



Council of the
European Union

**Brussels, 8 December 2014
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SUMMARY RECORD

Subject: 2507th meeting of the PERMANENT REPRESENTATIVES COMMITTEE
held in Brussels on 23-25 and 28/29 July 2014

Extract of the Summary record

35. Ukraine (restricted session)

In follow-up to the European Council of 16 July 2014 and the Foreign Affairs Council of 22 July 2014 and in light of the letter which the President of the European Council addressed to the 28 Heads of State or Government on 25 July 2014, the Committee examined and agreed to restrictive measures aimed at persons and entities, including from the Russian Federation, that are materially or financially supporting actions undermining or threatening Ukraine's sovereignty, territorial integrity and independence as well as to a package of instruments expanding the restrictive measures targeting sectorial cooperation and exchanges with the Russian Federation.

At its meeting on 29 of July, the Committee agreed to extend the restrictive measures by targeting sectors of cooperation with Russia. First, by limiting access to EU primary and secondary capital markets for Russian state-owned financial institutions, development banks, their subsidiaries and those acting on their behalf. Secondly, an embargo on the import and export of arms and related material from/to Russia was agreed. Thirdly, the Committee also agreed to impose an export ban for dual use goods and technology for Russian military end users. Finally, the Committee agreed that exports of certain energy-related equipment and technology to Russia will be subject to prior authorization by competent authorities of Member States. To optimise consistency in the application and monitoring of EU restrictive measures, it was agreed to explore the viability of an informal mechanism, within RELEX; this is addressed in the Joint Council and Commission Declaration agreed to this effect.

Furthermore, the following Statement of the Commission on Art. 5c of the Council Regulation and Art. 1c of the Council Decision made:

"It is agreed that bonds, equity or similar financial instruments with a maturity exceeding 90 days, issued by subsidiaries established in the European Union of the entities targeted in Article 1 (a) of the Decision/ 5 (a) of the Regulation, are not covered by the prohibition set out in Article 1 of the Decision/ Article 5 of the Decision. This is what is specified in Article 1(b) of the Decision and Article 5 (b) of the Regulation.

Article 1 (c) of the Decision/Article 5 (c) of the Regulation cover other persons, entities or bodies that may act on behalf of the targeted entities to raise capital for them. This includes such persons, entities or bodies in the EU to avoid creating possibilities for circumvention of the prohibition set out in Article 1 of the Decision/Article 5 of the Regulation."

The Committee agreed to the use of written procedure for adoption of the Council Decision and Council Regulation as well as the Joint Declaration implementing those new measures (doc. 12305/14). The legal acts have been published in the Official Journal on 31 July 2014.
