

### Summary

In 2021, U.S. exports to Japan were \$75.0 billion, a 17.6% (\$11.2 billion) increase from 2020; U.S. imports from Japan were \$135.1 billion, a 13.1% (\$15.6 billion) increase; and the trade deficit with Japan was \$60.2 billion, a 7.9% (\$4.4 billion) increase.

In 2021, 4.3% of total U.S. exports to the World were exported to Japan and 4.8% of total U.S. imports were imported from Japan.

From 2020-21, the top commodity sectors of the U.S. exports to Japan increased in absolute terms. In 2021, U.S. exports of Arms and Ammunition increased from \$303.8 million to \$546.2 million. Exports of Arms and Ammunition to Japan accounted for 12.9% of U.S. exports of those commodities to the World, up from 7.1% in 2020. Additionally, exports of Agricultural Goods as well as Optical, Measuring, Medical, and Other Instruments slightly increased.

In 2021, the U.S. imported \$43.7 billion worth of Transportation Equipment from Japan, representing 14.2% of the global U.S. imports of those commodities. Additionally, the U.S. imported \$7.9 billion worth of Optical, Measuring, Medical, and other Instruments, representing 7.1% of the global U.S. imports of those commodities.

In 2021, U.S. exports to Japan shipped under a BIS license exception authorization totaled \$986.2 million, a significant decrease from \$1.1 billion in 2020. Usage of the license exception authorization for Encryption Commodities & Software was \$423.2 million in 2021, a notable decrease from \$562.5 million in 2020.

In 2021, BIS reviewed 1,711 export/re-export license applications (not including deemed export applications) for tangible items, software and technology valued at \$3.2 billion for Japan. License applications for Japan counted 4.3% of the World total by license count. BIS approved 1,551 (90.6% of the total applications) for \$3.1 billion, RWA totaled 159 for \$79.9 million, and there was one denied license application worth 88 thousand dollars.

In 2021, there were 15 approved applications and one RWA application from Japanese nationals for deemed exports, 1.7% of the World Total. There were no denials for deemed export applications in the last five years.

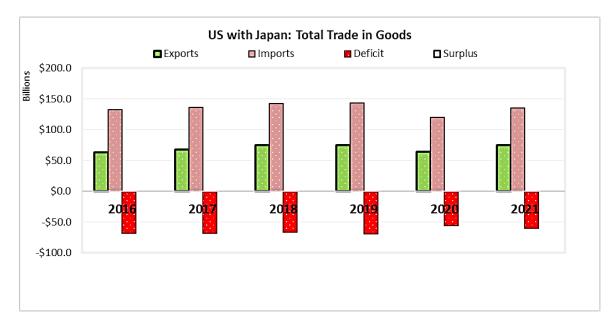
In 2021, the top approved ECCNs, including ECCNs for deemed exports, were 9A610 for Military Aircraft and Related Commodities, Other Than Those Enumerated in 9A991.a with 473 approvals; 3A611 for Military Electronics with 284 approvals; and 3E611 for Technology Required for Military Electronics with 122 approvals.

In 2021, the average processing time for Japan was 15 calendar days.



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

In 2021, U.S. exports to Japan totaled \$75.0 billion, a 17.6% (\$11.2 billion) increase from 2020; U.S. imports from Japan totaled \$135.1 billion, a 13.1% (\$15.6 billion) increase; and the trade deficit was \$60.2 billion, a 7.9% (\$4.4 billion) increase.



In 2021, the level of U.S. exports to Japan and U.S. imports from Japan exceeded the prior five-year average level by value not adjusted for inflation. The U.S. trade deficit with Japan is lower than the prior five-year average level by value not adjusted for inflation.

	2016	2017	2018	2019	2020	2021	2016-2020 Average
EXPORTS	\$63,247.0	\$67,603.4	\$75,163.8	\$74,497.0	\$63,756.4	\$74,970.2	\$68,853.5
∆value		\$4,356.3	\$7,560.4	-\$666.8	-\$10,740.6	\$11,213.8	
∆pct		<i>6.9%</i>	11.2%	-0.9%	-14.4%	17.6%	
IMPORTS	\$132,000.4	\$136,411.3	\$142,228.3	\$143,585.5	\$119,499.3	\$135,133.1	\$134,745.0
∆value		\$4,410.9	\$5,816.9	\$1,357.2	-\$24,086.3	\$15,633.8	
∆pct		3.3%	4.3%	1.0%	-16.8%	13.1%	
BALANCE	(\$68,753.4)	(\$68,808.0)	(\$67,064.5)	(\$69,088.5)	(\$55,742.9)	(\$60,162.9)	(\$65,891.4)
∆value		(\$54.6)	\$1,743.5	(\$2,024.0)	\$13,345.7	(\$4,420.0)	
∆pct		0.1%	-2.5%	3.0%	-19.3%	7.9%	
		Values in Millions of	U.S. Dollars. Source: L	J.S. Census Bureau USA	Trade Portal Februar	y 15, 2022	



In 2021, of the \$75.0 billion in U.S. exports to Japan, the top commodity sectors were Agricultural Goods, (19.5%) Chemicals, Plastics, Rubber and Leather Products (18.8%), and Oils, Minerals, Lime and Cement (16.7%).

In 2021, of the \$135.1 billion in U.S. imports from Japan, the top commodity sectors were Machinery and Mechanical Appliances (38.0%), Transportation Equipment (32.3%), and Chemicals, Plastics, Rubber, and Leather Products (13.1%),

Imports from Japan by Sector	Japan Commodity Trade 2021	US exports to Japan by Sector
\$135,133,072,901	Total Value All Commodities	\$74,970,192,296
1.0%	Agriculture (Chapters 01-24)	19.5%
0.5%	Oils, Minerals, Lime, Cement (Chapters 25-27)	16.7%
13.1%	Chemicals, Plastics, Rubber, Leather (Chapters 28-43)	18.8%
0.3%	Wood, Cork, Paper, Printed Books (Chapters 44-49)	2.4%
0.6%	Textiles, Footwear, Headgear (Chapters 50-67)	0.6%
1.1%	Stone, Glass, Metals, Pearls (Chapters 68-71)	4.8%
3.5%	Base Metals, Iron, Steel, Tools (Chapters 72-83)	1.8%
38.0%	Machinery & Mechanical Appliances (Chapters 84-85)	14.4%
32.3%	Transportation Equipment (Chapters 86-89)	8.1%
5.9%	Optical, Measuring, Medical, Other Instruments (Chapters 90-92)	9.5%
0.1%	Arms & Ammunition (Chapter 93)	0.7%
0.8%	Miscellaneous Manufactured Items (Chapters 94-96)	0.6%
0.1%	Art, Collectors' Pieces, Antiques (Chapter 97)	0.5%
2.8%	Special Items (Chapters 98)	1.5%
	Source: U.S. Census Bureau USA Trade Portal February 15, 2022	

In 2021, <u>4.3%</u> of total <u>U.S. exports</u> were shipped to Japan while <u>4.8%</u> of total <u>U.S. Imports</u> were delivered from Japan.

# U.S. Exports to Japan in Arms and Ammunition

In 2021, the U.S. exported \$546.2 million in Arms and Ammunition to Japan, a 79.8% increase from the \$303.8 million exported in 2020. Arms and Ammunition exports to Japan made up 12.9% of all U.S. exports of those commodities worldwide.

### U.S. Exports of Agricultural Goods to Japan

In 2021, the U.S. exported \$14.6 billion in Agricultural Goods to Japan, an increase of 21.0% (\$2.5 billion) from 2020. U.S. Agricultural Goods exports to Japan now constitute 8.3% of total exports of those commodities worldwide and were the largest export category to Japan by value in 2021.

### U.S. Imports of Transportation Equipment from Japan

In 2021, the U.S. imported \$43.7 billion in Transportation Equipment from Japan, a slight increase from \$42.5 billion 2020. Japan was the origin of 14.2% of total Transportation Equipment imports in 2021, down from 15.1% in 2020.

### U.S. Imports of Optical, Measuring, Medical, and Other Instruments from Japan

In 2021, the U.S. imported \$7.9 billion in Optical, Measuring, Medical, and Other Instruments from Japan, an increase of 21.6% (\$1.4 billion) from 2020. Japan was the origin of 7.1% of total Optical, Measuring, Medical, and Other Instrument imports in 2021, up from 6.9% in 2020.

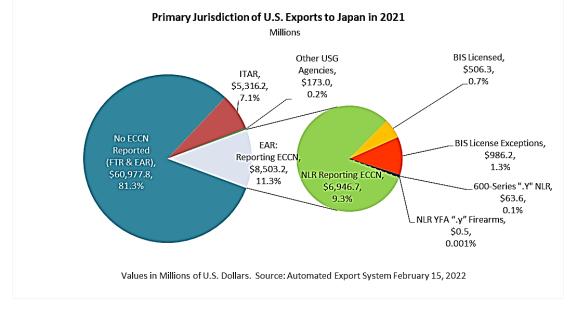


# II. U.S. Exports to Japan subject to U.S. Government Export Control

In 2021, of the \$75.0 billion in U.S. exports to Japan:

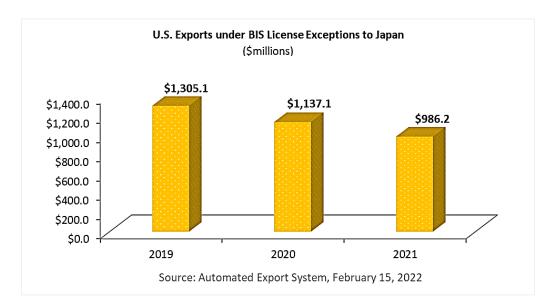
- 2.0% were subject to a BIS license requirement.
  - 0.7% were exported under a BIS license. Worldwide, 0.4% were exported under a BIS license.
  - 1.3% were exported under a BIS license exception. Worldwide, 0.8% were exported under a BIS license exception.
- 9.3% were exported under No License Required with an ECCN; Worldwide, 10.0% were exported under NLR with an ECCN reported.
  - 0.1% were exported under NLR for 600-series. y subparagraph items. Worldwide, 0.02% were exported under NLR 600-series. y subparagraph items.
  - 0.001% were exported under NLR for 0A501. y subparagraph Firearms items; Worldwide, 0.001% were exported under NLR for 0A501 .y subparagraph Firearms items.

				Japa	an											
							201	9		2020	) :	2021				
Department of State						\$	5,429.	0	\$4	,518.:	L \$5,3	16.2				
Other USG Agencies							\$589.	7	:	\$369.7	7 \$1	73.0				
Department of Commerce						\$6	8,478.	4	\$58	,868.0	5 \$69,4	81.0				
BIS Licensed							\$671.	1	:	\$667.9	9 \$5	06.3				
BIS License Exce	eptior	IS				\$	1,305.	1	\$1	,137.:	L \$9	86.2				
NLR reporting a	n ECC	N				\$1	0,732.	0	\$7	,477.3	L \$6,9	46.7				
NLR not reporti	ng an	ECCN				\$5	5,732.	6	\$49	,539.6	5 \$60,9	77.8				
NLR 600-Series	".y" s	ubpara	agraph				\$37.	5		\$46.	5 \$	63.6				
NLR YFA ".y" su	bpara	graph	Firear	ms			\$0.	0		\$0.4	1	\$0.5				
Values in Millions of U.S. Dollars. Sou	rce: A	utoma	ted Ex	port Syst	em			Febru	ary 15	5, 2022	2					
Reasons for Control	В	emical iologic /eapor	al		clear liferation	Nati Seci	onal urity	Missile Tech	-	ional pility	Firearms Convention	Crir	ne Cor	ntrol	Anti-Te	rrorism
	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
	x					x		x	x							



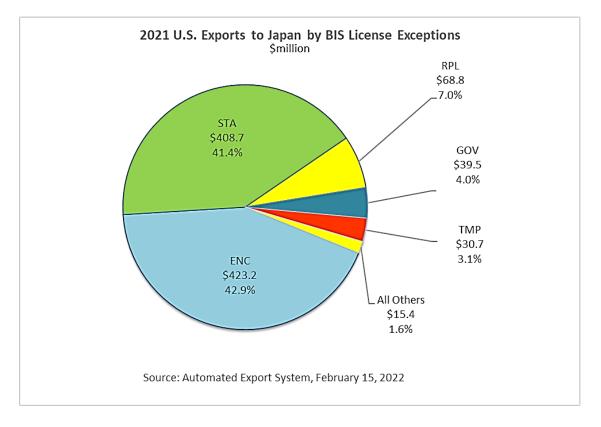
2021





In 2021, U.S. exports to Japan shipped under a BIS license exception totaled \$986.2 million, a 13.3% (\$150.9 million) decrease from 2020.

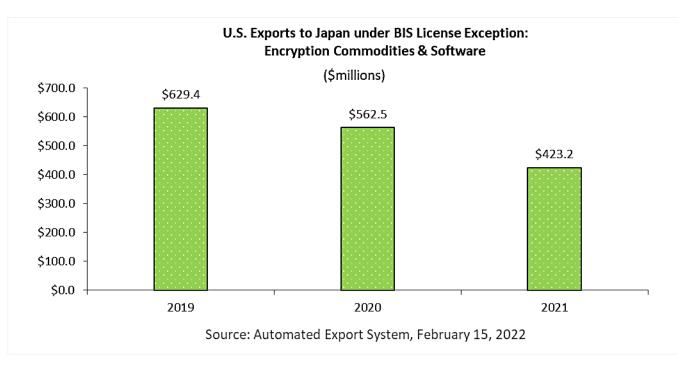
In 2021, the top license exception Encryption Commodities & Software (ENC) totaled \$423.2 million (42.9% of all license exceptions), followed by Strategic Trade Authorization (STA) at \$408.7 million (41.4%), and Servicing and Replacement of Parts and Equipment (RPL) at \$68.8 million (7.0%).

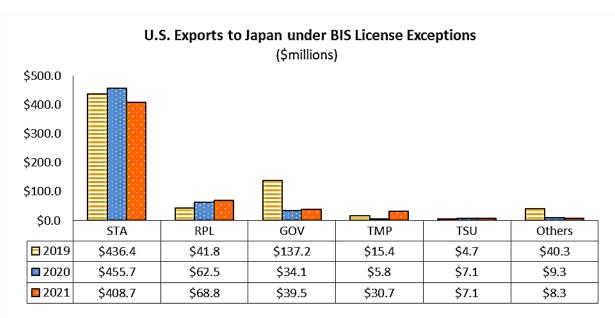




# **U.S. Exports to Japan subject to U.S. Government Export Control**

In 2021, U.S. exports to Japan shipped under a BIS license exception: Encryption Commodities & Software totaled \$423.2 million, a 24.8% (\$139.3 million) decrease from 2020.





#### The BIS License Exception for Encryption is excluded from this chart

Source: Automated Export System, February 15, 2022

2021



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

	Top Ten ECCNs by Value to Japan (\$millions)										
	#1	9A610	ilitary Aircraft and Related Commodities, Other Than Those Enumerated								
	#2	9A619	Military gas turbine engines and related commodities (see List of Item								
Δ	#3	3A611	Military electronics, as follows (see List of Items Controlled).								
SE	#4	9A515	"Spacecraft" and related commodities, as follows (see List of Items Co								
EN	#5	9A604	Commodities related to launch vehicles, missiles, and rockets (see Lis								
<b>UE</b>	#6	7A103	Instrumentation, navigation equipment and systems, other than those co								
	#7	8A609	Surface vessels of war and related commodities (see List of Items Cont								
	#8	7B611	Test, inspection, and production commodities "specially designed" for								
	#9	9B610	Test, inspection, and production "equipment" and related commodities "								
	#10	0A614	Military training "equipment," as follows (see List of Items Controlle								

Note: ECCN descriptions have been truncated: please review Commerce Control List for full description

	Top Ten ECCNs by Value to Japan (\$millions)									
	#1	5A002	"Information security" systems, equipment and "components," as follows							
5	#2	9A610	Military Aircraft and Related Commodities, Other Than Those Enumerated							
Ź	#3	9A619	Military gas turbine engines and related commodities (see List of Item							
0	#4	3A611	Military electronics, as follows (see List of Items Controlled).							
Р	#5	9A604	Commodities related to launch vehicles, missiles, and rockets (see Lis							
E	#6	9A515	"Spacecraft" and related commodities, as follows (see List of Items Co							
X	#7	9A991	"Aircraft," n.e.s., and gas turbine engines not controlled by 9A001 or							
	#8	9A001	Aero gas turbine engines having any of the following (see List of Item							
	#9	6A003	Cameras, Systems or Equipment, and "Components" Therefor, as Follows (							
	#10	5A992	Equipment not controlled by 5A002 (see List of Items Controlled).							

Note: ECCN descriptions have been truncated: please review Commerce Control List for full description

	Тор Т	en ECCNs	by Value to Japan (\$millions)
	#1	9A991	"Aircraft," n.e.s., and gas turbine engines not controlled by 9A001 or
Z	#2	3B991	Equipment not controlled by 3B001 for the manufacture of electronic "p
Ŭ	#3	5A991	Telecommunication equipment, not controlled by 5A001 (see List of Item
Ш	#4	5A992	Equipment not controlled by 5A002 (see List of Items Controlled).
with	#5	7A994	Other navigation direction finding equipment, airborne communication e
3	#6	3B992	Equipment not controlled by 3B002 for the inspection or testing of ele
2	#7	3A999	Specific Processing Equipment, n.e.s., as Follows (See List of Items C
Z	#8	2B999	Specific Processing Equipment, n.e.s., as Follows (See List of Items C
	#9	2B230	All types of "pressure transducers" capable of measuring absolute pres
	#10	3A992	General purpose electronic equipment not controlled by 3A002.

Note: ECCN descriptions have been truncated: please review Commerce Control List for full description



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

	Тор Т	en ECCNs	to Japan by Shipment Count						
	#1	9A610	Ailitary Aircraft and Related Commodities, Other Than Those Enumerated						
	#2	9A619	Military gas turbine engines and related commodities (see List of Item						
	#3	3A611	Military electronics, as follows (see List of Items Controlled).						
S	#4	9A604	Commodities related to launch vehicles, missiles, and rockets (see Lis						
E	#5	0A501	Firearms (except 0A502 shotguns) and related commodities as follows (s						
D	#6	9A515	"Spacecraft" and related commodities, as follows (see List of Items Co						
	#7	3A001	Electronic items as follows (see List of Items Controlled).						
	#8	9B610	Test, inspection, and production "equipment" and related commodities "						
	#9	8A609	Surface vessels of war and related commodities (see List of Items Cont						
	#10	EAR99	Items subject to the EAR that are not elsewhere specified in this CCL						
Mate	ECON	J	have been truncated; please raview Commerce Control List for full description						

Note: ECCN descriptions have been truncated: please review Commerce Control List for full description

	Top Ten ECCNs to Japan by Shipment Count										
	#1	5A002	"Information security" systems, equipment and "components," as follows								
S	#2	9A610	Military Aircraft and Related Commodities, Other Than Those Enumerated								
Z	#3	3A611	Military electronics, as follows (see List of Items Controlled).								
<u> </u>	#4	9A619	Military gas turbine engines and related commodities (see List of Item								
Ы	#5	5D002	"Software" as follows (see List of Items Controlled).								
Ш	#6	9A991	"Aircraft," n.e.s., and gas turbine engines not controlled by 9A001 or								
×	#7	EAR99	Items subject to the EAR that are not elsewhere specified in this CCL								
ш	#8	1C001	Materials "specially designed" for absorbing electromagnetic radiation								
	#9	0A501	Firearms (except 0A502 shotguns) and related commodities as follows (s								
	#10	9B610	Test, inspection, and production "equipment" and related commodities "								

Note: ECCN descriptions have been truncated: please review Commerce Control List for full description

	Top Ten ECCNs to Japan by Shipment Count									
	#1	9A991	"Aircraft," n.e.s., and gas turbine engines not controlled by 9A001 or							
S	#2	3B991	Equipment not controlled by 3B001 for the manufacture of electronic "p							
<b>U</b>	#3	5A991	Telecommunication equipment, not controlled by 5A001 (see List of Item							
Ш	#4	5A992	Equipment not controlled by 5A002 (see List of Items Controlled).							
ith	#5	7A994	Other navigation direction finding equipment, airborne communication e							
Vİ	#6	3A991	Electronic devices, and "components" not controlled by 3A001.							
2	#7	3A992	General purpose electronic equipment not controlled by 3A002.							
Z	#8	3B992	Equipment not controlled by 3B002 for the inspection or testing of ele							
	#9	3A999	Specific Processing Equipment, n.e.s., as Follows (See List of Items C							
	#10	4A994	Computers, "electronic assemblies" and related equipment not controlle							

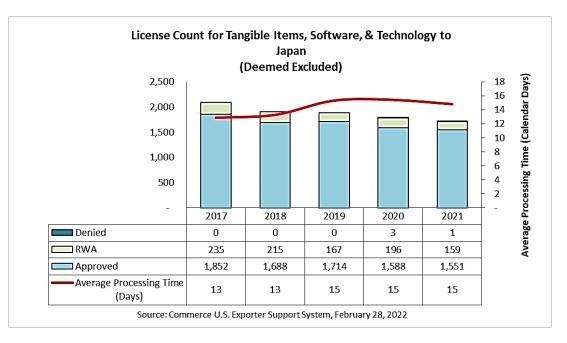
Note: ECCN descriptions have been truncated: please review Commerce Control List for full description

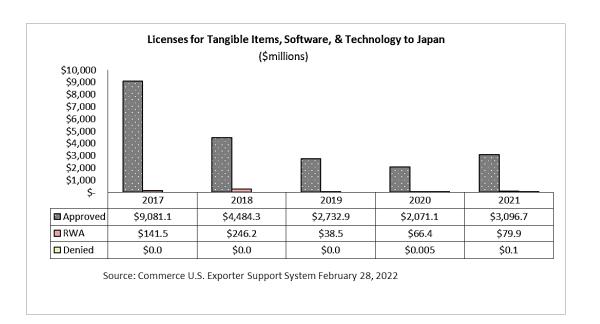


## III. BIS Licensing to Japan

In 2021, BIS reviewed 1,711 export/re-export applications (not including deemed export applications) valued at \$3.2 billion for Japan, out of a total of 39,901 applications worldwide for tangible items, software and technology valued at \$1.4 trillion.

Approved applications for Japan totaled 1,551 (90.6% of the total applications) for \$3.1 billion, compared to 34,369 (86.1%) approved applications for all destinations valued at \$322.8 billion.







In 2021, BIS reviewed 16 applications for Deemed Exports from Japanese nationals out of 942 applications worldwide for deemed exports. 15 applications (93.8%) were approved compared to the 821 (87.2%) approved applications for all destinations.

In the last five years, there were no denials for Deemed Export applications from Japanese nationals.

	Deemed Export Licenses for Nationals of Japan											
	2017 - 2021											
Year	Approved	RWA	Denied	Japan Total	World Total	Japan Total/ World						
Tear	Approved	NWA	Demeu	Japan Iotai	wond rotai	Total						
2017	21	1	0	22	1,510	1.5%						
2018	15	1	0	16	967	1.7%						
2019	16	0	0	16	1,302	1.2%						
2020	18	5	0	23	1,212	1.9%						
2021	15	1	0	16	942	1.7%						

Source: Commerce U.S. Exporter Support System, February 28, 2022

The top approved ECNNs (including deemed exports) to Japan by count include: 9A610 for Military Aircraft and Related Commodities, Other Than Those Enumerated in 9A991.a with 473 approvals; 3A611 for Military Electronics with 284 approvals; and 3E611 for Technology Required for Military Electronics with 122 approvals.

		Тор Те	en Approved (with deemed) ECCNs to Japan by Count	2017	2018	2019	2020	2021	% of World Total 2021
	#1	9A610	Military Aircraft and Related Commodities, Other Than Those Enumerated	583	526	496	463	473	9.0%
	#2	3A611	Military electronics, as follows (see List of Items Controlled).	416	359	405	283	284	13.3%
Δ	#3	3E611	"Technology" "required" for military electronics, as follows (see List	123	61	57	80	122	21.1%
APPROVED	#4	9A604	Commodities related to launch vehicles, missiles, and rockets (see Lis	139	148	143	123	117	33.0%
б	#5	9E610	Technology "required" for the "development," "production," operation,	96	99	87	85	102	7.9%
Ř	#6	9E515	"Technology" "required" for the "development," "production," operation	130	52	82	65	80	15.0%
L L	#7	9A619	Military gas turbine engines and related commodities (see List of Item	129	152	111	78	77	7.5%
4	#8	3A001	Electronic items as follows (see List of Items Controlled).	83	114	82	91	72	5.8%
	#9	1C351	Human and animal pathogens and "toxins," as follows (see List of Items	60	55	56	47	69	6.4%
	#10	9A515	"Spacecraft" and related commodities, as follows (see List of Items Co	116	83	91	72	65	17.8%
			Source: Commerce U.S. Exporter Support System	n, February	28, 2022				

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

			Denied (with deemed) ECCNs to Japan by Count	2021	% of World Total 2021		
Denied	#1	5A992	Equipment not controlled by 5A002 (see List of Items Controlled).	1	1.8%		
Source: Commerce U.S. Exporter Support System, February 28, 2022							

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

In 2021, the average processing time for Japan was 15 calendar days.



	Summary o	of U.S. Exports to Japan Cale	endar Year 2021	
	CY2021	CY2020	% of Total Exports	Percentage Change from previous year
Total Exports	\$74,970,192,296	\$63,756,411,577		17.6%
Total Subject to ITAR	\$5,316,213,216	\$4,514,180,349	7.1%	17.8%
Subject to Other Gov. Agencies	\$172,967,546	\$369,716,282	0.2%	-53.2%
	Detaile	ed Summary of EAR-Control	lled Exports	
AES License Type	Description	Value	Percentage of Total	Percentage Description
C30	Licenses	\$506,273,022	100.0%	
Tota	al of Licensed	\$506,273,022	0.7%	Total Licensed/Total Exports
C35	LVS	\$87,386	0.01%	
C36	GBS	\$5,218,252	0.5%	
C38	TSR	\$265,580	0.03%	
C40	ТМР	\$30,652,407	3.1%	
C41	RPL	\$68,755,787	7.0%	
C42	GOV	\$39,453,697	4.0%	
C43	GFT	\$119,580	0.01%	
C44	TSU	\$7,129,264	0.7%	
C45	BAG	\$7,110	0.001%	
C46	AVS	\$940,596	0.1%	
C50	ENC	\$423,208,363	42.9%	
C53	АРР	\$916,895	0.1%	
C54	SS-WRC	\$733,380	0.1%	
C59	STA	\$408,687,570	41.4%	
Total of I	iconco Eucontiono	¢096 175 967	1.3%	Total License Exceptions/Total Exports
	icense Exceptions	\$986,175,867	66.1%	Total License Exceptions/Total Subject to License Requirement
-	to license requirement d License Exceptions)	\$1,492,448,889	2.0%	Total Subject to License Requirement/Total Exports
С33	NLR reporting an ECCN	\$6,946,692,403	9.3%	NLR reporting an ECCN/ Total Exports
C60	NLR for 600-Series ".y" subparagraph	\$63,564,614	0.1%	NLR for 600-Series ".y" subparagraph/ Total Exports
C63	NLR for 0A501 .y subparagraph Firearms	\$523,812	0.001%	NLR for OA501 .y subparagraph firearms/ Total Exports
То	otal of NLR	\$7,010,780,829	9.4%	Total NLR with an ECCN/ Total Exports
		6c0 077 -010	<b>04</b> 554	
Evports no	t reporting an ECCN	\$60,977,781,816	81.3%	1