

Swiss Balance of Payments

Q2 2007

September 2007

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Balance of payments in Q2 2007

Overview

The current account surplus rose to CHF 22 billion, a CHF 5 billion increase on the second quarter of 2006. In particular, the surplus from foreign trade in goods and services expanded by CHF 4 billion, reflecting continued economic strength both in Switzerland and abroad as well as the favourable situation in the financial markets. Investment income displayed a CHF 15 billion surplus, up CHF 1 billion from the year-back quarter.

In the financial account, net outflows rose by CHF 1 billion year-on-year to reach CHF 20 billion. Portfolio investment accounted for the bulk of net capital outflows, contributing CHF 13 billion. Domestic investors primarily purchased debt securities abroad. Direct investment, by contrast, exhibited net capital inflows of CHF 5 billion compared with net capital outflows of CHF 8 billion in the second quarter of the previous year. Direct investment abroad plummeted from CHF 10 billion a year earlier to CHF 2 billion. This was chiefly due to the sale of participations abroad. Foreign direct investment in Switzerland increased from CHF 2 billion to CHF 7 billion owing to the higher level of retained earnings.

Balance of payments, net;^{1,*} CHF billions

Table 1

	2005 revised	2006 provisional	2006 Q2 provisional	2006 Q3 provisional	2006 Q4 provisional	2007 Q1 estimate	2007 Q2 estimate
Current account	62.8	73.6	17.1	17.3	20.0	20.4	22.2
Goods	3.0	5.1	1.1	2.9	0.7	2.4	2.6
Services	28.3	33.2	7.3	6.9	9.6	10.0	9.3
Labour income	-10.4	-11.0	-2.7	-2.8	-2.8	-2.9	-3.0
Investment income	56.9	59.2	14.4	13.3	16.8	13.0	15.1
Current transfers	-15.0	-12.9	-2.9	-3.0	-4.2	-2.1	-1.9
Capital transfers	-0.8	-3.4	-0.9	-0.8	-0.8	-0.9	-0.8
Financial account	-84.1	-90.9	-18.7	-23.5	-28.6	-13.0	-19.9
Direct investment	-63.9	-54.4	-8.1	-33.6	6.6	-1.8	5.3
Portfolio investment	-59.2	-53.5	-7.1	4.9	-7.9	-17.8	-13.4
Derivatives and structured products	n.a.	-3.7	-0.2	-2.9	1.9	-5.8	-5.1
Other investment, of which	16.3	21.2	-3.2	8.4	-28.2	11.7	-6.9
Commercial bank lending	1.9	23.5	-8.0	-3.9	-9.8	16.9	6.4
Corporate lending	16.7	15.1	-3.5	18.8	-9.0	-0.4	-5.0
Reserve assets	22.7	-0.4	-0.2	-0.2	-1.1	0.8	0.1
Net errors and omissions	22.1	20.7	2.4	7.0	9.5	-6.6	-1.5

1 The minus sign (-) indicates a surplus of imports over exports in the current account, and an export of capital in the other positions.

* Differences in aggregates, i.e. totals and sums of components, due to the rounding of figures.

Current account

Goods

Trade in goods (special trade) again experienced vigorous growth. Both exports and imports increased by 12% each from the year-earlier period. On the export side, sales rose across all industries, including the two major export segments, the chemical industry (+12%) and mechanical engineering (+13%). Imports of raw materials and semi-manufactures as well as capital goods exhibited especially strong growth, registering an increase of 20% and 17% respectively. Imports of consumer goods grew at a somewhat more moderate rate (+8%). Imports of energy sources dropped significantly from the year-earlier level (-16%). This decrease is due mainly to lower import volumes; prices declined only slightly.

Services

Exports of services displayed extraordinarily strong growth of 19% compared with the second quarter of 2006. Receipts from merchanting increased by almost half, reaching CHF 3 billion. Income from financial services expanded by one-third to CHF 5 billion. This development reflects the consistently buoyant demand for financial services of banks and the favourable trend in financial markets. Receipts from tourism and from licences and patents grew at a less rapid pace (+5% each).

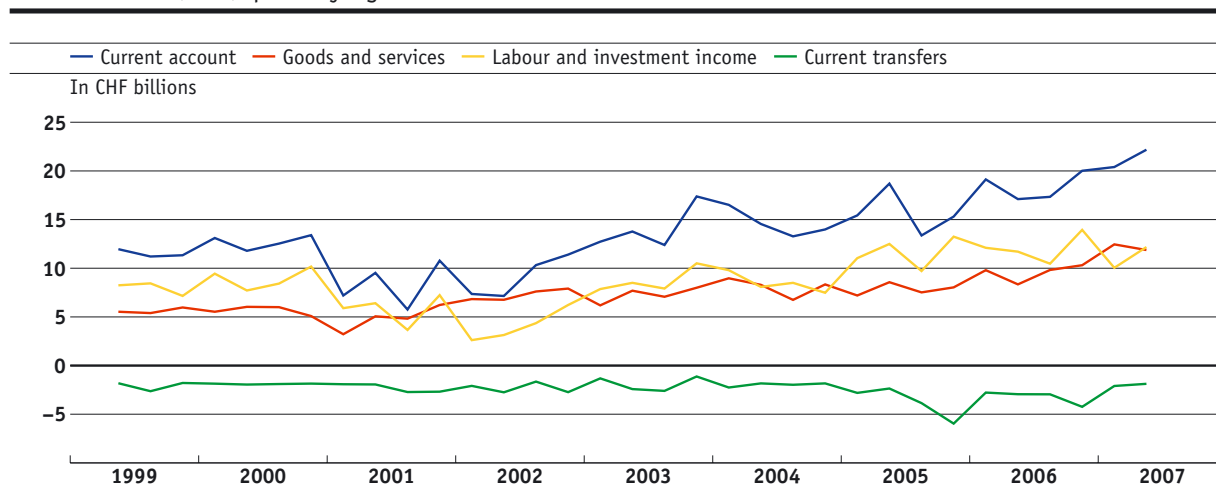
Imports of services advanced by 11%, mainly on the back of higher licence and patent fees, which rose to CHF 3 billion (+14%). Expenses in tourism increased by 9% year-on-year to reach CHF 4 billion.

Investment income

Income from investment abroad (receipts) grew by CHF 13 billion to CHF 45 billion compared with the year-earlier figure. Investment income paid to other countries rose by CHF 12 billion to CHF 30 billion. Receipts as well as expenses were determined by higher income from direct investment and higher interest income from the other investments (mainly bank lending).

In net terms, investment income grew by CHF 1 billion to CHF 15 billion.

Graph 1
Current account, net; quarterly figures



Financial account

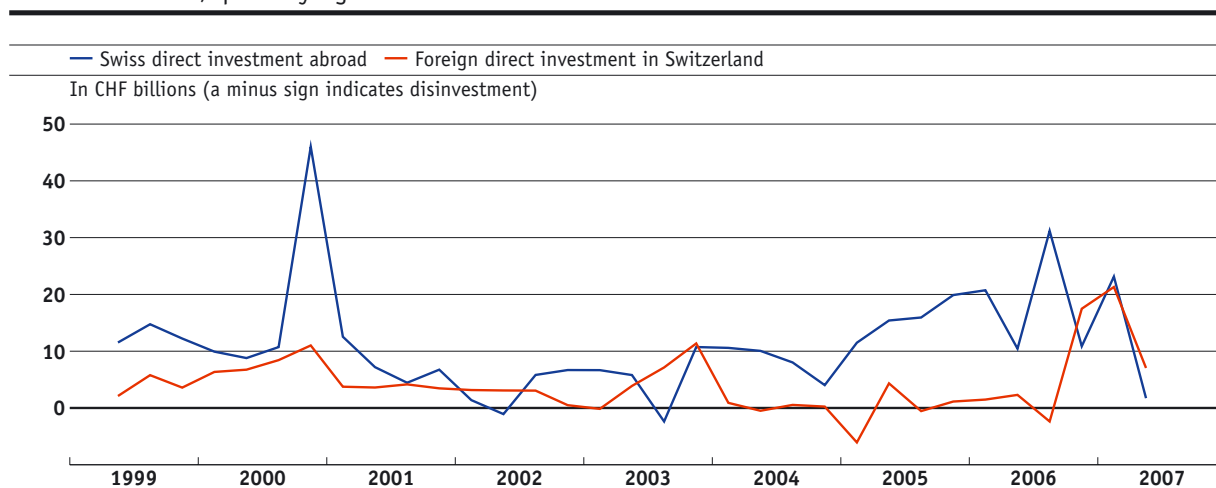
Direct investment

Direct investment abroad (capital outflows) amounted to CHF 2 billion. This was considerably less than in previous quarters, when Swiss companies had made exceptionally large acquisitions. Although further acquisitions were carried out in the second quarter of 2007, Swiss companies at the same time sold participations abroad on a larger scale. Divestment was made primarily in the insurance and chemical industries.

Foreign direct investment in Switzerland (capital inflows) came to CHF 7 billion, exceeding the year-earlier figure by CHF 5 billion. The lion's share of this investment – CHF 5 billion – went into finance and holding companies, mostly in the form of retained earnings. A total of CHF 3 billion was channelled into the manufacturing sector, mainly through takeovers. Foreign investors withdrew CHF 1 billion from the service sector (excluding finance and holding companies), particularly from the insurance industry.

Graph 2

Direct investment, quarterly figures



Portfolio investment

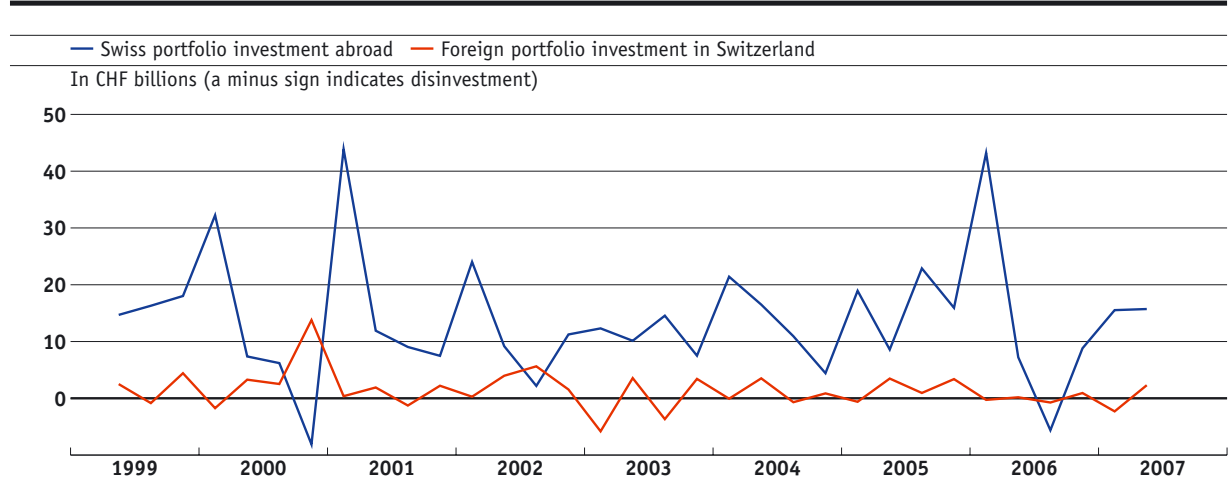
Swiss investors purchased foreign securities totalling CHF 16 billion (portfolio investment abroad). Three-quarters of these investments were conducted by banks, which sharply increased their trading portfolios. Swiss investors bought CHF 15 billion in debt securities. Half of this amount flowed into Swiss franc securities. CHF 4 billion was invested in investment fund certificates, while shares were sold again (CHF -3 billion).

Foreign investors purchased Swiss securities in the amount of CHF 2 billion. CHF 3 billion went into equity securities, while debt securities exhibited a net sale of CHF 1 billion.

The export surplus in portfolio investment amounted to a net CHF 13 billion.

Graph 3

Portfolio investment, quarterly figures



Derivatives and structured products

Domestic investors purchased CHF 3 billion in structured products of foreign issuers (Q2 2006: CHF 2 billion). Foreign investors sold CHF 2 billion in structured products of Swiss issuers. In the case of derivatives, inflows and outflows were almost in balance. Overall, turnover in derivatives and structured products resulted in a net capital outflow of CHF 5 billion.

Lending and deposit business of banks

Banks' lending and deposit business yielded a net capital inflow of CHF 6 billion; in the year-back period, banks had exported a net CHF 8 billion.

In the second quarter of 2007, banks reduced assets and liabilities from interbank business, giving a net capital inflow of CHF 15 billion. In business with customers abroad, the banks extended CHF 16 billion in loans, while accepting CHF 7 billion in deposits. This resulted in a net capital outflow of CHF 9 billion.

Corporate lending

Corporate lending is a collective item. It contains corporate financial flows that are not covered by either direct investment or portfolio investment. Some of these relate to capital deposited by domestic companies with banks abroad, or borrowed by domestic companies from banks abroad. Capital market transactions by finance companies are another important element. Corporate lending also includes insurers' liabilities arising out of cross-border insurance business. The corporate lending item showed a capital outflow of CHF 5 billion in the second quarter of 2007, up CHF 1 billion from the year-back quarter. In the case of finance and holding companies in particular, loans extended abroad exceeded deposits received from abroad (net capital outflow of CHF 11 billion).

Reserve assets

The National Bank sold securities, thereby reducing the reserve assets by CHF 0.1 billion. In the second quarter of 2007, the SNB sold 14 tonnes of gold to the private sector under the gold sales agreement of 8 March 2004. Gold sales to the private sector are referred to as demonetisation of gold, which is not recorded under reserve assets according to the balance of payments methodology. The sales are shown under the other investment item.

Quarterly estimates of the balance of payments

Sources

The quarterly estimates of the balance of payments are based mainly on data collected by the SNB from banks, insurance companies and companies in other industries. Data on foreign goods trade are derived from the trade statistics of the Federal Customs Administration. If no data are available, the transactions are estimated on the basis of indicators.

Revision procedure

At the time of publication, results for the quarter under review were not yet available for all companies surveyed. For revisions, information supplied after the deadline and new data from secondary sources are taken into account; provisional estimates are revised or replaced.

Quarterly figures for the current year are revised in connection with the publication of the quarterly estimate of the balance of payments.

The quarterly figures for the previous year are revised in August based on the data in the annual publication *Swiss Balance of Payments*. In addition, the quarterly figures on direct investment for the previous year are revised in January based on the data in the annual report on the *Development of direct investment* (December).

The 2006 revisions primarily related to figures on trade in services, investment income, direct investment and corporate lending.

Changes since Q1 2007

As of this publication of the quarterly balance of payments, purchases and sales of derivatives and structured products are shown. Derivatives are forward contracts whose value is derived from the value of one or more underlying variables. Structured products are standardised debt certificates that combine the properties of two or more financial instruments, thus forming a new investment product.

Supplementary information

For comments on the individual positions in the balance of payments as well as the methodological and legal basis, see our annual publication, *Swiss Balance of Payments*. It may be accessed on the SNB website (www.snb.ch) under *Publications* (pdf file).

Appendix

Tables

- Swiss balance of payments
- Direct investment
- Portfolio investment
- Corporate lending

Swiss balance of payments^{1,*} in CHF billions

	2005 revised	2006 provisional	2006 Q2 provisional	2006 Q3 provisional	2006 Q4 provisional	2007 Q1 estimate	2007 Q2 estimate
I. Current account net	62.8	73.6	17.1	17.3	20.0	20.4	22.2
Goods net	3.0	5.1	1.1	2.9	0.7	2.4	2.6
Special trade ² , net	7.9	12.1	2.8	3.8	3.3	3.3	3.3
Receipts	157.0	177.5	43.7	43.3	47.6	48.3	49.2
Expenses	-149.1	-165.4	-40.9	-39.4	-44.3	-45.0	-45.9
Other trade, net	-4.9	-7.0	-1.7	-0.9	-2.6	-0.9	-0.7
Receipts	6.5	8.2	1.9	2.1	2.4	2.3	2.6
Expenses	-11.4	-15.2	-3.6	-3.0	-5.0	-3.1	-3.4
Services net	28.3	33.2	7.3	6.9	9.6	10.0	9.3
Receipts	58.8	65.1	15.5	16.0	17.4	17.5	18.4
Expenses	-30.5	-31.9	-8.2	-9.1	-7.8	-7.5	-9.1
Tourism, net	1.5	1.0	-0.1	-0.3	0.0	1.4	-0.2
Receipts	12.5	13.3	3.3	3.6	3.1	3.6	3.5
Expenses	-11.1	-12.4	-3.4	-3.9	-3.0	-2.2	-3.7
Financial services, net	11.7	13.1	3.1	3.1	3.6	3.7	4.1
Receipts	13.0	14.7	3.5	3.4	4.0	4.2	4.6
Expenses	-1.3	-1.6	-0.4	-0.4	-0.4	-0.5	-0.5
Other services, net	15.1	19.2	4.3	4.1	6.0	4.9	5.4
Labour income and investment income net	46.5	48.2	11.7	10.5	13.9	10.0	12.2
Labour income, net	-10.4	-11.0	-2.7	-2.8	-2.8	-2.9	-3.0
Receipts	2.0	2.1	0.5	0.5	0.5	0.5	0.5
Expenses	-12.5	-13.1	-3.2	-3.3	-3.3	-3.5	-3.5
Investment income, net	56.9	59.2	14.4	13.3	16.8	13.0	15.1
Receipts	126.5	131.6	31.9	31.2	39.7	33.2	45.0
Portfolio investment	26.5	30.8	7.6	7.8	8.1	8.5	9.2
Direct investment	75.8	64.4	15.1	14.1	21.4	14.0	20.7
Other investment income	24.2	36.4	9.3	9.3	10.3	10.6	15.1
Expenses	-69.5	-72.4	-17.5	-17.9	-23.0	-20.2	-29.9
Portfolio investment	-13.8	-16.9	-4.3	-4.4	-4.4	-4.7	-5.2
Direct investment	-36.1	-23.2	-4.9	-5.2	-9.4	-6.5	-10.9
Other investment income	-19.6	-32.2	-8.2	-8.4	-9.1	-9.1	-13.7
Current transfers net	-15.0	-12.9	-2.9	-3.0	-4.2	-2.1	-1.9
II. Capital transfers net	-0.8	-3.4	-0.9	-0.8	-0.8	-0.9	-0.8
III. Financial account net	-84.1	-90.9	-18.7	-23.5	-28.6	-13.0	-19.9
Direct investment net	-63.9	-54.4	-8.1	-33.6	6.6	-1.8	5.3
Swiss direct investment abroad	-62.7	-73.2	-10.4	-31.2	-10.9	-23.1	-1.7
Equity capital	-22.4	-46.3	-4.1	-8.0	-15.7	-16.3	5.3
Reinvested earnings	-40.3	-21.7	-6.1	-6.1	-3.3	-7.6	-7.6
Other capital	0.0	-5.2	-0.2	-17.1	8.1	0.7	0.6
Foreign direct investment in Switzerland	-1.2	18.9	2.3	-2.4	17.5	21.3	7.0
Equity capital	-0.5	8.5	-0.4	0.3	8.1	17.5	0.5
Reinvested earnings	-2.9	9.8	0.7	4.1	2.5	3.6	6.9
Other capital	2.2	0.6	1.9	-6.7	6.9	0.2	-0.3

	2005 revised	2006 provisional	2006 Q2 provisional	2006 Q3 provisional	2006 Q4 provisional	2007 Q1 estimate	2007 Q2 estimate
Portfolio investment net	-59.2	-53.5	-7.1	4.9	-7.9	-17.8	-13.4
Swiss portfolio investment abroad	-66.3	-53.6	-7.2	5.6	-8.8	-15.5	-15.7
Debt securities	-44.3	-36.1	-2.6	7.8	-8.5	-12.8	-14.9
Bonds and notes	-48.5	-46.4	-6.3	2.0	-6.3	-18.6	-15.8
Money market instruments	4.2	10.3	3.7	5.8	-2.3	5.8	0.9
Equity securities	-22.0	-17.5	-4.6	-2.2	-0.3	-2.7	-0.9
Foreign portfolio investment in Switzerland	7.2	0.1	0.2	-0.7	0.9	-2.3	2.3
Debt securities	2.1	-0.6	0.6	-0.1	-0.2	0.8	-0.9
Bonds and notes	-1.5	-1.0	0.7	-0.4	-0.1	0.0	-1.2
Money market instruments	3.5	0.3	-0.1	0.2	-0.1	0.8	0.3
Equity securities	5.1	0.7	-0.4	-0.6	1.1	-3.1	3.2
Derivatives and structured products net	0.0	-3.7	-0.2	-2.9	1.9	-5.8	-5.1
Other investment net	16.3	21.2	-3.2	8.4	-28.2	11.7	-6.9
Commercial bank lending, net	1.9	23.5	-8.0	-3.9	-9.8	16.9	6.4
Claims abroad	-73.5	-33.4	-15.7	-12.1	62.0	-239.0	62.9
Claims against banks	-71.4	-14.5	-13.0	-4.1	63.0	-231.1	79.1
Other claims	-2.0	-18.8	-2.7	-8.0	-1.0	-8.0	-16.2
Liabilities abroad	75.4	56.9	7.7	8.2	-71.8	255.9	-56.5
Liabilities towards banks	72.4	53.6	4.7	15.7	-74.9	256.4	-63.9
Other liabilities	3.0	3.3	3.0	-7.5	3.1	-0.5	7.4
Corporate lending ³ , net	16.7	15.1	-3.5	18.8	-9.0	-0.4	-5.0
Claims abroad	3.2	4.8	-5.7	10.2	-4.8	-28.3	-15.6
Liabilities abroad	13.5	10.3	2.2	8.6	-4.3	27.9	10.6
Government lending, net	0.1	0.5	-0.1	0.0	0.6	0.0	-6.0
National Bank lending, net	-1.5	0.5	5.5	-1.2	-3.3	1.6	-3.2
Other, net	-0.9	-18.5	2.9	-5.4	-6.6	-6.3	0.9
Reserve assets total	22.7	-0.4	-0.2	-0.2	-1.1	0.8	0.1
IV. Net errors and omissions	22.1	20.7	2.4	7.0	9.5	-6.6	-1.5

1 The minus sign (-) indicates a surplus of imports over exports in the current account, and an export of capital in the other items.

2 As of 2002, special trade has also included electrical energy. In addition, it covers processing of goods for foreign account, processing abroad for domestic account and returned goods, all of which, until 2001, were included under other trade.

3 Intragroup lending is shown under direct investment.

* Differences in aggregates, i.e. totals and sums of components, due to the rounding of figures.

Swiss direct investment abroad

Capital outflows: breakdown by economic activity and type of capital^{1,*} in CHF billions

	2005 revised	2006 provisional	2006 Q2 provisional	2006 Q3 provisional	2006 Q4 provisional	2007 Q1 estimate	2007 Q2 estimate
Total							
All types of capital	-62.7	-73.2	-10.4	-31.2	-10.9	-23.1	-1.7
Equity capital	-22.4	-46.3	-4.1	-8.0	-15.7	-16.3	5.3
Reinvested earnings	-40.3	-21.7	-6.1	-6.1	-3.3	-7.6	-7.6
Other capital	0.0	-5.2	-0.2	-17.1	8.1	0.7	0.6
Manufacturing							
All types of capital	-27.0	-45.1	-11.9	-11.6	-7.8	-9.9	0.2
Equity capital	-10.7	-19.6	-1.7	-5.2	-6.5	-2.5	5.1
Reinvested earnings	-16.7	-13.5	-4.1	-4.1	-1.3	-3.3	-3.3
Other capital	0.5	-12.0	-6.1	-2.3	-0.1	-4.2	-1.6
Services²							
All types of capital	-26.3	-29.3	-4.5	-6.1	-8.3	-9.6	-1.7
Equity capital	-9.8	-13.5	-0.7	-0.8	-6.1	-7.5	0.7
Reinvested earnings	-10.6	-20.0	-5.0	-5.0	-5.0	-2.8	-2.8
Other capital	-5.9	4.2	1.2	-0.3	2.7	0.6	0.4
Finance and holding companies							
All types of capital	-9.4	1.1	5.9	-13.5	5.3	-3.6	-0.3
Equity capital	-1.9	-13.2	-1.6	-2.0	-3.1	-6.3	-0.4
Reinvested earnings	-13.0	11.8	2.9	2.9	2.9	-1.6	-1.6
Other capital	5.5	2.6	4.6	-14.5	5.5	4.3	1.8

Foreign direct investment in Switzerland

Capital inflows: breakdown by economic activity and type of capital^{1,*} in CHF billions

	2005 revised	2006 provisional	2006 Q2 provisional	2006 Q3 provisional	2006 Q4 provisional	2007 Q1 estimate	2007 Q2 estimate
Total							
All types of capital	-1.2	18.9	2.3	-2.4	17.5	21.3	7.0
Equity capital	-0.5	8.5	-0.4	0.3	8.1	17.5	0.5
Reinvested earnings	-2.9	9.8	0.7	4.0	2.5	3.6	6.9
Other capital	2.2	0.6	1.9	-6.7	6.9	0.2	-0.3
Manufacturing							
All types of capital	0.6	3.8	0.8	-0.7	0.6	18.3	2.9
Equity capital	0.0	1.4	0.7	0.3	0.1	16.9	2.8
Reinvested earnings	0.8	1.6	0.4	0.4	0.4	1.0	1.0
Other capital	-0.2	0.9	-0.3	-1.4	0.1	0.5	-0.8
Services²							
All types of capital	6.2	10.3	3.5	0.0	8.8	2.1	-1.1
Equity capital	2.1	7.0	-1.0	-0.1	8.0	0.7	-2.8
Reinvested earnings	3.8	5.4	1.4	1.4	1.4	1.2	1.2
Other capital	0.4	-2.1	3.2	-1.3	-0.6	0.2	0.6
Finance and holding companies							
All types of capital	-8.0	4.7	-2.1	-1.7	8.1	0.8	5.2
Equity capital	-2.6	0.1	0.0	0.1	-0.1	0.0	0.5
Reinvested earnings	-7.4	2.8	-1.0	2.3	0.8	1.4	4.8
Other capital	2.0	1.8	-1.0	-4.0	7.4	-0.5	-0.1

1 The minus sign (-) indicates an outflow of capital.

2 Excluding finance and holding companies.

* Differences in aggregates, i.e. totals and sums of components, due to the rounding of figures.

Swiss portfolio investment abroad¹ in CHF billions

	2005	2006	2006	2006	2006	2007	2007
	revised	provisional	Q2 provisional	Q3 provisional	Q4 provisional	Q1 estimate	Q2 estimate
Debt securities							
Bonds	-48.5	-46.4	-6.3	2.0	-6.3	-18.6	-15.8
Money market instruments	4.2	10.3	3.7	5.8	-2.3	5.8	0.9
Total	-44.3	-36.1	-2.6	7.8	-8.5	-12.8	-14.9
of which							
CHF	-12.2	-12.7	-3.3	0.4	-2.4	-3.6	-7.8
EUR	-10.4	-18.4	-1.3	6.2	-4.7	-5.5	-1.9
USD	-14.6	-1.0	0.9	1.1	-0.1	-1.7	-2.4
Other	-7.1	-4.0	1.0	0.1	-1.4	-2.0	-2.7
Equity securities							
Shares	6.1	5.4	1.4	2.0	3.0	2.1	3.4
Investment funds	-28.1	-22.9	-6.1	-4.2	-3.2	-4.8	-4.2
Total	-22.0	-17.5	-4.6	-2.2	-0.3	-2.7	-0.9
of which							
CHF	-5.5	-6.7	-2.5	-1.3	0.5	-1.3	0.0
EUR	-9.1	-1.1	-0.7	0.7	1.0	-0.1	-1.9
USD	-5.0	-10.1	-2.1	-1.8	-1.6	-0.2	-0.4
Other	-2.4	0.3	0.6	0.3	-0.2	-1.2	1.3
Debt securities and equity securities total	-66.3	-53.6	-7.2	5.6	-8.8	-15.5	-15.7

Foreign portfolio investment in Switzerland¹ in CHF billions

	2005	2006	2006	2006	2006	2007	2007
	revised	provisional	Q2 provisional	Q3 provisional	Q4 provisional	Q1 estimate	Q2 estimate
Debt securities							
Bonds	-1.5	-1.0	0.7	-0.4	-0.1	0.0	-1.2
Money market instruments	3.5	0.3	-0.1	0.2	-0.1	0.8	0.3
Total	2.1	-0.6	0.6	-0.1	-0.2	0.8	-0.9
of which							
CHF	1.8	-0.7	0.6	-0.2	-0.2	0.7	-0.9
EUR	-0.1	-0.1	0.0	0.0	-0.1	0.1	0.0
USD	0.4	0.1	0.0	0.1	0.0	0.0	0.0
Other	0.1	0.0	0.0	0.0	0.1	0.0	0.0
Equity securities							
Shares	-2.8	-5.5	-3.0	-2.0	1.3	-4.7	1.8
Investment funds	7.9	6.2	2.6	1.4	-0.2	1.5	1.4
Total	5.1	0.7	-0.4	-0.6	1.1	-3.1	3.2
of which							
CHF	-4.7	-7.3	-3.6	-2.3	1.0	-5.2	1.4
EUR	6.4	2.4	1.0	0.8	-0.8	0.1	0.1
USD	3.2	5.6	2.3	1.0	0.7	1.9	1.9
Other	0.2	-0.1	-0.1	0.0	0.1	0.1	-0.2
Debt securities and equity securities total	7.2	0.1	0.2	-0.7	0.9	-2.3	2.3

1 The minus sign (-) indicates an outflow of capital.

Corporate lending by economic activity^{1,2}

Claims abroad^{3,*} in CHF billions

	2005	2006	2006	2006	2006	2007	2007
	revised	provisional	Q2 provisional	Q3 provisional	Q4 provisional	Q1 estimate	Q2 estimate
Manufacturing	3.0	0.3	0.7	-0.4	-0.5	-0.9	1.3
Chemicals and plastics	2.2	-0.4	0.7	-0.2	-0.2	-1.9	1.9
Metals and machinery	0.6	0.2	0.0	-0.1	0.0	0.0	0.0
Electronics, energy, optical and watchmaking	-0.1	0.4	-0.2	0.0	-0.3	1.0	-0.6
Other manufacturing and construction	0.2	0.1	0.2	-0.1	0.0	0.0	0.0
Services	0.2	4.5	-6.4	10.6	-4.2	-27.4	-16.9
Trade	-5.3	-0.5	-1.5	0.9	-1.2	-2.4	-5.8
Finance and holding companies	10.0	0.8	-6.6	11.1	-2.5	-18.8	-13.3
Insurance	-4.6	4.1	2.4	-1.2	-1.0	-5.9	2.7
Transportation and communications	0.7	-0.1	-0.1	0.0	0.2	-0.2	0.0
Other services	-0.7	0.2	-0.6	-0.2	0.3	-0.1	-0.4
Total	3.2	4.8	-5.7	10.2	-4.8	-28.3	-15.6

Liabilities abroad^{3,*} in CHF billions

	2005	2006	2006	2006	2006	2007	2007
	revised	provisional	Q2 provisional	Q3 provisional	Q4 provisional	Q1 estimate	Q2 estimate
Manufacturing	0.3	-0.4	-1.4	0.8	-0.5	1.4	0.3
Chemicals and plastics	0.4	0.4	-1.1	0.8	-0.7	1.1	-1.4
Metals and machinery	-0.3	0.3	0.0	0.0	0.3	0.1	0.2
Electronics, energy, optical and watchmaking	0.1	-1.0	-0.1	0.0	-0.1	-0.3	1.5
Other manufacturing and construction	0.0	-0.1	-0.3	0.1	0.0	0.5	-0.1
Services	13.2	10.7	3.7	7.7	-3.8	26.6	10.4
Trade	6.3	-0.5	-1.1	-1.1	3.6	4.9	7.2
Finance and holding companies	-1.2	11.4	3.7	10.1	-6.5	16.3	2.7
Insurance	7.9	-1.1	0.0	-1.4	-0.9	5.3	0.3
Transportation and communications	0.1	0.0	0.1	-0.1	0.1	0.0	0.1
Other services	0.2	0.8	0.9	0.2	-0.1	0.0	0.0
Total	13.5	10.3	2.2	8.6	-4.3	27.9	10.6

1 The breakdown by sector and by economic activity refers to the company's core business in Switzerland.

2 Excluding intragroup lending, which is shown under direct investment.

3 The minus sign (-) indicates an outflow of capital.

* Differences in aggregates, i.e. totals and sums of components, due to the rounding of figures.