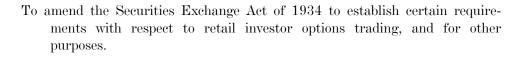
## [DISCUSSION DRAFT]

**H.R**.

117TH CONGRESS 1ST SESSION



## IN THE HOUSE OF REPRESENTATIVES

M\_\_\_\_ introduced the following bill; which was referred to the Committee on \_\_\_\_\_

## A BILL

- To amend the Securities Exchange Act of 1934 to establish certain requirements with respect to retail investor options trading, and for other purposes.
  - 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. SHORT TITLE.
  - 4 This Act may be cited as the ["\_\_\_\_\_ Act of 2021"].

2

## 1SEC. 2. REQUIREMENTS RELATING TO RETAIL INVESTOR2OPTIONS TRADING.

3 Section 15 of the Securities Exchange Act of 1934
4 (15 U.S.C. 780) is amended by adding at the end the fol5 lowing:

6 "(p) REQUIREMENTS RELATING TO RETAIL INVES-7 TOR OPTIONS TRADING.—

8 "(1) PROHIBITION OF INCENTIVES.—A broker
9 may not provide incentives to retail investors to en10 gage in options trading.

11 "(2) DISCLOSURE TO RETAIL INVESTORS.— 12 Beginning on the date the Commission establishes 13 the method required under paragraph (3), on the 14 date on which a broker first approves a retail inves-15 tor for options trading and annually thereafter, such 16 broker shall disclose to such retail investor the per-17 centage of other retail investors of the broker who 18 experienced aggregate options trading losses in the 19 6 months preceding such disclosure.

"(3) CALCULATING AGGREGATE OPTIONS TRADING LOSSES.—Not later than [\_\_\_\_\_ days] after the
date of the enactment of this subsection, the Commission shall establish a method for a broker to calculate the percentage of retail investors of the
broker who experienced aggregate options trading
losses for purposes of paragraph (2).".