UNITED STATES EXTRATERRITORIAL JURISDICTION - ANTI TRUST LAW

99TH CONGRESS

S.397

To amend the Sherman Act and the Clayton Act to modify the application of such Acts to international commerce.

IN THE SENATE OF THE UNITED STATES *

FEBRUARY 6 (legislative day, JANUARY 21), 1985

Mr. DECONCINI introduced the following bill; which was read twice and referred to the Committee on the Judiciary

A BILL

To amend the Sherman Act and the Clayton Act to modify the application of such Acts to international commerce.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 That this Act may be cited as the "Foreign Trade Antitrust
- 4 Improvements Act of 1985".
- 5 SEC. 2. Section 7 of the Sherman Act (15 U.S.C. 6a) is
- 6 amended by-
- 7 (1) inserting "(a)" before "This Act"; and
- 8 (2) adding at the end thereof the following new
- 9 paragraph:
- * (Copy provided through the services of BNA International Inc., London, publishers of US Business Briefing).

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"(b) Whenever a motion to dismiss for lack of subject matter jurisdiction under this section shall be made in any action under the antitrust laws, it shall be the duty of the judge designated to hear and determine the case to hear and determine such motion, after such discovery or other proceedings directly related to the motion as the court deems appropriate, before conducting or permitting the parties to conduct any further proceedings in the action."

9 Sec. 3. The Clayton Act (15 U.S.C. 12 et seq.) is 10 amended by adding after section 20 the following new sec-11 tion:

12 "INTERNATIONAL COMMERCE

13 "SEC. 21. (a) Notwithstanding any other provision of 14 the antitrust laws or any provision of any State laws similar 15 to the antitrust laws, in any action brought by any person or State under the antitrust laws or similar State laws and in-16 17 volving trade or commerce with a foreign nation, the court shall enter a judgment dismissing such action whenever it determines that the interests of the United States served by the action are outweighed by the interests of one or more 20 foreign nations adversely affected by the action. Upon a re-21 quest by the court, the Attorney General shall appear to set forth the views of the United States as to the effects of the 24 action on the interests of the United States and on any affect-25 ed foreign nation.

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"(b) Whenever a motion to dismiss for interference with
foreign national interests is made under this section in any
action under the antitrust laws, it shall be the duty of the
court, after such discovery or other proceedings directly related to the motion as the court deems appropriate, to hear
and determine such motion before conducting or permitting
the parties to conduct any further proceedings in the
action."

9 Sec. 4. Section 12 of the Clayton Act is amended by—
10 (1) inserting "(a)" before "That suit"; and

11 (2) adding at the end thereof the following:

"(b) The doctrine of forum non conveniens shall be aplia plicable in any suit, action, or proceeding under the antitrust
laws that involves trade or commerce with a foreign nation,
and nothing contained in this section or any other venue provision applicable to such suits, actions, or proceedings shall
be construed to prevent dismissal of such suits, actions, or
proceedings on the ground of forum non conveniens."

SEC. 5. The Clayton Act is amended by adding after 20 section 4H the following:

21 "FOREIGN TRADE

"SEC. 4I. (a) Notwithstanding sections 4 and 4C, and in lieu of the relief specified in such sections, and notwithstanding any provision of any State law providing damages for conduct similar to that forbidden by the antitrust laws, any person or State entitled to recovery on a claim under such

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1 section or provision shall recover (1) the actual damages sus-

2 tained by such person or, in the case of a claim under section

3 4C, the total damage as described in subsection (a)(1) of such

section, (2) interest calculated at the rate specified in section

1961 of title 28, United States Code, on such actual damages

total damage as specified in subsection (d) of section 4 of

the National Cooperative Research Act of 1984 (15 U.S.C.

4303(d)), and (3) the cost of suit attributable to such claim,

including a reasonable attorney's fee, if-

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"(A) such claim results from conduct occurring in the course of trade or commerce with a foreign nation,

"(B) such claim is determined by the court to affect adversely and substantially the interests of a foreign nation, and

"(C) the court determines that the adverse effect of the claim on the interests of a foreign nation would be substantially reduced if the claim were limited to actual damages or total damage as provided herein.

19 Upon a request by the court, the Attorney General shall

appear to set forth the views of the United States as to the

effects of the claim and of the possible limitation of damages

authorized herein on the interests of foreign nations.

23 "(b) Whenever a motion to limit damages as provided in

24 this section is made in any action under the antitrust laws, it

25 shall be the duty of the court to hear and determine such

1 motion, after such discovery or other proceedings directly re-

2 lated to the motion as the court deems appropriate, before

3 conducting or permitting the parties to conduct any further

4 proceedings in the action.".