



Economics Group

Jay H. Bryson, Global Economist
jay.bryson@wellsfargo.com • (704) 410-3274
Tim Quinlan, Economist
tim.quinlan@wellsfargo.com • (704) 410-3283

Strong TIC Inflows in October

Foreign investors generally remain enamored with U.S. Treasury notes and bonds. The United States is not having problems financing its current account deficit at present.

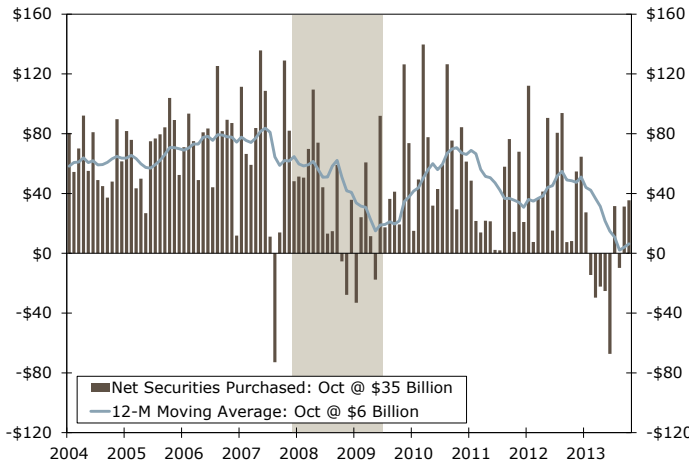
Strong Foreign Interest in Treasury Securities

- Foreign net purchases of long-term U.S. securities totaled \$35.4 billion in October, which represents a 10-month high.
- Strength in foreign purchases of long-term U.S. securities continues to be concentrated in Treasury notes and bonds. Foreign private investors bought \$41.6 billion of these securities in October.

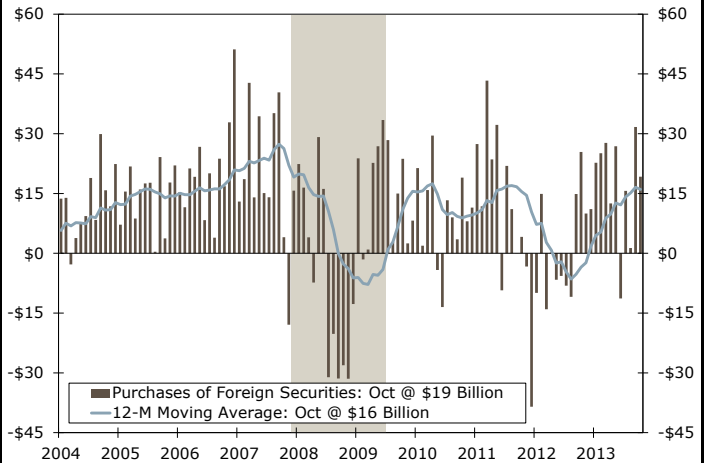
Overall Capital Inflows Remain Strong

- Net U.S. purchases of foreign long-term securities totaled \$19.2 billion, close to the run rate over the past 12 months.
- Including short-term instruments like bank deposits, foreign capital inflows totaled \$194.9 billion in October. Although the monthly capital flow numbers can be volatile, the data show that the United States is having little trouble financing its current account deficit at present.

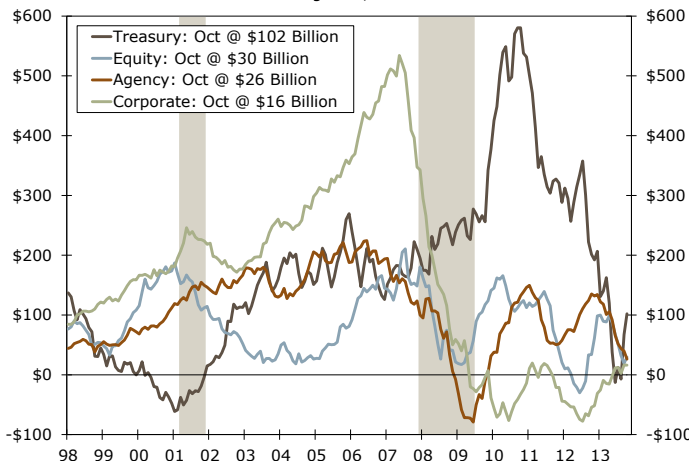
Net Long-Term Flows
Billions of Dollars



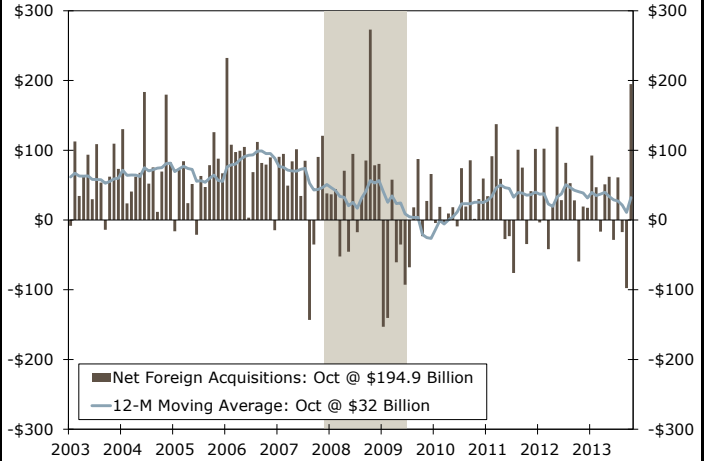
U.S. Purchases of Foreign Securities
Billions of Dollars



Foreign Private Purchases of U.S. Securities
12-Month Moving Sum, Billions of Dollars



Monthly Net TIC Flows
Billions of Dollars



Wells Fargo Securities, LLC Economics Group

Diane Schumaker-Krieg	Global Head of Research, Economics & Strategy	(704) 410-1801 (212) 214-5070	diane.schumaker@wellsfargo.com
John E. Silvia, Ph.D.	Chief Economist	(704) 410-3275	john.silvia@wellsfargo.com
Mark Vitner	Senior Economist	(704) 410-3277	mark.vitner@wellsfargo.com
Jay H. Bryson, Ph.D.	Global Economist	(704) 410-3274	jay.bryson@wellsfargo.com
Sam Bullard	Senior Economist	(704) 410-3280	sam.bullard@wellsfargo.com
Nick Bennenbroek	Currency Strategist	(212) 214-5636	nicholas.bennenbroek@wellsfargo.com
Eugenio J. Alemán, Ph.D.	Senior Economist	(704) 410-3273	eugenio.j.aleman@wellsfargo.com
Anika R. Khan	Senior Economist	(704) 410-3271	anika.khan@wellsfargo.com
Azhar Iqbal	Econometrician	(704) 410-3270	azhar.iqbal@wellsfargo.com
Tim Quinlan	Economist	(704) 410-3283	tim.quinlan@wellsfargo.com
Michael A. Brown	Economist	(704) 410-3278	michael.a.brown@wellsfargo.com
Sarah Watt House	Economist	(704) 410-3282	sarah.house@wellsfargo.com
Michael T. Wolf	Economist	(704) 410-3286	michael.t.wolf@wellsfargo.com
Sara Silverman	Economic Analyst	(704) 410-3281	sara.silverman@wellsfargo.com
Zachary Griffiths	Economic Analyst	(704) 410-3284	zachary.griffiths@wellsfargo.com
Mackenzie Miller	Economic Analyst	(704) 410-3358	mackenzie.miller@wellsfargo.com
Blaire Zachary	Economic Analyst	(704) 410-3359	blaire.a.zachary@wellsfargo.com
Peg Gavin	Executive Assistant	(704) 410-3279	peg.gavin@wellsfargo.com
Cyndi Burris	Senior Admin. Assistant	(704) 410-3272	cyndi.burris@wellsfargo.com

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