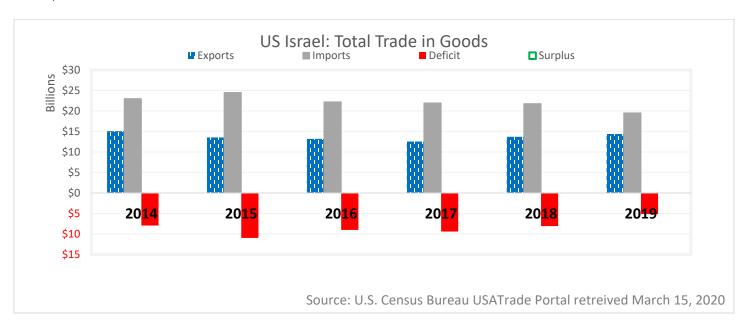


### U.S. Trade with Israel

#### I. Total U.S. Trade in goods with Israel

In 2019, U.S. exports to Israel totaled \$14.4 billion, a 4.9% (\$670.0 million) increase from 2018; U.S. imports from Israel totaled \$19.5 billion, a 10.4% (\$2.3 billion) decrease; and the trade deficit was \$5.1 billion, a 36.4% (\$2.9 billion) decrease.



In 2019, <u>0.9%</u> of total <u>U.S. exports</u> were shipped to Israel while <u>0.8%</u> of total <u>U.S. Imports</u> were delivered from Israel. In 2019, the level of U.S. exports to Israel is above and the level of U.S. imports from the Israel is below the prior five-year average level by value not adjusted for inflation. In the last six years, the U.S. keeps a trade deficit with Israel.

	2014	2015	2016	2017	2018	2019	2014-2018 Average		
EXPORTS	\$15,073.0	\$13,539.2	\$13,199.4	\$12,547.6	\$13,707.1	\$14,376.8	\$13,613.3		
Δvalue		-\$1,533.7	-\$339.8	-\$651.8	\$1,159.5	\$669.7			
Δpct		-10.2%	-2.5%	-4.9%	9.2%	4.9%			
IMPORTS	\$23,007.1	\$24,494.8	\$22,203.1	\$21,945.0	\$21,770.9	\$19,506.9	\$22,684.2		
Δvalue		\$1,487.7	-\$2,291.7	-\$258.1	-\$174.0	-\$2,264.0			
∆pct		6.5%	-9.4%	-1.2%	-0.8%	-10.4%			
BALANCE	(\$7,934.1)	(\$10,955.6)	(\$9,003.6)	(\$9,397.3)	(\$8,063.8)	(\$5,130.1)	(\$9,070.9)		
Δvalue		(\$3,021.5)	\$1,951.9	(\$393.7)	\$1,333.5	<i>\$2,933.7</i>			
∆pct		38.1%	-17.8%	4.4%	-14.2%	-36.4%			
Δρει	Δpct 38.1% -17.8% 4.4% -14.2% -36.4%  Values in Millions of U.S. Dollars. Source: U.S. Census Bureau USATrade Portal March 15, 2020								



### U.S. Trade with Israel

In 2019, of the \$14.4 billion in U.S. exports to Israel, the top commodity sectors were Stone, Glass, & Semiprecious Metals (29.9%), Machinery and Mechanical Appliances (22.2%) and Transportation Equipment (16.9%).

In 2019, of the \$19.5 billion in U.S. imports from Israel, the top commodity sectors were Stone, Glass, & Semiprecious Metals (36.0%), Chemicals, Plastics, and Leather goods (19.8%), and Machinery and Mechanical Appliances (15.0%).

Imports from Israel by Sector	Israel Commodity Trade 2019	US exports to Israel by Sector
\$19,506,930,113	Total Value All Commodities	\$14,376,811,264
1.9%	Agriculture (Chapters 01-24)	4.4%
0.4%	Minerals (Chapters 25-27)	3.3%
19.8%	Chemicals, Plastics, Leather (Chapters 28-43)	9.7%
0.5%	Wood Products (Chapters 44-49)	0.7%
1.6%	Textiles and Footwear (Chapters 50-67)	0.6%
36.0%	Stone, Glass, & Semiprecious Metals (Chapters 68-71)	29.9%
2.5%	Base metals (Chapters 72-83)	2.1%
15.0%	Machinery (Chapters 84-85)	22.2%
3.3%	Transportation (Chapters 86-89)	16.9%
10.6%	Optical, Measuring, Medical or Other Instruments (Chapters 90-92)	4.8%
0.4%	Arms & Ammunition (Chapter 93)	2.3%
0.8%	Miscellaneous Manufactured Items (Chapters 94-96)	0.5%
0.2%	Art & Antiques (Chapter 97)	0.2%
7.0%	Special Items (Chapters 98-99** Imports only 99)	2.4%
	Source: U.S. Census Bureau USATrade Portal retreived February 10, 2018	

#### **Exports**

In 2019, the U.S. exported \$4.3 billion worth of Stone, Glass, and Semiprecious Metals to Israel, representing 6.0% of total U.S. exports to the World of those commodities. The U.S. exported \$331.8 million worth of Arms and Ammunition to Israel, representing 5.4% of the total U.S. exports to the World of those commodities.

#### **Imports**

In 2019, the U.S. imported \$7.0 billion worth of Stone, Glass, and Semiprecious Metals, representing 8.9% of the total U.S. imports of those commodities.



Israel

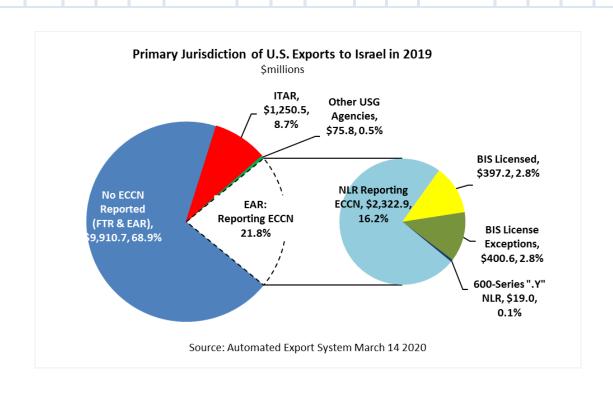
### U.S. Exports to Israel

#### II. U.S. Exports to Israel subject to U.S. Government Filing Requirements

In 2019, of the \$14.4 billion in U.S. exports to Israel:

- o 5.5% were subject to a BIS license requirement
  - ➤ 2.8% were exported under a BIS license; Worldwide, 0.4% were exported under a BIS license.
  - ➤ 2.8% were exported under a BIS license exception; Worldwide, 1.0% were exported under a BIS license exception.
- o 16.2% were exported under No License Required with an ECCN; Worldwide, 12.1% were exported under No License Required with an ECCN.
- 0.13% were exported under NLR for .y 600-series items; Worldwide, 0.02% were exported under NLR for .y 600-series items.

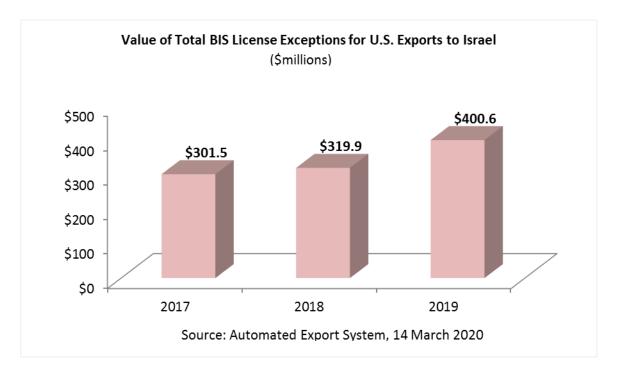
	tor .y u	100-SC1	LICS I	terris.												
							Isı	rael								
											2017	,	2	2018		2019
Depar	tment c	of State	!								\$990.4	ŀ	\$1,1	26.3	\$	1,250.5
Other	USG Ag	encies									\$326.0	)	\$1	32.3		\$75.8
Depar	tment c	of Com	merce	•							\$11,231.3	3	\$12,4	48.5	\$1	3,050.5
			BIS Li	censed							\$351.5	;	\$3	60.4		\$397.2
			BIS Li	cense E	xceptions						\$301.5 \$319			19.9		\$400.6
			NLR r	eportin	g an ECCN						\$1,326.8		\$2,079.3		\$2,322.9	
			NLR n	ot repo	orting an ECCN						\$9,230.7	,	\$9,679.0		\$9,910.7	
			600-S	eries ".`	Y" Paragraph N	ILR					\$20.7	7		\$9.8		\$19.0
Values in Milli	ons of U.	S. Dolla	rs.				5	Source: Aut	omate	d Expor	t System	A	April 1,	2020		
Reasons for Control	Biological		al		Nuclear roliferation		onal urity	Missile Tech	_	_	Firearms Convention	Crim	ne Coi	ntrol		nti- orism
	CB:1	CB:2	CB:3	NP:1	NP:2	NS:1	NS:2	MT:1	RS:1	RS:2	FC:1	CC:1	CC:2	CC:3	AT:1	AT:2



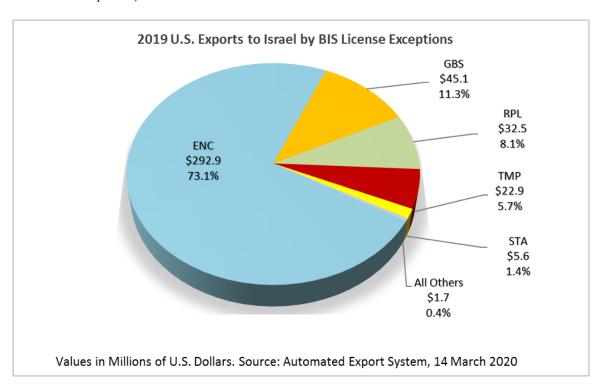


# U.S. Exports to Israel

In 2019, U.S. exports to Israel shipped under a BIS license exception totaled \$400.6 million, a 25.2% (\$80.7 million) increase from 2018.

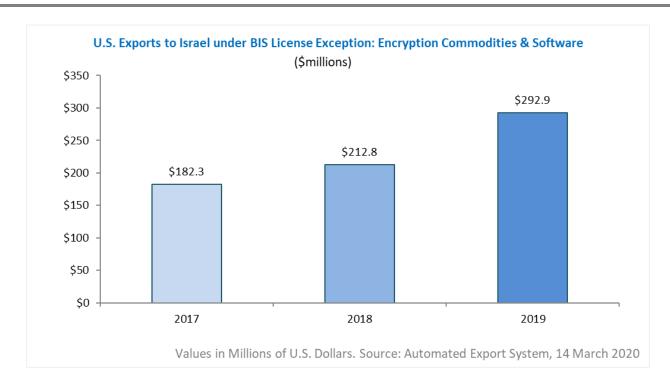


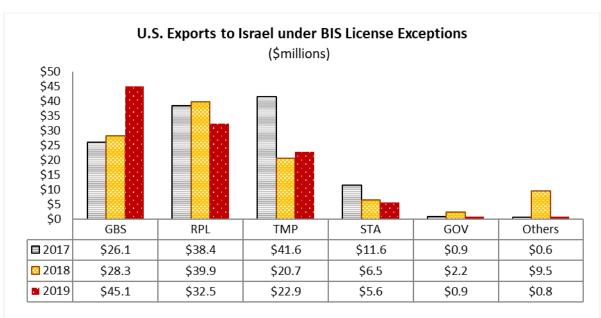
In 2019, the top license exception Encryption commodities, Software and Technology (ENC) totaled \$1.1 billion (93.0% of all license exceptions).





# U.S. Exports to Israel





NOTE: ENC: The BIS License Exception for Encryption is excluded from this chart

Values in Millions of U.S. Dollars. Source: Automated Export System, 14 March 2020



### U.S. Exports to Israel by Top Ten Export Control Classification Numbers (ECCN)

	Top T	en ECCI	Ns by Value to Israel (\$millions)
	#1	0A606	Ground Vehicles and Related Commodities
	#2	9A610	Military Aircraft and Related Commodities
	#3	9A619	Military Gas Turbine Engines and Related Commodities
SE	#4	0A604	Commodities Related to Military Explosive Devices and Charges
Z	#5	3A611	Military Electronics
	#6	7A003	Inertial Navigation Systems (Gimballed/Strapdown)
	#7	5A002	Systems/Equip./Integrated Circuits for Info Sec
	#8	1A607	Military dissemination "equipment" for riot control agents
	#9	9A604	Commodities Related to Launch Vehicles, Missiles, Rockets, torpedoes,
	#10	1C202	Alloys other than those controlled by 1C002.b.3 or 1C002.b.4 as follows

Note: ECCN Descriptions have been truncated: please review Commerce Control List for Full Description

	Тор Т	en ECCI	Ns by Value to Israel (\$millions)
	#1	5B002	"Information Security" Test, Inspection and "Production" Equipment
10	#2	5A002	Systems/Equip./Integrated Circuits for Info Sec
Ž	#3	3A001	Electronic Components
0	#4	9A619	Military Gas Turbine Engines and Related Commodities
L	#5	9A610	Military Aircraft and Related Commodities
崽	#6	3B001	Epitaxial Equip. for Semiconductors
×	#7	3A002	General Purpose Electronic Equip.
П	#8	3A611	Military Electronics
	#9	6A002	Optical Sensors
	#10	9A991	Aircraft N.E.S. and Gas Turbine Engines not Controlled by 9A001 or 9A101

Note: ECCN Descriptions have been truncated: please review Commerce Control List for Full Description

	Тор Т	en ECC	Ns by Value to Israel (\$millions)
	#1	EAR99	Items subject to the EAR that are not elsewhere controlled
Z	#2	9A991	Aircraft N.E.S. and Gas Turbine Engines not Controlled by 9A001 or 9A101
ည	#3	5A992	Equipment not controlled by 5A002
Щ	#4	3B991	Other Mfg/Test Equip. Not Controlled By 3B
되	#5	5A991	Telecommunication Equip. Not Controlled by 5A001
with	#6	8A992	Vessels, Marine Systems or Equip. not Controlled by 8A001 or 8A002
4	#7	3B992	Equip. for the Inspection/Testing of Components not Controlled by 3B002
Z	#8	4A994	Computers Not Controlled By 4A001 or 4A003
	#9	7A994	Other Navigation Direction Finding Equip Not Controlled under 7A003
	#10	1C995	Mixtures Not Controlled By Eccn 1C350, Eccn 1C355 Or Eccn 1C395 That C
Note:	ECCN	Description	ons have been truncated: please review Commerce Control List for Full Description



### U.S. Exports to Israel by Top Ten Export Control Classification Numbers (ECCN)

	Тор Т	en ECCI	Ns to Israel by Shipment Count
	#1	9A610	Military Aircraft and Related Commodities
	#2	9A619	Military Gas Turbine Engines and Related Commodities
D	#3	0A606	Ground Vehicles and Related Commodities
S	#4	2B350	Chemical Manufacturing Facilities and Equip.
	#5	0A604	Commodities Related to Military Explosive Devices and Charges
<u> </u>	#6	3A611	Military Electronics
	#7	2B230	Pressure Transducers
	#8	9E610	Technology Required for the Development, Production Operation, Install
	#9	9A604	Commodities Related to Launch Vehicles, Missiles, Rockets, torpedoes,
	#10	5A002	Systems/Equip./Integrated Circuits for Info Sec

Note: ECCN Descriptions have been truncated: please review Commerce Control List for Full Description

	Top T	en ECCI	Ns to Israel by Shipment Count				
	#1 5A002 Systems/Equip./Integrated Circuits for Info Sec						
S	#2	5B002	"Information Security" Test, Inspection and "Production" Equipment				
S	#3 9A610 Military Aircraft and Related Commodities						
12	#4	#4 9A619 Military Gas Turbine Engines and Related Commodities					
ᇈ	#5	3A001	Electronic Components				
巴	#6	3A611	Military Electronics				
×	#7	3B001	Epitaxial Equip. for Semiconductors				
۳	#8	blank	No ECCN is required for License Exceptions TMP*				
	#9	EAR99	Items subject to the EAR that are not elsewhere controlled				
	#10	9A991	Aircraft N.E.S. and Gas Turbine Engines not Controlled by 9A001 or 9A101				

Note: ECCN Descriptions have been truncated: please review Commerce Control List for Full Description

	Top T	en ECCI	Ns to Israel by Shipment Count							
	#1	#1 EAR99 Items subject to the EAR that are not elsewhere controlled								
2	#2	Aircraft N.E.S. and Gas Turbine Engines not Controlled by 9A001 or 9A101								
2	#3	5A992	Equipment not controlled by 5A002							
۳	#4	#4 3B991 Other Mfg/Test Equip. Not Controlled By 3B								
迚	#5	5A991	Telecommunication Equip. Not Controlled by 5A001							
	#6	3A991	Electronic Devices and "Components" not controlled by 3A001							
4	#7	3B992	Equip. for the Inspection/Testing of Components not Controlled by 3B002							
Z	#8	4A994	Computers Not Controlled By 4A001 or 4A003							
	#9	7A994	Other Navigation Direction Finding Equip Not Controlled under 7A003							
	#10	3A992	General Purpose Electronic Equip. Note Controlled by 3A002							

Note: ECCN Descriptions have been truncated: please review Commerce Control List for Full Description

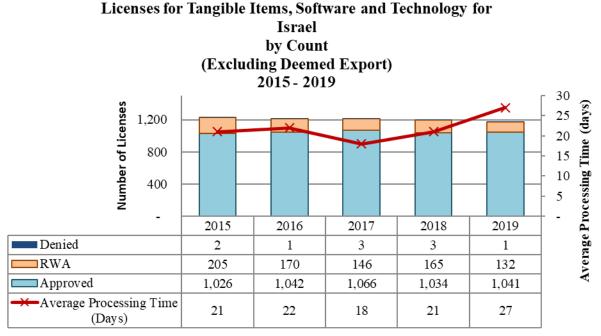


### **BIS** License Determination Trends for Israel

#### III. BIS Licensing to Israel

In 2019, BIS reviewed 1,174 export/re-export applications (not including deemed export applications) valued at \$1.4 billion for Israel, out of a total of 32,993 applications worldwide for tangible items, software and technology valued at \$158.8 billion.

– Approved applications for Israel totaled 1,041 (88.6% of the total applications) for \$1.4 billion, compared to the 28,223 (85.5%) approved for all destinations valued at \$123.0 billion.



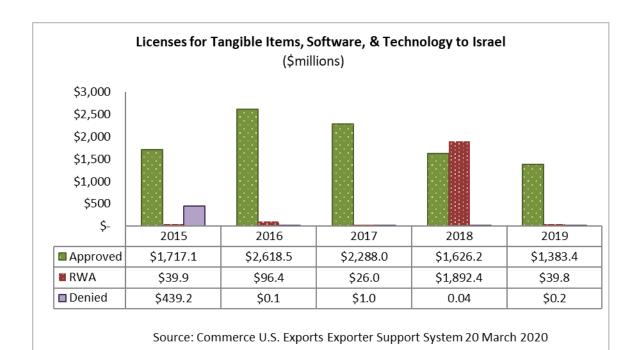
Source: Commerce U.S. Exports Exporter's Support System: August 27, 2020

In 2019, BIS reviewed 3 deemed export applications from Israeli nationals, out of a total of 1,320 applications worldwide for deemed exports.

- Approved applications for Israel totaled 2 (66.7% of the total applications), compared to the 1,124 (85.2% approved for all destinations.

	Deemed Export Licenses for Israel Nationals										
	Approved RWA Denied										
2015	6	4	0								
2016	0	0	0								
2017	4	1	0								
2018	2	1	0								
2019	2	1	0								
Source: Con	nmerce U.S. Exports I	Exporter Support System, re	etrieved May 15, 2020								

Office of Technology Evaluation



	Тор	Ten App	proved (with deemed) ECCNs to Israel by Count	2015	2016	2017	2018	2019	% of World Total 2019
	#1	9A610	Military Aircraft and Related Commodities	148	140	164	149	135	2.7%
	#2	3A611	Military Electronics	138	175	133	109	120	5.3%
Q	#3	2B350	Chemical Manufacturing Facilities and Equip.	87	71	64	70	81	3.6%
APPROVED	#4	3A001	Electronic Components	34	60	58	83	67	6.0%
6	#5	9E610	Technology Required for the Development, Productio	35	39	29	38	43	3.3%
Ä	#6	6A003	Cameras	19	28	38	50	43	4.1%
ЬF	#7	0A987	Optical Sighting Devices for Firearms	30	21	37	28	39	3.1%
⋖	#8	2B201	Machine tools for Removing Or Cutting Metals	19	16	19	20	29	13.2%
	#9	7A002	Gyros and Angular Rate Sensors,	0	0	10	15	29	52.7%
	#10	0A606	Ground Vehicles and Related Commodities	27	13	21	25	25	3.1%
			Source: Commerce U.S. Exports Exporter Support S	System 20 I	March 20	20			

	Denied ECCN for Israel by Count	2019	% of World Total 2019
#1	3A001 Electronic Components	1	2.0%

Source: Commerce U.S. Exports Exporter Support System, March 20, 2020



# Summary of U.S. Exports to Israel

Summary of U.S. Exports to Israel Calendar Year 2019				
	CY2019	CY2018	% of Total Exports	Percentage Change from previous year
Total Exports	\$14,376,811,264	\$13,707,134,738		4.9%
Subject to ITAR	\$1,250,483,566	\$1,126,311,836	8.7%	11.0%
Subject to Other Gov. Agencies	\$75,833,584	\$132,348,742	0.5%	-42.7%
	Detaile	d Summary of EAR-Control	led Exports	
AES License Type	Description	Value	Percentage of Total	Percentage Description
C30	Licenses	\$397,240,724	100.0%	
VDC	Voluntary Disclosure			
Total of Licensed		\$397,240,724	2.8%	total licensed/total exports
C35	LVS	\$48,136	0.0%	
C36	GBS	\$45,116,028	11.3%	
C40	TMP	\$22,852,691	5.7%	
C41	RPL	\$32,455,008	8.1%	
C42	GOV	\$885,463	0.2%	
C44	TSU	\$605,363	0.2%	
C45	BAG	\$2,059	0.0%	
C46	AVS	\$145,388	0.0%	
C50	ENC	\$292,919,365	73.1%	
C53	APP	\$5,986	0.0%	
C59	STA	\$5,555,726	1.4%	
Total of License Exceptions		\$400,591,213	2.8%	total license exceptions/total exports
			50.2%	total license exceptions/total subject to license requirement
Total subject to license requirement (Licensed and License Exceptions)		\$797,831,937	5.5%	total subject to license requirement/total exports
C33	NLR with an ECCN	\$2,322,935,121	16.2%	NLR with an ECCN/ total exports
C60	NLR for .y subparagraph 600-series	\$18,987,061	0.1%	NLR for .y subparagraph 600- series/ total exports
Total of NLR		\$2,341,922,182	16.3%	total NLR with an ECCN/ total export
Fynorts no	t reporting an ECCN	\$9,910,739,995	68.9%	
Source: U.S. Census Bureau, Foreign Trade Division and Automated Export System				