4.4	4.3	Trade debt	46	
47	0.8	0.1	1.7	1.9	1.9	1.3	3.6	0.1	-2	-2	-1.8	Miscellaneous	47	
48	-100.0	-66.8	-26.0	-18.9	-270.6	80.6	46.5	39.4	-131.9	34.7	52.1	Discrepancy	48	

Memoranda:

Net physical investment:

	1989	1990	1991	1990	1991	1992							
49	205.6	190.7	172.2	174.8	163.9	168.1	176.1	180.5	181.6	189.0	191.3	(A) Residential construction expenditures	49
50	92.1	93.2	97.5	94.5	96.4	97.1	97.3	99.2	98.9	99.9	140.2	- Capital consumption	50
51	113.5	97.5	74.6	80.2	67.5	71.0	78.8	81.3	82.7	89.1	51.1	= Net investment	51
52	238.5	212.9	137.1	156.4	147.8	153.0	117.3	130.1	202.2	114.2	139.7	- Home mortgages	52
53	-125.0	-115.4	-62.4	-76.2	-80.3	-82.1	-38.5	-48.8	-119.5	-25.1	-88.6	= Excess net investment	53
54	459.4	464.3	446.1	452.7	439.5	441.4	453.0	450.4	469.4	470.6	482.7	(B) Consumer durables expenditures	54
55	350.1	379.2	404.5	386.0	399.5	402.5	404.9	410.8	413.6	418.0	421.2	- Capital consumption	55
56	109.3	85.1	41.6	66.7	40.0	38.9	48.1	39.6	55.8	52.6	61.5	= Net investment	56
57	41.7	17.5	-12.5	-6.6	-10.4	-7.8	-24.0	-8.0	3.1	-12.4	0.4	- Consumer credit	57
58	67.6	67.6	54.2	73.3	50.3	46.6	72.1	47.6	52.7	65.0	61.2	= Excess net investment	58

BILLIONS OF DOLLARS.

F.104 Nonfarm Nonfinancial Corporate Business

SEASONALLY ADJUSTED ANNUAL RATES

SEASONALLY ADJUSTED ANNUAL RATES

	1989	1990	1991	1990				1991				1992 II	1992 III		
				IV	I	II	III	IV	I	II	III				
1	232.4	232.1	206.2	224.9	201.7	204.0	210.2	208.8	226.6	253.9	250.2	Profits before tax (book)	1		
2	99.1	92.3	80.7	89.7	78.4	79.9	82.9	81.7	89.8	100.4	97.0	- Profit tax accruals	2		
3	101.2	117.8	116.5	123.7	118.2	114.7	113.1	120.1	106.3	112.6	119.2	- Dividends	3		
4	32.2	22.0	8.9	11.5	5.0	9.4	14.2	7.0	30.5	40.9	34.1	= U.S. undistributed profits	4		
5	37.4	27.0	17.8	19.9	14.6	14.6	18.5	23.3	32.4	35.8	38.3	+ Capital consumption adj.	5		
6	315.1	327.0	338.5	332.3	336.0	338.2	338.7	341.0	339.8	344.4	360.2	+ Depreciation charges, NIPA	6		
7	384.6	376.0	365.1	363.7	355.6	362.2	371.4	371.3	402.7	421.1	432.5	= U.S. internal funds, book	7		
8	32.8	45.7	48.3	60.2	55.2	46.8	40.4	50.8	41.8	36.6	40.6	+ Fgn. earnings ret. abroad	8		
9	-17.5	-14.2	3.1	-21.2	6.7	9.9	-4.8	0.7	-5.4	-15.5	-9.8	+ Inv. valuation adjustment	9		
10	399.9	407.5	416.5	402.7	417.5	418.9	407.0	422.8	439.1	442.2	463.3	= Total internal funds + IVA	10		
11	379.9	378.5	400.0	353.3	396.2	379.5	406.3	418.1	420.9	439.6	440.9	Gross investment	11		
12	406.0	395.1	363.9	362.2	353.5	351.3	371.5	379.2	354.1	390.8	399.0	Capital expenditures (1)	12		
13	373.4	388.5	370.9	385.9	377.3	373.9	369.6	362.8	364.6	382.6	380.9	Fixed investment	13		
14	1.6	1.4	1.1	1.3	1.2	1.1	1.1	1.1	1.4	1.4	1.5	Residential construction	14		
15	371.7	387.1	369.8	384.6	376.1	372.8	368.5	361.7	363.2	381.2	379.4	Plant and equipment	15		
16	30.3	3.1	-9.8	-27.9	-26.0	-25.6	-1.1	13.8	-12.6	6.1	15.0	Inventory change + IVA	16		
17	2.4	3.5	2.8	4.2	2.3	3.0	3.1	2.7	2.1	2.1	3.1	Mineral rts. from U.S. govt.	17		
18	-26.1	-16.6	36.1	-8.9	42.7	28.1	34.7	38.9	66.7	48.8	41.9	Net financial investment	18		
19	106.2	87.3	63.7	-1.5	-8.6	85.5	118.2	59.8	169.6	175.3	131.6	Net acq. of financial assets	19		
20	5.7	17.6	44.3	50.9	17.4	49.9	61.4	48.6	16.3	17.2	17.1	Liquid assets	20		
21	-3.8	-1.9	7.3	-2.9	9.7	-25.2	18.9	25.8	10.6	2.3	7.9	Checkable dep. and curr.	21		
22	-2.2	-4.1	3.7	-10.5	5.7	17.6	4.6	-13.0	-20.9	1.9	-4.0	Time deposits	22		
23	0.5	10.2	5.2	9.2	6.8	5.0	4.3	4.7	6.7	4.5	4.7	Money mkt. fund shares	23		
24	-4.1	-1.9	-3.8	-1.3	-6.4	1.5	-2.1	-8.1	25.4	14.3	0.8	Security RPs	24		
25	4.4	12.0	10.0	37.2	1.4	18.9	15.1	4.6	-3.1	-30.1	-14.8	Foreign deposits	25		
26	6.0	3.9	20.5	2.4	-2.0	23.4	29.0	31.7	5.3	25.7	12.6	U.S. govt. securities	26		
27	-6	-2.0	1.8	-9	-5.1	-2.3	8.7	6.0	-6.0	6.7	4.0	Tax-exempt securities	27		
28	5.4	1.5	-4	17.7	7.2	11.0	-17.0	-3.0	0.4	-8.1	5.9	Commercial paper	28		
29	2.1	3.2	-1.0	-5.9	-7.8	-3.0	11.5	-4.6	-2.5	-2.9	15.5	Consumer credit	29		
30	-1.6	-1.3	2.7	-2.9	-2.2	6.5	4.6	2.1	1.2	1.8	0.1	Mutual fund shares	30		
31	44.5	11.3	-11.4	-63.0	-52.4	-5	8.6	-1.4	59.1	60.6	41.2	Trade credit	31		
32	55.5	56.5	29.0	19.3	36.4	32.7	32.0	15.1	95.6	98.6	57.7	Miscellaneous assets	32		
33	21.0	27.7	26.4	-2.0	36.5	10.6	25.5	33.0	37.8	40.7	38.8	Foreign dir. invest. (2)	33		
34	14.6	14.3	14.1	15.5	13.8	13.3	15.2	14.0	14.0	13.8	13.4	Insurance receivables	34		
35	*	*	0.5	*	2.0	*	-	-	0.1	0.1	0.2	Equity in sponsored ags.	35		
36	19.9	14.5	-11.9	5.9	-15.9	8.8	-8.7	-31.9	43.6	44.0	5.3	Other	36		
37	132.3	103.9	27.6	7.4	-51.3	57.4	83.4	20.9	102.9	126.5	89.8	Net increase in liabilities	37		
38	49.4	23.4	18.8	-30.0	8.0	39.2	28.7	-7	103.7	71.2	48.4	Net funds raised in mkt.	38		
39	-124.2	-63.0	18.3	-61.0	-6.0	12.0	19.0	48.0	46.0	36.0	11.0	Net new equity issues	39		
40	173.6	86.4	0.6	31.0	14.0	27.2	9.7	-48.7	57.7	35.2	37.4	Debt instruments	40		
41	-9	-3	-1.2	0.5	-1.2	2.7	-1.0	-5.2	-3.2	-1.4	-1.0	Tax-exempt debt (3)	41		
42	73.8	47.1	78.8	65.2	76.7	96.5	81.7	60.3	76.3	77.5	61.3	Corporate bonds (2)	42		
43	17.0	4.8	-8.4	1.6	2.3	0.7	-21.0	-15.4	-9.4	-8.9	-22.6	Mortgages	43		
44	34.2	1.8	-24.9	-1.6	-6.0	-43.3	-8.7	-41.4	-10.2	-24.4	-8.2	Bank loans n.e.c.	44		
45	21.4	9.7	-18.4	-34.1	-14.3	-15.9	-36.3	-7.0	12.6	-3.4	1.7	Commercial paper	45		
46	28.0	23.3	-25.5	-1.6	-43.5	-13.5	-4.9	-39.9	-8.4	-4.2	6.2	Other loans	46		
47	-1.1	-4.0	-3.5	-5.2	-3.7	-3.7	-4.7	-2.0	-3.5	-2.8	-1.2	Savings&loan assns.	47		
48	13.1	11.6	-4	-5	-2.3	2.4	8.9	-10.8	0.1	-1.8	7.1	Finance companies	48		
49	-4	-8	-8	-4.0	-6	-1.2	-8	-6	-2	-2	-	U.S. government	49		
50	3.2	-6.6	-5.9	-2.2	-19.3	3.4	-8	-6.7	-12.7	-1.8	2.1	Accept.liab.to banks	50		
51	12.8	21.4	-16.5	5.2	-17.7	-16.1	-10.2	-22.1	9.1	-4	-1.5	Foreign	51		
52	0.3	1.7	1.7	5.1	0.1	1.7	2.6	2.3	-1.2	2.9	-4	SCO issuers	52		
53	-3.1	-1.0	-10.0	-3.5	-35.8	-9.8	10.4	-4.8	-5.7	14.1	-5.0	Taxes payable	53		
54	30.5	40.3	10.7	-11.5	-40.1	26.1	29.6	27.4	34.4	20.9	16.9	Trade debt	54		
55	55.4	41.1	8.0	52.5	16.6	1.9	14.8	-1.1	-29.5	20.4	29.5	Miscellaneous liabilities	55		
56	51.9	40.7	3.6	47.3	-2.4	4.1	9.3	3.7	-24.2	20.3	19.9	Fgn. dir. invest. in US	56		
57	3.5	0.4	4.4	5.3	19.0	-2.2	5.5	-4.8	-5.3	0.1	9.7	Pen. fund contr. payable	57		
58	20.0	29.0	16.5	49.4	21.3	39.4	0.7	4.7	18.2	2.6	22.5	Discrepancy	58		
Memoranda:															
59	13.9	-29.0	-22.2	-51.5	-12.3	-26.6	-20.9	-28.8	24.7	39.7	24.3	Trade credit net of trade debt	59		
60	26.7	20.0	18.2	13.1	19.6	19.5	21.5	12.0	27.0	24.3	21.2	Earnings rec. from abroad	60		
61	101.5%	96.9%	87.3%	89.9%	84.6%	83.8%	91.2%	89.6%	80.6%	88.3%	86.1%	Capital outlays/internal funds	61		
62	42.7%	21.8%	0.1%	8.5%	3.9%	7.7%	2.6%	-12.8%	16.3%	8.9%	9.3%	Cr. mkt. borrowing/cap. exp.	62		
(1) Capital outlays on book basis:															
63	30.3	3.1	-9.8	-27.9	-26.0	-25.6	-1.1	13.8	-12.6	6.1	15.0	Inventory change, NIPA	63		
64	-17.5	-14.2	3.1	-21.2	6.7	9.9	-4.8	0.7	-5.4	-15.5	-9.8	Less: Inv. val. adjustment	64		
65	47.8	17.3	-12.9	-6.7	-32.7	-35.5	3.7	13.1	-7.2	21.6	24.8	= Inventory change before IVA	65		
66	423.5	409.3	360.8	383.4	346.8	341.4	376.3	378.5	359.5	406.3	408.8	Total cap. expend. before IVA	66		
67	384.6	376.0	365.1	363.7	355.6	362.2	371.4	371.3	402.7	421.1	432.5	Less: US internal funds, book	67		
68	38.9	33.3	-4.3	19.7	-8.8	-20.7	4.9	7.2	-43.1	-14.8	-23.7	= Financing gap: Excess of capital expenditures over U.S. internal funds	68		

(2) Corporate bonds include net issues by Netherlands Antillean financial subsidiaries; U.S. direct investment abroad excludes net inflows from those bond issues.

(3) Industrial revenue bonds. Issued by state and local governments to finance private investment and secured in interest and principal by the industrial user of the funds.

BILLIONS OF DOLLARS.