

Bates Nos. 2018-08-116:
007974 - 007985
Pending Consultation
Responses

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Bates Nos. 2018-08-116:
007986 - 007987
Submitter Notice Process
Initiated

RE: ?

From: (b)(6)

To: (b)(6)

Date: Wed, 03 Feb 2016 17:07:41 -0500

Sechin you listening?

From: (b)(6)

Sent: Wednesday, February 03, 2016 5:07 PM

To: (b)(6)

Subject: RE: ?

What does he know?? That's concerning.

From: (b)(6)

Sent: Wednesday, February 03, 2016 5:07 PM

To: (b)(6)

Subject: ?

Hailey is talking to sloth about Kalashnikov. Hailey is talking about previous R/U designations and how some IC component was vital in it. WHAT DOES HAILEY KNOW!?

(b)(6)

Sanctions Investigator
Office of Foreign Assets Control
U.S. Department of the Treasury

(b)(6)

RE: ?

From: (b)(6)

To: (b)(6)

Date: Wed, 03 Feb 2016 17:07:57 -0500

HAHAHHAAHHAHAHAHAHA

From: (b)(6)

Sent: Wednesday, February 03, 2016 5:08 PM

To: (b)(6)

Subject: RE: ?

I've got a front row seat, here.

He knows shit. I reviewed one of his idiotic packages and it was a total mess.

From: (b)(6)

Sent: Wednesday, February 03, 2016 5:07 PM

To: (b)(6)

Subject: ?

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(b)(6)

Sanctions Investigator
Office of Foreign Assets Control
U.S. Department of the Treasury

(b)(6)

RE: ?

From: (b)(6)
To: (b)(6)
Date: Wed, 03 Feb 2016 17:41:54 -0500

Halley mixed up his lunch schedule. He knows that today is tater-tot day and that tuna melts are reserved for Thursday.
I overheard Halley say that he has a nice IPA waiting for him at home. Doesn't he know that underage drinking is illegal?

From: (b)(6)
Sent: Wednesday, February 03, 2016 5:11 PM
To: (b)(6)
Subject: RE: ?

Tell Halley to come remove his splattered pieces of the tuna melt from the microwave.

From: (b)(6)
Sent: Wednesday, February 03, 2016 5:11 PM
To: (b)(6)
Subject: RE: ?

I'll need electro shock treatment once Gretel is at the helm and the trio is complete.

From: (b)(6)
Sent: Wednesday, February 03, 2016 5:08 PM
To: (b)(6)
Subject: RE: ?

I would have committed mental suicide if you guys weren't on the team =)

From: (b)(6)
Sent: Wednesday, February 03, 2016 5:08 PM
To: (b)(6)
Subject: RE: ?

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Subject: ?

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(b)(6)
Sanctions Investigator
Office of Foreign Assets Control
U.S. Department of the Treasury
(b)(6)

O_F_A_C Inbox

From: [REDACTED] (b)(6)
To: _DL_OFAC SDN_Team <_dl_ofacsdn_team@do.treas.gov>
Date: Wed, 16 Mar 2016 16:12:57 -0400
Attachments: FW_ Consolidated Non-SDN List e-mail.msg (49.66 kB); FW_ Consolidate Screening List file issue.msg (2.48 MB); FW_ Receiving Email Updates.msg (32.26 kB)

I can reply to these three, unless others have replied.

FW: Consolidate Screening List file issue

From: OFAC_Feedback <ofac_feedback@treasury.gov>
To: O_F_A_C <o_f_a_c@treasury.gov>
Date: Tue, 15 Mar 2016 09:08:15 -0400
Attachments: CSL_2016_02_26.csv (1.92 MB); APITrace_screen.doc (502.78 kB)

From: (b)(6) mailto:(b)(6)
Sent: Monday, March 14, 2016 5:06 PM
To: OFAC_Feedback
Subject: Consolidate Screening List file issue

We are trying to process the new format of the Consolidated Screening list.

that source file (copy attached here) has corrupted line - line feed (LF) character inside, and this character actually splits line in 3 parts (screenshot attached); line #1281; LF is line 1282, and line 1283 starts with closing dbl-quote ("

This LF makes line 1281 consisting of 7 columns instead of 36, and when we are trying to get comment from field 22 – program error occurs

File prepared at official site - https://api.trade.gov/consolidated_screening_list/search.csv?api_key=OHZYuksFHSFao8jDXTkfiypO

It looks like issue is at API Trade site.

Please let me know when this issue will be resolved.

(b)(6)
Sr. Applications Engineer

KIRKLAND & ELLIS LLP
300 North LaSalle, Chicago, IL 60654

(b)(6)
F +1 312 862 2200

(b)(6)

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See Attached Spreadsheet
CSL_2016_02_26

Bates Nos. 2018-08-116:
007994 - 007995
Pending Consultation
Responses

Re: Washington Free Beacon -McCain Concerned Obama Administration 'Selectively' Enforcing Sanctions on Russia

From: (b)(6)
To: "Carson, Cheryl" <cheryl.carson@treasury.gov> "Kane, Sean" (b)(6) "Ballman, Luke" <luke.ballman@treasury.gov> (b)(6)
Cc: (b)(6)
Date: Fri, 03 Jun 2016 16:23:16 -0400

I hate this issue so much.

Sent from my BlackBerry 10 smartphone.

From: Carson, Cheryl
Sent: Friday, June 3, 2016 3:34 PM
To: Kane, Sean; Ballman, Luke; (b)(6)
Cc: (b)(6)
Subject: RE: Washington Free Beacon -McCain Concerned Obama Administration 'Selectively' Enforcing Sanctions on Russia

I don't.

From: Kane, Sean
Sent: Friday, June 03, 2016 3:34 PM
To: Ballman, Luke; (b)(6) Carson, Cheryl
Cc: (b)(6)
Subject: Fw: Washington Free Beacon -McCain Concerned Obama Administration 'Selectively' Enforcing Sanctions on Russia

Anyone have a copy of this letter yet?

Sent from my BlackBerry 10 smartphone.

From: (b)(6)
Sent: Friday, June 3, 2016 3:16 PM
To: _DL_FYI; _DL_TFI_Alerts
Subject: Washington Free Beacon -McCain Concerned Obama Administration 'Selectively' Enforcing Sanctions on Russia

[McCain Concerned Obama Administration 'Selectively' Enforcing Sanctions on Russia](#)
[U.S. sending taxpayer dollars to Russian entities controlled by sanctioned individuals, lawmaker argues](#)

BY: Morgan Chalfant
June 3, 2016 1:45 pm

Sen. John McCain (R., Ariz.) on Thursday penned a letter to Treasury Secretary Jack Lew expressing concern that the U.S. government is "selectively" enforcing sanctions on Russia for its invasion of Crimea.

McCain suggested that the Obama administration is giving special treatment to a Russian rocket manufacturer that due to a recent restructuring fell under control of Russia's federal space agency, Roscosmos. The United States currently purchases Russian RD-180 rocket engines from the manufacturer, known as NPO Energomash, to use during national security space launches.

"I write to express my concern with the appearance of selective enforcement of sanctions imposed in response to the invasion of Crimea by the Russian Federation," McCain wrote. "I am particularly troubled that, today, the Administration is allowing for the procurement of rocket engines for military space launches that result in the payment of money to a Russian state-owned corporation controlled by officers and directors who have been individually sanctioned in connection with the invasion."

A pair of executive orders signed by President Obama in March 2014 placed economic sanctions on individuals and entities deemed by the U.S. government to have contributed to the conflict in Ukraine.

The Treasury Department's Office of Foreign Assets Control concluded in March that the recent restructuring of Russia's space program did not lead to an "affirmative determination" to impose economic sanctions on NPO Energomash or Roscosmos. However, the department did note that the control of the rocket manufacturer by sanctioned individuals "could be a potential basis" to impose sanctions, a basis that McCain sought to prove in his letter to Lew.

McCain wrote that "numerous Roscosmos board members and executives" have either been subject to economic sanctions for Russia's invasion of Ukraine or are connected to Russian corporations targeted by sanctions.

Among them is Sergei Chemezov, a member of Roscosmos' board and CEO of Rostec Corporation, a state-owned defense company that is also subject to U.S. economic sanctions. A Rostec-owned bank that finances Roscosmos' operations, called Novikombank, is also sanctioned by the United States.

"This is very troubling. When examining the organizational structure of Roscosmos after Putin's recent restructuring initiative, it

becomes abundantly clear that we are funneling U.S. taxpayer dollars to a Russian space agency that is financed by a sanctioned Russian bank, which is owned by a sanctioned Russian defense company, and which is controlled by a sanctioned Russian CEO, who also happens to be a close personal friend of Vladimir Putin,” McCain wrote.

McCain said that other Russian companies owned by Chemezov’s corporation have been targeted by U.S. sanctions, including a state owned arms exporter and Kalashnikov, the country’s biggest manufacturer of automatic and sniper weapons and guided artillery shells.

“Why, then, is Russia’s space industry receiving such disparate treatment, especially in light of how it is financed and controlled?” McCain asked.

“Considering the relationship between Sergei Chemezov and Russian Deputy Prime Minister Dmitry Rogozin, as well as numerous other Roscosmos board members and executives who have been targeted by U.S. sanctions or who have ties to sanctioned Russian corporations, OFAC’s decision to date not to enforce current sanctions against Roscosmos and NPO Energomash appears disturbingly arbitrary and hypocritical,” McCain concluded.

Dmitry Rogozin, who oversees Russia’s defense industry, is among seven Russian government officials sanctioned by the United States for contributing to the conflict in Ukraine.

McCain requested that the Treasury Department determine whether taxpayer dollars sent to Russia for space launch activities are “being used for a purchase from, or payment to, any entity owned or controlled by any person included on the list of specially designated nationals and blocked persons” sanctioned in response to Russia’s invasion of Crimea. McCain asked that the office report its findings to the Senate Armed Services Committee, which he chairs.

The Pentagon’s use of Russian rocket engines to launch national security satellites has become a flash point during the debate over annual defense legislation.

Lawmakers have sparred over whether the government should be able to purchase more RD 180 engines so that the United Launch Alliance, a joint venture of Boeing and Lockheed Martin for military space launches, can continue to launch its preferred Atlas V rocket as it develops a replacement made from American parts. The launch alliance and SpaceX, which already manufactures rockets using American parts, are the only companies with government contracts to conduct national security space launches.

Congress capped the purchase of Russian engines at nine after Russia intervened in Ukraine. However, House lawmakers recently approved a version of the fiscal 2017 National Defense Authorization Act that would allow for the purchase of 18 RD 180 engines from Russia. The purchase would cost roughly \$540 million.

The Senate Armed Services Committee’s version of the bill would maintain past limits on the purchase of Russian engines and allocate funds to help offset any resulting increase in launch costs. The full Senate is expected to debate the legislation next week when Congress returns from recess.

The issue has divided Republicans. Some have argued that the United States risks losing access to space by limiting its purchase of Russian engines, while others have argued that the practice rewards Russian aggression and discourages American innovation.

Several former U.S. officials, including former Defense Secretary Leon Panetta and former CIA Director Michael Hayden, recently endorsed McCain’s effort to limit U.S. reliance on Russian rocket engines.

“We have an American industrial base with multiple providers that can produce All American made rocket engines,” the former officials wrote McCain and the Armed Services Committee’s ranking member in a May 20 letter, Bloomberg reported. “There is no need to rely on Putin’s Russia for this sensitive, critical technology.”

Re: Washington Free Beacon -McCain Concerned Obama Administration 'Selectively' Enforcing Sanctions on Russia

From: "Kane, Sean" (b)(6)
To: (b)(6) Ballman, Luke"
Cc: (b)(6)
Date: Fri, 03 Jun 2016 17:44:23 -0400

Yep, was going to draft this one in Spanish just to keep things interesting.

Sent from my BlackBerry 10 smartphone.

From: (b)(6)
Sent: Friday, June 3, 2016 5:38 PM
To: Kane, Sean; (b)(6) Ballman, Luke
Cc: (b)(6)
Subject: RE: Washington Free Beacon -McCain Concerned Obama Administration 'Selectively' Enforcing Sanctions on Russia

Okay, sounds good – pen with y'all as I read this, though maybe you can spice it up this time, eh? Consider the clearers.

From: Kane, Sean
Sent: Friday, June 03, 2016 5:31 PM
To: (b)(6) Ballman, Luke
Cc: (b)(6)
Subject: Re: Washington Free Beacon -McCain Concerned Obama Administration 'Selectively' Enforcing Sanctions on Russia

We have not seen it but asked the same earlier today. Response will look the same as the last 2 times we've answered this question.

Sent from my BlackBerry 10 smartphone.

From: (b)(6)
Sent: Friday, June 3, 2016 5:20 PM
To: (b)(6) Ballman, Luke
Cc: (b)(6)
Subject: FW: Washington Free Beacon -McCain Concerned Obama Administration 'Selectively' Enforcing Sanctions on Russia

Are we in formal receipt of this letter yet? Here's link to it from McCain's website. We can start working with OFAC to draft a response. <http://www.mccain.senate.gov/public/index.cfm/press-releases?ID=F18503F1-A6E1-46C5-B2B3-0671D30BAA82>

From: (b)(6)
Sent: Friday, June 03, 2016 3:17 PM
To: DL_FYI; DL_TFI_Alerts
Subject: Washington Free Beacon -McCain Concerned Obama Administration 'Selectively' Enforcing Sanctions on Russia

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