

**AMENDMENT TO THE RULES COMMITTEE PRINT**

**117-13**

**OFFERED BY MR. JACKSON OF TEXAS**

In subtitle G of title X, add at the end the following:

1 **SEC. 1090. ADDRESSING THE THREAT FROM SECURITIES**

2 **INVESTMENTS THAT FINANCE CHINESE MILI-**

3 **TARY COMPANIES.**

4 (a) PROHIBITION.—No person may purchase, sell, or  
5 otherwise enter into any transaction with respect to—

6 (1) a security of a Chinese military company  
7 (as defined under section 1260H(d) of the William  
8 M. (Mac) Thornberry National Defense Authoriza-  
9 tion Act for Fiscal Year 2021); or

10 (2) any security that is derivative of, or is de-  
11 signed to provide investment exposure to, such a se-  
12 curity.

13 (b) 1 YEAR GRACE PERIOD TO SELL EXISTING SE-  
14 CURITIES.—With respect to a security described under  
15 subsection (a) that is owned by a person on the date of  
16 enactment of this Act, the prohibition on selling such secu-  
17 rity under subsection (a) shall only apply after the end  
18 of the 1-year period beginning on the date of enactment  
19 of this Act.

1           (c) DEPARTMENT OF DEFENSE OVERSIGHT.—The  
2 Secretary of Defense shall—

3           (1) in consultation with the Securities and Ex-  
4 change Commission and the Secretary of the Treas-  
5 ury, issue such rules as may be necessary to carry  
6 out this section; and

7           (2) establish an office to oversee the implemen-  
8 tation of this section.

