



**EDF INFODAY 2022:  
DER EUROPÄISCHE  
VERTEIDIGUNGSFONDS IM VISIER**

22. Juni 2022 | 14:00-17:00  
Haus der Forschung | Wien

## EDF INFODAY 2022:

### Der Europäische Verteidigungsfonds im Visier

- Kurzeinführung in den EDF
- Arbeitsprogramm und Neuerungen 2022
- Die Sicht des Bedarfsträgers – Prioritäten des BMLV
- *Pause*
- Panel Diskussion: Erfahrungsberichte von Projektbeteiligten
- **Exkurs: Die neuen Verteidigungsinitiativen der EU**
- *Umtrunk in der Lobby*



# **Impact of the Russian aggression on the Single Market: the case of public procurement, including defence procurement**

**EDF Info Day, 22 June 2022**

**Dirk Peters, SNE  
DG DEFIS A 3 Policy Officer**

# The 'Defence Directives'

## Defence and Security Procurement Directive (Directive 2009/81/EC)

- Procurement rules **specifically designed to answer the specificities** of the defence and sensitive security **sectors**
- Ensure that defence and sensitive security **procurement** is carried out under EU rules **based on competition, transparency and equal treatment**
- Support the establishment of an **open and competitive** European Defence Equipment Market (**EDEM**) and strengthen the **competitiveness** of the European Defence Technological and Industrial Base (**EDTIB**)

## Directive on intra-EU transfers of defence-related products (Directive 2009/43/EC)

- **Simplifies the terms and conditions for transfers** of defence-related products within the EU enhancing **efficiency and reducing administrative burden**
- **Supports the harmonisation** of differing national licensing regimes thus contributing to **defragmentation**

# 2021 EP Resolution and follow-up

IMCO own initiative report  
and **EP Resolution**  
of 25 March 2021:  
Need for:

- Better **implementation** and **enforcement**
- **Guidance** to Member States

Supported by  
2020 **EPRS study** on the  
implementation of  
the Defence Procurement  
and Transfers Directives:

- **Revision** of Directives **not necessary**
- **Focus** to be on **implementation**

**Reply** to EP Resolution:  
Commission engaged in a  
**actions** operationalising  
recommendations e.g:

- Work with Member States to **mobilise the Transfers Directive** tools in support of **smooth EDF projects implementation**
- Support to Member States' **implementation** of procurement rules and **enforcement**
- Actions to **support SMEs participation in the sector**

# The 'Versailles tasking' and its context

**EUCO, 11/3/22:**

**Commission,**  
in coordination with  
**European Defence Agency** to:

*“put forward an analysis of the  
**defence investment gaps** by  
mid-May and*

*(...) propose **any further  
initiative necessary** to  
strengthen the European  
defence industrial and  
technological base”.*

**Implications of unprovoked Russian  
aggression of Ukraine:**

- **Reassessment** of security environment and equipment needs
- **Increased defence spending** in the EU
- **Advert risks of further increasing fragmentation** of EU defence market **if no coordination**

**Invest:**

- **Together** – ensuring solidarity
- **Better** – on the right priorities
- **European** – strengthening European Defence Industrial base

# Defence underinvestment levels

From 1999 to 2021:

**EU combined defence spending** increased by **20% only**,

as compared to :

- 66% in the US
- 292% in Russia
- 592% in China

Had Member States spent

**2% GDP** in defence (2006-2020) :

- An additional **EUR 1,100 bn** would have been spent ...
- ...of which **EUR 270 bn** in **investment**

# Defence Industrial gap

EDTIB **overall competitive** but **gaps** exists:

- **Fragmented demand:** investment lacks cooperative approach
- **Fragmented supply:** industry structured along national borders.
- **Dependencies** on key defence equipments and raw materials
- In 2007-2016, over **60%** of European defence procurement budget spent on **non-EU military imports**
- Return of high-intensity warfare scenario requires **production ramp-up** by European industry



# Capability gaps

Already presented in **EU prioritisation schemes** (CARD, CDP)

and in the

**Strategic Compass**,

to be re-assessed in light of the new security situation.

**EU-NATO** cooperation relevance ('Single set of forces')

Proposed focus on

**three urgent capability gaps**

that can be addressed by the European defence industry:

- Replenish **stockpiles**
- Replace **soviet-era legacy systems**
- Reinforce **Air and Missiles defence Systems**

Further developments are needed on

**strategic medium- to long-term capabilities:**

- Air
- Maritime
- Land
- Space
- Cyber defence
- Military Mobility

# An enhanced Cooperation Framework

## Immediate establishment of a **Defence Joint Procurement Task Force**

- To de-conflict orders, ensure solidarity, avoid price spiralling, **coordinate demand and procurement**

## **Short Term EU Instrument**

- EUR 500 million over 2 years (2023-24) to support **joint procurement to address urgent needs**

## **European Defence Investment Programme (EDIP)**

Medium to Long Term

- Empowering **consortia**, to **jointly develop and procure Defence systems**, benefitting from VAT exemption and possible **associated Union intervention** for the reinforcement of the EDTIB.

In the **longer term**, establishment of a **joint EU defence programming and procurement function.**

# Action plan: strengthen EU defence industrial capacity

Commission to support EDTIB to **invest, modernise** and **ramp-up**

- In-depth **mapping** of EU industrial manufacturing capabilities.
- Initiative on **Critical Raw Materials** to facilitate, *inter alia*, defence industry access
- Ensure availability of **defence specific skills**
- Consider possible amendments to the framework for **dual-use research and innovation**
- Consider **strengthening budgets** of the European Defence Fund, and Military mobility (mid term MFF review)
- Speed-up establishment of a **CASSINI for defence** to support **EU defence innovation**.
- Invitation to enhanced support by **EIB** to European defence industry and joint procurement

# Thank you

**Vielen Dank für Ihre Teilnahme!**

[www.ffg.at/europa/edf/infoday2022](http://www.ffg.at/europa/edf/infoday2022)