

12 previously having become operative through action of security holders
 13 of a corporation, but excepting securities theretofore sold only in ex-
 14 empt transactions under section 8581-c5, and when such sale is made in
 15 good faith and not directly or indirectly for the benefit of the issuer
 16 of such security or for the direct or indirect promotion of any scheme
 17 or enterprise with the intent of violating or evading any provision of
 18 this act, provided, however, that this exemption shall not apply where
 19 the authority to sell such security has been revoked or enjoined in
 20 accordance with the provisions of this act.

1 SEC. 2. That section eighty-five hundred eighty-one f-1 (8581-f1),
 2 code of Iowa, 1935, be amended by striking the comma after the word
 3 "sold" in the third line thereof and inserting a period in lieu thereof
 4 and by striking the word "and" in the third line thereof and inserting
 5 in lieu thereof the following: "In case of a sale by or on behalf of an
 6 issuer, the secretary of state may".

1 SEC. 3. This act being deemed of immediate importance shall be in
 2 full force and effect from and after its publication in the Delta Press,
 3 a newspaper published at Delta Iowa and in the Tipton Conservative,
 4 a newspaper published at Tipton, Iowa.

House File 524. Approved May 1, 1937.

I hereby certify that the foregoing act was published in the Tipton Conservative, May
 27, 1937, and the Delta Press, May 27, 1937.

ROBERT E. O'BRIAN, *Secretary of State.*

CHAPTER 209

IOWA SECURITIES ACT

H. F. 193

AN ACT to amend sections eighty-five hundred eighty-one-c eight (8581-c8), eighty-
 five hundred eighty-one-c ten (8581-c10) and eighty-five hundred eighty-one-c eleven
 (8581-c11), code, 1935, relating to the registration of securities by qualification,
 the revocation of same, and the registration of dealers and salesmen, all under the
 Iowa securities act.

Be It Enacted by the General Assembly of the State of Iowa:

1 SECTION 1. Section eighty-five hundred eighty-one-c eight (8581-
 2 c8), code, 1935, is hereby amended as follows:

3 1. Subsection i, strike all of paragraph four (4) and substitute in
 4 lieu thereof the following:

5 "The applicant shall pay to the secretary of state at the time of fil-
 6 ing the information as hereinbefore prescribed in this section, a fee
 7 of one-tenth of one (1) per cent of the aggregate par value of the se-
 8 curities to be sold in this state for which the applicant is seeking regis-
 9 tration. Such fee shall not be less than twenty-five dollars (\$25.00)
 10 nor more than three hundred dollars (\$300.00) where the amount of
 11 securities to be sold is not in excess of one million dollars (\$1,000,-
 12 000.00). In case the amount to be sold exceeds one million dollars
 13 (\$1,000,000.00) the fee shall be five hundred dollars (\$500.00): Par
 14 value as used in this section for the purpose of computing fees shall be
 15 construed:

16 In case of stock of no par value to be the price at which the stock
17 is to be offered to the public;

18 The price at which the security is to be sold or offered for sale to
19 the public in cases where the security is to be sold or offered for sale
20 at a price greater than the stipulated par value."

21 2. Subsection i, paragraph five (5), strike from lines seven (7)
22 and eight (8) the words "then upon the payment of the fee provided
23 in this section,".

1 SEC. 2. Section eighty-five hundred eighty-one-c ten (8581-c10),
2 code, 1935, is hereby amended as follows:

3 1. Line one (1), after the word "may" insert the words "refuse or".

4 2. Line four (4), after the word "if" insert the words "after a
5 reasonable notice and a hearing or".

6 3. Line forty-seven (47), after the word "for" insert the words
7 "refusal or".

8 4. Line fifty-one (51), immediately following the word "investiga-
9 tion" insert the words "or hearing".

1 SEC. 3. Section eighty-five hundred eighty-one-c eleven (8581-c11),
2 code, 1935, is hereby amended as follows:

3 1. Paragraph six (6), line nine (9), strike the period following the
4 word "salesmen" and insert the following: ", which fees shall be paid
5 at the time the information and application is filed with the secretary
6 of state."

1 SEC. 4. This act being deemed of immediate importance, shall be
2 in full force and effect from and after its publication in the Clear Lake
3 Reporter, a newspaper published at Clear Lake, Iowa, and the Clear
4 Lake Mirror, a newspaper published at Clear Lake, Iowa.

House File 193. Approved April 14, 1937.

I hereby certify that the foregoing act was published in the Clear Lake Reporter,
April 22, 1937, and the Clear Lake Mirror, April 22, 1937.

ROBERT E. O'BRIAN, *Secretary of State.*

CHAPTER 210

INSURANCE COMPANIES LIFE

H. F. 475

AN ACT to repeal section eighty-six hundred fifty (8650) of the code, 1935, and enact
a substitute therefor, relating to loans on stock of life insurance companies or to
certain other companies, by life insurance companies.

Be It Enacted by the General Assembly of the State of Iowa:

1 SECTION 1. That section eighty-six hundred fifty (8650) of the
2 code, 1935, is hereby repealed, and the following enacted in lieu thereof:

3 "No such company shall invest in or make any loan upon its own
4 stock or the stock of any other life insurance company as collateral,
5 or directly or indirectly make any loan to or invest any of its funds in
6 the property of any corporation, firm, association or trustees, if any
7 officer of the insurance company is an officer or director of such cor-
8 poration or association, a member of such firm, or a trustee of such
9 trustees."

House File 475. Approved April 8, 1937.