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1731 North Marcey, Chicago IL 60614

www.biancoresearch.com

U.S. Treasury's International Capital Statistics

An Analysis of Foreign Investment Flows and Positions in the U.S. Financial Markets

By James A. Bianco (847) 304-1511

and Greg M. Blaha (847) 304-1511

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On September 18, 2006, the Department of Treasury released its "Treasury International Capital Movements" data. This is a monthly series and the current release is updated through July 31, 2006.

This report uses 12-month rolling sums of flows to negate the effects of seasonality and revisions. The intention is to illustrate the larger trends of foreign activity in U.S. long-term securities.

In general, information on U.S. transactions with foreigners in long-term securities is reported opposite the country in which the immediate foreign transactor is located. The foreign party to a cross-border securities transaction may be an end-investor or issuer of securities, or it may be an intermediary. It is important to note that the country breakdown does not necessarily indicate the country of beneficial owner or issuer, nor does it indicate the currency in which securities are denominated.

Our analysis of the data assumes a close relationship between the country/region of each transaction and final ownership of the securities. For more information about this report, and to find background information on this data, refer to: "A Primer on Treasury International Capital" in the "Subscriber Area" of our web site under "U.S. Treasury's International Capital Statistics."

Our website (<http://www.biancoresearch.com>) has over 150 charts using this data. To view these charts, go to the "Subscriber Area," click on the "Charts" drop down box, click on the "Archive of Charts", and scroll down the page to click on the "U.S. Treasury's International Capital Statistics."

U.S. Treasury Notes and Bonds

In the 12 months ending July 31, 2006, All Foreign Countries were net **buyers** of \$220.18 billion of U.S. Treasury Notes and Bonds.

- Total Europe was a net buyer of \$110.21 billion
- Total Asia was a net buyer of \$62.15 billion, China-Mainland was a net buyer of \$37.34 billion and Japan was a net **seller** of \$14.72 billion
- Total Latin America was a net buyer of \$21.70 billion.

U.S. Government Agency Securities

In the 12 months ending July 31, 2006, All Foreign Countries were net **buyers** of \$258.81 billion of U.S. Government Agency Securities.

- Total Asia was a net buyer of \$145.09 billion
- Total Europe was a net buyer of \$73.27 billion

U.S. Corporate Bonds

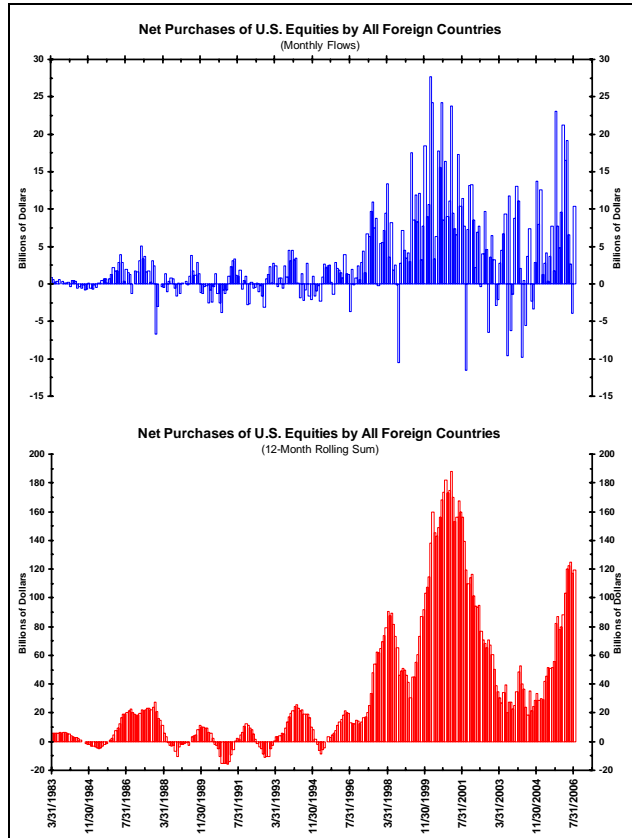
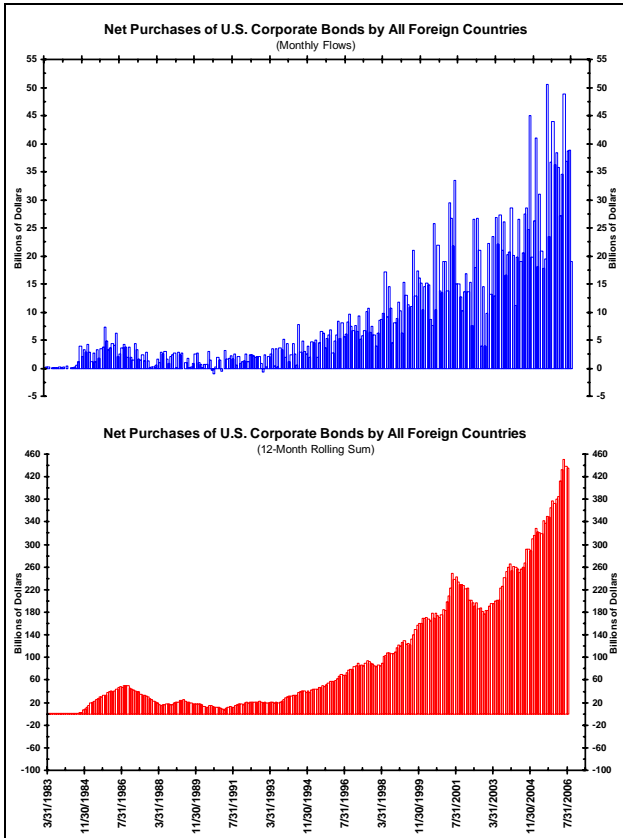
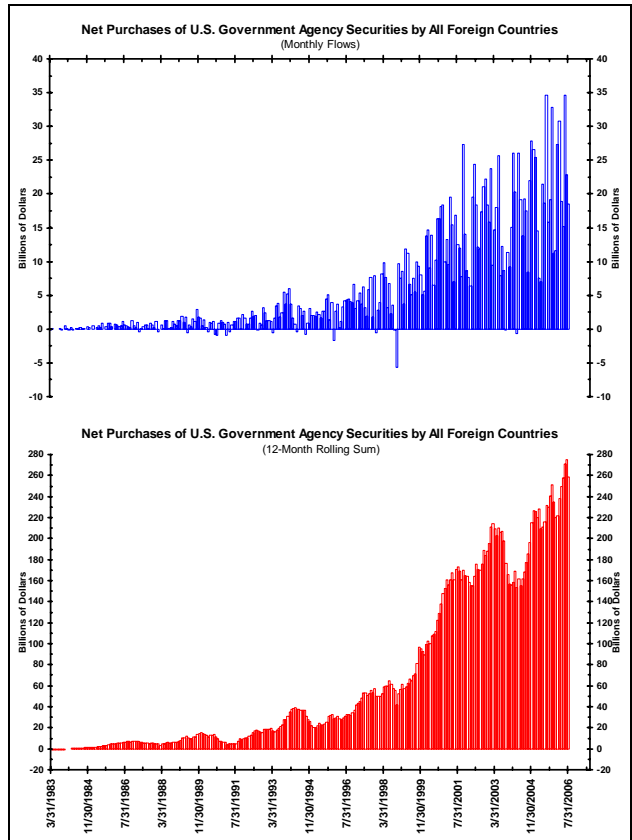
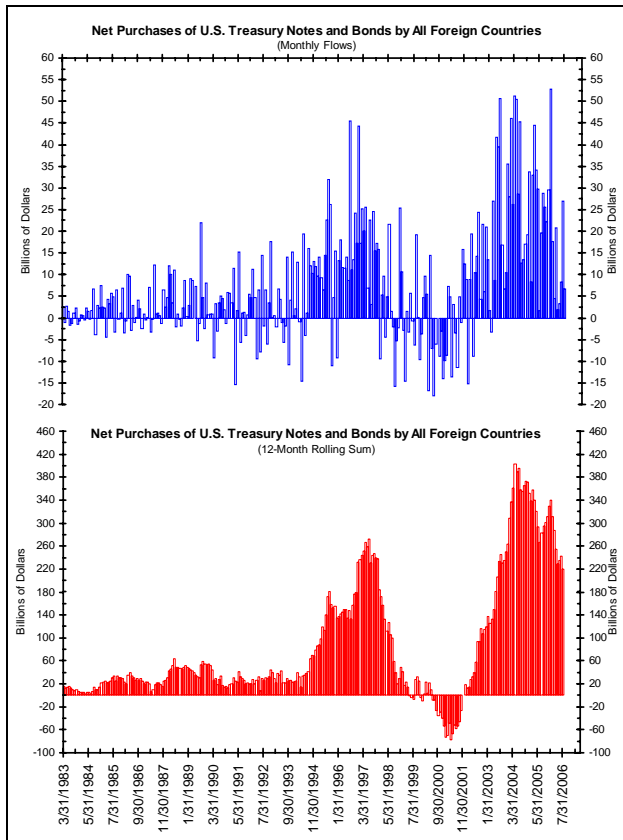
In the 12 months ending July 31, 2006, All Foreign Countries were net **buyers** of \$434.93 billion of U.S. Corporate Bonds.

- Total Europe accounted for the vast majority of this buying at \$280.14 billion with the United Kingdom accounting for \$204.87 billion.
- Tax Havens net purchases totaled \$47.79 billion.
- Total Asia net purchases totaled only \$78.03 billion with Japan accounting for \$17.89 billion.

U.S. Equities

In the 12 months ending July 31, 2006, All Foreign Countries were net **buyers** of \$119.67 billion of U.S. Equities.

- Total Europe was a net buyer of \$68.77 billion, while the United Kingdom was a net buyer of \$38.35 billion.
- Total Asia was a net **buyer** of \$15.91 billion, while Japan accounted for \$1.99 billion in **net purchases**.
- Tax Havens were net buyers with \$5.57 billion in **net purchases**.



To see larger version of these charts, as well as over 150 other charts drawn from this data, please visit our [website](#).

Net Purchases of U.S. Treasury Notes and Bonds Broad Regions							
	All Foreign Countries	Total Asia	Total Europe	Total Latin America	Asia less Japan	Europe less the U.K.	All Foreign less the U.K. & Tax Havens
Monthly Net Purchases of U.S. Treasury Notes and Bonds (billions of \$)							
7/31/2006	6.59	1.03	-2.61	6.92	1.78	8.77	10.14
6/30/2006	26.99	4.60	22.63	-0.81	3.33	-3.69	-1.30
5/31/2006	8.19	-0.41	0.94	1.86	-2.09	-7.40	3.35
5 Year High (date)	52.77 11/30/2005	32.31 3/31/2004	37.97 11/30/2005	31.27 1/31/2005	17.89 11/30/2004	17.62 4/30/2005	39.99 6/30/2003
5 Year Low (date)	-15.28 1/31/2002	-14.79 3/31/2006	-13.82 4/30/2006	-19.36 11/30/2004	-4.89 10/31/2001	-14.25 3/31/2005	-21.23 1/31/2002
Net Purchases Percentile Ranking Of Its 5 Year Range							
7/31/2006	32.1%	33.6%	21.6%	51.9%	29.3%	72.2%	51.2%
6/30/2006	62.1%	41.2%	70.4%	36.6%	36.1%	33.2%	32.5%
5/31/2006	34.5%	30.5%	28.5%	41.9%	12.3%	21.5%	40.1%
12 Month Rolling Sum of Net Purchases of U.S. Treasury Notes and Bonds (billions of \$)							
7/31/2006	220.18	62.15	110.21	21.70	76.87	-5.94	102.25
6/30/2006	242.27	70.74	129.06	14.45	84.35	-13.13	112.39
5/31/2006	234.95	74.45	121.79	8.54	95.67	-11.04	136.27
5 Year High (date)	403.20 4/30/2004	267.73 8/31/2004	177.86 1/31/2006	89.33 3/31/2005	102.91 4/30/2006	45.16 8/31/2005	324.75 4/30/2004
5 Year Low (date)	-52.95 8/31/2001	-9.90 8/31/2001	-38.98 8/31/2001	-12.67 4/30/2006	-11.87 8/31/2001	-34.41 8/31/2002	-23.28 8/31/2001

Net Purchases of U.S. Government Agency Securities Broad Regions							
	All Foreign Countries	Total Asia	Total Europe	Total Latin America	Asia less Japan	Europe less the U.K.	All Foreign less the U.K. & Tax Havens
Monthly Net Purchases of U.S. Government Agency Securities (billions of \$)							
7/31/2006	18.48	12.05	-2.86	7.89	7.89	0.18	17.77
6/30/2006	22.93	11.55	11.08	-1.95	8.05	3.67	18.48
5/31/2006	34.62	16.77	9.60	7.31	8.05	4.26	24.12
5 Year High (date)	34.69 7/31/2005	18.28 7/31/2005	12.87 4/30/2002	13.24 5/31/2003	10.61 1/31/2006	4.92 5/31/2005	24.12 5/31/2006
5 Year Low (date)	-0.62 3/31/2004	0.38 9/30/2004	-4.82 3/31/2004	-8.72 2/28/2003	-1.51 4/30/2005	-1.75 3/31/2003	1.99 4/30/2005
Net Purchases Percentile Ranking Of Its 5 Year Range							
7/31/2006	54.1%	65.2%	11.1%	75.7%	77.5%	28.9%	71.3%
6/30/2006	66.7%	62.4%	89.9%	30.8%	78.9%	81.4%	74.5%
5/31/2006	99.8%	91.6%	81.5%	73.0%	78.8%	90.1%	100.0%
12 Month Rolling Sum of Net Purchases of U.S. Government Agency Securities (billions of \$)							
7/31/2006	258.81	145.09	73.27	25.97	80.07	25.25	197.53
6/30/2006	275.03	151.32	84.12	25.07	82.63	25.78	202.62
5/31/2006	270.75	156.95	76.86	22.74	83.76	23.56	205.01
5 Year High (date)	275.03 6/30/2006	156.95 5/31/2006	90.81 3/31/2005	50.77 2/29/2004	83.76 5/31/2006	31.05 12/31/2004	205.01 5/31/2006
5 Year Low (date)	153.72 3/31/2004	71.00 6/30/2004	33.14 3/31/2004	21.42 4/30/2006	38.91 4/30/2005	9.22 3/31/2002	97.44 3/31/2002

For more detailed version of these tables, please visit our [website](#).

Net Purchases of U.S. Corporate Bonds Broad Regions							
	All Foreign Countries	Total Asia	Total Europe	Total Latin America	Asia less Japan	Europe less the U.K.	All Foreign less the U.K. & Tax Havens
Monthly Net Purchases of U.S. Corporate Bonds (billions of \$)							
7/31/2006	19.04	5.15	8.47	6.18	4.22	1.86	7.70
6/30/2006	38.77	5.81	25.04	5.97	5.97	7.47	16.16
5/31/2006	38.67	6.64	26.68	4.21	6.33	7.30	16.23
5 Year High (date)	50.50 6/30/2005	8.55 10/31/2005	34.12 6/30/2005	9.66 7/31/2003	6.83 6/30/2005	9.92 10/31/2005	22.08 9/30/2004
5 Year Low (date)	3.87 9/30/2002	-0.14 10/31/2002	1.80 7/31/2002	-0.60 9/30/2002	0.39 9/30/2002	-0.12 9/30/2001	1.93 9/30/2002
Net Purchases Percentile Ranking Of Its 5 Year Range							
7/31/2006	32.5%	60.9%	20.6%	66.0%	59.5%	19.8%	28.6%
6/30/2006	74.9%	68.4%	71.9%	64.0%	86.7%	75.6%	70.6%
5/31/2006	74.6%	78.0%	77.0%	46.9%	92.3%	73.9%	71.0%
12 Month Rolling Sum of Net Purchases of U.S. Corporate Bonds (billions of \$)							
7/31/2006	434.93	78.03	280.14	59.51	60.14	75.26	182.26
6/30/2006	439.28	78.79	283.46	57.90	59.56	76.79	185.05
5/31/2006	451.00	80.47	292.54	59.64	60.42	77.61	186.67
5 Year High (date)	451.00 5/31/2006	80.47 5/31/2006	292.54 5/31/2006	70.01 1/31/2005	60.42 5/31/2006	77.61 5/31/2006	186.67 5/31/2006
5 Year Low (date)	177.38 10/31/2002	21.63 10/31/2002	106.49 9/30/2002	39.91 4/30/2003	14.70 4/30/2003	20.98 5/31/2002	55.40 5/31/2002

Net Purchases of U.S. Equities Broad Regions							
	All Foreign Countries	Total Asia	Total Europe	Total Latin America	Asia less Japan	Europe less the U.K.	All Foreign less the U.K. & Tax Havens
Monthly Net Purchases of U.S. Equities (billions of \$)							
7/31/2006	10.43	0.76	4.03	3.43	1.07	1.02	6.12
6/30/2006	-3.97	2.09	-3.48	-5.30	1.65	-4.50	-0.56
5/31/2006	2.70	2.10	-1.32	1.28	1.52	1.56	7.24
5 Year High (date)	23.07 9/30/2005	5.93 10/31/2005	15.44 9/30/2005	6.08 7/31/2005	3.94 4/30/2004	8.80 1/31/2006	13.57 1/31/2006
5 Year Low (date)	-11.53 9/30/2001	-2.66 1/31/2004	-7.33 9/30/2001	-5.30 6/30/2006	-2.28 10/31/2003	-6.76 9/30/2001	-7.21 9/30/2001
Net Purchases Percentile Ranking Of Its 5 Year Range							
7/31/2006	63.5%	39.8%	49.9%	76.7%	53.9%	50.0%	64.1%
6/30/2006	21.8%	55.3%	16.9%	0.0%	63.1%	14.5%	32.0%
5/31/2006	41.1%	55.4%	26.4%	55.8%	61.0%	53.5%	69.5%
12 Month Rolling Sum of Net Purchases of U.S. Equities (billions of \$)							
7/31/2006	119.67	15.91	68.77	11.55	13.93	30.42	75.75
6/30/2006	116.96	14.29	63.95	14.20	12.68	31.51	75.37
5/31/2006	124.62	14.89	67.93	20.37	13.86	36.33	78.18
5 Year High (date)	139.28 8/31/2001	33.87 8/31/2001	115.03 8/31/2001	21.27 10/31/2005	20.82 9/30/2001	62.14 8/31/2001	99.14 8/31/2001
5 Year Low (date)	18.57 6/30/2004	-5.21 3/31/2004	11.37 4/30/2003	-19.55 9/30/2001	1.02 8/31/2004	2.06 2/28/2005	8.51 4/30/2005

For more detailed version of these tables, please visit our [website](#).

Bianco Research L.L.C.

1731 North Marcey, Suite 510
Chicago IL 60614

Phone: (847) 304-1511 Fax (847) 304-1749
e-mail: research@biancoresearch.com
<http://www.biancoresearch.com>

For more information about the contents/ opinions contained in these reports:

President (847) 756-3599
James A. Bianco jbianco@biancoresearch.com

Strategist/Analysts (847) 304-1511
Howard L. Simons hsimons@biancoresearch.com
Greg Blaha gblaha@biancoresearch.com
Ryan Spokas rspokas@biancoresearch.com

For subscription/service Information:

Arbor Research & Trading, Inc.
Director of Sales & Marketing (800) 625-1860
Fritz Handler fritz.handler@arborresearch.com
Norma Mytys nmytys@arborresearch.com

Arbor Research & Trading, Inc.

1000 Hart Road, Suite 260
Barrington IL 60010

Phone (847) 304-1560 Fax (847) 304-1595
e-mail inforequest@arborresearch.com
<http://www.arborresearch.com>

For more information about Arbor Research & Trading and its services:

Chicago Sales Office
1 N. LaSalle Street, 40th Floor
Chicago IL 60602
Daniel Lustig dan.lustig@arborresearch.com
Phone (866) 877-0266

New York Sales Office
The Chrysler Building
405 Lexington Avenue
New York, NY 10174
Edward T. McElwreath ed.mcelwreath@arborresearch.com
Phone (212) 867-5326 Fax (212) 370-1218

International - For more information about Arbor Research & Trading and its services:

Director of International Sales (847) 304-1560
James L. Perry james.perry@arborresearch.com
Brent E. Glendinning brent.glendinning@arborresearch.com

London Sales Office

Room 57, 2nd Floor
4 Broadgate
London England EC2M 2QY
Phone 44-207-965-4784 Fax 44-207-965-4787

For more information:

Director of Arbor (UK) 44-207-965-4784
Neil Tritton neil.tritton@arborresearch.com
Ben Gibson ben.gibson@arborresearch.com