

1 grant temporary injunctions and final injunctions on
2 such terms as the court deems reasonable to prevent
3 or restrain any violation of paragraph (1). Any such
4 injunction may be served anywhere in the United
5 States on the person enjoined, shall be operative
6 throughout the United States, and shall be enforce-
7 able, by proceedings in contempt or otherwise, by
8 any United States court having jurisdiction over that
9 person. The clerk of the court granting the injunc-
10 tion shall, when requested by any other court in
11 which enforcement of the injunction is sought, trans-
12 mit promptly to the other court a certified copy of
13 all papers in the case on file in such clerk's office.”.

14 **SEC. 929W. NOTICE TO MISSING SECURITY HOLDERS.**

15 Section 17A of the Securities Exchange Act of 1934
16 (15 U.S.C. 78q-1) is amended by adding at the end the
17 following new subsection:

18 “(g) DUE DILIGENCE FOR THE DELIVERY OF DIVI-
19 DENDS, INTEREST, AND OTHER VALUABLE PROPERTY
20 RIGHTS.—

21 “(1) REVISION OF RULES REQUIRED.—The
22 Commission shall revise its regulations in section
23 240.17Ad-17 of title 17, Code of Federal Regula-
24 tions, as in effect on December 8, 1997, to extend

1 the application of such section to brokers and deal-
2 ers and to provide for the following:

3 “(A) A requirement that the paying agent
4 provide a single written notification to each
5 missing security holder that the missing secu-
6 rity holder has been sent a check that has not
7 yet been negotiated. The written notification
8 may be sent along with a check or other mailing
9 subsequently sent to the missing security holder
10 but must be provided no later than 7 months
11 after the sending of the not yet negotiated
12 check.

13 “(B) An exclusion for paying agents from
14 the notification requirements when the value of
15 the not yet negotiated check is less than \$25.

16 “(C) A provision clarifying that the re-
17 quirements described in subparagraph (A) shall
18 have no effect on State escheatment laws.

19 “(D) For purposes of such revised regula-
20 tions—

21 “(i) a security holder shall be consid-
22 ered a ‘missing security holder’ if a check
23 is sent to the security holder and the check
24 is not negotiated before the earlier of the
25 paying agent sending the next regularly

1 scheduled check or the elapsing of 6
2 months after the sending of the not yet ne-
3 gotiated check; and

4 “(ii) the term ‘paying agent’ includes
5 any issuer, transfer agent, broker, dealer,
6 investment adviser, indenture trustee, cus-
7 todian, or any other person that accepts
8 payments from the issuer of a security and
9 distributes the payments to the holders of
10 the security.

11 “(2) RULEMAKING.—The Commission shall
12 adopt such rules, regulations, and orders necessary
13 to implement this subsection no later than 1 year
14 after the date of enactment of this subsection. In
15 proposing such rules, the Commission shall seek to
16 minimize disruptions to current systems used by or
17 on behalf of paying agents to process payment to ac-
18 count holders and avoid requiring multiple paying
19 agents to send written notification to a missing secu-
20 rity holder regarding the same not yet negotiated
21 check.”.

22 **SEC. 929X. SHORT SALE REFORMS.**

23 (a) SHORT SALE DISCLOSURE.—Section 13(f) of the
24 Securities Exchange Act of 1934 (15 U.S.C. 78m(f)) is
25 amended by redesignating paragraphs (2), (3), (4), and