

111TH CONGRESS
1ST SESSION

H. R. 1418

To eliminate the exemption from State regulation for certain securities
designated by national securities exchanges.

IN THE HOUSE OF REPRESENTATIVES

MARCH 10, 2009

Mr. MEEKS of New York introduced the following bill; which was referred to
the Committee on Financial Services

A BILL

To eliminate the exemption from State regulation for certain
securities designated by national securities exchanges.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SCOPE OF EXEMPTION FROM STATE SECURI-**
4 **TIES REGULATION.**

5 Section 18(b)(1) of the Securities Act of 1933 (15
6 U.S.C. 77r(b)(1)) is amended—

7 (1) in subparagraph (A)—

8 (A) by striking “or the American Stock
9 Exchange, or listed, or authorized for listing, on
10 the National Market System of the Nasdaq

1 Stock Market (or any successor to such enti-
2 ties)” and inserting “, the American Stock Ex-
3 change or the Nasdaq Stock Market (or any
4 successor to such entities)”;

5 (B) by inserting before the semicolon the
6 following: “, except that a security listed, or au-
7 thorized for listing, on the New York Stock Ex-
8 change, the American Stock Exchange or the
9 Nasdaq Stock Market (or any successor to such
10 entities) shall not be a covered security if the
11 exchange adopts listing standards pursuant to
12 section 19(b) of the Securities Exchange Act of
13 1934 (15 U.S.C. 78s(b)) that designates a tier
14 or segment of such securities as securities that
15 are not covered securities for purposes of this
16 section and such security is listed, or authorized
17 for listing, on such tier or segment”;

18 (2) in subparagraph (B), by inserting “covered”
19 after “applicable to”.

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