

Fifty-fifth
Legislative Assembly
of North Dakota

HOUSE BILL NO. 1412

Introduced by

Representatives Jensen, Poolman

Senator Grindberg

1 A BILL for an Act to create and enact two new subsections to section 10-04-06 of the North
2 Dakota Century Code, relating to securities transactions exempt from registration.

3 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

4 **SECTION 1.** Two new subsections to section 10-04-06 of the North Dakota Century
5 Code are created and enacted as follows:

6 The solicitation of an offer to sell securities by an issuer if:

- 7 a. The issuer is a corporation or limited liability company;
- 8 b. The issuer is a small business as defined under Public Law No. 85-536,
9 section 2(3); 72 Stat. 384; 15 U.S.C. 632, as amended;
- 10 c. The issuer is organized under the laws of this state and has a principal place
11 of business in this state;
- 12 d. The gross proceeds of the offering does not exceed five hundred thousand
13 dollars; and
- 14 e. The solicitation is not directed by the issuer to more than twenty-five persons.

15 The offer or sale of any securities of a corporation or limited liability company to an
16 accredited investor.