554.8204 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:

- 1. the security is certificated and the restriction is noted conspicuously on the security certificate: or
- 2. the security is uncertificated and the registered owner has been notified of the restriction.

 $\begin{array}{l} [C50,\, 54,\, 58,\, 62,\, \$493A.15;\, C66,\, 71,\, 73,\, 75,\, 77,\, 79,\, 81,\, \$554.8204] \\ \textbf{89 Acts, ch 113,\, \$11;\, 96 Acts, ch 1138,\, \$27,\, 84} \\ \text{Referred to in } \$554.8401 \end{array}$