Annex 7. General licence for the temporary transfer of defence-related products for demonstration, evaluation or exhibition purposes, as referred to in Article 14, §2, point 3 of the Flemish Parliament Arms Trade Act and Article 9, §1 of the Government of Flanders Arms Trade Decree (General Licence No. 3)

§1. Defence-related products

1. This general licence applies to all defence-related products and product categories included in the Common Military List of the European Union.

§2. Destinations and consignees

2. This general licence applies to the temporary transfer by persons having their residential address or registered office in the Flemish Region to consignees who are established in the Member States of the European Union, with the exception of the Kingdom of the Netherlands and the Grand Duchy of Luxembourg.

§3. Permitted purposes for the use of the general licence

3. This general licence may only be used for temporary transfers for "demonstration", "evaluation" or "exhibition" purposes, as referred to in Article 12, §1, fourth subsection of the Government of Flanders Arms Trade Decree.

"Demonstration" is understood to mean: a closed presentation of defence-related products in a non-public space to any particular consignee or any number of particular consignees.

"Exhibition" is understood to mean: a public presentation of defence-related products within the scope of a commercial event of a specific duration, at which several exhibitors make demonstrations of their products to trade visitors or to the general public.

"Evaluation" is understood to mean: the use of defence-related products for their intended use to the minimum extent required to assess the technical and operational features and capabilities of the respective products for the purposes of possibly purchasing, renting or leasing the respective products.

4. In the case of demonstration, evaluation or exhibition, the respective defence-related products may not be merged into any production process and may not be used for their intended purpose, except to the minimum extent required for effective demonstration, evaluation or exhibition purposes, as referred to in Article 12, §1, second subsection of the Government of Flanders Arms Trade Decree.

§4. Terms and conditions for the use of the general licence

5. A person who can utilise this general licence must register with the Strategic Goods Control Unit, as referred to in Article 14, §6 of the Flemish Parliament Arms Trade Act and in Article 10 of the Government of Flanders Arms Trade Decree.

- He, she or it can only make temporary transfers on the basis of this general licence if he, she or it has received confirmation of the registration from the Strategic Goods Control Unit.
- 6. With each temporary transfer based on this general licence, there must be an indication on the commercial documents accompanying the shipment that this general licence is used and a mention of the registration number that was received, as referred to in Article 10, §4, second subsection, point 2 of the Government of Flanders Arms Trade Decree.
- 7. The consignee must be notified of the restrictions referred to in paragraph 6 of this licence, as referred to in Article 12, §2, second subsection of the Flemish Parliament Arms Trade Act, no later than at the time of the temporary transfer, and written proof must be kept of this.
- 8. The defence-related products that, on the basis of this general licence, are temporarily transferred to another Member State must be re-transferred to the Flemish Region in their original state no later than three years after the temporary transfer and no component or software may be removed, copied or disseminated, with the exception of damage that occurs due to the normal use of the products for "demonstration", "evaluation" or "exhibition" purposes, as referred to in Article 9, §2, point 4 and Article 12, §1, third subsection of the Government of Flanders Arms Trade Decree. Written proof is kept of the re-transfer.
- 9. Persons utilising this general licence must keep a detailed and full summary of their temporary transfers based on the licence for a minimum of seven years, as referred to in Article 49, §2 of the Flemish Parliament Arms Trade Act and in Article 58, §1 and 60, §1 of the Government of Flanders Arms Trade Decree.
- 10. Persons utilising this general licence must use the summary referred to in item 9 to compose the biannual reports of their temporary transfers to be provided to the Strategic Goods Control Unit, as referred to in Article 49, §1 of the Flemish Parliament Arms Trade Act and Articles 57, 58 and 60 of the Government of Flanders Arms Trade Decree.
- §6. Exceptions and restrictions on the use of the general licence, as referred to in Article 14, §7, second subsection of the Flemish Parliament Arms Trade Act and Articles 9, §2, and 11 of the Government of Flanders Arms Trade Decree
- 11. This general licence may not be used for the temporary transfer of defence-related products for permitted purposes, the transfer of which is prohibited on the grounds of Article 3, §1, first subsection of the Flemish Parliament Arms Trade Act.
- 12. This general licence may not be used if the person who wishes to use it cannot guarantee that the respective defence-related products will be retransferred to the Flemish Region in their original state, as referred to in item 8.
- 13. This general licence may not be used to temporarily transfer defence-related products to persons or for purposes for which the use of the general licence was

restricted in application of Article 14, §7, second subsection and Article 43 of the Flemish Parliament Arms Trade Act and Articles 46 to 49, inclusive, of the Government of Flanders Arms Trade Decree.

§5. Restrictions on the end use and export to countries outside the European Union, as referred to in Article 9, §2 of the Government of Flanders Arms Trade Decree

14. Defence-related products that are temporarily transferred to another Member State on the basis of this general licence may not be utilised in or temporarily exported to a country outside the European Union for the use, development or production of defence-related products, the transfer of which is prohibited on the grounds of Article 3, §1, first subsection of the Flemish Parliament Arms Trade Act.

§6. Suspension and restriction of the general licence, as referred to in Article 13 of the Government of Flanders Arms Trade Decree

15. In application of Article 43 of the Flemish Parliament Arms Trade Act and Articles 46 to 49, inclusive, of the Government of Flanders Arms Trade Decree, the use of this general licence can be suspended or restricted.

§7. Temporary exclusion of persons utilising the general licence

16. In application of Article 44 of the Flemish Parliament Arms Trade Act and Articles 50 and 51 of the Government of Flanders Arms Trade Decree, a person can be temporarily excluded from using this general licence.

§8. Taking effect

17. This general licence shall come into effect on 30 June 2012.

To be annexed to the Government of Flanders Decree of 20 July 2012 in implementing the Flemish Parliament Arms Trade Act.

The Flemish Minister of Economy, Foreign Policy, Agriculture and Rural Policy

Kris PEETERS