

RONALD REAGAN, GOVERNOR, STATE OF CALIFORNIA
ROBERT H. VOLK, COMMISSIONER OF CORPORATIONS

Release No. 1-C

TRANSITION TO THE CORPORATE SECURITIES LAW OF 1968

This Release is designed to cover various situations which arise with respect to pending matters, when the Corporate Securities Law of 1968 becomes effective today.

Section 25704(c) of the Corporate Securities Law of 1968 provides in part, "Applications for permits filed prior to January 1, 1969, may subsequently be processed without amendment if they comply with prior law, but thereafter shall be otherwise governed by this law."

1. All applications for permits pending on January 2, 1969, will be processed pursuant to Section 25704(c) of the Corporate Securities Law of 1968, except that if an application for qualification under the Corporate Securities Law of 1968, not to be effective until after January 2, 1969, was accepted for preliminary processing on or before December 31, 1968 without submission of a filing fee at that time, filing fees are due and payable on January 2, 1969, at which time the application will be considered duly filed and the filing fee computed under the Corporate Securities Law of 1968.

2. An application filed prior to January 2, 1969, not specifically designated at the time of filing as having been filed under the Corporate Securities Law of 1968, and treated for filing fee purposes as filed under the former Corporate Securities Law, may be amended on or after January 2, 1969 to conform to the Corporate Securities Law of 1968. For example, a permit application may, if eligible, be amended to an application for qualification by coordination. In such case the filing fee will be the greater of that computed under the former Corporate Securities Law or the Corporate Securities Law of 1968.

3. Prospectus filings for advertising clearance which have not received a final nondisapproval by December 31, 1968, must be qualified under Section 25111 of the Corporate Securities Law of 1968 and the filing fee required under the Corporate Securities Law of 1968 must be paid on or after January 2, 1969. This will be so even though a \$100 fee under former Section 26014.1 may have been paid prior to December 31, 1968. Section 25704(c) of the Corporate Securities Law of 1968 is not applicable to prospectus filings that are not applications for permits.

ROBERT H. VOLK
Commissioner of Corporations

By HANS A. MATTES
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