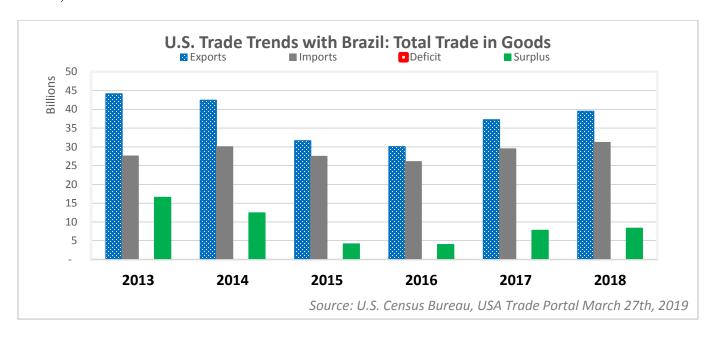


### U.S. Trade with Brazil

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

In 2018, U.S. exports to Brazil totaled \$39.5 billion, a 6.1% (\$2.2 billion) increase from 2017; U.S. imports from Brazil totaled \$31.1 billion, an 5.8% (\$1.7 billion) increase; and the trade surplus was \$8.3 billion, a 7.2% (\$562.9 million) increase.



In 2018, <u>2.4%</u> of total <u>U.S. exports</u> were shipped to Brazil while <u>1.2%</u> of total <u>U.S. Imports</u> were delivered from Brazil. In 2018, the level of U.S. exports to, and the level of U.S. imports from Brazil is currently above the five-year average level by value. In the last six years, the U.S. keeps a trade surplus with Brazil.

Calendar Year	2013	2014	2015	2016	2017	2018	2013 - 2017 Average
EXPORTS Δvalue Δpct	\$44.1 B  	\$42.4 B \$-1.7 B -3.8%	\$31.6 B \$-10.8 B -25.4%	\$30 B \$-1.6 B -5.0%	\$37.2 B \$7.1 B 23.8%	\$39.5 b \$2.2 B 6.1%	\$37 B
IMPORTS Δvalue Δpct	\$27.5 B 	\$30 B \$2.4 B 9.0%	\$27.4 B \$-2.6 B -8.5%	\$26 B <i>\$-1.5 B</i> -5.2%	\$29.4 B \$3.3 B 13.0%	\$31.2 B \$1.7 B 5.8%	\$28.1 B
<b>BALANCE</b> Δvalue Δpct	\$16.5 B 	\$12.4 B \$-4.2 B -25.1%	\$4.1 B \$-8.25 B -66.4%	\$4 B \$-154.6 M -3.7%	\$ <b>7.7</b> B \$3.7 B 93.6%	<b>\$8.3 B</b> \$562.9 M 7.2%	\$8.9 B



# U.S. Trade with Brazil

In 2018, of the \$39.5 billion in U.S. exports to Brazil, the top commodity sectors were Minerals (24.3%), Chemicals, Plastics, and Leather (23.0%), and Machinery and Mechanical Appliances (19.5%).

In 2018, of the \$31.2 billion in U.S. imports from Brazil, the top commodity sectors were Minerals (18.4%), Base Metals (12.7%) and Agriculture (12.1%).

2018 U.S. Imports from Brazil by Sector	2018 U.S. Commodity Trade With Brazil	2018 U.S. Exports to Brazil by Sector		
\$31,161,373,052	Total Value All Commodities	\$39,494,176,727		
12.1%	Agriculture (Chapters 01-24)	3.4%		
18.4%	Minerals (Chapters 25-27)	24.3%		
9.5%	Chemicals, Plastics, Leather (Chapters 28-43)	23.0%		
9.2%	Wood Products (Chapters 44-49)	0.6%		
0.9%	Textiles and Footwear (Chapters 50-67)	0.5%		
4.6%	Stone, Glass, & Semiprecious Metals (Chapters 68-71)	0.7%		
12.7%	Base metals (Chapters 72-83)	1.8%		
8.6%	Machinery (Chapters 84-85)	19.5%		
10.3%	Transportation (Chapters 86-89)	18.5%		
0.5%	Optical, Measuring, Medical or Other Instruments (Chapters 90-92)	4.4%		
0.5%	Arms & Ammunition (Chapter 93)	0.0%		
0.9%	Miscellaneous Manufactured Items (Chapters 94 - 96)	0.4%		
0.4%	Art & Antiques (Chapter 97)	0.4%		
11.4%	Special Items (Chapters 98-99** Imports only 99)	2.2%		
	Source: U.S. Census Bureau, USA Trade Portal March 27th, 2019			



### U.S. Trade with Brazil

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

In 2018, of the \$39.5 billion in U.S. exports to Brazil:

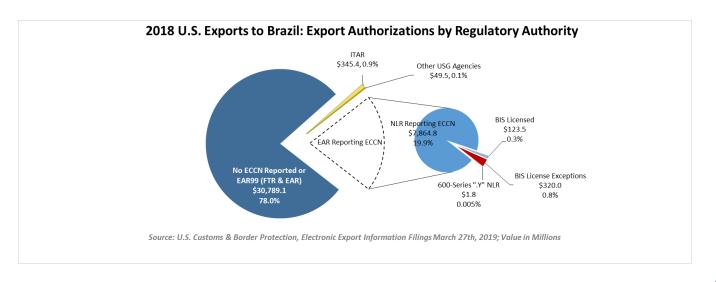
- o 1.1% were subject to a BIS license requirement
- o 0.3% were exported under a BIS license; Worldwide, 0.4% were exported under a BIS license.
- o 0.8% were exported under a BIS license exception; Worldwide, 1.2% were exported under a BIS license exception.
- o 19.9% were exported under No License Required with an ECCN; Worldwide, 12.1% were exported under No License Required with an ECCN.
- o 0.005% were exported under NLR for .y 600-series items; Worldwide, 0.02% were exported under NLR for .y 600-series items.

		2016	2017	2018	
Department of State Other USG Agencies Department of Commerce		\$244.6	\$85.6	\$345.4 \$49.5 \$39,099.2	
		\$18.7	\$25.8		
		\$29,803.0	\$37,110.1		
	BIS Licensed	\$420.7	\$67.7	\$123.5	
	BIS License Exceptions	\$349.3	\$264.9	\$320.0	
	NLR reporting an ECCN	\$6,008.5	\$7,102.3	\$7,864.8	
NLR reporting EAR99		\$16,823.2	\$22,372.7	\$21,516.	
	NLR not reporting an ECCN	\$6,199.6	\$7,301.5	\$9,273.	
	600-Series ".Y" Paragraph NLR	\$1.7	\$1.0	\$1.8	

Value in Millions; Source: U.S. Customs & Border Protection, Electronic Export Information Filings March 27th, 2019

Reasons for Control	Chemical and Biolo	gical Wea	pons		clear iferation	National S	Security	Missile Tech	Regional Stability		Regional Stability Firearms Convention		Crime Control		rol	Anti-Terrorism	
Brazil	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	
DIGZII	X	X				X	X	X	X	X	X	X		X			

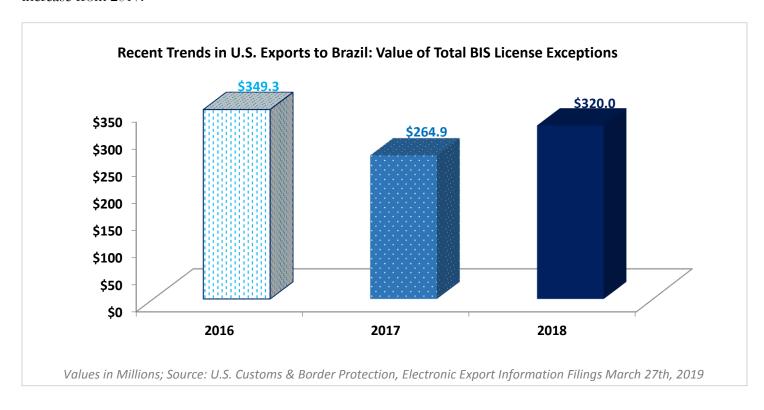
CFR 15 Part 738 Supplement 1



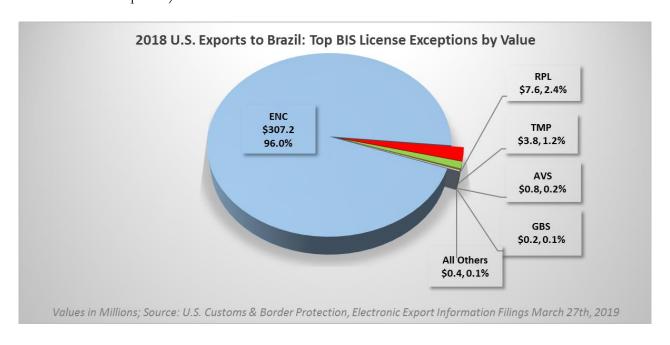


# U.S. Exports to Brazil

In 2018, U.S. exports to Brazil shipped under a BIS license exception totaled \$320.0 million, a 20.8% (\$55.2 million) increase from 2017.

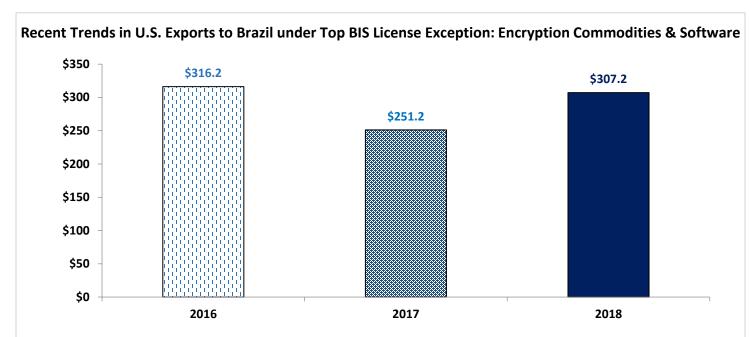


In 2018, the top license exception Encryption commodities, Software and Technology (ENC) totaled \$307.2 million (96.0% of all license exceptions).

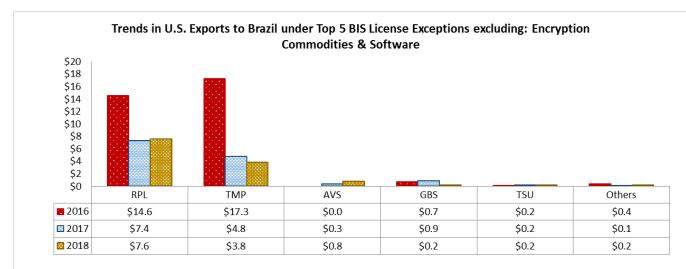




# U.S. Exports to Brazil



Values in Millions; Source: U.S. Customs & Border Protection, Electronic Export Information Filings March 27th, 2019



Note: The BIS License Exception for Encryption Commodities & Software is excluded from this chart

Values in Millions; Source: U.S. Customs & Border Protection, Electronic Export Information Filings March 27th, 2019



# U.S. Exports to Brazil

Тор	Ten ECCNs by	y Value to Brazil				
#1	#1 9A619 Military Gas Turbine Engines and Related Commodities					
#2	9A610	Military Aircraft and Related Commodities				
#3	9A001	Aero Gas Turbine Engines				
SN #4 #5	7A103	Instrumentation, Navigation Equip./Systems Not				
#5	1C350	Chemicals, Precursors for toxic Chemical Agents				
#6 #7	5A002	Systems/Equip./Integrated Circuits for Info Sec				
#7	2B352	Equip. for Handling Biological Materials				
#8	9A003	Assemblies/Components Incorporating Technologies Controlled by 9E003.a,				
#9	6A003	Cameras				
#10	7A611	Navigation and Avionics equipment and systems, and "parts,"				

Source: U.S. Customs & Border Protection, Electronic Export Information Filings March 27th, 2019

	Top Ten ECCNs by Value to Brazil								
S	#1	5A002	Systems/Equip./Integrated Circuits for Info Sec						
ź	#2	9A991	Aircraft N.E.S. and Gas Turbine Engines not Controlled by 9A001 or 9A101						
$\overline{O}$	#3	9A610	Military Aircraft and Related Commodities						
Ε	#4	7A103	Instrumentation, Navigation Equip./Systems Not						
4	#5	No ECCN	No ECCN is required for License Exceptions TMP*						
	#6	5D002	"Sortware" as follows (see List of Items Controlled)						
9	#7	7A994	Other Navigation Direction Finding Equip Not Controlled under 7A003						
$\tilde{a}$	#8	9A619	Military Gas Turbine Engines and Related Commodities						
	#9	6A001	Acoustic Systems, Equipment and "Components"						
	#10	5B002	"Information Security" Test, Inspection and "Production" Equipment						

Source: U.S. Customs & Border Protection, Electronic Export Information Filings March 27th, 2019

\*Note: No ECCN is Required for License Exception TMP per EAR 758.1(g)(2)

Top	Ten ECCNs by	Value to Brazil
<b>=</b> #1	EAR99	Items subject to the EAR that are not elsewhere controlled
#2	9A991	Aircraft N.E.S. and Gas Turbine Engines not Controlled by 9A001 or 9A101
#3	5A992	Equipment not controlled by 5A002
#4	5A991	Telecommunication Equip. Not Controlled by 5A001
#5	7A994	Other Navigation Direction Finding Equip Not Controlled under 7A003
<b>&gt;</b> #6	2B999	Specific Processing Equip., N.E.S.
R with #9 #12 #15	4A994	Computers Not Controlled By 4A001 or 4A003
#8	8A992	Vessels, Marine Systems or Equip. not Controlled by 8A001 or 8A002
<b>=</b> #9	3A999	Specific Processing Equip., N.E.S.
#10	0 1C992	Commercial Charges and Devices Containing Energetic Materials

Source: U.S. Customs & Border Protection, Electronic Export Information Filings March 27th, 2019

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



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

Тор	Ten ECCNs by	Count to Brazil
#1	9A610	Military Aircraft and Related Commodities
#2	1C350	Chemicals, Precursors for toxic Chemical Agents
#3	2B350	Chemical Manufacturing Facilities and Equip.
<b>(7)</b> #4	0A984	Shotguns, Buckshot, Shotgun Shells
#5	7A103	Instrumentation, Navigation Equip./Systems Not
#6	0A987	Optical Sighting Devices for Firearms
#7	5A002	Systems/Equip./Integrated Circuits for Info Sec
#8	1C351	Human and Animal Pathogens and toxins
#9	0A606	Ground Vehicles and Related Commodities
#10	1C107	Graphite and Ceramic Materials, Other Than Those Controlled by 1C007

Source: U.S. Customs & Border Protection, Electronic Export Information Filings March 27th, 2019

	Top	Ten ECCNs by C	Count to Brazil
M	#1	5A002	Systems/Equip./Integrated Circuits for Info Sec
ž	#2	9A610	Military Aircraft and Related Commodities
$\overline{O}$	#3	5D002	"Sortware" as follows (see List of Items Controlled)
${\mathbb H}$	#4	7A103	Instrumentation, Navigation Equip./Systems Not
	#5	EAR99	Items subject to the EAR that are not elsewhere controlled
	#6	3A001	Electronic Components
9	#7	No ECCN	No ECCN is required for License Exceptions TMP*
$\widetilde{a}$	#8	7A994	Other Navigation Direction Finding Equip Not Controlled under 7A003
	#9	9A991	Aircraft N.E.S. and Gas Turbine Engines not Controlled by 9A001 or 9A101
	#10	5D992	"Information Security" "software" not controlled by 5D002

Source: U.S. Customs & Border Protection, Electronic Export Information Filings March 27th, 2019

\*Note: No ECCN is Required for License Exception TMP per EAR 758.1(g)(2)

	Top	Ten ECCNs by	Count to Brazil
	#1	EAR99	Items subject to the EAR that are not elsewhere controlled
18	#2	9A991	Aircraft N.E.S. and Gas Turbine Engines not Controlled by 9A001 or 9A101
$\mathbf{H}$	#3	5A992	Equipment not controlled by 5A002
	#4	5A991	Telecommunication Equip. Not Controlled by 5A001
王	#5	7A994	Other Navigation Direction Finding Equip Not Controlled under 7A003
3	#6	4A994	Computers Not Controlled By 4A001 or 4A003
~	#7	3A991	Electronic Devices and Components
	#8	3A999	Specific Processing Equip., N.E.S.
Z	#9	1A995	Protective and Detection Equip.
	#10	8A992	Vessels, Marine Systems or Equip. not Controlled by 8A001 or 8A002

Source: U.S. Customs & Border Protection, Electronic Export Information Filings March 27th, 2019

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

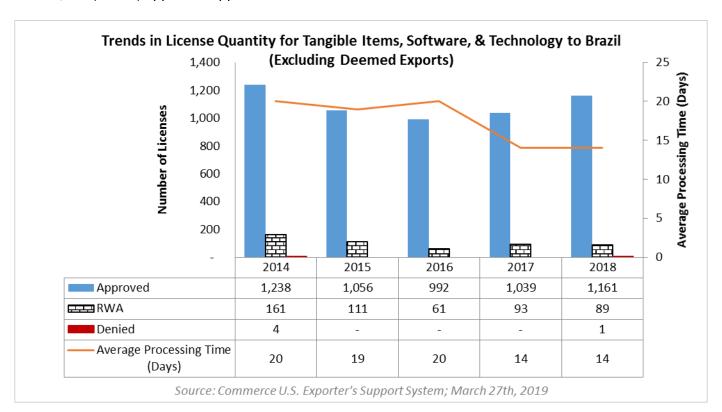


#### BIS License Determination Trends for Brazil

#### III. BIS Licensing to Brazil

In 2018, BIS reviewed 1,251 export/re-export applications (not including deemed export applications) valued at \$925.7 million for Brazil, out of a total of 33,844 applications worldwide valued at \$81.3 billion.

– Approved applications for Brazil totaled 1,161 (92.0% of the total applications) for \$970.9 million, compared to the 29,032 (85.8%) approved applications for all destinations that totaled \$64.3 billion.



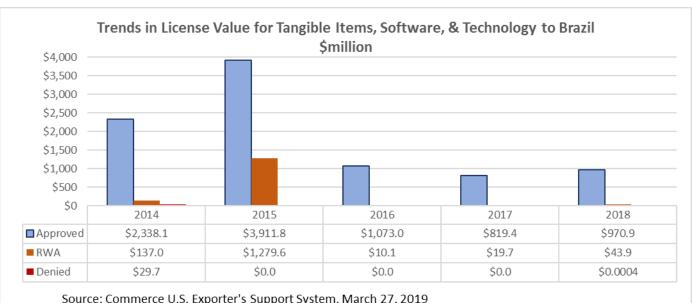
In 2018, BIS reviewed seven deemed export applications from Brazil nationals, out of a total of 1,007 applications worldwide.

-Approved applications for Brazil nationals totaled six (85.0% of the total applications), compared to the 846 (91.5%) approved applications for all destinations.

Deemed Export Licenses for Brazil									
	Approved	RWA	Denied						
2014	2	1	0						
2015	13	1	0						
2016	3	0	0						
2017	9	1	0						
2018	6	1	0						
Source: Commerce	U.S. Exports Exporter	Support System, retrieved	on April 19, 2019						



## BIS License Determination Trends for Brazil



Source: Commerce U.S. Exporter's Support System, March 27, 2019