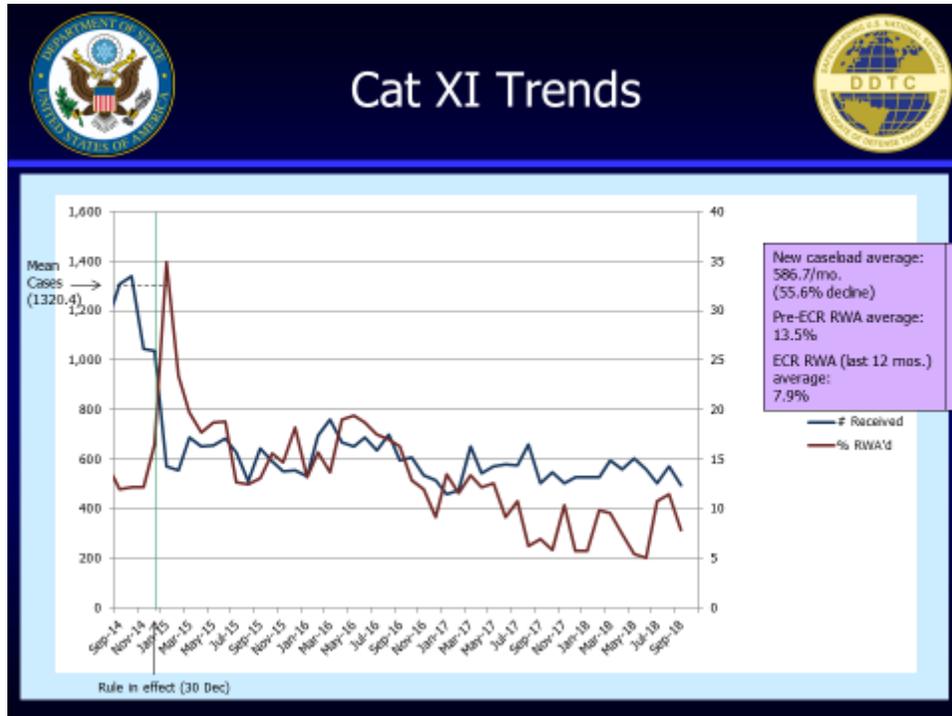


License Applications and Exports

The Fifth USML to CCL Regulatory Change Military Electronics

December 30, 2014 to September 30, 2018

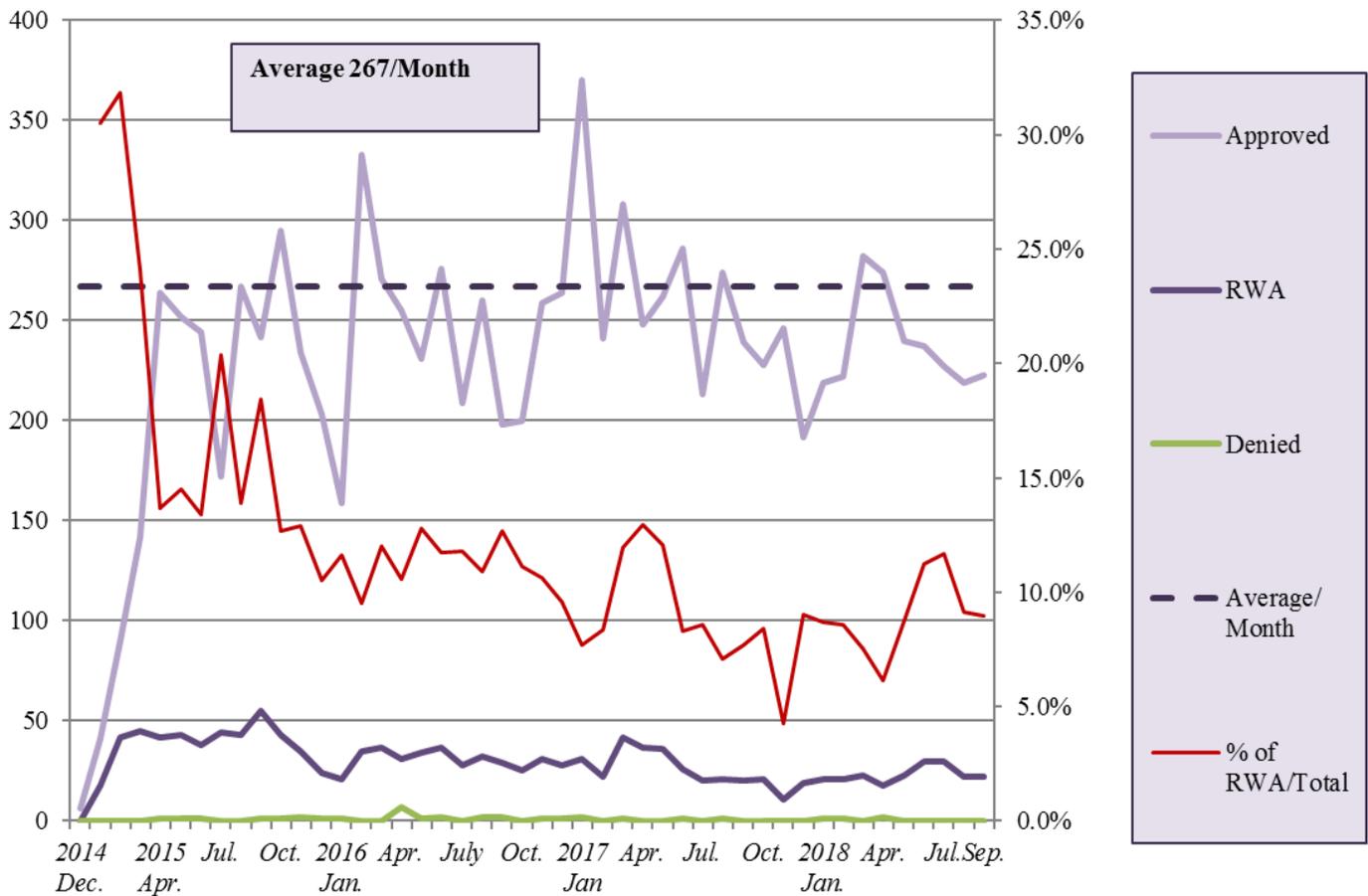
The license applications for items in category XI – Military Electronics of the United States Munitions List (USML) have declined 55.6% from an average of 1,320 to 587 per month through September 30, 2018. The average monthly drop of 733 license applications is the result of certain items transitioning to the Commerce Control List (CCL) under USML to CCL Transition Rule Fifth effective on December 30, 2014.



Source: The Directorate of Defense Trade Controls of the U.S. Department of State, October 26, 2018

Since the fifth USML to CCL regulatory change became effective on December 30, 2014, the average number of BIS license applications for the eight 600-Series items created by this rule is 267 per month through September 30, 2018. The approval rate is 88.4%.

BIS License Applications for the Fifth USML to CCL Regulatory Change
 December 30, 2014 to September 30, 2018



Source: Commerce U.S. Exports Exporter Support System, October 3, 2018

From the effective date of December 30, 2014 to September 30, 2018, U.S. exports of items in the fifth USML to CCL regulatory change – Military Electronics items (3y611 and 9y620) under BIS jurisdiction totaled 42,659 shipments for \$2.8 billion.

**U.S. Exports under the Fifth USML to CCL Regulatory Change
 under BIS Jurisdiction**

December 30, 2014 to September 30, 2018
 \$million



Source: Automated Export System, November 8, 2018

**U.S. Quarterly Exports under the Fifth USML to CCL Regulatory Change
 under BIS Jurisdiction**

December 30, 2014 to September 30, 2018
 \$million



Source: Automated Export System, November 8, 2018

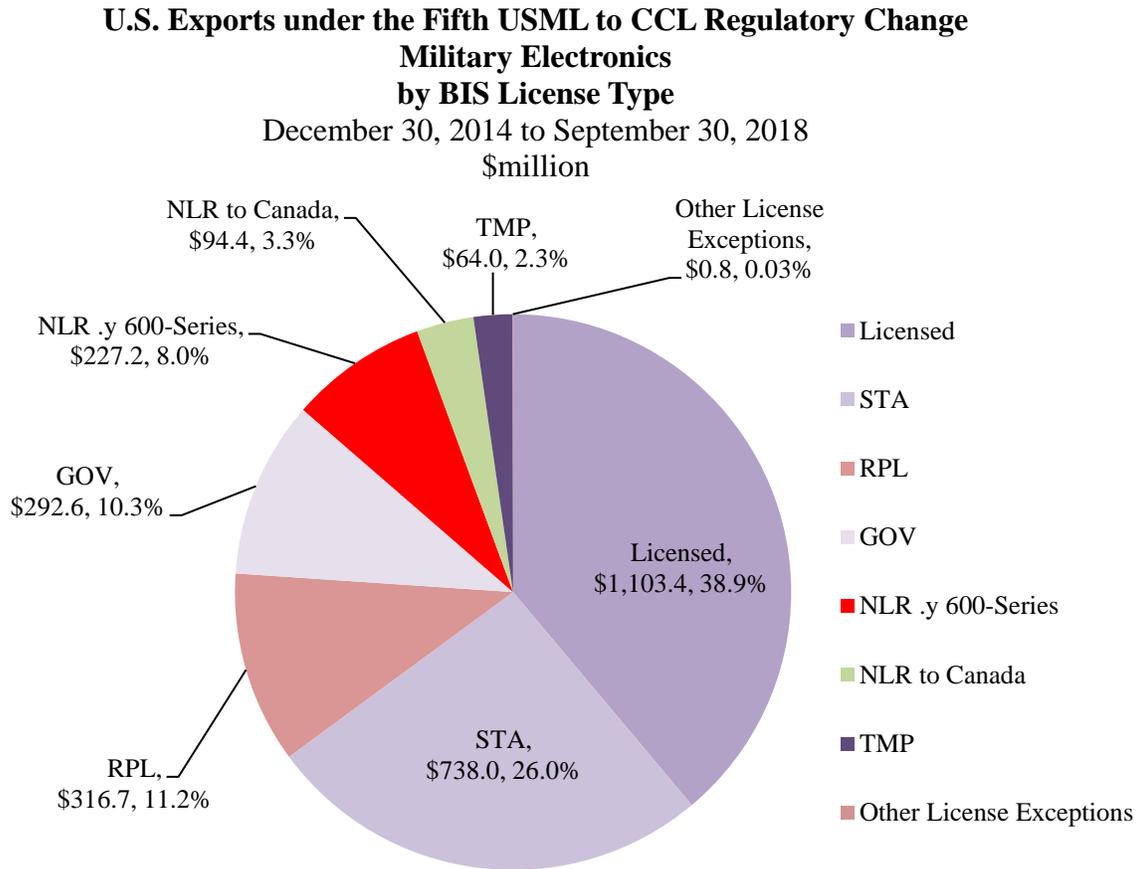
**The Fifth USML to CCL Regulatory Change-Military Electronics
 Top 15 Destinations of U.S. Exports under BIS Jurisdiction**

December 30, 2014 to September 30, 2018

Country	Shipment Count	% of Total Shipment Count	Value \$million	% of Total Value
Japan	5,079	11.9%	\$760.0	26.8%
United Kingdom	5,712	13.4%	\$240.8	8.5%
Saudi Arabia	960	2.3%	\$190.8	6.7%
South Korea	2,180	5.1%	\$178.4	6.3%
Australia	1,918	4.5%	\$129.1	4.5%
Canada	2,595	6.1%	\$127.8	4.5%
United Arab Emirates	624	1.5%	\$116.1	4.1%
Germany	2,251	5.3%	\$103.7	3.7%
Italy	2,149	5.0%	\$98.9	3.5%
Israel	1,760	4.1%	\$82.1	2.9%
Taiwan	521	1.2%	\$69.4	2.4%
France	1,726	4.0%	\$62.6	2.2%
Turkey	964	2.3%	\$51.1	1.8%
Denmark	651	1.5%	\$49.9	1.8%
Afghanistan	786	1.8%	\$45.7	1.6%
Top 15 Total	29,876		\$2,306.2	
Top 15 Total/Grand Total		70.0%		81.3%
Grand Total	42,659		\$2,837.1	

Source: Automated Export System, November 8, 2018

Of the \$2.8 billion in U.S. exports of 600-series items in the fifth USML to CCL regulatory change under BIS jurisdiction from December 30, 2014 to September 30, 2018, licensed exports totaled \$1.1 billion (38.9% of the total); Strategic Trade Authorization (STA) totaled \$738.0 million (26.0%) and Servicing and replacement of parts and equipment (RPL) totaled \$316.7 million (11.2%).



Source: Automated Export System, November 8, 2018

BIS License Exceptions:

STA: Strategic Trade Authorization

RPL: Servicing and replacement of parts and equipment

GOV: Governments, international organizations, international inspections under the Chemical Weapons Convention, and the International Space Station

NLR: No License Required

TMP: Temporary imports, exports, reexports, and transfers (in-country)