#### **HISTORY OF THE CONFLICT**

CFIUS blocks Huawei-3Com transaction

2008

FBI Intelligence note on Huawei national security risks

Made in China 2025 initiative

2015

ZTE Denial Order 2018

Arrest of Huawei CFO in Canada in connection with Iran sanctions charges

2018

#### 2012

US House Investigative Report on Huawei/ZTE national security concerns

#### 2016

Entity List Designation of ZTE

US OFAC and BIS subpoena Huawei on dealings with sanctioned countries

#### 2018

NDAA 2019 bars USG procurement contracts and other actions relating to Huawei and others

#### 2019

Entity List Designation of Huawei, Chinese nuclear companies and Chinese exascale computing companies

#### THE "COMBATANTS"



# **US Department of Commerce**

**Bureau of Industry and Security (BIS)** 

Administers US export controls



## **US Department of the Treasury**

Office of Foreign Assets Control (OFAC)

Administers US sanctions



## **US Department of the Treasury**

Chairs the Committee on Foreign Investment in the United States (CFIUS)

Conducts national security reviews of foreign investment in US businesses



# **US and Chinese industry**

Caught on both sides of conflict



## **US Congress**

Supports anti-China policies, introduces restrictive legislation



## **Chinese government**

Made in China 2025 initiative, moving to counter US trade policy

#### THE "TARGETS"



#### **Semiconductors**

This is the foundation of the global electronics market and a flashpoint of the US-China tech war



## **5G/Telecommunications**

The US maintains that 5G network infrastructure poses a national security concern



# Emerging and foundational technology

Certain technology areas that pursue global research and development face possible US export controls (e.g., AI, quantum computing, drones/unmanned aerial vehicles)

# THE "WEAPONS"

## **Export controls**

Licensing requirements for items subject to US export jurisdiction, including certain items made outside of the US, based on destination, end user or end use.

New export controls on certain "foundational" and "emerging" technologies are under development.

# **Economic sanctions**

Prohibitions on dealings with certain targeted persons, countries and regions with a direct or indirect connection to the US (and in some cases, absent a US nexus).

## **Foreign Investment Review**

The US government can reject or require divestment of foreign investment in US businesses on national security grounds and can impose "mitigation measures" as a condition of approval.

# Other trade restrictions

The US is locked in a protracted "trade war" with China resulting in numerous rounds of tariffs on Chinese goods. In addition, the US may restrict imports on telecommunications technology from "foreign adversaries."