

**AMENDMENT TO RULES COMM. PRINT 117-13**  
**OFFERED BY MR. BANKS OF INDIANA**

At the end of title LX of division E, add the following:

1 **SEC. 6013. EXEMPTION FOR COUNTRIES SPECIFIED IN THE**  
2 **NATIONAL TECHNOLOGY AND INDUSTRIAL**  
3 **BASE FROM THE LICENSING REQUIREMENTS**  
4 **FOR EXPORTS OF DEFENSE ITEMS UNDER**  
5 **THE ARMS EXPORT CONTROL ACT.**

6 Section 38(j)(1)(B) of the Arms Export Control Act  
7 (22 U.S.C. 2778(j)(1)(B)) is amended to read as follows:

8 “(B) EXCEPTION FOR NTIB COUNTRIES.—

9 “(i) IN GENERAL.—The requirement  
10 to conclude a bilateral agreement in ac-  
11 cordance with subparagraph (A) shall not  
12 apply with respect to an exemption for an  
13 NTIB country from the licensing require-  
14 ments of this Act for the export of defense  
15 items that meet the requirements described  
16 in clause (ii).

17 “(ii) REQUIREMENTS DESCRIBED.—

18 The requirements described in this clause  
19 are the following:

1                   “(I) The defense item will remain  
2                   at all times within the territorial juris-  
3                   diction or under the control of an  
4                   NTIB country.

5                   “(II) Any United States-origin  
6                   component incorporated into a defense  
7                   item or any data utilized to evaluate  
8                   or formulate a defense item—

9                   “(aa) is taken or signifi-  
10                  cantly derived from an earlier ex-  
11                  port of a defense item originating  
12                  from the NTIB country to the  
13                  United States; or

14                  “(bb) comprises less than 25  
15                  per cent of the total value of the  
16                  defense item.

17                  “(III) Any subsequently gen-  
18                  erated work on the defense item is un-  
19                  dertaken in the United States or an  
20                  NTIB country.

21                  “(iii) DEFINITION OF NTIB COUN-  
22                  TRY.—The term ‘NTIB country’ means a  
23                  country (other than the United States)

1 specified in section 2500(1) of title 10,  
2 United States Code.”.

