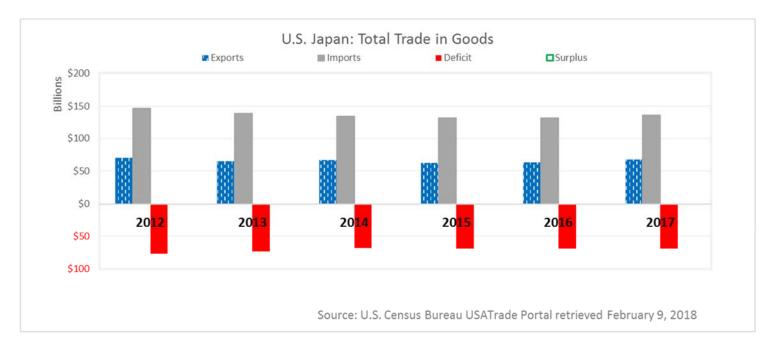


U.S. Trade with Japan Overall Trends

I. Total U.S. Trade in Goods with Japan

In 2017, U.S. exports of goods to Japan totaled \$67.7 billion, a 7.1% (\$4.5 billion) increase from 2016; U.S. imports of goods from Japan totaled \$136.5 billion, a 3.4% (\$4.5 billion) increase; and the trade deficit was \$68.8 billion, a 0.1% (\$37.7 million) increase.



In 2017, <u>4.4%</u> of total <u>U.S. exports</u> to the world were exported to Japan while <u>5.8%</u> of total <u>U.S. Imports</u> of the world, were imported from Japan. In 2017, the level of U.S. exports to Japan is above the preceding five-year average by value not adjusted for inflation; the level of US imports from Japan is slightly below the preceding five-year average; and the U.S. trade deficit with Japan is above the preceding five-year average.

	2012	2013	2014	2015	2016	2017	2012-2016 Average	
EXPORTS	\$69,975.8	\$65,237.4	\$66,891.8	\$62,393.1	\$63,236.3	\$67,695.9	\$65,546.9	
Δvalue		-\$4,738.4	\$1,654.4	-\$4,498.7	\$843.2	\$4,459.6		
Δpct		-6.8%	2.5%	-6.7%	1.4%	7.1%		
IMPORTS	\$146,431.7	\$138,575.3	\$134,504.5	\$131,383.0	\$132,046.3	\$136,543.6	\$136,588.2	
Δvalue		-\$7,856.4	-\$4,070.8	-\$3,121.6	\$663.3	\$4,497.3		
∆pct		-5.4%	-2.9%	-2.3%	0.5%	3.4%		
BALANCE	(\$76,455.9)	(\$73,337.9)	(\$67,612.7)	(\$68,989.9)	(\$68,810.0)	(\$68,847.7)	(\$71,041.3)	
Δvalue		\$3,118.0	<i>\$5,725.2</i>	(\$1,377.2)	\$179.9	(\$37.7)		
∆pct		-4.1%	-7.8%	2.0%	-0.3%	0.1%		
	Values in Millions of U.S. Dollars. Source: U.S. Census Bureau USATrade Portal February 9, 2018							



U.S. Trade with Japan Overall Trends

In 2017, of the U.S. exports to Japan totaled \$67.7 billion, the top commodity sectors were Agriculture (18.9%) valued at \$12.8 billion; followed closely by Machinery (18.4%) and Chemicals, Plastics, Leather (18.4%)

In 2017, of the \$136.5 billion in U.S. imports from Japan, the top two commodity sectors were Transportation (40.2%) values at \$54.8 billion and Machinery (35.2%) values at \$48.0 billion.

Imports from Japan by Sector	Japan Commodity Trade 2017	US exports to Japan by Sector		
\$136,543,590,175	Total Value All Commodities	\$67,695,892,259		
0.7%	Agriculture (Chapters 01-24)	18.9%		
0.5%	Minerals (Chapters 25-27)	9.0%		
9.1%	Chemicals, Plastics, Leather (Chapters 28-43)	18.4%		
0.3%	Wood Products (Chapters 44-49)	2.8%		
0.5%	Textiles and Footwear (Chapters 50-67)	0.8%		
0.9%	Stone, Glass, & Semiprecious Metals (Chapters 68-71)	3.2%		
3.7%	Base metals (Chapters 72-83)	2.3%		
35.2%	Machinery (Chapters 84-85)	18.4%		
40.2%	Transportation (Chapters 86-89)	11.8%		
5.5%	Optical, Measuring, Medical or Other Instruments (Chapters 90-92)	10.6%		
0.1%	Arms & Ammunition (Chapter 93)	0.4%		
0.6%	Miscellaneous Manufactured Items (Chapters 94 - 96)	0.9%		
0.2%	Art & Antiques (Chapter 97)	0.7%		
2.5%	Special Items (Chapters 98-99** Imports only 99)	1.8%		
	Source: U.S. Census Bureau USATrade Portal retrieved February 10, 2018			



U.S. to Japan Export Trade Trends

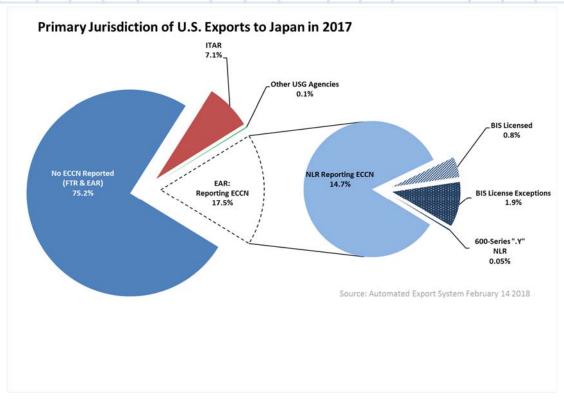
II. Exports to Japan subject to US Government Filing Requirements

In 2017, of the \$67.7 billion in U.S. exports to Japan in 2017:

- 2.7% were subject to a BIS license requirement
 - o 0.8% were exported under a BIS license.
 - o 1.9% were exported under a BIS license exception.
- 14.7% were exported under No License Required with an ECCN

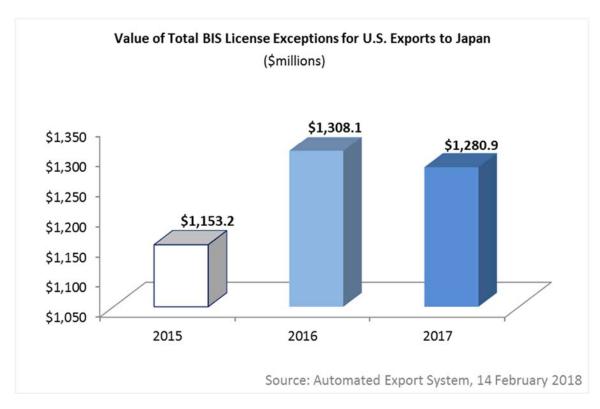
	Japan				
	2015	2016	2017		
Department of State	\$6,688.4	\$5,761.1	\$4,829.6		
Other USG Agencies	\$165.0	\$165.0 \$61.3			
Department of Commerce	\$55,539.7	\$57,413.9	\$62,783.9		
BIS Licensed	\$479.2	\$918.7	\$567.2		
BIS License Exceptions	\$1,153.2	\$1,308.1	\$1,280.9		
NLR reporting an ECCN	\$9,896.3	\$9,878.9	\$9,975.2		
NLR not reporting an ECCN	\$43,971.5	\$45,272.4	\$50,927.7		
600-Series ".Y" Paragraph NLR	\$39.5	\$35.8	\$32.9		
in Millions of U.S. Dollars.	Source: Automated Export System	Friday, February 09, 2018			

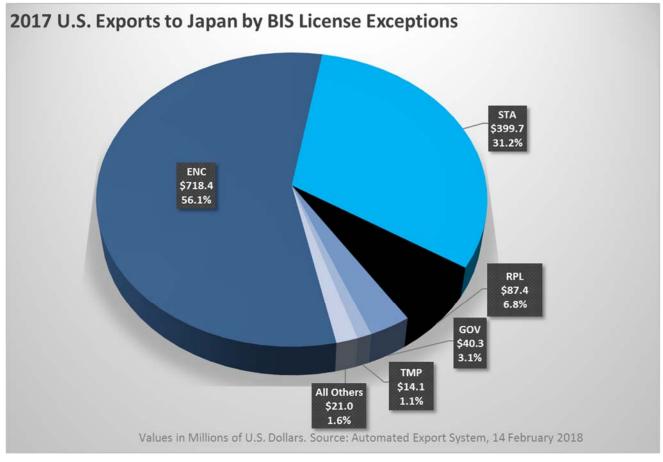
Reasons for Control	Chemical and Biological Weapons			Nuclear roliferation				le Regional Stability C			Crime Control		Anti- Terrorism			
	CB:1	CB:2	CB:3	NP:1	NP:2	NS:1	NS:2	MT:1	RS:1	RS:2	FC:1	CC:1	CC:2	CC:3	AT:1	AT:2
Japan	X					X		X	X							





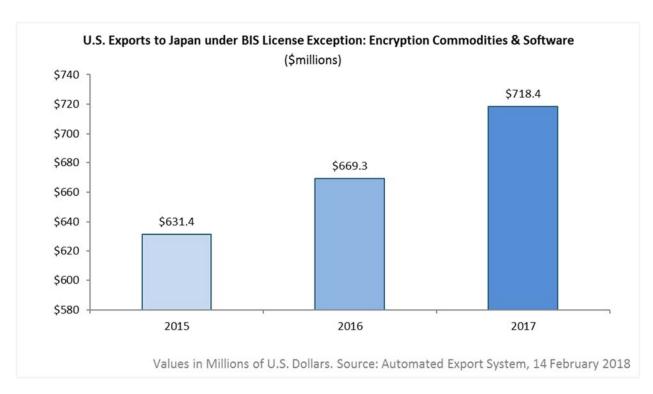
U.S. to Japan Export Trade Trends



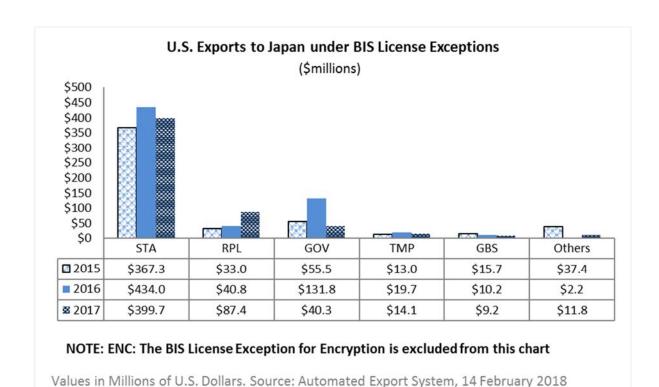




U.S. to Japan Export Trade Trends



In 2017, U.S. exports to Japan under Government and International Organizations (GOV) saw a significant decrease from \$131.8 million in 2016 to \$40.3 million. There was also a sharp increase in the use of Servicing and Replacement of Parts and Equipment (RPL) from \$40.8 million in 2016 to \$87.4 million in 2017.





Office of Technology Evaluation US Exports to Japan Export Control Classification Number Trends

	Top Ten	ECCNs by	Value to Japan
	#1	9A610	Military Aircraft and Related Commodities
	#2	9A515	Spacecraft and Related Commodities
	#3	9A619	Military Gas Turbine Engines and Related Commodities
LICENSED	#4	9A604	Commodities Related to Launch Vehicles, Missiles, Rockets, torpedoes,
Z	#5	3A611	Military Electronics
CE	#6	7A611	Navigation and Avionics equipment and systems, and "parts,"
	#7	9A001	Aero Gas Turbine Engines
	#8	9B610	Test, Inspection, and Production Equip. and Related Commodities Specia
	#9	8A609	Surface Vessels of War and Related Commodities
	#10	9B515	Test, Inspection, and Production Equip. Specially Designed for Spacecr
Sourc	e: Auton	nated Expo	rt System, March 15, 2018

	Top Ten ECCNs by Value to Japan							
	#1	5A002	Systems/Equip./Integrated Circuits for Info Sec					
S	#2	3A611	Military Electronics					
EXCEPTIONS	#3	9A610	Military Aircraft and Related Commodities					
2	#4	9A619	Military Gas Turbine Engines and Related Commodities					
PT	#5	EAR99	Items subject to the EAR that are not elsewhere controlled					
CE	#6	5B002	Test/Inspection/Production Equip for Information S					
×	#7	9A515	Spacecraft and Related Commodities					
	#8	5D002	Software for Information Security					
	#9	9A991	Aircraft and Certain Gas Turbine Engines N.E.S.					
	#10	8A609	Surface Vessels of War and Related Commodities					
_								

Source: Automated Export System, March 15, 2018

	Top Ten	ECCNs by	Value to Japan				
	#1	9A991	Aircraft and Certain Gas Turbine Engines N.E.S.				
NLR with ECCN	#2	3B991	Other Mfg/Test Equip. Not Controlled By 3B				
\mathcal{C}	#3	5A991	Transmission Items Not W/I Parameters In 5A001				
Ш	#4	5A992	Information Security Equip.				
iŧ	#5	3A991	Electronic Devices and Components				
3	#6	3B992	Equip. for the Inspection/Testing of Components				
4	#7	4A994	Items Not Controlled By 4A001/4A002/4A003				
Z	#8	7A994	Other "Software" as Follows (See List of Items Controlled).				
	#9	6A993	Cameras, Not Controlled By 6A003 Or 6A203, as Follows (See List of Ite				
	#10	3A999	Specific Processing Equip., N.E.S.				
Sourc	Source: Automated Export System, March 15, 2018						



Office of Technology Evaluation US Exports to Japan Export Control Classification Number Trends

	Top Ten	ECCNs to Japan	by Shipment Count				
	#1	9A610	Military Aircraft and Related Commodities				
	#2	3A611	Military Electronics				
ם	#3	9A619	Military Gas Turbine Engines and Related Commodities				
LICENSED	#4	9A604	Commodities Related to Launch Vehicles, Missiles, Rockets, torpedoes,				
	#5	9A515	Spacecraft and Related Commodities				
<u> </u>	#6	9A991	Aircraft and Certain Gas Turbine Engines N.E.S.				
	#7	7A611	Navigation and Avionics equipment and systems, and "parts,"				
	#8	EAR99	Items subject to the EAR that are not elsewhere controlled				
	#9	3A001	Electronic Devices/Components				
	#10	1C351	Human and Animal Pathogens and toxins				
Sourc	Source: Automated Export System, March 15, 2018						

	Top Ten	ECCNs to Japan	by Shipment Count					
	#1	5A002	Systems/Equip./Integrated Circuits for Info Sec					
S	#2	9A610	Military Aircraft and Related Commodities					
Z	#3	5D002	Software for Information Security					
EXCEPTIONS	#4	9A619	Military Gas Turbine Engines and Related Commodities					
Ы	#5	3A611	Military Electronics					
핑	#6	9A991	Aircraft and Certain Gas Turbine Engines N.E.S.					
×	#7	(blank)	No ECCN reported for License Exception TMP*					
ш	#8	EAR99	Items subject to the EAR that are not elsewhere controlled					
	#9	3A001	Electronic Devices/Components					
	#10	6A003	Cameras					
	*Note: No ECCN is required for license exception TMP as per EAR 758.1(g)(2)							
Sourc	Source: Automated Export System, March 15, 2018							

	Top Ten ECCNs to Japan by Shipment Count							
	#1	9A991	Aircraft and Certain Gas Turbine Engines N.E.S.					
Z	#2	5A992	Information Security Equip.					
ECCN	#3	3B991	Other Mfg/Test Equip. Not Controlled By 3B					
Ш	#4	5A991	Transmission Items Not W/I Parameters In 5A001					
NLR with	#5	4A994	Items Not Controlled By 4A001/4A002/4A003					
3	#6	3A992	General Purpose Electronic Equip.					
LR	#7	7A994	Other "Software" as Follows (See List of Items Controlled).					
Z	#8	3A991	Electronic Devices and Components					
	#9	2B999	Specific Processing Equip., N.E.S.					
	#10	3B992	Equip. for the Inspection/Testing of Components					
Sourc	Source: Automated Export System, March 15, 2018							



Export License Determination Trends for Japan

II. BIS Licensing to Japan

In 2017, BIS reviewed 2,087 export/re-export applications (not including deemed export applications) valued at \$9.5 billion for Japan, out of a total of 34,926 applications worldwide valued at \$570.8 billion.

- In 2017, approved applications for Japan totaled 1,852, (88.7% of the total applications) for \$9.4 billion compared to the 29,655 (84.9%) approved applications for all destinations that totaled \$318.1 billion.
- In 2017, approved Deemed Export applications for Japan totaled 21, compared to 1,406 worldwide.

