

**HR 2779**  
**Section by Section**

Section 1(a) amends the Commodity Exchange Act to exclude from the definition of the term “swap” swap transactions involving a party that is controlling, controlled by or under common control with its counterparty. These transactions must be reported to a swap data repository or to the CFTC.

Section 1(b) is a similar amendment to the Securities Exchange Act’s definition of a security-based swap.