

Annual Report to Congress On Direct Commercial Sales Authorizations to Foreign Countries and International Organizations for Fiscal Year 2021 as required by Section 655 of the Foreign Assistance Act of 1961, as Amended

Overview

This report documents defense articles and defense services licensed for permanent export under Section 38 of the Arms Export Control Act (AECA), 22 U.S.C. 2778, to each foreign country and international organization during fiscal year (FY) 2021, in response to the requirements in Section 655(b)(3) of the Foreign Assistance Act (FAA) of 1961, as amended. The report specifies the aggregate dollar value and quantity of defense articles, and defense services, authorized to each foreign country and international organization during the fiscal year, as well as data on the actual shipments of those licensed transactions. The actual-shipment data shows the total dollar value of all shipments that were authorized and exported during the fiscal year to each destination. Authorizations in this report are categorized based on the destination country. The Department of Defense will report International Military Education and Training activities separately. Section 655(b)(3) of the FAA requires the specification of certain semiautomatic assault weapons and spare parts for such weapons. The semiautomatic assault weapons and spare parts for such weapons transitioned to the jurisdiction of the U.S. Department of Commerce for authorization on March 9, 2020. Therefore, DDTC is no longer reporting this information. In accordance with subsection (c) of Section 655, this report is also being made available to the public on the internet through the Department of State, Directorate of Defense Trade Controls (DDTC), at www.pmddtc.state.gov.

Authorizations applicable to multiple countries in the appendix are included under the designation "Various." Since documentation for shipping purposes requires a definitive destination be declared, actual shipments for those articles approved under the designation "Various" are attributed to the country listed on the shipping documentation.

<u>UNCLASSIFIED</u>

-2-

The value of authorizations for defense articles and defense services does not correlate precisely to the value of articles actually transferred during the reporting period. Most licenses issued for defense articles are valid for four years and may be used throughout the four years to execute authorized transactions. Similarly, manufacturing license and technical assistance agreements cover a wide range of programmatic activities for multi-year periods (generally exceeding the four-year validity period of defense-article export licenses). Export authorizations furnished in FY 2021 also include certain activities occurring in prior years, because the scope of the Department's regulatory authority over such agreements continues for as long as these multi-year agreements remain in effect.

The categories of the U.S. Munitions List (USML) used throughout this report are as listed below. A full list of the USML can be found at 22 CFR 121.1, available at the following website: https://www.ecfr.gov/current/title-22/section-121.1.

USML Categories Reported for FY 2021

Category I	Firearms and Related Articles
Category II	Guns and Armament
Category III	Ammunition and Ordnance
Category IV	Launch Vehicles, Guided Missiles, Ballistic
Category V	Missiles, Rockets, Torpedoes, Bombs, and Mines Explosives and Energetic Materials, Propellants, Incendiary Agents, and Their Constituents
Category VI	Surface Vessels of War and Special Naval Equipment
Category VII	Ground Vehicles
Category VIII	Aircraft and Related Articles
Category IX	Military Training Equipment and Training
Category X	Personal Protective Equipment
Category XI	Military Electronics

UNCLASSIFIED

-3-

Category XII Fire Control, Laser, Imaging, and Guidance Equipment Category XIII Materials and Miscellaneous Articles Category XIV Toxicological Agents, Including Chemical Agents, Biological Agents, and Associated Equipment Spacecraft and Related Articles Category XV Category XVI Nuclear Weapons Related Articles Classified Articles, Technical Data, and Defense Category XVII Services Not Otherwise Enumerated **Directed Energy Weapons** Category XVIII Gas Turbine Engines and Associated Equipment Category XIX Category XX Submersible Vessels and Related Articles Category XXI Articles, Technical Data, and Defense Services Not Otherwise Enumerated