

117TH CONGRESS
2D SESSION

H. R. 6484

To require the imposition of sanctions with respect to the People’s Republic of China if the People’s Liberation Army initiates a military invasion of Taiwan, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 25, 2022

Mr. GALLAGHER introduced the following bill; which was referred to the Committee on Foreign Affairs, and in addition to the Committees on Financial Services, Ways and Means, the Judiciary, and Rules, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To require the imposition of sanctions with respect to the People’s Republic of China if the People’s Liberation Army initiates a military invasion of Taiwan, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE; TABLE OF CONTENTS.**

4 (a) SHORT TITLE.—This Act may be cited as the
5 “Sanctions Targeting Aggressors of Neighboring Democ-

1 racies with Taiwan Act of 2022” or the “STAND with
2 Taiwan Act of 2022”.

3 (b) TABLE OF CONTENTS.—The table of contents for
4 this Act is as follows:

- Sec. 1. Short title; table of contents.
- Sec. 2. Findings.
- Sec. 3. Sense of Congress.
- Sec. 4. Statement of policy.
- Sec. 5. Definitions.
- Sec. 6. Determination of the initiation of a military invasion by the People’s Liberation Army or its proxies.
- Sec. 7. Imposition of sanctions with respect to members of the Chinese Communist Party.
- Sec. 8. Imposition of sanctions with respect to financial institutions affiliated with the Chinese Communist Party.
- Sec. 9. Imposition of sanctions with respect to entities owned by or affiliated with the Chinese Communist Party.
- Sec. 10. Prohibition on transfers of funds involving the People’s Republic of China.
- Sec. 11. Prohibition on listing or trading of Chinese entities on United States securities exchanges.
- Sec. 12. Prohibition on investments by United States financial institutions that benefit the Chinese Communist Party.
- Sec. 13. Prohibition on importation of certain goods made in the People’s Republic of China.
- Sec. 14. Exceptions; waiver.
- Sec. 15. Implementation; penalties.

5 **SEC. 2. FINDINGS.**

6 Congress makes the following findings:

- 7 (1) Taiwan is a free and prosperous democracy
8 of nearly 24,000,000 people, an important contrib-
9 utor to peace and stability around the world, and
10 continues to embody and promote democratic values,
11 freedom, and human rights in Asia.
- 12 (2) The policy of the United States toward Tai-
13 wan is guided by the Taiwan Relations Act (22
14 U.S.C. 3301 et seq.), the United States-People’s Re-

1 public of China joint communiqués concluded in
2 1972, 1978, and 1982, and the Six Assurances that
3 President Ronald Reagan communicated to Taiwan
4 in 1982.

5 (3) Under section 2 of the Taiwan Relations
6 Act (22 U.S.C. 3301), it is the policy of the United
7 States—

8 (A) “to preserve and promote extensive,
9 close, and friendly commercial, cultural, and
10 other relations between the people of the United
11 States and the people on Taiwan, as well as the
12 people on the China mainland and all other peo-
13 ples of the Western Pacific area”;

14 (B) “to declare that peace and stability in
15 the area are in the political, security, and eco-
16 nomic interests of the United States, and are
17 matters of international concern”;

18 (C) “to make clear that the United States
19 decision to establish diplomatic relations with
20 the People’s Republic of China rests upon the
21 expectation that the future of Taiwan will be
22 determined by peaceful means”;

23 (D) “to consider any effort to determine
24 the future of Taiwan by other than peaceful
25 means, including by boycotts or embargoes, a

1 threat to the peace and security of the Western
2 Pacific area and of grave concern to the United
3 States”;

4 (E) “to provide Taiwan with arms of a de-
5 fensive character”; and

6 (F) “to maintain the capacity of the
7 United States to resist any resort to force or
8 other forms of coercion that would jeopardize
9 the security, or the social or economic system,
10 of the people on Taiwan”.

11 (4) Since the election of President Tsai Ing-wen
12 as President of Taiwan in 2016, the Chinese Com-
13 munist Party has employed a variety of coercive
14 military and nonmilitary tactics short of armed con-
15 flict in its efforts to exert existential pressure on
16 Taiwan, including through diplomatic isolation, re-
17 stricting tourism, cyberattacks, spreading
18 disinformation, and controlling the ability of Taiwan
19 to purchase COVID–19 vaccines from other coun-
20 tries.

21 (5) In 2021, there was a notable increase in
22 military provocations by the People’s Liberation
23 Army against Taiwan, including increased flights of
24 military aircraft within Taiwan’s air defense identi-
25 fication zone, holding military exercises in the vicin-

1 ity of Taiwan’s controlled waters, and performing
2 live-fire exercises in the South China Sea.

3 (6) In March 2021, then Commander of the
4 United States Indo-Pacific Command Admiral Philip
5 Davidson testified that the threat of a military inva-
6 sion of Taiwan by the People’s Liberation Army “is
7 manifest during this decade, in fact in the next six
8 years”.

9 (7) In March 2021, then Commander of the
10 United States Pacific Fleet Admiral John Aquilino
11 testified that the threat of a military invasion by the
12 People’s Liberation Army of Taiwan is “much closer
13 to us than most think” and could materialize well
14 before 2035.

15 (8) In October 2021, President Joseph R.
16 Biden publicly affirmed that the United States
17 would come to the defense of Taiwan, saying, “yes,
18 we have a commitment to do that”.

19 (9) In addition to military power, economic and
20 financial instruments of United States power and
21 their potential use can have an important deterrent
22 effect on the actions of other countries.

23 **SEC. 3. SENSE OF CONGRESS.**

24 It is the sense of Congress that—

1 (1) it is in the interests of the United States to
2 maintain a free and open Indo-Pacific region, with
3 peace and stability in the Taiwan Strait as a critical
4 component;

5 (2) efforts by the Chinese Communist Party to
6 unilaterally determine the future of Taiwan through
7 non-peaceful means, including threats and the direct
8 use of force, military coercion, economic boycotts or
9 embargoes, and efforts to internationally isolate or
10 annex Taiwan—

11 (A) directly undermine the spirit, intent,
12 and purpose of the Taiwan Relations Act (22
13 U.S.C. 3301 et seq.);

14 (B) undermine peace and stability in the
15 Taiwan Strait;

16 (C) limit a free and open Indo-Pacific re-
17 gion; and

18 (D) are of grave concern to the Govern-
19 ment of the United States;

20 (3) the initiation of a military invasion of Tai-
21 wan by the People’s Liberation Army would—

22 (A) disrupt the peace and stability of the
23 region and threaten the peace and stability of
24 the entire globe; and

1 (B) undermine the political, security, and
2 economic interests of the United States; and

3 (4) as an important deterrent measure against
4 a military invasion of Taiwan, the Chinese Com-
5 munist Party must understand that initiating such
6 an invasion will result in catastrophic economic and
7 financial consequences for the People's Republic of
8 China.

9 **SEC. 4. STATEMENT OF POLICY.**

10 The policy of the Government of the United States
11 on Taiwan is guided by the Taiwan Relations Act (22
12 U.S.C. 3301 et seq.), the United States-People's Republic
13 of China joint communiqués concluded in 1972, 1978, and
14 1982, and the Six Assurances that President Ronald
15 Reagan communicated to Taiwan in 1982, but in the event
16 of the initiation of a military invasion of Taiwan by the
17 People's Liberation Army, it is the policy of the United
18 States—

19 (1) to use and deploy all economic, commercial,
20 and financial instruments and levers of power, in-
21 cluding—

22 (A) the imposition of sanctions with re-
23 spect to members of the Chinese Communist
24 Party and financial institutions;

1 (B) prohibiting the listing or trading of the
2 securities of Chinese entities on United States
3 securities exchanges;

4 (C) prohibiting investments by United
5 States financial institutions in economic sectors
6 of the People’s Republic of China; and

7 (D) prohibiting the importation of certain
8 goods mined, produced, or manufactured in the
9 People’s Republic of China into the United
10 States; and

11 (2) to work in close coordination with allies and
12 partners of the United States to encourage those al-
13 lies and partners to undertake similar economic,
14 commercial, and financial actions against the Chi-
15 nese Communist Party.

16 **SEC. 5. DEFINITIONS.**

17 In this Act:

18 (1) ACCOUNT; CORRESPONDENT ACCOUNT; PAY-
19 ABLE-THROUGH ACCOUNT.—The terms “account”,
20 “correspondent account”, and “payable-through ac-
21 count” have the meanings given those terms in sec-
22 tion 5318A of title 31, United States Code.

23 (2) ADMISSION; ADMITTED; ALIEN.—The terms
24 “admission”, “admitted”, and “alien” have the

1 meanings given those terms in section 101 of the
2 Immigration and Nationality Act (8 U.S.C. 1101).

3 (3) APPROPRIATE CONGRESSIONAL COMMIT-
4 TEES.—The term “appropriate congressional com-
5 mittees” means—

6 (A) the Committee on Foreign Relations,
7 the Committee on Armed Services, and the
8 Committee on Banking, Housing, and Urban
9 Affairs of the Senate; and

10 (B) the Committee on Foreign Affairs, the
11 Committee on Armed Services, and the Com-
12 mittee on Financial Services of the House of
13 Representatives.

14 (4) COVERED DETERMINATION.—The term
15 “covered determination” has the meaning given that
16 term in section 6(a).

17 (5) FINANCIAL INSTITUTION.—The term “fi-
18 nancial institution” means a financial institution
19 specified in subparagraph (A), (B), (C), (D), (E),
20 (F), (G), (H), (I), (J), (M), or (Y) of section
21 5312(a)(2) of title 31, United States Code.

22 (6) FOREIGN FINANCIAL INSTITUTION.—The
23 term “foreign financial institution” has the meaning
24 given that term in regulations prescribed by the Sec-
25 retary of the Treasury.

1 (7) FOREIGN PERSON.—The term “foreign per-
2 son” means an individual or entity that is not a
3 United States person.

4 (8) KNOWINGLY.—The term “knowingly” with
5 respect to conduct, a circumstance, or a result,
6 means that a person had actual knowledge, or
7 should have known, of the conduct, the cir-
8 cumstance, or the result.

9 (9) MILITARY INVASION.—The term “military
10 invasion” includes—

11 (A) an amphibious landing or assault;

12 (B) an airborne operation or air assault;

13 (C) an aerial bombardment or blockade;

14 (D) missile attacks, including rockets, bal-
15 listic missiles, cruise missiles, and hypersonic
16 missiles; and

17 (E) a naval bombardment or blockade.

18 (10) UNITED STATES PERSON.—The term
19 “United States person” means—

20 (A) a United States citizen or an alien law-
21 fully admitted for permanent residence to the
22 United States; or

23 (B) an entity organized under the laws of
24 the United States or any jurisdiction within the

1 United States, including a foreign branch of
2 such an entity.

3 **SEC. 6. DETERMINATION OF THE INITIATION OF A MILI-**
4 **TARY INVASION BY THE PEOPLE'S LIBERA-**
5 **TION ARMY OR ITS PROXIES.**

6 (a) COVERED DETERMINATION DEFINED.—In this
7 Act, the term “covered determination” means—

8 (1) a determination by the President, not later
9 than 24 hours after a military invasion of Taiwan by
10 the People’s Liberation Army or any of its proxies,
11 that such an invasion has occurred; or

12 (2) the enactment of a joint resolution pursuant
13 to subsection (b).

14 (b) DETERMINATION BY JOINT RESOLUTION.—

15 (1) COVERED JOINT RESOLUTION DEFINED.—
16 In this subsection, the term “covered joint resolu-
17 tion” means only a joint resolution of either House
18 of Congress the sole matter after the resolving
19 clause of which is as follows: “That Congress deter-
20 mines that the People’s Liberation Army or one of
21 its proxies initiated a military invasion of Taiwan on
22 _____.”, with the blank space being filled with the
23 appropriate date.

24 (2) INTRODUCTION.—A covered joint resolution
25 may be introduced—

1 (A) in the House of Representatives, by
2 the majority leader (or the majority leader's
3 designee) or the minority leader (or the minor-
4 ity leader's designee); and

5 (B) in the Senate, by the majority leader
6 (or the majority leader's designee) or the mi-
7 nority leader (or the minority leader's des-
8 ignee).

9 (3) FLOOR CONSIDERATION IN HOUSE OF REP-
10 RESENTATIVES.—

11 (A) DISCHARGE FROM COMMITTEE.—If a
12 committee of the House of Representatives to
13 which a covered joint resolution has been re-
14 ferred has not reported the joint resolution
15 within 2 calendar days after the date of referral
16 of the joint resolution, the committee shall be
17 discharged from further consideration of the
18 joint resolution and the joint resolution shall be
19 placed on the appropriate calendar.

20 (B) MOVING TO CONSIDERATION.—At any
21 time after a covered joint resolution has been
22 placed on the appropriate calendar, it is in
23 order for the sponsor of the joint resolution (or
24 a designee) to move for the consideration of
25 that joint resolution.

1 (C) POINTS OF ORDER; MOTIONS.—All
2 points of order against the covered joint resolu-
3 tion and its consideration are waived. If the mo-
4 tion under subparagraph (B) is agreed to, the
5 joint resolution shall remain the unfinished
6 business of the House until disposed of, except
7 as provided in paragraph (5).

8 (D) NO AMENDMENTS.—A covered joint
9 resolution shall not be subject to amendment in
10 the House of Representatives.

11 (E) DEBATE.—General debate on a cov-
12 ered joint resolution shall not exceed 4 hours,
13 which shall be equally divided and controlled by
14 the sponsor of the joint resolution (or a des-
15 ignee) and an opponent.

16 (F) FINAL PASSAGE.—At the conclusion of
17 debate, the previous question shall be consid-
18 ered as ordered on the resolution, and the
19 House of Representatives shall vote on final
20 passage without intervening motion.

21 (4) CONSIDERATION IN THE SENATE.—

22 (A) REPORTING AND DISCHARGE.—If the
23 committee of the Senate to which a covered
24 joint resolution was referred has not reported
25 the joint resolution within 2 calendar days after

1 the date of referral of the joint resolution, that
2 committee shall be discharged from further con-
3 sideration of the joint resolution and the joint
4 resolution shall be placed on the appropriate
5 calendar.

6 (B) PROCEEDING TO CONSIDERATION.—
7 Notwithstanding Rule XXII of the Standing
8 Rules of the Senate, it is in order at any time
9 after the committee of the Senate to which a
10 covered joint resolution was referred reports the
11 joint resolution to the Senate or has been dis-
12 charged from consideration of the joint resolu-
13 tion (even though a previous motion to the
14 same effect has been disagreed to) to move to
15 proceed to the consideration of the joint resolu-
16 tion, and all points of order against the joint
17 resolution (and against consideration of the
18 joint resolution) are waived. The motion to pro-
19 ceed is not debatable. The motion is not subject
20 to a motion to postpone.

21 (C) NO AMENDMENTS.—An amendment to
22 a covered joint resolution, or a motion to post-
23 pone, or a motion to proceed to the consider-
24 ation of other business, or a motion to recom-
25 mit a covered joint resolution, is not in order.

1 (D) CONSIDERATION.—

2 (i) LIMITATION ON DEBATE.—Consid-
3 eration in the Senate of a covered joint
4 resolution shall be limited to not more than
5 10 hours, which shall be equally divided
6 between, and controlled by, the majority
7 leader and the minority leader, or by their
8 designees.

9 (ii) VOTE ON ADOPTION.—Whenever
10 all the time for debate on a covered joint
11 resolution has been used or yielded back,
12 the vote on the adoption of the resolution
13 shall occur without any intervening motion
14 or amendment, except that a single
15 quorum call at the conclusion of the debate
16 if requested in accordance with the Rules
17 of the Senate may occur immediately be-
18 fore such vote.

19 (E) RULINGS OF THE CHAIR ON PROCE-
20 DURE.—Appeals from the decisions of the Chair
21 relating to the application of the rules of the
22 Senate, as the case may be, to the procedure re-
23 lating to a covered joint resolution shall be de-
24 cided without debate.

1 (F) CONSIDERATION OF VETO MES-
2 SAGES.—Debate in the Senate of any veto mes-
3 sage with respect to a covered joint resolution,
4 including all debatable motions and appeals in
5 connection with the joint resolution, shall be
6 limited to 10 hours, to be equally divided be-
7 tween, and controlled by, the majority leader
8 and the minority leader or their designees.

9 (5) RULES RELATING TO SENATE AND HOUSE
10 OF REPRESENTATIVES.—

11 (A) TREATMENT OF SENATE JOINT RESO-
12 LUTION IN HOUSE.—In the House of Rep-
13 resentatives, the following procedures shall
14 apply to a covered joint resolution received from
15 the Senate (unless the House has already
16 passed a joint resolution relating to the same
17 proposed action):

18 (i) The joint resolution shall be re-
19 ferred to the appropriate committees.

20 (ii) If a committee to which a joint
21 resolution has been referred has not re-
22 ported the joint resolution within 2 cal-
23 endar days after the date of referral, that
24 committee shall be discharged from further
25 consideration of the joint resolution.

1 (iii) Beginning on the third legislative
2 day after the committee to which a joint
3 resolution has been referred reports the
4 joint resolution to the House or has been
5 discharged from further consideration
6 thereof, it shall be in order to move to pro-
7 ceed to consider the joint resolution in the
8 House. All points of order against the mo-
9 tion are waived. Such a motion shall not be
10 in order after the House has disposed of a
11 motion to proceed on the joint resolution.
12 The previous question shall be considered
13 as ordered on the motion to its adoption
14 without intervening motion. The motion
15 shall not be debatable. A motion to recon-
16 sider the vote by which the motion is dis-
17 posed of shall not be in order.

18 (iv) The joint resolution shall be con-
19 sidered as read. All points of order against
20 the joint resolution and against its consid-
21 eration are waived. The previous question
22 shall be considered as ordered on the joint
23 resolution to final passage without inter-
24 vening motion except 4 hours of debate
25 equally divided and controlled by the spon-

1 sor of the joint resolution (or a designee)
2 and an opponent. A motion to reconsider
3 the vote on passage of the joint resolution
4 shall not be in order.

5 (B) TREATMENT OF HOUSE JOINT RESO-
6 LUTION IN SENATE.—

7 (i) RECEIPT BEFORE PASSAGE.—If,
8 before the passage by the Senate of a cov-
9 ered joint resolution, the Senate receives
10 an identical joint resolution from the
11 House of Representatives, the following
12 procedures shall apply:

13 (I) That joint resolution shall not
14 be referred to a committee.

15 (II) With respect to that joint
16 resolution—

17 (aa) the procedure in the
18 Senate shall be the same as if no
19 joint resolution had been received
20 from the House of Representa-
21 tives; but

22 (bb) the vote on passage
23 shall be on the joint resolution
24 from the House of Representa-
25 tives.

1 (ii) RECEIPT AFTER PASSAGE.—If,
2 following passage of a covered joint resolu-
3 tion in the Senate, the Senate receives an
4 identical joint resolution from the House of
5 Representatives, that joint resolution shall
6 be placed on the appropriate Senate cal-
7 endar.

8 (iii) NO COMPANION MEASURE.—If a
9 covered joint resolution is received from
10 the House, and no companion joint resolu-
11 tion has been introduced in the Senate, the
12 Senate procedures under this subsection
13 shall apply to the House joint resolution.

14 (C) APPLICATION TO REVENUE MEAS-
15 URES.—The provisions of this paragraph shall
16 not apply in the House of Representatives to a
17 covered joint resolution that is a revenue meas-
18 ure.

19 (6) RULES OF HOUSE OF REPRESENTATIVES
20 AND SENATE.—This subsection is enacted by Con-
21 gress—

22 (A) as an exercise of the rulemaking power
23 of the Senate and the House of Representa-
24 tives, respectively, and as such is deemed a part
25 of the rules of each House, respectively, and su-

1 persedes other rules only to the extent that it
2 is inconsistent with such rules; and

3 (B) with full recognition of the constitu-
4 tional right of either House to change the rules
5 (so far as relating to the procedure of that
6 House) at any time, in the same manner, and
7 to the same extent as in the case of any other
8 rule of that House.

9 **SEC. 7. IMPOSITION OF SANCTIONS WITH RESPECT TO**
10 **MEMBERS OF THE CHINESE COMMUNIST**
11 **PARTY.**

12 (a) IMPOSITION OF SANCTIONS.—Not later than 3
13 days after a covered determination is made, the President
14 shall—

15 (1) impose the sanctions described in subsection
16 (b) with respect to any foreign person the President
17 determines is a member of the Chinese Communist
18 Party, including any branch of the armed forces or
19 intelligence agencies of the Chinese Communist
20 Party; and

21 (2) impose the sanctions described in subsection
22 (c) with respect to—

23 (A) any foreign person identified under
24 paragraph (1);

1 (B) any successor entity to that foreign
2 person; and

3 (C) any foreign person that is a parent or
4 subsidiary of that foreign person.

5 (b) SANCTIONS DESCRIBED.—The sanctions de-
6 scribed in this subsection are the following:

7 (1) BLOCKING OF PROPERTY.—

8 (A) IN GENERAL.—The President shall ex-
9 ercise all of the powers granted by the Inter-
10 national Emergency Economic Powers Act (50
11 U.S.C. 1701 et seq.) to block and prohibit all
12 transactions in all property and interests in
13 property of a foreign person described in sub-
14 section (a)(1) if such property and interests in
15 property are in the United States, come within
16 the United States, or are or come within the
17 possession or control of a United States person.

18 (B) INAPPLICABILITY OF NATIONAL EMER-
19 GENCY REQUIREMENT.—The requirements of
20 section 202 of the International Emergency
21 Economic Powers Act (50 U.S.C. 1701) shall
22 not apply for purposes of this section.

23 (2) INCLUSION ON ENTITY LIST.—The Presi-
24 dent shall include a foreign person described in sub-
25 section (a)(1) on the entity list maintained by the

1 Bureau of Industry and Security of the Department
2 of Commerce and set forth in Supplement No. 4 to
3 part 744 of title 15, Code of Federal Regulations,
4 for activities contrary to the national security or for-
5 eign policy interests of the United States.

6 (3) BANKING TRANSACTIONS.—The President
7 shall, pursuant to such regulations as the President
8 may prescribe, prohibit any transfers of credit or
9 payments between financial institutions or by,
10 through or to any financial institution, to the extent
11 that such transfers or payments are subject to the
12 jurisdiction of the United States and involve any in-
13 terest of a foreign person described in subsection
14 (a)(1).

15 (c) INELIGIBILITY FOR VISAS, ADMISSION, OR PA-
16 ROLE.—

17 (1) VISAS, ADMISSION, OR PAROLE.—An alien
18 described in subsection (a)(2) shall be—

19 (A) inadmissible to the United States;

20 (B) ineligible to receive a visa or other doc-
21 umentation to enter the United States; and

22 (C) otherwise ineligible to be admitted or
23 paroled into the United States or to receive any
24 other benefit under the Immigration and Na-
25 tionality Act (8 U.S.C. 1101 et seq.).

1 (2) CURRENT VISAS REVOKED.—

2 (A) IN GENERAL.—The visa or other entry
3 documentation of an alien described in sub-
4 section (a)(2) shall be revoked, regardless of
5 when such visa or other entry documentation is
6 or was issued.

7 (B) IMMEDIATE EFFECT.—A revocation
8 under subparagraph (A) shall—

9 (i) take effect immediately; and

10 (ii) automatically cancel any other
11 valid visa or entry documentation that is in
12 the alien's possession.

13 (d) EXCEPTION FOR COMPLIANCE WITH INTER-
14 NATIONAL OBLIGATIONS AND LAW ENFORCEMENT AC-
15 TIVITIES.—Sanctions under subsection (c) shall not apply
16 with respect to an alien if—

17 (1) admitting or paroling the alien into the
18 United States is necessary—

19 (A) to permit the United States to comply
20 with the Agreement regarding the Head-
21 quarters of the United Nations, signed at Lake
22 Success on June 26, 1947, and entered into
23 force November 21, 1947, between the United
24 Nations and the United States, or other appli-

1 cable international obligations of the United
2 States; or

3 (B) to carry out or assist law enforcement
4 activity in the United States; or

5 (2) the alien holds a valid, unexpired A-1, A-
6 2, C-2, G-1, or G-2 visa.

7 **SEC. 8. IMPOSITION OF SANCTIONS WITH RESPECT TO FI-**
8 **NANCIAL INSTITUTIONS AFFILIATED WITH**
9 **THE CHINESE COMMUNIST PARTY.**

10 (a) IN GENERAL.—Not later than 3 days after a cov-
11 ered determination is made, the Secretary of the Treasury
12 shall impose the sanctions described in subsection (c) with
13 respect to a foreign financial institution described in sub-
14 section (b).

15 (b) FOREIGN FINANCIAL INSTITUTIONS DE-
16 SCRIBED.—A foreign financial institution is described in
17 this subsection if the Chinese Communist Party has a ma-
18 jority ownership interest in the financial institution or the
19 financial institution is otherwise affiliated with the Chi-
20 nese Communist Party, including the following financial
21 institutions and their subsidiaries and successor entities:

22 (1) The People’s Bank of China.

23 (2) The Industrial and Commercial Bank of
24 China.

25 (3) The China Construction Bank.

1 (4) The Bank of China.

2 (5) The Bank of Communications.

3 (6) The Agricultural Bank of China.

4 (7) The China CITIC Bank.

5 (c) SANCTIONS DESCRIBED.—The sanctions de-
6 scribed in this subsection are the following:

7 (1) BLOCKING OF PROPERTY.—

8 (A) IN GENERAL.—The President shall ex-
9 ercise all of the powers granted to the President
10 under the International Emergency Economic
11 Powers Act (50 U.S.C. 1701 et seq.) to the ex-
12 tent necessary to block and prohibit all trans-
13 actions in property and interests in property of
14 a foreign financial institution subject to sub-
15 section (a) if such property and interests in
16 property are in the United States, come within
17 the United States, or are or come within the
18 possession or control of a United States person.

19 (B) INAPPLICABILITY OF NATIONAL EMER-
20 GENCY REQUIREMENT.—The requirements of
21 section 202 of the International Emergency
22 Economic Powers Act (50 U.S.C. 1701) shall
23 not apply for purposes of this section.

24 (2) RESTRICTIONS ON CORRESPONDENT AND
25 PAYABLE-THROUGH ACCOUNTS.—The President

1 shall prohibit the opening, and prohibit or impose
2 strict conditions on the maintaining, in the United
3 States of a correspondent account or payable-
4 through account by a foreign financial institution
5 subject to subsection (a).

6 **SEC. 9. IMPOSITION OF SANCTIONS WITH RESPECT TO EN-**
7 **TITIES OWNED BY OR AFFILIATED WITH THE**
8 **CHINESE COMMUNIST PARTY.**

9 (a) IN GENERAL.—Not later than 3 days after a cov-
10 ered determination is made, the Secretary of the Treasury
11 shall impose the sanctions described in subsection (b) with
12 respect to any entity that—

13 (1) the Chinese Communist Party has an own-
14 ership interest in; or

15 (2) is otherwise affiliated with the Chinese
16 Communist Party.

17 (b) BLOCKING OF PROPERTY.—

18 (1) IN GENERAL.—The President shall exercise
19 all of the powers granted to the President under the
20 International Emergency Economic Powers Act (50
21 U.S.C. 1701 et seq.) to the extent necessary to block
22 and prohibit all transactions in property and inter-
23 ests in property of an entity in an industry subject
24 to subsection (a) if such property and interests in
25 property are in the United States, come within the

1 United States, or are or come within the possession
2 or control of a United States person.

3 (2) INAPPLICABILITY OF NATIONAL EMER-
4 GENCY REQUIREMENT.—The requirements of section
5 202 of the International Emergency Economic Pow-
6 ers Act (50 U.S.C. 1701) shall not apply for pur-
7 poses of this section.

8 **SEC. 10. PROHIBITION ON TRANSFERS OF FUNDS INVOLV-**
9 **ING THE PEOPLE’S REPUBLIC OF CHINA.**

10 (a) IN GENERAL.—Except as provided by subsection
11 (b), a depository institution (as defined in section
12 19(b)(1)(A) of the Federal Reserve Act (12 U.S.C.
13 461(b)(1)(A)) or a broker or dealer in securities registered
14 with the Securities and Exchange Commission under the
15 Securities Exchange Act of 1934 (15 U.S.C. 78a et seq.)
16 may not process transfers of funds—

17 (1) to or from the People’s Republic of China;
18 or

19 (2) for the direct or indirect benefit of members
20 of the Chinese Communist Party.

21 (b) EXCEPTION.—A depository institution, broker, or
22 dealer described in subsection (a) may process a transfer
23 described in that subsection if the transfer—

24 (1) arises from, and is ordinarily incident and
25 necessary to give effect to, an underlying transaction

1 that is authorized by a specific or general license;
2 and

3 (2) does not involve debiting or crediting an
4 Chinese account.

5 **SEC. 11. PROHIBITION ON LISTING OR TRADING OF CHI-**
6 **NESE ENTITIES ON UNITED STATES SECURI-**
7 **TIES EXCHANGES.**

8 (a) IN GENERAL.—The Securities and Exchange
9 Commission shall prohibit the securities of an issuer de-
10 scribed in subsection (b) from being traded on a national
11 securities exchange on and after the date that is 3 days
12 after a covered determination is made.

13 (b) ISSUERS.—An issuer described in this subsection
14 is an issuer that is—

15 (1) an official of or individual affiliated with the
16 Chinese Communist Party; or

17 (2) an entity that—

18 (A) the Chinese Communist Party has an
19 ownership interest in; or

20 (B) is otherwise affiliated with the Chinese
21 Communist Party.

22 (c) DEFINITIONS.—In this section:

23 (1) ISSUER; SECURITY.—The terms “issuer”
24 and “security” have the meanings given those terms

1 in section 3(a) of the Securities Exchange Act of
2 1934 (15 U.S.C. 78c).

3 (2) NATIONAL SECURITIES EXCHANGE.—The
4 term “national securities exchange” means an ex-
5 change registered as a national securities exchange
6 in accordance with section 6 of the Securities Ex-
7 change Act of 1934 (15 U.S.C. 78f).

8 **SEC. 12. PROHIBITION ON INVESTMENTS BY UNITED**
9 **STATES FINANCIAL INSTITUTIONS THAT BEN-**
10 **EFIT THE CHINESE COMMUNIST PARTY.**

11 (a) IN GENERAL.—Not later than 3 days after a cov-
12 ered determination is made, the Secretary of the Treasury
13 shall prohibit any United States financial institution from
14 making any investments described in subsection (b).

15 (b) INVESTMENTS DESCRIBED.—An investment de-
16 scribed in this subsection is a monetary investment—

17 (1) to—

18 (A) an entity owned or controlled by the
19 Chinese Communist Party; or

20 (B) the People’s Liberation Army; or

21 (2) for the benefit of any priority industrial sec-
22 tor identified by the Chinese Communist Party in
23 the “Made in China 2025” plan or the “14th Five
24 Year Smart Manufacturing Development Plan”, in-
25 cluding—

- 1 (A) agriculture machinery;
2 (B) information technology;
3 (C) artificial intelligence, machine learning,
4 and robotics;
5 (D) green energy and green vehicles;
6 (E) aerospace equipment;
7 (F) ocean engineering and high tech ships;
8 (G) railway equipment;
9 (H) power equipment;
10 (I) new materials;
11 (J) medicine and medical devices;
12 (K) fifth generation and future generation
13 telecommunications and other advanced wireless
14 networking technologies;
15 (L) semiconductor manufacturing;
16 (M) biotechnology;
17 (N) quantum computing;
18 (O) surveillance technologies, including fa-
19 cial recognition technologies and censorship
20 software;
21 (P) fiber optic cables; and
22 (Q) mining and resource development.
- 23 (c) UNITED STATES FINANCIAL INSTITUTION DE-
24 FINED.—In this section, the term “United States financial
25 institution”—

1 (1) means any financial institution that is a
2 United States person; and

3 (2) includes an investment company, private eq-
4 uity company, venture capital company, or hedge
5 fund that is a United States person.

6 **SEC. 13. PROHIBITION ON IMPORTATION OF CERTAIN**
7 **GOODS MADE IN THE PEOPLE'S REPUBLIC OF**
8 **CHINA.**

9 (a) **IN GENERAL.**—Except as provided in subsection
10 (b), on and after the date that is 3 days after a covered
11 determination is made, all goods mined, produced, or man-
12 ufactured wholly or in part in the People's Republic of
13 China, or by a person working for or affiliated with an
14 entity or industry wholly financed by the Chinese Com-
15 munist Party or in which the Chinese Communist Party
16 has a majority ownership interest, shall not be entitled to
17 entry at any of the ports of the United States and the
18 importation of such goods is prohibited.

19 (b) **EXCEPTION.**—The prohibition under subsection
20 (a) shall not apply with respect to a good if the Presi-
21 dent—

22 (1) determines that the good is necessary to the
23 national security, economic security, or public health
24 of the United States; and

1 (2) submits to the appropriate congressional
2 committees and make available to the public a report
3 on that determination.

4 **SEC. 14. EXCEPTIONS; WAIVER.**

5 (a) **EXCEPTION FOR INTELLIGENCE ACTIVITIES.**—
6 This Act shall not apply with respect to activities subject
7 to the reporting requirements under title V of the National
8 Security Act of 1947 (50 U.S.C. 3091 et seq.) or any au-
9 thorized intelligence activities of the United States.

10 (b) **NATIONAL SECURITY WAIVER.**—The President
11 may waive the imposition of sanctions under this Act with
12 respect to a person if the President—

13 (1) determines that such a waiver is in the na-
14 tional security interests of the United States; and

15 (2) submits to the appropriate congressional
16 committees a notification of the waiver and the rea-
17 sons for the waiver.

18 **SEC. 15. IMPLEMENTATION; PENALTIES.**

19 (a) **IMPLEMENTATION.**—The President may exercise
20 all authorities provided under sections 203 and 205 of the
21 International Emergency Economic Powers Act (50
22 U.S.C. 1702 and 1704) to carry out this Act.

23 (b) **PENALTIES.**—A person that violates, attempts to
24 violate, conspires to violate, or causes a violation of this
25 Act or any regulation, license, or order issued to carry out

1 this Act shall be subject to the penalties set forth in sub-
2 sections (b) and (c) of section 206 of the International
3 Emergency Economic Powers Act (50 U.S.C. 1705) to the
4 same extent as a person that commits an unlawful act de-
5 scribed in subsection (a) of that section.

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