#### 112TH CONGRESS 1ST SESSION

# H. R. 1346

To amend the Sherman Act to make oil-producing and exporting cartels illegal.

### IN THE HOUSE OF REPRESENTATIVES

APRIL 4, 2011

Mr. Chabot introduced the following bill; which was referred to the Committee on the Judiciary

## A BILL

To amend the Sherman Act to make oil-producing and exporting cartels illegal.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "No Oil Producing and
- 5 Exporting Cartels Act of 2011 or 'NOPEC' ".
- 6 SEC. 2. SHERMAN ACT.
- 7 The Sherman Act (15 U.S.C. 1 et seq.) is amended
- 8 by adding after section 7 the following:

#### 1 "SEC. 7A. OIL PRODUCING CARTELS.

- 2 "(a) IN GENERAL.—It shall be illegal and a violation
- 3 of this Act for any foreign state, or any instrumentality
- 4 or agent of any foreign state, to act collectively or in com-
- 5 bination with any other foreign state, any instrumentality
- 6 or agent of any other foreign state, or any other person,
- 7 whether by cartel or any other association or form of co-
- 8 operation or joint action—
- 9 "(1) to limit the production or distribution of
- oil, natural gas, or any other petroleum product;
- 11 "(2) to set or maintain the price of oil, natural
- gas, or any petroleum product; or
- "(3) to otherwise take any action in restraint of
- trade for oil, natural gas, or any petroleum product;
- 15 when such action, combination, or collective action has a
- 16 direct, substantial, and reasonably foreseeable effect on
- 17 the market, supply, price, or distribution of oil, natural
- 18 gas, or other petroleum product in the United States.
- 19 "(b) Sovereign Immunity.—A foreign state en-
- 20 gaged in conduct in violation of subsection (a) shall not
- 21 be immune under the doctrine of sovereign immunity from
- 22 the jurisdiction or judgments of the courts of the United
- 23 States in any action brought to enforce this section.
- 24 "(c) Inapplicability of Act of State Doc-
- 25 TRINE.—No court of the United States shall decline,

- 1 based on the act of state doctrine, to make a determina-
- 2 tion on the merits in an action brought under this section.
- 3 "(d) Enforcement.—The Attorney General of the
- 4 United States and the Federal Trade Commission may
- 5 bring an action to enforce this section in any district court
- 6 of the United States as provided under the antitrust
- 7 laws.".
- 8 SEC. 3. SOVEREIGN IMMUNITY.
- 9 Section 1605(a) of title 28, United States Code, is
- 10 amended—
- 11 (1) in paragraph (6), by striking "or" after the
- semicolon;
- 13 (2) in paragraph (7), by striking the period and
- inserting "; or"; and
- 15 (3) by adding at the end the following:
- 16 "(8) in an action brought under section 7A of
- the Sherman Act.".

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