

**84-8-204. Effect of issuer's restriction on transfer.** A restriction on transfer of a security imposed by the issuer, even if otherwise lawful, is ineffective against a person without knowledge of the restriction unless:

- (a) The security is certificated and the restriction is noted conspicuously on the security certificate; or
- (b) the security is uncertificated and the registered owner has been notified of the restriction.

**History:** L. 1996, ch. 202, § 47; July 1.