

**AMENDMENT TO THE AMENDMENT IN THE
NATURE OF A SUBSTITUTE TO H.R. 2420
OFFERED BY MR. SHAYS**

After section 9, insert the following new section (and redesignate the succeeding section accordingly):

1 SEC. 10. DECEPTIVE OR MISLEADING NAMES.

2 Not later than 270 days after the date of enactment
3 of this Act, the Commission shall prescribe, pursuant to
4 section 35(d) of the Investment Company Act of 1940 (15
5 U.S.C. 80a-34), a rule prohibiting any registered invest-
6 ment company from using the words "Federal", "Feder-
7 ally", "Government", "Governmental", or specified vari-
8 ations thereof in the title of such company, or of any secu-
9 rities of which it is the issuer, unless not less than 80
10 percent of the portfolio of such company consists of securi-
11 ties that—

12 (1) are direct obligations of the United States,
13 or that are expressly guaranteed as to principal or
14 interest by, or supported by the full faith and credit
15 of, the United States; ~~or~~

16 (2) are issued by a foreign government; *or*

*(3) are issued by a state or
local government.*