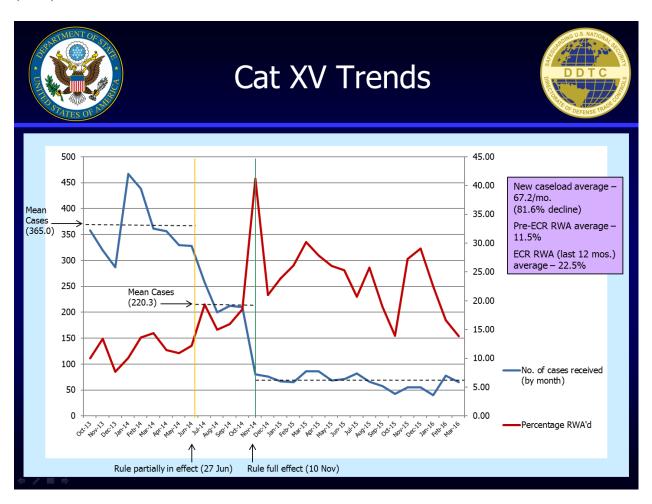
## **Export Control Reform**

## License Applications and U.S. Exports The Fourth Transition Rule Satellites

October 15, 2013 to March 31, 2016

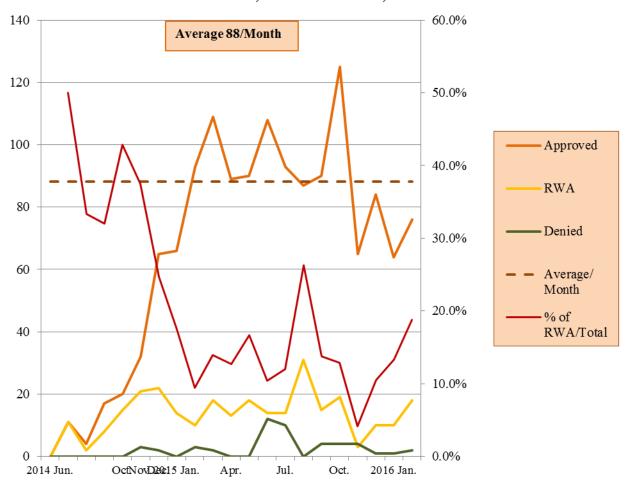
The license applications for items in category XV- Satellites of the United States Munitions List (USML) have declined 81.6% from an average of 365 to 67 per month through March 31, 2016. The average monthly drop of 298 in license applications is the result of certain items transitioning to the Commerce Control List (CCL) under Export Control Reform (ECR).



Source: The Directorate of Defense Trade Controls of the U.S. Department of State, April 2016

Since the Fourth ECR Transition Rule became effective on June 27, 2014, the average number of BIS license applications for the four ECCN 9x515 items created by this rule is 88 per month through March 31, 2016. The approval rate is 80.1%.

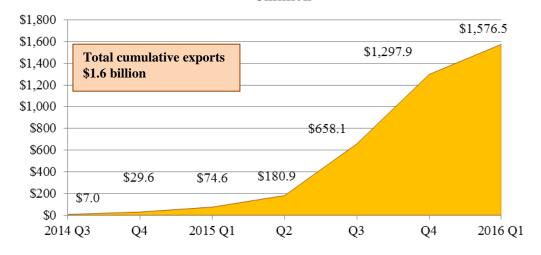
BIS License Applications for the Fourth ECR Transition Rule June 27, 2014 to March 31, 2016



Source: Commerce U.S. Exports Exporter Support System, April 2016

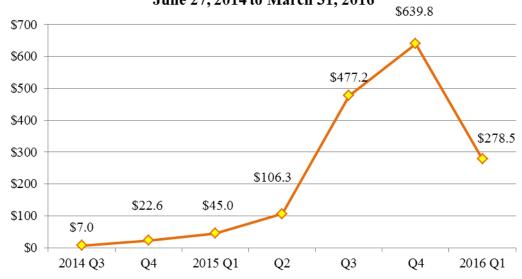
From June 27, 2014 to March 31, 2016, U.S. exports of items under the Fourth ECR transition Rule – Satellites items (9x515) under BIS jurisdiction totaled 4,044 shipments<sup>1</sup> for \$1.6 billion.

The U.S. Cumulative Exports of the Fourth ECR Transition Rule Items under BIS Jurisdiction June 27, 2014 to March 31, 2016 Smillion



Source: Automated Export System, April 2016

The U.S. Quarterly Exports of the Fourth ECR Transition Rule Items under BIS Jurisdiction June 27, 2014 to March 31, 2016

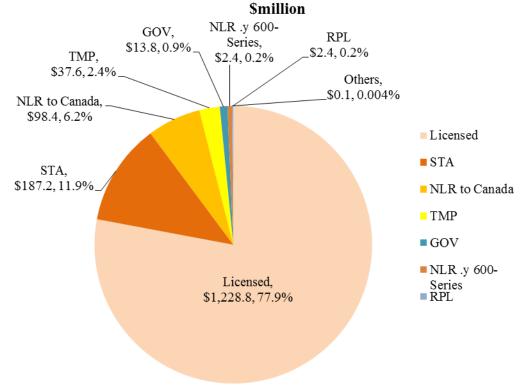


Source: Automated Export System, April 2016

<sup>1</sup> Shipments are defined as exports being sent from one order party to one consignee located in a single country of destination on a single conveyance on the same day.

Of the \$1.6 billion in exports of 9x515 items in the Fourth ECR transition rule under BIS jurisdiction, licensed exports totaled \$1.2 billion (77.9% of the total); Strategic Trade Authorization (STA) exports totaled \$187.2 million (11.9%); and exports under No License Required (NLR) for 9x515 items to Canada totaled \$98.4 million (6.2%).

The U.S. Exports of the Fourth ECR Transition Rule Items by BIS License Type
June 27, 2014 to March 31, 2016



Source: Automated Export System, April 2016

## **BIS License Exceptions:**

STA: Strategic Trade Authorization

NLR: No License Required

TMP: Temporary imports, exports, reexports, and transfers (in-country)

GOV: Governments, international organizations, international inspections under the Chemical

Weapons Convention, and the International Space Station

RPL: Servicing and replacement of parts and equipment