

AMENDMENT TO RULES COMMITTEE PRINT 119-8

OFFERED BY MR. KRISHNAMOORTHY OF ILLINOIS

At the end of subtitle A of title XII, insert the following section:

SEC. 8__. PROHIBITION ON INVESTMENT IN CHINESE MILITARY COMPANIES.

- (a) PROHIBITION.— Any covered transaction with an entity designated as a Chinese military company by the Secretary of Defense pursuant to Section 1260H of the William (“Mac”) Thornberry National Defense Authorization Act for Fiscal Year 2021 shall be treated as a covered transaction with a covered foreign person for purposes of the Outbound Investment Security Program.
- (b) DEFINITIONS.—
 - (1) The term “covered transaction” shall have the meaning given such term pursuant to 31 CFR Part 850.
 - (2) The term “covered foreign person” shall have the meaning given such term pursuant to 31 CFR Part 850.
 - (3) The term “Outbound Investment Security Program” shall refer to the program established pursuant to Executive Order 14105 of August 9, 2023, “Addressing United States Investments in Certain National Security Technologies and Products in Countries of Concern”.
- (c) EFFECT OF CHANGE IN OUTBOUND INVESTMENT SECURITY PROGRAM.— In the event that the Outbound Investment Security Program is disestablished or altered in a manner that frustrates the purpose of this section, the President shall undertake a rulemaking that prohibits covered transactions with any entity designated as a Chinese military company by the Secretary of Defense pursuant to Section 1260H of the William (“Mac”) Thornberry National Defense Authorization Act for Fiscal Year 2021.