

**AMENDMENT TO H.R. 2799, AS REPORTED
OFFERED BY MS. CROCKETT OF TEXAS**

Page 30, line 11, strike “18(b)(4)(A)” and insert “18(b)”.

Page 30, line 12, strike “77r(b)(4)(A)) is amended by” and insert the following: “77r(b) is amended—

1 (1) by amending paragraph (4)(A) by

Page 30, line 19, strike the period and insert “; and”.

Page 30, after line 19, insert the following:

2 (2) by adding at the end the following:

3 “(5) BAD ACTOR LIMITATION FOR CERTAIN
4 ISSUERS.—A security is not a covered security with
5 respect to a transaction pursuant to the application
6 of paragraph (4)(A)(ii) if the issuer filing reports
7 pursuant to section 4A(b) or any regulation issued
8 under that section was, during the previous 10-year
9 period, convicted of, or assessed a civil penalty for,
10 violating the securities laws, any rule issued by the

- 1 Commission, a State securities law, or a rule issued
- 2 by a State securities regulator.”.

