

## U.S. Bill Threatens to Delist China-Based Companies

December 7, 2020 | Client Update

On December 2, 2020, the U.S. House of Representatives passed by unanimous consent the  *Holding Foreign Companies Accountable Act*, which would require the United States Securities and Exchange Commission to delist non-U.S. companies, including those with business operations in China, if the Public Company Accounting Oversight Board is not permitted to inspect a company's accounting firm for three consecutive years. While primarily aimed at China-based companies, the bill would apply to any other non-U.S. companies located in jurisdictions where the PCAOB is not permitted access.

If you have any questions regarding the matters covered in this publication, please reach out to any of the lawyers listed below or your usual Davis Polk contact.

**Maurice Blanco**

+55 11 4871 8402  
+1 212 450 4086  
maurice.blanco@davispolk.com

**Joseph A. Hall**

+1 212 450 4565  
joseph.hall@davispolk.com

**Li He**

+852 2533 3306  
li.he@davispolk.com

**Michael Kaplan**

+1 212 450 4111  
michael.kaplan@davispolk.com

**Ran Li**

+86 10 8567 5013  
ran.li@davispolk.com

**James C. Lin**

+852 2533 3368  
james.lin@davispolk.com

**Emily Roberts**

+1 650 752 2085  
emily.roberts@davispolk.com

**Richard D. Truesdell, Jr.**

+1 212 450 4674  
richard.truesdell@davispolk.com

**Kevin Zhang**

+852 2533 3384  
kevin.zhang@davispolk.com

*This communication, which we believe may be of interest to our clients and friends of the firm, is for general information only. It is not a full analysis of the matters presented and should not be relied upon as legal advice. This may be considered attorney advertising in some jurisdictions. Please refer to the firm's privacy notice for further details.*

## Related materials

[2020-12-07\\_u.s.\\_bill\\_threatens\\_to\\_delist\\_china-based\\_companies.pdf](#)