



Catalogue no. 67F0001MIE — No. 022
ISSN: 1709-8157
ISBN: 0-662-31363-1

Research Paper

Balance of Payments Division - Research Papers

Reconciliation of the Canadian - U.S. current account

2002 and 2003

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December 2004

More recent updates of data quoted in this article can be found in the publication "Canada's Balance of International Payments, catalogue no. 67-001-XIE, 3rd quarter of every year and in the November issue of the "Survey of Current Business" of the US Department of Commerce.

Published by authority of the Minister responsible for Statistics Canada

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La version française de cette publication est disponible sur demande (n° 67F0001MIF au catalogue).

Symbols

The following standard symbols are used in Statistics Canada publications:

- . not available for any reference period
- .. not available for a specific reference period
- ... not applicable
- 0 true zero or a value rounded to zero
- 0^s value rounded to 0 (zero) where there is a meaningful distinction between true zero and the value that was rounded
- P preliminary
- r revised
- x suppressed to meet the confidentiality requirements of the *Statistics Act*
- E use with caution
- F too unreliable to be published

Reconciliation of the Canadian - U.S. current account, 2002 and 2003

By Patricia Abaroa, Edward Dozier, and Denis Caron¹

On a reconciled basis, the published Canadian surplus, or U.S. deficit, is US\$38.9 billion for 2002 and US\$41.7 billion for 2003 (table 1).² The Canadian current account balance is a Canadian surplus of US\$39.5 billion for 2002 and a Canadian surplus of US\$44.7 billion for 2003. The corresponding U.S. published balance with Canada is a U.S. deficit of US\$28.7 billion for 2002 and a U.S. deficit of US\$32.1 billion for 2003.³

The results of the reconciliation of the bilateral current account estimates of Canada and the United States for 2002 and 2003 are presented in this article.⁴ The details of the current account reconciliation for 2002 and 2003 are presented in the tables that follow this article. Tables 2 and 3 present the published estimates, the estimates on a common basis (after the estimates have been adjusted for definitional and methodological differences), the reconciled estimates, and the amounts of the adjustments for each major current account component. Tables 4 and 5 show the details of the major types of reconciliation adjustments - definitional, methodological, and statistical - that were made to the major current account components. Tables 6 to 15 present the reconciliation details for goods, services, and investment income.⁵

Reconciled current account balances

In the Canadian current account, the reconciliation adjustments result in a decrease of US\$0.6 billion in the Canadian surplus for 2002 and in a decrease of US\$3.0 billion in the Canadian surplus for 2003. For both years, the decreases in the Canadian surplus reflect larger downward adjustments to the Canadian southbound estimates than to the Canadian northbound estimates (tables 4 and 5).⁶ For both years, the largest downward adjustments to the Canadian southbound estimates are from valuation adjustments to goods (definitional), from revisions to the published estimates of direct investment income (definitional adjustment), from the elimination of the withholding tax in current unilateral transfers (definitional adjustment), and from methodological adjustments to net some income of Canadian banks in "other" investment income. In the Canadian northbound estimates, the largest downward adjustments are from "other" investment income to eliminate withholding tax (definitional adjustment), to net some income of Canadian banks (methodological adjustment), and to eliminate statistical differences in income on U.S. holdings of Canadian bonds. For 2003, the reconciled estimates also reflect a large statistical adjustment in "other" services. Though the methodological adjustments explain part of the total adjustments to the northbound and the southbound estimates of "other" investment income, they do not affect the current account balance because the northbound and the southbound methodological adjustments are offsetting.

In the U.S. current account, the reconciliation adjustments result in an increase of US\$10.2 billion in the U.S. deficit for 2002 and an increase of US\$9.6 billion in the U.S. deficit for 2003. For both years, the increases reflect

1. Patricia Abaroa and Edward Dozier are international economists at U.S. Department of Commerce, Bureau of Economic Analysis's (BEA) Balance of Payments Division. Denis Caron is Chief, Current Account, in Statistics Canada's Balance of Payments Division. Except for minor editorial changes and the addition in Table 1 of a Canadian dollar column to link with Canadian statements, the text is the same as that published in the U.S. Department of Commerce Survey of Current Business, November 2004.

2. The reconciled estimates are intended to show how the current account estimates would appear if both countries used the same definitions, methodologies, and data sources. In this article, all values are expressed in U.S. dollars.

3. For this year's reconciliation, the U.S. deficit for 2002 is revised down from the previously published deficit of US\$30.4 billion used in last year's reconciliation, and the Canadian surplus for 2002 is revised up from the previously published surplus of US\$38.3 billion used in last year's reconciliation.

4. The reconciliation of the current account has been undertaken each year since 1970. Summary results of the reconciliations were published in the United States in the following issues of the Survey of Current Business: June 1975, September 1976 and 1977, December 1979, June 1981, and each December of 1981-91. Complete details of the reconciliations for 1990 forward were published in the following issues of the Survey: November 1992, each October of 1993-95, and each November of 1996-2004. In Canada, the results were published in the following issues of Canada's Balance of International Payments (catalogue 67-001), a publication of Statistics Canada: Fourth Quarter 1973, Second Quarter 1976 and 1977, Third Quarter 1978 and 1979, First Quarter 1981, and each Third Quarter of 1981-2004.

5. For the reconciliation, some of the details presented in the tables in this article differ from those presented in the balance of payments tables regularly published by the U.S. Bureau of Economic Analysis and by Statistics Canada.

6. In this article, the term northbound refers to U.S. exports of goods and services, U.S. income receipts, and current unilateral transfers to the United States, and it refers to Canadian imports of goods and services, Canadian income payments, and current unilateral transfers from Canada. The term southbound refers to U.S. imports of goods and services, U.S. income payments, and current unilateral transfers from the United States, and it refers to Canadian exports of goods and services, Canadian income receipts, and current unilateral transfers to Canada.

larger upward adjustments to the U.S. southbound estimates than to the U.S. northbound estimates. For both years, the largest increases in the U.S. southbound estimates result from the addition of Canadian reexports to U.S. goods imports (a definitional adjustment), from the valuation of U.S. natural gas imports to include inland freight (a definitional adjustment), from an increase for undercoverage of some southbound services (a statistical adjustment), and for 2002, from adjustments for statistical differences in direct investment income. For both years, the largest increases in the U.S. northbound estimates result from upward adjustments to investment income for undercoverage of income on U.S. holdings of Canadian bonds (statistical adjustments), and for 2003, from adjustments for statistical differences in direct investment income and in "other" services.

Summary of reconciliation methodology

In reconciling the Canadian and U.S. published bilateral current account estimates, the estimates are first restated to a common basis, that is, they are adjusted for definitional and methodological differences; the remaining adjustments that are needed to reach the reconciled values are the statistical adjustments. The framework for reconciling the Canadian and U.S. estimates to a common basis mainly follows the international standards published in the International Monetary Fund's *Balance of Payments Manual* (fifth edition). The Canadian and U.S. published estimates now largely conform to the international standards, but that some differences with the international standards, and between the Canadian and U.S. estimates, remain in the published estimates because of data limitations, difficulties in determining country attribution, and differences in classification, and because in a few cases, international standards provide for more than one acceptable treatment.

The *definitional* adjustments mainly reflect data limitations and differences in country attribution. For example, as part of the reconciliation, U.S. published estimates of imports of goods from Canada are adjusted to include Canadian reexports to the United States (goods imported by Canada from third countries and then reexported to the United States without substantial changes) because U.S. imports of goods are recorded on a country of origin basis. Another example of a definitional adjustment is that the Canadian estimates, mainly investment income, are adjusted to a basis that is net of withholding taxes because the U.S. withholding tax estimates, which are included on a global basis in the U.S. published accounts, cannot be allocated by country for comparison with the Canadian estimates.

The *methodological* adjustments mainly reflect differences in classification. For example, parts of the U.S. estimates of film rentals and courier services are recorded in various services accounts; for reconciliation, they are reclassified to a single account. A few Canadian and U.S. accounts, mainly interest income, are adjusted to a net or gross basis for comparability.

Statistical differences reflect the use of different source data in Canada and the United States, the difficulty in determining country attribution because of insufficient data, the preliminary nature of some of the data (particularly for the most recent year), and the use of sample data between benchmarks. For both the northbound and the southbound estimates, most of the statistical differences are in Canadian and the U.S. estimates of "other" services and of investment income.

Note on the Canadian - U.S. current account reconciliation

The Canadian-U.S. current account reconciliation, which explains the differences between the estimates of the bilateral current account published by Statistics Canada and those published by the U.S. Bureau of Economic Analysis (BEA), is undertaken because of the extensive economic links between Canada and the United States. The reconciled estimates are intended to assist analysts who use both countries' statistics and to show how the current account estimates would appear if both countries used common definitions, methodologies, and data sources.⁷

In principle, the bilateral current account of one country should mirror the bilateral current account of the other country. Differences occur in the published estimates of the U.S. and Canadian current accounts because of variations in the definitions, methodologies, and statistical sources that are used by each country. Some of the differences for 2003 are in components of the current account for which data are still preliminary and subject to revision; these differences may be eliminated when final data for these components become available.

The longstanding Canadian-U.S. current account reconciliation is among the leading examples of the benefits of international data exchanges. As a part of the reconciliation process, Canada and the United States have evaluated the accuracy of each others' estimates, and as a result, each country now includes in its published estimates some data that are provided by the other country. The exchange of data between Canada and the United States for transactions such as trade in goods, travel, passenger fares, Canadian and U.S. Government transactions, and some large transportation transactions covers a substantial portion of the value of the Canadian and U.S. current account and has eliminated some of the differences in the Canadian and U.S. published estimates. In addition, the reconciliation process has highlighted areas where errors and omissions may exist in each country's estimates, which has helped in targeting data improvement efforts.

Although the Canadian and U.S. published estimates are reconciled and there is extensive exchange of data between Canada and the United States, differences in the published estimates remain. Complete substitution of the reconciled estimates for published estimates and complete exchange of data are not feasible for several reasons. For trade in goods, imports in the U.S. accounts would be affected because the United States attributes Canadian reexports to the country of origin rather than to Canada, the last country of shipment. For some accounts, the protection of the confidentiality of the source data bars the exchange of data. Finally, a few differences are attributable to different requirements for integrating the international and national (domestic) accounts in each country.

Acknowledgements

The reconciliations were carried out under the direction of Patricia Abaroa and Edward Dozier, international economists in BEA's Balance of Payments Division and Denis Caron, Chief, Current Account, in Statistics Canada's Balance of Payments Division.

At BEA, Mai-Chi Hoang was responsible for reconciling goods; Michael Mann, Edward Dozier, and Erin Nephew, for services, with the assistance of Matthew Argersinger for financial services; Gregory Fouch, for the accounts related to Canadian direct investment in the United States; Mark New, for the accounts related to U.S. direct investment in Canada; and Patricia Abaroa for the portfolio income accounts.

At Statistics Canada, Denis Caron was responsible for reconciling Canadian goods and services, Michael Marth for Canadian direct investment income, and Robert Théberge for Canadian portfolio investment income, with the collaboration and assistance of Brian André, Heather Collier, Jacqueline Dickie, Christian Lajule, Éric Simard, and Angela Yuan.

⁷ A detailed article on the methodology was published by BEA in Reconciliation of the U.S.-Canadian Current Account in the November 1992 Survey and by Statistics Canada in Reconciliation of the Canadian-United States Current Account, 1990-1991. Statistics Canada also published a shortened version in the December 1992 Canadian Economic Observer and in Canada's Balance of International Payments, Third Quarter 1992.

Table 1
Major Canada - United States balances

Canada (billions of Canadian dollars)	Published estimates		Reconciled estimates	
	Canada	United States	Canada	United States

billions of U.S. dollars

2002					
Goods and services	-88.0	56.0	-44.4	55.3	-55.3
Goods	92.0	58.6	-50.9	58.8	-58.8
Services	-4.0	-2.5	6.4	-3.4	3.4
Income	-29.6	-18.8	16.1	-16.8	16.8
Current transfers	3.6	2.3	-0.3	0.3	-0.3
Current account	62.0	39.5	-28.7	38.9	-38.9
2003					
Goods and services	83.9	59.9	-46.8	58.7	-58.7
Goods	90.5	64.6	-54.3	63.5	-63.5
Services	-6.6	-4.7	7.6	-4.8	4.8
Income	-24.5	-17.5	14.9	-17.2	17.2
Current transfers	3.4	2.4	-0.2	0.2	-0.2
Current account	62.7	44.7	-32.1	41.7	-41.7

Note: A U.S. surplus (+) is a Canadian deficit (-), and a Canadian surplus (+) is a U.S. deficit (-).
Details may not add to totals because of rounding.

Table 2
U.S.-Canadian current account reconciliation, northbound

	Published estimates			Common-basis estimates after definitional and methodological adjustments			Reconciled estimates, including statistical adjustments		Total adjustments to published estimates	
	U.S. receipts	Canadian payments	Difference	U.S. receipts	Canadian payments	Difference	U.S. receipts	Canadian payments	United States	Canada
millions of U.S. dollars										
2002										
Goods and services	185,743	188,481	-2,738	185,658	186,932	-1,274	186,212	186,212	469	-2,269
Goods, balance of payments basis	160,894	162,438	-1,544	161,091	161,971	-880	161,352	161,352	458	-1,086
Services	24,849	26,043	-1,194	24,567	24,961	-394	24,860	24,860	11	-1,183
Travel	6,268	6,910	-642	7,136	6,910	226	7,013	7,013	745	103
Passenger fares	1,717	1,279	438	1,717	1,279	438	1,279	1,279	-438	...
Other transportation	2,544	2,277	267	2,544	2,369	175	2,532	2,532	-12	255
Other services	14,320	15,577	-1,257	13,170	14,403	-1,233	14,036	14,036	-284	-1,541
Income	21,111	25,693	-4,582	20,854	23,000	-2,146	22,509	22,509	1,398	-3,184
Investment income	21,027	25,693	-4,666	20,770	22,916	-2,146	22,425	22,425	1,398	-3,268
Direct investment	12,796	9,591	3,205	12,696	9,050	3,646	11,831	11,831	-965	2,240
Other investment	8,231	16,102	-7,871	8,074	13,866	-5,792	10,594	10,594	2,363	-5,508
Compensation of employees	84	[1]	84	84	84	...	84	84	...	84
Current unilateral transfers	[2]	615	-615	507	284	223	482	482	482	-133
Current account, northbound	206,854	214,789	-7,935	207,019	210,216	-3,197	209,203	209,203	2,349	-5,586
2003										
Goods and services	196,914	200,164	-3,250	196,752	198,641	-1,889	197,370	197,370	456	-2,794
Goods, balance of payments basis	169,905	171,153	-1,248	170,113	170,716	-603	170,126	170,126	221	-1,027
Services	27,009	29,011	-2,002	26,639	27,925	-1,286	27,244	27,244	235	-1,767
Travel	6,844	7,588	-744	7,776	7,588	188	7,647	7,647	803	59
Passenger fares	2,114	1,531	583	2,114	1,531	583	1,531	1,531	-583	...
Other transportation	2,614	2,451	163	2,614	2,561	53	2,619	2,619	5	168
Other services	15,437	17,441	-2,004	14,135	16,245	-2,110	15,447	15,447	10	-1,994
Income	24,482	27,211	-2,729	24,327	24,540	-213	25,695	25,695	1,213	-1,516
Investment income	24,384	27,211	-2,827	24,229	24,442	-213	25,597	25,597	1,213	-1,614
Direct investment	17,430	10,959	6,471	17,354	10,307	7,047	14,352	14,352	-3,078	3,393
Other investment	6,954	16,252	-9,298	6,875	14,135	-7,260	11,245	11,245	4,291	-5,007
Compensation of employees	98	[1]	98	98	98	...	98	98	...	98
Current unilateral transfers	[2]	742	-742	607	331	276	586	586	586	-156
Current account, northbound	221,396	228,117	-6,721	221,686	223,512	-1,826	223,651	223,651	2,255	-4,466

[1] In the Canadian published accounts, compensation of employees is included in "other" services.

[2] Current unilateral transfers are published on a net basis in the U.S. accounts and appear as net payments in table 3.

Table 3
U.S.-Canadian current account reconciliation, southbound

	Published estimates			Common-basis estimates after definitional and methodological adjustments			Reconciled estimates, including statistical adjustments		Total adjustments to published estimates	
	Canada receipts	U.S. payments	Difference	Canada receipts	U.S. payments	Difference	Canada receipts	U.S. payments	Canada	United States
millions of U.S. dollars										
2002										
Goods and services	244,528	230,167	14,361	242,042	238,361	3,681	241,546	241,546	-2,982	11,379
Goods, balance of payments basis	221,007	211,756	9,251	219,952	220,042	-90	220,128	220,128	-879	8,372
Services	23,521	18,411	5,110	22,090	18,319	3,771	21,418	21,418	-2,103	3,007
Travel	6,581	6,489	92	6,581	6,517	64	6,581	6,581	...	92
Passenger fares	597	594	3	597	594	3	597	597	...	3
Other transportation	3,117	3,471	-354	3,098	3,242	-144	3,170	3,170	53	-301
Other services	13,226	7,857	5,369	11,814	7,966	3,848	11,070	11,070	-2,156	3,213
Income	6,855	5,058	1,797	4,479	4,144	335	5,738	5,738	-1,117	680
Investment income	6,855	4,753	2,102	4,269	3,839	430	5,433	5,433	-1,422	680
Direct investment	2,030	-833	2,863	601	-908	1,509	1,132	1,132	-898	1,965
Other investment	4,825	5,586	-761	3,668	4,747	-1,079	4,301	4,301	-524	-1,285
Other private investment	3,879	4,722	-843	2,839	3,883	-1,044	3,455	3,455	-424	-1,267
U.S. Government liabilities	946	864	82	829	864	-35	846	846	-100	-18
Compensation of employees	[1]	305	-305	210	305	-95	305	305	305	...
Current unilateral transfers	2,876	340	2,536	1,014	847	167	821	821	-2,055	481
Current account, northbound	254,259	235,565	18,694	247,535	243,352	4,183	248,105	248,105	-6,154	12,540
2003										
Goods and services	260,016	243,670	16,346	256,131	252,857	3,274	256,060	256,060	-3,956	12,390
Goods, balance of payments basis	235,730	224,249	11,481	233,141	233,533	-392	233,609	233,609	-2,121	9,360
Services	24,286	19,421	4,865	22,990	19,324	3,666	22,451	22,451	-1,835	3,030
Travel	6,483	6,376	107	6,483	6,432	51	6,483	6,483	...	107
Passenger fares	405	406	-1	405	406	-1	405	405	...	-1
Other transportation	3,271	3,634	-363	3,283	3,397	-114	3,373	3,373	102	-261
Other services	14,127	9,005	5,122	12,819	9,089	3,730	12,190	12,190	-1,937	3,185
Income	9,697	9,599	98	6,925	8,934	-2,009	8,491	8,491	-1,206	-1,108
Investment income	9,697	9,253	444	6,680	8,588	-1,908	8,155	8,155	-1,542	-1,098
Direct investment	4,700	3,528	1,172	2,615	3,461	-846	3,487	3,487	-1,213	-41
Other investment	4,997	5,725	-728	4,065	5,127	-1,062	4,668	4,668	-329	-1,057
Other private investment	4,103	4,678	-575	3,295	4,080	-785	3,759	3,759	-344	-919
U.S. Government liabilities	894	1,047	-153	770	1,047	-277	909	909	15	-138
Compensation of employees	[1]	346	-346	245	346	-101	336	336	336	-10
Current unilateral transfers	3,140	190	2,950	1,087	797	290	787	787	-2,353	597
Current account, northbound	272,853	253,459	19,394	264,143	262,588	1,555	265,338	265,338	-7,515	11,879

[1] In the Canadian published accounts, compensation of employees is included in "other" services.

Table 4
Summary of reconciliation adjustments, northbound, 2002

	Definitional		Methodological		Statistical		Total	
	United States	Canada	United States	Canada	United States	Canada	United States	Canada
millions of U.S. dollars								
Goods, balance of payments basis	-42	-467	239	...	261	-619	458	-1,086
Valuation adjustments	-42	-467	...	...	...	...	-42	-467
Reclassification of equipment repairs from unaffiliated services	...	...	239	...	...	...	239	...
Statistical adjustments	...	...	...	...	261	-619	261	-619
Services	-44	-997	-239	-84	293	-101	11	-1,182
Travel	...	...	868	...	-123	103	745	103
Reclassification of education from unaffiliated services	...	...	617	...	...	...	617	...
Reclassification of medical services from unaffiliated services	...	...	251	...	...	...	251	...
Statistical adjustments	...	...	...	...	-123	103	-123	103
Passenger fares	...	...	...	...	-438	...	-438	...
Statistical adjustments	...	...	...	...	-438	...	-438	...
Other transportation	...	-67	...	159	-12	163	-12	255
Valuation adjustments	...	-67	...	...	...	...	...	-67
Reclassification of transportation services from unaffiliated services	...	...	...	159	...	...	...	159
Statistical adjustments	...	...	...	...	-12	163	-12	163
Other services	-44	-930	-1,107	-243	866	-367	-284	-1,540
Affiliated	...	-513	-317	...	17	-860	-300	-1,373
Valuation adjustments	...	-513	...	...	...	...	...	-513
Reclassification of film rentals and courier to unaffiliated services	...	...	-317	...	...	...	-317	...
Statistical adjustments	...	...	...	...	17	-860	17	-860
Unaffiliated	...	-417	-790	-243	849	450	59	-210
Valuation adjustments	...	-417	...	...	...	...	...	-417
Reclassification of transactions to or from other accounts	...	...	-790	-243	...	...	-790	-243
Statistical adjustments	...	...	...	...	849	450	849	450
U.S. military sales	-44	...	...	...	...	43	-44	43
Valuation adjustments	-44	...	...	...	...	...	-44	...
Statistical adjustments	...	...	...	...	...	43	...	43
Income	582	-1,725	-839	-968	1,655	-491	1,398	-3,184
Direct investment	-100	-432	...	-109	-865	2,781	-965	2,240
Valuation adjustments	-100	-432	...	...	...	...	-100	-432
Adjustment of interest income to a net basis	...	...	...	-109	...	...	...	-109
Statistical adjustments	...	...	...	...	-865	2,781	-865	2,781
Other investment	682	-1,293	-839	-943	2,520	-3,272	2,363	-5,508
Valuation adjustments	682	-1,293	...	...	...	...	682	-1,293
Adjustment of interest income to a net basis	...	...	-839	-943	...	...	-839	-943
Statistical adjustments	...	...	...	...	2,520	-3,272	2,520	-3,272
Compensation of employees	...	...	...	84	...	...	...	84
Current unilateral transfers	...	-331	507	...	-25	198	482	-133
Valuation adjustments	...	-331	...	...	...	...	...	-331
Adjustment of U.S. transfers to a gross basis	...	...	507	...	...	...	507	...
Statistical adjustments	...	...	...	...	-25	198	-25	198
Total adjustments	496	-3,520	-332	-1,052	2,184	-1,013	2,349	-5,585

Table 5
Summary of reconciliation adjustments, northbound, 2003

	Definitional		Methodological		Statistical		Total	
	United States	Canada	United States	Canada	United States	Canada	United States	Canada
millions of U.S. dollars								
Goods, balance of payments basis	-15	-437	223	...	13	-590	221	-1,027
Valuation adjustments	-15	-437	...	...	...	...	-15	-437
Reclassification of equipment repairs from unaffiliated services	...	...	223	...	...	...	223	...
Statistical adjustments	...	...	...	...	13	-590	13	-590
Services	-147	-991	-223	-96	605	-681	235	-1,768
Travel	...	...	932	...	-129	59	803	59
Reclassification of education from unaffiliated services	...	...	648	...	...	...	648	...
Reclassification of medical services from unaffiliated services	...	...	284	...	...	...	284	...
Statistical adjustments	...	...	...	...	-129	59	-129	59
Passenger fares	...	...	...	...	-583	...	-583	...
Statistical adjustments	...	...	...	...	-583	...	-583	...
Other transportation	...	-51	...	161	5	58	5	168
Valuation adjustments	...	-51	...	...	...	...	...	-51
Reclassification of transportation services from unaffiliated services	...	...	...	161	...	...	...	161
Statistical adjustments	...	...	...	...	5	58	5	58
Other services	-147	-940	-1,155	-257	1,312	-798	10	-1,995
Affiliated	...	-549	-288	...	245	-1,143	-43	-1,692
Valuation adjustments	...	-549	...	...	...	...	...	-549
Reclassification of film rentals and courier to unaffiliated services	...	...	-288	...	...	...	-288	...
Statistical adjustments	...	...	...	...	245	-1,143	245	-1,143
Unaffiliated	...	-391	-867	-257	1,067	292	200	-356
Valuation adjustments	...	-391	...	...	...	...	...	-391
Reclassification of transactions to or from other accounts	...	...	-867	-257	...	...	-867	-257
Statistical adjustments	...	...	...	...	1,067	292	1,067	292
U.S. military sales	-147	...	...	...	...	53	-147	53
Valuation adjustments	-147	...	...	...	...	...	-147	...
Statistical adjustments	...	...	...	...	...	53	...	53
Income	442	-2,008	-597	-663	1,368	1,155	1,213	-1,516
Direct investment	-76	-533	...	-119	-3,002	4,045	-3,078	3,393
Valuation adjustments	-76	-533	...	...	...	...	-76	-533
Adjustment of interest income to a net basis	...	...	...	-119	...	...	...	-119
Statistical adjustments	...	...	...	...	-3,002	4,045	-3,002	4,045
Other investment	518	-1,475	-597	-642	4,370	-2,890	4,291	-5,007
Valuation adjustments	518	-1,475	...	...	...	...	518	-1,475
Adjustment of interest income to a net basis	...	...	-597	-642	...	...	-597	-642
Statistical adjustments	...	...	...	...	4,370	-2,890	4,370	-2,890
Compensation of employees	...	...	...	98	...	...	...	98
Current unilateral transfers	...	-411	607	...	-21	255	586	-156
Valuation adjustments	...	-411	...	...	...	...	...	-411
Adjustment of U.S. transfers to a gross basis	...	...	607	...	...	...	607	...
Statistical adjustments	...	...	...	...	-21	255	-21	255
Total adjustments	280	-3,847	10	-759	1,965	139	2,255	-4,467

Table 6
Summary of reconciliation adjustments, southbound, 2002

	Definitional		Methodological		Statistical		Total	
	Canada	United States	Canada	United States	Canada	United States	Canada	United States
millions of U.S. dollars								
Goods, balance of payments basis	-1,055	8,281	...	5	176	86	-879	8,372
Valuation adjustments	-2,298	252	...	...	...	...	-2,298	252
Canadian reexports to the United States	...	6,501	...	...	...	...	...	6,501
Inland freight adjustments	1,243	1,528	...	...	...	...	1,243	1,528
Reclassification of equipment repairs from unaffiliated services	...	...	...	5	...	...	...	5
Statistical adjustments	...	...	...	...	176	86	176	86
Services	-1,172	-86	-259	-5	-672	3,099	-2,103	3,007
Travel	...	...	...	28	...	64	...	92
Reclassification of education from unaffiliated services	...	...	...	28	...	...	...	28
Statistical adjustments	...	...	...	...	...	64	...	64
Passenger fares	...	...	...	...	...	3	...	3
Other transportation	-100	-66	81	-163	72	-72	53	-301
Valuation adjustments	-100	-66	...	...	...	...	-100	-66
Reclassification of courier services to unaffiliated services	...	...	...	-163	...	...	...	-163
Reclassification of transportation services from unaffiliated services	...	...	81	...	...	...	81	...
Statistical adjustments	...	...	...	...	72	-72	72	-72
Other services	-1,072	-20	-340	130	-744	3,104	-2,156	3,213
Affiliated	-805	...	...	-30	-754	653	-1,559	623
Valuation adjustments	-805	...	...	...	...	...	-805	...
Reclassification of selected services to unaffiliated services	...	...	...	-30	...	...	...	-30
Statistical adjustments	...	...	...	...	-754	653	-754	653
Unaffiliated	-267	...	-340	160	10	2,451	-597	2,611
Valuation adjustments	-267	...	...	...	...	...	-267	...
Reclassification of transactions to or from other accounts	...	...	-340	160	...	...	-340	160
Statistical adjustments	...	...	...	...	10	2,451	10	2,451
U.S. defense expenditures	...	-20	...	...	...	...	...	-20
Valuation adjustments	...	-20	...	...	...	...	...	-20
Statistical adjustments	...	...	...	...	...	...	...	...
Income	-1,534	-75	-842	-839	1,259	1,594	-1,117	680
Direct investment	-1,320	-75	-109	...	531	2,040	-898	1,965
Valuation adjustments	-1,320	-75	...	...	...	...	-1,320	-75
Adjustment of interest income to a net basis	...	...	-109	...	...	...	...	-109
Statistical adjustments	...	...	...	...	531	2,040	531	2,040
Other investment	-214	...	-943	-839	633	-446	-524	-1,285
Valuation adjustments	-214	...	...	...	...	...	-214	...
Adjustment of interest income to a net basis	...	...	-943	-839	...	...	-943	-839
Statistical adjustments	...	...	...	...	633	-446	633	-446
Compensation of employees	...	...	210	...	95	...	305	...
Reclassification from unaffiliated services	...	...	210	...	...	...	210	...
Statistical adjustments	...	...	...	...	95	...	95	...
Current unilateral transfers	-1,911	...	49	507	-193	-26	-2,055	481
Valuation adjustments	-1,911	...	...	...	...	...	-1,911	...
Reclassification from unaffiliated services	...	...	49	...	...	...	49	...
Adjustment of U.S. transfers to a gross basis	...	...	...	507	...	...	...	507
Statistical adjustments	...	...	...	...	-193	-26	-193	-26
Total adjustments	-5,672	8,120	-1,052	-332	570	4,753	-6,154	12,540

Table 7
Summary of reconciliation adjustments, southbound, 2003

	Definitional		Methodological		Statistical		Total	
	Canada	United States	Canada	United States	Canada	United States	Canada	United States
millions of U.S. dollars								
Goods, balance of payments basis	-2,589	9,261	...	23	468	76	-2,121	9,360
Valuation adjustments	-4,836	305	...	...	...	...	-4,836	305
Canadian reexports to the United States	...	6,537	...	...	...	...	...	6,537
Inland freight adjustments	2,247	2,419	...	...	...	...	2,247	2,419
Reclassification of equipment repairs from unaffiliated services	...	...	...	23	...	...	...	23
Statistical adjustments	...	...	...	...	468	76	468	76
Services	-996	-73	-300	-23	-539	3,127	-1,835	3,030
Travel	...	...	...	56	...	51	...	107
Reclassification of education from unaffiliated services	...	...	...	56	...	...	...	56
Statistical adjustments	...	...	...	...	...	51	...	51
Passenger fares	...	...	...	...	...	-1	...	-1
Other transportation	-88	-53	100	-184	90	-24	102	-261
Valuation adjustments	-88	-53	...	...	...	...	-88	-53
Reclassification of courier services to unaffiliated services	...	...	...	-184	...	...	...	-184
Reclassification of transportation services from unaffiliated services	...	...	100	...	...	...	100	...
Statistical adjustments	...	...	...	...	90	-24	90	-24
Other services	-908	-20	-400	105	-629	3,101	-1,937	3,185
Affiliated	-771	...	...	-41	-800	379	-1,571	338
Valuation adjustments	-771	...	...	...	...	...	-771	...
Reclassification of selected services to unaffiliated services	...	...	...	-41	...	...	...	-41
Statistical adjustments	...	...	...	...	-800	379	-800	379
Unaffiliated	-137	...	-400	146	157	2,722	-380	2,868
Valuation adjustments	-137	...	...	...	...	...	-137	...
Reclassification of transactions to or from other accounts	...	...	-400	146	...	...	-400	146
Statistical adjustments	...	...	...	...	157	2,722	157	2,722
U.S. defense expenditures	...	-20	...	...	14	...	14	-20
Valuation adjustments	...	-20	...	...	...	...	...	-20
Statistical adjustments	...	...	...	...	14	...	14	...
Income	-2,256	-67	-516	-598	1,566	-443	-1,206	-1,108
Direct investment	-1,966	-67	-119	...	872	26	-1,213	-41
Valuation adjustments	-1,966	-67	...	...	...	...	-1,966	-67
Adjustment of interest income to a net basis	...	...	-119	...	...	...	-119	...
Statistical adjustments	...	...	...	...	872	26	872	26
Other investment	-290	...	-642	-598	603	-459	-329	-1,057
Valuation adjustments	-290	...	...	...	...	...	-290	...
Adjustment of interest income to a net basis	...	...	-642	-598	...	...	-642	-598
Statistical adjustments	...	...	...	...	603	-459	603	-459
Compensation of employees	...	...	245	...	91	-10	336	-10
Reclassification from unaffiliated services	...	...	245	...	...	...	245	...
Statistical adjustments	...	...	...	...	91	-10	91	-10
Current unilateral transfers	-2,108	...	55	607	-300	-10	-2,353	597
Valuation adjustments	-2,108	...	...	...	...	...	-2,108	...
Reclassification from unaffiliated services	...	...	55	...	...	...	55	...
Adjustment of U.S. transfers to a gross basis	...	...	...	607	...	...	...	607
Statistical adjustments	...	...	...	...	-300	-10	-300	-10
Total adjustments	-7,949	9,121	-761	9	1,195	2,750	-7,515	11,879

Table 8
Trade in goods, northbound

	U.S. receipts	Canadian payments	Type of adjustment
millions of U.S. dollars			
2002			
Balance of payments basis, published	160,894	162,438	
Definitional and methodological adjustments:			
Valuation adjustments	-42	-467	Definitional
Reclassification of equipment repairs from unaffiliated services	239	....	Methodological
Common basis, after definitional and methodological adjustments	161,091	161,971	
Statistical adjustments	261	-619	Statistical
Reconciled, including statistical adjustments	161,352	161,352	
2003			
Balance of payments basis, published	169,905	171,153	
Definitional and methodological adjustments:			
Valuation adjustments	-15	-437	Definitional
Reclassification of equipment repairs from unaffiliated services	223	....	Methodological
Common basis, after definitional and methodological adjustments	170,113	170,716	
Statistical adjustments	13	-590	Statistical
Reconciled, including statistical adjustments	170,126	170,126	

Table 9
Trade in goods, southbound

	Canadian receipts	U.S. payments	Type of adjustment
millions of U.S. dollars			
2002			
Balance of payments basis, published	221,007	211,756	
Definitional and methodological adjustments:			
Valuation adjustments	-2,298	252	Definitional
Canadian reexports to the United States	....	6,501	Definitional
Inland freight adjustment	1,243	1,528	Definitional
Reclassification of equipment repairs from unaffiliated services	....	5	Methodological
Common basis, after definitional and methodological adjustments	219,952	220,042	
Statistical adjustments	176	86	Statistical
Reconciled, including statistical adjustments	220,128	220,128	
2003			
Balance of payments basis, published	235,730	224,249	
Definitional and methodological adjustments:			
Valuation adjustments	-4,836	305	Definitional
Canadian reexports to the United States	....	6,537	Definitional
Inland freight adjustment	2,247	2,419	Definitional
Reclassification of equipment repairs from unaffiliated services	....	23	Methodological
Common basis, after definitional and methodological adjustments	233,141	233,533	
Statistical adjustments	468	76	Statistical
Reconciled, including statistical adjustments	233,609	233,609	

Table 10
Travel, passenger fares, and other transportation, northbound

	Published estimates			Common-basis estimates, after definitional and methodological adjustments			Reconciled estimates, including statistical adjustments		Total adjustments to published estimates		
	U.S. receipts	Canadian payments	Difference	U.S. receipts	Canadian payments	Difference	U.S. receipts	Canadian payments	United States	Canada	Type of adjustment
millions of U.S. dollars											
2002											
Travel	6,268	6,910	-642	7,136	6,910	226	7,013	7,013	745	103	
Business and personal	6,268	6,145	123	6,268	6,145	123	6,145	6,145	-123	....	Statistical
Education	...	519	-519	617	519	98	617	617	617	98	Methodological and statistical
Medical	...	245	-245	251	245	6	251	251	251	6	Methodological and statistical
Passenger fares	1,717	1,279	438	1,717	1,279	438	1,279	1,279	-438	....	Statistical
Other transportation	2,544	2,277	267	2,544	2,369	175	2,532	2,532	-12	255	
Freight	1,937	1,934	3	1,929	1,867	62	1,944	1,944	7	10	
Ocean	136	236	-100	128	145	-17	171	171	35	-65	Definitional, methodological, and statistical
Air	87	25	62	87	49	38	49	49	-38	24	Definitional and statistical
Truck	1,306	1,308	-2	1,306	1,308	-2	1,306	1,306	...	-2	Statistical
Other	408	365	43	408	365	43	418	418	10	53	Statistical
Port services	607	309	298	607	468	139	554	554	-53	245	
Vessel operators	74	22	52	74	22	52	22	22	-52	....	Statistical
Airline operators	343	255	88	343	255	88	343	343	....	88	Statistical
Other	190	32	158	190	191	-1	189	189	-1	157	Methodological and statistical
Other	...	34	-34	8	34	-26	34	34	34	....	Methodological and statistical
2003											
Travel	6,844	7,588	-744	7,776	7,588	188	7,647	7,647	803	59	
Business and personal	6,844	6,715	129	6,844	6,715	129	6,715	6,715	-129	....	Statistical
Education	...	563	-563	648	563	85	648	648	648	85	Methodological and statistical
Medical	...	311	-311	284	311	-27	284	284	284	-27	Methodological and statistical
Passenger fares	2,114	1,531	583	2,114	1,531	583	1,531	1,531	-583	....	Statistical
Other transportation	2,614	2,451	163	2,614	2,561	53	2,619	2,619	5	168	
Freight	1,959	1,976	-17	1,952	1,913	39	1,963	1,963	4	-13	
Ocean	169	264	-95	162	165	-3	207	207	38	-57	Definitional, methodological, and statistical
Air	104	25	79	104	59	45	59	59	-45	34	Definitional and statistical
Truck	1,304	1,299	5	1,304	1,302	2	1,304	1,304	....	5	Definitional and statistical
Other	382	388	-6	382	388	-6	393	393	11	5	Statistical
Port services	655	440	215	655	612	43	619	619	-36	179	
Vessel operators	68	24	44	68	35	33	35	35	-33	11	Definitional and statistical
Airline operators	395	380	15	395	380	15	395	395	....	15	Statistical
Other	192	36	156	192	197	-5	189	189	-3	153	Methodological and statistical
Other	...	36	-36	7	37	-30	37	37	37	1	Definitional, methodological, and statistical

Table 11
Travel, passenger fares, and other transportation, southbound

	Published estimates			Common-basis estimates, after definitional and methodological adjustments			Reconciled estimates, including statistical adjustments		Total adjustments to published estimates		
	Canadian receipts	U.S. payments	Difference	Canadian receipts	U.S. payments	Difference	Canadian receipts	U.S. payments	Canada	United States	Type of adjustment
millions of U.S. dollars											
2002											
Travel	6,581	6,489	92	6,581	6,517	64	6,581	6,581	...	92	
Business and personal	6,435	6,489	-54	6,435	6,489	-54	6,435	6,435	....	-54	Statistical
Education	94	...	94	94	28	66	94	94	....	94	Methodological and statistical
Medical	52	...	52	52	...	52	52	52	....	52	Statistical
Passenger fares	597	594	3	597	594	3	597	597	...	3	Statistical
Other transportation	3,117	3,471	-354	3,098	3,242	-144	3,170	3,170	53	-301	
Freight	2,438	2,705	-267	2,448	2,543	-95	2,497	2,497	59	-208	
Ocean	125	238	-113	125	212	-87	169	169	44	-69	Methodological and statistical
Air	51	51	...	51	51	...	51	51	....	...
Truck	2,157	2,171	-14	2,167	2,171	-4	2,171	2,171	14	...	Definitional and statistical
Other	106	245	-139	106	109	-3	106	106	....	-139	Methodological and statistical
Port services	563	766	-203	624	673	-49	647	647	84	-119	
Vessel operators	66	132	-66	69	66	3	66	66	....	-66	Definitional and statistical
Airline operators	384	524	-140	361	361	...	361	361	-23	-163	Definitional and methodological
Other	113	110	3	194	246	-52	220	220	107	110	Methodological and statistical
Other	116	...	116	26	26	...	26	26	-90	26	Definitional, methodological, and statistical
2003											
Travel	6,483	6,376	107	6,483	6,432	51	6,483	6,483	...	107	
Business and personal	6,296	6,376	-80	6,296	6,376	-80	6,296	6,296	....	-80	Statistical
Education	127	...	127	127	56	71	127	127	....	127	Methodological and statistical
Medical	60	...	60	60	...	60	60	60	....	60	Statistical
Passenger fares	405	406	-1	405	406	-1	405	405	....	-1	Statistical
Other transportation	3,271	3,634	-363	3,283	3,397	-114	3,373	3,373	102	-261	
Freight	2,618	2,851	-233	2,621	2,672	-51	2,691	2,691	73	-160	
Ocean	149	291	-142	135	251	-116	193	193	44	-98	Definitional, methodological, and statistical
Air	51	59	-8	51	59	-8	59	59	8	...	Statistical
Truck	2,239	2,260	-21	2,256	2,260	-4	2,260	2,260	21	...	Definitional and statistical
Other	179	241	-62	179	102	77	179	179	....	-62	Methodological and statistical
Port services	526	783	-257	630	685	-55	642	642	116	-141	
Vessel operators	78	107	-29	82	54	28	54	54	-24	-53	Definitional and statistical
Airline operators	381	565	-184	381	381	...	381	381	....	-184	Methodological
Other	67	111	-44	167	250	-83	207	207	140	96	Methodological and statistical
Other	126	...	126	31	40	-9	40	40	-86	40	Definitional, methodological, and statistical

Table 12
Other services, northbound

	Published estimates			Common-basis estimates, after definitional and methodological adjustments			Reconciled estimates, including statistical adjustments		Total adjustments to published estimates		
	U.S. receipts	Canadian payments	Difference	U.S. receipts	Canadian payments	Difference	U.S. receipts	Canadian payments	United States	Canada	Type of adjustment
millions of U.S. dollars											
2002											
Total	14,320	15,577	-1,257	13,170	14,403	-1,233	14,036	14,036	-284	-1,541	
Affiliated	7,191	8,264	-1,073	6,874	7,751	-877	6,891	6,891	-300	-1,373	Definitional, methodological, and statistical
Royalties and license fees	2,395	2,142	253	2,395	2,119	276	[1]	[1]	[1]	[1]	
Other services	4,796	6,122	-1,326	4,479	5,632	-1,153	[1]	[1]	[1]	[1]	
Unaffiliated	7,043	7,313	-270	6,253	6,652	-399	7,102	7,102	59	-211	
Royalties, license fees, and selected services	1,468	1,619	-151	1,447	1,553	-106	1,447	1,447	-21	-172	Definitional, methodological, and statistical
Insurance	459	565	-106	459	540	-81	459	459	....	-106	Methodological and statistical
Financial services	934	1,019	-85	934	931	3	1,021	1,021	87	2	Definitional and statistical
Education and training	645	13	632	28	14	14	28	28	-617	15	Methodological and statistical
Communications	585	897	-312	585	540	45	585	585	....	-312	Methodological and statistical
Computer services	771	540	231	771	542	229	771	771	0	231	Methodological and statistical
Business services	1,487	1,032	455	1,147	1,287	-140	1,573	1,573	86	541	Methodological and statistical
Sports and entertainment	492	1,222	-730	680	1,066	-386	1,026	1,026	534	-196	Definitional, methodological, and statistical
Other private	....	193	-193	....	....	....	....	....	....	-193	Definitional and methodological
Government:											
United States (nonmilitary)	86	73	13	86	73	13	86	86	....	13	Statistical
Canada	116	139	-23	116	106	10	106	106	-10	-33	Definitional, methodological, and statistical
U.S. military sales	87	....	87	43	....	43	43	43	-44	43	Definitional and statistical
2003											
Total	15,437	17,441	-2,004	14,135	16,245	-2,110	15,447	15,447	10	-1,994	
Affiliated	7,561	9,210	-1,649	7,273	8,660	-1,387	7,518	7,518	-43	-1,692	Definitional, methodological, and statistical
Royalties and license fees	2,685	2,701	-16	2,685	2,686	-1	[1]	[1]	[1]	[1]	
Other services	4,876	6,509	-1,633	4,588	5,974	-1,386	[1]	[1]	[1]	[1]	
Unaffiliated	7,676	8,231	-555	6,809	7,584	-775	7,876	7,876	200	-355	
Royalties, license fees, and selected services	1,552	1,830	-278	1,533	1,791	-258	1,533	1,533	-19	-297	Definitional, methodological, and statistical
Insurance	660	814	-154	660	787	-127	660	660	....	-154	Methodological and statistical
Financial services	1,035	947	88	1,035	859	176	1,151	1,151	116	204	Definitional and statistical
Education and training	672	14	658	24	15	9	24	24	-648	10	Methodological and statistical
Communications	681	1,046	-365	681	646	35	681	681	....	-365	Methodological and statistical
Computer services	781	550	231	781	553	228	781	781	....	231	Methodological and statistical
Business services	1,478	1,144	334	1,128	1,427	-299	1,651	1,651	173	507	Methodological and statistical
Sports and entertainment	601	1,454	-853	751	1,307	-556	1,191	1,191	590	-263	Definitional, methodological, and statistical
Other private	....	196	-196	....	....	....	....	....	....	-196	Definitional and methodological
Government:											
United States (nonmilitary)	84	77	7	84	77	7	84	84	....	7	Statistical
Canada	132	158	-26	132	120	12	120	120	-12	-38	Definitional, methodological, and statistical
U.S. military sales	200	....	200	53	....	53	53	53	-147	53	Definitional and statistical

[1] Royalties and license fees are combined with "other" services for reconciliation.

Table 13
Other services, southbound

	Published estimates			Common-basis estimates, after definitional and methodological adjustments			Reconciled estimates, including statistical adjustments		Total adjustments to published estimates		
	Canadian receipts	U.S. payments	Difference	Canadian receipts	U.S. payments	Difference	Canadian receipts	U.S. payments	Canada	United States	Type of adjustment
millions of U.S. dollars											
2002											
Total	13,226	7,857	5,369	11,814	7,966	3,848	11,070	11,070	-2,156	3,213	
Affiliated	6,149	3,967	2,182	5,344	3,937	1,407	4,590	4,590	-1,559	623	Definitional, Methodological, and statistical
Royalties and license fees	1,000	881	119	997	881	116	[1]	[1]	[1]	[1]	
Other services	5,148	3,086	2,062	4,346	3,056	1,290	[1]	[1]	[1]	[1]	
Unaffiliated	7,014	3,806	3,208	6,407	3,966	2,441	6,417	6,417	-597	2,611	
Royalties, license fees, and selected services	2,043	510	1,533	1,963	506	1,457	1,963	1,963	-80	1,453	Definitional and statistical
Insurance	226	554	-328	224	554	-330	554	554	328	....	Methodological and statistical
Financial services	281	154	127	287	154	133	178	178	-103	24	Definitional and statistical
Education and training	46	42	4	24	14	10	24	24	-22	-18	Methodological and statistical
Communications	989	256	733	660	256	404	458	458	-531	202	Methodological and statistical
Computer services	1,091	1,083	8	1,091	1,083	8	1,055	1,055	-36	-28	Statistical
Business services	1,015	978	37	1,115	769	346	1,141	1,141	126	163	Methodological and statistical
Sports and entertainment	973	52	921	833	453	380	833	833	-140	781	Definitional, methodological, and statistical
Other private	138	....	138	....	....	....	....	....	-138	....	Definitional and methodological
Government:											
Canada	36	....	36	36	....	36	36	36	....	36	Statistical
United States (nondefense)	176	177	-1	176	177	-1	177	177	1	....	Statistical
U.S. defense expenditures	63	83	-20	63	63	0	63	63	0	-20	Definitional
2003											
Total	14,127	9,005	5,122	12,819	9,089	3,730	12,190	12,190	-1,937	3,185	
Affiliated	6,376	4,467	1,909	5,605	4,426	1,179	4,805	4,805	-1,571	338	Definitional, methodological, and statistical
Royalties and license fees	1,040	577	463	1,040	577	463	[1]	[1]	[1]	[1]	
Other services	5,336	3,890	1,446	4,565	3,849	716	[1]	[1]	[1]	[1]	
Unaffiliated	7,689	4,442	3,247	7,153	4,588	2,565	7,310	7,310	-379	2,868	
Royalties, license fees, and selected services	2,234	867	1,367	2,233	864	1,369	2,233	2,233	-1	1,366	Definitional and statistical
Insurance	11	525	-514	11	525	-514	525	525	514	....	Statistical
Financial services	342	161	181	358	161	197	215	215	-127	54	Definitional and statistical
Education and training	64	73	-9	30	17	13	30	30	-34	-43	Methodological and statistical
Communications	1,107	281	826	739	281	458	510	510	-597	229	Methodological and statistical
Computer services	1,168	1,004	164	1,168	1,004	164	1,121	1,121	-47	117	Statistical
Business services	1,139	1,297	-158	1,250	975	275	1,315	1,315	176	18	Methodological and statistical
Sports and entertainment	1,248	54	1,194	1,147	581	566	1,147	1,147	-101	1,093	Definitional, methodological, and statistical
Other private	161	....	161	....	....	....	....	....	-161	....	Definitional and methodological
Government:											
Canada	34	....	34	34	....	34	34	34	....	34	Statistical
United States (nondefense)	181	180	1	181	180	1	180	180	-1	....	Statistical
U.S. defense expenditures	61	95	-34	61	75	-14	75	75	14	-20	Definitional and statistical

[1] Royalties and license fees are combined with "other" services for reconciliation.

Table 14
Investment income, northbound

	Published estimates			Common-basis estimates, after definitional and methodological adjustments			Reconciled estimates, including statistical adjustments		Total adjustments to published estimates		
	U.S. receipts	Canadian payments	Difference	U.S. receipts	Canadian payments	Difference	U.S. receipts	Canadian payments	United States	Canada	Type of adjustment
millions of U.S. dollars											
2002											
Investment Income	21,027	25,693	-4,666	20,770	22,916	-2,146	22,425	22,425	1,398	-3,268	
Direct investment income	12,796	9,591	3,205	12,696	9,050	3,646	11,831	11,831	-965	2,240	
Earnings of incorporated affiliates	12,140	8,881	3,259	12,075	8,457	3,618	11,251	11,251	-889	2,370	
Dividends	4,329	4,319	10	4,265	3,920	345	4,093	4,093	-236	-226	Definitional and statistical
Reinvested earnings	7,811	4,562	3,249	7,810	4,537	3,273	7,158	7,158	-653	2,596	Definitional and statistical
Earnings of unincorporated affiliates	213	141	72	213	130	83	172	172	-41	31	Definitional and statistical
Interest	443	569	-126	408	463	-55	408	408	-35	-161	Definitional, methodological, and statistical
Other investment income	8,231	16,102	-7,871	8,074	13,866	-5,792	10,594	10,594	2,363	-5,508	
Securities	6,282	12,723	-6,441	6,964	12,517	-5,553	9,420	9,420	3,138	-3,303	
Dividends	1,716	1,636	80	1,716	1,430	286	1,573	1,573	-143	-63	Definitional and statistical
Interest	4,566	11,087	-6,521	5,248	11,087	-5,839	7,847	7,847	3,281	-3,240	Definitional and statistical
U.S. claims/Canadian liabilities	1,949	3,378	-1,429	1,110	1,349	-239	1,174	1,174	-775	-2,204	
U.S. bank claims	1,528	1,503	25	423	560	-137	492	492	-1,036	-1,011	Methodological and statistical
Other private U.S. claims	421	1,875	-1,454	687	789	-102	682	682	261	-1,193	Definitional, methodological, and statistical
2003											
Investment Income	24,384	27,211	-2,827	24,229	24,442	-213	25,597	25,597	1,213	-1,614	
Direct investment income	17,430	10,959	6,471	17,354	10,307	7,047	14,352	14,352	-3,078	3,393	
Earnings of incorporated affiliates	16,685	10,038	6,647	16,647	9,662	6,985	13,703	13,703	-2,982	3,665	
Dividends	3,020	4,033	-1,013	2,981	3,662	-681	3,170	3,170	150	-863	Definitional and statistical
Reinvested earnings	13,665	6,005	7,660	13,666	6,000	7,666	10,533	10,533	-3,132	4,528	Definitional and statistical
Earnings of unincorporated affiliates	240	136	104	240	124	116	182	182	-58	46	Definitional and statistical
Interest	505	785	-280	467	521	-54	467	467	-38	-318	Definitional, methodological, and statistical
Other investment income	6,954	16,252	-9,298	6,875	14,135	-7,260	11,245	11,245	4,291	-5,007	
Securities	5,282	13,293	-8,011	5,800	13,052	-7,252	10,189	10,189	4,907	-3,104	
Dividends	1,818	1,917	-99	1,818	1,676	142	1,747	1,747	-71	-170	Definitional and statistical
Interest	3,464	11,376	-7,912	3,982	11,376	-7,394	8,442	8,442	4,978	-2,934	Definitional and statistical
U.S. claims/Canadian liabilities	1,672	2,958	-1,286	1,075	1,083	-8	1,056	1,056	-616	-1,902	
U.S. bank claims	1,238	1,120	118	505	478	27	492	492	-746	-628	Methodological and statistical
Other private U.S. claims	434	1,838	-1,404	570	605	-35	564	564	130	-1,274	Definitional, methodological, and statistical

Table 15
Investment income, southbound

	Published estimates			Common-basis estimates, after definitional and methodological adjustments			Reconciled estimates, including statistical adjustments		Total adjustments to published estimates		
	Canadian receipts	U.S. payments	Difference	Canadian receipts	U.S. payments	Difference	Canadian receipts	U.S. payments	Canada	United States	Type of adjustment
millions of U.S. dollars											
2002											
Investment Income	6,855	4,753	2,102	4,269	3,839	430	5,433	5,433	-1,422	680	
Direct investment income	2,030	-833	2,863	601	-908	1,509	1,132	1,132	-898	1,965	
Earnings of incorporated affiliates	2,076	-1,441	3,517	1,455	-1,523	2,978	626	626	-1,450	2,067	
Dividends	1,526	960	566	1,602	878	724	1,438	1,438	-88	478	Definitional, methodological, and statistical
Reinvested earnings	550	-2,401	2,951	-147	-2,401	2,254	-812	-812	-1,362	1,589	Definitional, methodological, and statistical
Earnings of unincorporated affiliates	-218	90	-308	-893	90	-983	-19	-19	199	-109	Methodological and statistical
Interest	172	518	-346	39	525	-486	525	525	353	7	Definitional, methodological, and statistical
Other investment income	4,825	5,586	-761	3,668	4,747	-1,079	4,301	4,301	-524	-1,285	
Securities	2,397	3,839	-1,442	2,420	3,839	-1,419	3,003	3,003	606	-836	
Dividends	1,989	2,283	-294	1,825	2,283	-458	2,168	2,168	179	-115	Definitional and statistical
Interest	408	1,556	-1,148	595	1,556	-961	835	835	427	-721	Definitional and statistical
Canadian claims/U.S. liabilities	1,482	883	599	419	44	375	452	452	-1,030	-431	
Canadian bank claims	969	533	436	-90	18	-108	-14	-14	-983	-547	Definitional, methodological, and statistical
Other private Canadian claims	513	350	163	509	26	483	466	466	-47	116	Definitional, methodological, and statistical
U.S. Government liabilities	946	864	82	829	864	-35	846	846	-100	-18	Definitional and statistical
2003											
Investment Income	9,697	9,253	444	6,680	8,588	-1,908	8,155	8,155	-1,542	-1,098	
Direct investment income	4,700	3,528	1,172	2,615	3,461	-846	3,487	3,487	-1,213	-41	
Earnings of incorporated affiliates	3,637	2,720	917	2,146	2,702	-556	2,786	2,786	-851	66	
Dividends	1,746	330	1,416	1,392	312	1,080	517	517	-1,229	187	Definitional, methodological, and statistical
Reinvested earnings	1,891	2,390	-499	754	2,390	-1,636	2,269	2,269	378	-121	Definitional, methodological, and statistical
Earnings of unincorporated affiliates	721	248	473	264	190	74	132	132	-589	-116	Methodological and statistical
Interest	342	560	-218	205	569	-364	569	569	227	9	Definitional, methodological, and statistical
Other investment income	4,997	5,725	-728	4,065	5,127	-1,062	4,668	4,668	-329	-1,057	
Securities	2,718	3,822	-1,104	2,742	3,822	-1,080	3,153	3,153	435	-669	
Dividends	2,309	2,399	-90	2,119	2,399	-280	2,329	2,329	20	-70	Definitional and statistical
Interest	409	1,423	-1,014	623	1,423	-800	824	824	415	-509	Definitional and statistical
Canadian claims/U.S. liabilities	1,385	856	529	553	258	295	606	606	-779	-250	
Canadian bank claims	785	358	427	-43	180	-223	44	44	-741	-314	Definitional, methodological, and statistical
Other private Canadian claims	600	498	102	596	78	518	562	562	-38	64	Definitional, methodological, and statistical
U.S. Government liabilities	894	1,047	-153	770	1,047	-277	909	909	15	-138	Definitional and statistical