

In subsection (b)(1) of this section, the former word "terms" is deleted as included in the word "conditions".

In subsection (b)(4) of this section, the former phrase "authorized to receive service of process" is deleted as included in what a resident agent does.

Defined terms: "Business opportunity" § 14-101

"Buyer" § 14-101

"Seller" § 14-101

14-120. UNTRUE STATEMENTS OR OMISSIONS OF MATERIAL FACTS.

IN CONNECTION WITH AN OFFER TO SELL OR SALE OF A BUSINESS OPPORTUNITY, A PERSON MAY NOT MAKE AN UNTRUE STATEMENT OF A MATERIAL FACT OR OMIT A MATERIAL FACT NECESSARY TO MAKE A STATEMENT NOT MISLEADING IN LIGHT OF THE CIRCUMSTANCES UNDER WHICH IT IS MADE.

REVISOR'S NOTE: This section formerly was Art. 56, § 412(a).

The only changes are in style.

Defined terms: "Business opportunity" § 14-101

"Person" § 1-101

14-121. FRAUD OR DECEIT.

IN CONNECTION WITH AN OFFER TO SELL OR SALE OF A BUSINESS OPPORTUNITY, A PERSON MAY NOT ENGAGE IN ANY ACT, PRACTICE, OR COURSE OF BUSINESS OR EMPLOY ANY DEVICE, SCHEME, OR ARTIFICE TO DEFRAUD THAT OPERATES OR WOULD OPERATE AS A FRAUD OR DECEIT ON ANOTHER PERSON.

REVISOR'S NOTE: This section formerly was Art. 56, § 412(b).

The only changes are in style.

Defined terms: "Business opportunity" § 14-101

"Person" § 1-101

14-122. REPRESENTATIONS OF INCOME OR EARNING POTENTIAL.

IN CONNECTION WITH AN OFFER TO SELL OR SALE OF A BUSINESS OPPORTUNITY, A PERSON MAY NOT REPRESENT THAT THE BUSINESS OPPORTUNITY PROVIDES INCOME OR EARNING POTENTIAL OF ANY KIND UNLESS:

(1) THE SELLER HAS DOCUMENTATION TO SUBSTANTIATE THE REPRESENTATION; AND

(2) THE PERSON DISCLOSES THE DOCUMENTATION TO THE PROSPECTIVE BUYER WHEN THE REPRESENTATION IS MADE.