

OR IS SUBJECT TO AN ORDER DESCRIBED IN § 14-216(C)(9) OF THIS SUBTITLE, AND THE INVOLVEMENT OF THE PERSON IN THE SALE OR MANAGEMENT OF THE FRANCHISE CREATES AN UNREASONABLE RISK TO PROSPECTIVE BUYERS;

(4) THE OFFERING PROSPECTUS OR AMENDMENT TO IT IS INCOMPLETE OR INACCURATE IN ANY MATERIAL RESPECT;

(5) THE OFFERING PROSPECTUS OR AMENDMENT TO IT INCLUDES A FALSE OR MISLEADING STATEMENT OF A MATERIAL FACT OR OMITS A MATERIAL FACT NECESSARY TO MAKE THE STATEMENTS IN THE PROSPECTUS OR AMENDMENT NOT MISLEADING;

(6) IN CONNECTION WITH AN OFFER TO SELL OR SALE OF A FRANCHISE, A PERSON IN THE STATE IS ENGAGING OR IS ABOUT TO ENGAGE IN A FALSE, FRAUDULENT, OR DECEPTIVE PRACTICE OR IN A DEVICE, SCHEME, OR ARTIFICE TO DEFRAUD; OR

(7) THE FINANCIAL CONDITION OF THE FRANCHISOR AFFECTS OR WILL AFFECT THE ABILITY OF THE FRANCHISOR TO MEET AN OBLIGATION UNDER THE FRANCHISE OR OTHER AGREEMENT AND THE FRANCHISOR IS NOT ABLE OR WILLING TO COMPLY OR HAS FAILED TO COMPLY WITH A REGULATION, ORDER, OR ADMINISTRATIVE DETERMINATION OF THE COMMISSIONER UNDER § 14-217 OF THIS SUBTITLE.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 56, § 353.

Defined terms: "Commissioner" § 14-201

"Franchise" § 14-201

"Franchisor" § 14-201

"Person" § 1-101

14-222. NOTICE; HEARING; VACATING OR MODIFYING STOP ORDER.

(A) NOTICE.

AFTER PASSING A STOP ORDER, THE COMMISSIONER PROMPTLY SHALL SEND TO THE APPLICANT OR REGISTRANT A NOTICE THAT:

(1) STATES THAT THE STOP ORDER HAS BEEN PASSED;

(2) STATES THE REASONS FOR THE STOP ORDER; AND

(3) INFORMS THE APPLICANT OR REGISTRANT OF THE RIGHT TO A HEARING UNDER THIS SECTION.

(B) HEARING.