



# Russia's 2022 Invasion of Ukraine: Overview of U.S. Sanctions and Other Responses

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On February 24, 2022, Russia launched an undeclared war against Ukraine, a country Russia first invaded and partially occupied in 2014. The United States and many countries around the world have condemned Russia's "unprecedented military aggression" as "unprovoked and unjustified." On March 2, 2022, the U.N. General Assembly voted 141-5 to demand Russia "immediately, completely and unconditionally withdraw" from Ukraine (47 countries, including China and India, abstained or did not vote). In response to Russian efforts to claim Ukrainian territory in fall 2022, the General Assembly declared by a vote of 143-5 that Russia's "illegal so-called referendums" and "attempted illegal annexation" of occupied Ukrainian regions "have no validity under international law."

After Russia launched its new invasion in 2022, the United States, the European Union (EU), and others imposed a series of increasingly severe sanctions on Russia and substantially increased military, humanitarian, and economic assistance to Ukraine. To date, FY2022 and FY2023 supplemental appropriations have included \$66 billion in assistance for Ukraine and other affected countries, as well as funding for U.S. European Command operations and the administration and operations of U.S. agencies that have responded to Russia's invasion of Ukraine. Congress also has enacted legislation enabling the expedited leasing or lending of defense articles to Ukraine (P.L. 117-118). The House and Senate have passed related resolutions (H.Res. 956, S.Res. 546, S.Res. 589, S.Res. 623).

### **U.S. Sanctions**

Prior to 2022, the United States had imposed sanctions on Russia in response to Moscow's 2014 invasion of Ukraine and other malign activities. Beginning in December 2021, the United States and others warned Russia's leadership that a new attack on Ukraine would lead to severe new sanctions (in addition to increased security assistance to Ukraine and an enhanced NATO presence in Central and Eastern Europe).

Sanctions designations and related actions the Biden Administration and Congress have taken since February 2022 include actions targeting Russian government assets, international trade, broad economic sectors, and specific individuals and entities. These sanctions and related actions include the following:

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- Restrictions on transactions with Russia's central bank, limiting its ability to draw on dollar-denominated foreign reserves, as well as on transactions with Russia's Ministry of Finance and National Wealth Fund.
- Export controls that target Russia's defense, aerospace, and maritime sectors; energy production; and "a wide range of commercial and industrial operations." Export controls include restrictions on "sensitive U.S. technologies produced in foreign countries using U.S.-origin software, technology, or equipment."
- Legislation suspending normal trade relations with Russia and its ally Belarus (P.L. 117-110) and prohibiting the import to the United States of Russian oil and other energy products (P.L. 117-109). Prior to this legislation's passage, President Biden established a ban via executive order on the U.S. import of Russian crude oil, petroleum products, liquefied natural gas, and coal.

Since February, the Biden Administration also has prohibited the following:

- New U.S. investment in Russia.
- U.S. import of Russian gold, diamonds, seafood, and alcoholic beverages.
- Export of U.S. luxury goods and dollar-denominated banknotes.
- The provision of accounting, trust and corporate formation, management consulting, and quantum computing services.
- Secondary-market transactions by U.S. financial institutions in Russian sovereign debt.
- Entrance into and use of U.S. airspace by Russian aircraft.
- Entrance into U.S. ports by Russian-affiliated vessels.
- U.S. trade or investment in Russia-occupied regions of eastern Ukraine.

The Administration also has targeted Russian individuals and entities (including with restrictions on transactions and access to U.S.-based property). New targets since February 2022 include the following:

- Russian President Vladimir Putin, Prime Minister Mikhail Mishustin, and members of Russia's Security Council and Administration, including ministers of foreign affairs, defense, and finance, and heads of the armed forces and central bank.
- The State Duma and Federation Council (Russia's legislature) and their members.
- Six of Russia's largest banks, including the largest two (Sberbank and VTB Bank) that account for 80% of bank deposits.
- VEB, a large state development bank, and the Russian Direct Investment Fund.
- Rostec, a state-owned defense, industrial, and technology conglomerate.
- Alrosa, the world's largest diamond-mining company.
- Severstal and MMK, major steel producers.
- Skolkovo, a prominent technology development park.
- Nord Stream 2 AG, the parent company for a Russian natural gas pipeline project to Europe.
- Dozens of Russia's Kremlin-connected business elite (many of whom are referred to as *oligarchs*), their family members, and business executives.
- Dozens of aerospace and defense-industrial firms, disinformation and propaganda operations, sanctions evaders, and virtual currency mining companies.
- Russian or proxy occupation officials.

The Administration also has imposed visa restrictions on thousands of Russian military officers and officials.

In addition, the Administration has imposed restrictions against new equity investment and financing for several companies including Gazprom, a state-owned energy company and Russia's largest firm; Sovcomflot, Russia's largest maritime and freight shipping firm; and Russian Railways.

#### **International Sanctions**

The EU, the United Kingdom, other countries in Europe (including Switzerland), Canada, Australia, New Zealand, Japan, South Korea, Singapore, and Taiwan, among others, have imposed sanctions, export controls, or both in response to Russia's war against Ukraine. Many of these sanctions are identical or similar to U.S. sanctions. The EU, with U.S. support, directed the Society for Worldwide Interbank Financial Telecommunication (SWIFT) and other specialized financial messaging services to cease serving 10 leading Russian financial institutions. In addition, two days before Russia's attack, the German government suspended certification of the Nord Stream 2 pipeline.

Starting in December 2022, the EU is to ban most Russian oil imports. Countries in the Group of Seven (G7) also have stated they intend to establish a cap on the price of Russian oil exports worldwide.

Since March 2022, the U.S. Departments of Justice and the Treasury have collaborated with counterpart agencies in the EU, other G7 countries, and Australia in forming a Russian Elites, Proxies, and Oligarchs (REPO) Task Force to strengthen enforcement of sanctions and other measures.

In addition to sanctions, hundreds of U.S. and international companies have withdrawn from Russia or suspended or curtailed their Russia-based operations.

Also see CRS In Focus IF12062, New Financial and Trade Sanctions Against Russia; CRS In Focus IF12092, Russia's War on Ukraine: The Economic Impact of Sanctions; and CRS Insight IN11897, Russia's Invasion of Ukraine: European Union Responses and Implications for U.S.-EU Relations.

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