

**AMENDMENT IN THE NATURE OF A SUBSTITUTE
TO H.R. 5291
OFFERED BY MR. WILLIAMS OF TEXAS**

Strike all after the enacting clause and insert the
following:

1 SECTION 1. SHORT TITLE.

2 This Act may be cited as the “Merchant Banking
3 Modernization Act”.

**4 SEC. 2. MERCHANT BANKING INVESTMENT HOLDING PE-
5 RIOD.**

6 Section 4(k)(7)(A) of the Bank Holding Company
7 Act of 1956 (12 U.S.C. 1843(k)(7)(A)) is amended by in-
8 serting “Under such regulations, the period of time gen-
9 erally permitted for holding merchant banking invest-
10 ments shall not be less than 15 years. For any merchant
11 banking investment held on the date of enactment of the
12 Merchant Banking Modernization Act, the holding period
13 of time permitted shall not be less than 15 years from
14 the initial date of the investment.” after the period at the
15 end.

