

1 tions (and associated margin) upon the insol-
2 vency of a clearing participant;

3 (2) to clarify and harmonize the insolvency law
4 framework applicable to entities that are both com-
5 modity brokers (as defined in section 101(6) of title
6 11, United States Code) and registered brokers or
7 dealers (as defined in section 3(a) of the Securities
8 Exchange Act of 1934 (15 U.S.C. 78e(a))); and

9 (3) to facilitate the portfolio margining of secu-
10 rities and commodity futures and options positions
11 held through entities that are both futures commis-
12 sion merchants (as defined in section 1a of the Com-
13 modity Exchange Act) and registered brokers or
14 dealers (as defined in section 3 of the Securities Ex-
15 change Act of 1934 (15 U.S.C. 78e(a))).

