Master Compliance and Integrity in International Military Trade

(CIIMT)
Programme

• Opening

• Introducing arms trade control

• Master programme headlines

• Application, selection and admission

• Questions & Answers

• Coffee
What is arms trade control?
UN Security Council Resolution 1540

“The Security Council:

Affirming that proliferation of NBC weapons, as well as their means of delivery, constitute a threat to international peace and security.

Decides also that all States shall establish, develop, review, and maintain appropriate effective national export and trans-shipment controls over such items, including appropriate laws and regulations to control exports.”
International military trade

- International trade in military in strategic goods and services;
  1. weapons of mass destruction;
  2. major conventional weapon systems;
  3. light weapons;
  4. services (e.g., training and maintenance).

- International trade in dual-use goods and services.

- Each category raises differing issues and requires different market structures and control mechanisms.
The 20 largest arms exporters 2012–16

Source: SIPRI Arms Transfers Database (20 Feb 2017) © 2017 SIPRI
The 20 largest arms importers 2012–16

Source: SIPRI Arms Transfers Database (20 Feb 2017) © 2017 SIPRI

Volume of arms transfers (billions of trend-indicator values)
### Nonproliferation Regime Complex

<table>
<thead>
<tr>
<th>Nuclear</th>
<th>Chemical</th>
<th>Biological</th>
<th>Delivery</th>
<th>Conventional</th>
</tr>
</thead>
</table>

<table>
<thead>
<tr>
<th>Treaties</th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>NSG 1971</td>
<td>Zangger Committee 1971</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td>Wassenaar 1994</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>UNSCR1540  (2004)</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Supplier-Based Technology Control Regime</th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>IAEA 1957</td>
<td>OPCW 1997</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Verification Agency</th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>CTBT/PTBT</td>
<td>FMCT</td>
<td>NWFWZs</td>
<td>ICOC/HCOC Bilateral Treaties</td>
<td>OAS OSCE ECOWAS CD</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Figure 2. The nonproliferation regime complex
National Law and Legislation

- Export control legislation
  - National legislative framework designed to regulate the international transfer of sensitive and military relevant goods, including conventional weapons, dual-use items, data and related technologies.

- Aim
  - Reduce geopolitical risks and increase (inter)national security (armed conflicts, terrorism, human rights violations);
  - Protecting economic interests?

- Trade-off: Not always aligned with other interests
  - Economic interests of the domestic defence industry;
  - Right of self-defense;
National Law and Legislation

- The stringency of national legislations differs significantly among States.

  - United States
    - International Traffic in Arms Regulations (military items);
    - Export Administration Regulations (dual-use goods).

  - European Union
    - Common Position 2008/944/CFSP.
National Law and Legislation

- Sanctions and arms embargoes
  - **Prohibit** transfer in military relevant goods and services (arms embargoes).

- Main senders
  - United States;
  - United Nations;
  - European Union.

- Effectiveness is questionable:
  - Economic motives vs. security concerns;
  - Lack of enforcement.
Business activities and supply chain

• Supply chain activities:
  • Procurement / imports;
  • Producing;
  • Sales / exports;
  • Transportation / logistics
  • Brokering;
  • Marketing;
  • Finance and accounting;
  • Research and Development.

• Compliance is a joint responsibility
  • Demand side (armed forces, MoD);
  • Supply side (defence industry);
  • Regulator (government).
Why a master on compliance and integrity in international military trade?
De doorgeschoten verkooplui van Hollands grootste scheepsbouwer

De koop van de Koninklijke Nio van den Bosch in Gorinchem, loopt al anderhalf jaar stil. De Nederlandse bedrijven doen de doorgeschoten verkooplui, die hun bedrijf aan een straatnaampje en een geboortetrui wilde verkopen.

Nederland negeerde de regels wapenexport voor Libische scheepen van Damen

Het nieuws in het kort:
- Damen Shipyards uit Gorinchem heeft in diverse transacties dubieuze tussenpersonen die gelinkt kunnen worden aan corruptie en om transacties in Sierra Leone, Ghana, Togo, Libië, Brazilië en Chili, blijkt van NRC en Lighthouse Reports.
- Volgens diverse oud-werknemers heerst er bij Damen een doorgeschoten commerciële cultuur, waarin verkoopsucces belangrijker zijn dan ethisch zakendoen.
- Sinds begin 2017 onderzoekt het onderzoek verloopt stroom door het tegenwerking van de advocaten van Damen.

Rusland schort kernwapenoverdrag op in reactie op besluit VS

De VS kondigden vrijdag aan over een halfjaar uit het verdrag te stappen, tenzij Moskou stoppt met het schenden ervan.

‘Exportvergunning ASML door Nederland opgeschort na druk VS’
Why is this master program needed?

• **Complexity**: The market for defence trade is subject to contractual restraints and specific regulation. This has become increasingly important and complex.

• **Dynamics**: Depending on the number of market imperfections, the need for additional regulations and compliance increases fast.
Master of Compliance and Integrity in International Military Trade (CIIMT) concerns:

- Military dimension in international military trade;
- Managerial questions regarding trade control of military useful goods and services;
- Organizational, legal, economic, ethical and strategic dimensions that interact directly with each other;
- Compliance and integrity in international military trade are linked.
Focus of the program

- Master of Science program puts the focus on analysis and reflection;

  - Beyond the question of how the system works => how the system **should** work.
    - Positive perspective rather than a normative view;
    - Compliance ≠ integrity.

  - “*give a man a fish and you feed him for a day; teach a man to fish and you feed him for a lifetime*”. Provide students with the right tools and knowledge
    - To prevent problems;
    - To solve problems.

- Small scale programme:
  - A lot of interaction between lecturers and students;
The programme benefits students that are involved in international military trade or engaged in/seeking a career in international trade of military useful goods and services. From different views:

1. Supply side perspective: Business and defense-related industry.

2. Demand side perspective: Armed forces, MoD.

3. Regulatory perspective: governments, MoD, NATO, EU (inter)national regulatory agencies.

4. Research perspective: research institutes, think tanks, universities.
Programme

• **10 Modules, 60 ECTS,**
  - Two year part time programme;
  - English programme;
  - 9 Course modules (5 ECTS each);
  - Thesis module (15 ECTS) – 10,000-15,000 words.

• **Preparation-feedback model**
  - Week 1-5: Individual learning weeks;
  - Week 6: Contact week;
  - Week 7: Experiential learning week.

• **Grading of courses**
  - Exams;
  - Essays and reports;
  - Presentations.
## Year schedule

**Start: September 14th – Welcoming days.**

<table>
<thead>
<tr>
<th>Week</th>
<th>September</th>
<th>October</th>
<th>November</th>
<th>December</th>
</tr>
</thead>
<tbody>
<tr>
<td>38</td>
<td>Tu We Th</td>
<td>Tu We Th</td>
<td>Tu We Th</td>
<td>Tu We Th</td>
</tr>
<tr>
<td>39</td>
<td>Fr Sa Su</td>
<td>Fr Sa Su</td>
<td>Fr Sa Su</td>
<td>Fr Sa Su</td>
</tr>
<tr>
<td>40</td>
<td>Mo Tu We</td>
<td>Mo Tu We</td>
<td>Mo Tu We</td>
<td>Mo Tu We</td>
</tr>
<tr>
<td>41</td>
<td>Th Fr Sa</td>
<td>Th Fr Sa</td>
<td>Th Fr Sa</td>
<td>Th Fr Sa</td>
</tr>
<tr>
<td>42</td>
<td>Su Mo Tu</td>
<td>Su Mo Tu</td>
<td>Su Mo Tu</td>
<td>Su Mo Tu</td>
</tr>
<tr>
<td>43</td>
<td>We Th Fr</td>
<td>We Th Fr</td>
<td>We Th Fr</td>
<td>We Th Fr</td>
</tr>
<tr>
<td>44</td>
<td>Sa Su Mo</td>
<td>Sa Su Mo</td>
<td>Sa Su Mo</td>
<td>Sa Su Mo</td>
</tr>
<tr>
<td>45</td>
<td>Tu We Th</td>
<td>Tu We Th</td>
<td>Tu We Th</td>
<td>Tu We Th</td>
</tr>
<tr>
<td>46</td>
<td>Fr Sa Su</td>
<td>Fr Sa Su</td>
<td>Fr Sa Su</td>
<td>Fr Sa Su</td>
</tr>
<tr>
<td>47</td>
<td>Mo Tu We</td>
<td>Mo Tu We</td>
<td>Mo Tu We</td>
<td>Mo Tu We</td>
</tr>
<tr>
<td>48</td>
<td>Th Fr Sa</td>
<td>Th Fr Sa</td>
<td>Th Fr Sa</td>
<td>Th Fr Sa</td>
</tr>
<tr>
<td>49</td>
<td>Su Mo Tu</td>
<td>Su Mo Tu</td>
<td>Su Mo Tu</td>
<td>Su Mo Tu</td>
</tr>
<tr>
<td>50</td>
<td>We Th Fr</td>
<td>We Th Fr</td>
<td>We Th Fr</td>
<td>We Th Fr</td>
</tr>
<tr>
<td>51</td>
<td>Sa Su Mo</td>
<td>Sa Su Mo</td>
<td>Sa Su Mo</td>
<td>Sa Su Mo</td>
</tr>
</tbody>
</table>

*Note: Weekdays are represented as follows: Tu = Tuesday, We = Wednesday, Th = Thursday, Fr = Friday, Sa = Saturday, Su = Sunday.*

- **Intro**
- **Independent learning M1 Preparation**
- **Exponential learning M1**
- **Contact Module 1 Feedback**
- **Independent learning M2 Preparation**
- **Contact Module 2 Feedback**

*25 maart 2020*
What about the entry requirements?
Application and selection

• 20 positions available;

• Criteria:
  • Relevant academic bachelor (EU: EQF 6; Canada: Ontario Guidelines 11) or master;
  • Relevant HBO bachelor (vocational university of applied sciences) need to follow a deficiency program;
  • English test score (i.e., Cambridge, TOEFL, IELTS);
  • Desirable: 2 to 3 years relevant work experience in the field of international trade in military and dual-use goods and services;

• Procedure:
  • Application until May 1st, 2020;
  • Decision on admission before June 1st, 2020.
Additional

• Dutch MoD students: approval career counselor, director/commander, Defence unit (OPCO)

• Deficiency program (HBO graduated)
  • Maximum of 35 credits;
  • Individual program;
  • Focused on content and research skills.
Costs

Annual tuition fee:

- MoD / NATO+ No fee applies
- (Defence) industry 10.000 Euro

Books and other materials: About 2.000 Euro

The tuition fee does not include accommodation or lunches/diners.
Questions?

Master.ciimt@mindef.nl