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(1) TMP for items for use by the news media as set forth in §740.9(a)(9) of the EAR.

(2) GOV for items for personal or official use by personnel and agencies of the U.S. Government, the International Atomic Energy Agency (IAEA), or the European Atomic Energy Community (Euratom) as set forth in §740.11(a), (b)(2) of the EAR.

(3) GFT, except that GFT is not available to export or reexport luxury goods as described in this section to North Korea.

(4) TSU for operation technology and software for lawfully exported commodities as set forth in §740.13(a) and sales technology as set forth in §740.13 (b) of the EAR.

(5) BAG for exports of items by individuals leaving the United States as personal baggage as set forth in §740.14(a) through (d) of the EAR.

(6) AVS for civil aircraft as set forth in §740.15(a)(4) of the EAR.

(d) The Secretary of State has designated North Korea as a country the government of which has repeatedly provided support for acts of international terrorism. For anti-terrorism controls, see Section 742.19 of the EAR.

(e) OFAC maintains controls on certain transactions involving persons subject to U.S. jurisdiction and North Korean entities or any specially designated North Korean national.

**§ 746.5 RUSSIAN INDUSTRY SECTOR  
SANCTIONS**

**(a) License requirements**

(1) **General prohibition.** As authorized by Section 6 of the Export Administration Act of 1979, a license is required to export, reexport or transfer (in-country) any item subject to the EAR listed in Supplement No. 2 to this part and items

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specified in ECCNs 0A998, 1C992, 3A229, 3A231, 3A232, 6A991, 8A992, and 8D999 when you know that the item will be used directly or indirectly in exploration for, or production of, oil or gas in Russian deepwater (greater than 500 feet) or Arctic offshore locations or shale formations in Russia, or are unable to determine whether the item will be used in such projects. Such items include, but are not limited to, drilling rigs, parts for horizontal drilling, drilling and completion equipment, subsea processing equipment, Arctic-capable marine equipment, wireline and down hole motors and equipment, drill pipe and casing, software for hydraulic fracturing, high pressure pumps, seismic acquisition equipment, remotely operated vehicles, compressors, expanders, valves, and risers. You should be aware that other provisions of the EAR, including parts 742 and 744, also apply to exports and reexports to Russia. License applications submitted to BIS under this section may include the phrase “section 746.5” in Block 9 (Special Purpose) in Supplement No. 1 to part 748.

(2) **Additional prohibition on those informed by BIS.** BIS may inform persons, either individually by specific notice or through amendment to the EAR, that a license is required for a specific export, reexport or transfer (in-country) or for the export, reexport, or transfer (in-country) of specified items to a certain end-user, because there is an unacceptable risk of use in, or diversion to, the activities specified in paragraph (a)(1) of this section in Russia. Specific notice is to be given only by, or at the direction of, the Deputy Assistant Secretary for Export Administration. When such notice is provided orally, it will be followed by a written notice within two working days signed by the Deputy Assistant Secretary for Export Administration. However, the absence of any such notification does not excuse persons from compliance with the license requirements of paragraph (a)(1) of this section.

**(b) Licensing policy**

Applications for the export, reexport or transfer

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(in-country) of any item that requires a license for Russia will be reviewed with a presumption of denial when for use directly or indirectly for exploration or production from deepwater (greater than 500 feet), Arctic offshore, or shale projects in Russia that have the potential to produce oil.

**(c) License exceptions**

No license exceptions may overcome the license requirements set forth in this section, except License Exception GOV (§ 740.11(b)).

**§ 746.6 [RESERVED]**

**§ 746.7 IRAN**

The Treasury Department's Office of Foreign Assets Control (OFAC) administers a comprehensive trade and investment embargo against Iran. This embargo includes prohibitions on exports and certain reexport transactions involving Iran, including transactions dealing with items subject to the EAR. These prohibitions are set forth in OFAC's Iranian Transactions Regulations (31 CFR part 560). In addition, BIS maintains licensing requirements on exports and reexports to Iran under the EAR as described in paragraph (a)(1) of this section or elsewhere in the EAR (See, e.g., § 742.8 – Anti-terrorism: Iran).

**(a) License requirements**

**(1) EAR license requirements.** A license is required under the EAR to export or reexport to Iran any item on the CCL containing a CB Column 1, CB Column 2, CB Column 3, NP Column 1, NP Column 2, NS Column 1, NS Column 2, MT Column 1, RS Column 1, RS Column 2, CC Column 1, CC Column 2, CC Column 3, AT Column 1 or AT Column 2 in the Country Chart Column of the License Requirements section of an ECCN or classified under ECCNs 0A980, 0A982, 0A983, 0A985, 0E982, 1C355, 1C395, 1C980, 1C981, 1C982,

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1C983, 1C984, 2A994, 2D994, 2E994, 5A001.f.1, 5A980, 5D001 (for 5A001.f.1 or for 5E001.a (for 5A001.f.1, or for 5D001.a (for 5A001.f.1))), 5D980, 5E001.a (for 5A001.f.1, or for 5D001.a (for 5A001.f.1)) or 5E980.

**(2) BIS authorization.** To avoid duplication, exporters or reexporters are not required to seek separate authorization from BIS for an export or reexport subject both to the EAR and to OFAC's Iranian Transactions Regulations. Therefore, if OFAC authorizes an export or reexport, such authorization is considered authorization for purposes of the EAR as well. Transactions that are not subject to OFAC regulatory authority may require BIS authorization.

**(b) Licensing Policy**

Applications for licenses for transactions for humanitarian reasons or for the safety of civil aviation and safe operation of U.S.-origin aircraft will be considered on a case-by-case basis. Licenses for other purposes generally will be denied.

**(c) License Exceptions**

No license exceptions may be used for exports or reexports to Iran.

**(d) EAR Anti-terrorism controls**

The Secretary of State has designated Iran as a country that has repeatedly provided support for acts of international terrorism. Anti-terrorism license requirements and licensing policy regarding Iran are set forth in § 742.8 of the EAR.

**(e) Prohibition on exporting or reexporting EAR items without required OFAC authorization**

No person may export or reexport any item that is subject to the EAR if such transaction is prohibited by the Iranian Transactions Regulations (31 CFR part 560) and not authorized by OFAC. The prohibition of this

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**SUPPLEMENT NO. 2 TO PART 746 – RUSSIAN INDUSTRY SECTOR SANCTION LIST**

The source for the Schedule B numbers and descriptions in this list comes from the Bureau of the Census's Schedule B concordance of exports 2014. Census's Schedule B List 2014 can be found at <http://www.census.gov/foreign-trade/schedules/b/2014/index.html> The Introduction Chapter of the Schedule B provides important information about classifying products and interpretations of the Schedule B, e.g., NESOI means Not Elsewhere Specified or Included. In addition, important information about products within a particular chapter may be found at the beginning of chapters.

<b>Schedule B</b>	<b>Description</b>
7304110000	Line pipe of a kind used for oil or gas pipelines, seamless, of stainless steel
7304191020	Line pipe of a kind used for oil or gas pipelines, seamless, of iron (noncast) or nonalloy steel, with an outside diameter not exceeding 114.3 mm
7304191050	Line pipe for oil or gas pipelines, seamless, iron (noncast) or nonalloy steel, with outside diameter over 114.3 mm but not over 406.4 mm
7304191080	Line pipe of a kind used for oil or gas pipelines, seamless, of iron (noncast) or nonalloy steel, with an outside diameter exceeding 406.4 mm
7304195020	Line pipe of a kind used for oil or gas pipelines, seamless, of other alloy steel, not stainless, with an outside diameter not exceeding 114.3 mm
7304195050	Line pipe, used for oil or gas pipelines, seamless, of other alloy steel, not stainless, with an outside diameter >114.3 mm, but <406.4 mm
7304195080	Line pipe of a kind used for oil or gas pipelines, seamless, of alloy steel, not stainless, with an outside diameter exceeding 406.4 mm
7304220000	Oil well drill pipe, of stainless steel
7304233000	Oil well drill pipe, of iron or nonalloy steel
7304236000	Oil well drill pipe, of alloy steel other than stainless steel
7304241000	Oil well casing of stainless steel
7304246000	Oil well tubing of stainless steel
7304291055	Oil well casing of iron or nonalloy steel
7304293155	Oil well casing of other alloy steel not stainless
7304295000	Oil well tubing of iron or nonalloy steel
7304296100	Oil well tubing of other alloy steel other than stainless steel
7305111000	Line pipe for oil or gas, longitudinally submerged arc welded, external diameter more than 406.4 mm, circular cross-sections, of iron or nonalloy steel
7305115000	Line pipe for oil/gas pipelines, longitudinally submerged arc welded with external diameter over 406.4mm, of alloy steel, with circular cross-section
7305121000	Line pipe for oil or gas, other longitudinally welded, external diameter more than 406.4mm, circular cross-section, iron or nonalloy steel
7305125000	Line pipe for oil or gas pipelines, longitudinally welded with external diameter >406.4 mm, of alloy steel, with circular cross section
7305191000	Line pipe for oil or gas other than longitudinally welded, external diameter more than 406.4 mm, circular cross-section, iron or nonalloy steel
7305195000	Line pipe for oil or gas pipelines, with external diameter >406.4 mm, of alloy steel, circular cross section, welded/riveted, NESOI
7305203000	Casing, oil or gas drilling, other than seamless, circular cross-section, external diameter over 406.4 mm, iron or nonalloy steel

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7305207000	Casing, oil or gas drilling, other than seamless, circular cross-section, external diameter over 406.4 mm, alloy steel
7306110000	Line pipe for oil or gas not seamless NESOI, of stainless steel
7306191000	Line pipe for oil or gas not seamless NESOI, of iron or nonalloy steel
7306195000	Line pipe for oil or gas not seamless NESOI, of alloy steel other than stainless steel
7311000000	Containers for compressed or liquefied gas of iron or steel
7613000000	Aluminum containers for compressed or liquefied gas
8207130000	Rock drilling or earth boring tools with working part of cermets, and parts thereof
8207191030	Percussion rock drill bits, core bits and reamers, of base metal, and parts thereof
8207192030	Rotary rock drill bits, core bits and reamers of base metal, and parts thereof
8207195030	Rock drilling or earth boring tools of base metals, NESOI, and parts thereof
8413500010	Oil well and oil field pumps, reciprocating positive displacement
8413600050	Oil well and oil field pumps, rotary positive displacement
8413820000	Liquid elevators
8413920000	Parts of liquid elevators
8421398020	Electrostatic precipitators, industrial gas cleaning equipment
8421398030	Industrial gas cleaning equipment, NESOI
8421398040	Gas separation equipment
8430494000	Offshore oil and natural gas drilling and production platforms
8430498010	Boring or sinking machinery, rotary, for oil well and gas field drilling
8430498020	Boring or sinking machinery for oil well and gas field drilling, NESOI
8431390050	Parts suitable for use solely or principally with the oil and gas field machinery of headings 8425 to 8430
8431434000	Offshore oil and natural gas drilling and production platform parts, of subheading 8430.41 or 8430.49
8431438010	Parts of oil and gas field machinery of subheading 8430.49 except parts of offshore drilling and production platforms
8431438090	Parts of boring or sinking machinery of subheading 8430.41 or 8430.49, NESOI
8479899850	Oil and gas field wire line and downhole equipment
8705200000	Mobile drilling derricks
8708998175	Parts and accessories, for motor vehicles of heading 8705.20, NESOI
8905200000	Floating or submersible drilling or production platforms
8905901000	Floating docks