



**QUARTERLY SURVEY OF U.S. DIRECT INVESTMENT ABROAD  
Transactions of U.S. Reporter with Foreign Affiliate**

**Affiliate ID**

**MANDATORY – CONFIDENTIAL**

**Electronic filing**

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**Definitions:** Underlined terms are defined on page 11.

**Due date:** 30 days after the close of each calendar or fiscal quarter end; 45 days if the report is for the final quarter of the financial reporting year.

**Who must report:** A Form BE-577 is required from every U.S. person that had direct transactions or positions with a foreign business enterprise in which it had a direct and/or indirect ownership interest of at least 10 percent of the voting stock if an incorporated business enterprise or an equivalent interest if an unincorporated business enterprise at any time during the reporting period. Reports are required even though a foreign affiliate may have been established, acquired, seized, liquidated, expropriated, sold, or inactivated during the reporting period. Certain private funds may be exempt from filing; see item C on the claim for exemption on page 9 for more information.

**Basic requirement:** A Form BE-577 must be filed for each 1) directly-owned foreign affiliate for which total assets; annual sales or gross operating revenues, excluding sales taxes; or annual net income after provision for foreign income taxes was greater than \$60 million (positive or negative) at any time during the affiliate's fiscal reporting year and each 2) indirectly-owned foreign affiliate that met the \$60 million threshold and had an intercompany receivable or payable balance with the U.S. Reporter that exceeded \$1 million. If this affiliate does not meet the reporting requirements, complete **Part V**.

**Coverage:** All transactions or positions with the foreign affiliate by all U.S. domestic subsidiaries, divisions, etc., which constitute the U.S. Reporter, as defined on page 11, must be combined on one Form BE-577.

**Monetary values:** Report in thousands of U.S. dollars. If an amount is between positive and negative \$500, enter "0." Use parentheses to indicate negative numbers.

**Estimates:** In order to supply a timely report, if actual amounts are not available, supply reasonable estimates and label them as such.

**5 Country of location (country where affiliate's physical assets are located or primary activity is carried out).**

*This may differ from country of incorporation.*

005

Note – If the affiliate is engaged in petroleum, shipping, other water transportation, or oil and gas drilling, and has operations spanning more than one country, use country of incorporation for country of location. For example, classify in country of incorporation an oil drilling rig that moves from country to country during the year.

**6 Is the foreign affiliate incorporated in the country of location indicated in 5 ?**

007 1 1 Yes  
1 2 No

**7 If the foreign affiliate's industry classification, based on the largest annual sales or gross operating revenues, has changed, enter the revised industry code.**

Current Industry Code

Revised **AA**

If this is an initial filing enter the current industry code.

006

**AA** \_ \_ \_ \_

**AA** \_ \_ \_ \_

Refer to the Summary of Industry Classifications on page 13 or go to [www.bea.gov/naics2007](http://www.bea.gov/naics2007) . . . .

**8 How has the affiliate's reporting status changed during the quarter?**

Mark (X) one

- 008 1 1 Affiliate was not previously reported. **Part III** and **Part IV** must be completed.
- 1 2 Affiliate was temporarily exempt after previously reporting; reporting resumes.
- 1 3 Affiliate was merged or reorganized. Explain in the Remarks box on page 4 and specify date of status change.
- 1 4 Affiliate was sold or seized. Only complete **Part III** and specify date of status change.
- 1 5 Affiliate was liquidated. Only complete **Part III** and specify date of status change.
- 1 6 Affiliate fell below exemption level. Only complete **Part V** (Claim for Exemption).
- 1 7 Affiliate became inactive. Specify date of status change.
- 1 8 Affiliate did not change reporting status during the quarter.

MM / DD / YYYY

2

**9 How many foreign business enterprises are fully consolidated on this report? – If this report is for a single business enterprise, enter “1” in the box below.**

- The U.S. Reporter must consolidate foreign business enterprises on Form BE-577 in the same manner as on Forms BE-11 and BE-10. See **Rules for Consolidation** on page 10.

Number Consolidated. . . . . 010

**10 What type of equity interest does the U.S. Reporter hold in this foreign affiliate?**

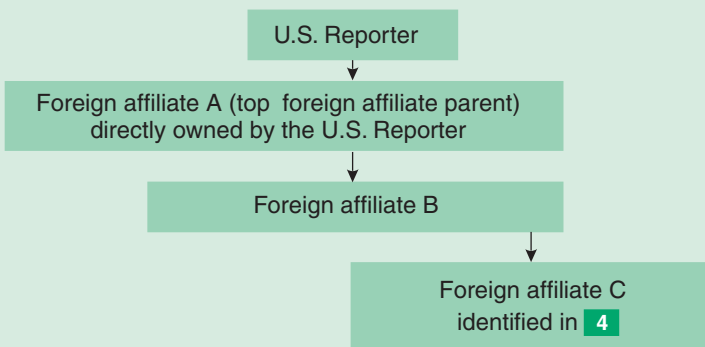
- 011 1 1 Only a direct equity interest – SKIP to **12**.
- 1 2 Only an indirect equity interest through another foreign affiliate.
- 1 3 Both a direct and indirect equity interest. What is the percentage of direct equity interest? . . . . .  %
- 1 4 Voting interest only (No equity interest). Only complete **Part II**.

**11 What is the name and ID number (if available) of the top foreign affiliate parent in this affiliate's ownership chain that is directly owned by the U.S. Reporter?**

009

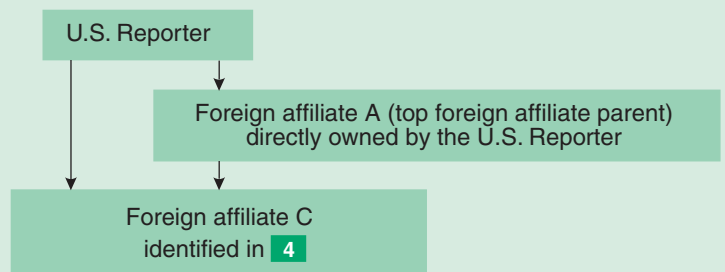
**Example 1**

- If the U.S. Reporter directly owns foreign affiliate A, which, in turn, directly owns foreign affiliate B, which, in turn, directly owns this affiliate (foreign affiliate C), then affiliate A's ID (top foreign affiliate parent) should be provided in this item.



**Example 2**

- For affiliates that are both directly and indirectly owned by the U.S. Reporter, the amounts reported in **Part I**, **Part III**, and **Part IV** must be based on the U.S. Reporter's direct equity interest only.
- Amounts reported in **Part II** should only reflect direct transactions, irrespective of direct or indirect ownership.



**Part I – U.S. Reporter’s Direct Equity Share in the Foreign Affiliate**

**Affiliate ID**

Report all items on a quarterly basis, NOT on a cumulative or year-to-date basis. Special instructions for dealers in financial instruments and finance and insurance and real estate companies are on pages 10 and 11.

**12 Based on the books of the foreign affiliate, what is the U.S. Reporter’s share of:**

**Current Quarter**

Bil. Mil. Thou. Dols.

**A. The foreign affiliate’s quarterly net income (loss), after provision for foreign income taxes? . . . . .**

<sup>101</sup> \$  000

- Include income from equity investments. For foreign affiliates owned 20 percent or more, report equity in earnings during the quarter; for those owned less than 20 percent, report dividends or distributed earnings for unincorporated affiliates.
- Do not include dividend income from subsidiaries of this foreign affiliate except for those owned less than 20 percent.
- Report data before provision for common or preferred dividends and before any reduction for foreign withholding taxes on dividends.
- Do not eliminate intercompany transactions such as royalty payments and receipts.

**B. Certain gains (losses), after provision for foreign income taxes:**

Bil. Mil. Thou. Dols.

<sup>111</sup> \$  000

**1. Included in net income (loss) 12 A? . . . . .**

- Sale or disposition of financial assets including investment securities; FASB ASC 320 (FAS 115) holding gains (losses) on securities classified as trading securities; FASB ASC 320 impairment losses; and gains (losses) derived from derivative instruments.
- Sales or dispositions of land, other property, plant, and equipment, or other assets, and FASB ASC 360 (FAS 144) impairment losses. Exclude gains (losses) from the sale of inventory assets in the ordinary course of trade or business.
- Goodwill impairment as defined by FASB ASC 350 (FAS 142).
- Restructuring. Include restructuring costs that reflect write-downs or write-offs of assets or liabilities. Exclude actual payments and charges to establish reserves for future expected payments, such as for severance pay, and fees to accountants, lawyers, consultants, or other contractors.
- Disposals of discontinued operations. Exclude income from the operations of a discontinued segment.
- Remeasurement of foreign affiliate’s foreign-currency-denominated assets and liabilities due to changes in foreign exchange rates during the reporting period.
- The cumulative effect of a change in accounting principle.
- Extraordinary, unusual, or infrequently occurring items that are material. Include losses from accidental damage or disasters after estimated insurance reimbursement. Include other material items, including write-ups, write-downs, and write-offs of tangible and intangible assets; gains (losses) from the sale or other disposition of capital assets; and gains (losses) from the sale or other disposition of financial assets, including securities, to the extent not included above. Exclude legal judgments.
- The cumulative effect of a change in the estimate of stock compensation forfeitures under FASB ASC 718 (FAS 123(R)).

Bil. Mil. Thou. Dols.

<sup>121</sup> \$  000

**2. Not included in net income (loss) 12 A but taken directly to other comprehensive income (loss)? . . . . .**

- Do not include foreign currency translation adjustments; report such amounts in 12 C.
- Include unrealized holding gains (losses) due to changes in the valuation of available-for-sale securities per FASB ASC 320 (FAS 115), and any other comprehensive income items required to be displayed separately from retained earnings as per FASB ASC 220 (FAS 130).

Bil. Mil. Thou. Dols.

<sup>131</sup> \$  000

**C. The change in the balance sheet translation adjustment account during the quarter? . . . . .**

- Report U.S. Reporter’s share of currency translation adjustments resulting from the translation of the foreign affiliate’s financial statements from the affiliate’s functional currency into U.S. dollars. Such adjustments should be computed in accordance with FASB ASC 830 (FAS 52) or other currently applicable standards of the Financial Accounting Standards Board.

**Part I – U.S. Reporter’s Direct Equity Share in the Foreign Affiliate (Continued)**

**Affiliate ID**

Report all items on a quarterly basis, NOT on a cumulative or year-to-date basis.

**13** Based on the books of the **U.S. Reporter**, what is the **U.S. Reporter’s** share of:

**Current Quarter**

**A. Dividends or earnings distributed (gross of foreign affiliate withholding taxes) to the U.S. Reporter by this affiliate?**

141

Bil.	Mil.	Thou.	Dols.
\$			000

- Report dividends on common and preferred stock of an incorporated foreign affiliate or earnings distributed of an unincorporated foreign affiliate.
- Exclude stock and liquidating dividends. Report liquidating dividends in **Part III 20**.
- Report dividends as of the date they were declared or paid (or recorded as a payable), GROSS of any foreign taxes withheld. Any subsequent settlement of dividends declared but not paid SHOULD NOT be reported a second time, but should be reflected only as a reduction in **Part II 17**.

**B. Foreign tax withheld on dividends of incorporated foreign affiliate or distributed earnings of unincorporated foreign affiliate 13 A?**

151

Bil.	Mil.	Thou.	Dols.
\$			000

**C. The net amount of dividends/earnings distributed to the U.S. Reporter by this affiliate (13 A less 13 B)?**

161

Bil.	Mil.	Thou.	Dols.
\$			000

Remarks

**Part II – Receivable and Payable Balances and Interest Between the U.S. Reporter and Foreign Affiliate**

**Affiliate ID**

Questions **14** through **16** are intended to assist banks and other types of finance companies to determine how to fill out the rest of **Part II**. U.S. reporters that also file Treasury International Capital (TIC) B Forms may not be required to complete questions **17** and **18**.

**14** Is the foreign affiliate a depository or non-depository bank (ISI codes 5221 or 5229), a securities broker or dealer (ISI code 5231), or in the finance industry (ISI codes 5223, 5224, 5238, or 5252)?

- 012 <sup>1</sup> 1 Yes  
<sup>1</sup> 2 No – SKIP to **17**

**15** Is the U.S. Reporter named in **2** a “bank” or primarily acting as a securities broker or dealer (ISI code 5231)?

Note: A “bank” is a business engaged in deposit banking or closely related functions. Examples include commercial banks, Edge Act corporations, U.S. branches and agencies of foreign banks whether or not they accept deposits abroad, savings and loans, savings banks, bank holding companies, and financial holding companies under the Gramm-Leach-Bliley Act.

- 013 <sup>1</sup> 1 Yes – Go to **16** A.  
<sup>1</sup> 2 No – Go to **16** B.

**16 A.** Does the U.S. Reporter named in **2** have consolidated U.S. subsidiaries or units that have insurance, real estate, or leasing activities?

- 014 <sup>1</sup> 1 Yes – Complete **17** and **18** but ONLY report the balances and interest between this foreign affiliate and the units of the U.S. Reporter engaged in insurance, real estate, or leasing activities.  
<sup>1</sup> 2 No – SKIP to **Part III**

**B.** Does the U.S. Reporter named in **2** have consolidated U.S. subsidiaries or units that have depository or non-depository banking activities (ISI codes 5221 or 5229) or securities broker or dealer activities (ISI code 5231)?

- 015 <sup>1</sup> 1 Yes – Complete **17** and **18** but ONLY report the balances and interest between this foreign affiliate and the units of the U.S. Reporter NOT engaged in depository or non-depository banking activities or securities broker or dealer activities.  
<sup>1</sup> 2 No – Go to **17**

Remarks

**Part II – Receivable and Payable Balances and Interest Between the U.S. Reporter and Foreign Affiliate (Continued)**

<b>Affiliate ID</b>

Report all current and long-term receivable and payable balances and related interest ONLY between the U.S. Reporter and the foreign affiliate named in **4**.

- Base data on the books of the U.S. Reporter.
- Report interest income or expense accrued in the current quarter (not year to date), GROSS OF WITHHOLDING TAXES.
- Exclude debt balances and associated interest with all other affiliated or unaffiliated entities.
- The current quarter’s opening balance should be equal to the prior quarter’s closing balance; therefore, if it is necessary to translate the balance into U.S. dollars, use the same exchange rate to translate the opening balance for the current quarter as was used to translate the closing balance of the prior quarter.
- Include interest on capital leases.
- Include current and long-term items, indebtedness resulting from a capital lease, and the net book value of equipment under a long-term operating lease.
  - If leases between the U.S. Reporter and the foreign affiliate are capitalized, then include the outstanding capitalized value as an intercompany balance. Lease payments should be disaggregated into the amount that is (i) a reduction in the intercompany balance and (ii) interest.
  - If leases between the U.S. Reporter and the foreign affiliate are operating leases for more than one year that have not been capitalized, include the net book value. Lease payments should be disaggregated into the amounts that represent (i) the return of capital, consisting of the depreciation component for long-term operating leases, which should be reflected as a reduction in items **17** or **18**, and (ii) rent or net rent, which is not covered by this survey.
- Derivatives contracts – Exclude the value of outstanding financial derivatives contracts or any payments or receipts resulting from the settlement of these contracts. For example, the settlements of interest rate derivatives should NOT be reported as interest or as another type of transaction on this form. Derivatives contracts are covered by the Treasury International Capital (TIC) Form D, Report of Holdings of, and Transactions in, Financial Derivatives Contracts.

Do **NOT** net receivables and payables or interest income and expense.

**17** What are the short- and long-term receivables due to the U.S. Reporter from the foreign affiliate and the related interest income on those balances?

Receivable balances					Interest						
Beginning of quarter (1)				End of quarter (2)				Current quarter (3)			
Bil.	Mil.	Thou.	Dols.	Bil.	Mil.	Thou.	Dols.	Bil.	Mil.	Thou.	Dols.
221	\$		000	222	\$		000	171	\$		000

**18** What are the short- and long-term payables due to the foreign affiliate from the U.S. Reporter and the related interest expense on those balances?

Payable balances					Interest						
Beginning of quarter (1)				End of quarter (2)				Current quarter (3)			
Bil.	Mil.	Thou.	Dols.	Bil.	Mil.	Thou.	Dols.	Bil.	Mil.	Thou.	Dols.
231	\$		000	232	\$		000	172	\$		000

If the closing balance on the preceding quarter’s report differs from the beginning balance above, please note.

**Part III – Change in U.S. Reporter’s Equity in the Foreign Affiliate**

**Affiliate ID**

**Report** the transaction (i.e., market) value of consideration given or received, during the quarter listed in **1**, for increases or decreases in the U.S. Reporter’s equity holdings in the foreign affiliate.

**Include in 19 or 20 :**

- Treasury stock transactions with the U.S. Reporter and liquidating dividends.
- Capitalization of intercompany debt (report the amount of debt converted to equity as the transaction value of the equity increase in **19 B**), and adjust the debt balance as appropriate in **Part II 17**.

**Exclude from 19 and 20 changes caused by:**

- Carrying net income (loss) to the equity account.
- Dividends/earnings distributed and stock dividends.
- Balance sheet translation adjustments.
- The effect of treasury stock transactions with persons other than the U.S. Reporter.
- Reorganizations in capital structure that do not affect total equity.
- Transactions between a directly-owned foreign affiliate and foreign affiliates that it owns, and transactions between indirectly owned affiliates. (For affiliates that are entirely indirectly-owned by the U.S. Reporter, **19** and **20** should be blank.)
- Investments that are written off (include the amount written off in **20 A I** or **20 A II**, as appropriate).

**Unincorporated foreign affiliates** must report the U.S. Reporter’s share of any increase (decrease) in the foreign affiliate’s equity (or home office account) arising from its transactions with the U.S. Reporter, excluding amounts reported in Part I or Part II.

**19 What is the increase in the U.S. Reporter’s equity interest in this affiliate due to:**

	242	Bil.	Mil.	Thou.	Dols.
A. Establishment of <u>affiliate</u> or acquisition (partial or total) of an equity interest in this <u>affiliate</u> by the <u>U.S. Reporter</u> either from the <u>affiliate</u> or from other <u>foreign persons</u> ? .....		\$			000

**What are the amounts by which the transaction value:**

	301	Bil.	Mil.	Thou.	Dols.
I. Exceeds the value carried on the books of the <u>affiliate</u> ? .....		\$			000
II. Is less than the value carried on the books of the <u>affiliate</u> ? ...	311	\$			000

	252	Bil.	Mil.	Thou.	Dols.
B. Capital contributions and other transactions of the <u>U.S. Reporter</u> with <u>foreign persons</u> ? .....		\$			000

*Specify:*

	262	Bil.	Mil.	Thou.	Dols.
C. Acquisition (partial or total) of an equity interest in this <u>affiliate</u> by the <u>U.S. Reporter</u> from other U.S. <u>persons</u> ? .....		\$			000

*Give name and address of seller:*

**20 What is the decrease in the U.S. Reporter’s equity interest in this affiliate due to:**

	272	Bil.	Mil.	Thou.	Dols.
A. Liquidation of <u>affiliate</u> or sale (partial or total) of an equity interest in this <u>affiliate</u> by the <u>U.S. Reporter</u> either to the <u>affiliate</u> or to other <u>foreign persons</u> ? .....		\$			000

**What are the amounts by which the transaction value:**

	302	Bil.	Mil.	Thou.	Dols.
I. Exceeds the value carried on the books of the <u>affiliate</u> ? .....		\$			000
II. Is less than the value carried on the books of the <u>affiliate</u> ? ...	312	\$			000

	282	Bil.	Mil.	Thou.	Dols.
B. Return of capital contributions and other transactions of the <u>U.S. Reporter</u> with <u>foreign persons</u> ? ...		\$			000

*Specify:*

	292	Bil.	Mil.	Thou.	Dols.
C. Sale (partial or total) of an equity interest in this <u>affiliate</u> by the <u>U.S. Reporter</u> to other U.S. <u>persons</u> ? .....		\$			000

*Give name and address of new owner:*

**Part IV – Selected Annual Data**

**Affiliate ID**

- Complete **once a year**, no later than the second report following the close of the fiscal year.
- If an initial report, complete **21 – 26** as of the ending date of the quarter for the initial report.
- Include the cumulative translation adjustment in **25 D** or **26**, as appropriate.
- Retained earnings (deficit) of unconsolidated indirectly-owned affiliates should be included on the report of the directly-owned foreign affiliate parent in **25 C** or **26**, as appropriate, on an equity basis.

322 MM / DD / YYYY

**21** What is the foreign affiliate's fiscal year (or, if initial report, quarter) ending date? .....

**22** What is the U.S. Reporter's percent of direct ownership based on equity interest if an incorporated affiliate, or an equivalent interest in an unincorporated affiliate? Round to the nearest tenth of one percent .....

332 \_\_\_\_\_ . \_\_\_\_ %

**U.S. Reporter's Equity in Foreign Affiliate's Annual Net Income (Loss)**

**23** What is the U.S. Reporter's direct equity in the affiliate's annual net income (loss) after provision for foreign income taxes? .....

342 Bil. Mil. Thou. Dols.  
\$ \_\_\_\_\_ 000

- Include, on an equity basis, this foreign affiliate's share of net income (loss) in all unconsolidated foreign enterprises it owns.
- Report annual net income (loss) calculated on the same basis used for calculating quarterly net income (loss), **12 A**.

**24** What is the U.S. Reporter's share of certain gains (losses) included in net income in item **23**? (Refer to instructions for **12 B1** on page 3.) .....

343 Bil. Mil. Thou. Dols.  
\$ \_\_\_\_\_ 000

**U.S. Reporter's Share of Total Owners' Equity in Foreign Affiliate at Year End (Or Quarter End if an Initial Report)**

**25** What is the U.S. Reporter's direct equity in the incorporated foreign affiliate's:  
A. Total equity – Equals the sum of **25 B** through **25 E** .....

352 Bil. Mil. Thou. Dols.  
\$ \_\_\_\_\_ 000

B. Capital stock and additional paid-in capital .....

362 Bil. Mil. Thou. Dols.  
\$ \_\_\_\_\_ 000

C. Retained earnings (deficit) .....

372 Bil. Mil. Thou. Dols.  
\$ \_\_\_\_\_ 000

Accumulated other comprehensive income (loss)

382 Bil. Mil. Thou. Dols.  
\$ \_\_\_\_\_ 000

D. Translation adjustment component .....

E. All other components including other comprehensive income (loss) .....

392 Bil. Mil. Thou. Dols.  
\$ \_\_\_\_\_ 000

**26** What is the U.S. Reporter's share of total owners' equity in the unincorporated foreign affiliate? .....

402 Bil. Mil. Thou. Dols.  
\$ \_\_\_\_\_ 000

- In calculating owner's equity, any assets or liabilities of the affiliate carried on any owners' books, as well as those carried on the affiliate's books, should be included.
- Owner's equity should include cumulative earnings not distributed.



Do not continue to page 9 UNLESS your company is exempt from reporting. Please refer to the instruction about Basic Requirements on page 1 for more information.



**Part V – Claim for Exemption**

**Affiliate ID**

**27** The affiliate is exempt from filing a BE-577 report if ANY ONE of the conditions specified in statements A–C below applies. Select the statement that applies and answer ALL adjacent questions.

**1 A.** The affiliate is exempt because ALL of the items below (not just the U.S. Reporter's share) were less than or equal to \$60 million (positive or negative) during the affiliate's last four fiscal quarters. If 12 months of data are not available, give full-year projections.

MM / DD / YYYY

12-month period ended. . . . . 502

		Bil.	Mil.	Thou.	Dols.
Total assets – Include equity in unconsolidated <u>foreign affiliates</u> owned by this <u>affiliate</u> . . . . .	481	\$			000
Annual sales or gross operating revenues, excluding sales taxes. . . . .	491	\$			000
Annual net income after provision for <u>foreign</u> income taxes – Include income of unconsolidated <u>foreign affiliates</u> owned by this <u>affiliate</u> . . . . .	501	\$			000

**2 B.** The affiliate is exempt because it is INDIRECTLY owned AND neither of the following items exceeds \$1 million.

- Foreign affiliate's end-of-quarter payables to the U.S. Reporter
- Foreign affiliate's end-of-quarter receivables from the U.S. Reporter

What is the name and BEA ID number (if available) of the top foreign affiliate parent in this affiliate's ownership chain that is directly owned by the U.S. Reporter? Refer to examples on page 2.

009

**3 C.** The affiliate is exempt because ALL three of the following statements apply.

- The affiliate is a private fund.
- The private fund affiliate does not own, directly or indirectly through another business enterprise, an “operating company”—i.e., a business enterprise that is not a private fund or a holding company—in which the consolidated U.S. Reporter owns at least 10 percent of the voting interest.
- If the U.S. Reporter owns the private fund indirectly (through one or more other business enterprises), there are no “operating companies” between the consolidated U.S. Reporter and the indirectly owned private fund foreign affiliate.

If the U.S. Reporter owns this private fund indirectly, what is the name and BEA ID number of the top foreign affiliate parent in this affiliate's ownership chain that is directly owned by the U.S. Reporter? Refer to examples on page 2.

009

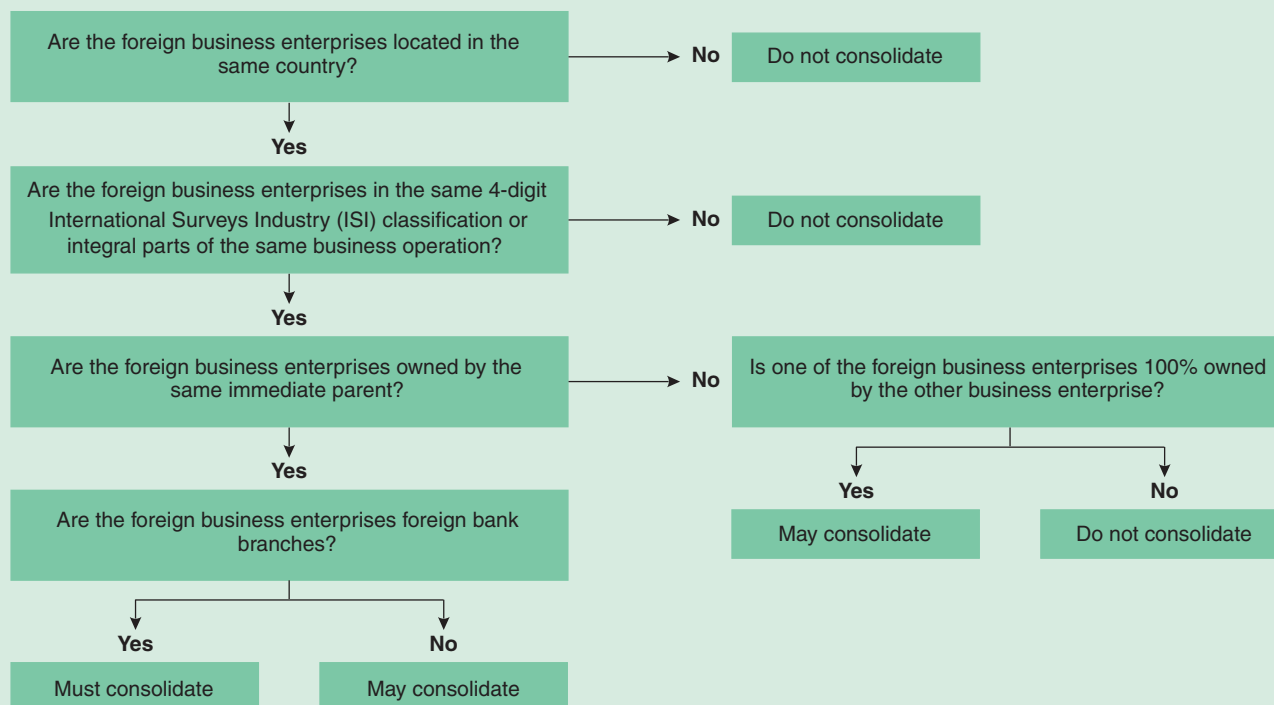
The U.S. reporter's investment in the foreign private fund may be required to be reported on Treasury International Capital (TIC) surveys, review reporting requirements for TIC surveys at [www.treasury.gov/tic](http://www.treasury.gov/tic).

Remarks

BEA USE ONLY	462	463	464	465
	466	467	468	469

## Rules for Consolidation

Follow these rules to determine which foreign business enterprises may be consolidated on one foreign affiliate form.



**Note:** Foreign business enterprises that have an equity investment in an unconsolidated business enterprise should report that investment using the equity method of accounting.

## Special Instructions for Reporting Unincorporated Foreign Affiliates of U.S. Reporters

**U.S. Reporters that cannot distinguish between equity and debt investment in their unincorporated foreign affiliates:**

If your accounting records do not distinguish between intercompany debt (17 and 18) and equity 26, then:

1. Compute the net change in the home office account. This equals: End-of-quarter home office account minus beginning-of-quarter home office account.
2. Subtract net income (loss) 12 A, certain realized and unrealized gains (losses) taken directly to other comprehensive income or owner's equity 12 B2, and the quarterly translation adjustment 12 C.
3. If the amount computed in 2. is positive, show it as an increase in equity 19 B. If the amount computed in 2. is negative, show it as a remittance of earnings (13 A and 13 C) to the extent that there is quarterly net income; show the residual, if any, as a decrease in equity 20 B. 17 and 18 should be blank.

## Special Instructions for Dealers in Financial Instruments and Finance and Insurance

**Dealers in financial instruments (including securities, currencies, derivatives, and other financial instruments) and finance and insurance companies:**

- Include in 12 B1: (1) impairment losses as defined by FASB ASC 320 (FAS 115), (2) realized gains or losses on trading or dealing, and (3) unrealized gains or losses due to changes in the valuation of financial instruments that flow through the income statement, and goodwill impairment as defined by FASB ASC 350 (FAS 142).
- Include unrealized gains or losses due to changes in the valuation of financial instruments that are taken directly to other comprehensive income in 12 B2. Include income from explicit fees and commissions in 12 A.

## Special Instructions for Real Estate Companies

### Real estate companies:

Report gains or losses from the sale, disposition, or revaluation of land, other property, plant, and equipment, or other assets as follows:

#### Realized gains and losses

- Include gains or losses from sale of real estate in the ordinary course of trade or business in net income, **12** A.
- Do **NOT** include these gains and losses in **12** B1 or in **12** B2.

#### Impairment of long-lived assets

- Include impairment losses, as defined by FASB ASC 360 (FAS 144), and recognized during the period, in net income, **12** A, and in **12** B1.

#### Unrealized gains

- Include gains recognized due to the revaluation of real estate assets in **12** B1.
- Include goodwill impairment as defined by FASB ASC 350 (FAS 142).

## Definitions

**Affiliate** means a business enterprise located in one country which is directly or indirectly, owned or controlled by a person of another country to the extent of 10 percent or more of its voting securities for an incorporated business or an equivalent interest for an unincorporated business enterprise, including a branch.

**Branch** means the operations or activities conducted by a person in a different location in its own name rather than through an incorporated entity.

**Business enterprise** means any organization, association, branch, or venture which exists for profit-making purposes or to otherwise secure economic advantage, and any ownership of any real estate.

**Direct investment** means the ownership or control, directly or indirectly by one person of 10 percent or more of the voting securities of an incorporated foreign business enterprise or an equivalent interest in an unincorporated foreign business enterprise, including a branch.

**Foreign**, when used in a geographic sense, means that which is situated outside the United States or which belongs to or is characteristic of a country other than the United States.

**Foreign affiliate** means an affiliate located outside the United States in which a U.S. person has direct investment.

**Foreign affiliate parent** means a U.S. Reporter's foreign affiliate that has an equity interest in another foreign affiliate of the U.S. Reporter.

**Foreign person** means any person resident outside the United States or subject to the jurisdiction of a country other than the United States.

**Lease** is an arrangement conveying the right to use property, plant, or equipment (i.e., land and/or depreciable assets), usually for a stated period of time.

- Capital lease** – A long-term lease under which transfer of ownership is recognized at the inception of the lease. These may be shown as lease contracts or accounts receivable on the lessor's books. The asset would not be considered to be owned by the lessor.
- Operating lease** – Generally a lease with a term which is less than the useful life of the asset and in which a transfer of ownership is not contemplated.

**Person** (as the term is used in the broad legal sense) means any individual, branch, partnership, associated group, association, estate, trust, corporation, or other organization (whether or not organized under the laws of any state), and any government (including a foreign government, the United States Government, a state or local government, and any agency corporation, financial institution, or other entity or instrumentality thereof, including a government-sponsored agency).

**Private fund** refers to the same class of financial entities defined by the Securities and Exchange Commission as private funds on Form PF: "any issuer that would be an investment company as defined in section 3 of the Investment Company Act of 1940 but for section 3(c)(1) or 3(c)(7) of ... [that] Act."

**United States**, when used in a geographic sense, means the several States, the District of Columbia, the Commonwealth of Puerto Rico, and all territories and possessions of the United States.

**U.S. person** means any person resident in the United States or subject to the jurisdiction of the United States.

**U.S. Reporter** means the U.S. person that has direct investment in a foreign business enterprise, including a branch. If the U.S. person is an incorporated business enterprise, the U.S. Reporter is the fully consolidated U.S. domestic enterprise, which is defined as: (1) the U.S. corporation whose voting securities are not owned more than 50 percent by another U.S. corporation, and (2) proceeding down each ownership chain from that U.S. corporation, any U.S. corporation whose voting securities are more than 50 percent owned by the U.S. corporation above it. This consolidation excludes foreign branches and all other foreign affiliates.

## Survey Information

**Purpose** – Reports on this form are required in order to provide reliable and up-to-date information on U.S. direct investment abroad for inclusion in the U.S. international transactions and the national income and product accounts.

**Authority** – This survey is being conducted under the International Investment and Trade in Services Survey Act (P.L. 94-472, 90 Stat. 2059, 22 U.S.C. 3101-3108 as amended) – hereinafter “the Act”, and the filing of reports is mandatory under Section 5(b) (2) of the Act (22 U.S.C. 3104). All persons contacted by BEA in writing must respond pursuant to section 801.3 of 15 C.F.R. pt. 801 and the survey instructions.

**Penalties** – Whoever fails to report may be subject to a civil penalty of not less than \$4,527, and not more than \$45,268, or to injunctive relief commanding such person to comply, or both. Whoever willfully fails to report shall be fined not more than \$10,000 or, if an individual, may be imprisoned for not more than one year, or both. Any officer, director, employee, or agent of any corporation who knowingly participates in such violation, upon conviction, may be punished by a like fine, imprisonment, or both. (22 U.S.C. 3105.) Civil penalties are subject to inflationary adjustments. Those adjustments are found in 15 CFR 6.4.

Notwithstanding any other provision of the law, no person is required to respond to, nor shall any person be subject to a penalty for failure to comply with, a collection of information subject to the requirements of the Paperwork Reduction Act, unless that collection of information displays a currently valid OMB Control Number.

**Respondent Burden** – Public reporting burden for this collection of information is estimated to average 1 hour per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden to: Director, Bureau of Economic Analysis (BE-1), U.S. Department of Commerce, 4600 Silver Hill Road, Washington, DC 20233; and to the Office of Management and Budget, Paperwork Reduction Project 0608-0004, Washington, DC 20503.

**Confidentiality** – The Act provides that your report is CONFIDENTIAL and may be used only for analytical or statistical purposes. Without your prior written permission, the information filed in your report CANNOT be presented in a manner that allows it to be individually identified. Your report CANNOT be used for purposes of taxation, investigation, or regulation. Copies retained in your files are immune from legal process. Per the Cybersecurity Enhancement Act of 2015, your data are protected from cybersecurity risks through security monitoring of the BEA information systems.

**Accounting methods and records** – Follow generally accepted U.S. accounting principles unless otherwise specified in the instructions. Corporations should generally use the same methods and records used to generate reports to stockholders, except where otherwise instructed. Generate reports for unincorporated persons on an equivalent basis. Financial Accounting Standards Board Accounting Standards Codification Topics are referred to as “FASB ASC” in the instructions.

**Retention of copies** – Retain a copy of filed reports for 3 years beyond the report’s original due date.

**Retroactive reports** – Quarterly reports for a year may be required retroactively when it is determined that the exemption level has been exceeded. If a foreign affiliate’s total assets, sales, or net income (loss) exceed the exemption level in a given year, it is deemed that the exemption level will also be exceeded in the following year. A U.S. Reporter claiming exemption from filing a given report must complete the Claim for Exemption, giving the levels of total assets, sales, and net income (loss).

## SUMMARY OF INDUSTRY CLASSIFICATIONS

For a full description of each classification, see [www.bea.gov/naics2007](http://www.bea.gov/naics2007)

### Agriculture, Forestry, Fishing, and Hunting

1110 Crop production  
1120 Animal production  
1130 Forestry and logging  
1140 Fishing, hunting, and trapping  
1150 Support activities for agriculture and forestry

### Mining

2111 Oil and gas extraction  
2121 Coal  
2123 Nonmetallic minerals  
2124 Iron ores  
2125 Gold and silver ores  
2126 Copper, nickel, lead, and zinc ores  
2127 Other metal ores  
2132 Support activities for oil and gas operations  
2133 Support activities for mining, except for oil and gas operations

### Utilities

2211 Electric power generation, transmission, and distribution  
2212 Natural gas distribution  
2213 Water, sewage, and other systems

### Construction

2360 Construction of buildings  
2370 Heavy and civil engineering construction  
2380 Specialty trade contractors

### Manufacturing

3111 Animal foods  
3112 Grain and oilseed milling  
3113 Sugar and confectionery products  
3114 Fruit and vegetable preserving and specialty foods  
3115 Dairy products  
3116 Meat products  
3117 Seafood product preparation and packaging  
3118 Bakeries and tortillas  
3119 Other food products  
3121 Beverages  
3122 Tobacco  
3130 Textile mills  
3140 Textile product mills  
3150 Apparel  
3160 Leather and allied products  
3210 Wood products  
3221 Pulp, paper, and paperboard mills  
3222 Converted paper products  
3231 Printing and related support activities  
3242 Integrated petroleum refining and extraction  
3243 Petroleum refining without extraction  
3244 Asphalt and other petroleum and coal products  
3251 Basic chemicals  
3252 Resins, synthetic rubbers, and artificial and synthetic fibers and filaments  
3253 Pesticides, fertilizers, and other agricultural chemicals  
3254 Pharmaceuticals and medicines  
3255 Paints, coatings, and adhesives  
3256 Soap, cleaning compounds, and toilet preparations  
3259 Other chemical products and preparations  
3261 Plastics products  
3262 Rubber products  
3271 Clay products and refractories  
3272 Glass and glass products  
3273 Cement and concrete products  
3274 Lime and gypsum products  
3279 Other nonmetallic mineral products  
3311 Iron and steel mills and ferroalloys  
3312 Steel products from purchased steel  
3313 Alumina and aluminum production and processing  
3314 Nonferrous metal (except aluminum) production and processing  
3315 Foundries  
3321 Forging and stamping  
3322 Cutlery and handtools  
3323 Architectural and structural metals  
3324 Boilers, tanks, and shipping containers  
3325 Hardware  
3326 Spring and wire products  
3327 Machine shops; turned products; and screws, nuts, and bolts  
3328 Coating, engraving, heat treating, and allied activities  
3329 Other fabricated metal products  
3331 Agriculture, construction, and mining machinery  
3332 Industrial machinery  
3333 Commercial and service industry machinery

3334 Ventilation, heating, air-conditioning, and commercial refrigeration equipment  
3335 Metalworking machinery  
3336 Engines, turbines, and power transmission equipment  
3339 Other general purpose machinery  
3341 Computer and peripheral equipment  
3342 Communications equipment  
3343 Audio and video equipment  
3344 Semiconductors and other electronic components  
3345 Navigational, measuring, electromedical, and control instruments  
3346 Manufacturing and reproducing magnetic and optical media  
3351 Electric lighting equipment  
3352 Household appliances  
3353 Electrical equipment  
3359 Other electrical equipment and components  
3361 Motor vehicles  
3362 Motor vehicle bodies and trailers  
3363 Motor vehicle parts  
3364 Aerospace products and parts  
3365 Railroad rolling stock  
3366 Ship and boat building  
3369 Other transportation equipment  
3370 Furniture and related products  
3391 Medical equipment and supplies  
3399 Other miscellaneous manufacturing

### Wholesale Trade, Durable Goods

4231 Motor vehicles and motor vehicle parts and supplies  
4232 Furniture and home furnishing  
4233 Lumber and other construction materials  
4234 Professional and commercial equipment and supplies  
4235 Metal and mineral (except petroleum)  
4236 Electrical and electronic goods  
4237 Hardware, and plumbing and heating equipment and supplies  
4238 Machinery, equipment, and supplies  
4239 Miscellaneous durable goods

### Wholesale Trade, Nondurable Goods

4241 Paper and paper product  
4242 Drugs and druggists' sundries  
4243 Apparel, piece goods, and notions  
4244 Grocery and related product  
4245 Farm product raw material  
4246 Chemical and allied products  
4247 Petroleum and petroleum products  
4248 Beer, wine, and distilled alcoholic beverage  
4249 Miscellaneous nondurable goods

### Wholesale Trade, Electronic Markets and Agents and Brokers

4251 Wholesale electronic markets and agents and brokers

### Retail Trade

4410 Motor vehicle and parts dealers  
4420 Furniture and home furnishings  
4431 Electronics and appliance  
4440 Building material and garden equipment and supplies dealers  
4450 Food and beverage  
4461 Health and personal care  
4471 Gasoline stations  
4480 Clothing and clothing accessories  
4510 Sporting goods, hobby, book, and music  
4520 General merchandise  
4530 Miscellaneous store retailers  
4540 Nonstore retailers

### Transportation and Warehousing

4810 Air transportation  
4821 Rail transportation  
4833 Petroleum tanker operations  
4839 Other water transportation  
4840 Truck transportation  
4850 Transit and ground passenger transportation  
4863 Pipeline transportation of crude oil, refined petroleum products, and natural gas  
4868 Other pipeline transportation  
4870 Scenic and sightseeing transportation  
4880 Support activities for transportation  
4920 Couriers and messengers  
4932 Petroleum storage for hire  
4939 Other warehousing and storage

### Information

5111 Newspaper, periodical, book, and directory publishers  
5112 Software publishers

5121 Motion picture and video industries  
5122 Sound recording industries  
5151 Radio and television broadcasting  
5152 Cable and other subscription programming  
5171 Wired telecommunications carriers  
5172 Wireless telecommunications carriers, except satellite  
5174 Satellite telecommunications  
5179 Other telecommunications  
5182 Data processing, hosting, and related services  
5191 Other information services

### Finance and Insurance

5221 Depository credit intermediation (Banking)  
5223 Activities related to credit intermediation  
5224 Nondepository credit intermediation  
5229 Nondepository branches and agencies  
5231 Securities and commodity contract intermediation and brokerage  
5238 Other financial investment activities and exchanges  
5242 Agencies, brokerages, and other insurance related activities  
5243 Insurance carriers, except life insurance carriers  
5249 Life insurance carriers  
5252 Funds, trusts, and other financial vehicles

### Real Estate and Rental and Leasing

5310 Real estate  
5321 Automotive equipment rental and leasing  
5329 Other rental and leasing services  
5331 Lessors of nonfinancial intangible assets, except copyrighted works

### Professional, Scientific, and Technical Services

5411 Legal services  
5412 Accounting, tax preparation, bookkeeping, and payroll services  
5413 Architectural, engineering, and related services  
5414 Specialized design services  
5415 Computer systems design and related services  
5416 Management, scientific, and technical consulting services  
5417 Scientific research and development services  
5418 Advertising, public relations, and related services  
5419 Other professional, scientific, and technical services

### Management of Companies and Enterprises

5512 Holding companies, except bank holding companies  
5513 Corporate, subsidiary, and regional management offices

### Administrative and Support and Waste Management and Remediation Services

5611 Office administrative services  
5612 Facilities support services  
5613 Employment services  
5614 Business support services  
5615 Travel arrangement and reservation services  
5616 Investigation and security services  
5617 Services to buildings and dwellings  
5619 Other support services  
5620 Waste management and remediation services

### Educational Services

6110 Educational services

### Health Care and Social Assistance

6210 Ambulatory health care services  
6220 Hospitals  
6230 Nursing and residential care facilities  
6240 Social assistance

### Arts, Entertainment, and Recreation

7110 Performing arts, spectator sports, and related industries  
7121 Museums, historical sites, and similar institutions  
7130 Amusement, gambling, and recreation industries

### Accommodation and Food Services

7210 Accommodation  
7220 Food services and drinking places

### Other Services

8110 Repair and maintenance  
8120 Personal and laundry services  
8130 Religious, grantmaking, civic, professional, and similar organizations

### Public Administration

9200 Public administration

**BE-577 Summary Form**
 2/16-5/15   
 5/16-8/15   
 8/16-11/15   
 11/16-2/15   
    Year
**Affiliate ID**

Item	Data Item	Line	Col 1	Col 2	Col 3
2	U.S. Reporter	003			
4	Affiliate name	004			
5	Country located	005			
6	Incorp same ctry? Y/N	007			
7	Industry: curr, revised	006			
8	Status, date	008			
9	How many consol?	010			
10	Type of eqty int	011			
11	FA parent	009			
12A	Net income	101			
12B1	Certain gains (losses)	111			
12B2	Oth comp Inc	121			
12C	Translation adj	131			
13A	Dividends (gross)	141			
13B	Dividend - fgn tax withheld	151			
13C	Dividends (net)	161			
14	Is affiliate a bank? Y/N	012			
15	Is USR a bank? Y/N	013			
16A	USR consol Ins RE Leas? Y/N	014			
16B	USR consol banks? Y/N	015			
17	U.S. rec: beg, end; Int receipts	221/222/171			
18	U.S. pay: beg, end; Int payments	231/232/172			
19A	Estab or acq	242			
19A I	Exceeds book value	301			
19A II	Less than book value	311			
19B	Capital contribution	252			
19C	Acq fm oth U.S. pers	262			
20A	Liq or sale	272			
20A I	Exceeds book value	302			
20A II	Less than book value	312			
20B	Ret of capital contrib	282			
20C	Sale to oth U.S. pers	292			
21	FYE	322			
22	Direct own %	332			
23	Annual net Inc (loss)	342			
24	Gains/losses (annual)	343			
25A	Total equity, inc	352			
25B	Capital stock	362			
25C	Retained earnings	372			
25D	Translation adj	382			
25E	Oth comp inc	392			
26	Total equity, uninc	402			

Note: The line items on this summary page have been abbreviated. For a full description please refer to the survey form.

**BE-577 Claim for Exemption**

2/16-5/15 5/16-8/15 8/16-11/15 11/16-2/15

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Year

**Affiliate ID**

Item	Data Item	Line	Col 1	Col 2
2	U.S. Reporter	003		
4	Affiliate name	004		
5	Country located Incorp	005		
6	same ctry? Y/N	007		
7	Industry: curr, revised	006		
8	Status, date	008		
27	Exempt reason	480	A	B C
27A	FYE	502		
	Total assets	481		
	Annual sales	491		
	Annual net income	501		
27B	Indir exempt - FP	009		
27C	Private fund - FP	009		

Note: The line items on this summary page have been abbreviated. For a full description please refer to the survey form.