ORDER RELATING TO FOXSEMICON INTEGRATED TECHNOLOGIES, INC.

The Bureau of Industry and Security, U.S. Department of Commerce ("BIS") has notified
Foxsemicon Integrated Technologies, Inc. ("FITI") of its intention to initiate an administrative
proceeding against FITI pursuant to Section 766.3 of the Export Administration Regulations (the
"Regulations"),¹ and Section 13(c) of the Export Administration Act of 1979, as amended (the
"Act"),² through the issuance of a Proposed Charging Letter to FITI that alleged that it
committed 31 violations of the Regulations. Specifically, these charges are:

¹ The Regulations are currently codified in the Code of Federal Regulations at 15 C.F.R. Parts
governing the violations at issue are found in the 2005 and 2006 versions of the Code of Federal
Regulations (15 C.F.R. Parts 730-774 (2005-2006)). The 2009 Regulations set forth the
procedures that apply to this matter.

However, the President, through Executive Order 13222 of August 17, 2001 (3 C.F.R., 2001
Comp. 783 (2002)), which has been extended by successive Presidential Notices, the most recent
being that of August 13, 2009 (74 Fed. Reg. 41,325 (August 14, 2009)), has continued the
§§1701-1707).
Orders
Foxsemicon Integrated Technologies, Inc.
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Charges 1-8 15 C.F.R. § 764.2(a): Engaging in Prohibited Conduct by Exporting Pressure Transducers to the People's Republic of China ("PRC") Without the Required Licenses

On eight occasions between on or about August 23, 2005 and on or about March 6, 2006, FITI engaged in conduct prohibited by the Regulations by exporting pressure transducers, items subject to the Regulations that are classified under Export Control Classification Number ("ECCN") 2B230 and controlled for nuclear nonproliferation reasons, to the PRC without the Department of Commerce licenses required by Section 742.3 of the Regulations. In so doing, FITI committed eight violations of Section 764.2(a) of the Regulations.

Charges 9-16 15 C.F.R. § 764.2(e): Acting with Knowledge

On eight occasions between on or about August 23, 2005 and on or about March 6, 2006, FITI, in connection with the transactions described in Charges 1-8, ordered, bought or used items exported or to be exported from the United States with knowledge that violations of the Regulations had occurred, were about to occur, or were intended to occur in connection with the items. FITI ordered, bought or used pressure transducers, items subject to the Regulations that are classified under ECCN 2B230 and controlled for nuclear nonproliferation reasons. The pressure transducers were acquired in the United States for FITI by FITI's San Jose, California branch office. FITI instructed its branch office to export the pressure transducers to FITI's manufacturing facilities in the PRC. FITI had knowledge that violations of the Regulations had occurred, were about to occur, or were intended to occur in connection with the pressure transducers because FITI had been informed by U.S. suppliers of pressure transducers that a license was required for the export of such items. Specifically, between June 2002 and March 2006, FITI was listed as the end-user on at least four BIS licenses issued to FITI's U.S. suppliers for items classified under ECCNs 2B230, 3E001 or 3B001. These licenses stated that the end-user must be made aware of the conditions specified in the licenses. Additionally, in or about April 2002 and August 2004, before the unlicensed exports occurred, FITI completed BIS Statements by Ultimate Consignee and Purchaser in support of license applications filed by U.S. suppliers of pressure transducers classified under ECCN 2B230 to be exported to Taiwan. In so doing, FITI committed eight violations of Section 764.2(e) of the Regulations.

Charges 17-23 15 C.F.R. § 764.2(e): Acting with Knowledge

On seven occasions between on or about March 20, 2006 and on or about May 16, 2006, FITI, ordered, bought or used items exported or to be exported from the United States with knowledge that violations of the Regulations had occurred, were about to occur, or were intended to occur in connection with the items. FITI ordered, bought or used pressure transducers, items subject to the Regulations that are classified under ECCN 2B230 and controlled for nuclear nonproliferation reasons. The pressure transducers were acquired in the United States for FITI by FITI's San Jose, California branch office. FITI instructed its branch office to export the pressure transducers to FITI's manufacturing facilities in the PRC. FITI had knowledge that violations of the Regulations had occurred, were about to occur, or were intended to occur in connection with the pressure transducers because, inter alia, FITI had been informed by U.S. suppliers of pressure transducers that a license was required for the export of such items.
Specifically, between June 2002 and March 2006, FITI was listed as the end-user on at least four BIS licenses issued to FITI’s U.S. suppliers for items classified under ECCNs 2B230, 3E001 or 3B001. These licenses stated that the end-user must be made aware of the conditions specified in the licenses. Additionally, in or about April 2002 and August 2004, before the unlicensed exports occurred, FITI completed BIS Statements by Ultimate Consignee and Purchaser in support of license applications filed by U.S. suppliers of pressure transducers classified under ECCN 2B230 to be exported to Taiwan. Also, between March and April 2006, FITI applied to BIS for two reexport licenses in connection with items FITI sought to reexport from Taiwan to its facilities in the PRC. In so doing, FITI committed eight violations of Section 764.2(e) of the Regulations.

Charges 24-31  15 C.F.R. § 764.2(g): False Statements on Shipper’s Export Declarations

On eight occasions between on or about August 23, 2005 and on or about March 6, 2006, FITI, in connection with the transactions described in Charges 1-8, indirectly made false statements to the U.S. Government in connection with the submission of export control documents. Specifically, FITI’s San Jose, California branch office, through its freight forwarder, filed eight Shipper’s Export Declarations (“SEDs”) with the U.S. Government falsely stating that the items that were the subject of the SEDs qualified for export as “NLR,” meaning that no license was required for their export, and stating that the items that were the subject of the SEDs were designated as EAR99 items. These representations were false, as licenses were required for the pressure transducers being exported, and the pressure transducers were not designated as EAR99 items but rather were classified under ECCN 2B230. SEDs are export control documents, as defined in Part 772 of the Regulations. In so doing, FITI committed eight violations of Section 764.2(g) of the Regulations.

WHEREAS, BIS and FITI have entered into a Settlement Agreement pursuant to Section 766.18(a) of the Regulations, whereby they agreed to settle this matter in accordance with the terms and conditions set forth therein; and

WHEREAS, I have approved of the terms of such Settlement Agreement;

IT IS THEREFORE ORDERED:

FIRST, FITI shall be assessed a civil penalty in the amount of $250,000. FITI shall pay $9,000 to the U.S. Department of Commerce within 30 days of the date of the Order. Thereafter, FITI shall pay $9,000 to the U.S. Department of Commerce not later than November 2, 2009; $9,000 not later than December 1, 2009; $9,000 not later than January 4, 2010; $9,000 not later than February 1, 2010; $9,000 not later than March 1, 2010; $9,000 not later than April 5, 2010;
$9,000 not later than May 3, 2010; $9,000 not later than June 1, 2010; and $9,000 not later than July 5, 2010. Payment shall be made in the manner specified in the attached instructions.

Payment of the remaining $160,000 shall be suspended for a period of one (1) year from the date of issuance of the Order, and thereafter shall be waived, provided that during the period of suspension, FITI has committed no violation of the Act, or any regulation, order, or license issued thereunder and has made full and timely payment of $90,000 as set forth above.

SECOND, that, pursuant to the Debt Collection Act of 1982, as amended (31 U.S.C. §§ 3701-3720E (2000)), the civil penalty owed under this Order accrues interest as more fully described in the attached Notice, and if payment is not made by the due date specified herein, FITI will be assessed, in addition to the full amount of the civil penalty and interest, a penalty charge and an administrative charge, as more fully described in the attached Notice.

THIRD, that the timely payment of the civil penalty set forth above is hereby made a condition to the granting, restoration, or continuing validity of any export license, license exception, permission, or privilege granted, or to be granted, to FITI. Accordingly, if FITI should fail to pay the civil penalty in a timely manner, the undersigned may issue an Order denying all of FITI’s export privileges under the Regulations for a period of one year from the date of this Order.

FOURTH, that the Proposed Charging Letter, the Settlement Agreement, and this Order shall be made available to the public.
This Order, which constitutes the final agency action in this matter, is effective immediately.

Kevin Delli-Colli
Acting Assistant Secretary of Commerce
for Export Enforcement

Issued this 11th day of September, 2009.
UNITED STATES DEPARTMENT OF COMMERCE
BUREAU OF INDUSTRY AND SECURITY
WASHINGTON, D.C. 20230

In the Matter of:

Foxsemicon Integrated Technologies, Inc.
No.16, Kejhong Rd., Science-Based Industrial Park
Jhunan Township, Miaoli County
35054
Taiwan

Respondent

SETTLEMENT AGREEMENT

This Settlement Agreement ("Agreement") is made by and between Foxsemicon Integrated Technologies, Inc. ("FITI") and the Bureau of Industry and Security, U.S. Department of Commerce ("BIS") (collectively, the "Parties"), pursuant to Section 766.18(a) of the Export Administration Regulations (the "Regulations"), 1 issued pursuant to the Export Administration Act of 1979, as amended (the "Act").

WHEREAS, FITI filed a voluntary self-disclosure with BIS's Office of Export Enforcement in accordance with Section 764.5 of the Regulations concerning the transactions at issue herein;


2 50 U.S.C. app. §§ 2401-2420 (2000). Since August 21, 2001, the Act has been in lapse. However, the President, through Executive Order 13222 of August 17, 2001 (3 C.F.R., 2001 Comp. 783 (2002)), which has been extended by successive Presidential Notices, the most recent being that of August 13, 2009 (74 Fed. Reg. 41,325 (August 14, 2009)), has continued the Regulations in effect under the International Emergency Economic Powers Act (50 U.S.C. §§1701-1707).
WHEREAS, BIS has notified FITI of its intention to initiate an administrative proceeding against it, pursuant to the Act and the Regulations;

WHEREAS, BIS has issued a Proposed Charging Letter to FITI that alleged that FITI committed 31 violations of the Regulations, specifically:

**Charges 1-8**  
15 C.F.R. § 764.2(a): Engaging in Prohibited Conduct by Exporting Pressure Transducers to the People’s Republic of China (“PRC”) Without the Required Licenses

On eight occasions between on or about August 23, 2005 and on or about March 6, 2006, FITI engaged in conduct prohibited by the Regulations by exporting pressure transducers, items subject to the Regulations that are classified under Export Control Classification Number (“ECCN”) 2B230 and controlled for nuclear nonproliferation reasons, to the PRC without the Department of Commerce licenses required by Section 742.3 of the Regulations. In so doing, FITI committed eight violations of Section 764.2(a) of the Regulations.

**Charges 9-16**  
15 C.F.R. § 764.2(e): Acting with Knowledge

On eight occasions between on or about August 23, 2005 and on or about March 6, 2006, FITI, in connection with the transactions described in Charges 1-8, ordered, bought or used items exported or to be exported from the United States with knowledge that violations of the Regulations had occurred, were about to occur, or were intended to occur in connection with the items. FITI ordered, bought or used pressure transducers, items subject to the Regulations that are classified under ECCN 2B230 and controlled for nuclear nonproliferation reasons. The pressure transducers were acquired in the United States for FITI by FITI’s San Jose, California branch office. FITI instructed its branch office to export the pressure transducers to FITI’s manufacturing facilities in the PRC. FITI had knowledge that violations of the Regulations had occurred, were about to occur, or were intended to occur in connection with the pressure transducers because FITI had been informed by U.S. suppliers of pressure transducers that a license was required for the export of such items. Specifically, between June 2002 and March 2006, FITI was listed as the end-user on at least four BIS licenses issued to FITI’s U.S. suppliers for items classified under ECCNs 2B230, 3E001 or 3B001. These licenses stated that the end-user must be made aware of the conditions specified in the licenses. Additionally, in or about April 2002 and August 2004, before the unlicensed exports occurred, FITI completed BIS Statements by Ultimate Consignee and Purchaser in support of license applications filed by U.S. suppliers of pressure transducers classified under ECCN 2B230 to be exported to Taiwan. In so doing, FITI committed eight violations of Section 764.2(e) of the Regulations.
Charges 17-23 15 C.F.R. § 764.2(e): Acting with Knowledge

On seven occasions between on or about March 20, 2006 and on or about May 16, 2006, FITI, ordered, bought or used items exported or to be exported from the United States with knowledge that violations of the Regulations had occurred, were about to occur, or were intended to occur in connection with the items. FITI ordered, bought or used pressure transducers, items subject to the Regulations that are classified under ECCN 2B230 and controlled for nuclear nonproliferation reasons. The pressure transducers were acquired in the United States for FITI by FITI’s San Jose, California branch office. FITI instructed its branch office to export the pressure transducers to FITI’s manufacturing facilities in the PRC. FITI had knowledge that violations of the Regulations had occurred, were about to occur, or were intended to occur in connection with the pressure transducers because, inter alia, FITI had been informed by U.S. suppliers of pressure transducers that a license was required for the export of such items. Specifically, between June 2002 and March 2006, FITI was listed as the end-user on at least four BIS licenses issued to FITI’s U.S. suppliers for items classified under ECCNs 2B230, 3E001 or 3B001. These licenses stated that the end-user must be made aware of the conditions specified in the licenses. Additionally, in or about April 2002 and August 2004, before the unlicensed exports occurred, FITI completed BIS Statements by Ultimate Consignee and Purchaser in support of license applications filed by U.S. suppliers of pressure transducers classified under ECCN 2B230 to be exported to Taiwan. Also, between March and April 2006, FITI applied to BIS for two reexport licenses in connection with items FITI sought to reexport from Taiwan to its facilities in the PRC. In so doing, FITI committed eight violations of Section 764.2(e) of the Regulations.

Charges 24-31 15 C.F.R. § 764.2(g): False Statements on Shipper’s Export Declarations

On eight occasions between on or about August 23, 2005 and on or about March 6, 2006, FITI, in connection with the transactions described in Charges 1-8, indirectly made false statements to the U.S. Government in connection with the submission of export control documents. Specifically, FITI’s San Jose, California branch office, through its freight forwarder, filed eight Shipper’s Export Declarations (“SEDs”) with the U.S. Government falsely stating that the items that were the subject of the SEDs qualified for export as “NLR,” meaning that no license was required for their export, and stating that the items that were the subject of the SEDs were designated as EAR99 items. These representations were false, as licenses were required for the pressure transducers being exported, and the pressure transducers were not designated as EAR99 items but rather were classified under ECCN 2B230. SEDs are export control documents, as defined in Part 772 of the Regulations. In so doing, FITI committed eight violations of Section 764.2(g) of the Regulations.
WHEREAS, FITI has reviewed the Proposed Charging Letter and is aware of the allegations made against it and the administrative sanctions which could be imposed against it if the allegations are found to be true;

WHEREAS, FITI fully understands the terms of this Agreement and the Order ("Order") that the Assistant Secretary of Commerce for Export Enforcement will issue if he approves this Agreement as the final resolution of this matter;

WHEREAS, FITI enters into this Agreement voluntarily and with full knowledge of its rights;

WHEREAS, FITI states that no promises or representations have been made to it other than the agreements and considerations herein expressed;

WHEREAS, FITI neither admits nor denies the allegations contained in the Proposed Charging Letter;

WHEREAS, FITI wishes to settle and dispose of all matters alleged in the Proposed Charging Letter by entering into this Agreement; and

WHEREAS, FITI agrees to be bound by the Order, if issued;

NOW THEREFORE, the Parties hereby agree, for purposes of this Settlement Agreement, as follows:

1. BIS has jurisdiction over FITI, under the Regulations, in connection with the matters alleged in the Proposed Charging Letter.

2. The following sanction shall be imposed against FITI in complete settlement of the alleged violations of the Regulations relating to the transactions specifically detailed in the Proposed Charging Letter:
a. FITI shall be assessed a civil penalty in the amount of $250,000. FITI shall pay $9,000 to the U.S. Department of Commerce within 30 days of the date of the Order. Thereafter, FITI shall pay $9,000 to the U.S. Department of Commerce not later than November 2, 2009; $9,000 not later than December 1, 2009; $9,000 not later than January 4, 2010; $9,000 not later than February 1, 2010; $9,000 not later than March 1, 2010; $9,000 not later than April 5, 2010; $9,000 not later than May 3, 2010; $9,000 not later than June 1, 2010; and $9,000 not later than July 5, 2010. Payment shall be made in the manner specified in the attached instructions. Payment of the remaining $160,000 shall be suspended for a period of one (1) year from the date of issuance of the Order, and thereafter shall be waived, provided that during the period of suspension, FITI has committed no violation of the Act, or any regulation, order, or license issued thereunder and has made full and timely payment of $90,000 as set forth above.

b. The timely payment of the civil penalty agreed to in paragraph 2.a is hereby made a condition to the granting, restoration, or continuing validity of any export license, permission, or privilege granted, or to be granted, to FITI. Failure to make timely payment of the civil penalty set forth above may result in the denial of all of FITI’s export privileges for a period of one year from the date of imposition of the penalty.

3. Subject to the approval of this Agreement pursuant to paragraph 8 hereof, FITI hereby waives all rights to further procedural steps in this matter (except with respect to any alleged violations of this Agreement or the Order, if issued), including, without limitation, any right to: (a) an administrative hearing regarding the allegations in
any charging letter; (b) request a refund of any civil penalty paid pursuant to this Agreement and the Order, if issued; and (c) seek judicial review or otherwise contest the validity of this Agreement or the Order, if issued.

4. BIS agrees that, upon issuance of the Order, it will not initiate any further administrative proceeding against FITI in connection with any violation of the Act or the Regulations arising out of the transactions specifically detailed in the Proposed Charging Letter.

5. BIS will make the Proposed Charging Letter, this Agreement, and the Order, if issued, available to the public.

6. This Agreement is for settlement purposes only. Therefore, if this Agreement is not accepted and the Order is not issued by the Assistant Secretary of Commerce for Export Enforcement pursuant to Section 766.18(a) of the Regulations, no Party may use this Agreement in any administrative or judicial proceeding and the Parties shall not be bound by the terms contained in this Agreement in any subsequent administrative or judicial proceeding.

7. No agreement, understanding, representation or interpretation not contained in this Agreement may be used to vary or otherwise affect the terms of this Agreement or the Order, if issued; nor shall this Agreement serve to bind, constrain, or otherwise limit any action by any other agency or department of the U.S. Government with respect to the facts and circumstances addressed herein.

8. This Agreement shall become binding on the Parties only if the Assistant Secretary of Commerce for Export Enforcement approves it by issuing the Order, which
will have the same force and effect as a decision and order issued after a full administrative hearing on the record.

9. Each signatory affirms that he has authority to enter into this Settlement Agreement and to bind it respective party to the terms and conditions set forth herein.

BUREAU OF INDUSTRY AND SECURITY
U.S. DEPARTMENT OF COMMERCE

[Signature]
Thomas Madigan
Director
Office of Export Enforcement

[Signature]
Date: Aug. 31, 2009
Chih-Chung Tsao
Chairman of the Board
Foxsemicon Integrated Technologies, Inc.
PROPOSED CHARGING LETTER

REGISTERED MAIL - RETURN RECEIPT REQUESTED

Foxsemicon Integrated Technologies, Inc.
No.16, Kejhong Rd., Science-Based Industrial Park
Jhunan Township, Miaoli County
35054
Taiwan

Attn: Zhizhong Cao
Chairman of the Board

Dear Mr. Cao:

The Bureau of Industry and Security, U.S. Department of Commerce ("BIS"), has reason to believe that Foxsemicon Integrated Technologies, Inc. ("FITI"), of Taiwan, and of San Jose, California, has committed 31 violations of the Export Administration Regulations (the Regulations”),¹ which are issued under the authority of the Export Administration Act of 1979, as amended (the “Act”).² Specifically, BIS charges that FITI committed the following violations:

Charges 1-8 15 C.F.R. § 764.2(a): Engaging in Prohibited Conduct by Exporting Pressure Transducers to the People’s Republic of China (“PRC”) Without the Required Licenses

As described in greater detail in the attached Schedule of Violations, which is incorporated herein by reference, on eight occasions between on or about August 23, 2005 and on or about March 6, 2006, FITI engaged in conduct prohibited by the Regulations by exporting pressure transducers, items subject to the Regulations that are classified under Export Control Classification Number (“ECCN”) 2B230 and controlled for nuclear nonproliferation reasons, to the PRC without the Department of Commerce licenses required by Section 742.3 of the


² 50 U.S.C. app. §§ 2401-2420 (2000). Since August 21, 2001, the Act has been in lapse. However, the President, through Executive Order 13222 of August 17, 2001 (3 C.F.R., 2001 Comp. 783 (2002)), which has been extended by successive Presidential Notices, the most recent being that of August 13, 2009 (74 Fed. Reg. 41,325 (August 14, 2009)), has continued the Regulations in effect under the International Emergency Economic Powers Act (50 U.S.C. §§1701-1707).
Regulations. In so doing, FITI committed eight violations of Section 764.2(a) of the Regulations.

Charges 9-16  15 C.F.R. § 764.2(e): Acting with Knowledge

As described in greater detail in the attached Schedule of Violations, which is incorporated herein by reference, on eight occasions between on or about August 23, 2005 and on or about March 6, 2006, FITI, in connection with the transactions described in Charges 1-8, ordered, bought or used items exported or to be exported from the United States with knowledge that violations of the Regulations had occurred, were about to occur, or were intended to occur in connection with the items. FITI ordered, bought or used pressure transducers, items subject to the Regulations that are classified under ECCN 2B230 and controlled for nuclear nonproliferation reasons. The pressure transducers were acquired in the United States for FITI by FITI’s San Jose, California branch office. FITI instructed its branch office to export the pressure transducers to FITI’s manufacturing facilities in the PRC. FITI had knowledge that violations of the Regulations had occurred, were about to occur, or were intended to occur in connection with the pressure transducers because FITI had been informed by U.S. suppliers of pressure transducers that a license was required for the export of such items. Specifically, between June 2002 and March 2006, FITI was listed as the end-user on at least four BIS licenses issued to FITI’s U.S. suppliers for items classified under ECCNs 2B230, 3E001 or 3B001. These licenses stated that the end-user must be made aware of the conditions specified in the licenses. Additionally, in or about April 2002 and August 2004, before the unlicensed exports occurred, FITI completed BIS Statements by Ultimate Consignee and Purchaser in support of license applications filed by U.S. suppliers of pressure transducers classified under ECCN 2B230 to be exported to Taiwan. In so doing, FITI committed eight violations of Section 764.2(e) of the Regulations.

Charges 17-23  15 C.F.R. § 764.2(e): Acting with Knowledge

As described in greater detail in the attached Schedule of Violations, which is incorporated herein by reference, on seven occasions between on or about March 20, 2006 and on or about May 16, 2006, FITI, ordered, bought or used items exported or to be exported from the United States with knowledge that violations of the Regulations had occurred, were about to occur, or were intended to occur in connection with the items. FITI ordered, bought or used pressure transducers, items subject to the Regulations that are classified under ECCN 2B230 and controlled for nuclear nonproliferation reasons. The pressure transducers were acquired in the United States for FITI by FITI’s San Jose, California branch office. FITI instructed its branch office to export the pressure transducers to FITI’s manufacturing facilities in the PRC. FITI had knowledge that violations of the Regulations had occurred, were about to occur, or were intended to occur in connection with the pressure transducers because, inter alia, FITI had been informed by U.S. suppliers of pressure transducers that a license was required for the export of such items. Specifically, between June 2002 and March 2006, FITI was listed as the end-user on at least four BIS licenses issued to FITI’s U.S. suppliers for items classified under ECCNs 2B230, 3E001 or 3B001. These licenses stated that the end-user must be made aware of the conditions specified in the licenses. Additionally, in or about April 2002 and August 2004, before the unlicensed exports occurred, FITI completed BIS Statements by Ultimate Consignee and Purchaser in
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Accordingly, FITI is hereby notified that an administrative proceeding is instituted against it pursuant to Section 13(c) of the Act and Part 766 of the Regulations for the purpose of obtaining an order imposing administrative sanctions, including any or all of the following:

- The maximum civil penalty allowed by law of up to the greater of $250,000 per violation or twice the value of the transaction that is the basis of the violation;³
- Denial of export privileges; and/or
- Exclusion from practice before BIS.

If FITI fails to answer the charges contained in this letter within 30 days after being served with notice of issuance of this letter, that failure will be treated as a default. See 15 C.F.R. §§ 766.6 and 766.7. If FITI defaults, the Administrative Law Judge may find the charges alleged in this letter are true without a hearing or further notice to FITI. The Under Secretary of Commerce for Industry and Security may then impose up to the maximum penalty for the charges in this letter.

FITI is further notified that it is entitled to an agency hearing on the record if it files a written demand for one with its answer. See 15 C.F.R. § 766.6. FITI is also entitled to be represented by counsel or other authorized representative who has power of attorney to represent it. See 15 C.F.R. §§ 766.3(a) and 766.4.

The Regulations provide for settlement without a hearing. See 15 C.F.R. § 766.18. Should FITI have a proposal to settle this case, FITI or its representative should transmit it to the attorney representing BIS named below.

FITI is further notified that under the Small Business Regulatory Enforcement Flexibility Act, FITI may be eligible for assistance from the Office of the National Ombudsman of the Small Business Administration in this matter. To determine eligibility and get more information, please see: http://www.sba.gov/ombudsman/.

The U.S. Coast Guard is providing administrative law judge services in connection with the matters set forth in this letter. Accordingly, FITI’s answer must be filed in accordance with the instructions in Section 766.5(a) of the Regulations with:

U.S. Coast Guard ALJ Docketing Center
40 S. Gay Street
Baltimore, Maryland 21202-4022

In addition, a copy of FITI’s answer must be served on BIS at the following address:

Chief Counsel for Industry and Security
Attention: Thea D. R. Kendler, Esq.
Elias Wolfberg, Esq.
Room H-3839
United States Department of Commerce
14th Street and Constitution Avenue, N.W.
Washington, D.C. 20230

Elias Wolfberg and Thea D. R. Kendler are the attorneys representing BIS in this case; any communications that FITI may wish to have concerning this matter should occur through them. Mr. Wolfberg and Mrs. Kendler may be contacted by telephone at (202) 482-5301.

Sincerely,

Thomas Madigan
Director
Office of Export Enforcement
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<td>PRC</td>
<td>15 C.F.R. §§ 764.2(a), (e) &amp; (g)</td>
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<td>Pressure Transducers: 20 TORR</td>
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<td>$1,328</td>
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