

BUSINESS CORPORATION ACT (EXCERPT)
Act 284 of 1972

450.1432 Procedure recognizing beneficial owner of shares as shareholder.

Sec. 432.

(1) A corporation may establish a procedure by which the beneficial owner of shares that are registered in the name of a nominee is recognized by the corporation as the shareholder. The procedure established may determine the extent of this recognition.

(2) The procedure may set forth any of the following:

- (a) The types of nominees to which it applies.
- (b) The rights or privileges that the corporation recognizes in a beneficial owner.
- (c) The manner in which the procedure is selected by the nominee.
- (d) The information that must be provided when the procedure is selected.
- (e) The period for which selection of the procedure is effective.
- (f) Other aspects of the rights and duties created.

History: Add. 1989, Act 121, Eff. Oct. 1, 1989