



# DEFENCE BUDGET IMPLEMENTATION

## NATIONAL DEFENCE INDUSTRY

- **64 Latvia-based companies** licensed by MoD to operate in strategic goods sector
- **3 MoD-certified local military manufacturers**
- **End products:** ammunition, individual equipment, unmanned aerial vehicles, sensors, ICT products, electronic combat solutions, generators, special operations equipment, etc.
- **Parts:** weapon system components, ammunition and arms system components, ammunition component manufacturing equipment, data transmission and communication solutions, software, etc.
- **Services:** design and build military infrastructure projects, logistics/combat transport system maintenance, etc.
- **Research and development:** unmanned land and navy systems, data encryption solutions, mines and explosives' systems, command and control systems, military ration, virtual reality medical simulation systems, etc.
- **Innovation grant scheme,** defence innovation and research programme, industry days, hackathons

## ROLE OF NATIONAL INDUSTRY

- Development of the sector's infrastructure
- (Non-military) essential services for NAF
- Maintenance and repair of administrative vehicles, logistics services
- Custom early warning, communications and command/control solutions (e.g., LMT SmartGuard).
- Research and development of NAF uniforms, sewing services and supply of end products
- Development and supply of personal equipment (e.g., backpacks, load carrying equipment, etc.).
- Development and delivery of custom UAVs according to NAF specifications
- Research and development of unmanned ground vehicles
- Research and development of engineering and technical solutions
- Development and supply of infantry ammunition
- Participation of local electronics, mechanical engineering, metalworking, ICT and other companies in major international projects of NAF (e.g., procurement of anti-tank missiles)

## PARTICIPATION OF NATIONAL INDUSTRY IN PROCUREMENTS

Project	MoD funding	Industry share
Procurement of anti-tank missile systems (Rafael)	90 million EUR	from 10%
Procurement and adaptation of command and control software ("Systematic A/S")	3,7 million EUR	from 15%
Modernisation of systems for IMANTA type mine sweepers (ECA ROBOTICS)	21,98 million EUR	from 17%
6x6 ATVs (PATRIA)	200 million EUR	from 30%

Data: November 2021

