

**AMENDMENT TO THE MANAGER'S AMENDMENT TO
H.R. 6308
OFFERED BY MR. MCHENRY OF NORTH
CAROLINA**

Structured securities

Page 3, after line 18, insert the following new paragraph (and redesignate the succeeding paragraph accordingly):

1 “(4) DISCLOSURES WITH RESPECT TO STRUC-
2 TURED SECURITIES.—

3 “(A) REGULATIONS REQUIRED.—The rules
4 and regulations prescribed by the Commission
5 pursuant to this title with respect to nationally
6 recognized statistical rating organizations shall,
7 with respect to the procedures and methodolo-
8 gies by which any nationally recognized statis-
9 tical rating organization determines credit rat-
10 ings for structured securities—

11 “(i) specify the information required
12 to be disclosed to such rating organizations
13 by the originators, issuers, and under-
14 writers of such structured securities on the

1 collateral underlying such structured secu-
2 rities; and

3 “(ii) establish and implement proce-
4 dures to collect and disclose information
5 about the processes used by such origina-
6 tors, issuers, and underwriters to assess
7 the accuracy and integrity of their data
8 and fraud detection.

9 “(B) DEFINITION.—For purposes of this
10 subparagraph, the Commission shall, by rule or
11 regulation, define the term ‘structured securi-
12 ties’ as appropriate in the public interest and
13 for the protection of investors.

