



#### Framework agreements in times of crises

Danish Defence Acquisition and Logistics Organisation - DALO

# Who are we and what is DALO?

**DALO:** Danish Defence Acquisition and Logistics Organisation

- Underlying entity of the Danish Ministry of Defence.
  - The organisation in charge of procurement.
- Yearly administration of approximately 10 billion DKK.
- More than 2.700 employees.



ANISH MINISTRY OF DEFENCE

### **Times have changed**

**PEACE TIME** - Before COVID and Ukraine:

- Political focus on reducing stocks
- Focus at DALO on making our agreements more commercial

#### A TIME OF CRISES:

- Political and security situation in Europe
- Security of supply

### **External factors**

- 1. Wishes for the Commission
- 2. The political level
- 3. Allies
- 4. Concrete initiatives in our legal templates



## **1. Wishes for the Commission**

## Greater flexibility for acquisitions of defence equipment

- Public tender under the defence and security directive?
- Dual use "challenge", art. 346
- Broadening the scope for the exemptions of the directive



## 2. The political level

#### **Political dilemmas in the future**

- How much should be spent on defense?
- Security of supply on everything from ammunition to civilian computers?



### **3. Allies**

#### Teaming up with other nations

- Which nations?
- Purchasing "through" other nations
- Joint procurement; same needs at the same time



# 4. Concrete initiatives in our legal templates

#### Mechanisms to enforce the agreement

- Oblige the supplier
  - Initial order
  - Products in stock at the supplier's warehouse.
- Penalty
- Hardship
- From one supplier to several: cascade



## But is it enough?



# Possible way ahead regarding security of supply

Consignment stock

Fully stocked warehouses

National production



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### **Questions?**

#### LinkedIn

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