

violation of the EAR. In 2001, LogicaCMG's predecessor company, CMG Telecommunications, exported telecommunications equipment to Cuba via Panama without the required export license. LogicaCMG also agreed to pay a \$99,000 administrative penalty to settle charges in connection with this export. This telecommunications equipment was controlled for national security, anti-terrorism, and encryption reasons.

***Energy Equipment to Iran, Iraq, Libya, and Cuba*** – On May 23, 2006, Dresser Inc. and its subsidiaries were ordered to pay \$1.1 million in administrative fines for EAR violations. Between June 2000 and April 2004, Dresser and its subsidiaries made 169 exports of energy related equipment from the U.S. to Iran, Iraq, Libya, and Cuba without the required licenses. Dresser voluntarily self-disclosed these violations and cooperated fully with the investigation.

***Failure to Abide by Licensing Conditions on Undersea Mapping Equipment*** – On September 1, 2006, WesternGeco LLC, was ordered to pay an administrative penalty in the amount of \$925,000 and Western Geophysical Company of America was also ordered to pay administrative penalties totaling \$1,965,600 for failing to abide by licensing conditions between August 1998 and January 2001. During this time period, both companies failed to abide by conditions placed on export licenses issued for underwater geophysical mapping equipment exported to the China. This equipment was controlled for national security reasons.

***Crime Control Items to South Africa*** – On September 7, 2006, the Springer MaGrath Company was sentenced to a criminal fine of \$50,000 for knowingly and willfully exporting crime control items to South Africa without the required export license from BIS. Springer MaGrath also paid an administrative fine of \$451,000 to BIS and received a three year suspended denial of export privileges.

***North Carolina Company President Convicted for Illegal Export of Crime Control Products*** – On March 22, 2006, John Carrington, the former President of Sirchie Fingerprint Laboratories and a former North Carolina state Senator, was sentenced to 12 months' probation and agreed to pay an \$850,000 criminal penalty. On December 15, 2005, Carrington entered a guilty plea for his part in illegally exporting approximately \$1.2 million dollars in crime control equipment to China through intermediaries in Italy and Hong Kong. In September 2005, Carrington settled administrative charges by agreeing to a five year denial of export privileges. Sirchie also settled administrative charges and agreed to pay \$400,000 and accepted a five year suspended denial.

***Polygraph Machines to China*** – In February 2005, Stoelting Company, of Wood Dale, Illinois, and its president, LaVern Miller, were sentenced for criminal export violations in connection with the illegal export of polygraph machines to China without required export licenses. These items are restricted to China for human rights reasons. Stoelting was sentenced to two and half years' corporate probation and a \$20,000 criminal fine; while Miller was sentenced to two and a half years' probation, including six months of electronically monitored home confinement, 500 hours community service, and a criminal fine equivalent to the costs of his probation and monitoring, estimated to be \$18,000. In June 2004, Stoelting and Miller each agreed to pay \$44,000 in administrative penalties to BIS and Stoelting agreed to a five year suspended denial of export privileges as part of agreements to settle charges related to these unlicensed transactions.

***Crime Control Items to South Africa and Mexico*** – On April 7, 2006, the National Institute for Truth Verification (NITV) agreed to pay a \$77,000 administrative penalty to settle charges that it violated the EAR in connection with unauthorized exports of voice stress analyzer equipment and technology controlled for crime control reasons to Mexico and South Africa. Between March 2003 and January 2006, the NITV caused the export of computers containing voice stress





analyzer software and technology specifically designed for the use of the voice stress analyzer equipment.

*Administrative Fine for Chemicals Export to Israel* – On March 22, 2006, Ameribrom, Inc. of Fort Lee, New Jersey was fined \$82,500 by BIS for 11 violations of the EAR for failure to obtain and submit required end-use certificates in connection with 11 shipments of a chloropicrin based pesticide and soil fungicide, an item classified under ECCN 1C335, to Israel. EAR Section 745.2 requires that an end-use certificate from the government of the recipient of the applicable items be submitted to BIS for exports of Chemical Weapons Convention (CWC) Schedule 3 chemicals to countries not party to the CWC.

*Failure to File Shipper's Export Declarations on Aircraft Parts* – On February 16, 2007, Aviacsa Airlines of Houston, Texas was ordered to pay an administrative fine \$450,000. Between February 2002 and May 2003, Aviacsa Airlines failed to file Shipper's Export Declarations on 75 separate occasions. These improperly documented exports were for aircraft parts subject to the EAR that were valued at \$2,500 per Harmonized Tariff Schedule/Schedule B number to Mexico.

*Sodium Cyanide to South Africa* – On October 5, 2005, ProChem (Proprietary), Ltd., as successor corporation to Protea Chemicals (Proprietary), Ltd., based in Gauteng, South Africa, paid administrative penalties totaling \$1.54 million to settle charges pertaining to unauthorized resales of U.S.-origin sodium cyanide and potassium cyanide to end users in South Africa. On 112 occasions between November 1999 and December 2003, Protea resold U.S.-origin sodium cyanide and potassium cyanide to various unauthorized business entities in South Africa. BIS further charged that Protea committed an additional 112 violations of the EAR by reselling these controlled commodities with knowledge that conditions on its Department of Commerce licenses did not authorize resale to the end users. These resales were made in violation of conditions set forth in Department of Commerce licenses issued to Protea and in violation of the EAR.

*BIS Export Enforcement: Keeping the most sensitive goods out of the most dangerous hands.*

*To Report Illegal Exports: 1-800-424-2980 or [www.bis.doc.gov](http://www.bis.doc.gov)*

*For more information contact:*

BIS Public Affairs 202-482-2721 or [www.bis.doc.gov](http://www.bis.doc.gov)