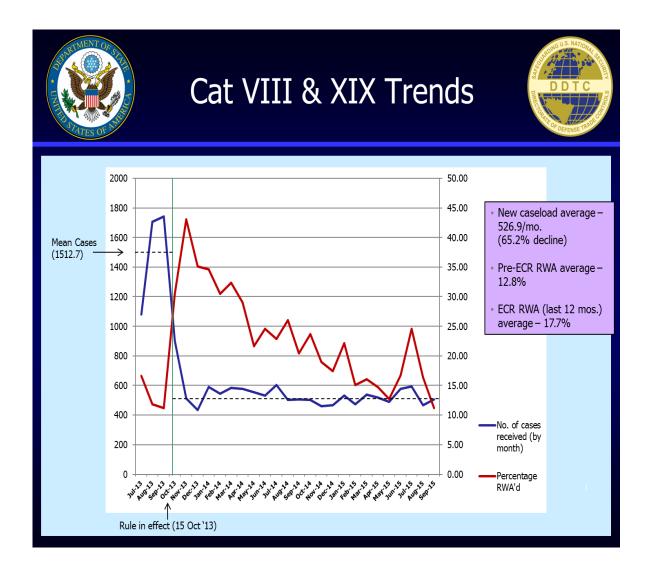
Statistics of the First Export Control Reform Transition Rule

Aircraft and Gas Turbine Engines

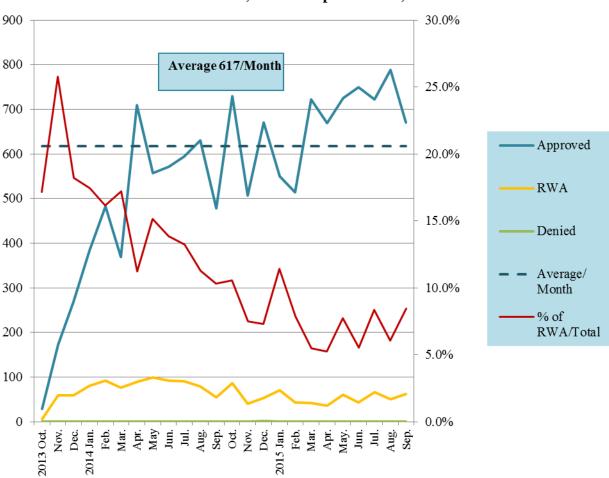
October 15, 2013 to September 30, 2015

The license applications for items in categories VIII (Aircraft) and XIX (Gas Turbine Engines) of the United States Munitions List (USML) have declined 65.2% from an average of 1,513 to 527 per month through September 30, 2015. The average monthly drop of 986 in license applications is the result of certain items transitioning to the Commerce Control List (CCL) under Export Control Reform (ECR).



Source: The Directorate of Defense Trade Controls of the U.S. Department of State, October 2015

Since the First ECR Transition Rule became effective on October 15, 2013, the average number of BIS license applications for items transitioning from the USML to the CCL is 617 per month through September 30, 2015. The approved rate is 89.5%.

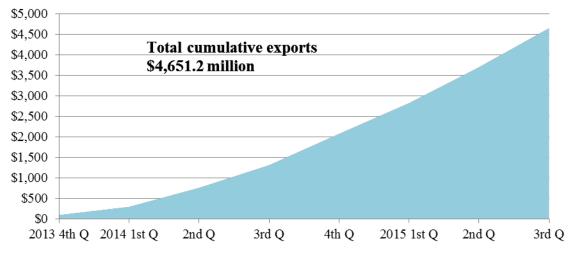


BIS License Applications for the First ECR Transition Rule October 15, 2013 to September 30, 2015

Source: Commerce U.S. Exports Exporter Support System, October 2015

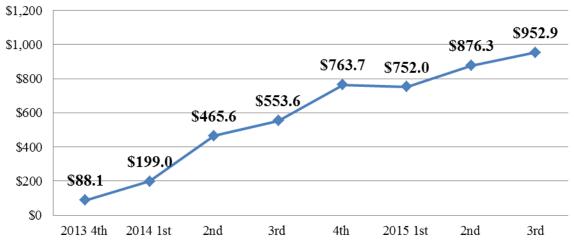
The U.S. exports of 600-series items under BIS jurisdiction created by the First ECR Transition Rule – Aircraft and Gas Turbine Engines items (9y610 and 9y619) totaled 124,036 transactions for \$4.7 billion.





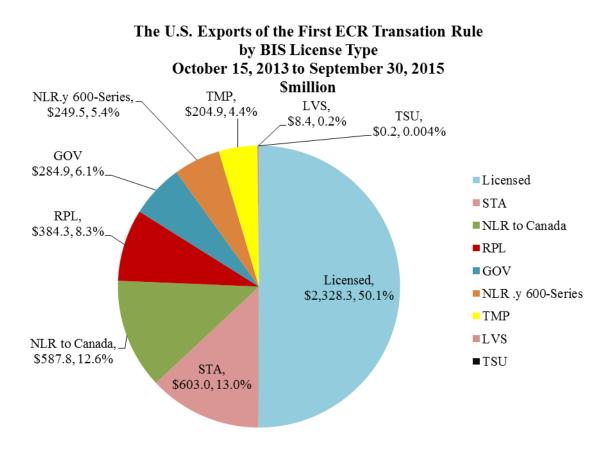
Source: Automated Export System, October 2015





Source: Automated Export System, October 2015

Of the \$4.7 billion exports of 600-series items in the First ECR transition rule under BIS jurisdiction, licensed exports totaled \$2.3 billion (50.1% of the total); Strategic Trade Authorization (STA) totaled \$603.0 million (13.0%); and No License Required (NLR) to Canada totaled \$587.8 million (12.6%).



Source: Automated Export System, October 2015

BIS License Exceptions:

STA: Strategic Trade Authorization
NLR: No License Required
RPL: Servicing and replacement of parts and equipment
GOV: Governments, international organizations, international inspections under the Chemical
Weapons Convention, and the International Space Station
TMP: Temporary imports, exports, reexports, and transfers (in-country)
LVS: Shipments of limited value
TSU: Technology and software-unrestricted