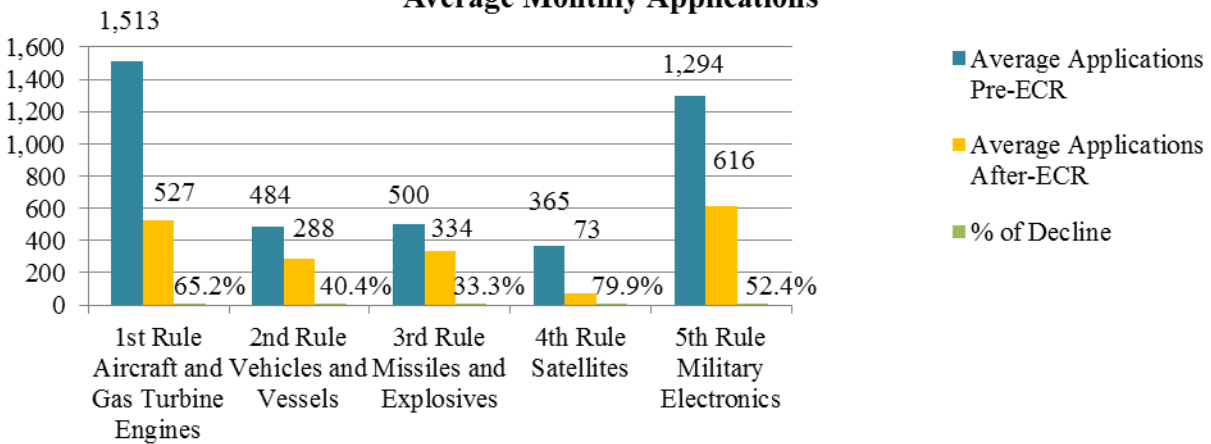


Statistics of Export Control Reform Licensing

October 15, 2013 to September 30, 2015

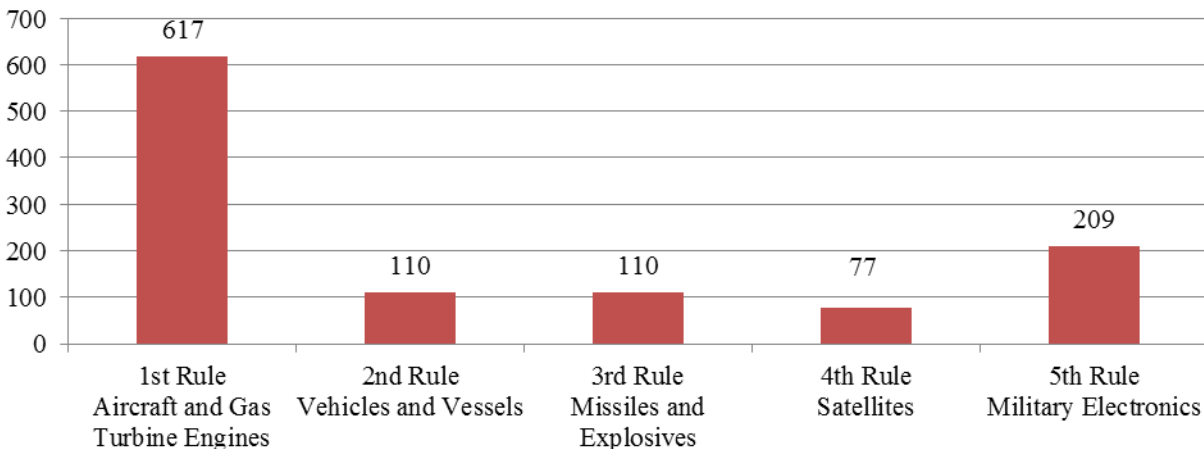
The license applications for items in the 15 categories of the United State Munitions List (USML) showed an overall average decline of 55.8% from 4,156 to 1,838 per month through September 30, 2015. The average monthly drop of 2,318 in license applications is the result of certain items that do not warrant control on the USML and transitioned to the Commerce Control List (CCL) under President Obama’s Export Control Reform (ECR) initiative. The biggest drop in license applications was those impacted by the Fourth ECR Transition Rule for satellites with a 79.9 % decline. The Directorate of Defense Trade Controls (DDTC) of the U.S. Department of State estimates a 45% decline in license applications will be shown when all USML categories have been reviewed.

DDTC License Trends by ECR Transition Rules
October 15, 2013 to September 30, 2015
Average Monthly Applications



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

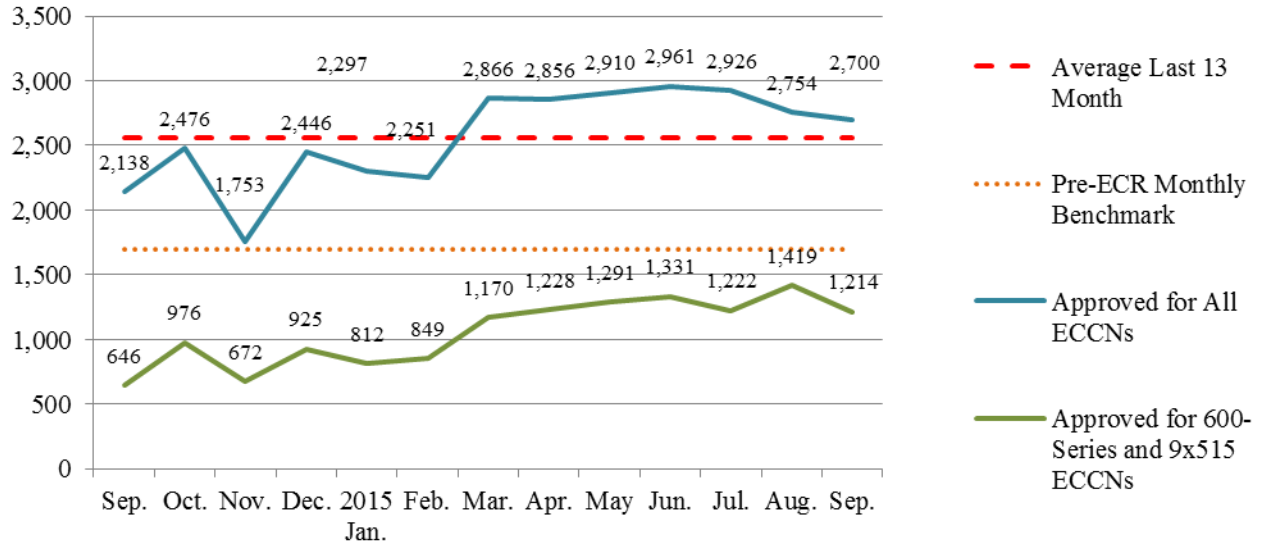
BIS Average Monthly Applications by ECR Transition Rules
October 15, 2013 to September 30, 2015



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

The monthly average of 2,564 BIS approved licenses in the last 13 months indicates an increase of 50.8% from a monthly average of 1,700 approved licenses during the fiscal years 2012/2013, prior to the Export Control Reform.

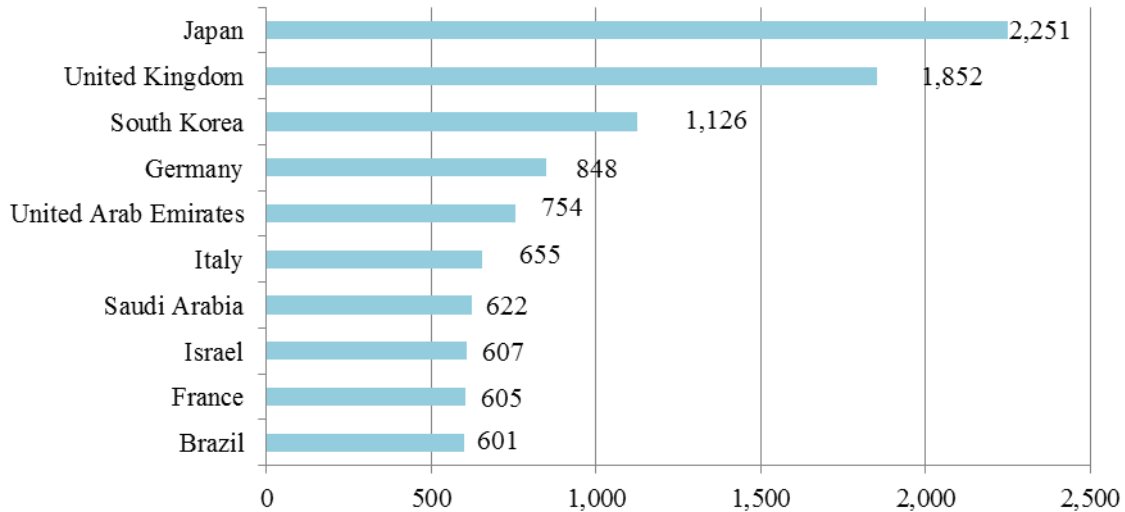
**Trends in BIS Approved License Applications
July 1, 2014 to September 30, 2015**



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

The top destinations of approved licenses for 600-Series and 9x515 items are Japan with 2,251 approved licenses, followed by the United Kingdom with 1,852 and South Korea with 1,126.

**Top Ten Destinations of Approved Licenses for 600-Series and
9x515 Items by Count
October 15, 2013 - September 30, 2015**



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