

*Periodic Report on the National Emergency
With Respect to Significant Malicious Cyber-Enabled Activities*

I hereby report to the Congress on developments and expenditures relating to the national emergency declared in Executive Order 13694 of April 1, 2015 (E.O. 13694), as amended by Executive Order 13757 of December 28, 2016 (E.O. 13757), which blocks the property of certain persons engaging in significant malicious cyber-enabled activities. This report covers actions taken in the exercise of national emergency authorities, pursuant to section 204(c) of the International Emergency Economic Powers Act (IEEPA), 50 U.S.C. 1703(c), and implementing regulations set forth at 31 C.F.R. part 578 (the Cyber-Related Sanctions Regulations). It also covers expenses that are directly attributable to the exercise of those authorities, pursuant to section 401(c) of the National Emergencies Act (NEA), 50 U.S.C. 1641(c).

IEEPA Reporting (from September 9, 2019, through February 6, 2020)

1. On September 30, 2019, the Department of the Treasury's Office of Foreign Assets Control (OFAC) took action to increase pressure on previously designated individual Yevgeniy Prigozhin by targeting his physical assets. Pursuant to the authorities referenced above, OFAC designated three aircraft and one vessel, along with three entities that were used to manage Prigozhin's property.

On December 5, 2019, OFAC designated 17 individuals and seven entities for their roles within the Russia-based cybercriminal group Evil Corp. Subsequently, on December 13, 2019, OFAC delisted three entities that were erroneously included in the December 5th designation.

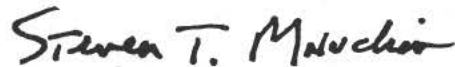
2. OFAC closed two licensing cases (which may take the form of specific licenses, license amendments, "return-without-action" letters, general information letters, interpretive guidance letters, denial letters, closed without determination letters, or withdrawals), and received reports of the blocking of 23 transactions totaling \$94,000, pursuant to the authorities referenced above.

3. OFAC has continued to discuss this program during its numerous outreach events to the financial, securities, and international trade communities. Details of this program are available on the Department of the Treasury's website.

NEA Reporting (from October 2, 2019, through April 1, 2020)

3. The expenses incurred by the federal government that are directly attributable to the exercise of powers and authorities conferred by the declaration of the national emergency with respect to significant malicious cyber-enabled activities are reported to be approximately \$610,000, most of which represent wage and salary costs for federal personnel. Personnel costs were largely centered in the Department of the Treasury, the Department of State, and the Department of Justice.

I shall continue to report periodically to the Congress on significant developments as required by law.



Steven T. Mnuchin

Department of the Treasury

Dated: February 28, 2020