AMENDMENT TO THE AMENDMENT IN THE NATURE OF A SUBSTITUTE TO H.R. 10 OFFERED BY MR. ELLISON OF MINNESOTA

At the end of title IV, add the following:

Subtitle W—Franchise Lending

SEC. 500. REQUIRED DISCLOSURES IN CONNECTION WITH A LOAN TO A FRANCHISEE.

(a) IN GENERAL.—With respect to a loan being extended to a franchisee, any financial information relating to the performance of any location of a franchise that is provided by the franchisor, or its representatives, to the lender for the purpose of qualifying the loan, shall be disclosed to the prospective franchisee borrower.

(b) DEFINITIONS.—For purposes of this section, the terms ''franchise'', ''franchisee'' and ''franchisor'' have the meanings given such terms in section 436.1 of title 16 of the Code of Federal Regulations as in effect on July 1, 2007.

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