

118TH CONGRESS
1ST SESSION

H. R. 6603

To apply foreign-direct product rules to Iran.

IN THE HOUSE OF REPRESENTATIVES

DECEMBER 5, 2023

Mr. MORAN (for himself and Mr. MCCAUL) introduced the following bill;
which was referred to the Committee on Foreign Affairs

A BILL

To apply foreign-direct product rules to Iran.

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.**

4 This Act may be cited as the “No Technology for
5 Terror Act”.

6 **SEC. 2. APPLICATION OF FOREIGN-DIRECT PRODUCT**
7 **RULES TO IRAN.**

8 (a) IN GENERAL.—Beginning on the date that is 120
9 days after the date of the enactment of this Act, a foreign-
10 produced item shall be subject to the Export Administra-
11 tion Regulations (pursuant to the Export Control Reform
12 Act of 2018 (50 U.S.C. 4801 et seq.)) if the item—

1 (1) meets—

2 (A) the product scope requirements de-
3 scribed in subsection (b); and

4 (B) the destination scope requirements de-
5 scribed in subsection (c); and

6 (2) is exported, reexported, or in-country trans-
7 ferred to Iran or involves persons affiliated with the
8 Government of Iran.

9 (b) PRODUCT SCOPE REQUIREMENTS.—A foreign-
10 produced item meets the product scope requirements of
11 this subsection if the item—

12 (1) is a direct product of United States-origin
13 technology or software subject to the Export Admin-
14 istration Regulations that is specified in a covered
15 Export Control Classification Number; or

16 (2) is produced by any plant or major compo-
17 nent of a plant that is located outside the United
18 States, if the plant or major component of a plant,
19 whether made in the United States or a foreign
20 country, itself is a direct product of United States-
21 origin technology or software subject to the Export
22 Administration Regulations that is specified in a
23 covered Export Control Classification Number.

24 (c) DESTINATION SCOPE REQUIREMENTS.—A for-
25 eign-produced item meets the destination scope require-

1 ments of this subsection if there is knowledge that the for-
2 eign-produced item is destined to Iran or will be incor-
3 porated into or used in the production or development of
4 any part, component, or equipment subject to the Export
5 Administration Regulations and produced in or destined
6 to Iran.

7 (d) LICENSE REQUIREMENTS.—

8 (1) IN GENERAL.—A license shall be required
9 to export, reexport, or in-country transfer a foreign-
10 produced item that meets the product scope require-
11 ments described in subsection (b) and the destina-
12 tion scope requirements described in subsection (c)
13 and is subject to the Export Administration Regula-
14 tions pursuant to this section.

15 (2) EXCEPTIONS.—The license requirements of
16 paragraph (1) shall not apply to—

17 (A) food or medicine that is—

18 (i) designated as EAR99; or

19 (ii) not designated under or listed on
20 the Commerce Control List; or

21 (B) services, software, or hardware (other
22 than services, software, or hardware for end-
23 users owned or controlled by the Government of
24 Iran) that is—

25 (i) incident to communications;

1 (ii) designated as—

2 (I) EAR99; or

3 (II) Export Control Classification

4 Number 5A992.c or 5D992.c, and

5 classified in accordance with section

6 740.17 of title 15 Code of Federal

7 Regulations; and

8 (iii) subject to a general license issued

9 by the Department of Commerce.

10 (e) DEFINITIONS.—In this section—

11 (1) the term “Commerce Control List” means
12 the list maintained pursuant to part 744 of the Ex-
13 port Administration Regulations;

14 (2) the term “covered Export Control Classi-
15 fication Number” means an Export Control Classi-
16 fication Number in product group D or E of Cat-
17 egory 3, 4, 5, 6, 7, 8, or 9 of the Commerce Control
18 List;

19 (3) the terms “Export Administration Regula-
20 tions”, “export”, “reexport”, and “in-country trans-
21 fer” have the meanings given those terms in section
22 1742 of the Export Control Reform Act of 2018 (50
23 U.S.C. 4801); and

24 (4) the terms “direct product”, “technology”,
25 “software”, “major component”, “knowledge”, “pro-

1 duction”, “development”, “part”, “component”,
2 “equipment”, and “government end users” have the
3 meanings given those terms in section 734.9 or part
4 772 of the Export Administration Regulations, as
5 the case may be.

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