



## Part I – Identification of U.S. Reporter

**1** What is the U.S. Reporter's fiscal quarter covered in this report?

11001 1

Month	Day	Year

Beginning date . . . . .

11002 1

Month	Day	Year

Ending date . . . . .

**2** Check the box that best describes the status of the U.S. Reporter during the reporting period identified in question **1**.

- 11003 1
- 1  In existence the entire reporting period – Continue filling out this form.
  - 2  In existence during only part of the reporting period – Continue filling out this form for the portion of the reporting period your company was in existence and, in the comments section below, explain why your company did not exist for a part of the period.
  - 3  Not in existence during the reporting period – In the comments section below, explain why your company was not in existence during the reporting period. Please return form according to instructions on page 1.

**3** Was the U.S. Reporter owned more than 50 percent by another U.S. person at any point during the reporting period identified in question **1**? See Part II, page 16 of the General Instructions for the definition of U.S. person.

- 11004 1
- 1  No — Continue filling out this form.
  - 2  Yes — Check A or B:
    - 1  **A** – Owned by another U.S. person for part of the reporting period — Enter the name, contact information, and address of the controlling U.S. person below and continue filling out this form, but only report transactions for the period during which the U.S. Reporter was NOT owned by another U.S. person. Provide any comments in the section below.
    - 2  **B** – Owned by another U.S. person for the entire reporting period — Enter the name, contact information, and address of the controlling U.S. person below, provide any comments in the section below, and return this form according to the instructions on page 1.

<p>11005 0</p> <p>Name</p> <hr/> <p>11006 0</p> <p>Address — Number and Street</p> <hr/> <p>11007 0</p> <p>City, State, Zip Code (9-digit)</p> <hr/>	<p>Comments</p> <div style="border: 1px solid black; height: 80px; width: 100%;"></div>
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**4** Enter the 4-digit code that best describes the primary activity of the consolidated domestic U.S. Reporter from the Summary of Industry Classifications found on page 24 of the General Instructions. See Part II, page 16 of the General Instructions for the definition of consolidated domestic U.S. Reporter.

11008 1

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**5** What is the primary Employer Identification Number used by the U.S. Reporter to file U.S. income or payroll taxes?

11009 1

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Enter your 9 digit employee identification number without dashes.

## Part II – Determination of Reporting Status (Receipts)

**Table 1 Receipts from Foreign Persons for Rights Related to Intellectual Property**

**Distribution of intellectual property receipts by types of rights conveyed**

Beginning with the reporting period ending closest to September 30, 2016, transactions for rights related to intellectual property (previously reported under transaction codes 1 through 8 on this survey) must be reported based on the types of rights conveyed with each transaction. Receipts for rights related to intellectual property typically fall into three categories: rights to use, rights to reproduce and/or distribute, and outright sale of the intellectual property.

Example 1: Receipts from foreign persons for rights related to the distribution of pharmaceutical products should be reported as “Rights related to the use of a patent, process, or trade secret to produce and/or distribute a product or service” which corresponds with transaction code 1.1 as shown in Column 1 of **Table 1** below.

Example 2: Receipts from foreign persons for downloading audio recordings (i.e., end-user licensing) should be reported as “Rights to books, music, etc., including end-user rights related to digital content” which corresponds with transaction code 2.1.

In **Table 1** below, indicate whether the U.S. Reporter had receipts for any of the transaction types during the reporting period identified in question **1** by checking the corresponding box in Column 3.

For each transaction type checked, indicate whether the U.S. reporter’s receipts for that transaction type exceeded \$6 million in the prior fiscal year, or if they are expected to exceed \$6 million in the current fiscal year by checking “yes” or “no” in Column 4.

For each transaction type checked “yes” in Column 4, you are required to report receipts for the reporting period identified in question **1** by individual country on Schedule A (page 9). For each transaction type checked “no,” you are encouraged to voluntarily report more detailed information on Schedule A (page 9).

**NOTE:** The reporting thresholds stated above are based on annual receipts (actual or expected), but amounts reported on Schedule A are only for the reporting period entered in question **1**. Definitions of the types of intellectual property transactions covered in **Table 1** can be found in Part IV, pages 18–19 of the General Instructions.

**Table 1 Receipts from Foreign Persons for Rights Related to Intellectual Property**

Transaction Code  (1)	Transaction Type  (2)	Had receipts (regardless of size) in the reporting period?  (3)	Had total receipts exceeding \$6 million during the prior fiscal year or expected to exceed \$6 million in the current fiscal year?  (4)	If yes in Column 4, report country detail for quarterly transactions on:  (5)
<b>Rights related to patents, processes, and trade secrets</b>				
1.1	Rights related to the use of a patent, process, or trade secret to produce and/or distribute a product or service	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
1.3	Outright sales of proprietary rights related to patents, processes, and trade secrets	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
<b>Rights related to books, music, etc.</b>				
2.1	Rights to use books, music, etc., including end-user rights related to digital content	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
2.2	Rights to reproduce and/or distribute books, music, etc.	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
2.3	Outright sales of proprietary rights related to books, music, etc.	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
<b>Rights related to trademarks</b>				
3.1	Rights to use trademarks	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
3.3	Outright sales of proprietary rights related to trademarks	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
<b>Rights related to recorded performances and events such as radio and television programs and motion pictures</b>				
4.1	Rights to use recorded performances and events, including end-user rights related to digital content	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
4.2	Rights to reproduce and/or distribute recorded performances and events	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
4.3	Outright sales of proprietary rights related to recorded performances and events	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
<b>Rights to broadcast and record live performances and events</b>				
5.2	Rights to broadcast and record live performances and events	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
<b>Rights related to general use computer software</b>				
6.2	Rights to reproduce and/or distribute general use computer software	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
6.3	Outright sales of proprietary rights related to general use computer software	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
<b>Franchise fees</b>				
7.1	Fees associated with business format franchising	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
7.3	Outright sales of proprietary rights related to business format franchising	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
<b>Other intellectual property</b>				
8.1	Rights to use other intellectual property	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
8.2	Rights to reproduce and/or distribute other intellectual property	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
8.3	Outright sales of proprietary rights related to other intellectual property	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A

## Part II – Determination of Reporting (Sales) – Continued

**Table 2 Sales of Selected Services to Foreign Persons**

In **Table 2** below, indicate whether the U.S. Reporter had sales of any of the service types during the reporting period identified in question **1** by checking the corresponding box in Column 3.

For each service type checked, indicate whether the U.S. Reporter's sales of that service type exceeded \$6 million in the prior fiscal year, or if they are expected to exceed \$6 million in the current fiscal year by checking "yes" or "no" in Column 4.

For each service type checked "yes" in Column 4, you are required to report sales for the reporting period identified in question **1** by individual country on Schedule A and/or C (pages 9 and 13) as indicated in Column 5. For each service type checked "no," you are encouraged to voluntarily report more detailed information on Schedule A and/or C (pages 9 and 13).

**NOTE:** Reporting status is based on annual sales (actual or expected), but amounts reported on the schedules are only for the reporting period entered in question **1**. Definitions of the types of services covered in **Table 2** can be found in Part IV, pages 19–23 of the General Instructions.

**Table 2 Sales of Selected Services to Foreign Persons**

Trans- action Code	Service Type	Had sales (regardless of size) in the reporting period?	Had total sales exceeding \$6 million during the prior fiscal year or expected to exceed \$6 million in the current fiscal year?	If yes in Column 4, report country detail for quarterly transactions on:
(1)	(2)	(3)	(4)	(5)
9	Accounting, auditing, and bookkeeping services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
10	Advertising services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
11	Auxiliary insurance services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
12	Computer and data processing services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
13	Construction services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule C
14	Database and other information services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
15	Education services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
16	Engineering, architectural, and surveying services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule C
17	Financial services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule C
18	Industrial engineering services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
N/A	Industrial-type maintenance, installation, alteration, and training services (report in 19.1 and 19.2)	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
19.1	Maintenance services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
19.2	Installation, alteration, and training services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
20	Legal services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
21	Management, consulting, and public relations services (includes receipts from foreign affiliates for allocated expenses)	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
22	Merchanting services (net receipts)	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A/page 14
23	Mining services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule C
24	Operational leasing	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
25	Trade-related services, other than merchanting services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
26	Artistic-related services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
27	Premiums paid on primary insurance	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
28	Losses recovered on primary insurance	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
29	Research and development services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
30	Telecommunications services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
N/A	Other selected services (report in 32–35)	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
32	Health services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
33	Heritage and recreational services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
34	Audiovisual and production services	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A
35	Other selected services n.i.e. (not included elsewhere)*	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule A

\*Sales of other selected services n.i.e. **include** all services transactions and miscellaneous disbursements that are not covered by the categories listed above and are not specifically excluded (see Part IV, page 22 of the General Instructions). Sales of other selected services n.i.e. **exclude** sales of financial services (which are covered on a separate BEA survey); income on financial instruments (including interest, dividends, capital gains, etc.); taxes, penalties and fines, gifts or grants; transportation of freight or passengers and port services; and travel-related services (including hotel accommodation and restaurant meals).

**Part II – Determination of Reporting Status (Payments) – Continued**

**Table 3 Payments to Foreign Persons for Rights Related to Intellectual Property**

Beginning with the reporting period ending closest to September 30, 2016, transactions for rights related to intellectual property (previously reported under transaction codes 1 through 8 on this survey) must be reported based on the types of rights conveyed with each transaction. Payments for rights related to intellectual property typically fall into three categories: rights to use, rights to reproduce and/or distribute, and outright purchase of the intellectual property.

Example 1: Payments to foreign persons for rights to distribute motion pictures should be reported as "Rights to reproduce and/or distribute recorded performances and events" which corresponds with transaction code 4.2 as shown in Column 1 of **Table 3** below.

Example 2: Payments to foreign persons downloading audio recordings (i.e., end-user licensing) would be reported as "Rights to books, music, etc. including end-user rights related to digital content" which corresponds with transaction code 2.1.

In **Table 3** below, indicate whether the U.S. Reporter had payments for any of the transaction types during the reporting period identified in question **1** by checking the corresponding box in Column 3.

For each transaction type checked, indicate whether the U.S. Reporter's payments for that transaction type exceeded \$4 million in the prior fiscal year, or if they are expected to exceed \$4 million in the current fiscal year by checking "yes" or "no" in Column 4.

For each transaction type checked "yes" in Column 4, you are required to report payments for the reporting period identified in question **1** by individual country on Schedule B (page 11). For each transaction type checked "no," you are encouraged to voluntarily report more detailed information on Schedule B (page 11).

**NOTE:** The reporting thresholds stated above are based on annual payments (actual or expected), but amounts reported on Schedule B are only for the reporting period entered in question **1**. Definitions of the types of intellectual property transactions in **Table 3** can be found in Part IV, pages 18–19 of the General Instructions.

**Table 3 Payments to Foreign Persons for Rights Related to Intellectual Property**

Transaction Code (1)	Transaction Type (2)	Had payments (regardless of size) in the reporting period? (3)	Had total payments exceeding \$4 million during the prior fiscal year or expected to exceed \$4 million in the current fiscal year? (4)	If yes in Column 4, report country detail for quarterly transactions on (5)
<b>Rights related to patents, processes, and trade secrets</b>				
1.1	Rights related to the use of a patent, process, or trade secret to produce and/or distribute a product or service	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
1.3	Outright purchases of proprietary rights related to patents, processes, and trade secrets	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
<b>Rights related to books, music, etc.</b>				
2.1	Rights to use books, music, etc., including end-user rights related to digital content	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
2.2	Rights to reproduce and/or distribute books, music, etc.	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
2.3	Outright purchases of proprietary rights related to books, music, etc.	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
<b>Rights related to trademarks</b>				
3.1	Rights to use trademarks	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
3.3	Outright purchases of proprietary rights related to trademarks	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
<b>Rights related to recorded performances and events such as radio and television programs and motion pictures</b>				
4.1	Rights to use recorded performances and events, including end-user rights related to digital content	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
4.2	Rights to reproduce and/or distribute recorded performances and events	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
4.3	Outright purchases of proprietary rights related to recorded performances and events	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
<b>Rights to broadcast and record live performances and events</b>				
5.2	Rights to broadcast and record live performances and events	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
<b>Rights related to general use computer software</b>				
6.2	Rights to reproduce and/or distribute general use computer software	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
6.3	Outright purchases of proprietary rights related to general use computer software	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
<b>Franchise Fees</b>				
7.1	Fees associated with business format franchising	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
7.3	Outright purchases of proprietary rights related to business format franchising	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
<b>Other intellectual property</b>				
8.1	Rights to use other intellectual property	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
8.2	Rights to reproduce and/or distribute other intellectual property	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B
8.3	Outright purchases of proprietary rights related to other intellectual property	<input type="checkbox"/>	<input type="checkbox"/> Yes <input type="checkbox"/> No	Schedule B

## Part II – Determination of Reporting Status (Purchases) – Continued

**Table 4 Purchases of Selected Services from Foreign Persons**

In **Table 4** below, indicate whether the U.S. Reporter had purchases of any of the service types during the reporting period identified in question **1** by checking the corresponding box in Column 3.

For each service type checked, indicate whether the U.S. Reporter's purchases of that service type exceeded \$4 million in the prior fiscal year, or if they are expected to exceed \$4 million in the current fiscal year by checking "yes" or "no" in Column 4.

For each service type checked "yes" in Column 4, you are required to report purchases for the reporting period identified in question **1** by individual country on Schedule B (page 11). For each service type checked "no," you are encouraged to voluntarily report more detailed information on Schedule B.

**NOTE:** Reporting status is based on annual purchases (actual or expected), but amounts reported on the schedules are only for the reporting period entered in question **1**. Definitions of the types of services transactions covered in **Table 4** can be found in Part IV, pages 19–23 of the General Instructions.

**Table 4 Purchases of Selected Services from Foreign Persons**

Transaction Code	Service Type	Had purchases (regardless of size) in the reporting period?	Had total purchases exceeding \$4 million during the prior fiscal year or expected to exceed \$4 million in the current fiscal year?		If yes in Column 4, report country detail for quarterly transactions on:		
(1)	(2)	(3)	(4)			(5)	
9	Accounting, auditing, and bookkeeping services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
10	Advertising services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
11	Auxiliary insurance services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
12	Computer and data processing services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
13	Construction services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
14	Database and other information services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
15	Education services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
16	Engineering, architectural, and surveying services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
17	Financial services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
18	Industrial engineering services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
N/A	Industrial-type maintenance, installation, alteration, and training services (report in 19.1 and 19.2)						
19.1	Maintenance services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
19.2	Installation, alteration, and training services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
20	Legal services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
21	Management, consulting, and public relations services (includes payments to a foreign parent for allocated expenses)	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
22	Merchandising services (net receipts)						
23	Mining services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
24	Operational leasing	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
25	Trade-related services, other than merchandising services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
26	Artistic-related services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
27	Premiums paid on primary insurance	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
28	Losses recovered on primary insurance	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
29	Research and development services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
30	Telecommunications services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
N/A	Other selected services (report in 32-35)						
32	Health services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
33	Heritage and recreational services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
34	Audiovisual and production services	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B
35	Other selected services n.i.e. (not included elsewhere)*	<input type="checkbox"/>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			Schedule B

\*Purchases of other selected services n.i.e. **include** all services transactions and miscellaneous disbursements that are not covered by the categories listed above and are not specifically excluded (see Part IV, page 22 of the General Instructions). Purchases of other selected services n.i.e. excludes purchases of financial services by financial services providers (which are covered on a separate BEA survey); income on financial instruments (including interest, dividends, capital gains, etc.); taxes, penalties and fines, gifts or grants; transportation of freight or passengers and port services; and travel-related services (including hotel accommodation and restaurant meals).

## Part II – Determination of Reporting Status – Continued

**IMPORTANT** – Report amounts in thousands of U.S. dollars (omitting 000).

Round amounts of less than \$500.00 to 0. Do not enter amounts in the shaded portions of each item.

	\$	Bil.	Mil.	Thous.	Dols.
1			1	335	000

EXAMPLE – If amount is \$1,334,891.00, report as .....

**6** Did you check any of the boxes in Column 3 of **Tables 1–4** on pages 3 through 6? In other words, did you have transactions with foreign persons during the reporting period of any of the types listed, regardless of size?

11010 1  Yes – Continue to Question **7**.

2  No – **STOP HERE** and return the report according to the instructions on page 1.

**7** For **all** of the transaction or service types you checked in Column 3, did you also check “yes” in Column 4?

11011 1  Yes – For each transaction or service type checked “yes” in Column 4 in **Tables 1–4**, you are required to report total sales and/or purchases by country and affiliation on Schedules A through C, as indicated in Column 5. Skip question **8** and continue to the schedules.

2  No –

- For each transaction or service type checked “yes” in Column 4 in **Tables 1–4**, you are required to report total sales and/or purchases by country and affiliation on Schedules A through C, as indicated in Column 5.
- For each transaction or service type checked “no” in Column 4 of **Tables 1–4**, you are requested to voluntarily report those sales and/or purchases on Schedules A through C, as indicated in Column 5. However, you may also report the total amount of those sales and/or purchases in the boxes provided in question **8**.

**8** If you answered “No” to question **7**, please provide an estimate of the total amount of sales and/or purchases that you elected not to report voluntarily on Schedules A through C.

Total sales not reported on Schedules A and/or C				Total purchases not reported on Schedule B			
\$	Mil.	Thous.	Dols.	\$	Mil.	Thous.	Dols.
1			000	2			000

11012

Comments

# SCHEDULE A – U.S. Reporter’s Sales of Selected Services and Intellectual Property to Foreign Persons

## Schedule A Reporting Instructions

Transactions accrued during the reporting period should be reported by transaction or service type and according to the U.S. Reporter’s affiliation with the purchaser. ONLY report transactions between the U.S. Reporter’s domestic operations and foreign persons. DO NOT report transactions between the U.S. Reporter’s foreign affiliates and foreign persons, or between the U.S. Reporter’s domestic operations and other U.S. persons.

**Table 1** and **Table 2** on pages 3 and 4 contain the types of transactions and services that are reportable on Schedule A and corresponding numerical transaction codes (from Column 1 of the Tables). Columns 3, 4, and 5 on Schedule A correspond to the U.S. Reporter’s affiliation with the foreign purchaser.

### How to Report:

- For each transaction or service type that is reportable, enter the associated transaction code from Column 1 of **Table 1** and/or **Table 2** in the designated box at the top of Schedule A.
- Enter the country(ies) with which you had sales of this type in the left most column of Schedule A (SALES TO – Specify country).
- For each country, enter the total value of the sale(s) you had of this type in the column that corresponds to the purchaser’s relationship with the U.S. Reporter:

Column 3	Between the U.S. Reporter and a foreign affiliate
Column 4	Between the U.S. Reporter and its foreign parent group
Column 5	Between the U.S. Reporter and unaffiliated foreign persons

### Example:

Your company sold advertising services to persons in Australia. Sales of \$325,000 were to a foreign affiliate of the U.S. Reporter, and sales of \$2,240,000 were to an unaffiliated foreign person.

First identify “advertising services” from the table on page 4. The corresponding transaction code is 10.

10 Advertising services

Enter 10 in the box marked Transaction Code on Schedule A. Enter Australia in the first column of row 1. Enter 325 in the column marked foreign affiliates and 2240 in the column marked unaffiliated foreign persons.

### Example

SALES TO (Specify country)		REPORT IN THOUSANDS OF U.S. DOLLARS (e.g., report \$1,555,555.00 as 1556).				
		BEA USE ONLY (2)	Foreign affiliates (3)	Foreign parent group (4)	Unaffiliated foreign persons (5)	Transaction Code
						10
1. Australia	A1000 2	3	325 000 4	000 5	2,240 000	

Report data in thousands of U.S. dollars (e.g., report \$1,555,555.00 as 1,556). If you are reporting sales of more than one type of intellectual property or service, or need to report additional country detail, please use the overflow sheets provided (pages 25 and 26 of the survey) or make additional copies of this schedule. (eFile users – select “Add overflow” from the survey selection page).

If you report data for **transaction code 22**, you must also complete page 14 – Additional Reporting of Transactions in Merchenting Services. Note that sales of the following transaction types should be reported on Schedule C: transaction code 13, Construction services; transaction code 16, Engineering, architectural and surveying services; and transaction code 23, Mining services.



# SCHEDULE A – U.S. Reporter's Sales of Selected Services and Intellectual Property to Foreign Persons

If you are reporting sales of more than one type of intellectual property or service, or need to report additional country detail, please use the overflow sheets provided (pages 25 and 26 of the survey) or make additional copies of this schedule. (eFile users – select "Add overflow" from the survey selection page).

## Mandatory Reporting for Sales of Each Type of Intellectual Property or Service Exceeding the \$6 Million Threshold

SALES TO <i>(Specify country)</i>		BEA USE ONLY		REPORT IN THOUSANDS OF U.S. DOLLARS (e.g., report \$1,555,555.00 as 1,556).							
				Transaction Code							
				-- Select Transaction Code --							
		(1)	(2)	Foreign affiliates (3)	Foreign parent group (4)	Unaffiliated foreign persons (5)					
A1000		1	2	3	4	5					
1.	--Select Country--	002	1	2	3	000	4	000	5	000	
2.	--Select Country--	003	1	2	3	000	4	000	5	000	
3.	--Select Country--	004	1	2	3	000	4	000	5	000	
4.	--Select Country--	005	1	2	3	000	4	000	5	000	
5.	--Select Country--	006	1	2	3	000	4	000	5	000	
6.	--Select Country--	007	1	2	3	000	4	000	5	000	
7.	--Select Country--	008	1	2	3	000	4	000	5	000	
8.	--Select Country--	009	1	2	3	000	4	000	5	000	
9.	--Select Country--	010	1	2	3	000	4	000	5	000	
10.	--Select Country--	011	1	2	3	000	4	000	5	000	
11.	--Select Country--	012	1	2	3	000	4	000	5	000	
12.	--Select Country--	013	1	2	3	000	4	000	5	000	
13.	--Select Country--	014	1	2	3	000	4	000	5	000	
14.	--Select Country--	015	1	2	3	000	4	000	5	000	
15.	--Select Country--	016	1	2	3	000	4	000	5	000	
16.	--Select Country--	017	1	2	3	000	4	000	5	000	
17.	--Select Country--	018	1	2	3	000	4	000	5	000	
18.	--Select Country--	019	1	2	3	000	4	000	5	000	
19.	--Select Country--	020	1	2	3	000	4	000	5	000	
20.	--Select Country--	021	1	2	3	000	4	000	5	000	
21.	--Select Country--	022	1	2	3	000	4	000	5	000	
22.	--Select Country--	023	1	2	3	000	4	000	5	000	
23.	--Select Country--	024	1	2	3	000	4	000	5	000	
24.	--Select Country--	025	1	2	3	000	4	000	5	000	
25.	--Select Country--	026	1	2	3	000	4	000	5	000	
26.	--Select Country--	027	1	2	3	000	4	000	5	000	
27.	--Select Country--	028	1	2	3	000	4	000	5	000	
28.	--Select Country--	029	1	2	3	000	4	000	5	000	
29.	--Select Country--	030	1	2	3	000	4	000	5	000	
30.	--Select Country--	031	1	2	3	000	4	000	5	000	
31.	--Select Country--	032	1	2	3	000	4	000	5	000	
32.	--Select Country--	033	1	2	3	000	4	000	5	000	
33.	<b>Total all countries this page</b>	001	1	0	2	3	000	4	000	5	000
34.	<b>Voluntary data —</b> If total sales of an individual type of intellectual property or service are below the \$6 million mandatory threshold, complete line 34 (see Part A.1.b. of the General Instructions).	034	1	2	3		4		5		
				709		000		000		000	

35. If you reported sales of transaction codes 8.1-8.3, other intellectual property, or 35, other selected services n.i.e., specify the major type of intellectual property or service:

035 0

# SCHEDULE B – U.S. Reporter’s Purchases of Selected Services and Intellectual Property from Foreign Persons

## Schedule B Reporting Instructions

Purchases accrued during the reporting period should be reported by transaction or service type and according to the U.S. Reporter’s affiliation with the seller. ONLY report transactions between the U.S. Reporter’s domestic operations and foreign persons. DO NOT report transactions between the U.S. Reporter’s foreign affiliates and foreign persons, or between the U.S. Reporter’s domestic operations and other U.S. persons.

**Table 3** and **Table 4** on pages 5 and 6 contain the types of transactions and services that are reportable on Schedule B and corresponding numerical transaction codes (from Column 1 of the Tables). Columns 3, 4, and 5 on Schedule B correspond to the U.S. Reporter’s affiliation with the foreign seller.

### How to Report:

- For each transaction or service type that is reportable, enter the associated transaction code from Column 1 of **Table 3** and/or **Table 4** in the designated box at the top of Schedule B.
- Enter the country(ies) with which you had purchases of this type in the left most column of Schedule B (PURCHASES FROM – Specify country).
- For each country, enter the total value of the purchase(s) you had of this type in the column that corresponds to the seller’s relationship with the U.S. Reporter:

Column 3	Between the U.S. Reporter and a foreign affiliate
Column 4	Between the U.S. Reporter and its foreign parent group
Column 5	Between the U.S. Reporter and unaffiliated foreign persons

### Example:

Your company purchased advertising services from persons in Australia. Purchases of \$325,000 were from a foreign affiliate of the U.S. reporter, and purchases of \$2,240,000 were from an unaffiliated foreign person.

First identify “advertising services” from the table on page 6. The corresponding transaction code is 10.

10	Advertising services
----	----------------------

Enter 10 in the box marked Transaction Code on Schedule B. Enter Australia in the first column of row 1. Enter 325 in the column marked foreign affiliates and 2240 in the column marked unaffiliated foreign persons.

### Example

PURCHASES FROM (Specify country)		REPORT IN THOUSANDS OF U.S. DOLLARS (e.g., report \$1,555,555.00 as 1556).					
		BEA USE ONLY (2)	Transaction Code <u>10</u>	Foreign affiliates (3)	Foreign parent group (4)	Unaffiliated foreign persons (5)	
1. Australia	B1000 002	2	3	325 000	4	5	2,240 000

Report data in thousands of U.S. dollars (e.g., report \$1,555,555.00 as 1,556). If you are reporting purchases of more than one type of intellectual property or service, or need to report additional country detail, please use the overflow sheets provided (pages 25 and 26 of the survey) or make additional copies of this schedule. (eFile users – select “Add overflow” from the survey selection page).

**SCHEDULE B – U.S. Reporter’s Purchases of Selected Services and Intellectual Property from Foreign Persons**

If you are reporting purchases of more than one type of intellectual property or service, or need to report additional country detail, please use the overflow sheets provided (pages 25 and 26 of the survey) or make additional copies of this schedule. (eFile users- select "Add overflow" from the survey selection page).

**Mandatory Reporting for Purchases of Each Type of Intellectual Property or Service Exceeding the \$4 Million Threshold**

PURCHASES FROM <i>(Specify country)</i>		BEA USE ONLY		REPORT IN THOUSANDS OF U.S. DOLLARS (e.g., report \$1,555,555.00 as 1,556).							
		(1)	(2)	Transaction Code							
				Foreign affiliates (3)	Foreign parent group (4)	Unaffiliated foreign persons (5)					
B1000		1	2	3	4	5					
1.	--Select Country--	002	1	2	3	000	4	000	5	000	
2.	--Select Country--	003	1	2	3	000	4	000	5	000	
3.	--Select Country--	004	1	2	3	000	4	000	5	000	
4.	--Select Country--	005	1	2	3	000	4	000	5	000	
5.	--Select Country--	006	1	2	3	000	4	000	5	000	
6.	--Select Country--	007	1	2	3	000	4	000	5	000	
7.	--Select Country--	008	1	2	3	000	4	000	5	000	
8.	--Select Country--	009	1	2	3	000	4	000	5	000	
9.	--Select Country--	010	1	2	3	000	4	000	5	000	
10.	--Select Country--	011	1	2	3	000	4	000	5	000	
11.	--Select Country--	012	1	2	3	000	4	000	5	000	
12.	--Select Country--	013	1	2	3	000	4	000	5	000	
13.	--Select Country--	014	1	2	3	000	4	000	5	000	
14.	--Select Country--	015	1	2	3	000	4	000	5	000	
15.	--Select Country--	016	1	2	3	000	4	000	5	000	
16.	--Select Country--	017	1	2	3	000	4	000	5	000	
17.	--Select Country--	018	1	2	3	000	4	000	5	000	
18.	--Select Country--	019	1	2	3	000	4	000	5	000	
19.	--Select Country--	020	1	2	3	000	4	000	5	000	
20.	--Select Country--	021	1	2	3	000	4	000	5	000	
21.	--Select Country--	022	1	2	3	000	4	000	5	000	
22.	--Select Country--	023	1	2	3	000	4	000	5	000	
23.	--Select Country--	024	1	2	3	000	4	000	5	000	
24.	--Select Country--	025	1	2	3	000	4	000	5	000	
25.	--Select Country--	026	1	2	3	000	4	000	5	000	
26.	--Select Country--	027	1	2	3	000	4	000	5	000	
27.	--Select Country--	028	1	2	3	000	4	000	5	000	
28.	--Select Country--	029	1	2	3	000	4	000	5	000	
29.	--Select Country--	030	1	2	3	000	4	000	5	000	
30.	--Select Country--	031	1	2	3	000	4	000	5	000	
31.	--Select Country--	032	1	2	3	000	4	000	5	000	
32.	--Select Country--	033	1	2	3	000	4	000	5	000	
33.	<b>Total for all countries, this page</b>	001	1	0	2	3	000	4	000	5	000
34.	<b>Voluntary data —</b> If total purchases of an individual type of intellectual property or service are below the \$4 million mandatory threshold, complete line 34 (see Part A.1.b. of the General Instructions).	034	1	2	3	709	4	000	5	000	

35. If you reported purchases of transaction codes 8.1-8.3, other intellectual property, or 35, other selected services n.i.e., specify the major type intellectual property or service:

035 0

# SCHEDULE C – U.S. Reporter’s Sales of Construction Services; Engineering, Architectural, and Surveying Services; and Mining Services To Foreign Persons

## Schedule C Reporting Instructions

Sales (operating revenues) accrued during the reporting period should be reported by service type and according to the U.S. Reporter’s affiliation with the purchaser. **ONLY** report transactions between the U.S. Reporter’s domestic operations and foreign persons. **DO NOT** report transactions between the U.S. Reporter’s foreign affiliates and foreign persons, or between the U.S. Reporter’s domestic operations and other U.S. persons.

The table below contains the types of services that are reportable on Schedule C along with a corresponding numerical transaction code.

### How to Report:

- Identify the service type that best describes the U.S. Reporter’s sales (operating revenues) to the foreign person(s) from the table below, and enter the associated transaction code in the designated box at the top of Schedule C.

Transaction code	Service type
13	Construction services
16	Engineering, architectural, and surveying services
23	Mining services

- Enter the country of the purchaser in the left most column on Schedule C (SALES TO – specify country).
- Enter the value of the transaction(s) in the set of columns that correspond to the purchaser’s relationship with the U.S. Reporter:

Report in columns	Affiliation with U.S. Reporter
3–5	Between the U.S. Reporter and a foreign affiliate
6–8	Between the U.S. Reporter and its foreign parent group
9–11	Between the U.S. Reporter and unaffiliated foreign persons

### Example:

Your company sold \$325,000 of construction services to foreign affiliates in Australia. Goods exports and foreign expenses related to those sales totaled \$45,000 and \$155,000, respectively.

First identify “construction services” from the table below. The corresponding transaction code is 13.

13 Construction services

Enter 13 in the box marked Transaction Code on Schedule C. Enter Australia in the first column of row 1. Enter 325 in Column 3. Enter “45” in Column 4, and “155” in Column 5. (see Specific Reporting Instructions below for more information).

### Example

SALES TO <i>(Specify country)</i>		REPORT IN THOUSANDS OF U.S. DOLLARS (e.g., report \$1,555,555.00 as 1556).						
		BEA USE ONLY		Transaction Code				
		FOREIGN AFFILIATES						
				Gross operating revenues	Goods exports		Foreign expenses	
		(1)	(2)	(3)	(4)		(5)	
Country	B1000	1	2	3	4	5		
1. Australia	002	1	2	3	4	5		
				325 000	45 000	155 000		

Report data in thousands of U.S. dollars (e.g., report \$1,555,555.00 as 1,556). If you are reporting sales of more than one type of service, or need to report additional country detail, please use the overflow sheet provided (page 27 of the survey) or make additional copies of this schedule. (eFile users – select “Add overflow” from the survey selection page).

### Specific Reporting Instructions:

**Gross operating revenues (columns 3, 6, and 9)** – Report revenues (sales) as recorded on your books for the value of services sold and/or completed during the reporting period (not when actual payment is received).

**Goods exports (columns 4, 7, and 10)** – Report the value of merchandise exports from the United States during the reporting period that were made in connection with projects. Exports should include the value of equipment, supplies, materials, etc., and should equal the amounts reported on the Shippers Export Declarations (SED) filed with U.S. Customs and Border Protection plus the cost of transporting the goods to foreign destinations. Exclude temporary exports of equipment or other goods that are intended to be returned to the United States within one year and in substantially the same condition as when exported (consistent with the SED instructions regarding temporary exports).

**Foreign expenses or disbursements (columns 5, 8, and 11)** – Report salaries and wages transmitted or disbursed abroad; expenses or outlays for services (including purchases from foreign subcontractors), materials, and equipment purchases abroad; and other foreign expenses (e.g., local taxes and fees for permits). (Do not report purchases of material and equipment for import into the United States.)

**SCHEDULE C – U.S. Reporter’s Sales of Construction Services; Engineering, Architectural, and Surveying Services; and Mining Services To Foreign Persons (Only transaction codes 13, 16, and 23 are to be reported on this schedule. Do not combine service types.)**

If you are reporting sales of more than one type of service, or need to report additional country detail, please use the overflow sheet provided (page 27 of the survey) or make additional copies of this schedule. (eFile users – select “Add overflow” from the survey selection page).

**Mandatory Reporting for Each Type of Service Exceeding the \$6 Million Threshold**

SALES TO (Specify country)		REPORT IN THOUSANDS OF U.S. DOLLARS (e.g., report \$1,555,555.00 as 1,556).													
		BEA USE ONLY		Transaction Code											
				23. Mining services			Foreign affiliates			Foreign parent group			Unaffiliated foreign persons		
				Gross operating revenues	Goods exports	Foreign expenses	Gross operating revenues	Goods exports	Foreign expenses	Gross operating revenues	Goods exports	Foreign expenses			
Country	C1000	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)			
1. --Select Country--	002	1	2	3	4	5	6	7	8	9	10	11			
2. --Select Country--	003	1	2	3	4	5	6	7	8	9	10	11			
3. --Select Country--	004	1	2	3	4	5	6	7	8	9	10	11			
4. --Select Country--	005	1	2	3	4	5	6	7	8	9	10	11			
5. --Select Country--	006	1	2	3	4	5	6	7	8	9	10	11			
6. --Select Country--	007	1	2	3	4	5	6	7	8	9	10	11			
7. --Select Country--	008	1	2	3	4	5	6	7	8	9	10	11			
8. --Select Country--	009	1	2	3	4	5	6	7	8	9	10	11			
9. --Select Country--	010	1	2	3	4	5	6	7	8	9	10	11			
10. --Select Country--	011	1	2	3	4	5	6	7	8	9	10	11			
11. --Select Country--	012	1	2	3	4	5	6	7	8	9	10	11			
12. --Select Country--	013	1	2	3	4	5	6	7	8	9	10	11			
13. --Select Country--	014	1	2	3	4	5	6	7	8	9	10	11			
14. --Select Country--	015	1	2	3	4	5	6	7	8	9	10	11			
15. --Select Country--	016	1	2	3	4	5	6	7	8	9	10	11			
16. --Select Country--	017	1	2	3	4	5	6	7	8	9	10	11			
17. --Select Country--	018	1	2	3	4	5	6	7	8	9	10	11			
18. --Select Country--	019	1	2	3	4	5	6	7	8	9	10	11			
19. --Select Country--	020	1	2	3	4	5	6	7	8	9	10	11			
20. --Select Country--	021	1	2	3	4	5	6	7	8	9	10	11			
21. --Select Country--	022	1	2	3	4	5	6	7	8	9	10	11			
22. --Select Country--	023	1	2	3	4	5	6	7	8	9	10	11			
23. --Select Country--	024	1	2	3	4	5	6	7	8	9	10	11			
24. --Select Country--	025	1	2	3	4	5	6	7	8	9	10	11			
25. --Select Country--	026	1	2	3	4	5	6	7	8	9	10	11			
26. --Select Country--	027	1	2	3	4	5	6	7	8	9	10	11			
27. --Select Country--	028	1	2	3	4	5	6	7	8	9	10	11			
28. --Select Country--	029	1	2	3	4	5	6	7	8	9	10	11			
29. --Select Country--	030	1	2	3	4	5	6	7	8	9	10	11			
30. --Select Country--	031	1	2	3	4	5	6	7	8	9	10	11			
31. Total for all countries, this page	001	1	0	2	3	4	5	6	7	8	9	10	11		
32. Voluntary data — If total sales of an individual type of service are below the \$6 million threshold, complete line 32 (See Part A.1.b. of the General Instructions).	032	1		2	3	4	5	6	7	8	9	10	11		
		709													

## Additional Reporting of Transactions in Merchanting Services

**9** Did you report sales of merchanting services (net receipts) on Schedule A?

D1001

<sup>1</sup>  Yes — Go to question **10**.

<sup>1</sup>  No — Please return the survey according to the instructions on page 1.

**10** Please report the gross value of sales and purchases of the goods sold under the merchanting services (net receipts) you reported on Schedule A. (Note: Net merchanting services are equal to the difference between your cost and the resale price of goods (such as crude oil, grain, and other commodities) that are both purchased and resold abroad; that is, the goods are neither imported to, nor exported from, the United States and they do not undergo significant processing during the time between when they are purchased and resold.)

REPORT IN THOUSANDS OF U.S. DOLLARS (e.g., report \$1,555,555.00 as 1,556).

	Net from Schedule A		Gross Sales		Gross Purchases
<sup>1</sup>			<sup>2</sup>		<sup>3</sup>
D1002	_____ 000	=	_____ 000	-	_____ 000

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](http://www.bea.gov/help/information-for-survey-respondents).

## GENERAL INSTRUCTIONS

Public reporting burden for this BE-125 report is estimated to average 16 hours per response. This burden includes 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 to Director, Bureau of Economic Analysis (BE-1), U.S. Department of Commerce, 4600 Silver Hill Rd., Washington, DC 20233; and to the Office of Management and Budget, Paperwork Reduction Project 0608-0067, Washington, DC 20503.

**Purpose** – Reports on this form are required to obtain reliable and up-to-date information on intellectual property and services transactions between U.S. and foreign persons. The data will be used in compiling the U.S. international transactions accounts and national income and product accounts. The information will also be used to formulate U.S. policy on such international transactions, and to analyze the impact of that policy and the policies of foreign countries.

**Authority** – This survey is being conducted under the authority of 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”). Regulations for the survey may be found in 15 CFR Part 801. The survey has been approved by the Office of Management and Budget (OMB) under the Paperwork Reduction Act (44 U.S.C. 3501, et seq).

**Penalties** – Persons who fail to report may be subject to a civil penalty of not less than \$2,500, and not more than \$32,500, and to injunctive relief commanding such person to comply, or both. These civil penalties are subject to inflationary adjustments. Those adjustments are found in 15 CFR 6.4. 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 violations, upon conviction, may be punished by a like fine, imprisonment, or both. (See 22 U.S.C. 3105.) Notwithstanding the above, a U.S. person is not subject to any penalty for failure to report if a valid Office of Management and Budget (OMB) control number is not displayed on the form. The control number for Form BE-125 (0608-0067) is displayed at the top of the first page of this form.

**Confidentiality** – The Act provides that your report to this Bureau is confidential and may be used only for analytical and 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.

### I. WHO IS TO REPORT AND GENERAL COVERAGE

**A. Who must report** – A response is required from each U.S. person that was notified by BEA about the survey.

#### 1. Mandatory and voluntary reporting

**a. Mandatory reporting** – A complete BE-125 report is required from each U.S. person that:

- (1) had sales to foreign persons in any of the intellectual property or services transactions listed in IV. of these General Instructions that exceeded \$6,000,000 in the U.S. person's prior fiscal year, or for which sales are expected to exceed that amount in the current fiscal year, OR
- (2) had purchases from foreign persons in any of the intellectual property or services transactions listed in IV. of these General Instructions that exceeded \$4,000,000 in the U.S. person's prior fiscal year, or for which purchases are expected to exceed that amount in the current fiscal year.

The \$6,000,000 (sales) and \$4,000,000 (purchases) thresholds for mandatory reporting are based on covered transactions with foreign persons by all parts of the consolidated U.S. domestic reporter. Because these thresholds apply separately to sales and purchases, the mandatory reporting requirements may apply only to sales, only to purchases, or to both.

The determination of whether a U.S. person is subject to mandatory reporting may be based on the judgment of knowledgeable persons in a company who can identify reportable transactions, on a recall basis, with a reasonable degree of certainty, without conducting a detailed records search.

Complete Parts I and II of the form, and the mandatory tables of Schedule A, B and/or C as required. Enter the total transaction amounts, applicable to a particular schedule, in the appropriate

column(s) on line 33 of the Schedule A and B, and line 31 of the Schedule C. Distribute amounts to the foreign country(ies) involved in the transaction(s) on lines above the total line on each applicable schedule. Use additional copies of the schedules, or the available overflow sheets, to report additional countries as necessary.

A U.S. person contacted by BEA who had covered transactions that exceeded one of the mandatory reporting thresholds (\$6,000,000 in sales OR \$4,000,000 in purchases) during the reporting period, but does not meet both of these mandatory reporting thresholds is required to report the total of those transactions (sales or purchases) below the threshold in question 8 on page 7. Alternatively, the U.S. Reporter may report either:

- (1) totals by service type on line 34 of Schedules A or B, and on line 32 of Schedule C, as appropriate, or
- (2) the full detail (by service type and by country) on lines 1-32 of Schedules A or B and on lines 1-30 of Schedule C, as appropriate.

A U.S. person with covered sales that were \$6,000,000 or less AND covered purchases that were \$4,000,000 or less during the previous fiscal year, and are expected to fall below those thresholds in the current fiscal year is required to report the amounts in question 8 on page 7 only if notified by BEA about the survey. Alternatively, the U.S. Reporter may report either:

- (1) totals by service type on line 34 of Schedules A or B, and on line 32 of Schedule C, as appropriate, or
- (2) the full detail (by service type and by country) on lines 1-32 of Schedules A or B and on lines 1-30 of Schedule C, as appropriate.

#### b. Voluntary reporting

A U.S. person who is not notified by BEA about this survey but has transactions of the types covered by the survey is requested to provide an estimate of those covered transactions for the quarterly period covered by this form. Provision of this information is voluntary. The estimates may be judgmental. If you elect to file voluntarily, please complete Parts I and II and report the total of your covered transactions (sales and/or purchases) in question 8 on page 7. Alternatively, you may report either:

- (1) totals by service type on line 34 of Schedules A or B, and on line 32 of Schedule C, as appropriate, or
- (2) the full detail (by service type and by country) on lines 1-32 of Schedules A or B and on lines 1-30 of Schedule C, as appropriate.

**c. Exemption** – Any U.S. person that was notified by BEA about this survey, but has no transactions of the types of services covered, must complete and return Parts I and II.

**2. Consolidation** – A U.S. enterprise should file a single Form BE-125 covering combined (total) intellectual property and services transactions of all its domestic subsidiaries and parts.

#### Consolidating unincorporated enterprises

Consolidate into your BE-125 report the transactions of unincorporated enterprises in which your company has voting control. Please see the following items on determining the voting interest in typical unincorporated enterprises.

**Partnerships** – Most partnerships are either general partnerships or limited partnerships. Consolidation of partnerships and inclusion of their intellectual property and services transactions (sales and purchases) on the BE-125 survey is based on voting control.

##### a. General partnerships

**Determination of voting interest** – The determination of the percentage of voting interest of a general partner is based on who controls the partnership. The percentage of voting interest is not based on the percentage of ownership in the partnership's equity. The general partners are presumed to control a general partnership.

Unless a clause to the contrary is contained in the partnership agreement, a general partnership is presumed to be controlled equally by each of the general partners.

**Managing partners** – If one general partner is designated as the managing partner, responsible for the day-to-day operations of the partnership, this does not necessarily transfer control of the partnership to the managing partner. If the managing partner must obtain approval for annual operating budgets and for decisions

## GENERAL INSTRUCTIONS – Continued

relating to significant management issues from the other general partners, then the managing partner does not have a 100 percent voting interest in the partnership.

### b. Limited partnerships

**Determination of voting interest** – The determination of the percentage of voting interest in a limited partnership is based on who controls the partnership. The percentage of voting interest is not based on the percentage of ownership in the partnership's equity. In most cases, the general partner is presumed to control a limited partnership, and therefore, have a 100 percent voting interest in the limited partnership. If there is more than one general partner, the partnership is presumed to be controlled equally by each of the general partners, unless a clause to the contrary is contained in the partnership agreement. Therefore, unless a clause to the contrary is contained in the partnership agreement, limited partners are presumed to have zero voting interest in a limited partnership.

**Managing partners** – See discussion under "General Partnerships" above.

### c. Limited Liability Companies (LLCs)

**Determination of voting interest** – The determination of the percentage of voting interest in an LLC is based on who controls the LLC. The percentage of voting interest is not based on the percentage of ownership in the LLC's equity. LLCs are presumed to be controlled equally by each of its members (owners), unless a clause to the contrary is contained in the articles of organization or in the operating agreement.

**Managing member** – If one member is designated as the managing member responsible for the day-to-day operations of the LLC, this does not necessarily transfer control of the LLC to the managing member. If the managing member must obtain approval for annual operating budgets and for decisions relating to other significant management issues from the other members, then the managing member does not have a 100 percent voting interest in the LLC.

- B. BE-125 definition of services** – Services transactions covered by this survey consist of 1) receipts and payments related to certain intellectual property rights (see Tables 1 and 3 on pages 3 and 5 for a list of intellectual property-related transactions covered by this survey and Part IV. of the General Instructions on pages 18 and 19 for definitions) and 2) sales and purchases of selected services (see Tables 2 and 4 on pages 4 and 6 for a list of services covered by this survey and Part IV. of the General Instructions on pages 19 and 23 for definitions).

Types of transactions excluded from the scope of this survey:

1. Sales and purchases of goods. Trade in goods involves products that have a physical form, and includes payments or receipts for electricity.
2. Sales and purchases of financial instruments, including stocks, bonds, financial derivatives, loans, mutual fund shares, and negotiable CDs. (However, securities brokerage is a service.)
3. Income on financial instruments (interest, dividends, capital gain distributions, etc).
4. Compensation paid to, or received by, employees.
5. Penalties and fines and gifts or grants in the form of goods and cash (sometimes called "transfers").

For additional clarifications of reporting requirements, please read the BE-125 survey instructions, call (301) 278-9303, or send an e-mail to [be-125help@bea.gov](mailto:be-125help@bea.gov).

- C. BE-125 definition of sales or purchases** – It should be noted that an item other than sales or purchases may be used as the measure of a given service for purposes of determining whether the threshold for mandatory reporting of the service is exceeded. Note that in several cases – advertising; telecommunications; performing arts, etc.; merchandising; miscellaneous disbursements (included in transaction code 35 in IV. of these General Instructions) – measures other than, or in addition to, sales or purchases of services should be used. See Part IV. of these General Instructions for an explanation of what measure should be applied in determining whether you are subject to the BE-125 survey's mandatory reporting requirements for a given service.

### D. Clarification of coverage and special situations

1. **Reporting period** – Form BE-125 is a quarterly report; one report is to be filed for each fiscal quarter of the year.

**2. Date of recording transactions** – Transactions are to be reported on an accrual basis. However, telecommunications services should be reported on a settlement basis.

**3. Withholding taxes** – Data should be reported gross (before deduction) of U.S. and foreign withholding taxes.

**4. Services covered regardless of where performed** – Sales to or purchases from foreign persons for services should be reported regardless of whether the services were performed in the United States or abroad. Transactions should be reported based on the resident country of the primary beneficiary (purchases) and primary provider (sales) of the service(s) performed.

**5. Services or intellectual property bundled with goods or with other services and not separately valued** – When a sale or purchase is for both goods and services or intellectual property, or of several services or intellectual property, that cannot be unbundled (i.e., the goods and/or services/intellectual property are not separately valued), it should be classified based on whichever accounts for a majority of the value or on the basis of the reporter's customary practice.

**6. Accounting for purchases** – Purchases of services or intellectual property should be included without regard to whether they are charged as an expense on the income statement, capitalized, or charged to inventories.

**7. Projects with U.S. Government nonmilitary agencies** – Report information on services that are provided abroad for U.S. Government nonmilitary agencies, such as the United States Agency for International Development (USAID) and the United States Information Agency, or that are part of an aid or technical cooperation program of the Government with foreign persons. However, do not report services provided to the U.S. Department of Defense or any of its agencies, such as the Army Corps of Engineers. Report funds received from the U.S. Government on Schedule A as sales to the country where the services are provided, and report any foreign expenses related to those services as purchases on Schedule B.

**8. International organizations** – Report transactions with international organizations, which, according to balance of payments conventions, are considered foreign persons even if they are headquartered in the United States. Enter the abbreviated designation, "Int'l Org." as the name of the country of the foreign party to the transaction.

**9. Reciprocal exchanges** – Include the value of reciprocal exchanges; i.e., transactions involving barter. On Schedule A, value your sales to the foreign participant in the reciprocal exchange at market rates, not at the actual cost of performing the services. On Schedule B, value your purchases from the foreign participant at the same amount as the sale reported on Schedule A.

## II. DEFINITIONS

- A. United States**, when used in a geographic sense, means the 50 states, the District of Columbia, the Commonwealth of Puerto Rico, and all territories and possessions of the United States. **NOTE:** The U.S. Virgin Islands and Guam are territories of the United States.
- B. 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.
- C. U.S. Reporter** is the U.S. person filing a report in this survey.
- D. Consolidated domestic U.S. Reporter** means the fully consolidated U.S. domestic enterprise consisting of (i) the U.S. corporation whose voting securities are not owned more than 50 percent by another U.S. corporation, and, proceeding down each ownership chain from that U.S. corporation, (ii) any U.S. corporation whose voting securities are more than 50 percent owned by the U.S. corporation above it. The fully consolidated U.S. domestic enterprise excludes foreign branches and other foreign affiliates. Conditions may exist that would lead a U.S. corporation to exclude certain majority-owned (more than 50 percent owned) domestic subsidiaries from financial statements used in reports to shareholders. If such a subsidiary has covered transactions, it must file a report under its own name, and the subsidiary will be considered the U.S. reporter for purposes of this survey.
- E. Person** 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



## GENERAL INSTRUCTIONS – Continued

or local government, and any agency, corporation, financial institution, or other entity or instrumentality thereof, including a government sponsored agency).

1. **United States person** means any person resident in the United States or subject to the jurisdiction of the United States.
  2. **Foreign person** means any person resident outside the United States or subject to the jurisdiction of a country other than the United States.
- F. 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. (A business enterprise is a “person” within the definition in paragraph E above.)
- G. Financial services provider** – Except for Monetary Authorities (e.g., Central Banks) the definition of financial services providers used for this survey is identical in coverage to Sector 52 – Finance and Insurance, and holding companies from Sector 55 of the North American Industry Classification System United States, 2012. Go to <http://www.census.gov/eos/www/naics/> for more information on NAICS classifications.
- H. 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 business enterprise or an equivalent interest in an unincorporated business enterprise.
- I. Parent** means a person of one country who, directly or indirectly, owns or controls 10 percent or more of the voting stock of an incorporated business enterprise, or an equivalent ownership interest in an unincorporated business enterprise which is located outside that country.
1. **U.S. parent** means the U.S. person that has direct investment in a foreign business enterprise.
  2. **Foreign parent** means the foreign person, or the first person outside the United States in a foreign chain of ownership, which has direct investment in a U.S. business enterprise, including a branch.
- J. Foreign Parent Group** means (i) the foreign parent, (ii) any foreign person, proceeding up the foreign parent's ownership chain, which owns more than 50 percent of the person below it up to and including that person which is not owned more than 50 percent by another foreign person, and (iii) any foreign person, proceeding down the ownership chain(s) of each of these members, which is owned more than 50 percent by the person above it.
- K. Affiliate** means a business enterprise located in one country that is directly or indirectly owned or controlled by a person of another country to the extent of 10 percent or more of its voting stock for an incorporated business or an equivalent interest for an unincorporated business, including a branch.
1. **Foreign affiliate** means an affiliate located outside the United States in which a U.S. person has direct investment.
  2. **U.S. affiliate** means an affiliate located in the United States in which a foreign person has direct investment.
  3. **Foreign affiliate of a foreign parent** means, with reference to a given U.S. affiliate, any member of the affiliated foreign group owning the U.S. affiliate that is not a foreign parent of the U.S. affiliate.
- L. Affiliated foreign person** means, with respect to a given U.S. person, (i) a foreign affiliate of which the U.S. person is a U.S. parent, or (ii) the foreign parent or other member of the affiliated foreign group of which the U.S. person is a U.S. affiliate.
- M. Unaffiliated foreign person** means, with respect to a given U.S. person, any foreign person that is not an affiliated foreign person as defined in paragraph M above.
- N. Country** means, for purposes of this survey, the country of location of the foreign person with whom a transaction has occurred.

### III. OTHER INSTRUCTIONS

#### A. Distinguishing between unaffiliated and affiliated transactions

This survey covers U.S. persons' direct transactions, both receipts (sales) and payments (purchases), with affiliated and unaffiliated foreign persons.

Examples of affiliated transactions are:

1. A transaction between a U.S. person (U.S. parent) and its foreign affiliate.
2. A transaction between a U.S. person (U.S. affiliate) and its foreign parent(s) or member(s) of the affiliated foreign group(s).

Examples of unaffiliated transactions are:

1. A transaction between a U.S. person and an unaffiliated foreign person.
2. A transaction between one U.S. person and another U.S. person's foreign affiliate. Such a transaction is reportable by the first U.S. person.

Examples of transactions that are not reportable are:

1. A transaction between a U.S. affiliate of a foreign parent and another U.S. person.
2. A transaction between a U.S. parent's foreign affiliate and another foreign person.

#### B. Foreign activities of a U.S. person that do not constitute a foreign affiliate

Although the definitions of direct investment and foreign affiliate in Part II. above, together with the discussion in Part III.A above, should be sufficient to determine whether a given foreign activity is or is not a foreign affiliate, in a number of cases the determination may be difficult. Several factors to be considered are given below. If you still cannot determine if the activity or operation is an affiliate, call (301) 278-9303 or send an e-mail to [be-125help@bea.gov](mailto:be-125help@bea.gov) for additional guidance.

If a U.S. person's foreign activity or operation is incorporated abroad, it is a foreign affiliate.

If a U.S. person's foreign activity or operation is not incorporated abroad, its status is based on the weight of the evidence when the factors listed below are considered.

An unincorporated foreign activity or operation generally would be considered a foreign affiliate if it: (i) is subject to foreign income taxes; (ii) has a substantial physical presence abroad (e.g., plant and equipment or employees); (iii) maintains separate financial records that would permit the preparation of financial statements, including an income statement and balance sheet (not just a record of disbursements and receipts); (iv) takes title to the goods it sells and receives revenues therefrom; or (v) receives funds for its own account from customers for services it performs. Transactions with this type of entity should be reported under “Foreign affiliates.”

An unincorporated foreign activity or operation generally would not be considered a foreign affiliate if it: (i) conducts business abroad only for the U.S. person's account and not for its own account (e.g., sales promotion or public relations type of activities); (ii) has no separate financial statements; (iii) receives funds to cover its expenses only from the U.S. person; (iv) is not subject to foreign income taxes; and (v) has limited physical assets, or employees, permanently located abroad. Transactions with this type of entity should be reported under “Unaffiliated foreign persons.”

#### C. U.S. activities of a foreign person that do not constitute a U.S. affiliate. Criteria for determining which U.S. activities do or do not constitute a U.S. affiliate of a foreign person are parallel to those in Part III.B. above.

#### D. Determining who must report a transaction when an intermediary is involved. At times, transactions between a U.S. person and a foreign person may be arranged by, billed through, or otherwise facilitated by, an intermediary. The intermediary may be U.S. or foreign, and may be affiliated or unaffiliated with the U.S. or the foreign person.

A determination of whom a sale is to, or whom a purchase is from, should be made on the basis of whom the U.S. person considers itself to have a claim on for payment, in the case of a sale, or whom it has a liability to, in the case of a purchase. For a sale, if the U.S. person looks to the foreign person for payment, then the transaction is between the U.S. person and the foreign person, and is to be reported by the U.S. person. If the U.S. person looks to the intermediary for payment, and the intermediary, in turn, looks to the foreign person for payment, then whether either transaction is reportable, and who it is to be reported by, depends on the location of the intermediary and the relationship between the U.S. person and the intermediary.

If the intermediary is a foreign person, then the U.S. person would report the transaction as a transaction with a foreign person.

If the intermediary is a U.S. person, then the initial transaction between the original U.S. person and the intermediary is domestic-to-domestic and not reportable in this survey. However, the intermediary must report the transaction with the foreign person.

The reportability of a purchase would be determined in a similar manner.

## GENERAL INSTRUCTIONS – Continued

### IV. SERVICES COVERED

This survey covers sales (Schedules A and C) and purchases (Schedule B) of the following types of intellectual property and selected services.

#### A. Transactions in Intellectual Property

##### Rights related to patents, processes, and trade secrets

- 1.1 Rights related to the use of a patent, process, or trade secret to produce and/or distribute a product or service** – Includes license fees, royalties, and other fees received or paid for the use of proprietary rights, including patents, industrial processes, and trade secrets. Includes “maintenance” fees paid to foreign governments for the continuation of patent rights. If the charge for the process, design, etc., is subsumed in a contract for technical or professional services, the receipt or payment generally should be reported under the proper transaction number for that service.

Examples of transactions included in this category are royalties and license fees related to the production and/or distribution of goods such as pharmaceutical products, automobiles, medical equipment, etc.

Excludes license fees related to the use or distribution of computer software (reportable under transaction codes 6.2 or 12) and the use or distribution of audiovisual content (reportable under transaction codes 2.1-2.2, 4.1-4.2, or 5.2).

- 1.3 Outright sales or purchases of proprietary rights related to patents, processes, and trade secrets** –

Includes the outright sale or purchase of patents, processes, and trade secrets.

Excludes the outright sale or purchase of rights related to the development of computer software (reportable under transaction code 6.3) and the sale or purchase of proprietary rights to audiovisual content (reportable under transaction codes 2.3 or 4.3).

##### Rights related to books, music, etc.

- 2.1 Rights to use books, music, etc., including end-user rights related to digital content** – Includes royalties and other fees (commonly referred to as end-user licensing fees) received or paid for the rights to view books downloaded from the internet or otherwise electronically delivered, and fees for the rights to perform, broadcast, or listen to digital music, other audio content, etc., or otherwise use copyrighted or protected material.

Excludes subscription fees to newspapers, magazines, etc., (reportable under transaction code 14). Excludes fees for the rights to display or view recorded audiovisual content such as radio and television programs, motion pictures, etc. (reportable under transaction code 4.1).

- 2.2 Rights to reproduce and/or distribute books, music, etc.,** – Includes royalties and other fees received or paid for the rights to reproduce and distribute books and other print or digital media content; CDs, digital music, and other audio content; and other copyrighted or protected material.

Excludes fees for the rights to reproduce or distribute recorded radio and television programs or motion pictures (reportable under transaction code 4.2).

- 2.3 Outright sales or purchases of proprietary rights related to books, music, etc.,** – Include the outright sale or purchase of proprietary rights to audio or print material such as manuscripts, literary and artistic works, photographs, musical libraries, recordings, etc., including copyrights and fees for the use of such material in perpetuity.

Excludes the sale or purchase of copyrights for radio and television programs, motion pictures, etc. (reportable under transaction code 4.3). Excludes transactions related to exclusivity rights (for example, the exclusivity of a publisher to publish literary works of an author). These are considered assets that are a contract for future production, and are not reportable.

##### Rights related to trademarks

- 3.1 Rights to use trademarks** – Include receipts and payments for the rights to sell products under a particular trademark, brand name, or signature. Includes the initial fee and annual fees for the domain

name registration for the Internet. Includes fees for sponsorship of other events if the fee is for the right to use the logo or trademark of the payee. A sponsor of an international sporting event, such as the Olympics, should include payments of sponsorship fees if the right to use a trademark, such as the Olympic logo, in advertising, or to place such a trademark on merchandise is conveyed.

Exclude fees received or paid under a business format franchise, which are reportable under transaction code 7.1.

- 3.3 Outright sales or purchases of proprietary rights related to trademarks** – Include receipts and payments for the outright sale or purchase of a trademark, or for its use in perpetuity. Include receipts or payments for the outright sale or purchase of domain names.

Excludes fees paid for the display of the payer's logo or trademark (reportable as advertising payments under transaction code 10). Excludes fees received or paid under a business format franchise (reportable under transaction code 7.1).

##### Rights related to recorded performances and events such as radio and television programs and motion pictures

- 4.1 Rights to use recorded performances and events, including end-user rights related to digital content** – Includes royalties, license fees (including end-user licensing fees), and other funds received or paid for the rights to recorded material such as radio and television programs and motion pictures (including digital recordings and video streaming). Includes rights to view and display recordings of live performances and events. Includes subscription fees for cable or satellite television programming.

- 4.2 Rights to reproduce and/or distribute recorded performances and events** – Includes royalties, license fees, and other funds received or paid for the rights to reproduce and/or distribute recorded material such as radio and television programs and motion pictures (including digital recordings and video streaming). Includes receipts and payments for material distributed both theatrically and non-theatrically, or via cable and broadcast television.

Excludes fees for the rights to broadcast live performances and events (reportable under transaction code 5.2).

- 4.3 Outright sales or purchases of rights related to recorded performances and events** – Includes the outright sale or purchase of proprietary rights related to recorded material such as radio and television programs or motion pictures, including outright sales or purchases of copyrights and video libraries, and the associated use of such material in perpetuity.

##### Rights to broadcast and record live performances and events

- 5.2 Rights to broadcast and record live performances and events** – Includes receipts and payments for rights to broadcast, display, and record live artistic performances, sports events, and other live performances or events. Includes receipts and payments for the authorized reproduction, rebroadcast, or retransmission of live performances and events, in part or in entirety.

Payments or receipts for the acquisition (or sale) of rights to broadcast a major live performance or event, such as the Olympics, often extend over several years prior to the event. The cumulative amount of payments over all the years is to be reported on this form as an acquisition or sale of broadcast rights only in the single period in which the event is held. The prior year payments are considered to be deposits with the organization (such as the International Olympic Committee) selling the broadcast rights, and should be reported on the Department of Treasury's TIC C-form. Inquiries about the TIC C-form survey should be directed to the Federal Reserve Bank of New York (as contractor for the Department of Treasury) at (212) 720-6357.

##### Rights related to general use computer software

- 6.2 Rights to reproduce and/or distribute general use computer software** – Includes receipts or payments for the right to distribute general use software, and rights to reproduce general use computer software that was made from a master copy. This item includes licensing fees for reproducing copies of general use software for local area network (LAN) computer systems.

Excludes fees for custom software and programming services (reportable under transaction code 12). Excludes fees received or paid for the development of general use software (reportable

## GENERAL INSTRUCTIONS – Continued

under transaction code 29). Excludes general use computer software that was downloaded from the internet or otherwise electronically delivered (reportable under transaction code 12). Excludes the value of prepackaged general use software not intended for use on a server in a LAN environment that was physically shipped to or from the United States and non-customized (prepackaged) computer software on physical media for perpetual use shipped to or from the United States and reported on import or export declarations filed with the U.S. Customs and Border Protection.

### 6.3 Outright sales or purchases of proprietary rights related to general use computer software – Includes receipts and payments for the outright sale or purchase of all proprietary rights related to general use computer software.

Excludes fees received or paid for the development of general use software (reportable under transaction code 29). Excludes general use computer software that was downloaded from the internet or otherwise electronically delivered (reportable under transaction code 12). Excludes the value of prepackaged general use software not intended for use on a server in a LAN environment that was physically shipped to or from the United States and non-customized (prepackaged) computer software on physical media for perpetual use shipped to or from the United States and reported on import or export declarations filed with the U.S. Customs and Border Protection.

### Franchise fees

#### 7.1 Fees associated with business format franchising – Fees received and paid by the U.S. reporter under business format franchising agreements with foreign persons. Business format franchising is characterized by an ongoing business relationship between franchisor and franchisee that includes not only the product, service, and trademark, but the entire business format itself. This may include a marketing strategy and plan, operating manuals and standards, quality control, and continuing two-way communications.

Excludes receipts and payments for the use of trademarks (reportable under transaction code 3.1), except where such trademarks are part of a business format franchise, even if the fees are nominally considered to be “franchising” fees.

Receipts and payments should be reported net of advertising allowances and other deductions retained by franchisees from gross franchise fees. Includes receipts and payments for one-time “up front” charges to new franchisees as well as ongoing fees based upon sales or other measures.

On Schedule A, U.S. franchisors should report receipts from both foreign outlets and foreign master licensees. In the case of fees received from a foreign master licensee, report only the net fees received from foreign outlets. Include receipts from “company-owned” outlets abroad. Include receipts from jointly owned outlets.

On Schedule B, U.S. outlets and master licensees should report payments made directly to foreign franchisors. U.S. outlets should not report payments to U.S. master licensees, as these are domestic (U.S.-to-U.S.) transactions. Payments by a “company-owned” U.S. outlet to a foreign owner should be reported.

#### 7.3 Outright sales or purchases of proprietary rights related to business format franchising – Includes the outright sale or purchase of a business format franchise to be used in perpetuity. A business format franchise is a portfolio of intellectual property that includes not only a product, service, and trademark, but the entire business format itself. This may include a marketing strategy and plan, operating manuals and standards, and quality control.

Excludes receipts and payments for the use of trademarks or for the outright sale or purchase of trademarks (reportable under transaction codes 3.1 or 3.3), except where such trademarks are part of a business format franchise, even if the fees are nominally considered to be “franchising” fees. Excludes any fees for real property or capital equipment associated with the sale or purchase of a franchise.

### Other intellectual property

#### 8.1 Rights to use other intellectual property – Includes receipts and payments for the right to use intellectual property not classified in one of the preceding categories. Includes receipts or payments by communications carriers to secure capacity by indefeasible rights of user (IRU). When reporting data under this transaction code, specify on line 35 of the appropriate schedule the type of intellectual property involved.

#### 8.2 Rights to reproduce and/or distribute other intellectual property – Includes receipts and payments for the right to reproduce and/or distribute intellectual property not classified in one of the preceding categories. When reporting data under this transaction code, specify on line 35 of the appropriate schedule the type of intellectual property involved.

#### 8.3 Outright sales or purchases of proprietary rights related to other intellectual property – Includes receipts and payments for the outright sale or purchase of intellectual property not classified in one of the preceding categories. When reporting data under this transaction code, specify on line 35 of the appropriate schedule the type of intellectual property involved.

### B. Transactions in Selected Services

Report sales on Schedule A (except transaction codes 13, 16, and 23) and purchases on Schedule B. Report sales of services for codes 13, 16, and 23 on Schedule C.

#### 9. Accounting, auditing, and bookkeeping services – Includes accounting systems design, auditing of accounting records, bookkeeping, budget development, financial statement preparation, payroll preparation, tax return preparation, and similar activities. Excludes data processing and tabulation services (reportable under transaction code 12).

#### 10. Advertising services – Preparation of advertising and placement of such advertising in media, including charges for media space and time. Includes advertising banners on web pages. An advertising agency selling such services should report gross billings to unaffiliated foreigners. Sales by media companies (e.g., broadcasters, publishers, etc.) that are arranged through U.S. advertising agencies are presumed to be reflected in billings of the advertising agencies; thus, in order to avoid duplication, report only direct transactions with foreign clients.

Excludes transactions that are with the U.S. affiliates of foreign clients, rather than directly with foreign clients; such transactions are considered domestic (U.S.-to-U.S.) and, therefore, outside the scope of this survey.

Excludes charges for services other than advertising, such as public relations services or market research not directly associated with an advertising campaign (reportable under transaction code 21). U.S. media companies should report only direct sales of advertising services to unaffiliated foreign persons; they should not report advertising arranged by U.S. advertising agencies, including U.S. affiliates of foreign advertising agencies.

Under purchases of advertising services, U.S. reporters that are advertising agencies should report only funds paid to foreign advertising agencies and media companies on behalf of their clients.

U.S. reporters other than advertising agencies should report only payments made directly to foreign advertising agencies and media companies. Do not report payments made through a U.S. advertising agency. Also, do not report payments made through the U.S. office of a foreign advertising agency if your payment is made to the U.S. office.

Includes the value of reciprocal exchanges; i.e., transactions involving barter. On Schedule A, value your sales to the foreign participant in the reciprocal exchange at market rates, not at the actual cost of performing the services. On Schedule B, value your purchases from the foreign participant at the same amount as the receipts reported on Schedule A.

#### 11. Auxiliary insurance services – Agent’s commissions, insurance brokering and agency services, insurance consulting services, evaluation and adjustment services, actuarial services, salvage administration services, and regulatory and monitoring services on indemnities and recovery services. Non-insurance companies report these transactions on this survey. Insurance companies would report these transactions on the BE-45, Quarterly Survey of Insurance Transactions by U.S. Insurance Companies with Foreign Persons. A copy of the form can be downloaded from [www.bea.gov/ssb](http://www.bea.gov/ssb).

#### 12. Computer and data processing services – Customized software (however delivered) and related licenses to use; the development, production, supply, and documentation of customized software, including operating systems, made to order for specific users; noncustomized (mass-produced) software downloaded or otherwise electronically delivered, whether with a periodic license or a single

## GENERAL INSTRUCTIONS – Continued

payment; licenses to use noncustomized software provided on a storage device with a periodic license fee; sales or purchases of originals and ownership rights for software systems and applications; hardware and software consultancy and implementation services, including the management of subcontracted computer services; hardware and software installation, including installation of mainframes and central computing units; maintenance and repairs of computers and peripheral equipment; data recovery services; analysis, design, and programming of systems ready to use (including web page development and design), and technical consultancy related to software; systems maintenance and other support services, including training provided as part of consultancy; data processing and hosting services (cloud services or “wiki”), such as data entry, tabulation, and processing on a time-sharing basis; web page hosting services; and provision of applications, hosting clients’ applications, and computer facilities management. Software includes general business productivity software, computer game software, and other applications.

Includes software downloaded from the Internet, fees and subscriptions for online gaming (including video games), and licensing agreements and end-user fees associated with downloading applications on to smart phones and tablets. Fees for developing such applications, however, should be reported under transaction code 29.

Excludes non-customized (prepackaged) computer software on physical media for perpetual use shipped to or from the United States and reported on import or export declarations filed with the U.S. Customs and Border Protection. Also excludes computer training courses not designed for a specific user (reportable under transaction code 15), charges for licenses to reproduce or distribute software (reportable under transaction code 6.2), and leasing of computers with an operator (reportable under transaction code 24).

- 13. Construction services** – The creation, renovation, repair, or extension of fixed assets in the form of buildings, land improvements of an engineering nature, and other engineering construction such as roads, bridges, dam, and so forth. Includes related installation and assembly work. Includes site preparation and general construction as well as specialized services such as painting, plumbing, and demolition. Includes services of general contractors in the field of building and heavy construction; construction work by special trade contractors, such as the erection of structural steel for bridges and buildings; and on-site electrical work. Includes management of construction projects.
- 14. Database and other information services** – Business and economic database services, including business news, stock quotation, and financial information services; medical, legal, technical, demographic, bibliographic, and similar database services; general news services, such as those purchased from a news syndicate; direct non-bulk subscriptions (including online) to newspapers and periodicals; and other information services, including reservation systems and credit reporting and authorization systems. For airline reservation systems, include booking fees from foreign carriers for the use of your reservation system, whether accessed directly or by a U.S. or foreign travel agent. Include downloaded content that is not software or audiovisual services.
- 15. Education Services** – Includes services relating to all levels of education whether delivered through correspondence courses, via television, satellite, or the Internet, as well as by teachers and instructors who supply services directly in host economies. Transactions are included if the service providers are not employees of the entity from whom they are paid. Includes training provided via U.S. Agency for International Development (USAID) contracts. Report amounts received from USAID as receipts from unaffiliated foreign persons, and any foreign expenses associated with such contracts as payments to unaffiliated foreign persons.

Excludes tuition and fees charged to U.S. and foreign persons by educational institutions when the students travel to the institution for study (i.e., foreign exchange students). Also excludes training provided by a manufacturer in connection with the sale of a good (reportable under transaction code 19.2).

- 16. Engineering, architectural, and surveying services** – Includes architectural, engineering, and land-surveying services. Includes those engineering services performed in conjunction with construction and mining services projects. Includes services purchased in connection with proposed projects (e.g., feasibility studies) as well as projects that are actually being carried out.

Excludes industrial engineering services, such as product design services (reportable under transaction code 18).

- 17. Financial services (purchases only)** – Includes payment of credit-related fees, fees on securities transactions, and fees for other financial services. This service is to be reported by nonfinancial services companies only. Financial services companies would report these services on the BE-185, Quarterly Survey of Financial Services Transactions Between U.S. Financial Services Providers and Foreign Persons. A copy of the form can be downloaded from [www.bea.gov/ssb](http://www.bea.gov/ssb).

Credit-related fees include fees for establishing, maintaining, or arranging credit, letters of credit, bankers acceptances, mortgages, factoring services, loan guarantees, etc., that are commonly provided by foreign banking establishments. Include fees paid directly and fees that are withheld or deducted from your proceeds by the foreign person. For example, for factoring services, the fee may be calculated as the difference between the proceeds you received from the sale of your receivables and the face amount of the receivables sold; for arranging credit, letters of credit, etc., it may be calculated as the difference between the proceeds you received from the loan, letter of credit, etc. (after the deduction of the fee) and your liability to the foreign lending establishment. Report credit-related fees in the accounting period in which they are incurred, whether or not expensed in that accounting period. Excludes interest on your obligations, because interest is a payment for the use of the loan proceeds and is not a fee for the establishment, maintenance, or arrangement of credit.

Fees on securities transactions include commissions and other fees for securities transactions (including transactions in derivatives) or futures trading, such as brokerage, underwriting, private placements, etc. Fees for such services would commonly be paid to foreign investment banks and securities brokers or dealers. Include fees that can be calculated from transactions records or other documentation issued by the investment bank or security broker or dealer. Omit, rather than attempt to estimate, these fees if they cannot be calculated from such documentation. (For example, a dealer’s markup on bond purchases and sales cannot be directly estimated from transactions records issued by a securities dealer.)

Fees for other financial services include fees for asset/liability management, debt renegotiation, and other financial services.

Excludes leasing (operational leasing services are reportable under transaction code 24), and real estate management services (management, consulting, and public relations services are reportable under transaction code 21).

- 18. Industrial engineering services** – Engineering services related to the design of movable products, including product design services.

Excludes engineering and architectural services that relate to actual or proposed construction services projects (reportable under transaction code 16). Excludes computer systems engineering (reportable under transaction code 12). Includes, however, services performed with the assistance of computers, such as computer-assisted design work.

- 19. Industrial-type maintenance, installation, alteration and training services** – see transaction codes 19.1 and 19.2

- 19.1 Maintenance Services** – Includes maintenance services primarily to machinery and equipment. May also include small maintenance work on buildings, structures, dams, highways, etc., but only to the extent that the work is not reported under transaction code 13. Includes such services as the periodic overhaul of turbines, the extinguishment of natural gas well fires, and refinery maintenance.

Include maintenance and repair of ships, aircraft, and other transport equipment only if such transactions are not reported on the BE-30, Quarterly Survey of Ocean Freight Revenues and Foreign Expenses of United States, or the BE-37, Quarterly Survey of U.S. Airline Operators’ Foreign Revenues and Expenses.

Excludes computer maintenance (reportable under transaction code 12).

- 19.2 Installation, alteration, and training services** – Includes only installation, startup, and training services provided by a manufacturer in connection with the sale of a good.

## GENERAL INSTRUCTIONS – Continued

- Excludes such services where the cost is included in the price of the goods and not separately billed, or is declared as a part of the price of the goods on the import or export declaration filed with the U.S. Customs and Border Protection; however, services provided at a price over and above that entered on the declaration should be included. These services would be reported elsewhere if not received in connection with the purchase of goods. For example, installation of machinery and equipment is normally considered a construction activity, and training personnel in the use of new machinery would ordinarily be reported as an educational or training service.
- 20. Legal services** – Includes services provided in a range of, or in a specific area of law, such as criminal law, corporate law, or real estate law. Includes the provision of other legal services by businesses such as notary public services, patent agent services and real estate settlement offices.
- Excludes fines, penalties, and settlements imposed by courts of law or other government bodies.
- 21. Management, consulting, and public relations services (including allocated expenses)** – Management services, consulting services, public relations services, and amounts received by a parent company from its affiliates for general overhead and stewardship.
- Excludes consulting engineering services related to actual or proposed construction projects (reportable under transaction code 16); computer consulting (reportable under transaction code 12); and public relations services that are an integral part of an advertising campaign (reportable under transaction code 10). Also Excludes transactions between parent companies and affiliates that are identifiable as arising from the provision of advertising, accounting, legal, R&D, etc. services, even if these amounts represent reimbursements of sums paid to third parties. That is, transactions between parent companies and affiliates should not be reported in management services if they can instead be reported in another services category.
- 22. Merchancing services (net receipts, Schedule A only)** – Sales of merchancing services are equal to the difference between your cost and the resale price of goods (such as crude oil, grain, and other commodities) that are both purchased and resold abroad; that is, the goods are neither imported to, nor exported from, the United States and they do not undergo significant processing during the time between when they are purchased and resold. Without regard to whether you initially purchased the goods from an affiliated or unaffiliated foreign person, report data for those transactions according to the company's relationship with the foreign entity (foreign affiliate, foreign parent group, or unaffiliated foreign person) to which the goods were resold. Only the "all countries total" (line 33 of Schedule A) is required to be reported for this service, even if total sales exceed \$6 million. The data that are voluntarily reported by individual foreign country should be reported according to the individual foreign countries to which the goods were resold (and not the foreign countries from which the goods were purchased).
- NOTE:** Reporters of merchancing services must also complete page 14 of the survey.
- 23. Mining services** – Includes drilling wells for oil or gas field operations; exploration, including prospecting and taking ore samples; grading and building foundations at well locations; well surveying; and making geological observations. Includes services purchased in connection with proposed projects (e.g. feasibility studies) as well as projects that are actually being carried out.
- 24. Operational leasing** – Rentals for computer and data processing equipment; transportation equipment (such as ships, aircraft, railway cars, containers, rigs automotive fleets, etc.) without crew or operators (if crew or operators are provided, the fee is considered to be for transportation services, which may be reportable on BEA forms BE-9, BE-30, or BE-37. Go to [www.bea.gov/ssb](http://www.bea.gov/ssb) to determine which forms cover your particular transportation services); and rentals of other machinery and equipment. Include fees from rentals of furniture, coin-operated machines, construction equipment (without operators), and electronic equipment except computers.
- Excludes rentals under leases that have been capitalized (capital leases) and rentals of any items other than machinery and equipment. For example, excludes rentals of office buildings and other real estate, film rentals, and employee leasing.
- 25. Trade-related services, other than merchancing services** – Auction services (including online), transactions fees for business to business (B2B) exchanges conducted over the Internet, and commissions or "finders' fees" to independent sales agents. Includes fees received or paid for services that connect consumers and independent service providers using web-based platforms if these fees are received from or paid to foreign persons.
- Excludes transactions that are between a foreign affiliate of the U.S. Reporter and foreign clients, which are considered foreign-to-foreign and, therefore, outside the scope of this survey. Excludes transactions between the U.S. Reporter and other U.S. persons, which are considered domestic transactions, and, therefore, outside the scope of this survey.
- 26. Artistic-related services** – Includes fees to performers (such as actors, dancers, musicians, etc.), athletes, directors, and producers involved with live events such as concerts, theatrical and musical productions, sporting events, and similar events. To be reported by (a) U.S. management companies, booking agents, promoters, and presenters who received funds from or paid funds to foreign persons for performances and events, and (b) U.S. performers who received funds directly from a foreign person rather than through a U.S. management company or similar entity. As used here, "performers" means entertainers, sports teams, orchestras, dance companies, lecturers, and similar persons or performing groups such as artists, sculptors, authors, models, etc. Includes fees related to the production of live performances and events.
- Excludes fees paid to employees of the entity making payments, such as foreign athletes who play for U.S. resident sports teams. Excludes production costs related to radio and television programs and motion pictures (reportable under transaction code 34).
- NOTE:** Transactions previously reported on the BE-125 and BE-120 surveys under transaction code 26, performing arts, sports, and other live performances, presentations and events should be reported in this category.
- Note for transaction codes 27 and 28:** When you report either transaction codes 27 or 28, also report the other transaction. If there are transactions for one of these but not for the other, label a column in Schedule B with the number for the other transaction code and enter "NA" on line 33.
- 27. Primary insurance premiums (Schedule B only)** – Premiums (net of cancellations) paid to foreign insurance carriers. A U.S. Reporter that is an insurance company should not report direct transactions with a foreign insurance company. However, a U.S. Reporter that is not an insurance company that purchased insurance from an affiliated foreign insurance company (for example, a captive insurance affiliate) should report those purchases here.
- 28. Losses recovered on primary insurance (Schedule B only)** – Losses recovered on insurance purchased from foreign insurance carriers. A U.S. Reporter that is an insurance company should not report losses with a foreign insurance company. However, a U.S. Reporter that is not an insurance company that purchased insurance from an affiliated foreign insurance company (for example, a captive insurance affiliate) should report losses recovered here.
- 29. Research and development services** – Research and development is creative work aimed at discovering new knowledge or developing new or significantly improved goods and services. Includes commercial and noncommercial research and product development services. Includes fees associated with the development of intellectual property protected by patents, trademarks, or copyrights and fees for the development of general use software, such as smart phone, tablet, and personal computer (PC) applications. Includes fees for the conduct of experiments or performances of research and development activities aboard spacecraft. Includes fees for testing related to product and process development.
- Excludes medical and dental laboratory services (reportable under transaction code 32), and routine product testing services (reportable under transaction code 35).
- Examples of research and development services are medical research (pharmacology, medical devices, and diagnostic research); development of general use computer software; biological research, including biotechnology; nanotechnology; environmental technology; imaging technology; and energy technology.
- 30. Telecommunications services** – Telecommunications services encompass the broadcast or transmission of sound, images, data, or

## GENERAL INSTRUCTIONS – Continued

other information by telephone, telex, telegram, radio, and television cable transmission, radio and television satellite, e-mail, facsimile, and so forth, including business network services, teleconferencing, and support services. They do not include the value of the information transported. Includes mobile telecommunications services, Internet backbone services, and online access services, including provision of access to the Internet.

Excludes installation services for telephone network equipment (reportable under transaction code 13) and database services (reportable under transaction code 14). Excludes subscription fees for cable or satellite television programming (reportable under transaction code 4.1).

Includes services of the following types (to be reported in aggregate, rather than as five separate types of services):

**Message telephone services, telex, telegram, and other jointly provided basic services** – On Schedule A, report receipts from foreign persons (communications companies and postal, telephone, and telegraph, or PTT, agencies) for your share of revenues for transmitting messages originating abroad to U.S. destinations. On Schedule B, report payouts to foreign persons (communications companies and PTT's) for their share of revenues for transmitting messages originating in the United States to foreign destinations. For messages originating in foreign countries and routed through the United States (for example, from Caribbean countries via the United States to Western Europe), report receipts from the foreign person originating the message and payouts to the country of destination. Also report receipts for transmitting messages between foreign points when not offered in connection with enhanced services, call-back services, and other regulated services of the type reportable to the FCC on Report 43.61.

**Private leased channel services** – On Schedule A, report receipts from foreign persons for circuits and channels terminating in the United States and for circuits and channels between foreign points. On Schedule B, report payouts to foreign persons (communications companies and PTT's) for leased channels and circuits terminating in foreign countries.

**Value-added (enhanced) services** – Telecommunications services that add value or function above and beyond the telecommunications transport services that deliver the value-added services to end users. They can include (a) e-mail, voice mail, code and protocol processing, and management and operation of data networks; (b) facsimile services and video-conferencing; (c) Internet connections (online access service including Internet backbone, router services, and broadband access services); (d) satellite broadcasting business communication and paging services provided by satellite connections; (e) telephony, interactive voice response, virtual private networking, remote access service, and voice over IP; and (f) other value-added (enhanced) services.

**Support services** – Services related to the maintenance and repair of telecommunications equipment and ground station services. Do not include installation services for telephone network equipment (reportable under transaction code 13).

**Reciprocal exchanges** – Includes the value of reciprocal exchanges; i.e., transactions involving barter. On Schedule A, value your sales to the foreign participant in the reciprocal exchange at market rates, not at the actual cost of performing the services. On Schedule B, value your purchases from the foreign participant at the same amounts as the sales reported on Schedule A.

**31. Other selected services** – See transaction codes 32–35.

**32. Health services** – Includes general and specialized human health services provided by hospitals, doctors, nurses, etc., as well as laboratory, diagnostic, and similar services, whether provided remotely or on-site in the host economy. Includes diagnostic-imaging services, as well as pharmaceutical, radiology, and rehabilitation services. Transactions are included if the service providers are not employees of the entity from whom they are paid.

Excludes health services provided to non-residents who are present in the territory of the service provider (i.e., foreign patients treated in the United States or vice-versa). Excludes veterinary services, which are included in agricultural services under transaction code 35.

**NOTE:** Transactions previously reported on the BE-125 and BE-120 surveys as medical services under transaction code 31 should be reported in this category.

**33. Heritage and recreational services** – Includes amounts received or paid for services associated with museums and other cultural, sporting, gambling, and recreational activities, except those acquired by persons traveling outside their country of residence. Gambling includes service charges receivable or payable to the unit organizing the lottery or gambling. Includes online gambling.

**34. Audiovisual and production services** – Includes receipts and payments for the production of motion pictures (on film, videotape, disk, or transmitted electronically), radio and television programs (live or on tape) and musical recordings.

Excludes production costs related to performing arts and other live events, which are included in transaction code 26.

**NOTE:** Transactions previously reported on the BE-125 and BE-120 surveys as production costs of motion pictures, television programs, and broadcast program material other than news under transaction code 31 should be reported in this category.

**35. Other selected services n.i.e. (not included elsewhere)** – When reporting data under this transaction code, also identify the specific type of transaction from the list below accounting for the largest share of the reported total on line 35 of Schedule A or B.

Excludes travel, transportation, insurance, financial services, and expenditures by students and medical patients who are studying or seeking treatment in a country different from their country of residence, which are outside the scope of this survey, as described in I.B.

This category includes, but is not limited to, the following types of services:

**Agricultural services** – Soil preparation services, crop services, veterinary and other animal services, farm labor and management services, and landscape and horticultural services.

**Note for miscellaneous disbursements:** Where a set of related expenditures was made in several countries, but your recordkeeping does not permit a precise allocation of expenses among individual countries, estimates are acceptable. If no basis for such estimates exists, then you may record the expenditures against the country in which the activities were centered or headquartered. For example, a news correspondent may conduct news-gathering activities in several countries. Although it would be preferable to report news-gathering expenses in each of the several countries, all of the expenses may, if necessary, be recorded against the country where the foreign news bureau is headquartered, or where the correspondent had the largest outlays.

**Disbursements to fund news-gathering costs of broadcasters** – U.S. broadcasters' outlays to fund operations of their foreign news bureaus and for support of correspondents in foreign countries, and foreign broadcasters' outlays to fund operations of their U.S. news bureaus and for support of correspondents in the United States. (See note above.)

**Disbursements to fund news-gathering costs of print media** – Outlays by U.S. newspapers, news syndicates, and news magazines for the operation of their foreign news bureaus, and outlays by foreign newspapers, news syndicates, and news magazines for the operation of their U.S. news bureaus. (See note above.)

**Disbursements to maintain government tourism and business promotion offices** – Funding to maintain State tourism and business promotion offices located abroad, and funding to maintain foreign government sponsored tourism and business promotion offices located in the United States. (See note above.)

**Disbursements for sales promotion and representation** – Funding to maintain sales promotion and representative offices. Sales promotion offices typically have few assets other than office furniture; to the extent that their employees are compensated by commissions, the commissions arise only from sales or business that the employees generate for their U.S. or foreign parents; they do not produce revenue, other than funds from their parents to cover their expenses; and they are engaged only in sales promotion, representational, and public-relations type activities. Report the funds to maintain this type of office as a transaction with an unaffiliated entity as opposed to a transaction with an affiliated foreign person. (See note above.)

## GENERAL INSTRUCTIONS – Continued

**Disbursements to participate in foreign trade shows (outlays only)** – Foreign expenses incurred by U.S. persons participating in foreign trade shows. (See note above.)

**Employment agencies and temporary help supply services** – Employment services and provision of temporary help and personnel to perform services on a contract or fee basis. Where workers are carried on the payroll of the agency, includes amounts received or paid for the compensation of workers as well as agency fees.

**Mailing, reproduction, and commercial art** – Direct mail advertising services; mailing services, such as re-mailing services in connection with direct mail advertising; commercial photography, art, and graphic services; address list compilation; and stenographic services.

**Waste treatment and depollution services** – Treatment of radioactive and other waste, stripping of contaminated soil, cleaning up of pollution including spills, restoration of mining sites, and decontamination and sanitation services. Includes all other services that relate to the cleaning or restoring of the environment.

**Other services n.i.e. (not included elsewhere)** – Report transactions in the following types of services: language translation services, salvage services, security services, collection services, satellite photography and remote sensing/satellite imagery services, space transport (includes satellite launches, transport of goods and people for scientific experiments, and space passenger transport), and transcription services. Also include services not elsewhere classified, except those that are outside the scope of this survey. See I.B. for a definition of services covered by the BE-125 survey that – when considered in connection with service categories 9 through 34 above – also helps to describe what transactions are reportable in this category.

### V. REPORTING PROCEDURES

**A. Due date** – A completed BE-125 is due within 45 days of the close of each fiscal quarter, except the final quarter of the fiscal year, when the report is due within 90 days of the close of the quarter.

**B. Extension** – Requests for an extension of the reporting deadline will not normally be granted. However, in a hardship case, a written request for an extension will be considered if it is received at least 15 days before the due date. You may fax the request to (301) 278-9507 or e-mail the request to [be-125extension@bea.gov](mailto:be-125extension@bea.gov). BEA will provide a written response to such a request.

**C. Assistance and additional copies of the forms** – Phone (301) 278-9303 for assistance. Copies of BEA survey forms are also available on BEA's web site: [www.bea.gov/ssb](http://www.bea.gov/ssb).

**D. Rounding** – Report currency amounts in U.S. dollars rounded to thousands (omitting 000). For example, if the amount is \$1,334,515.00, report it as \$1,335.

**E. Estimates** – If actual figures are not available, report estimates and label them as such. When data items cannot be fully subdivided as required, report totals and an estimated breakdown of the totals.

**F. Original and file copies** – File a single original copy of the form. Please use the copy with the address label if such a labeled copy has been provided. In addition, retain a copy of the report in your files to facilitate resolution of problems; these copies should be retained by the U.S. Reporter for a period of not less than three years beyond the original due date.

**Where to send the report** – To file a report electronically see our web site at [www.bea.gov/efile](http://www.bea.gov/efile) for details.

Send reports through the U.S. Postal Service to:

Bureau of Economic Analysis  
Balance of Payments Division, BE-50 (SSB)  
4600 Silver Hill Rd.  
Washington, DC 20233

Send reports by direct private express delivery to:

Bureau of Economic Analysis  
Balance of Payments Division, BE-50 (SSB)  
4600 Silver Hill Rd.  
Suitland, MD 20746

Fax reports to: (301) 278-9507

# Summary of Industry Classifications – For a full explanation of each code see [www.bea.gov/naics2012](http://www.bea.gov/naics2012)

## Agriculture, Forestry, Fishing, and Hunting

1110 Crop production  
1120 Animal production and aquaculture  
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 Household appliances, and electrical and electronic goods  
4237 Hardware, and plumbing and heating equipment and supplies  
4238 Machinery, equipment, and supplies  
4239 Miscellaneous durable goods

## Wholesale Trade, Non-Durable 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 Non-store 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 finance 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, 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 services

## 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



**OVERFLOW FOR SCHEDULES A OF FORM BE-125, QUARTERLY  
SURVEY OF TRANSACTIONS IN SELECTED SERVICES AND  
INTELLECTUAL PROPERTY WITH FOREIGN PERSONS**

Company Name \_\_\_\_\_

Control Number \_\_\_\_\_

Form BE-125 Schedule   A  

Overflow Page# \_\_\_\_\_ of \_\_\_\_\_

Country	BEA USE ONLY	REPORT IN THOUSANDS OF U.S. DOLLARS (e.g., report \$1,555,555.00 as 1,556)							
		Transaction Code							
		Foreign affiliates			Foreign parent group		Unaffiliated foreign persons		
BEA USE ONLY _____	00.	1	2	3	4	5	000	000	000
Country total for this page (sum of 39–64) .....	01.	1	2	3	4	5	000	000	000
--Select Country--	39.	1	2	3	4	5	000	000	000
--Select Country--	40.	1	2	3	4	5	000	000	000
--Select Country--	41.	1	2	3	4	5	000	000	000
--Select Country--	42.	1	2	3	4	5	000	000	000
--Select Country--	43.	1	2	3	4	5	000	000	000
--Select Country--	44.	1	2	3	4	5	000	000	000
--Select Country--	45.	1	2	3	4	5	000	000	000
--Select Country--	46.	1	2	3	4	5	000	000	000
--Select Country--	47.	1	2	3	4	5	000	000	000
--Select Country--	48.	1	2	3	4	5	000	000	000
--Select Country--	49.	1	2	3	4	5	000	000	000
--Select Country--	50.	1	2	3	4	5	000	000	000
--Select Country--	51.	1	2	3	4	5	000	000	000
--Select Country--	52.	1	2	3	4	5	000	000	000
--Select Country--	53.	1	2	3	4	5	000	000	000
--Select Country--	54.	1	2	3	4	5	000	000	000
--Select Country--	55.	1	2	3	4	5	000	000	000
--Select Country--	56.	1	2	3	4	5	000	000	000
--Select Country--	57.	1	2	3	4	5	000	000	000
--Select Country--	58.	1	2	3	4	5	000	000	000
--Select Country--	59.	1	2	3	4	5	000	000	000
--Select Country--	60.	1	2	3	4	5	000	000	000
--Select Country--	61.	1	2	3	4	5	000	000	000
--Select Country--	62.	1	2	3	4	5	000	000	000
--Select Country--	63.	1	2	3	4	5	000	000	000
--Select Country--	64.	1	2	3	4	5	000	000	000

**NOTE** — Use this overflow sheet if there is insufficient space on Form BE-125, Schedules A or B, to list every individual foreign country with which you had transactions. The overflow sheet is also available in Microsoft Excel format. If you wish to receive a copy of the Excel file, send an e-mail message to [be-125@bea.gov](mailto:be-125@bea.gov) with your request and we will reply to you with the file attached to our message.

**OVERFLOW FOR SCHEDULES B OF FORM BE-125, QUARTERLY  
SURVEY OF TRANSACTIONS IN SELECTED SERVICES AND  
INTELLECTUAL PROPERTY WITH FOREIGN PERSONS**

Company Name \_\_\_\_\_

Control Number \_\_\_\_\_

Form BE-125 Schedule   B  

Overflow Page# \_\_\_\_\_ of \_\_\_\_\_

Country	BEA USE ONLY	REPORT IN THOUSANDS OF U.S. DOLLARS (e.g., report \$1,555,555.00 as 1,556)					
		Transaction Code					
		-- Select Transaction Code --					
		Foreign affiliates		Foreign parent group		Unaffiliated foreign persons	
		1	2	3	4	5	
BEA USE ONLY _____	00.				000	000	000
Country total for this page (sum of 39-64) .....	01.	0			000	000	000
--Select Country--	39.				000	000	000
--Select Country--	40.				000	000	000
--Select Country--	41.				000	000	000
--Select Country--	42.				000	000	000
--Select Country--	43.				000	000	000
--Select Country--	44.				000	000	000
--Select Country--	45.				000	000	000
--Select Country--	46.				000	000	000
--Select Country--	47.				000	000	000
--Select Country--	48.				000	000	000
--Select Country--	49.				000	000	000
--Select Country--	50.				000	000	000
--Select Country--	51.				000	000	000
--Select Country--	52.				000	000	000
--Select Country--	53.				000	000	000
--Select Country--	54.				000	000	000
--Select Country--	55.				000	000	000
--Select Country--	56.				000	000	000
--Select Country--	57.				000	000	000
--Select Country--	58.				000	000	000
--Select Country--	59.				000	000	000
--Select Country--	60.				000	000	000
--Select Country--	61.				000	000	000
--Select Country--	62.				000	000	000
--Select Country--	63.				000	000	000
--Select Country--	64.				000	000	000

**NOTE** — Use this overflow sheet if there is insufficient space on Form BE-125, Schedules A or B, to list every individual foreign country with which you had transactions. The overflow sheet is also available in Microsoft Excel format. If you wish to receive a copy of the Excel file, send an e-mail message to [be-125@bea.gov](mailto:be-125@bea.gov) with your request and we will reply to you with the file attached to our message.

**OVERFLOW FOR SCHEDULE C OF FORM BE-125,  
 QUARTERLY SURVEY OF TRANSACTIONS IN SELECTED SERVICES  
 AND INTELLECTUAL PROPERTY WITH FOREIGN PERSONS**

(Only transaction codes 13, 16, and 23 are to be reported on this schedule. Do not combine service types.)

Company Name

Control Number

Overflow Page#  of

REPORT IN THOUSANDS OF U.S. DOLLARS (e.g., report \$1,555,555.00 as 1,556)												
Country	BEA USE ONLY	Transaction Code										
		Foreign affiliates			Foreign parent group			Unaffiliated foreign persons				
		Gross operating revenues	Goods exports	Foreign expenses	Gross operating revenues	Goods exports	Foreign expenses	Gross operating revenues	Goods exports	Foreign expenses		
	1	2	3	4	5	6	7	8	9	10	11	
BEA USE ONLY	00.											
Country total for this page (sum of 39–62) .....	01.											
--Select Country--	39.											
--Select Country--	40.											
--Select Country--	41.											
--Select Country--	42.											
--Select Country--	43.											
--Select Country--	44.											
--Select Country--	45.											
--Select Country--	46.											
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--Select Country--	59.											
--Select Country--	60.											
--Select Country--	61.											
--Select Country--	62.											

**NOTE** — Use this overflow sheet if there is insufficient space on Form BE-125, Schedule C, to list every individual foreign country with which you had transactions. The overflow sheet is also available in Microsoft Excel format. If you wish to receive a copy of the Excel file, send an e-mail message to [be-125@bea.gov](mailto:be-125@bea.gov) with your request and we will reply to you with the file attached to our message.