

Annotated Code of Maryland
(1975 Volume and 1979 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That section(s) of the Annotated Code of Maryland be repealed, amended, or enacted to read as follows:

Article - Corporations and Associations

11-205.

The Commissioner by rule or order may require the filing of any prospectus, pamphlet, circular, form letter, advertisement, or other sales literature or advertising communication addressed or intended for distribution to prospective investors, including clients or prospective clients of an investment adviser, unless the security or transaction is exempted by Subtitle 6 of this title.

11-501.

It is unlawful for any person to offer or sell any security in the State unless:

(1) It is registered under this title; or

(2) The security or transaction is exempted under Subtitle 6 of this title.

11-602.

The following transactions are exempted from §§ 11-205 and 11-501 of this title:

(14) ANY SALE OF SECURITIES TO AN EMPLOYEE STOCK OWNERSHIP PLAN TRUST, AS DEFINED IN THE INTERNAL REVENUE CODE OF 1954, ANY ACCRUAL OF INTERESTS OF PARTICIPANTS IN THE PLAN, AND ANY DISTRIBUTION MADE UNDER THE PLAN TO PARTICIPANTS OR BENEFICIARIES OF THE PLAN.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1980.

Approved May 20, 1980.

CHAPTER 599

(House Bill 432)

AN ACT concerning

Legacy to Testamentary Trust