

**MEMO# 33540**

May 18, 2021

## **China EO 13959: OFAC Issues General License 1B**

[33540]

May 18, 2021

TO: AML Compliance Working Group  
Chief Compliance Officer Committee  
Chief Risk Officer Committee  
Compliance Advisory Committee  
ETF (Exchange-Traded Funds) Committee  
ETF Advisory Committee  
Global Operations Advisory Committee  
ICI Global Investing Subcommittee  
ICI Global Regulated Funds Committee  
ICI Global Regulated Funds Committee - Asia  
Pension Committee  
Pension Operations Advisory Committee  
Public Communications Committee  
SEC Rules Committee  
Securities Operations Advisory Committee  
Small Funds Committee RE: China EO 13959: OFAC Issues General License 1B

On May 18, the Office of Foreign Assets Control (OFAC) issued General License 1B "Authorizing Transactions Involving Securities of Certain Communist Chinese Military Companies"[\[1\]](#) with respect to Executive Order 13959 of November 12, 2020, Addressing the Threat From Securities Investments That Finance Communist Chinese Military Companies, as Amended.[\[2\]](#)

General License 1B extends the authorization to transact in securities related to non-listed subsidiaries of Communist Chinese Military Companies (CCMCs) with a closely matching name of a listed CCMC until June 11, 2021. This authorization was set to expire on May 27 under General License 1A. This means that there is no need to restrict securities related to entities that may have been identified on various lists as being "closely matching" subsidiaries until June 11, 2021.

Eva M. Mykolenko

**endnotes**

[1] General License 1B is available at [https://home.treasury.gov/system/files/126/ccmc\\_gl1b.pdf](https://home.treasury.gov/system/files/126/ccmc_gl1b.pdf).

[2] Executive Order 13959 is available at <https://trumpwhitehouse.archives.gov/presidential-actions/executive-order-addressing-threat-at-securities-investments-finance-communist-chinese-military-companies/>, and amendments to it are available at <https://trumpwhitehouse.archives.gov/presidential-actions/executive-order-amending-executive-order-13959-addressing-threat-securities-investments-finance-communist-chinese-military-companies/>.

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