

THE COMMISSIONER OF CORPORATIONS HEREBY ADOPTS
THE FOLLOWING CHANGES IN THE REGULATIONS UNDER THE
CORPORATE SECURITIE LAW OF 1968
AS SET FORTH IN CHAPTER 3, TITLE 10,
CALIFORNIA CODE OF REGULATIONS
EFFECTIVE: JULY 30, 2001

1. Adopt Article 12.1 to Subchapter 2 to Chapter 3 of Title 10 of the California Code of Regulations to read:

Article 12.1. Fraudulent and Prohibited Practices

260.402. Purchases and Sales.

For purposes of Section 25402 of the Code, an issuer or person described in Section 25402 shall not be deemed to have purchased or sold an issuer's security at a time when that person knows material information about the issuer if the issuer or such person demonstrates that the purchase or sale of the issuer's security was in accordance will Rule 10b5-1(c) promulgated under the Securities Exchange Act of 1934, as amended, 17 CFR Section 240.10b5-1(c).

Note: Authority cited: Section 25610, Corporations Code. Reference: Section 25402, Corporations Code.

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