



## Balance of Payments Exercise

### Worksheet

		<u>1959</u>	<u>1960</u>
1.	Trade balance	972	_____
2.	Services, net	75	_____
3.	Balance on goods and services	1,047	_____
4.	Unilateral transfers, net	-2,481	_____
5.	Current balance	-1,434	_____
6.	Long-term capital, net	-2,798	_____
7.	Basic balance	-4,232	_____
8.	Short-term capital, net	2,485	_____
9.	Errors and Omissions	412	_____
10.	Overall balance <sup>1</sup>	-1,335	_____
11.	Balance on Official Settlements	1,335	_____
12.	IMF position, net	260	_____
13.	Official gold and foreign exchange reserves	1,075	_____

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<sup>1</sup> This overall balance calculation differs from the OECD calculation found in **Exhibit 2** of the KENNEDY AND THE BALANCE OF PAYMENTS case. Reserves above (lines 12 and 13) are narrowly defined to include only the IMF position and official gold and foreign exchange reserves. The OECD definition of reserves is broader. It also includes private monetary institutions' short-term assets and liabilities and central monetary institutions' other liabilities and assets.

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*This worksheet was prepared by Research Associate Jane Kenney Austin under the supervision of Assistant Professor David B. Yoffie.*

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