



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

Affiliate ID
[ ]

MANDATORY - CONFIDENTIAL

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Mail reports to: U.S. Department of Commerce
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Washington, DC 20230

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1 Is this report a submission of a past report?

[ ] Yes
[ ] No

2 What is the date range and year within which the foreign affiliate's quarter ends for this report? Mark (X) one and enter year.

[ ] 2/16-5/15 [ ] 5/16-8/15 [ ] 8/16-11/15 [ ] 11/16-2/15 [ ] Year

003 3 Name of U.S. Reporter

[ ]

4 U.S. Reporter mailing address - Generally, each U.S. Reporter has a single address for all of its BE-577 reports.

004 5 Name of foreign affiliate being reported - Use the same name on all reports filed subsequently for this affiliate with the Bureau of Economic Analysis, e.g., Forms BE-11 and BE-10.

Definitions: Underlined terms are defined starting on page 9.

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.

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 debt balance with the U.S. Reporter that exceeded \$1 million.

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.

6 Country of location (country where affiliate's physical assets are located or primary activity is carried out) - may differ from country of incorporation

005

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

007 1 Yes
1 2 No

8 If the foreign affiliate's industry classification, based on the largest annual sales or gross operating revenues, has changed, enter the revised industry code. If this is an initial filing enter the current industry code (refer to the Summary of Industry Classifications on page 12 or go to www.bea.gov/naics2007). For help in determining the ISI code, go to www.bea.gov for a Worksheet for Determining ISI Code.

Current Industry Code Revised
006 1 2

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

Mark (X) one

<b>Affiliate ID</b>

- 008 1  1 Affiliate was not previously reported. Report must include **Part III** and **Part IV**.
- 1 2  2 Affiliate was temporarily exempt after previously reporting; reporting resumes.
- 1 3  3 Affiliate was merged or reorganized. Attach explanation and specify date of status change
- 1 4  4 Affiliate was sold or seized. Only complete **Part III** and specify date of status change
- 1 5  5 Affiliate was liquidated. Only complete **Part III** and specify date of status change
- 1 6  6 Affiliate fell below exemption level. Only complete **Part V** (Certificate of Exemption).
- 1 7  7 Affiliate became inactive. Specify date of status change.
- 1 8  8 Affiliate did not change reporting status during the quarter.

MM/DD/YYYY

**10 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 *Definition on page 10 for rules for consolidation.*

010

Number Consolidated .....

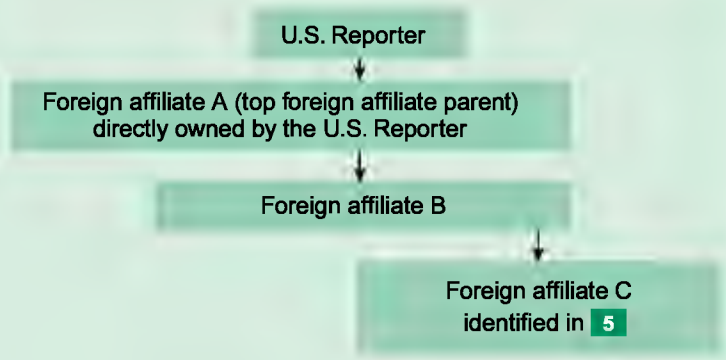
**11 What type of equity interest does the U.S. Reporter hold in this foreign affiliate?**

- 011 1  1 Only a direct equity interest – SKIP to **13**.
- 1 2  2 Only an indirect equity interest through another foreign affiliate.
- 1 3  3 Both a direct and indirect equity interest. What is the percentage of **direct** equity interest? . . . . . %
- 1 4  4 Voting interest only (No equity interest). Only complete **Part II**.

**12 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? .....**

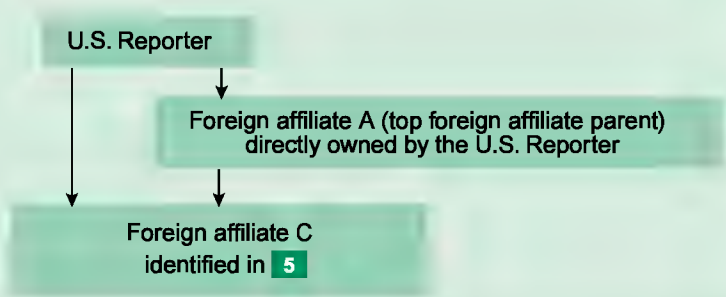
**Example 1**

- 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**

**Instructions**

- 13 A.**
  - Report the amount that represents the U.S. Reporter's equity, based on its directly held equity interest in the foreign affiliate's net income (loss) for the quarter, before provision for common or preferred dividends and before any reduction for foreign withholding taxes on dividends, but after provision for other foreign income taxes.
  - If the U.S. Reporter holds both a direct and indirect equity interest, only the share representing the direct equity interest should be given in this item.
  - Do not eliminate intercompany transactions.
  - Include, on an equity basis, the foreign affiliate's share in net income of unconsolidated foreign business enterprises owned by it.
  - Include remeasurement of the foreign affiliate's foreign-currency-denominated assets and liabilities due to changes in foreign exchange rates during the reporting period and other gains and losses included in **13 B.1**.
- B.**
  - For certain gains (losses) included in net income, see *Definitions on page 9*.
  - For certain gains (losses) for dealers in financial instruments and finance, insurance, and real estate companies, see **Special Instructions** on page 11.
  - Include in **13 B.2**, 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).
- C.**
  - 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.
- D.**
  - Report dividends as of the date they were declared or paid, 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 A**.

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

**13 What is the U.S. Reporter's share of:**

*For A, B, and C, base data on the books of the foreign affiliate*

	<b>Current Quarter</b>			
	Bil.	Mil.	Thou.	Dols.
<b>A.</b> The foreign affiliate's quarterly net income (loss), after provision for foreign income taxes? . . . . .	101	\$		000
<b>B. Certain gains (losses), after provision for foreign income taxes:</b>				
1. Included in net income (loss) <b>13 A</b> ? See <i>Definitions on page 9</i> . . . . .	111	\$		000
2. Not included in net income (loss) <b>13 A</b> but taken directly to other comprehensive income (loss)? Do not include foreign currency translation adjustments, report such amounts in <b>13 C</b> . . . . .	121	\$		000
<b>C.</b> The change in the balance sheet translation adjustment account during the quarter? . . . . .	131	\$		000

*For D, E, and F, base data on the books of the U.S. Reporter*

<b>D.</b> Dividends on common and preferred stock (gross of foreign affiliate withholding taxes) of an incorporated foreign affiliate or distributed earnings of an unincorporated foreign affiliate (exclude stock and liquidating dividends)? Report liquidating dividends in <b>Part III 20</b> . . . . .	141	\$		000
<b>E.</b> Foreign tax withheld on dividends of incorporated foreign affiliate or distributed earnings of unincorporated foreign affiliate <b>13 D</b> ? . . . . .	151	\$		000
<b>F.</b> The net amount of dividends/earnings distributed ( <b>13 D</b> less <b>13 E</b> )? . . . . .	161	\$		000

**Part II – 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 1  Yes  
1 2  No – SKIP to **17**

**15** Is the U.S. Reporter named in **3** 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, including commercial banks, Edge Act corporations, foreign branches and agencies of U.S. 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 1  Yes – Go to **16** A.  
1 2  No – Go to **16** B.

**16** A. Does the U.S. Reporter named in **3** have consolidated U.S. subsidiaries or units that have insurance, real estate, or leasing activities?

- 014 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.  
1 2  No – SKIP to **Part III**

**16** B. Does the U.S. Reporter named in **3** 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 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.  
1 2  No – Go to **17**

Remarks

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

<b>Affiliate ID</b>

**Balances**

**17 What were the receivable and payable balances between the U.S. Reporter and the foreign affiliate?**

- Base data on the books of the U.S. Reporter.
- 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, to be reported in items A or B, and (ii) interest to be reported in **18**.
  - 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 A or B, and (ii) rent or net rent, which is not covered by this survey.
- 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.
- Derivatives contracts – Exclude the value of outstanding financial derivative 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 <b>NOT</b> net receivables and payables (A and B below)	Beginning of quarter (1)				End of quarter (2)			
	Bil.	Mil.	Thou.	Dols.	Bil.	Mil.	Thou.	Dols.
A. Owed to the U.S. Reporter by the foreign affiliate (U.S. Receivables) . . . . .	221			000	222			000
	\$				\$			
B. Owed to the foreign affiliate by the U.S. Reporter (U.S. Payables) . . . . .	231			000	232			000
	\$				\$			

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

**Interest**

**18 What were the interest receipts and payments (gross of withholding taxes) between the U.S. Reporter and the foreign affiliate named in **5** during the quarter?**

- Report quarterly amounts (not year to date), GROSS OF WITHHOLDING TAXES.
- Include interest on capital leases.
- Do **NOT** net receipts and payments.

	Current Quarter			
	Bil.	Mil.	Thou.	Dols.
A. Interest receipts credited to the U.S. Reporter or charged to the foreign affiliate on amounts related to <b>17</b> A . . . . .	171			000
	\$			
B. Interest payments credited to the foreign affiliate or charged to the U.S. Reporter on amounts related to <b>17</b> B . . . . .	172			000
	\$			

**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 3, 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, in turn, owns and transactions between indirectly owned affiliates. (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 21 A or 21 B, 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:**

		Bil.	Mil.	Thou.	Dols.
A. Establishment of affiliate or acquisition (partial or total) of an equity interest in this affiliate by the U.S. Reporter either from the affiliate or from other foreign persons? . . . . .	242	\$			000
B. Capital contributions and other transactions of the U.S. Reporter with foreign persons? Specify . . . . .	252	\$			000
C. Acquisition (partial or total) of an equity interest in this affiliate by the U.S. Reporter from other U.S. persons? Give name and address of seller. . . . .	262	\$			000

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

		Bil.	Mil.	Thou.	Dols.
A. Liquidation of affiliate or sale (partial or total) of an equity interest in this affiliate by the U.S. Reporter either to the affiliate or to other foreign persons? . . . . .	272	\$			000
B. Return of capital contributions and other transactions of the U.S. Reporter with foreign persons? Specify . . . . .	282	\$			000
C. Sale (partial or total) of an equity interest in this affiliate by the U.S. Reporter to other U.S. persons? Give name and address of new owner. . . . .	292	\$			000

**21 For 19 and 20, what are the amounts by which the transaction value:**

		<b>For acquisition 19</b>				<b>For liquidation or sale 20</b>			
		(1)				(2)			
		Bil.	Mil.	Thou.	Dols.	Bil.	Mil.	Thou.	Dols.
A. Exceeds the value carried on the books of the affiliate? . . . . .	301	\$			000	302	\$		000
B. Is less than the value carried on the books of the affiliate? . . . . .	311	\$			000	312	\$		000

**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 **22 – 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.

MM/DD/YYYY

- 22** What is the foreign affiliate's fiscal year (or, if initial report, quarter) ending date? ..... 322
- 23** 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)**

- 24** 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), **13 A**.

**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*:
- |   | Bil. | Mil. | Thou. | Dols. |
|---|------|------|-------|-------|
| A. Total equity – Equals the sum of <b>25 B</b> through <b>25 E</b> ..... 352 | \$   |      |       | 000   |
| B. Capital stock and additional paid-in capital ..... 362                     | \$   |      |       | 000   |
| C. Retained earnings (deficit) ..... 372                                      | \$   |      |       | 000   |
| Accumulated other comprehensive income (loss)                                 |      |      |       |       |
| D. Translation adjustment component ..... 382                                 | \$   |      |       | 000   |
| E. All other components including other comprehensive income (loss) ..... 392 | \$   |      |       | 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', 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 8 UNLESS your company is exempt from reporting. Please refer to the instruction about Basic Requirements on page 1 for more information.**

**Part V – Certification of Exemption**

**Affiliate ID**

If the affiliate is exempt, complete **27** or **28** below to indicate reason.

**27** Is the affiliate exempt because none of the three items below was greater than \$60 million (positive or negative) at any time during the affiliate's fiscal year?

- 480 <sup>1</sup>  Yes – Provide amounts below  
<sup>2</sup>  No – SKIP to **28**

A. Total assets .....	481	Bil.	Mil.	Thou.	Dols.
		\$			000
B. Annual sales or gross operating revenues, excluding sales taxes .....	491	Bil.	Mil.	Thou.	Dols.
		\$			000
C. Annual net income after provision for foreign income taxes .....	501	Bil.	Mil.	Thou.	Dols.
		\$			000
D. What is the affiliate's ending date of its financial reporting year for the amounts reported in <b>27</b> A, B, and C? .....	502	MM/DD/YYYY			
		<input type="text"/>			

**28** Is the affiliate 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 (Item **17** A)
- Foreign affiliate's end-of-quarter receivables from the U.S. Reporter (Item **17** B)

- 505 <sup>1</sup>  Yes – Provide the top foreign affiliate parent information below  
<sup>2</sup>  No

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 0  
*Refer to examples on page 2*

Remarks

BEA USE ONLY	462	463	464	465
	466	467	468	469



## 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 \$2,500, and not more than \$25,000, and to injunctive relief commanding such person to comply, or both. Whoever willfully fails to report shall be fined not more than \$10,000 and, 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, Washington, DC 20230; 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.

**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 Certification of Exemption, giving the levels of total assets, sales, and net income (loss).

## 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.

**Certain gains (losses)** – Certain gains (losses) after provision for foreign income taxes.

- a. Sale or disposition of financial assets including investment securities; FASB ASC 320 (FAS 115 - Accounting for Certain Investments in Debt and Equity Securities) holding gains (losses) on securities classified as trading securities; FASB ASC 320 impairment losses; and gains (losses) derived from derivative instruments. *Dealers in financial instruments (including securities, currencies, derivatives, and other financial instruments) and finance and insurance companies, see **Special Instructions** on page 11;*
- b. Sales or dispositions of land, other property, plant and equipment, or other assets, and FASB ASC 360 (FAS 144 - Accounting for the Impairment or Disposal of Long-Lived Assets) impairment losses. Exclude gains or losses from the sale of inventory assets in the ordinary course of trade or business. *Real estate companies, see **Special Instructions** on page 11;*
- c. Goodwill impairment as defined by FASB ASC 350 (FAS 142 - Goodwill and Other Intangible Assets);
- d. 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;
- e. Disposals of discontinued operations. Exclude income from the operations of a discontinued segment;
- f. Remeasurement of foreign affiliate’s foreign-currency-denominated assets and liabilities due to changes in foreign exchange rates during the reporting period;

Certain gains (losses) continued on page 10

## Definitions (Continued)

Certain gains (losses) continued

- g. The cumulative effect of a change in accounting principle;
- h. 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.
- i. The cumulative effect of a change in the estimate of stock compensation forfeitures under FASB ASC 718 (FAS 123(R) – Share-Based Payments).

**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.

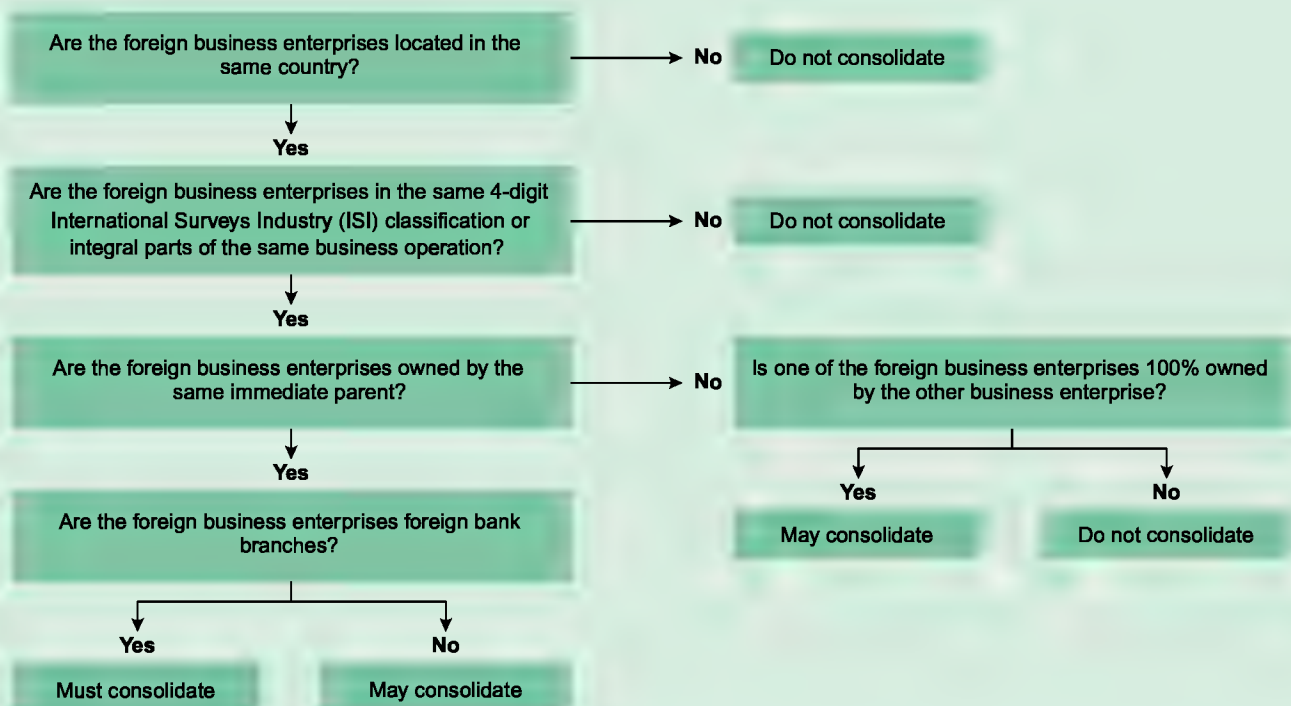
**Lease** is an arrangement conveying the right to use property, plant, or equipment (i.e., land and/or depreciable assets), usually for a stated period of time.

**a. 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.

**b. 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).

**Rules for consolidation** – The following rules should be used in determining 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.

## Definitions (Continued)

**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.

## 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 A and 17 B) 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) 13 A, certain realized and unrealized gains (losses) taken directly to other comprehensive income or owner's equity 13 B2, and the quarterly translation adjustment 13 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 D and 13 F) to the extent that there is quarterly net income; show the residual, if any, as a decrease in equity 20 B. 17 A and 17 B 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 13 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 13 B2. Include income from explicit fees and commissions in 13 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, 13 A.
- Do **NOT** include these gains and losses in 13 B1 or in 13 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, 13 A and in 13 B1.

### Unrealized gains

- Include gains recognized due to the revaluation of real estate assets in 13 B1.
- Include goodwill impairment as defined by FASB ASC 350 (FAS 142).

## Summary of Industry Classifications

### 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 contracts 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

<b>Affiliate ID</b>

Item	Data Item	Line	Col 1	Col 2	Notes
1	Resubmission? Y/N	000	<input type="checkbox"/> Yes <input type="checkbox"/> No		
3	U.S. Reporter	003			
5	Affiliate name	004			
6	Country located	005			
7	Incorp same ctry? Y/N	007	<input type="checkbox"/> Yes <input type="checkbox"/> No		
8	Industry: curr, revised	006			
9	Status, date	008	8		
10	How many consol?	010			
11	Type of eqty int	011	0		%
12	FA parent	009			
13A	Net income	101			
13B1	Certain gains (losses)	111			
13B2	Oth comp Inc	121			
13C	Translation adj	131			
13D	Dividends (gross)	141			
13E	Dividend - fgn tax withheld	151			
13F	Dividends (net)	161			
14	Is affiliate a bank? Y/N	012	<input type="checkbox"/> Yes <input type="checkbox"/> No		
15	Is USR a bank? Y/N	013	<input type="checkbox"/> Yes <input type="checkbox"/> No		
16A	USR consol Ins RE Leas? Y/N	014	<input type="checkbox"/> Yes <input type="checkbox"/> No		
16B	USR consol banks? Y/N	015	<input type="checkbox"/> Yes <input type="checkbox"/> No		
17A	U.S. rec: beg, end	221/222			
17B	U.S. pay: beg, end	231/232			
18A	Int receipts	171			
18B	Int payments	172			
19A	Estab or acq	242			
19B	Capital contribution	252			
19C	Acq fm oth U.S. pers	262			
20A	Liq or sale	272			
20B	Ret of capital contrib	282			
20C	Sale to oth U.S. pers	292			
21A	Exceeds book value	301/302			
21B	Less than book value	311/312			
22	FYE	322			
23	Direct own %	332			%
24	Annual net Inc (loss)	342			
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 Certification of Exemption**

<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
2/16-5/15	5/16-8/15	8/16-11/15	11/16-2/15	Year	

<b>Affiliate ID</b>

Item	Data Item	Line	Col 1	Col 2	Notes
3	U.S. Reporter	003			
5	Affiliate name	004			
6	Country located	005			
7	Incorp same ctry? Y/N	007	<input type="checkbox"/> Yes <input type="checkbox"/> No		
8	Industry: curr, revised	006			
9	Status, date	008	8		
27	Exempt on values? Y/N	480	<input type="checkbox"/> Yes <input type="checkbox"/> No		
27A	Total assets	481			
27B	Annual sales	491			
27C	Annual net income	501			
27D	FYE	502			
28	Indir exempt? Y/N ; FP	505/009	<input type="checkbox"/> Yes <input type="checkbox"/> No		

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

This historical survey form is no longer valid and is for information purposes only. Current survey forms are at www.bea.gov/help/information-for-survey-respondents.