## \*EMBARGOED UNTIL 10:00 AM CT ON 1/8/2024\*

## LaTurner Urges Biden Administration to Investigate CCP-Backed Company Coming to Kansas

**Washington, D.C.** – Today, Congressman Jake LaTurner (KS-02) penned a letter to the Biden administration urging the Committee on Foreign Investment in the United States (CIFUS) to open an investigation into Cnano Technology USA, Inc.—a Chinese-backed manufacturing company with plans to open a facility in Johnson County, Kansas.

"The Chinese Communist Party will stop at nothing to infiltrate American supply chains and gain insight into our most critical military operations," said Rep. LaTurner. "Cnano USA is a wolf in sheep's clothing and a clear threat to America's national and economic security. I am urging the Biden administration to take immediate action to prevent Cnano USA from expanding its foothold in American markets and using espionage to access information crucial to military installations in Kansas and across the country."

Rep. LaTurner expresses his concerns to Treasury Secretary Janet Yellen and Defense Secretary Lloyd Austin that Cnano Technology USA, Inc. and its ties to the Chinese Communist Party pose a significant economic and national security threat to local military instillations and supply chains.

In the letter, Rep. LaTurner writes, "I write to you in your capacity as members of the Committee on Foreign Investment in the United States (CFIUS) to draw your attention to potential national security concerns arising from the decision by Cnano Technology USA, Inc. to invest nearly \$95 million for the construction of a manufacturing facility in the state of Kansas."

The United States Department of the Treasury Committee on Foreign Investment in the United States (CFIUS) is responsible both for reviewing transactions that could result in an American business being controlled by a foreign person and non-controlling investments in sensitive US businesses in order to safeguard both our national security interests and American citizens.

**He continues,** "I have strong concerns about granting a company with proven and significant ties to the CCP permission to operate as a critical component supplier to the burgeoning field of electronics and battery production and within such close proximity to United States' military bases. We must do everything within our power to prevent CCP-backed companies from expanding their foothold in American supply chains."

## Read the full letter HERE.

**Additional Information:** Daily Caller: <u>EXCLUSIVE: CCP-Tied Firm Slated To Build Massive Facility Near Sensitive US Military Sites</u>

## January 8, 2024

The Honorable Janet Yellen Secretary U.S. Department of the Treasury 1500 Pennsylvania Avenue N.W. Washington, D.C. 20220 The Honorable Lloyd Austin Secretary U.S. Department of Defense 1000 Defense Pentagon Washington, D.C. 20301

Dear Secretary Yellen and Austin,

I write to you in your capacity as members of the Committee on Foreign Investment in the United States (CFIUS) to draw your attention to potential national security concerns arising from the decision by Cnano Technology USA, Inc. to invest nearly \$95 million for the construction of a manufacturing facility in the state of Kansas.<sup>1</sup>

As you know, CFIUS is responsible both for reviewing transactions that could result in an American business being controlled by a foreign person and non-controlling investments in sensitive US businesses in order to safeguard both our national security interests and American citizens.

Cnano Technology USA, which is a subsidiary of Cnano Jiangsu Technology Co. Ltd., has been authorized to proceed in the development of their commercial space southwest of the Kansas City metropolitan area – approximately 21 miles from the Kansas City National Security Campus, 35 miles from Fort Leavenworth, 70 miles from Whiteman Air Force Base, and 105 miles from Fort Riley.

Cnano Jiangsu has repeatedly received funding from the Chinese government for participation in state initiatives, including in the CCP's 863 Program that the U.S. Director of National Intelligence has stated "provides funding and guidance for efforts to clandestinely acquire U.S. technology and sensitive economic information." Cnano Jiangsu has also cooperated in the past with the CCP's United Front Work Department, which oversees work that "damages U.S. interests through legal and illegal technology transfer" according to the Select Committee on the Chinese Communist Party.<sup>3</sup>

<sup>&</sup>lt;sup>1</sup> https://thinkkc.com/news/news-categories/press-releases/thinkkc-blog/2023/08/02/international-manufacturer-of-electric-vehicle-components-selects-kc-region-for-north-american-headquarters

https://www.dni.gov/files/documents/Newsroom/Reports%20and%20Pubs/20111103\_report\_fecie.pdf

<sup>&</sup>lt;sup>3</sup> https://selectcommitteeontheccp.house.gov/sites/evo-subsites/selectcommitteeontheccp.house.gov/files/evo-media-document/uf-101-memo-final-pdf-version.pdf

I have strong concerns about granting a company with proven and significant ties to the CCP permission to operate as a critical component supplier to the burgeoning field of electronics and battery production, particularly so close to sensitive military and national security assets. We must do everything within our power to prevent CCP-backed companies from expanding their foothold in American supply chains.

For these reasons, I urge CFIUS to review this investment in Kansas and ask that you take into consideration the implications for our supply chain integrity and the potential risk of foreign investment in close proximity to our military bases. Thank you for your attention to this urgent matter of U.S. national and economic security.

Sincerely,

Jake LaTurner

Member of Congress