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Six-monthly Progress Report on the implementation of the EU Strategy against the
Proliferation of Weapons of Mass Destruction (2007/II)

A. Executive Summary

During the past six months further progress has been made in the implementation of
the WMD Strategy as set out in this report. The EU continues to play an active and
visible role in multilateral disarmament and non-proliferation fora and through its
determined support to the multilateral treaty system, other non-proliferation
instruments and international organisations. Attention is drawn notably to the
continued political and financial support to relevant International Organisations and
multilateral Treaties (UN, IAEA, OPCW, BTWC, CTBTO), through concrete projects
including assistance programmes to third Countries.

In particular:

a) the EU has actively continued to support the programme of activities to mark the
10th Anniversary of the CWC/OPCW;

b) the Council is to adopt, by the end of 2007, a fourth Joint Action in support of
nuclear security projects of the IAEA, making the EU the main contributor to the
IAEA Nuclear Security Fund, as well as a new Joint Action in support of IAEA
monitoring and verification activities in the DPRK;

c) a Joint Action in support of IAEA monitoring of the shutdown activities DPRK
was adopted by the Council on 19 November 2007;

d) the Council continued its support for the CTBTO with the adoption of a new
Joint Action aimed at enhancing its verification and monitoring capabilities;

e) the Council is to adopt, by the end of 2007, a Joint Action in support of the WHO
in the area of bio- safety and bio-security in the context of BTWC, in particular
through projects aimed at awareness raising, training and networking activities
and country-specific technical assistance in this field.

f) the implementation of Joint Actions in support of CWC and BTWC continued,
with very satisfactory results in terms of additional ratifications and national
implementation.
B. Report

I. Introduction

This progress report on the implementation of the WMD Strategy covers EU activities in the second half of 2007. As in the past, it has been established by the Office of the HR's Personal Representative on non-proliferation in co-ordination with the Commission services. It concentrates on main developments and trends rather than containing an exhaustive repetition of all items mentioned in the Strategy. It is suggested that the version of the "List of priorities for the implementation of the EU WMD Strategy", adopted in December 2006 (doc.5184/07) could be updated in a few months, in the light of international developments and of internal reflections on the use of the Stability Instrument.

II. Support for the international Treaty system and international organisations

Support for the international treaty system and international organisations remains a cornerstone of the activities developed by the EU in order to fight against proliferation of WMD. The adoption of UNSC Resolutions 1540 but also resolutions 1718 (DPRK) , 1696, 1737 and 1747 (Iran), continue to serve as examples of the UN Security Council's central role in the field of non-proliferation. The EU is fully implementing all the provisions in these resolutions.

In order to underline the EU's commitment to multilateralism in general, the EU and its Member States have hosted and supported events on the occasion of the 10th anniversary of the entry into force of the Chemical Weapons Convention (CWC, details below) and considerably strengthened the role and the visibility of the EU within the Conference on Disarmament in Geneva by contributing jointly to all items on the agenda.

When the EU support to multilateralism takes the form of Joint Actions implying financial resources in favour of International Organisations (UN, IAEA, OPCW, CTBTO), such resources are entirely devoted to concrete projects of assistance to beneficiaries and do not constitute an additional contribution to the functioning costs of the organisations through which these Joint Actions are implemented.

HR Solana launched, in the context of the WMD Strategy, preparations for a symposium at ministerial level on non-proliferation and cooperation under the Title "Addressing strategic challenges together". The aim is to uphold the multilateral non-proliferation and disarmament treaty system in all its components and to build trust in order to cooperate in modern technology fields, including energy. This idea was welcomed by a large number of third countries around the world. In addition to the EU Member States, some thirty Ministers from representative third countries covering all regions in the world were invited, as well as the UNSG and the Chairs of the Review Conferences of relevant non-proliferation Treaties. The Symposium, which was initially scheduled for November 2007 has been postponed until early 2008, in order to ensure maximum participation at ministerial level and a balanced representation of the different regions.
1) Nuclear issues

- Council Joint Actions in support of the IAEA

In order to achieve the objective of strengthening the security of nuclear and radio-active materials, a series of assistance projects have been undertaken or are under preparation in countries in the Balkans, Caucasus, Central Asia, the Mediterranean region, Africa and in Southeast Asia. Through a financial contribution of approximately 20 million EUR since 2004, the EU has now become the major donor to the IAEA nuclear security fund.

The IAEA has completed the implementation of Joint Action 2004/495/CFSP of 17 May 2004. The implementation phase of Joint Action 2005/574/CFSP of 18 July 2005 is being extended until mid 2008. The implementation of assistance activities under Joint Action 2006/418/CFSP, adopted by the Council on 12 June 2006, has now been started, following completion of the assessment phase and the selection of beneficiary countries in May 2007. A further Joint Action, enlarging the scope of application to countries in Southeast Asia, is due to be adopted by the Council before the end of 2007.

Detailed state-of-play of the implementation of Joint Actions:

a) Joint Action 2004/495/CFSP

During implementation of this Joint Action from 2005-2007, 11 countries, situated in the Balkans, Caucasus and Central Asia, have received assistance in different areas of nuclear security:

Project 1: Strengthening the Physical Protection of Nuclear Materials and other Radioactive Materials in Use, Storage and Transport and of Nuclear Facilities:
Armenia, Bulgaria, Kazakhstan, Romania, Serbia and Montenegro

Project 2: Strengthening of Security of Radioactive Materials in Non-Nuclear Applications:
Bulgaria, Bosnia and Herzegovina, Croatia, Former Yugoslav Republic of Macedonia, Moldova, Serbia and Montenegro

Project 3: Strengthening of States’ Capabilities for Detection and Response to Illicit Trafficking:
Albania, Azerbaijan, Bosnia and Herzegovina, Bulgaria, Serbia and Montenegro

b) Joint Action 2005/574/CFSP

Assistance projects in 20 countries have been implemented or are in the process of being implemented. Completion of implementation is expected during first half of 2008. The following countries benefit from nuclear security assistance:

Project 1: Strengthening the Physical Protection of Nuclear Materials and other Radioactive Materials in Use, Storage and Transport and of Nuclear Facilities:
Armenia, Bulgaria, Egypt, Libya, Morocco, Romania and Serbia
Project 2: Strengthening of Security of Radioactive Materials in Non-Nuclear Applications:
Subproject 2a): Strengthening the regulatory infrastructure:
Albania, Algeria, Kyrgyzstan, Lebanon, Tajikistan and Uzbekistan
Subproject 2b): Protection of vulnerable radioactive sources
Algeria, Azerbaijan, Lebanon, Serbia, Tajikistan and Uzbekistan

Project 3: Strengthening of States’ Capabilities for Detection and Response to Illicit Trafficking:
Algeria, Jordan, Lebanon, Morocco, Serbia and Tunisia

Project 4: Legislative Assistance for the Implementation of States’ Obligations under IAEA Safeguards Agreements and the Additional Protocols:
Armenia, Belarus, Georgia, Kazakhstan, Ukraine and Uzbekistan

c) Joint Action 2006/418/CFSP

Following the assessment phase carried out during the first half of 2007, implementation of the assistance projects, which are envisaged in the following 35 countries, has been launched:

Project 1: Legislative and Regulatory Assistance:
Angola, Azerbaijan, Botswana, Burundi, Cameroon, Cape Verde, Comoros, Congo, Côte d’Ivoire, Croatia, Former Yugoslav Republic of Macedonia, Gabon, Madagascar, Mauritius, Niger, Namibia, Sierra Leone, Swaziland

Project 2: Strengthening the Security and Control of Nuclear and other Radioactive Materials:
Algeria, Armenia, Ghana, Kazakhstan, Kenya, Morocco, Niger, Nigeria, Serbia, South Africa, Tajikistan, Tunisia, Turkmenistan

Project 3: Strengthening of States’ Capabilities for Detection and Response to Illicit Trafficking:
Ghana, South Africa, Sudan, Tanzania, Uganda, Zambia

d) Follow-up Joint Action in support of IAEA nuclear security fund

This new Joint Action, which expands the geographical scope of IAEA assistance activities in the nuclear security field, to countries in Southeast Asia, is in process of being adopted by the Council. Further financial support will be made available for assistance projects in the field of nuclear security. Implementation of the Joint Action is expected to start during first half of 2008.
Monitoring by the IAEA of the shutdown of nuclear facilities in DPRK

In the light of progress made in the framework of the six-party-talks, and following the monitoring by the IAEA of the shutdown of nuclear facilities in the DPRK, Joint Action 2007/753/CFSP was adopted on 19 November 2007 by the Council of the EU. It provides an amount of 1.78 million EUR to IAEA monitoring and verification activities in the DPRK, thereby contributing to ensure the continuation of the shutdown of nuclear facilities.

- Physical protection of nuclear material

The Commission and Member States are proceeding with the ratification of amendments to the Convention on the Physical Protection of Nuclear Material with a view to its early entry into force. This will result in the strengthening of the physical protection regime within the EU and support the efforts of the EU to ask for early ratification of CPPNM amendments by all states.

- Community activities in Russia and the CIS

Securing nuclear materials in Russia and the CIS: The Joint Research Centre continues to be involved in the implementation of important programmes to secure nuclear materials in Russia and CIS within the TACIS context. In 2004, it was agreed with the Russian Authorities that the new phase of the programme will be more focused on nuclear security with an emphasis on the fight against illicit trafficking of nuclear materials. Seven past and on-going projects in three countries for a total amount of 14.7 Meuros have been or are being implemented in close co-ordination with other major actors (IAEA, US/DOE, etc.) For the period 2005-2010, the Joint Research Centre support to TACIS programme has been estimated to 30 Meuros and concerns 14 projects: 7 in the Russian Federation, 2 in Ukraine, 2 in Kazakhstan, 2 in Armenia and 1 multi-country project. 15.4 Meuros have already been committed end of 2005. Major projects aim at improving accountancy/control of hold up and waste as well as implementing measures to combat illicit trafficking of radioactive and nuclear material (border crossing stations, improved capabilities to analyse seized materials).

Redirecting scientists work. Since 1994, the Community and other Funding Parties (Canada, Japan and USA) have funded the International Science and Technology Centre in Moscow (ISTC) and the Science and Technology Centre in Ukraine (STCU) in order to prevent former weapon scientists expertise from proliferating while redirecting their work towards civil research.

The bulk of 2007 Centres' activities have remained devoted to the management of research projects which have been either funded by the governmental Parties or by partners from the private and industrial sector. The Centres have pursued their effort to expand their activities by attracting further partners and by supporting the targeted scientific communities to adapt to changes in a business-oriented and more competitive environment.
The evaluation of the ISTC and STCU activities and which was performed in 2007 came to the main conclusion that, after more than 10 years of operation, the Centres have proven the relevance and effectiveness of their activities towards the achievement of their original objective. They still represent a unique and valuable international collaboration platform that also falls into the scope of the G8 Global Partnership Initiative and Kananaskis declaration. Nevertheless, critical changes in their political, economic and scientific environment have however led the Centres and the Community to the conclusion that the development of a new vision and transformation is necessary. For the second half of 2007, the Centres' Governing Boards have been discussing the content of a Strategic Planning. Though the discussions are still on-going, the Boards have already identified two main avenues for steering Centres activities: (i) devoting more attention and resources to the goal of sustainable redirection of research institutes, through extending their sources of revenue; (ii) tapping Centres' capabilities to support international priorities in non-proliferation areas through scientific and technological cooperation.

As a new method to meet these challenges, a programmatic approach has also been elaborated to focus Funding Parties' investment in areas that meet the highest priority non-proliferation objectives, e.g. counter-terrorism and global security, nuclear technology and safety, bio-safety and -security. The emphasis would be on targeting projects which will provide a major impact on the mitigation of proliferation risks.

- **Council Joint Action in support of the CTBTO**

Working for an early entry-into-force of the Comprehensive Test Ban Treaty and enhancing its verification system remains an important objective of the EU WMD Strategy. The EU continues to urge all States that have not yet signed or ratified the CTBT to do so as soon as possible, in particular the few remaining States mentioned in Annex II of the Treaty, whose ratification is necessary for entry into force. The issue was systematically raised especially with the latter through political dialogue. Following the work carried out during the previous semester, the EU conducted high ranking démarches in some of the Annex II States and non-Annex II States.

The Council adopted on 20 March 2006 a Joint Action (2006/243/CFSP) on support for activities of the Comprehensive Nuclear-Test-Ban Treaty Organisation (CTBTO) in the area of training and capacity building for verification. It allows for the development of capacity, through e-learning, for the training of station operators of the stations of the CTBTO monitoring network. Providing them with adequate and timely training can significantly contribute to ensure the credibility and the smooth operation of the verification system. The CTBTO Secretariat has concluded a financial agreement with the Commission in July 2006.

On 28 June 2007, the Council adopted a new Joint Action 2007/468/CFSP in support of the CTBTO, aimed at enhancing the verification and monitoring capabilities. It focuses on strengthening capabilities in the field of radio-nuclide monitoring, in particular noble gas detection, and on contributing to the conduct of the 2008 field exercise in the area of on-site inspection. The financial agreement between the CTBTO and the European Commission was concluded in October 2007 and implementation of the projects will soon be launched following a rider reflecting substantial budgetary modifications.
- **Multilateral nuclear fuel assurances**

Multilateral Nuclear Fuel Assurances aim at creating an attractive, robust and viable international framework which would make it unnecessary for countries to develop national enrichment and reprocessing technologies and corresponding capacities, without distorting the existing market. Drawing from rich EU experience in the development and management of a multinational nuclear industry, the EU and Member States have provided substantial input to the IAEA as contributions to ideas for developing multinational assurances for access to nuclear fuel. The IAEA Board document, issued in June 2007, has taken into account these inputs and will serve as a basis for further discussions. The EU works in the direction to harmonise its position concerning this matter and has developed criteria for the assessment of the different proposals made in this regard.

2) **Chemical Weapons**

- **Joint Actions in support of OPCW**

  a) **Joint Action 2005/913/CFSP**

  The implementation of the Joint Action adopted in December 2005 (2005/913/CFSP) ended in November 2007. This project has allowed, inter alia, for the organisation of a seminar in Algiers in June 2007 in order to promote awareness of the Convention among States in Africa as well as for the proper implementation of the capacity building projects presented by national authorities from the selected countries reported in the second progress report. The current number of OPCW Member States is 182 (an increase of 15 since the beginning of the EU support for OPCW).

  b) **Joint Action 2007/185/CFSP**

  The financial agreement between the Commission and the OPCW Technical Secretariat having been signed in August 2007, the Joint Action will allow for the provision of sustained technical support to States Parties that request it for the establishment and effective functioning of national authorities, and for outreaching activities to local Parliaments. Furthermore it will strengthen the States Parties' capacities to respond and develop assistance and protection programmes against chemical weapons. The project will allow to establish a freely accessible database which will permit national authorities and industry an easy identification of chemicals contained in the schedules of the Annex on Chemicals to the CWC. Analytical development courses for chemists will be organised in The Hague.

  The Joint Action has also allowed for:

  - the organisation of the OPCW Industry and Protection Forum in the framework of the 10th anniversary of the OPCW, which took place in The Hague in November 2007;

  - financial support for the visit of the OPCW Executive Council to Anniston Chemical Agent Disposal Facility (United States), which took place on 21-24 October 2007.
c) 10th anniversary of the CWC

At the occasion of the 10th anniversary of the entry into force of the Chemical Weapons Convention in 2007, the EU Member States have continued to be very active in the organisation of a series of commemorative events during the second half of the year:

- High Level Meeting on the 10th anniversary of the Chemical Weapons Convention, New York (UNGA Ministerial Week) 27 September 2007, organised by the Governments of the Netherlands and Poland;

- Symposium on Effective Multilateralism as Exemplified by the Organisation for the Prohibition of Chemical Weapons, Columbia University, New York, 8 October 2007, organised by the Columbia Law School;

- Panel on Other Weapons of Mass Destruction, New York (UNGA 1st Committee), 19 October 2007.

The support given by the EU to the OPCW activities was highlighted in the interventions made by the Presidency and/or the Personal Representative.

d) Preparation of the CWC Review Conference

All events listed above have continued to set the pace for the preparation of the Review Conference of the CWC in 2008. Member States have agreed that they should coordinate their positions in advance of this Conference.


3. Biological and Toxin Weapons

- Council Joint Action in support of BTWC

The period of implementation of the Joint Action (2006/184/CFSP), adopted by the Council on 27 February 2006, has been extended until the end of April 2008. This will allow to carry out activities foreseen under this Joint Action, which consists of two projects:

Project on the universalisation of the BTWC: The universalisation of the BTWC stagnated for some time, the last accession to the BTWC was recorded in 2003. Since the adoption of the EU Council Joint Action a good number of States ratified/acceded to the BTWC (Montenegro, Kazakhstan, Trinidad and Tobago, Gabon) or launched their ratification process. Most of the new States Parties to the BTWC participated in the EU regional seminars or have been demarched by the EU Presidency and maintained contact with the EU. The EU will organise a fifth regional seminar to promote the ratification/accession to the BTWC among the States in the Middle East region in Spring 2008.
Project on national implementation of the BTWC: The EU has provided technical assistance (legal drafting) to states which are party to the Convention in order to ensure that the provisions of the BTWC are effectively transposed into national legal system. The assistance is channelled either through an internet-based Information and Collaboration Management System (operational from March 2007 with the public site accessible via www.btwc-euja.eu), or through visits of experts in the target states. The EU currently cooperates with Peru and Nigeria on this project. Other countries in Africa and Middle East showed interest.

- **Implementation of the EU Action Plan on BTWC**

In order to set a good precedent for other BTWC States, the EU Member States had agreed to submit to the UN CBM returns on a yearly basis and to up-date the list of relevant experts and laboratories to which the UN Secretary General could resort in order to facilitate any investigation of alleged chemical or biological weapons production or use. In 2007 the EU has pursued the implementation of these activities, as set out in the EU Action Plan.

- **BTWC Intersessional meetings**

The EU Member States contributed to the intersessional experts’ meeting in August 2007 with a number of working papers. The EU will submit additional working documents for the discussion at the intersessional States Parties meeting on 10-14 December 2007. The BWPP, which has been tasked with the technical implementation of the EU BTWC Joint Action will give a presentation on the NGO perspective with respect to BTWC national implementation.

- **Joint Action in the area of bio-safety and bio-security**

The Council is preparing the adoption of a Joint Action in support of WHO activities in the area of bio-safety and bio-security. The implementation of this Joint Action will start in 2008. Two types of activities are envisaged:

a) awareness raising, training and networking activities in the national, sub-regional and regional context (workshops foreseen in sub-Saharan Africa, South America, South and Southeast Asia, East Asia/Western Pacific, Central Asia and Eastern European countries including Russia), aiming at a deeper understanding of bio-risk reduction practices and their effective implementation in laboratories and other facilities.

b) a country-specific technical assistance to develop and implement a bio-risk reduction management plan, particularly concerning laboratory practice and safety, to harmonise it with integrated national preparedness plans, and to strengthen the performance and sustainability of national laboratories by connecting them with regional and international networks (countries to be determined).
Physical protection of bio-laboratories in Ukraine

The Council Working Group on Global Disarmament and Arms Controls agreed to task the Office of the PR to explore the possibility of carrying out a fact-finding mission to Ukraine, in order to assess the requests made by Ukraine in the area of physical protection of bio-laboratories. These requests were repeated also during the last CONOP/CODUN Troika with Ukraine. Contacts have been established with the Ukrainian administration to define the contents of such a mission.

4. Missiles

Efforts in support of membership of all new EU Member States in the MTCR were actively pursued during the MTCR RPoC in Paris in April 2007 and the MTCR Plenary in Athens in November 2007, but without success so far. During the MTCR RPoC in Paris, the Presidency also submitted a "Proposal of the EU Member States participating in the MTCR on an MTCR watch list for non-controlled items destined for Iran" for consideration by MTCR partners, aimed at exercising utmost vigilance when granting licenses for exports to Iran. This constitutes a very important contribution of the EU to effective multilateralism, consistent with the EU’s Strategy against the proliferation of WMD and their means of delivery.

At the recent MTCR Plenary in Athens, MTCR partners decided to take note of the revised proposal presented by the EU Presidency an that they would exercise, in accordance with their national legislations and international obligations, vigilance against the exports to Iran of those items, materials, goods and technology, consistent with UNSCR 1696 and 1737.

The EU carried out demarches encouraging compliance with the Hague Code of Conduct and supported the HCoC Chair in promoting accession to the Code by non-subscribing states.

5. Space Objects

EU Member States have pursued their reflection, which started under German Presidency, on a comprehensive Code of Conduct on Space Objects. The Portuguese EU Presidency has set up a task force as one of the measures to help develop such a Code. A number of topics, relating to a possible Code, have been suggested to Member States which have been invited to produce written contributions.

An ad-hoc meeting of Space Experts will take place in the beginning of December to deepen the issue and prepare the elaboration of the Code.


The EU co-financed two additional sub-regional workshops in Jordan and Jamaica on the basis of the Joint Action in support of the implementation of UNSC Resolution 1540(2004), adopted by the Council in June 2006. One of the major lessons learnt from the seminars held in 2006/2007 is the importance of reinforcing export control, border management and more generally training at working level. In the case of the African region, a country-specific assistance concerning the drafting of national reports is needed. The EU Member States are studying the UN ODA/1540 Committee proposal of outreach projects to be implemented in 2008.
The HR’s Personal Representative on non-proliferation of WMD submitted to the 1540 Committee through its Chair, Ambassador Burian, an up-date on the ongoing EU assistance projects for publication in the 1540 website. Ambassador Burian made a presentation at the Conop Working Group on 31 October 2007.

7. Cooperation with the UN

The HR's Personal Representative on non-proliferation has continued cooperation with the UN DDA in New York (in particular Ambassador Duarte, High Representative on disarmament) and in Geneva as well as with the WHO. She has also maintained contacts with Ambassador Burian, Chairman of the 1540 Committee. These contacts have been particularly important in the context of the preparation of EU outreach activities related to the implementation of UNSCR 1540 and the BTWC, as well as in the preparations of the HR's initiative.

III. Assistance to third countries

- **Russian Federation: Physical protection of a nuclear site**

In 2004 the Council adopted a Joint Action for the support of the physical protection of a nuclear research centre in the Russian Federation, the Boshvar Institute in Moscow (2004/796/CFSP). An agreement has recently been signed between the German government, which under the Joint Action is in charge of its implementation, and the Russian authorities; the implementation of the project is now under way. This project aims to enhance the physical protection of an important Russian nuclear research site against possible theft of nuclear material and acts of nuclear terrorism.

- **Russia: Chemical Weapons Destruction**

The implementation of the Joint Action in support of Chemical Weapons destruction in the Russian Federation, which provides funding to complete the electricity supply infrastructure at the Shchuch’ye chemical weapon destruction facility, has started, following the conclusion of the financial agreement between the British Government in charge of this implementation and the European Commission. The Project will contribute to the destruction of 1.9 million artillery and rocket munitions containing some 5 500 tonnes of nerve agents, which are stored at Shchuch’ye awaiting destruction.

This Joint Action forms part of the fulfilment by the EU of its commitment under the Global Partnership and shall complement and reinforce the value of the earlier project funded by the EU at Shchuch’ye. The financial reference amount is EUR 3 145 000.

- **Ukraine: disposal of liquid rocket fuel**

The question of possible EU involvement concerning the disposal of liquid rocket fuel component (mélange) was raised in the CODUN working group.

The Personal Representative has replied to the Ukrainian Ministry of Defense on this issue.
IV. Export Controls

- **Reinforcing the efficiency of export controls in an enlarged Europe:**

Based on discussions within the EU concerning the implementation of the 2004 Peer Review of Member States implementation of export controls of dual use items and on the results of consultation meetings with exporters, the Commission forwarded to the Council a Communication and a proposal for a recast Council Regulation setting up a Community regime for the control of exports of dual use items and technology. The Council Dual Use Working Party has been examining the proposal throughout 2007. In addition, a sub-group of the Working Party has been discussing the possibility of adopting additional "Community General Export Authorisations" which would facilitate trade in certain less sensitive dual use items to certain "safe" destinations.

Further to changes to control lists agreed by the export control regimes and following a Commission proposal, the Council adopted Regulation (EC) No. 1183/2007 amending and updating Regulation (EC) No 1334/2000, on 18 September 2007; the annexed control lists take into account the control lists of the five export control regimes as at June 2007.

The EU database for denials has been successfully set up. The Commission Services and Member States are currently discussing the feasibility and practicalities of setting up an online "e-system" for sharing and accessing denials.

- **Export control training and assistance for states in need of technical knowledge:**

The EU and Member States have held numerous seminars and meetings providing export control training and assistance for states in need of technical knowledge. Such states include the Western Balkan countries and Moldova. In addition, the cooperation and assistance programmes under the 2005 and 2006 Pilot Project programme of the European Commission, implemented by BAFA (Germany's export control agency) with the assistance of national experts from Member States, are being carried forward in Albania, Bosnia and Herzegovina, China, Croatia, the former Yugoslav Republic of Macedonia, Montenegro, Morocco, Serbia, Ukraine and the United Arab Emirates. Cooperation and assistance to Russia is also carried forward under the EU - Russia cooperation programme with the same mechanism as for the Pilot programme.

Long-term assistance activities are under preparation under the Stability Instrument.

V. Non-proliferation in the context of relations with third countries

- **Cooperation with key partners**

The EU has continued to work with the US for the implementation of the 2005 Joint EU-US programme of work for the Non-Proliferation of WMD. The HR's PR has pursued contacts with US interlocutors in particular through her visits to Washington in the second half of 2007 and her meeting with Ambassador Brill in Brussels on 7 November.
The EU is also keeping up its dialogue with Russia on the basis of the External Security Common Space adopted at the 2005 EU-Russia Summit. In addition to political dialogue meetings at various levels, there are regular contacts between the Council Secretariat and the Russian mission in Brussels as well as counterparts in Moscow, in particular concerning the Iranian issue.

The Joint Statements on Non-Proliferation adopted in 2004 with Japan and China have also been further implemented through regular contacts, in particular through the continued information exchange between their respective missions in Brussels and the HR's PR on issues like Iran or DPRK.

The new EU strategic partnership with India constitutes the framework for the EU-India Security Dialogue. This dialogue allows for an exchange of views on topical issues in the area of non-proliferation and disarmament, to identify concrete areas of cooperation (in particular in the field of export control) and to provide information about the status of the US-India civil nuclear cooperation project. The PR held consultations with Indian authorities on 25 October in Delhi.

- **WMD clauses in contractual relations and Neighbourhood Action plans**

The EU has been continuing, according to its WMD Strategy, to mainstream non-proliferation of WMD into its contractual relations with third states. Successful negotiations have been concluded so far with more than 90 States around the world. The Office of the PR WMD has been actively involved in these negotiations.

More specifically the following developments have taken place in the second half of 2007:

- China: Negotiations for a PCA started during the first semester and continued in the second; negotiations on the issue of a WMD clause are still at a very preliminary stage.

- Ukraine: Negotiations for a New Enhanced Agreement have been launched and the WMD clause has already been discussed during various negotiation rounds. Substantial progress has been made.

- Successful negotiations have led to the initialling of a new TDCA with South Africa in October 2007. The text foresees a WMD clause which is compatible with the spirit and the content of the WMD standard clause.

- Negotiations have started for a FTA with India on the basis of the mandate adopted by the Council, which does not foresee the negotiation of a WMD clause. Instead a clear legal and institutional link shall be established between the FTA and the existing framework agreement and a future parallel political agreement which should cover the WMD aspect.

- Negotiations with the Andean Community, Thailand, Vietnam and MERCOSUR have just or are about to start.
The main elements contained in the standard WMD clause have also been included in the relevant parts of the New Neighbourhood Action Plans. Action Plans have been concluded with Ukraine, Moldova, Armenia, Azerbaijan, Georgia, Jordan, Morocco, Tunisia, the Palestinian Authority, Israel, Egypt and Lebanon.

VI. Regional and multilateral issues, non-proliferation initiatives

- **G 8**

The G8, and more specifically the **G8 Global Partnership against the Spread of Nuclear Weapons and Materials of Mass Destruction**, continue to play an important role in the field of WMD non-proliferation. The Office of the Personal Representative and Commission services have attended all relevant meetings held in the second half of 2007 under German Presidency. In particular the EU has contributed actively to the mid-term review of the Global Partnership to which the EU remains an important contributor. At the G8 Summit held in Kananaskis (Canada) in 2002 the Commission made a commitment to contribute EUR 1 billion to the G8 Global Partnership in line with other G8 Members. Today, the Commission has spent over EUR 500 million - mainly on nuclear safety, reconversion of former weapon scientists and nuclear submarines - and more than EUR 800 million are already committed. In parallel to the Commission efforts, and since the establishment of the Global Partnership in Kananaskis, the EU has continued to finance activities in Russia through Council Joint Actions (CFSP funds) in areas such as chemical weapons destruction (see above), physical protection of radioactive sources and fissile material disposition (plutonium in particular).

The French Atomic Energy Commission (CEA), the French National Institute for Health and Medical research and the Jean Merieux BSL4 Laboratory (France) organised a workshop on bio-safety and bio-security in Lyon on 1-2 October 2007. Its purpose was to bring together G-8 Global Partnership members active in international cooperation activities in bio-security and/or bio-security and to pool their experiences as well as to look into future activities in this area. The meeting was attended by the Council Secretariat/Office of the PR and different organisations from France, UK, Germany, the United States and Canada. Participants agreed to further share information on activities in this area. The need for action in the areas of bio-safety and bio-security was stressed.

- **Iran**

The EU continues to pursue a dual track approach concerning the Iranian nuclear issue: implementation of sanctions while leaving the door open to negotiations if Iran complies with UNSCR 1696, 1737 and 1747. The continuing diplomatic efforts, and in particular the specific role played by HR Solana, continue to be supported by all EU Member States as well as USA, Russia and China. HR Solana continued his efforts to work with Iran towards the opening of negotiations, based on the far reaching offer made to the Iranian side in June 2006, and had various meetings and contacts with Iranian interlocutors to that effect, the last one in Paris on 30 November. Since no progress towards opening of negotiations was made, work on a new UN Security Council Resolution is now proceeding with a view to a rapid adoption. It is recalled that the Council on 15 October 2007 agreed that the EU will consider what additional measures it might take in order to support the UN process and the shared objectives of the international community.
The Political and Security Committee was briefed regularly on developments e.g. in the context of the IAEA and the UNSC and GAERC conclusions have been adopted at the Council sessions of 22/23 July and 15/16 October, following joint assessments of the situation by EU Foreign Ministers.

- **DPRK**

The EU continues to support the Six-Party talks on the basis of the September 2005 Beijing Joint Statement and reaffirms its readiness to contribute to its successful implementation.

The EU welcomes the positive outcome of the latest rounds of the six-party-talks. The "Initial Actions for the Implementation of the Joint Statement" agreed upon on 13 February have created a real opportunity for important steps on the way to resolve the nuclear crisis on the Korean peninsula. DPRK's preparedness to make concrete progress towards denuclearisation through a verified suspension of activities at the Yongbyon nuclear site, is an important first element to move the overall process forward. The Six Party Talks statement of 3 October 2007 also contains important steps towards meeting the goal of the Joint Statement and in particular of complete, irreversible and verifiable nuclear disarmament as required by UNSCR 1718. We call on the DPRK to meet its obligations.

In the light of progress made in the framework of the six-party-talks, and following the monitoring by the IAEA of the shutdown of nuclear facilities in the DPRK, Joint Action 2007/753/CFSP was adopted on 19 November 2007 by the Council of the EU. It provides an amount of 1.78 million EUR to IAEA monitoring and verification activities in the DPRK, thereby contributing to ensure the continuation of the shutdown of nuclear facilities (as already reported above under point II B 1e).

Concerning KEDO, after several years of project suspension, the KEDO Executive Board decided respectively in 2006 and 2007, in view of the DPRK’s continued non compliance with its international non proliferation obligations, to terminate the KEDO Light Water Reactor Project, and to retain KEDO as an "empty-shell" for financial liability and asset protection. The EU will remain a member of KEDO during the process of winding-up the Organisation, in accordance with the Euratom/KEDO Agreement and the Council Common Position 2007/762/CFSP of 22 November 2007.

- **GICNT**

The EU is participating as an observer in the Global Initiative to Combat Nuclear Terrorism (GICNT), as decided at the G8 Summit in Heiligendamm on 6-8 June 2007.

The Office of the PR and the Commission service have participated in the anti-nuclear smuggling workshop, organised by UK on 5-6 September.
- **PSI**

The Proliferation Security Initiative continues to plan an important role as on effective mechanism of countering WMD proliferation. In this content it is important to underline the EU Member State's involvement in practical cooperation, such as the exercise "Eastern Shield" in Odessa (Ukraine) on 29-30 October 2007. The Polish-Ukrainian exercise was organised in cooperation with Romania and with the participation of Bulgaria, Georgia and Moldova.

Although the EU does not yet have a specific status as e.g. in the case of GICNT, the Council Secretariat/OPR participated in the operational Experts Group (OEC) within PSI, on 2-4 October in Rhodes, Greece.

**VII. WMD Centre**

As requested by the GAERC (doc. 16694/06), the WMD Centre has continued its work through regular meetings with various actors within the EU, called by the PR as focal point of the Centre:

- Regular meetings have been held during the second semester of 2007, bringing together experts from the Council Secretariat (Geographical desks, Relex, Legal Service, Sitcen, Office of the PR etc.) and the Commission (DG Relex, Sanco, JRC, etc.), who have participated according to the themes on the agenda. The agenda usually focussed on two items: one thematic issue followed by a general exchange of information. The exchange of information has helped to give an overview on various ongoing and planned activities and assistance projects under various financial instruments available to the EU.

- The second meeting of the WMD Centre with the participation of the POC's of Member States took place on 13 July. It covered the following issues: Cooperation with the WHO on bio-safety/bio-security, multilateral nuclear approaches, nuclear terrorism, export controls.

- The third meeting of the WMD Centre with the participation of the POC's of Member States took place on 15 November and covered the following issues: CBRN risks and bio-preparedness, mainstreaming non-proliferation into relations with third countries and various initiatives/fora in the field of non-proliferation. (G8, Global Partnership, GICNT, PSI, etc).