



OFFICE OF THE UNDER SECRETARY OF DEFENSE
1100 DEFENSE PENTAGON
WASHINGTON, DC 20301-1100

JAN 26 2007

COMPTROLLER

MEMORANDUM FOR ASSISTANT SECRETARIES OF THE MILITARY
DEPARTMENTS (FINANCIAL MANAGEMENT AND
COMPTROLLERS)
U.S. MARINE CORPS, ASSISTANT DEPUTY
COMMANDANT FOR PROGRAMS AND RESOURCES
COMMANDERS OF THE COMBATANT COMMANDS
INSPECTOR GENERAL OF THE DEPARTMENT OF
DEFENSE
DIRECTORS OF THE DEFENSE AGENCIES
COMMANDER, U.S. ARMY CORPS OF ENGINEERS
DIRECTORS OF THE DOD FIELD ACTIVITIES

SUBJECT: Blocking Property and Prohibiting Transactions with Persons Who Commit,
Threaten to Commit, or Support Terrorism

Executive Order 13224 prohibits transactions with persons who commit, threaten to commit, or support terrorism. The Department of the Treasury, Office of Foreign Assets Control maintains the Specially Designated Nationals (SDN) and Blocked Persons list, which provides a file of individuals and entities covered by Executive Order 13224. Agencies must consult the list before making payments and must not make or certify payments, or draw checks or warrants, payable to an individual or organization listed on the SDN and Blocked Persons list. The SDN and Blocked Persons list can be found at www.ustreas.gov/offices/enforcement/ofac/sdn/index.html.

The Department of Defense Financial Management Regulation, Volume 5, Chapter 8, provides guidance on the accounting for these blocked payments. Internal control procedures shall be put in place to ensure checking the SDN and Blocked Person list is an integral part of the process for each and every international payment.

My point of contact for this action is Ms. Audrey Clark. She may be reached by phone at (703) 695-9537 or by email at audrey.clark@osd.mil.

A handwritten signature in black ink, appearing to read "Robert P. McNamara".

Robert P. McNamara
Acting Deputy Chief Financial Officer