



**WELCOME TO THE
TREASURY INTERNATIONAL
CAPITAL (TIC) REPORTS
SEMINAR
NOVEMBER 20, 2003**

SEMINAR PRESENTERS

Patricia Selvaggi
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**FUNDAMENTALS
OF
THE TIC
REPORTING
SYSTEM**



ORIGIN

The Treasury International Capital (TIC) Reporting System originated in 1934 to provide U.S. government data on U.S. international portfolio investment and capital movements

PURPOSE

- ▾ **Balance of Payments**

Statistical statement that summarizes economic transactions for an economy with the rest of the world

- ▶ **Current Account**

- Goods, services, income

- ▶ **Capital Account**

- Non-produced, non-financial assets

- ▶ **Financial Account**

- U.S. Reserves, Direct Investment, Portfolio Investments

PURPOSE

- ▾ **U.S. International Investment Position**
 - ▶ Net international investment position
- ▾ **Economic Analysis**
 - ▶ Financial account analysis
 - ▶ Capital markets analysis
 - ▶ Country analysis

PUBLICATIONS OF TIC DATA

- ▾ **Treasury Bulletin**

- Quarterly publication by the U.S. Department of Treasury

- ▾ **Federal Reserve Bulletin**

- Monthly publication by the Federal Reserve Board

PUBLICATIONS OF TIC DATA

- ▼ **Survey of Current Business**
 - ▶ Monthly publication by the Department of Commerce, Bureau of Economic Analysis
- ▼ **International Financial Statistics**
 - ▶ Monthly publication by the IMF
- ▼ **External Debt Statistics**
 - ▶ Quarterly publication by the IMF

PUBLICATIONS OF TIC DATA

- ▾ **Where**

- TIC website at

- <http://www.ustreas.gov/tic>

- ▾ **What**

- Banking liabilities and claims positions by major category
 - International securities

PUBLICATIONS OF TIC DATA

▾ What

- Net foreign purchases of long-term U.S. Treasury issues by major foreign sector
- Estimated “Major Foreign Holders of U.S. Treasury Securities”

PUBLICATIONS OF TIC DATA

▾ How

- ▶ Monthly time series
- ▶ By country

▾ When

- ▶ Updated on 16th business day of each month on a 1-1/2 month lag

ADMINISTRATIVE ISSUES

▾ **Authority**

- Required by law
- Reviewed and approved by Office Management and Budget (OMB)

▾ **Confidentiality**

- Data reported are held in confidence by The Department of the Treasury, The Board of Governors of the Federal Reserve System, and The Federal Reserve Banks acting as fiscal agent of the Treasury

TIC REPORT SERIES

Report Series/Form	Frequency	Data Coverage
<u>TIC B Series</u> BC, BL-1, BL-2	Monthly	Reporter's Own and U.S. Customers' Liabilities to, Claims on Foreign Residents by U.S. Residents filed by Depository Institutions, Bank Holding Companies (BHCs), Financial Holding Companies (FHCs), and Securities Brokers/Dealers
BQ-1, BQ-2, BQ-3	Quarterly	
BC(SA), BL-1(SA), BL-2(SA)	Semiannual	

TIC REPORT SERIES

Report Series/Form	Frequency	Data Coverage
<u>TIC S Series</u> Form S/ Memorandum	Monthly	Purchases and Sales of Long-Term Securities by Foreigners filed by U.S. Residents

TIC REPORT SERIES

Report Series/Form	Frequency	Data Coverage
<u>TIC C Series</u> CQ-1 CQ-2	Quarterly	Financial/Commercial Liabilities to, and Claims on Foreign Residents filed by U.S. Residents Other than Depository Institutions and Securities Brokers/Dealers

RELATIONSHIP TO OTHER REPORTS

- ▾ Foreign Holdings of U.S. Securities, Including Selected Money Market Instruments (Form SHLA/ Form SHL)
- ▾ U.S. Ownership of Foreign Securities, Including Selected Money Market Instruments (Form SHCA/ Form SHC)
- ▾ Treasury Foreign Currency (TFC) Forms
- ▾ Direct Investment Forms

**GENERAL
INSTRUCTIONS
FOR
TIC B AND S
FORMS**



WHO MUST REPORT

- ▼ TIC B Forms
 - ▶ Depository Institutions
 - ▶ Securities Brokers/Dealers
 - ▶ Bank Holding Companies (BHCs)/
Financial Holding Companies (FHCs)
- ▼ TIC S Form
 - ▶ U.S. entities who buy or sell long-term securities directly from or to foreigners

DEPOSITORY INSTITUTIONS

Include:

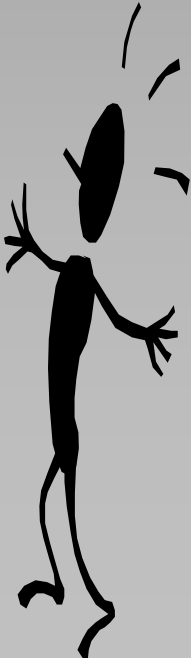
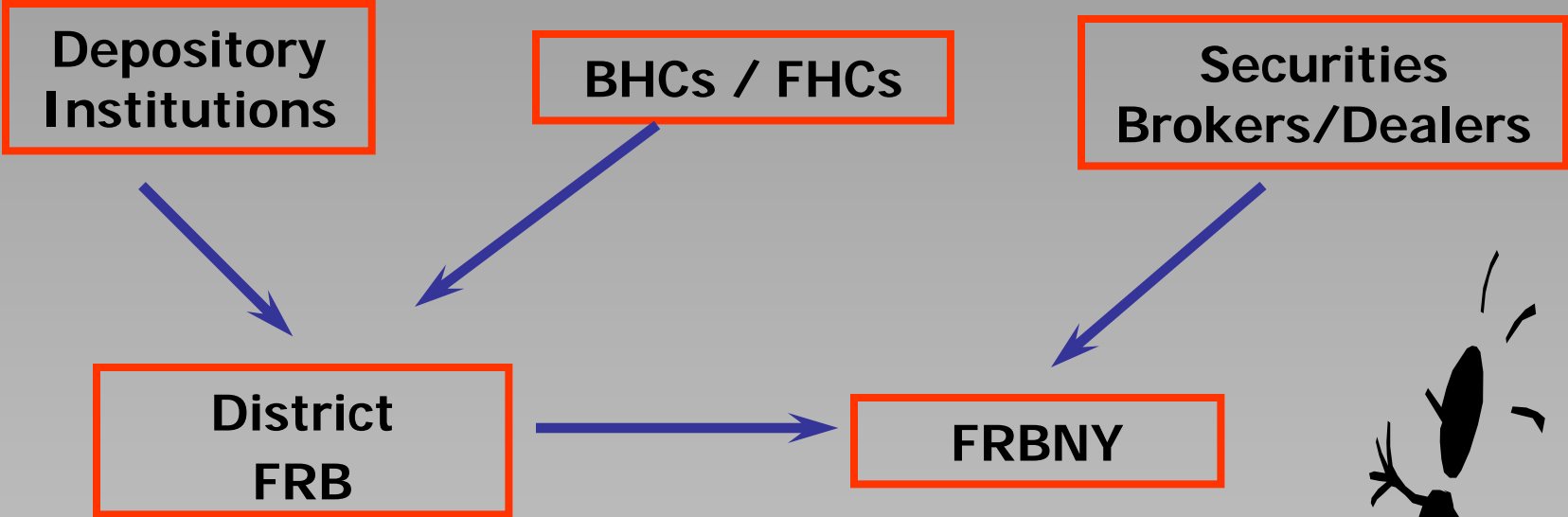
- ▶ Commercial bank
- ▶ Edge Act or Agreement corporation
- ▶ U.S. agency or branch of foreign banks
- ▶ Savings bank
- ▶ Trust company performing banking business
- ▶ Savings, Loan or Building associations
- ▶ Cooperative bank
- ▶ Industrial bank, private or unincorporated bank
- ▶ Credit union

SECURITIES BROKERS/DEALERS

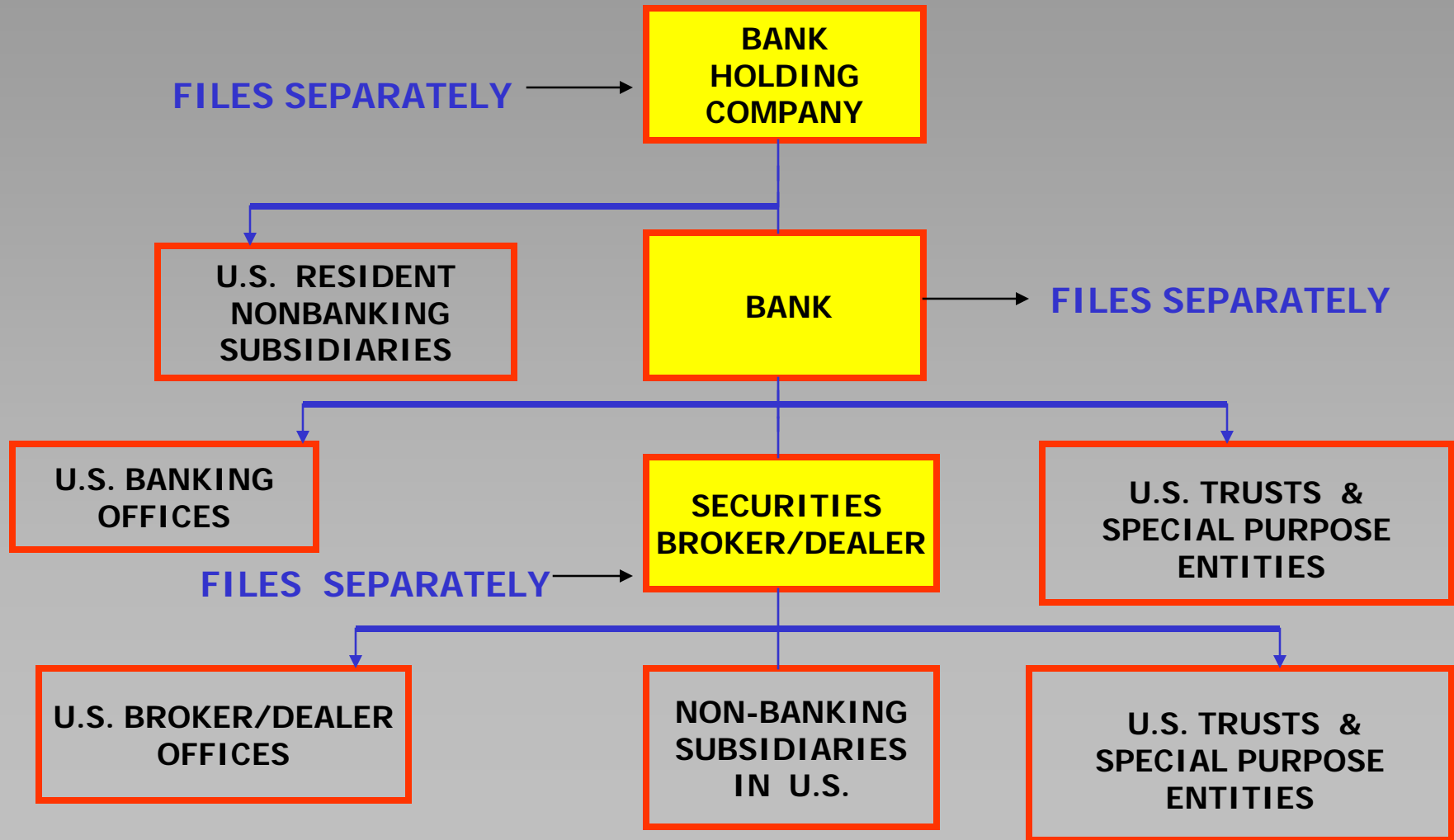
- ▼ Securities Broker
 - ▶ Securities broker is an entity that engages in effecting securities transactions for others

- ▼ Securities Dealer
 - ▶ Securities dealer is an entity that buys securities for its own account (excluding depositories and other entities acting in a fiduciary capacity)

WHERE TO FILE



CONSOLIDATION RULES



EXEMPTION LEVELS

- ▼ Applies to consolidated reportable claims and liabilities

For example:

- ▶ A depository institution should include reportable claims and liabilities of all of their U.S. banking offices including their International Banking Facilities (IBFs)

EXEMPTION LEVELS

- ▼ Applies to consolidated reportable security transactions

For example:

- ▶ A broker/dealer should include purchases and sales of long-term securities by foreigners of all their non-banking subsidiaries in the United States

EXEMPTION LEVELS

	REQUIRED TO FILE	
	YES	NO
BC, BL-1, BL-2, BQ-1 and BQ-2, Part 1 (Columns 1-6)		
Total aggregate data (row 9999-6) are \$50M or more	X	
Individual country data (any country row) is \$25M or more	X	
Total aggregate data (row 9999-6) are less than \$50M and individual country data (any country row) are less than \$25M		X

Note: Once you exceed the exemption level, you must continue to file for the remaining calendar year

EXEMPTION LEVELS

BQ-2, Part 2 (Columns 1-3)	REQUIRED TO FILE	
	YES	NO
Total aggregate data (row 9980-5) are \$50M or more	X	
Total aggregate data (row 9980-5) are less than \$50M		X

Note: Once you exceed the exemption level, you must continue to file for the remaining calendar year

EXEMPTION LEVELS

BQ-3	REQUIRED TO FILE	
	YES	NO
Total reported data on Form BL-1, Columns 1-6 (row 9999-6) and BQ-2, Part 1, Columns 1 & 2 (row 9999-6) are \$4B or more	X	
Total reported data on Form BL-1, Columns 1-6 (row 9999-6) and BQ-2, Part 1, Columns 1 & 2 (row 9999-6) are less than \$4B		X

Note: Once you exceed the exemption level, you must continue to file for the remaining calendar year

EXEMPTION LEVELS

	REQUIRED TO FILE	
	YES	NO
BC (SA), BL-1 (SA), BL-2 (SA)		
If data are reported on the June or December monthly BC, BL-1, and BL-2 for Other Europe, Other Latin America, Other Caribbean, Other Asia, Other Africa, and All Other	X	
If <u>no</u> data are reported on the June or December monthly BC, BL-1, and BL-2 for Other Europe, Other Latin America, Other Caribbean, Other Asia, Other Africa, and All Other		X

Note: Data should be reported in the same columns as the monthly companion report (there are no memorandum rows)

EXEMPTION LEVELS

	REQUIRED TO FILE	
	YES	NO
Form S		
Total purchases or total sales are \$50M or more	X	
Total purchases and total sales are less than \$50M		X

Note: Once you exceed the exemption level, you must continue to file for the remaining calendar year and the following calendar year

DATES

Form	As of Date	Due Date
BC, BL-1, BL-2	Last business day of each month	No later than the 15th calendar day following the last day of the month
BQ-1, BQ-2, BQ-3	Last business day of March, June, September and, December	No later than the 20th calendar day following the last day of March, June, September, and December
BC(SA), BL-1(SA), BL-2(SA)	Last business day of June and December	No later than the 30th calendar day following the last day of June and December
S	Last business day of each month	No later than the 15th calendar day following the last day of the month

Note: If the due date of a report falls on a weekend or holiday, the due date is the following business day

DATA SUBMISSION

- ▾ **Reporter's Information**
 - ▶ RSSD_ID
 - ▶ Legal name of reporting institution

- ▾ **Signature Requirement**
 - ▶ Signed by authorized officer

- ▾ **Method of Submitting**
 - ▶ Mail
 - ▶ Fax
 - ▶ Hand-delivered
 - ▶ The Internet (IESUB)

DATA SUBMISSION

- ▾ **Alternative Method of Reporting:**
 - Computer generated forms must receive written approval from the responsible Federal Reserve Bank

Forms and instructions can be printed from
<http://www.ustreas.gov/tic/forms.html>

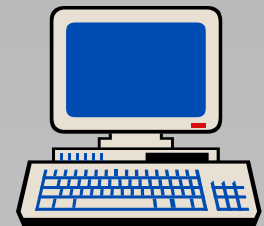
INTERNET DATA SUBMISSION

▾ Internet Electronic Submission System (IESUB)

Features of IESUB:

- Data entry
- Spreadsheet file transfer
- User friendly and convenient
- Eliminates paper and fax
- Ability to submit reports for multiple DIs to multiple Reserve Banks
- Validity checking
- Confirmation of receipt

For additional information refer to
www.reportingandreserves.org/iesub.html



DATA REVIEW

- ▼ Data are reviewed by Federal Reserve staff for:
 - ▶ Unusual changes
 - ✓ Sizeable fluctuations (dollar and/or percent)
 - ✓ Reported country (e.g., Cuba)
 - ✓ Column/row switches
 - ▶ Trend analysis

Note: The results of the review process may require the reporter to submit explanations and/or revisions

MAINTAINING DATA RECORDS

- ▾ **Record/Report Retention**
 - Reports must be retained for 3 years from the date of submission





POINTS OF CONTACT

Patricia Selvaggi - Staff Director (212) 720-8037

Banking Unit

(BC, BC (SA), BL-1, BL-1 (SA), BL-2, BL-2 (SA), BQ-1, BQ-2, and BQ-3)

Tiki Davis-Creech - Team Leader (212) 720-8249

Matthew Guiney (212) 720-8220

Hansy Hernandez (212) 720-8205

Serge Ternier (212) 720-8230

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Corporate and Securities Unit

(CQ-1, CQ-2, S1 and S2)

Diane Iacopelli - Team Leader (212) 720-8211

Anthony Guglielmo (212) 720-8002

Noel Jang (212) 720-7992

Samantha Lewis-Hue (212) 720-8247



COMMON REPORTING ELEMENTS



FORM LAYOUT

- ▼ The general layout of the TIC forms:
 - ▶ Foreign Country Column (far left-hand side column)
 - ✓ Country location of the direct counterparty
 - ▶ Columns
 - ✓ Types of counterparties and/or types of instruments
 - ▶ "Of Which" Column Items and Row Items
 - ✓ Breakdown of specific counterparties, instrument types, foreign currencies or remaining maturities

GENERAL ACCOUNTING ISSUES

Report:	TIC B FORMS	TIC S FORM
In millions of U.S. dollars	X	X
Positive and whole values (no negatives or decimals)	X	X
U.S. dollar equivalent of foreign currency-denominated amount (use spot rate on the as-of date of the report)	X	X
Gross using settlement date accounting	X	X

GENERAL ACCOUNTING ISSUES

Report:	TIC B FORMS	TIC S FORM
Face value of the instrument	X	
Balance outstanding at the end of reporting period (e.g., month, quarter)	X	
Securities at cost regardless of discounts or premiums		X
Aggregate monthly transactions in the month they settle		X

GENERAL ACCOUNTING ISSUES

- ▼ Charge-offs, Specific Reserves, and Write-offs
 - ▶ Deduct from reportable claims
 - ▶ Report the amount of the charge-off/write-off on BC (row 8200-9)

DEFINITIONS

▾ United States

- ▶ 50 States and District of Columbia
- ▶ The Commonwealth of Puerto Rico and Northern Mariana Islands
- ▶ U.S. territories (e.g., U.S. Virgin Islands, Wake Island)



DEFINITIONS

▾ **U.S. Resident**

Individuals, corporations, or other organizations located in the United States

For example:

- ▶ A U.S. branch of a German bank
- ▶ A U.S. organization incorporated in Delaware but operates solely in Bermuda
- ▶ A counterparty residing outside the U.S. who files an IRS Form W-9

DEFINITIONS

▾ **Foreign Resident**

Individuals, corporations, or other organization located outside the United States

For example:

- ▶ A U.K. branch of a U.S. bank
- ▶ An organization chartered outside the United States but operates solely in Florida
- ▶ Entities that have filed an IRS Form W-8

DEFINITIONS

▾ Foreign Resident

For example:

- International or Regional organizations and affiliated agencies (e.g., International Bank for Reconstruction and Development (IBRD) and United Nations (U.N.))

DEFINITIONS

▾ Reporting Location of Foreign Counterparties

Positions should be reported opposite the country or geographic area in which the direct counterparty resides

Examples:

- A reportable claim on a U.K. branch of a U.S. bank should be reported opposite the United Kingdom (row 1300-5)

DEFINITIONS

Examples:

- ▶ A reportable claims on a German company that was guaranteed by their Italian parent should be reported opposite Germany (row 1100-2)
- ▶ A reportable yen-denominated liability to the Paris office of a Swiss bank should be reported opposite France (row 1080-4)

DEFINITIONS

▼ Reporting Location of Foreign Counterparties

Exceptions:

- ▶ Branches or agencies of Foreign Official Institutions
- ▶ Bank for International Settlements (BIS)
- ▶ International and multi-national regional organizations

TYPES OF FOREIGN HOLDERS

Foreign Banks	Foreign Official Institutions	All Other Foreigners
<ul style="list-style-type: none">▪ Depository institutions outside the U.S.▪ Reporter's banking offices outside the U.S.	<ul style="list-style-type: none">▪ Foreign central governments & their affiliated agencies & departments▪ Fiscal agents of foreign governments▪ Foreign central banks	<ul style="list-style-type: none">▪ Foreign securities brokers/dealers▪ Foreign government-sponsored corporations▪ Departments and agencies of foreign state, provincial, and local governments▪ Reporter's foreign non-banking offices & subsidiaries▪ Other foreign financial & non-financial entities

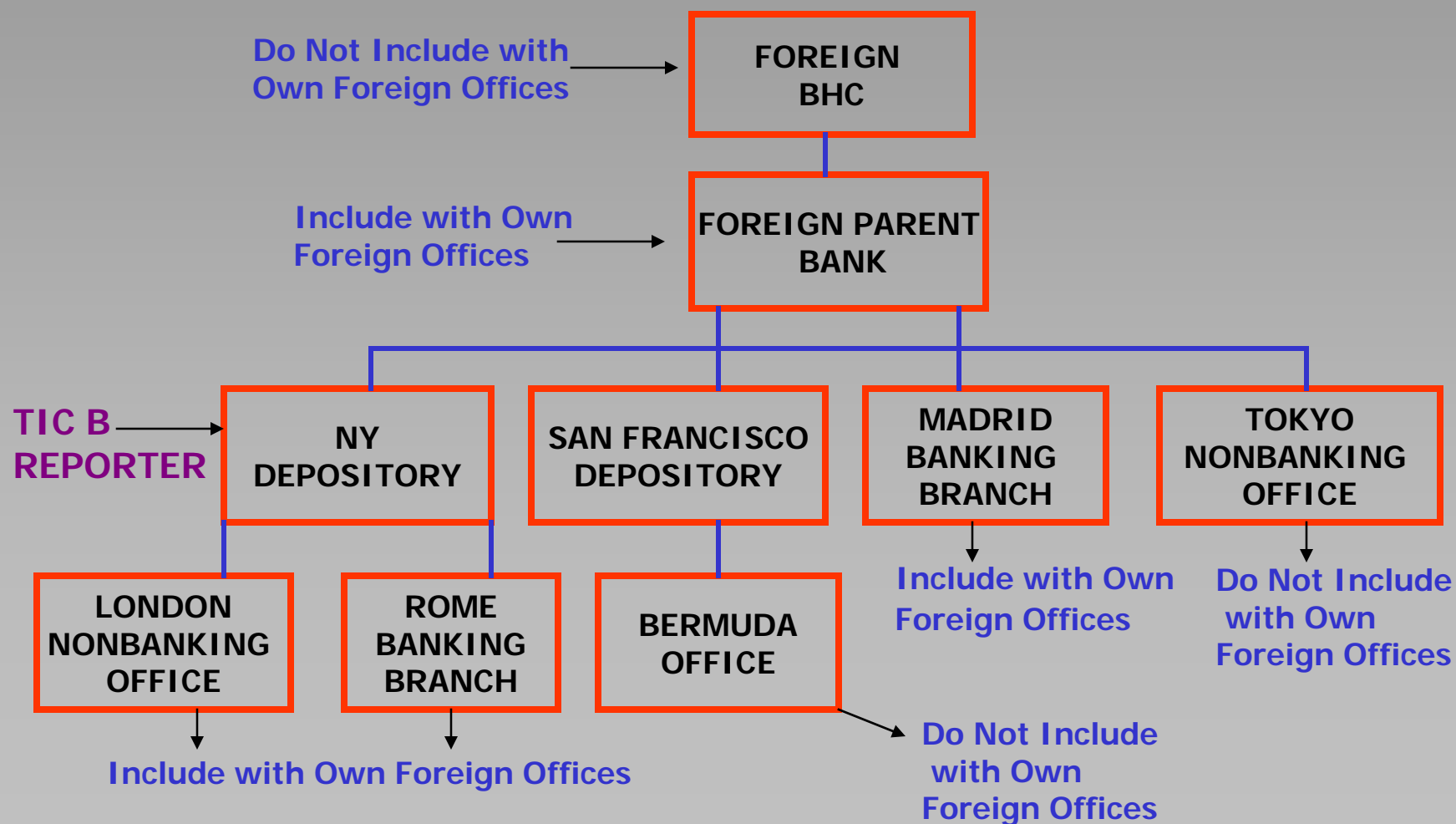
DEFINITIONS

▾ Own Foreign Offices

- ▶ Reporter's own offices located outside the United States (both banking and non-banking)
- ▶ Foreign-located parent/head office
- ▶ Foreign banking subsidiaries of your parent

Exclude foreign-located affiliated banks and non-banking subsidiaries of your foreign parent/head office

REPORTING TIC OWN FOREIGN OFFICE



DEFINITIONS

▾ **Managed Offices**

Foreign offices for which the reporter has majority responsibility for business decisions

For example:

- ▶ Decisions regarding lending
- ▶ Asset management, funding or liability management
- ▶ Recordkeeping



DEFINITIONS

▼ **Custodian**

A bank or other institution that manages or administers the custody or safekeeping of securities or other assets for clients. A custodian could have a network of local and/or global sub-custodians

For example:

- ▶ A New York bank that safekeeps for a commercial customer, certificates evidencing U.S. dollar deposits issued by a London bank

DEFINITIONS

▾ Long-Term (L.T.)

An original maturity of more than one year from date of issuance or no contractual maturity (e.g., equity)

For example:

- ▶ A 5-year note that has 6 months remaining to maturity
- ▶ Stock issued by a New York located company

DEFINITIONS

▾ **Short-Term (S.T.)**

An original maturity of one year or less

For example:

- ▶ A note that was issued today that has a maturity date of April 20, 2004
- ▶ A Treasury bill issued today that has a maturity date of Nov. 20, 2004

DEFINITIONS

- ▼ **Brokerage Balances**

Cash balances in brokerage and margin accounts that may be freely withdrawn or held to support positions in futures, securities or other financial instruments

DEFINITIONS

▾ Financing Agreements

- The sale of financial assets (Repurchase agreement) or the purchase of financial assets (Reverse Repurchase Agreement) by one party to another party, subject to agreement to repurchase or resale the assets at a specified date or in specified circumstances

Note: Report only those agreements in which cash is transferred for the security

DEFINITIONS

▾ **Long-Term Domestic Securities**

Securities issued by entities located within the United States that have either no contractual maturity (e.g., equities) or an original maturity of more than one year from the date of issuance

For example:

- Stock issued by Sony Corporation
USA

DEFINITIONS

▾ Long-Term Domestic Securities

For example:

- 2-year floating rate notes (FRNs) issued by Fannie Mae
- 15-year notes (issued in Dec. 1988) by IBM with 1 month remaining to maturity

DEFINITIONS

▾ **Long-Term Foreign Securities**

Securities issued by entities located outside the United States that have either no contractual maturity (e.g., equities) or an original maturity of more than one year from the date of issuance

For example:

- American Depositary Shares (ADS) of China Telecom Corporation Ltd.
- 15-year global notes issued by IBRD

REPORTING SHORT-TERM SECURITIES

	Reportable on		
	BC	BQ-1	BQ-2, Part 1
	U.S. Dollar Reporter's Own Claims	U.S. Dollar Customers' Claims	Foreign Currency Reporter's Own & Customers' Claims
CLAIMS			
TIC B reporter holding S.T. foreign-issued securities (negotiable and non- negotiable) for their own account	X		X
TIC B reporter holding foreign-issued S.T. securities for the account of another institution/person		X	X

REPORTING

SHORT-TERM SECURITIES

	Reportable on			
	BL-1	BQ-2, Part 1	BL-2	BQ-2, Part 2
LIABILITIES	U.S. Dollar Reporter's Own Liabilities	Foreign Currency Reporter's Own Liabilities	U.S. Dollar Customers' Liabilities	Foreign Currency Customers' Liabilities
TIC B reporter holding S.T. negotiable or non-negotiable securities issued by U.S. residents for foreigners			X	X
TIC B issuer of S.T. negotiable securities where no U.S. custodian is used			X	X
TIC B issuer of S.T. non-negotiable securities directly in a foreign market	X	X		

REPORTING LONG-TERM SECURITIES

Transactions in L.T. Securities:	Reportable on		
	Form S Purchases & Sales of Domestic Securities	Form S Purchases & Sales of Foreign Securities	Memorandum to Form S Purchases & Sales of Domestic Securities
U.S. issuers of L.T. securities directly in a foreign market	X		
U.S. entities purchasing or selling L.T. securities directly with foreigners that are <u>not</u> Foreign Official Institutions	X	X	
U.S. entities purchasing or selling L.T. domestic securities directly with Foreign Official Institutions	X		X

GEOGRAPHICAL CLASSIFICATION

For a list of countries and their codes refer to the Geographical Classification list in the Instructions for the TIC Banking B-Forms, Appendix B, or in the Instructions for TIC Securities S-Form, Appendix I, at

www.ustreas.gov/tic/forms.html

or

contact your Federal Reserve Bank representative

FOREIGN OFFICIAL INSTITUTIONS

For a list of Foreign Official Institutions refer to the Instructions for the TIC Banking B-Forms, Appendix C, or in the Instructions for TIC Securities S-Form, Appendix II, at

www.ustreas.gov/tic/forms.html

or

contact your Federal Reserve Bank representative

FREQUENTLY ASKED QUESTIONS

Refer to Q & As for
TIC B and S Forms at
www.ustreas.gov/tic/forms.html

COMMON REPORTING ERRORS

▾ Common Reporting Elements

Erroneously:

- ▶ Using trade date instead of settlement date
- ▶ Reporting negatives values and decimals
- ▶ Reporting foreign currency units
- ▶ Misclassifying counterparties
- ▶ Not reporting opposite the country of the direct counterparty



QUESTIONS & ANSWERS





**REPORTER'S
OWN CLAIMS
AND
LIABILITIES**



REPORTER'S OWN CLAIMS AND LIABILITIES

Reportable Items:	CLAIMS	LIABILITIES
	(BC & BQ-2, Column 3 & 4)	(BL-1 & BQ-2, Column 1 & 2)
Brokerage balances	X	
Resale and similar financing agreements	X	
Repurchase and similar financing agreements		X
Overdrawn accounts	X	X
S.T. Non-negotiable securities	X	X
Deposits (including non-negotiable CDs)	X	X

REPORTER'S OWN CLAIMS AND LIABILITIES

Reportable Items:	CLAIMS (BC & BQ-2, Column 3 & 4)	LIABILITIES (BL-1 & BQ-2, Column 1 & 2)
Loans and loan participations	X	
Loans liabilities (excluding drawn syndicated loans where there is a U.S. administrative agent)		X
S.T. Money Market instruments (e.g., commercial paper, bankers' acceptances)	X	
S.T. Negotiable securities	X	
Negotiable CDs	X	

REPORTER'S OWN CLAIMS AND LIABILITIES

	CLAIMS	LIABILITIES
Exclude:		
L.T. securities (no contractual maturity or an original maturity of over one year)	X	X
Spot foreign exchange contracts	X	X
Derivatives (e.g., forwards, futures)	X	X
Precious metals	X	X
Securities borrowing in which one security is borrowed in return for another	X	
Securities lending in which one security is lent in return for another		X

REPORTER'S OWN CLAIMS AND LIABILITIES

	CLAIMS	LIABILITIES
Exclude:		
Credit commitments (e.g., unused loan commitments or unused loan facilities)	X	
Loans from a foreigner that are serviced by a U.S. resident		X
Negotiable CDs and negotiable S.T. securities		X
Foreigners' deposits or brokerage balances swept into money market or mutual funds		X
Contingent liabilities		X



REPORTER'S OWN CLAIMS



TIC BC

**U.S. DOLLAR CLAIMS OF DEPOSITORY
INSTITUTIONS, BANK HOLDING
COMPANIES/FINANCIAL HOLDING
COMPANIES, BROKERS, AND DEALERS ON
FOREIGNERS**

**TIC BQ-2, COLUMNS 3 & 4
FOREIGN CURRENCY CLAIMS OF DEPOSITORY
INSTITUTIONS, BANK HOLDING
COMPANIES/FINANCIAL HOLDING
COMPANIES, BROKERS, AND DEALERS
VIS-A-VIS FOREIGNERS**

TIC BC

REPORTER'S OWN CLAIMS ON FOREIGNERS DENOMINATED IN U.S. DOLLARS

Foreign Countries	Non-Negotiable Foreign Deposits	Negotiable CDs	All Short-Term Negotiable Securities	Other
	Foreign Banks and Foreign Official Institutions Column 1	Foreign Banks and Foreign Official Institutions Column 2	Foreign Banks and Foreign Official Institutions Column 2 All Other Foreigners Column 4	Foreign Banks and Foreign Official Institutions Column 3 All Other Foreigners Column 5
	Millions	Millions	Millions	Millions
Europe				
Austria 1018-9				
◀				
Grand Total 9999-6				
"Of Which" Items:				
Total IBF Assets 8300-3				
Negotiable CDs 8110-8				
Memorandum Item:				
Assets Written Off This Reporting Period 8200-9				

TIC BC

REPORTER'S OWN CLAIMS ON FOREIGNERS DENOMINATED IN U.S. DOLLARS "OF WHICH" COLUMN ITEMS

Foreign Countries	"Of Which" Items		
	Foreign Official Institutions	Own Foreign Offices	Resale Agreements
	Column 7	Column 8	Column 9
	Millions	Millions	Millions
Europe			
Austria 1018-9			
◀			
Grand Total 9999-6			

"Of Which Items :

Total IBF Assets 8300-3			
Negotiable CDs 8110-8			

Memorandum Item:

Assets Written Off This Reporting Period 8200-9			
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TIC BQ-2 FORM LAYOUT

DENOMINATED IN FOREIGN CURRENCY

Foreign Countries	Reporter's Own Liabilities and Claims				Claims of Reporter's Domestic Customers	
	Liabilities to Foreigners		Claims on Foreigners		Non-negotiable Foreign Deposits	Other Customers' Claims
	Non-negotiable Deposits	Other Liabilities	Non-negotiable Foreign Deposits	Other Claims		
Column 1 Millions	Column 2 Millions	Column 3 Millions	Column 4 Millions	Column 5 Millions	Column 6 Millions	
<u>Europe</u> Austria 1018-9 ◀ "Of Which" Items 8400-7						

Part 2	Liabilities of Reporter's Domestic Customers		
	Negotiable CDs	All Short-Term Negotiable Securities	Other Liabilities
	Column 1 Millions	Column 2 Millions	Column 3 Millions
Total For All Foreign Countries and Int'l. & Regional Orgs. 9980-5			

TIC BQ-2, COLUMNS 3 & 4

REPORTER'S OWN CLAIMS ON FOREIGNERS DENOMINATED IN FOREIGN CURRENCY

Foreign Countries		Non-Negotiable Foreign Deposits	Other Claims
		Column 3	Column 4
		Millions	Millions
<u>Europe</u>			
Austria	1018-9		
◀			
Grand Total	9999-6		

"Of Which" Items:

Total IBF Liabilities/Assets	8300-3		
Denominated in Canadian Dollars	8500-1		
Denominated in Euros	8500-2		
Denominated in Sterling	8500-3		
Denominated in Yen	8500-4		
Negotiable CDs	8110-8		
Short-Term Negotiable Securities	8120-5		
Repurchase/Resale Agreements	8400-7		

REPORTER'S OWN LIABILITIES



TIC BL-1

**U.S. DOLLAR LIABILITIES OF DEPOSITORY
INSTITUTIONS, BANK HOLDING
COMPANIES/FINANCIAL HOLDING
COMPANIES, BROKERS, AND DEALERS TO
FOREIGNERS**

TIC BQ-2, COLUMNS 1 & 2

**FOREIGN CURRENCY LIABILITIES OF
DEPOSITORY INSTITUTIONS, BANK HOLDING
COMPANIES/FINANCIAL HOLDING
COMPANIES, BROKERS, AND DEALERS
VIS-A-VIS FOREIGNERS**

TIC BL-1

REPORTER'S OWN LIABILITIES TO FOREIGNERS DENOMINATED IN U.S. DOLLARS

Foreign Countries	Non-Negotiable Deposits & Brokerage Balances	Other
	Foreign Official Institutions Column 1 Foreign Banks Column 3 All Other Foreigners Column 5	Foreign Official Institutions Column 2 Foreign Banks Column 4 All Other Foreigners Column 6
	Millions	Millions
<u>Europe</u>		
Austria 1018-9		
<		
Grand Total 9999-6		

"Of Which" Items:

Total IBF Liabilities 8300-3		
Repurchase Agreements 8400-7		
Total Non Interest Bearing Liabilities 8130-2		

TIC BL-1

REPORTER'S OWN LIABILITIES TO FOREIGNERS DENOMINATED IN U.S. DOLLARS "OF WHICH" COLUMN ITEMS

Foreign Countries		"Of Which" Items	
		Own Foreign Offices	Repurchase Agreements
		Column 8	Column 9
		Millions	Millions
Europe			
Austria	1018-9		
◀			
Grand Total	9999-6		
"Of Which" Items:			
Total IBF Liabilities	8300-3		
Repurchase Agreements	8400-7		
Total Non Interest Bearing Liabilities	8130-2		

TIC BQ-2 FORM LAYOUT

DENOMINATED IN FOREIGN CURRENCY

Foreign Countries	Reporter's Own Liabilities and Claims				Claims of Reporter's Domestic Customers	
	Liabilities to Foreigners		Claims on Foreigners		Non-negotiable Foreign Deposits	Other Customers' Claims
	Non-negotiable Deposits	Other Liabilities	Non-negotiable Foreign Deposits	Other Claims		
Column 1 Millions	Column 2 Millions	Column 3 Millions	Column 4 Millions	Column 5 Millions	Column 6 Millions	
<u>Europe</u> Austria 1018-9 ↙ "Of Which" Items 8400-7						

Part 2	Liabilities of Reporter's Domestic Customers		
	Negotiable CDs	All Short-Term Negotiable Securities	Other Liabilities
	Column 1 Millions	Column 2 Millions	Column 3 Millions
Total For All Foreign Countries and Int'l. & Regional Orgs. 9980-5			

TIC BQ-2, COLUMNS 1 & 2

REPORTER'S OWN LIABILITIES TO FOREIGNERS DENOMINATED IN FOREIGN CURRENCY

Foreign Countries		Non-Negotiable Deposits	Other Liabilities
		Column 1	Column 2
		Millions	Millions
Europe			
Austria	1018-9		
◀			
Grand Total	9999-6		

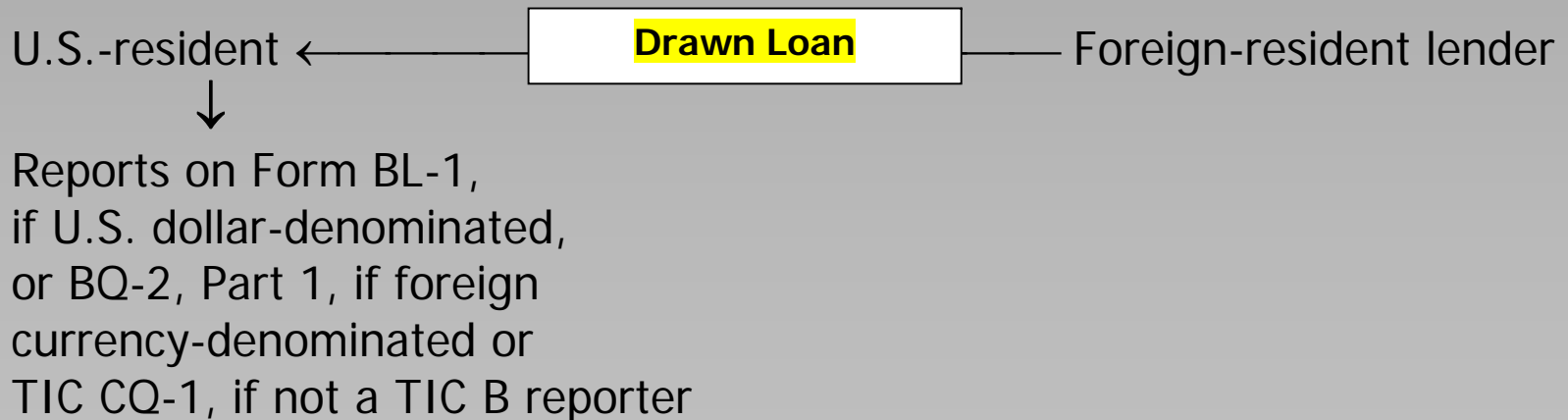
"Of Which" Items:

Total IBF Liabilities/Assets	8300-3		
Denominated in Canadian Dollars	8500-1		
Denominated in Euros	8500-2		
Denominated in Sterling	8500-3		
Denominated in Yen	8500-4		
Negotiable CDs	8110-8		
Short-Term Negotiable Securities	8120-5		
Repurchase/Resale Agreements	8400-7		

LOAN LIABILITIES

Transaction 1

A U.S.-resident has a liability (drawn syndicated loan) to a foreign-resident and no U.S. administrative agent is used.





TIC BQ-3

**MATURITIES OF SELECTED LIABILITIES
OF DEPOSITORY INSTITUTIONS, BANK
HOLDING COMPANIES/FINANCIAL
HOLDING COMPANIES, BROKERS, AND
DEALERS TO FOREIGNERS**

TIC BQ-3

MATURITIES OF SELECTED LIABILITIES

<p>BL-1, Columns 1, 3 & 5 BQ-2, Part 1, Column 1</p> <p>↓</p> <p>EQUALS</p> <p>↓</p> <p>BQ-3, Column 1 Non-negotiable Deposits & Brokerage Balances</p>	<p>BL-1, Columns 2, 4 & 6 BQ-2, Part 1, Column 2</p> <p>↓</p> <p>MINUS Loan Liabilities</p> <p>EQUALS</p> <p>↓</p> <p>BQ-3, Column 2 Repurchase Agreements & Other Liabilities</p>	<p>BL-1, Columns 2, 4 & 6 BQ-2, Part 1, Column 2</p> <p>↓</p> <p>MINUS BQ-3, Column 2</p> <p>EQUALS</p> <p>↓</p> <p>BQ-3, Column 3 Loan Liabilities <u>excluding</u> Repurchase Agreements</p>
---	---	---

TIC BQ-3

MATURITIES OF SELECTED LIABILITIES

Remaining Maturities	Non-Negotiable Deposits & Brokerage Balances	Repurchase Agreements & Other Liabilities	Loan Liabilities excluding repurchase agreements
	Column 1	Column 2	Column 3
	Millions	Millions	Millions
Demand Deposits 8010-1			
Arrears 8020-9			
Non-Interest Paying Items Without A Fixed Maturity Including Repos Under A Continuing Contract (Excluding Demand Deposits) 8030-6			
Other Items Without A Fixed Maturity Including Repos Under A Continuing Contract 8040-3			

TIC BQ-3

MATURITIES OF SELECTED LIABILITIES

Remaining Maturities	Non-Negotiable Deposits & Brokerage Balances	Repurchase Agreements & Other Liabilities	Loan Liabilities excluding repurchase agreements
	Column 1	Column 2	Column 3
	Millions	Millions	Millions
Other, 90 Days or Less	8051-9		
Over 90 Days to 180 Days	8052-7		
Over 180 Days to 270 Days	8053-5		
Over 270 Days to 1 Year	8054-3		
Over 1 Year to 2 Years	8055-1		
Over 2 Years	8057-8		

COMMON REPORTING ERRORS

▼ TIC BC

Erroneously:

- ▶ Omitting brokerage balances from Column 1, "Non-negotiable Foreign Deposits"
- ▶ Reporting overnight deposits in Columns 3 & 5, "Other"
- ▶ Not submitting a separate statement summarizing by country, column, and amount for Assets Written Off This Reporting Period (row 8200-9)

COMMON REPORTING ERRORS

▼ TIC BL-1

Erroneously:

- ▶ Including negotiable securities
- ▶ Including negotiable CDs
- ▶ Reporting overnight deposits in Columns 2, 4 & 6, "Other"

COMMON REPORTING ERRORS

- ▾ TIC BC and BL-1

Depository Institutions Erroneously:

- Including claims on or liabilities to offices of affiliated banks and nonbanking offices of their foreign parent in “Own Foreign Offices” columns

COMMON REPORTING ERRORS

▼ TIC BQ-2

Erroneously:

- ▶ Reporting negotiable securities in Column 2, "Other Liabilities"
- ▶ Reporting negotiable CDs in Column 2, "Other Liabilities"
- ▶ Excluding reportable foreign currency-denominated items other than those denominated in the four listed currencies

COMMON REPORTING ERRORS

▼ TIC BQ-3

Erroneously:

- ▶ Including loan liabilities from the BL-1 and BQ-2 in calculating column 2
- ▶ Including repurchase agreements or similar financing agreements from the BL-1 and BQ-2 in calculating column 3
- ▶ Misstating the time remaining to maturity rows (rows 8051-9 to 8057-8)



QUESTIONS & ANSWERS





CUSTOMERS' CLAIMS



TIC BQ-1
CUSTOMERS' U.S. DOLLAR
CLAIMS
ON FOREIGNERS

TIC BQ-2, COLUMNS 5 & 6
CUSTOMERS' FOREIGN CURRENCY
CLAIMS
ON FOREIGNERS

CUSTOMERS' CLAIMS

- ▼ Reportable Customer Claims:
 - ▶ Custody Items (e.g., Negotiable CDs, S.T. negotiable and non-negotiable debt securities (including those that have been temporarily “transferred out” under repurchase or similar financing agreements)
 - ▶ Customers' claims due from managed foreign offices
 - ▶ Funds placed overseas
 - ▶ Brokerage balances

CUSTOMERS' CLAIMS

- ▼ Exclude:
 - ▶ L.T. securities (no contractual maturity or an original maturity of over one year)
 - ▶ Assets (including S.T. securities) held in custody that have been temporarily received as collateral under resale or similar financing agreements

CUSTOMERS' CLAIMS

- ▼ Exclude:
 - ▶ S.T. securities held in reporter's own portfolio or trading accounts (reportable on BC if U.S. dollars, BQ-2, Columns 3 & 4, if foreign currency)
 - ▶ Syndicated loans where you are the Administrative agent

TIC BQ-1

CLAIMS OF REPORTER'S DOMESTIC CUSTOMERS ON FOREIGNERS DENOMINATED IN U.S. DOLLARS

Foreign Countries	Non-Negotiable Foreign Deposits	Negotiable CDs	All Short-Term Negotiable Securities	Other Claims
	Column 1	Column 2	Column 3	Column 4
	Millions	Millions	Millions	Millions
Europe				
Austria 1018-9				
◀				
Grand Total 9999-6				

"Of Which" Items:

Commercial Paper 8161-2				
Claims of U.S. Banks 8163-9				

TIC BQ-2 FORM LAYOUT

DENOMINATED IN FOREIGN CURRENCY

Foreign Countries	Reporter's Own Liabilities and Claims				Claims of Reporter's Domestic Customers	
	Liabilities to Foreigners		Claims on Foreigners			
	Non-negotiable Deposits	Other Liabilities	Non-negotiable Foreign Deposits	Other Claims	Non-negotiable Foreign Deposits	Other Customers' Claims
	Column 1 Millions	Column 2 Millions	Column 3 Millions	Column 4 Millions	Column 5 Millions	Column 6 Millions
Europe Austria 1018-9 ◀ "Of Which" Items 8400-7						

Part 2	Liabilities of Reporter's Domestic Customers		
	Negotiable CDs	All Short-Term Negotiable Securities	Other Liabilities
	Column 1 Millions	Column 2 Millions	Column 3 Millions
Total For All Foreign Countries and Int'l. & Regional Orgs. 9980-5			

TIC BQ-2, COLUMNS 5 & 6

CLAIMS OF REPORTER'S DOMESTIC CUSTOMERS ON FOREIGNERS DENOMINATED IN FOREIGN CURRENCY

Foreign Countries	Non-Negotiable Foreign Deposits	Other Customers' Claims
	Column 5	Column 6
	Millions	Millions
Europe		
Austria	1018-9	
◀		
Grand Total	9999-6	

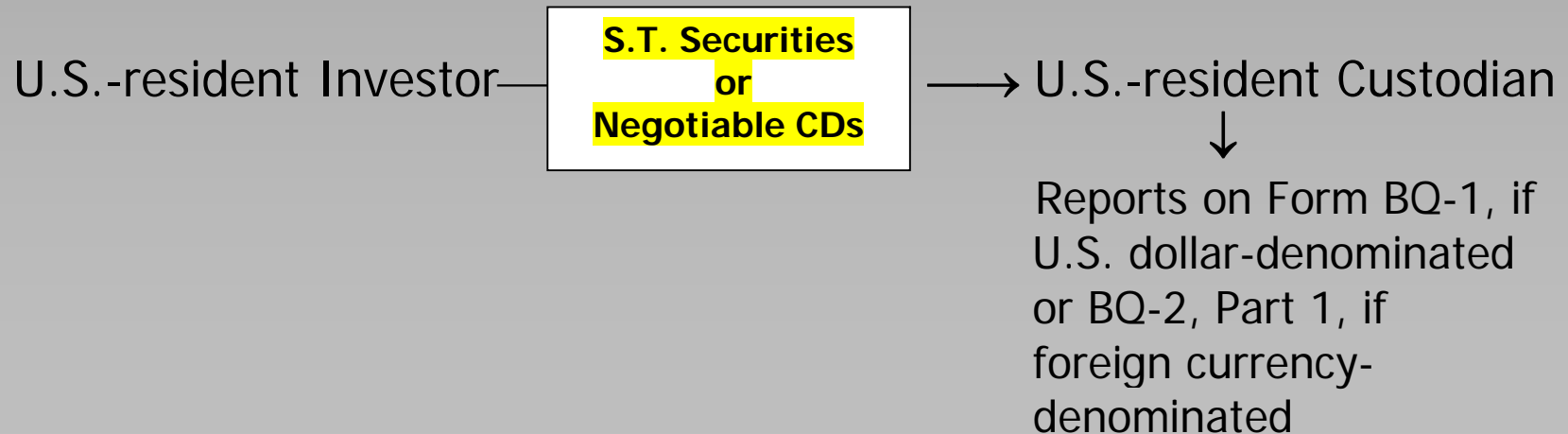
"Of Which" Items:

Total IBF Liabilities/Assets	8300-3		
Denominated in Canadian Dollars	8500-1		
Denominated in Euros	8500-2		
Denominated in Sterling	8500-3		
Denominated in Yen	8500-4		
Negotiable CDs	8110-8		
Short-Term Negotiable Securities	8120-5		
Repurchase/Resale Agreements	8400-7		

CUSTOMERS' CLAIMS

Transaction 1

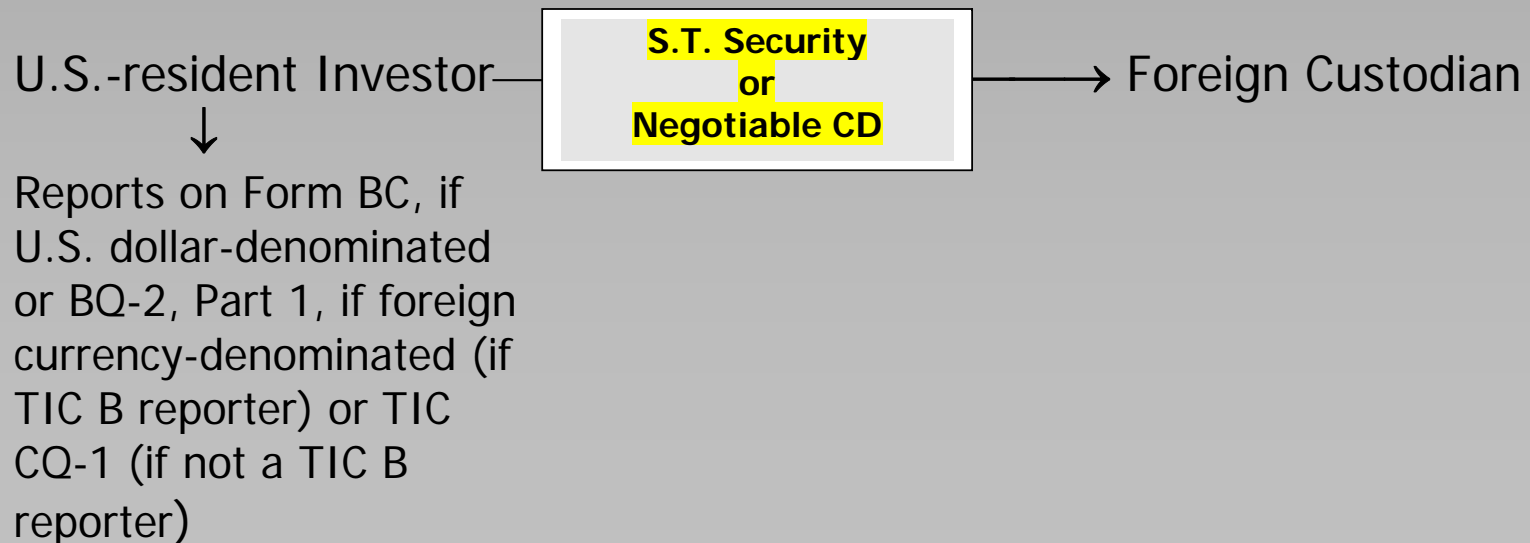
A U.S.-resident custodian holds foreign-issued S.T. securities or negotiable CDs for the account of U.S.-resident investors.



CUSTOMERS' CLAIMS

Transaction 2

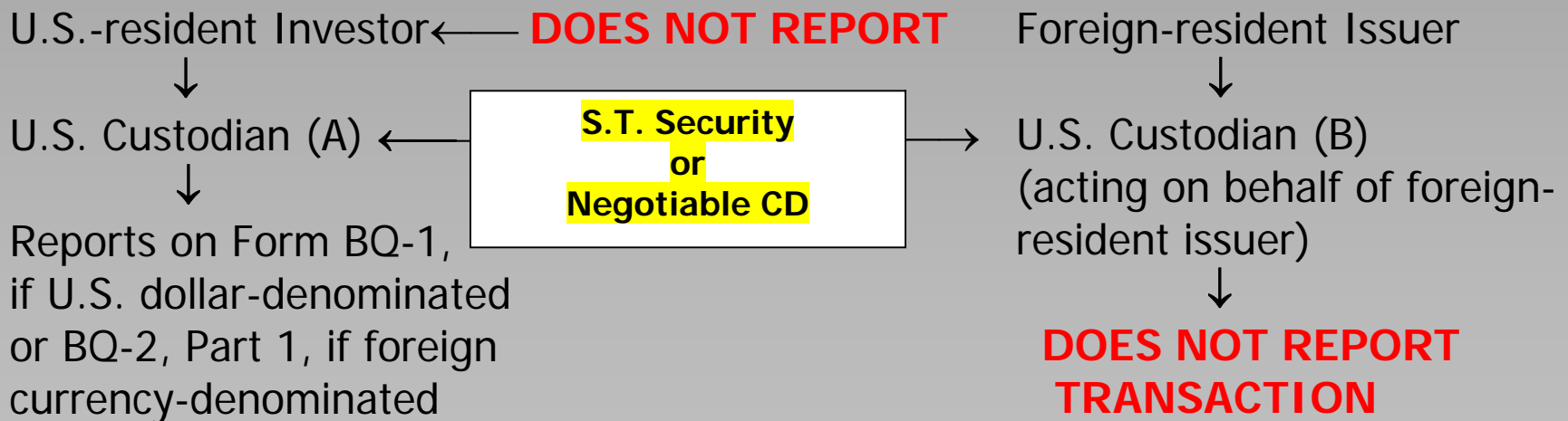
A U.S.-resident investor has a claim (S.T. security or negotiable CD) on a foreign resident and a foreign custodian is used to hold the asset.



CUSTOMERS' CLAIMS

Transaction 3

A U.S.-resident investor has a claim (S.T. security or negotiable CD) on a foreign-resident issuer and two U.S. custodians are used.

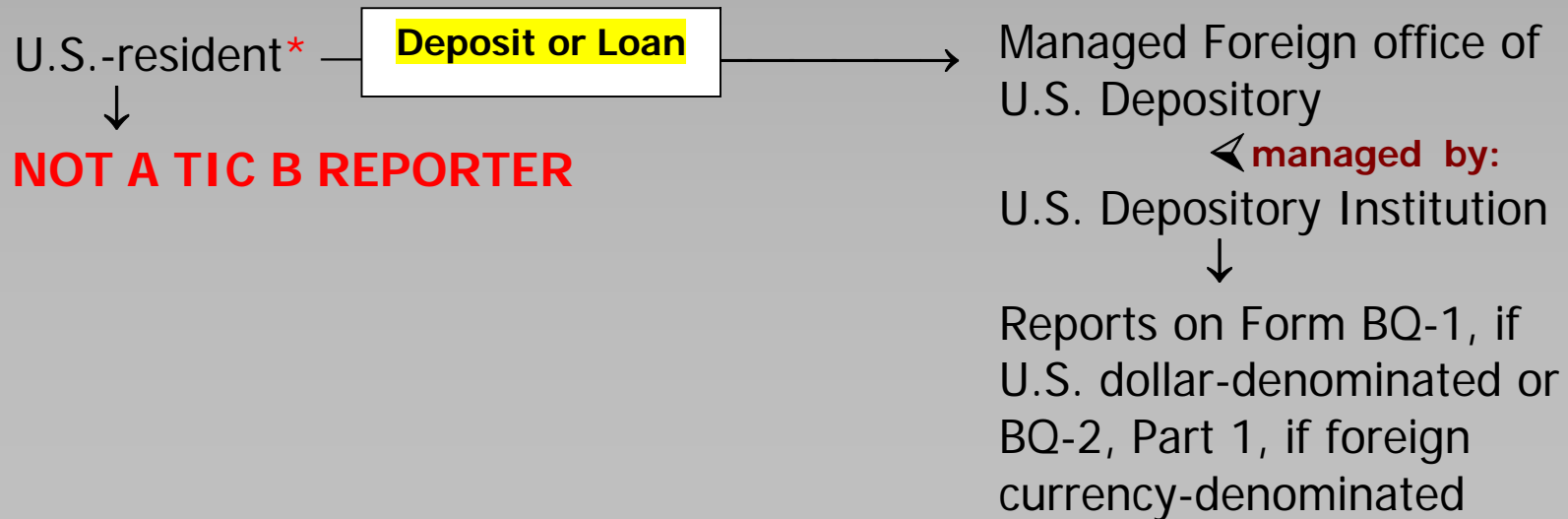


Note: Custodian closest to claimant reports in the case of multiple custodians

CUSTOMERS' CLAIMS

Transaction 4

A U.S.-resident (not a depository institution, BHC/FHC, or broker/dealer)* has a claim (deposit or loan) on a managed foreign office of a U.S. depository institution.



CUSTOMERS' CLAIMS

Transaction 5

A U.S.-resident depository institution, BHC/FHC, or broker/dealer has a claim (deposit or loan) on a managed foreign office of a U.S. depository.

U.S.-resident Depository Institution, BHC/FHC,
or Broker/Dealer



Reports on BC, if U.S.
dollar-denominated
or BQ-2, Part 1,
if foreign currency-
denominated

Deposit or Loan



Managed Foreign
Office of U.S.
Depository

← managed by:

U.S. Depository



**DOES NOT REPORT
TRANSACTION**

CUSTOMERS' CLAIMS

Transaction 6

A U.S.-resident investor has a contractual agreement with U.S.-resident Institution (A) that allows for funds to be automatically transferred ("swept") to an overseas account.

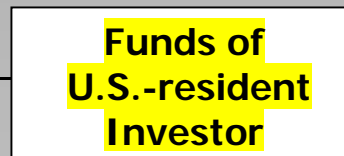
U.S.-resident Investor



U.S.-resident Institution (A)



Reports on Form BQ-1,
if U.S. dollar-denominated
or BQ-2, Part 1, if foreign
currency-denominated



Non-U.S. office of
Institution (A) or
another foreign
institution

COMMON REPORTING ERRORS

- ▾ TIC BQ-1 and BQ-2, Column 5 & 6

Erroneously:

- ▶ Omitting claims of non-bank U.S. residents on managed foreign offices
- ▶ Omitting brokerage balances of U.S. residents placed abroad through the reporter
- ▶ Omitting funds of U.S. customers transferred overseas under pre-arranged sweep agreements

COMMON REPORTING ERRORS

- ▼ TIC BQ-2, Columns 5 & 6

Erroneously:

- ▶ Excluding reportable foreign currency-denominated items other than those denominated in the four listed currencies

CUSTOMERS' LIABILITIES



TIC BL-2
CUSTOMERS' U.S. DOLLAR
LIABILITIES TO FOREIGNERS

TIC BQ-2, PART 2
CUSTOMERS' FOREIGN CURRENCY
LIABILITIES TO FOREIGNERS

CUSTOMERS' LIABILITIES

- ▼ Reportable Customer Liabilities:
 - ▶ Custody Items (e.g., Negotiable CDs, S.T. negotiable and non-negotiable debt securities (including those that have been temporarily “transferred out” under repurchase or similar financing agreements)
 - ▶ Customers' liabilities due to managed foreign offices
 - ▶ Funds loaned overseas
 - ▶ S.T. negotiable securities issued by reporter directly in a foreign market

CUSTOMERS' LIABILITIES

- ▼ Exclude:
 - ▶ L.T. securities (no contractual maturity or an original maturity of over one year)
 - ▶ Assets (including S.T. securities) held in custody that have been temporarily received by foreign residents as collateral under resale or similar financing agreements

CUSTOMERS' LIABILITIES

- ▼ Exclude:
 - ▶ Precious metals
 - ▶ S.T. non-negotiable securities issued by the reporter (reportable on BL-1, if U.S. dollars, or BQ-2, Part 1, if foreign currency)

TIC BL-2

CUSTOMERS' LIABILITIES TO FOREIGNERS DENOMINATED IN U.S. DOLLARS

<p>Foreign Countries</p>	<p>Short-Term U.S. Treasury Obligations</p> <p>To Foreign Official Institutions Column 1</p> <p>To Foreign Banks Column 4</p> <p>To All Other Foreigners Column 7</p> <p>Millions</p>	<p>Negotiable CDs & All Short-Term Negotiable Securities</p> <p>To Foreign Official Institutions Column 2</p> <p>To Foreign Banks Column 5</p> <p>To All Other Foreigners Column 8</p> <p>Millions</p>	<p>Other Custody Liabilities</p> <p>To Foreign Official Institutions Column 3</p> <p>To Foreign Banks Column 6</p> <p>To All Other Foreigners Column 9</p> <p>Millions</p>
<p>Europe</p> <p>Austria 1018-9</p> <p>◀</p> <p>Grand Total</p> <p>9999-6</p>			

TIC BL-2

CUSTOMERS' LIABILITIES TO FOREIGNERS DENOMINATED IN U.S. DOLLARS

	"Of Which" Item	
	Negotiable Certificate of Deposits Held For Foreigners	
Foreign Countries	Column 11	
	Millions	
<u>Europe</u>		
Austria	1018-9	
◀		
Grand Total		
	9999-6	

TIC BL-2

MEMORANDUM ITEMS LIABILITIES BY SECTOR OF U.S. DEBTOR & BY INSTRUMENT

	CODE	TOTAL
Total Bank Debt	8102-7	
Of Which:		
Loans to Banks	8141-8	
Short-Term Negotiable Securities Issued by Banks (NOTE: DO NOT INCLUDE NEGOTIABLE CDs)	8142-6	
Total General Government	8144-2	
U.S. Agencies	8146-9	
Liabilities of Other U.S. Debtor Sectors		
Other Short-Term Negotiable Securities	8150-3	
Loans to Others	8155-8	

TIC BQ-2 FORM LAYOUT

DENOMINATED IN FOREIGN CURRENCY

Foreign Countries	Reporter's Own Liabilities and Claims				Claims of Reporter's Domestic Customers	
	Liabilities to Foreigners		Claims on Foreigners			
	Non-negotiable Deposits	Other Liabilities	Non-negotiable Foreign Deposits	Other Claims	Non-negotiable Foreign Deposits	Other Customers' Claims
	Column 1 Millions	Column 2 Millions	Column 3 Millions	Column 4 Millions	Column 5 Millions	Column 6 Millions
Europe Austria 1018-9 ◀ "Of Which" Items 8400-7						

Part 2	Liabilities of Reporter's Domestic Customers		
	Negotiable CDs Column 1 Millions	All Short-Term Negotiable Securities Column 2 Millions	Other Liabilities Column 3 Millions
Total For All Foreign Countries and Int'l. & Regional Orgs. 9980-5			

TIC BQ-2

PART 2

LIABILITIES OF REPORTER'S DOMESTIC CUSTOMERS DENOMINATED IN FOREIGN CURRENCY

	Negotiable CDs	All Short-Term Negotiable Securities	Other Liabilities
	Column 1	Column 2	Column 3
	Millions	Millions	Millions
Total For All Foreign Countries And Intl. & Regional Orgs. 9980-5			

CUSTOMERS' LIABILITIES

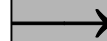
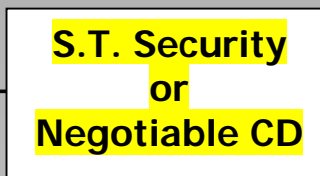
Transaction 1

A U.S.-resident issuer has a liability (S.T. security or Negotiable CD) to a foreign resident and a U.S. custodian is used.

U.S.-resident Issuer



Foreign-resident Investor



U.S. Custodian



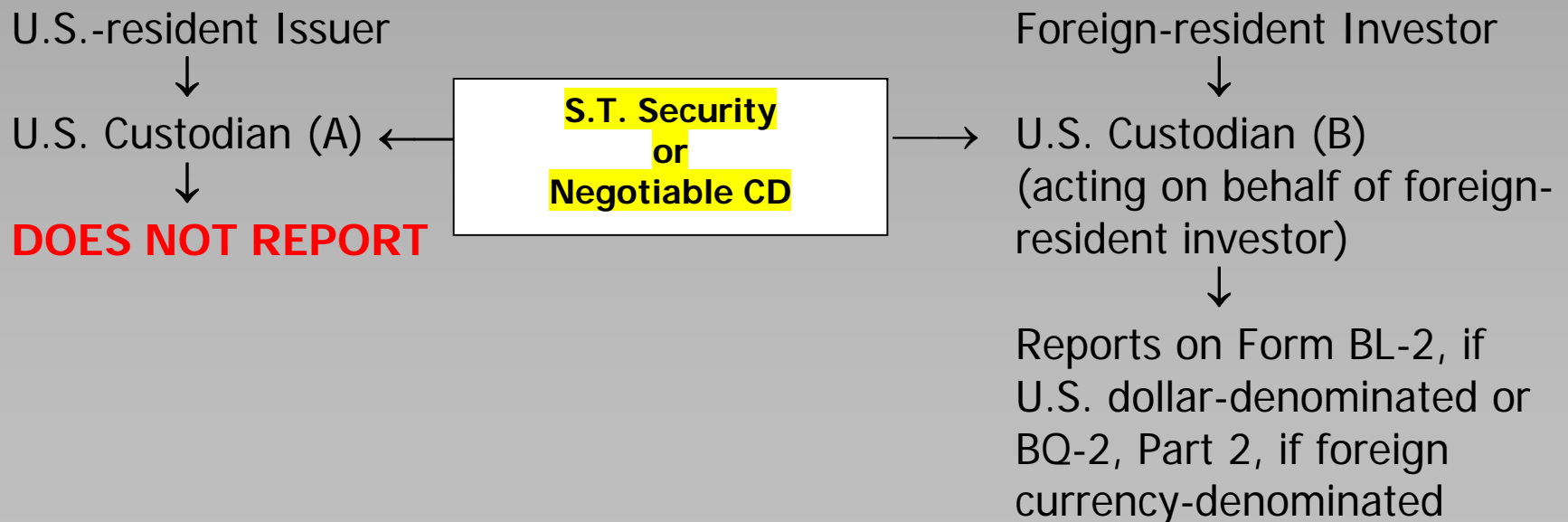
Reports on Form BL-2, if
U.S. dollar-denominated or
BQ-2, Part 2, if foreign
currency-denominated

The U.S.-resident issuer does not report the security or negotiable CD on the TIC Forms.

CUSTOMERS' LIABILITIES

Transaction 2

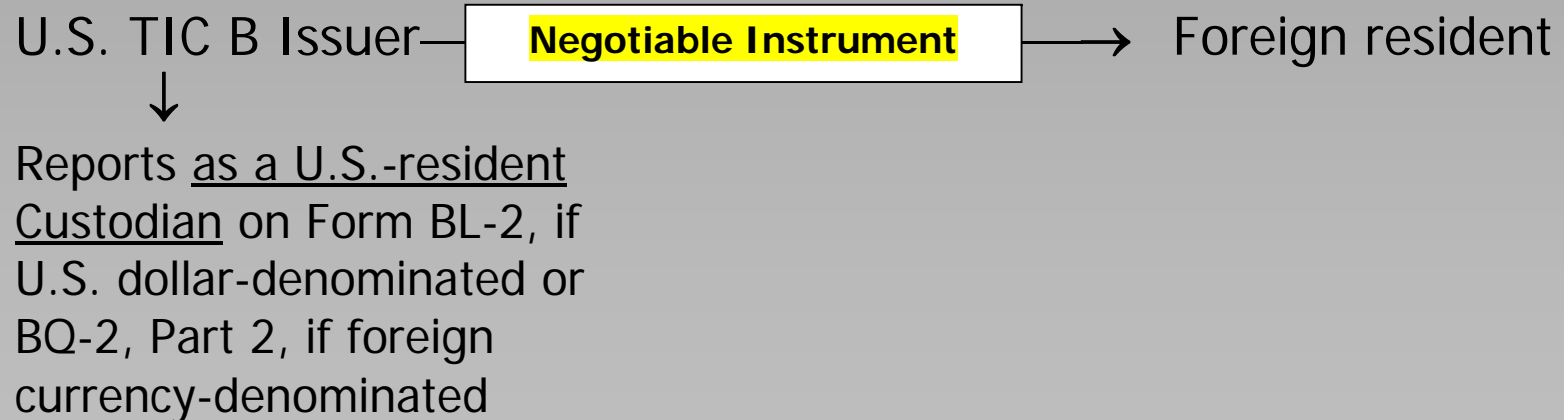
A U.S.-resident issuer has a liability (S.T. security or negotiable CD) to a foreign-resident investor and two U.S. custodians are used.



CUSTOMERS' LIABILITIES

Transaction 3

A U.S.-resident TIC B issuer has a liability (negotiable instrument) to a foreign resident and no U.S. custodian is used.

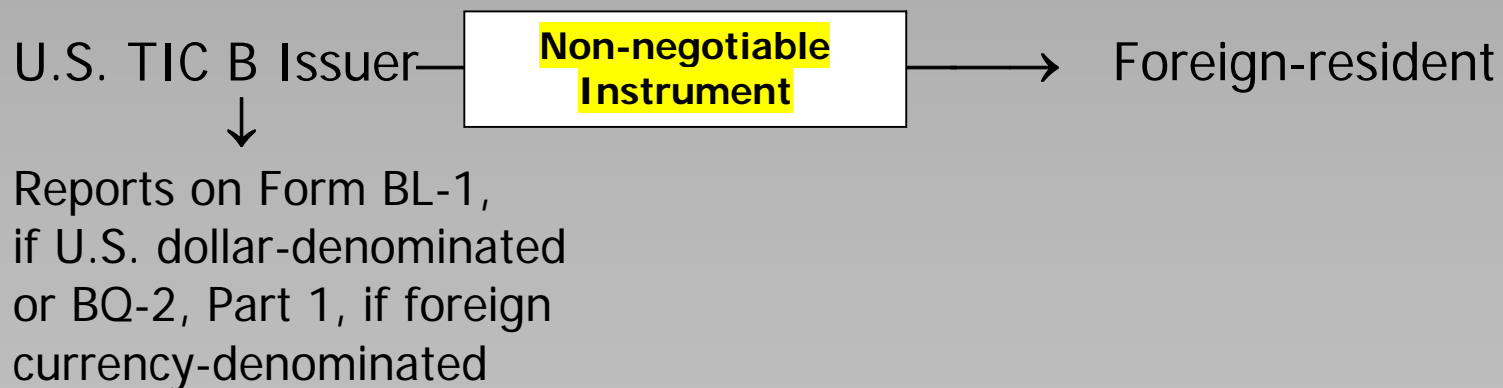


All negotiable securities and negotiable CDs issued directly in a foreign market should be reported in this manner.

CUSTOMERS' LIABILITIES

Transaction 4

A U.S.-resident TIC B issuer has a liability (non-negotiable instrument) to a foreign resident and no U.S. custodian is used.

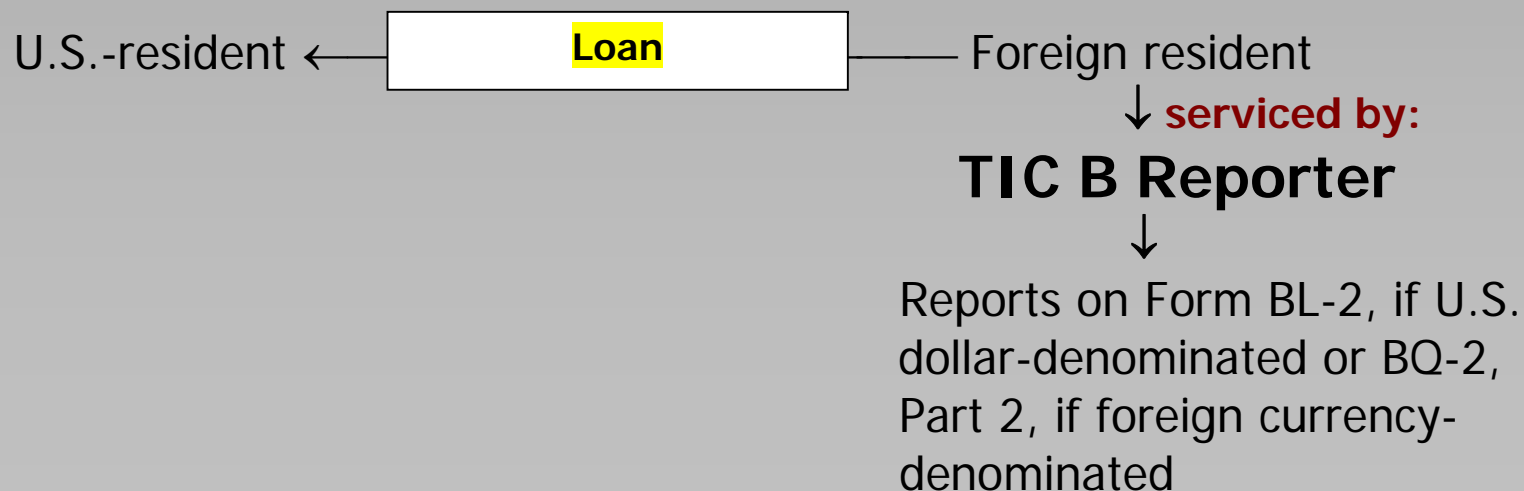


On the BL-1, Non-Negotiable CDs are reported as "Non-Negotiable Deposits" and Non-Negotiable S.T. Securities are reported as "Other".

CUSTOMERS' LIABILITIES

Transaction 5

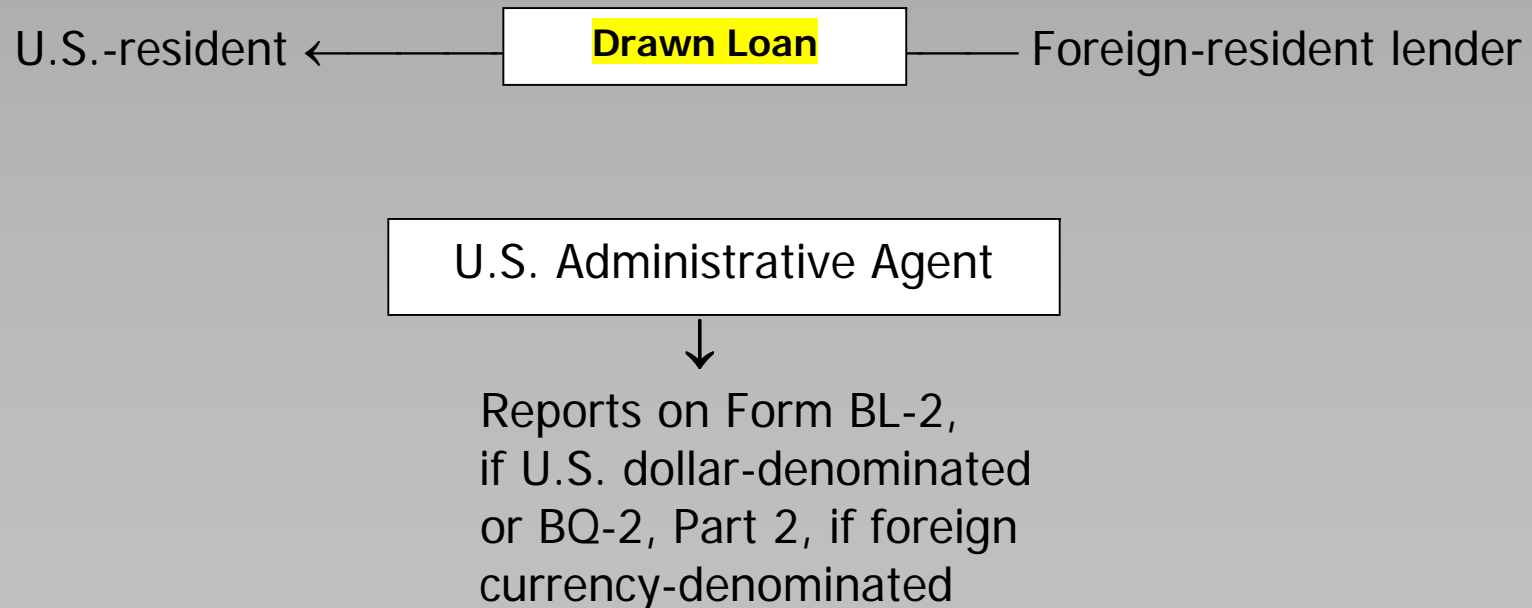
A U.S.-resident has a loan liability to a foreign resident that is serviced by a TIC B reporter (BHC/FHC, depository institution, or securities broker/dealer).



CUSTOMERS' LIABILITIES

Transaction 6

A U.S.-resident has a liability (drawn syndicated loan) to a foreign resident and a U.S. administrative agent is servicing the loan.



COMMON REPORTING ERRORS

- ▼ TIC BL-2

Erroneously:

- ▶ Omitting negotiable CDs from Total Bank Debt (row 8102-7)
- ▶ Omitting state/local government debt from Total General Government (row 8144-2)

COMMON REPORTING ERRORS

- ▼ TIC BL-2

Erroneously:

- ▶ Assuming that Loans to Banks (row 8141-8) + Short-Term Negotiable Securities Issued by Banks (row 8142-6) = Total Bank Debt (row 8102-7)

COMMON REPORTING ERRORS

- ▼ TIC BL-2 and BQ-2, Part 2

Erroneously:

- ▶ Including assets which have been temporarily received by foreign residents as collateral under resale agreements or similar financing agreements
- ▶ Including S.T. non-negotiable securities
- ▶ Skipping BQ-2, Part 2



QUESTIONS & ANSWERS





**FOREIGN
PURCHASES
AND
SALES OF
LONG-TERM
SECURITIES**



TIC S
PURCHASES AND SALES OF
LONG-TERM SECURITIES
BY FOREIGNERS

PURCHASES AND SALES OF LONG-TERM SECURITIES

- ▼ Reportable Securities:
 - ▶ L.T. Treasury securities
 - ▶ L.T. U.S. Federal Agency securities
 - ▶ L.T. Bonds & Debentures (e.g., state and local governments, foreign governments)
 - ▶ Notes (e.g., Floating Rate notes (FRNs), Medium-Term notes (MTNs))

PURCHASES AND SALES OF LONG-TERM SECURITIES

- ▼ Reportable Securities:
 - ▶ Collateralized Mortgage Obligations (CMOs)
 - ▶ Stock (e.g., Investment company shares, American Depository Shares (ADS))
 - ▶ Limited Partnership Interests
 - ▶ Options, Warrants, Rights, Scrip
 - ▶ Shares of funds

PURCHASES AND SALES OF LONG-TERM SECURITIES

- ▼ Exclude:
 - ▶ S.T. securities (an original maturity of one year or less)
 - ▶ New offering of securities issued by foreigners for the sale only to foreigners
 - ▶ Interest payments on securities
 - ▶ CDs, deposit notes, bankers' acceptances, loan participations

PURCHASES AND SALES OF LONG-TERM SECURITIES

- ▼ Exclude:
 - ▶ Dividends
 - ▶ Securities involved in Repurchase/
Resale or similar financing agreements
 - ▶ Securities lending transactions/
Securities taken in or lent as collateral
 - ▶ Derivatives (including forward contracts)

HOW TO REPORT

- ▼ Form S is completed from the viewpoint of the foreigner
 - ▶ A **sale** by your institution to a foreigner is reported on Form S as a **purchase** by a foreigner
 - ▶ A **purchase** by your institution from a foreigner is reported on Form S as a **sale** by a foreigner

HOW TO REPORT

- ▼ Fund Managers (include managers of mutual funds, pension funds or limited partnerships) should include on a consolidated basis the reportable transactions of all the funds they manage

	Purchases	Sales
Report direct transactions with foreigners of:		
Shares of 'The Fund' or 'The Limited Partnership'	X	X
L.T. securities	X	X

FUND MANAGERS

Transaction 1

A U.S.-resident fund buys stock of a Mexican company through a London broker for its own portfolio.



FUND MANAGERS

Transaction 2

A Swiss resident investor buys shares of a New York incorporated bond fund.



TIC S

PURCHASES AND SALES OF LONG-TERM SECURITIES BY FOREIGNERS				
Foreign Countries	U. S. Treasury and Federal Financing Bank Bonds and Notes	Bonds of U.S. Govt. Corporations and Federally-Sponsored Agencies	Bonds	Stocks
	Columns 1 & 2	Columns 3 & 4	Columns 5 & 6 Columns 9 & 10	Columns 7 & 8 Columns 11 & 12
	Millions	Millions	Millions	Millions
Austria 1018-9 ↙				
Grand Total 9999-6				

MEMORANDUM: PURCHASES AND SALES OF LONG-TERM DOMESTIC SECURITIES BY FOREIGN OFFICIAL INSTIUTIONS

Fill in country name & code (e.g., Canada, 2999-8) + Grand Total 9999-6	Columns 1 & 2	Columns 3 & 4	Columns 5 & 6	Columns 7 & 8

NEW L.T. OFFSHORE SECURITY ISSUE

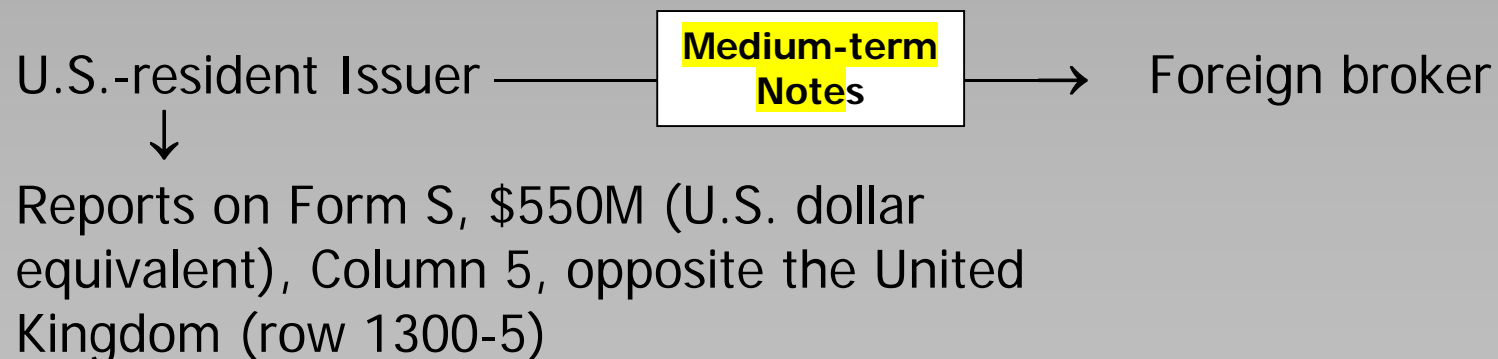
Report as Purchases by Foreigners of Domestic Securities (include private and public issues)			
Foreign Countries	Bonds of U.S. Govt. Corporations and Federally-Sponsored Agencies Column 3 Millions	Corporate and Other Bonds Column 5 Millions	Domestic Stocks Column 7 Millions
Austria 1018-9 ◀ Grand Total 9999-6	(e.g., USD 15 yr. global notes of Fannie Mae)	(e.g., Euro 5 yr. FRNs of General Electric Capital Corp.)	(e.g., \$3B common stock issue of Prudential Financial Inc.)

Report in the appropriate country/column the amount taken by foreign investors (including foreign members of the underwriting group).

NEW OFFSHORE SECURITY ISSUE

Transaction 3

A U.S.-resident corporate borrower issues 500M euro dollar-denominated medium-term notes solely to foreign-resident investors and a London broker is used.



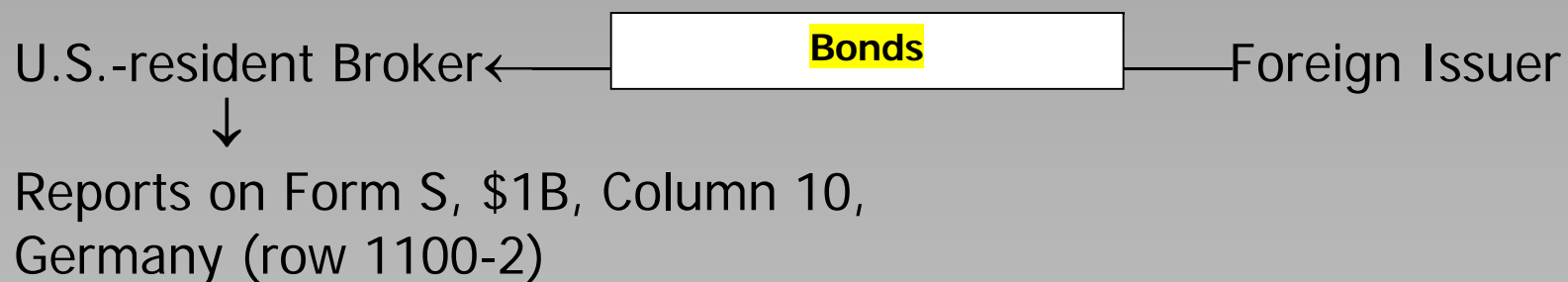
NEW L.T. FOREIGN SECURITY ISSUE

Report as Sales by Foreigners of Foreign Securities (include private and public issues)		
Foreign Countries	Foreign Bonds	Foreign Stocks
	Column 10 Millions	Column 12 Millions
Austria 1018-9 ← Grand Total 9999-6	(e.g., 5 yr. notes of Republic of Italy)	(e.g., ADS issue of China Telecom Ltd.)

NEW FOREIGN SECURITY ISSUE

Transaction 4

A U.S.-resident broker is the lead manager for \$1B of 30-year bonds being issued by a German entity in the U.S.



HOW TO REPORT REDEMPTIONS

	Report as	
	Sales of Domestic Securities by Foreigners	Purchases of Domestic Securities by Foreigners
For Redemption of Domestic Securities Involving a Foreign Counterparty:		
U.S. issuers of securities who have designated a foreign fiscal agent/paying agent for the redemption of their securities	X	
U.S. fiscal agent/paying agent	X	
U.S. banks, other depository institutions, brokers/dealers, and U.S. other persons presenting domestic securities for redemption to U.S. fiscal agent/paying agent	X	
U.S. banks, other depository institutions, brokers/dealers, and U.S. other persons presenting domestic securities for redemption to foreign fiscal agent/paying agent		X

HOW TO REPORT REDEMPTIONS

	Report As	
	Sales of Foreign Securities by Foreigners	Purchases of Foreign Securities by Foreigners
For Redemption of Foreign Securities Involving a Foreign Counterparty:		
U.S. banks, other depository institutions, brokers/dealers, and U.S. other persons presenting foreign securities for redemption to U.S. fiscal agent/paying agent	X	
U.S. banks, other depository institutions, brokers/dealers, and U.S. other persons presenting foreign securities for redemption to foreign fiscal agent/paying agent		X
U.S. fiscal agent/paying agent		X

COMMON REPORTING ERRORS

- ▼ Erroneously Reporting:
 - ▶ S.T. securities (e.g., Treasury bills)
 - ▶ Securities held under repurchase/resale or similar financing agreements
 - ▶ Foreign currency units (e.g., 200 billion yen) instead of the U.S. dollar equivalent
 - ▶ Transactions with U.S. offices of foreign entities (e.g., NY branch of Bank Lundy Paris)

COMMON REPORTING ERRORS

- ▼ Erroneously Reporting:
 - ▶ Federally-sponsored agency securities as domestic corporate securities
 - ▶ Your role in the transaction (e.g., your purchases should be reported as sales by foreigners)
 - ▶ Opposite the country of the currency of denomination

COMMON REPORTING ERRORS

- ▼ Erroneously Reporting:
 - ▶ Opposite the country of the guarantor
 - ▶ Domestic securities as foreign securities (e.g., securities issued by BMW USA Capital) and foreign securities as domestic securities (e.g., securities issued by the IBRD)

QUESTIONS & ANSWERS



