Director of the Office of Foreign Assets Control, Treasury § 544.506

§ 544.506 Investment and reinvestment of certain funds.

Subject to the requirements of §544.203, U.S. financial institutions are authorized to invest and reinvest assets blocked pursuant to §544.201, subject to the following conditions:

(a) The assets representing such investments and reinvestments are credited to a blocked account or sub-account that is held in the same name at the same U.S. financial institution, or within the possession or control of a U.S. person, but funds shall not be transferred outside the United States for this purpose.

Note to §544.504: See §501.603 of this chapter for mandatory reporting requirements regarding financial transfers. See also §544.203 concerning the obligation to hold blocked funds in interest-bearing accounts.

§ 544.503 Exclusion from licenses.

The Director of the Office of Foreign Assets Control reserves the right to exclude any person, property, or transaction from the operation of any license or from the privileges conferred by any license. The Director of the Office of Foreign Assets Control also reserves the right to restrict the applicability of any license to particular persons, property, transactions, or classes thereof. Such actions are binding upon actual or constructive notice of the exclusions or restrictions.

§ 544.504 Payments and transfers to blocked accounts in U.S. financial institutions.

Any payment of funds or transfer of credit in which a person whose property and interests in property are blocked pursuant to §544.201(a) has any interest that comes within the possession or control of a U.S. financial institution must be blocked in an account on the books of that financial institution. A transfer of funds or credit by a U.S. financial institution between blocked accounts in its branches or offices is authorized, provided that no transfer is made from an account within the United States to an account held outside the United States, and further provided that a transfer from a blocked account may be made only to another blocked account held in the same name.

Note to §544.504: See §501.603 of this chapter for mandatory reporting requirements regarding financial transfers. See also §544.203 concerning the obligation to hold blocked funds in interest-bearing accounts.