



DEPARTMENT OF THE TREASURY
OFFICE OF FOREIGN ASSETS CONTROL

ENFORCEMENT INFORMATION FOR OCTOBER 6, 2006

Information concerning the civil penalty process is discussed in OFAC regulations governing the various sanctions programs or, in the case of sanctions regulations issued pursuant to the Trading with the Enemy Act, in 31 CFR part 501. Civil penalty procedures are also discussed in OFAC's proposed Enforcement Guidelines, 68 FR 4422 – 4429 (January 29, 2003). However, please note that, for banking institutions regulated by one of the agencies belonging to the Federal Financial Institutions Examination Council, the proposed enforcement guidelines have been withdrawn and replaced by an interim final rule ("Economic Sanctions Procedures for Banking Institutions"), 71 FR 1971 – 1976 (January 12, 2006), which has an effective date of February 13, 2006. Both the proposed Enforcement Guidelines and the interim final rule are available on OFAC's website, available at <http://www.treas.gov/offices/enforcement/ofac/civpen/enfguide.pdf>.

OFAC is now posting on this website copies of its final agency Penalty Notices with the relevant case reports to the extent permitted under applicable law.

ENTITIES – 31 CFR 501.805 (d)(1)(i)

OFAC has reached settlement with the following entity:

Koch Foods, L.L.C. Settles Allegations of Iraqi Sanctions Violations: Koch Foods, L.L.C., Chattanooga, TN 37408 ("Koch"), has remitted \$43,947.50 to settle allegations of violations of the Iraqi sanctions occurring during April 2002. OFAC alleged that Koch shipped under contract with a company located in a third country four shipments (consisting of 20 containers) of frozen poultry that had a final destination of Iraq. Koch has reported to OFAC corrective measures and improvements to its OFAC compliance program. Koch did not voluntarily disclose this matter to OFAC.

For more information regarding OFAC regulations, please go to:
<http://www.treas.gov/offices/enforcement/ofac/legal/>.