

Exhibit R-2, RDT&E Budget Item Justification						Date: February 2004	
Appropriation/Budget Activity RDT&E, Defense-Wide, Budget Activity 6				R-1 Item Nomenclature: FOREIGN MATERIAL ACQUISITION AND EXPLOITATION PE 0605117D8Z			
Cost (\$ in millions)	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	FY 2009
Total PE Cost	23.422	33.421	35.572	36.069	36.749	37.186	38.005
<p>A. Mission Description and Budget Item Justification:</p> <p>This program manages the acquisition and exploitation of foreign weapons systems, military equipment, and military and dual-use technologies for the military services and defense agencies.</p> <p><u>FY 2003 Accomplishments:</u></p> <ul style="list-style-type: none"> • Mission Support \$23.422 million <p><u>FY 2004 Accomplishments:</u></p> <ul style="list-style-type: none"> • Mission Support \$33.421 million <p><u>FY 2005 Plans:</u></p> <ul style="list-style-type: none"> • Mission Support \$35.572 million 							

B. Program Change Summary: (Show total funding, schedule, and technical changes for the program element that have occurred since the previous President's Budget Submission)

	<u>FY 2003</u>	<u>FY 2004</u>	<u>FY 2005</u>
Previous President's Budget	32.382	33.916	35.644
Current BES	23.422	33.421	35.572
Total Adjustments	-8.960	-.495	-.072
Congressional program reductions	-7.900		
Congressional rescissions, inflation	-.162		
Congressional increases			
Reprogrammings	-.898	-.495	-.072
SBIR/STTR Transfer			

Change Summary Explanation:

FY 2003: Congressional program reductions (Section 8123) -7.900; Reprogramming adjustments -.898; Non-pay purchase inflation adjustments -.162

FY 2004: Reprogramming adjustments -.495

FY 2005: Reprogramming adjustments -.072

C. Other Program Funding Summary: Not Applicable.

D. Acquisition Strategy. Not Applicable.