

§ 560.205

directly or indirectly, to Iran or the
Government of Iran; or
(b) Such goods, technology, or serv-
ices are intended specifically for use in
the production of, for commingling
with, or for incorporation into goods,
technology, or services to be directly
or indirectly supplied, transshipped, or
reexported exclusively or predomi-
nantly to Iran or the Government of
Iran.

§ 560.205 Prohibited reexportation of
goods, technology, or services to
Iran or the Government of Iran by
persons other than United States
persons; exceptions.
(a) Except as otherwise authorized
pursuant to this part, and notwith-
standing any contract entered into or
any license or permit granted prior to
May 7, 1995, the reexportation from a
third country, directly or indirectly,
by a person other than a United States
person, of any goods, technology, or
services that have been exported from
the United States is prohibited, if:
(1) Undertaken with knowledge or
reason to know that the reexportation
is intended specifically for Iran or the
Government of Iran; and
(2) The exportation of such goods,
technology, or services from the United
States to Iran was subject to export li-
cense application requirements under
any United States regulations in effect
on May 6, 1995, or thereafter is made
subject to such requirements imposed
independently of this part (see
§ 560.414).
(b) The prohibitions of paragraph (a)
of this section shall not apply to those
goods or technology subject to export
license application requirements if such
goods or technology have been:
(1) Substantially transformed into a
foreign-made product outside the
United States; or
(2) Incorporated into a foreign-made
product outside the United States if
the aggregate value of such goods and
technology described in paragraph
(a)(2) of this section constitutes less
than 10 percent of the total value of
the foreign-made product to be ex-
ported from a third country (see
§ 560.420).

Note to § 560.205(b): The reexportation
of U.S.-origin goods or technology, including
U.S.-origin goods or technology that have
been incorporated or substantially trans-
formed into a foreign-made product, not pro-
hibited by this section, may require author-
ization by the U.S. Department of Commerce
under the Export Administration Regu-
lations (15 CFR parts 730–774) or by the U.S.
State Department under the International
Traffic in Arms Regulations (22 CFR 121.9).
(c) Reexportation by United States
persons or from the United States is
governed by other sections in this part,
including §§ 560.204 and 560.206.

§ 560.206 Prohibited trade-related
transactions with Iran; goods, tech-
nology, or services.
(a) Except as otherwise authorized
pursuant to this part, and notwith-
standing any contract entered into or
any license or permit granted prior to
May 7, 1995, no United States person,
wherever located, may engage in any
transaction or dealing in or related to:
(1) Goods or services of Iranian origin
or owned or controlled by the Govern-
ment of Iran; or
(2) Goods, technology, or services for
exportation, reexportation, sale or sup-
ply, directly or indirectly, to Iran or
the Government of Iran.
(b) For purposes of paragraph (a) of
this section, the term transaction or
dealing includes but is not limited to
purchasing, selling, transporting, swap-
ning, brokering, approving, financing,
facilitating, or guaranteeing.

§ 560.207 Prohibited investment.
Except as otherwise authorized pur-
suant to this part, and notwithstanding
any contract entered into or any li-
cense or permit granted prior to May 7,
1995, any new investment by a United
States person in Iran or in property
(including entities) owned or con-
trolled by the Government of Iran is
prohibited.

§ 560.208 Prohibited facilitation by
United States persons of trans-
actions by foreign persons.
Except as otherwise authorized pur-
suant to this part, and notwithstanding
any contract entered into or any li-
cense or permit granted prior to May 7,
1995, no United States person, wherever
located, may approve, finance, facili-
tate, or guarantee any transaction by a
foreign person where the transaction