

## STRENGHTENING EUROPEAN DEFENCE TECHNOLOGICAL AND INDUSTRIAL BASE:

# European Defence Fund & EU Defence Innovation Scheme

# Agenda

- European Defence Fund (EDF)
- EU Defence Innovation Scheme (EUDIS)
- Upcoming events in Spring 2024



# **European Defence Fund**

Boosting Cross-Border Defence R&D

Cooperation in the EU



@defis\_eu



# Ramping-up EU's collaborative approach to defence capability building



**DEFENCE CROSS-BORDER R&D** 



### European Defence Fund: The EU defence R&D programme

Support
collaborative
and crossborder research
and development
projects, including
disruptive
technologies

Contribute to the competitiveness and innovation capacity of the EDTIB

Encourage the participation of SMEs and other actors not usually active in the defence field

Help reducing fragmentation of the European defence and industrial landscape

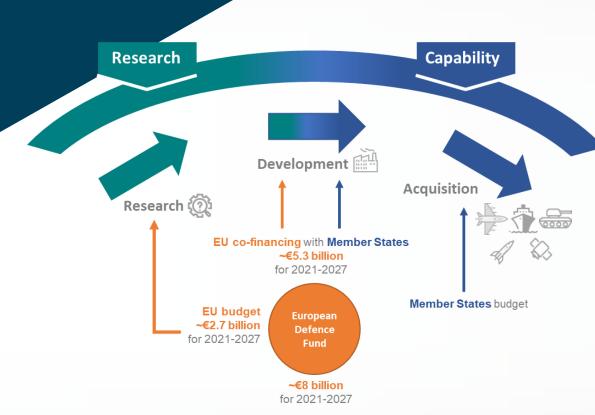
Build
partnerships
between
defence actors,
on both
demand and
supply sides

Help
maximising
the outcome
of defence
spending

Lead to close defence technological gaps

Strengthen other security and defence initiatives

Strengthen
Europe's
resilience and
strategic
autonomy



- EDF financial support mainly in the form of grants
- Open to EU Member States and Norway
- Security-based participation conditions for entities controlled by third-countries



### **EDF Categories of Actions Addressed by annual work programmes** & calls for proposals





Medical response, CBRN & human factors



**Information superiority** 



**Sensors** 







**Digital transformation** 



**Energy resilience & environmental transition** 



**Materials and components** 



Air combat



Air and Missile defence



**Ground combat** 



Force protection and mobility



**Naval combat** 



**Underwater warfare** 



Simulation and training





**Disruptive technologies** 



**Innovative defence technologies** 







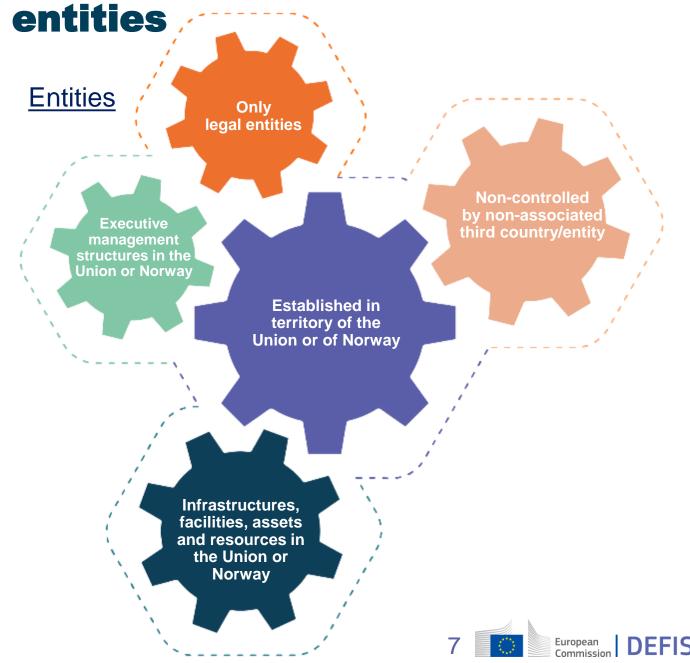
Eligibility of consortia and entities,

#### Consortia

at least 3 eligible entities
 established in at least three different
 Member States / Norway

#### **Exception**

call for disruptive technologies
 at least 2 eligible entities
 established in at least two different
 Member States / Norway

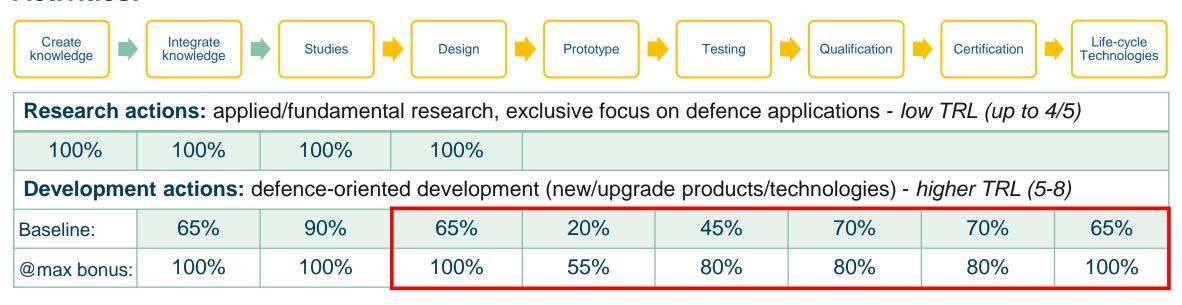




### **Eligible actions**

Background and generated foreground **Intellectual Property** (IP) shall **not be subject to any control or restriction** by non-EU countries/entities

#### **Activities:**



Support of at least two MS/NO (Letter of Intent, co-funding) is required

### **EDF** implementation

After the implementation of the first 2 annual Work Programmes:

- High EU investment:
   €2 billion
- 101 projects
- Large coverage:19% EU funding to SMEs
- Real cooperative and multinational dimension: in average, 20 entities from 8 MS and Norway are involved in an EDF funded defence R&D project

**EDF 2021** 



€1.2 billion 60 projects selected

142 proposals submitted

**692** entities from 26 MS + NO **43% SMEs** 

1092 participations 34% from SMEs

18.4% of overall budget allocated to SMEs

**EDF 2022** 



€0.8 billion 41 projects selected

134 proposals submitted

550 entities from 26 MS + NO 39% SMEs

887 participations 30% from SMEs

19.8% of overall budget allocated to SMEs

**EDF 2023** 



~ €1.2 billion

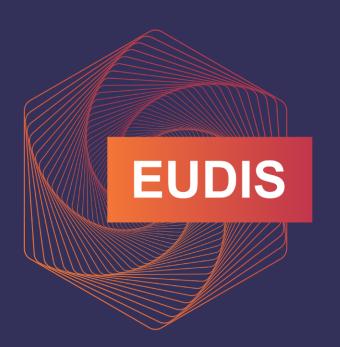
238 proposals submitted

Evaluations currently ongoing till May 2024

### **EDF Work Programme 2024**

	1 11011		rogramme E							
Publi	shed: 15 M	arch	n 2024	32 topics		•		•	Advanced air-to-air missiles	35 M€
Subn	Submission Deadline: 5 November 2024				lion		Air combat	•	Unmanned collaborative combat aircraft systems  Next generation rotorcraft	15 M€ 100 M€
4	Medical Response & CBRN	•	SGA under FPA on medical countermo	The state of the s	15 M€ 10 M€		Air & missile defence	•	Countering Hypersonic glide vehicles	78 <b>M</b> €
8	Information superiority	•	Al-based multifunctional aperture ar Defence multi-dimensional communic Small UAS O MALE RPAS		45 M€ 25 M€ 11 M€ 100 M€	<b></b>	Ground combat	•	Intelligent weaponry and ammunition systems Unmanned ground systems   Beyond the line-of-sight close combat Armoured infantry fighting vehicle	30 M€ 50 M€ 25 M€ 25 M€
	Sensors	•	Advanced radar technologies 35 M€ Multi-sensors integration for autonomous drone navigation 27 M€ (challenge, 2 topics)				Protection & Mobility	•	Future mid-size tactical cargo aircraft	30 M€
₩;	Cyber	•	Federated cyber ranges 🚫		48 <b>M</b> €		Naval combat	•	Functional smart system-of-systems under integral survivability approach for future naval platforms	45 M€
•8	Space	•	Multi-source satellite image analysis	- · · · · · · · · · · · · · · · · · · ·	25 M€	£	Underwater warfare	•	Secured/adaptive underwater communications for UUVs   Autonomous heavy minesweeping system	24 M€ 30 M€
War.	Digital	•	Secure waveform for satellite comm	-	25 M€	F	Simulation & training	•	Methods for bridging reality gaps (cascade funding)  Simulation and training for medical emergencies	15 M€ 10 M€
《漢 t	ransformation	•	Automated structural modelling for o	effect prediction	15 M€		Disruptive technologies	•	Quantum technologies  Non-thematic research	24 M€ 16 M€
<b>%</b>	Energy & Environment	•	Energy-independent and energy-efficient military camps	cient systems for	40 M€	Q.	SMEs	•	Non-thematic research for SMEs and ROs Non-thematic development for SMEs	34 M€ 33 M€
<b>E</b>	Materials & Components	•	Electronic components (spin-in)		25 M€	+	Others	•	External expertise, audits, studies, IT, indirect management Business coaching for SMEs Blending facility for equity funding for SMEs/Mid-Caps Business accelerating services	7.6 M€ 1.6 M€ 20 M€ 2.6 M€
#EUI	Defence	Leg	<u>lend:</u> Research Development	EUDIS-related (	STEP	] =		•	Matchmaking events for investors and SMEs	0.6 M€

1.2 M€



## EU DEFENCE INNOVATION SCHEME

For European Defence Innovators



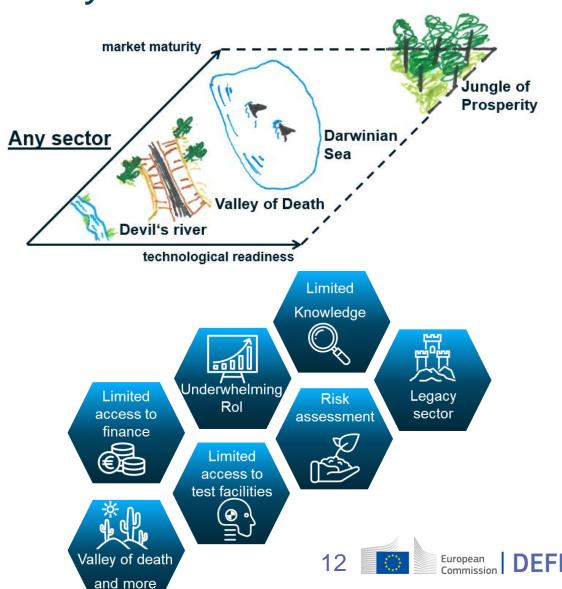




### **EU Defence Innovation Scheme**

### A stronger defence innovation ecosystem

- Focus on SMEs, including start-ups and nontraditional players in defence industrial ecosystem
- Tap into the full potential of defence & civil innovation communities
- Many opportunities, depending on innovation maturity level
- Investment ambition close to €2 billion until 2027
- Integrated in the EDF
- Five tracks combine calls & SME support services





### FIVE EUDIS INNOVATION TRACKS



#### **CHALLENGE YOUR IDEA**

#### 53 M€

- Defence Hackathon
- Technological Challenges on Space and Advanced Active & Passive Radars



#### **ACCELERATE YOUR INNOVATION**

#### 15 M€

Simulation & Training - A selected consortium invites individual SMEs and start-ups for targeted acceleration services



#### **MIGRATE YOUR INNOVATION** FROM CIVIL TO DEFENCE

#### 25 M€

Materials & components



#### **EMPOWER SMEs**

#### 112 M€

- Open SME R&D calls (67 M€)
- Research calls for disruptive technologies (40 M€)
- Business coaching for grant receivers (1.6 M€)
- Business Accelerator & Matchmaking (3.2 M€) upcoming in 2025



#### **IMPROVE ACCESS TO FINANCE**

#### 20 M€

 175 M€D Defence Equity Facility, implemented by the European Investment Fund





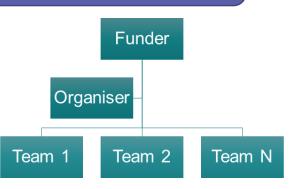
# **Challenge your novel ideas EUDIS Defence** Hackathon and Mentoring

- Outreach events to discover innovative solutions for defence, attract skills to the defence sector, foster and bridge various communities with each other.
- Defence Hackathon (each Spring) & Space for Defence Hackathon (each Autumn)
- EUDIS Defence Hackathon DIGITAL IN DEFENCE 31 May 2 June 202
  - •Central hub in Tallinn. Local organisers Athens, Brussels, Budapest, Kaunas, Krakow & Milan
  - •2024 Edition's three challenges: Subsea infrastructure protection; Improving Situation Awareness; Cybersecurity
  - •Open call for participation mid April. Six local winners will compete in an online EU wide competition, taking place on 5 June.
  - •Awards: the three top winners will get a mentoring programme of 100 hours, the runners-up (4-6) will get 20 hours
- Cassini Space for Defence Autumn 2024



# **Challenge your novel ideas Technological Challenge**

- Incentivise researchers or developers to address a given challenging objective
- Set up a testing environment to measure and foster the progress of R&D teams
- Technological Challenges for EDF 2024 in Category/topic:
  - 1. Space/Multi-source satellite image analysis (25 MEUR)
  - 2. Sensors/Multi-sensors integration for autonomous drone navigation (27 MEUR)
- Two topics for each tech Challenge:
  - (1) Challenge Organiser
    - Aims at setting up a testing environment and organizing a technological challenge, to which research teams will participate. The testing environment should enable objective comparisons between different approaches
  - (2) Participation in a Challenge
    - Space/Multi-source satellite image analysis: Aims to improve the automatic detection, identification and characterisation of relevant information from multi-source satellite images, in particular by taking advantage of the complementarity of optical and radar images
    - Sensors/Multi-sensors integration for autonomous drone navigation: Addresses the development of a new multi-sensor robust and reliable perception system for UAS





- Aims to create defence industry knowledge hubs in specific fields (as required by MS) to foster uptake
  of civil technologies in defence domain
- A selected consortium invites individual innovative and scalable start-ups for targeted acceleration services and use up to 16% of grant funding (cascade funding/Financial support to Third Parties)
- Category/topic: Simulation & Training (SIMTRAIN) / Methods for bridging reality gaps
- Specific objective: Support the creation of an innovation test hub in the field of simulation and training
- Indicative budget: 15 MEUR, incl. 16% (2,4 MEUR) for Financial Support to Third Parties/cascade funding
- Two-tier grant scheme (Financial Support to Third Parties/cascade funding):
  - First tier: EDF grant beneficiary is a R&D consortium
  - Second tier: During project implementation, the consortium organizes their own calls for SMEs/start-ups
- COM defines the support to SMEs in the call text (e.g., tech mentoring, testing, class on doing business in defence)
- Opportunity for incubators/accelerators to join the project!



# Migrate innovation from civil to defence Spin-in calls

- Support proposals that build on results from civil EU funded R&D programmes
- Category/topic: Materials and components/Electronic components
- Indicative funding: 15 MEUR, several proposals may be funded
- Specific objective: Increase interoperability and resilience, including secured production and exchange of data, to master critical defence technologies, to strengthen the security of supply and to enable the effective exploitation of results for defence products and technologies
- Synergies with civil EU-funded R&D programmes including the possibility of "spin outs"



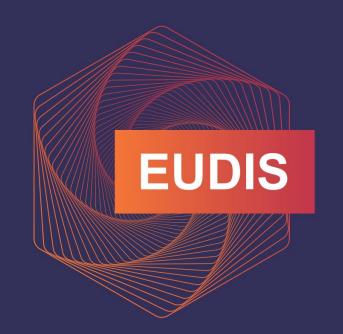
# **Improve access to finance Defence Equity Facility**

- Fund of Funds mechanism stimulating the development of an ecosystem of European private fund supporting defence innovation.
- EDF will support investments made by the **European Investment Fund (EIF)** into private funds (Venture capital or private equity finds) focusing on innovative SMEs (including start-ups) and small midcaps developing **technologies with both civilian and defence applications.**
- Financing: 175 MEUR (100 MEUR from EDF\* + 75 MEUR EIF 'Top-up')
- By taking cornerstone positions in the funds it supports, the EIF will act as key investor and help crowding-in additional investors.
- Investors can apply for funding through EIF's website (call always open):
  - ➤ More info on <a href="https://eudis.europa.eu/defence-equity-facility\_en">https://eudis.europa.eu/defence-equity-facility\_en</a>
- Funding opportunity accompanied by **capacity building for fund managers** and **matchmaking** for investors and companies:
  - ➤ Investor sessions @ EDF Info Days on 29 May 2024



# **Empower SMEs Open-non-thematic SME and disruptive technology calls**

- Open R&D calls targeting SMEs lump sum grants
- Business coaching to guide SMEs in their business challenges
- Business Aacceleration and Matchmaking Services
- Categories: SMEs, Disruptive Technologies
- Open R&D Calls:
  - 67 MEUR Research and Development calls for SMEs & RTOs with 4-6 MEUR cap per project
  - 16 MEUR Research calls for Disruptive Technologies with 4 MEUR cap per project
- Business Coaching for SMEs in the EDF consortia to address business challenges such as human resources, legal and financial challenges, accessing the defence market, help to find cooperation partners
- EUDIS Business Accelerator & Matchmaking Services (3.2 MEUR) upcoming in 2025



## Thank you!



