

AMENDMENT TO H.R. 37
OFFERED BY MR. LYNCH OF MASSACHUSETTS

Insert after section 1101 the following new section:

1 **SEC. 1102. REQUIREMENT TO PROVIDE CASH VALUE ESTI-**
2 **MATES TO EMPLOYEES.**

3 In making the revisions to section 230.701 of title
4 17, Code of Federal Regulations, required by section
5 1101, the Securities and Exchange Commission shall also
6 require an issuer availing itself of the exemption provided
7 in such section to provide to each employee of the issuer
8 an estimate of the cash value of the compensation that
9 was the subject of the exempted transaction and a jus-
10 tification for that estimated value. Such estimate shall be
11 provided to employees on the date of such transaction and
12 at least annually thereafter.

