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SENATE BILL NO. 479

Offered January 14, 2026

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A BILL to amend and reenact §§ 13.1-603, 13.1-619, 13.1-624, 13.1-639, 13.1-643, 13.1-646, 13.1-671.1, 13.1-672.1, 13.1-672.3, 13.1-672.4, 13.1-672.5, 13.1-689, 13.1-691, 13.1-724, and 13.1-770 of the Code of Virginia and to amend the Code of Virginia by adding a section numbered 13.1-689.1, relating to Virginia Stock Corporation Act.

Patron—Marsden

Referred to Committee on Commerce and Labor

Be it enacted by the General Assembly of Virginia:

1. That §§ 13.1-603, 13.1-619, 13.1-624, 13.1-639, 13.1-643, 13.1-646, 13.1-671.1, 13.1-672.1, 13.1-672.3, 13.1-672.4, 13.1-672.5, 13.1-689, 13.1-691, 13.1-724, and 13.1-770 of the Code of Virginia are amended and reenacted and that the Code of Virginia is amended by adding a section numbered 13.1-689.1 as follows:

§ 13.1-603. Definitions.

As used in this chapter:

"Articles of incorporation" means all documents constituting, at any particular time, the charter of a corporation. It includes the original charter issued by the General Assembly, a court or the Commission and all amendments including certificates of consolidation, serial designation, reduction, correction, and merger. It excludes articles of share exchange filed by an acquiring corporation. When the articles of incorporation have been restated pursuant to any articles of restatement, amendment, domestication, or merger, it includes only the restated articles of incorporation, including any articles of serial designation, without the accompanying articles of restatement, amendment, domestication, or merger. When used with respect to a foreign corporation, the "articles of incorporation" of such entity means the document that is equivalent to the articles of incorporation of a domestic corporation.

"Authorized shares" means the shares of all classes a domestic or foreign corporation is authorized to issue.

"Beneficial shareholder" means a person that owns the beneficial interest in shares, which may be a record shareholder or a person on whose behalf shares are registered in the name of an intermediary as nominee.

"Certificate," when relating to articles filed with the Commission, means the order of the Commission that makes the articles effective, together with the articles.

"Commission" means the State Corporation Commission of Virginia.

"Conspicuous" means so written, displayed, or presented that a reasonable person against whom the writing is to operate should have noticed it. For example, text that is italicized, is in boldface, contrasting colors, or capitals, or is underlined, is conspicuous.

"Corporation" or "domestic corporation" means a corporation authorized by law to issue shares, irrespective of the nature of the business to be transacted, organized under this chapter or existing pursuant to the laws of the Commonwealth on January 1, 1986, or which, by virtue of articles of incorporation, amendment, or merger, has become a domestic corporation of the Commonwealth, even though also being a corporation organized under laws other than the laws of the Commonwealth, or that has become a domestic corporation of the Commonwealth pursuant to Article 12.1 (§ 13.1-722.1:1 et seq.) or Article 12.2 (§ 13.1-722.8 et seq.) of this chapter or Article 15 (§ 13.1-1081 et seq.) of Chapter 12.

"Deliver" or "delivery" means any method of delivery used in conventional commercial practice, including delivery by hand, mail, commercial delivery, and, if authorized in accordance with § 13.1-610, electronic transmission.

"Derivative proceeding" means a civil suit in the right of a domestic corporation or, to the extent provided in Article 8.1 (§ 13.1-672.1 et seq.), a foreign corporation.

"Disinterested director" means, except with respect to Article 14 (§ 13.1-725 et seq.), a director who, at the time action is to be taken under subdivision B 5 of § 13.1-619, § 13.1-672.4, 13.1-691, 13.1-699, or 13.1-701, does not have (i) a financial interest in a matter that is the subject of such action or (ii) a familial, financial, professional, employment, or other relationship with a person who has a financial interest in the matter, either of which would reasonably be expected to impair the objectivity of the director's judgment when participating in the action, and if the action is to be taken under § 13.1-699 or 13.1-701, is also not a party to the proceeding. The presence of one or more of the following circumstances shall not, by itself, prevent a person from being a disinterested director: (i) nomination or election of the director to the board of directors by any director or person who is not a disinterested director with respect to the matter or by any person

59 ~~that has a material relationship with that director, acting alone or participating with others, including any~~
60 ~~defendant in a derivative proceeding or other person against whom action is demanded under subsection B of~~
61 ~~§ 13.1-672.1; (ii) service as a director of another corporation of which a director who is not a disinterested~~
62 ~~director with respect to the matter, or any person that has a material relationship with that director, is or was~~
63 ~~also a director; or (iii) at the time action is to be taken under § 13.1-672.4, status as a named defendant, as a~~
64 ~~director against whom action is demanded under subsection B of § 13.1-672.1, or as a director who approved~~
65 ~~the act being challenged.~~

66 "Distribution" means a direct or indirect transfer of cash or other property, except the corporation's own
67 shares, or incurrence of indebtedness by a corporation to or for the benefit of its shareholders in respect of
68 any of its shares. A distribution may be in the form of a payment of a dividend; a purchase, redemption, or
69 other acquisition of shares; a distribution of indebtedness of the corporation; a distribution in liquidation; or
70 otherwise. Distribution does not include an acquisition by a corporation of its shares from the estate or
71 personal representative of a deceased shareholder, or any other shareholder, but only to the extent the
72 acquisition is effected using the proceeds of insurance on the life of such deceased shareholder and the board
73 of directors approved the policy and the terms of the redemption prior to the shareholder's death.

74 "Document" means (i) any tangible medium on which information is inscribed, and includes handwritten,
75 typed, printed, or similar instruments and copies of such instruments, or (ii) an electronic record.

76 "Domestic" with respect to an entity, means an entity governed as to its internal affairs by the organic law
77 of the Commonwealth.

78 "Domestic business trust" has the same meaning as specified in § 13.1-1201.

79 "Domestic limited liability company" has the same meaning as specified in § 13.1-1002.

80 "Domestic limited partnership" has the same meaning as specified in § 50-73.1.

81 "Domestic nonstock corporation" has the same meaning as "domestic corporation" as specified in
82 § 13.1-803.

83 "Domestic partnership" means an association of two or more persons to carry on as co-owners a business
84 for profit formed under § 50-73.88, or predecessor law of the Commonwealth, and includes, for all purposes
85 of the laws of the Commonwealth, a registered limited liability partnership.

86 "Effective date," when referring to a document for which effectiveness is contingent upon issuance of a
87 certificate by the Commission, means the time and date determined in accordance with § 13.1-606.

88 "Effective date of notice" is defined in subdivision A 9 of § 13.1-610.

89 "Electronic" means relating to technology having electrical, digital, magnetic, wireless, optical,
90 electromagnetic, or similar capabilities.

91 "Electronic record" means information that is stored in an electronic or other nontangible medium and is
92 retrievable in paper form through an automated process used in conventional commercial practice, unless
93 otherwise authorized in accordance with subdivision A 10 of § 13.1-610.

94 "Electronic transmission" or "electronically transmitted" means any form or process of communication,
95 not directly involving the physical transfer of paper or another tangible medium, that (i) is suitable for the
96 retention, retrieval, and reproduction of information by the recipient, and (ii) is retrievable in paper form by
97 the recipient through an automated process used in conventional commercial practice, unless otherwise
98 authorized in accordance with subdivision A 10 of § 13.1-610.

99 "Eligible entity" means a domestic or foreign unincorporated entity or a domestic or foreign nonstock
100 corporation.

101 "Eligible interests" means interests or memberships.

102 "Employee" includes, unless otherwise provided in the bylaws, an officer but not a director. A director
103 may accept duties that make the director also an employee.

104 "Entity" includes any domestic or foreign corporation; any domestic or foreign nonstock corporation; any
105 domestic or foreign unincorporated entity; any estate or trust; and any state, the United States and any foreign
106 government.

107 "Expenses" means reasonable expenses of any kind that are incurred in connection with a matter.

108 "Filing entity" means an unincorporated entity other than a general partnership.

109 "Foreign," with respect to an entity, means an entity governed as to its internal affairs by the organic law
110 of a jurisdiction other than the Commonwealth.

111 "Foreign business trust" has the same meaning as specified in § 13.1-1201.

112 "Foreign corporation" means a corporation authorized by law to issue shares, organized under laws other
113 than the laws of the Commonwealth.

114 "Foreign limited liability company" has the same meaning as specified in § 13.1-1002.

115 "Foreign limited partnership" has the same meaning as specified in § 50-73.1.

116 "Foreign nonstock corporation" means a corporation that is incorporated under a law other than the law of
117 the Commonwealth and would, based on its public organic record, be a nonstock corporation if incorporated
118 under the law of the Commonwealth.

119 "Foreign partnership" means an association of two or more persons to carry on as co-owners of a business
120 for profit formed under the laws of any state or jurisdiction other than the Commonwealth, and includes, for

121 all purposes of the laws of the Commonwealth, a foreign registered limited liability partnership.
122 "Foreign registered limited liability partnership" has the same meaning as specified in § 50-73.79.
123 "Foreign unincorporated entity" means a foreign partnership, foreign limited liability company, foreign
124 limited partnership, or foreign business trust.
125 "Government subdivision" includes authority, county, district, and municipality.
126 "Governor" means any person under whose authority the powers of an entity are exercised and under
127 whose direction the activities and affairs of the entity are managed pursuant to the organic law governing the
128 entity and its organic rules.
129 "Includes" and "including" denote a partial definition as a nonexclusive list.
130 "Individual" means a natural person.
131 "Interest" means either or both of the following rights under the organic law governing an unincorporated
132 entity:
133 1. The right to receive distributions from the entity either in the ordinary course or upon liquidation; or
134 2. The right to receive notice or to vote on issues involving its internal affairs, other than as an agent,
135 assignee, proxy or person responsible for managing its business and affairs.
136 "Interest holder" means a person who holds of record an interest.
137 "Interest holder liability" means:
138 1. Personal liability for a debt, obligation, or other liability of a domestic or foreign corporation or
139 domestic or foreign eligible entity that is imposed on a person:
140 a. Solely by reason of the person's status as a shareholder, member, or interest holder; or
141 b. By the articles of incorporation of the domestic corporation or the organic rules of the eligible entity or
142 foreign corporation that make one or more specified shareholders, members, or interest holders, or categories
143 of shareholders, members, or interest holders, liable in their capacity as shareholders, members, or interest
144 holders for all or specified liabilities of the corporation or eligible entity; or
145 2. An obligation of a shareholder, member, or interest holder under the articles of incorporation of a
146 domestic corporation or the organic rules of an eligible entity or foreign corporation to contribute to the
147 entity.
148 For purposes of the foregoing, except as otherwise provided in the articles of incorporation of a domestic
149 corporation or the organic law or organic rules of an eligible entity or a foreign corporation, interest holder
150 liability arises under subdivision 1 when the corporation or eligible entity incurs the liability.
151 "Jurisdiction of formation" means the state or country the law of which includes the organic law
152 governing a domestic or foreign corporation or eligible entity.
153 "Means" denotes an exhaustive definition.
154 "Membership" means the rights of a member in a domestic or foreign nonstock corporation or limited
155 liability company.
156 "Merger" means a transaction pursuant to § 13.1-716 or 13.1-766.1.
157 "Notice" is defined in § 13.1-610.
158 "Organic law" means the statute governing the internal affairs of a domestic or foreign corporation or
159 eligible entity.
160 "Organic rules" means the public organic record and private organic rules of a domestic or foreign
161 corporation or eligible entity.
162 "Person" includes an individual and an entity.
163 "Principal office" means the office, in or out of the Commonwealth, where the principal executive offices
164 of a domestic or foreign corporation are located, or, if there are no such offices, the office, in or out of the
165 Commonwealth, so designated by the board of directors. The designation of the principal office in the most
166 recent annual report filed pursuant to § 13.1-775 shall be conclusive for purposes of this chapter.
167 "Private organic rules" means (i) the bylaws of a domestic or foreign corporation or nonstock corporation
168 or (ii) the rules, regardless of whether in writing, that govern the internal affairs of an unincorporated entity,
169 are binding on all its interest holders, and are not part of its public organic record. Where private organic
170 rules have been amended or restated, the term means the private organic rules as last amended or restated.
171 "Proceeding" includes civil suit and criminal, administrative, and investigatory action.
172 "Protected series" has the same meaning as specified in § 13.1-1002.
173 "Public corporation" means a corporation that has shares listed on a national securities exchange or
174 regularly traded in a market maintained by one or more members of a national or affiliated securities
175 association.
176 "Public organic record" means (i) the articles of incorporation of a domestic or foreign corporation or
177 nonstock corporation or (ii) the document, the filing of which is required to create an unincorporated entity.
178 Where a public organic record has been amended or restated, the term means the public organic record as last
179 amended or restated.
180 "Record date" means the date fixed for determining the identity of the corporation's shareholders and their
181 shareholdings for purposes of this chapter. The determinations shall be made as of the close of business at the
182 principal office of the corporation on the record date unless another time for doing so is specified when the

183 record date is fixed.

184 "Record shareholder" means (i) the person in whose name shares are registered in the records of the
185 corporation or (ii) the person identified as the beneficial owner of shares in a beneficial ownership certificate
186 pursuant to § 13.1-664 on file with the corporation to the extent of the rights granted by such certificate.

187 "Registered limited liability partnership" has the same meaning as specified in § 50-73.79.

188 "Secretary" means the corporate officer or other individual to whom the board of directors has delegated
189 responsibility under subsection C of § 13.1-693 for custody of the minutes of the meetings of the board of
190 directors and of the shareholders and for authenticating records of the corporation.

191 "Series limited liability company" has the same meaning as specified in § 13.1-1002.

192 "Share exchange" means a transaction pursuant to § 13.1-717.

193 "Shareholder" means a record shareholder.

194 "Shares" means the units into which the proprietary interests in a corporation are divided.

195 "Sign" or "signature" means, with present intent to authenticate or adopt a document: (i) to execute or
196 adopt a tangible symbol to a document, and includes any manual, facsimile, or conformed signature; or (ii) to
197 attach to or logically associate with an electronic transmission an electronic sound, symbol, or process, and
198 includes an electronic signature in an electronic transmission.

199 "State" when referring to a part of the United States, includes a state, commonwealth, and the District of
200 Columbia, and their agencies and governmental subdivisions; and a territory or insular possession, and their
201 agencies and governmental subdivisions, of the United States.

202 "Subscriber" means a person who subscribes for shares in a corporation, whether before or after
203 incorporation.

204 "Subsidiary" means, as to any corporation, any other corporation of which it owns, directly or indirectly,
205 voting shares entitled to cast a majority of the votes entitled to be cast generally in an election of directors of
206 such other corporation.

207 "Unincorporated entity" or "domestic unincorporated entity" means a domestic partnership, limited
208 liability company, limited partnership or business trust.

209 "United States" includes district, authority, bureau, commission, department, and any other agency of the
210 United States.

211 "Unrestricted voting trust beneficial owner" means, with respect to any shareholder rights, a voting trust
212 beneficial owner whose entitlement to exercise the shareholder right in question is not inconsistent with the
213 voting trust agreement.

214 "Voting group" means all shares of one or more classes or series that under the articles of incorporation or
215 this chapter are entitled to vote and be counted together collectively on a matter at a meeting of shareholders.
216 All shares entitled by the articles of incorporation or this chapter to vote generally on the matter are for that
217 purpose a single voting group.

218 "Voting power" means the current power to vote in the election of directors.

219 "Voting trust beneficial owner" means an owner of a beneficial interest in shares of the corporation held
220 in a voting trust established pursuant to subsection A of § 13.1-670.

221 "Writing" or "written" means any information in the form of a document.

222 **§ 13.1-619. Articles of incorporation.**

223 A. The articles of incorporation shall set forth:

224 1. A corporate name for the corporation that satisfies the requirements of § 13.1-630;

225 2. The number of shares the corporation is authorized to issue;

226 3. If more than one class or series of shares is authorized, the number of authorized shares of each class or
227 series and a distinguishing designation for each class or series; and

228 4. The address of the corporation's initial registered office (including both (i) the post-office address with
229 street and number, if any, and (ii) the name of the city or county in which it is located), and the name of its
230 initial registered agent at that office, and that the agent is either (i) (a) an individual who is a resident of
231 Virginia and ~~either~~ *is designated as a director of the corporation in the initial articles of incorporation* or a
232 member of the Virginia State Bar or (ii) (b) a domestic or foreign stock or nonstock corporation, limited
233 liability company, or registered limited liability partnership authorized to transact business in the
234 Commonwealth.

235 B. The articles of incorporation may set forth:

236 1. The names and addresses of the individuals who are to serve as the initial directors;

237 2. Any provision defining or denying the preemptive right of shareholders to acquire unissued shares of
238 the corporation;

239 3. Provisions not inconsistent with law regarding:

240 a. The purpose or purposes for which the corporation is organized;

241 b. The management of the business and regulation of the affairs of the corporation;

242 c. Defining, limiting, and regulating the powers of the corporation, its board of directors, and
243 shareholders;

244 d. A par value for authorized shares or classes or series of shares; or

245 e. Imposing interest holder liability on shareholders;
 246 4. Any provision that under this chapter is required or permitted to be set forth in the bylaws; and
 247 5. A provision limiting or eliminating any duty of a director or any other person to offer the corporation
 248 the right to have or participate in any, or one or more classes or categories of, business opportunities, before
 249 the pursuit or taking of the opportunity by the director or other person, provided that any application of such a
 250 provision to an officer or a related person of that officer (i) also requires approval of that application by the
 251 board of directors, subsequent to the effective date of the provision, by action of disinterested directors taken
 252 in compliance with the same procedures as are set forth in § 13.1-691, and (ii) may be limited by the
 253 approving action of the board of directors.

254 C. The articles of incorporation need not set forth any of the corporate powers enumerated in this chapter.

255 D. Provisions of the articles of incorporation may be made dependent upon facts objectively ascertainable
 256 outside the articles of incorporation in accordance with subsection L of § 13.1-604.

257 **§ 13.1-624. Bylaws.**

258 A. The incorporators or board of directors of a corporation shall adopt initial bylaws for the corporation.

259 B. The bylaws of a corporation may contain any provision that is not inconsistent with law or the articles
 260 of incorporation.

261 C. The bylaws may contain one or more of the following provisions:

262 1. A requirement that if the corporation solicits proxies or consents with respect to an election of directors,
 263 the corporation include in its proxy statement and any form of its proxy or consent, to the extent and subject
 264 to such procedures or conditions as are provided in the bylaws, one or more individuals nominated by a
 265 shareholder in addition to individuals nominated by the board of directors; and

266 2. A requirement that any or all internal corporate claims shall be brought exclusively in a circuit court or
 267 a federal district court in the Commonwealth and, if so specified, in any additional courts in the
 268 Commonwealth or in any other jurisdictions in which the corporation maintains its principal office. As used
 269 in this subdivision, "internal corporate claims" means (i) any derivative ~~action or~~ proceeding brought on
 270 behalf of the corporation; (ii) any action for breach of duty to the corporation or the corporation's
 271 shareholders by any current or former officer, director, or shareholder of the corporation; (iii) any action
 272 asserting a claim arising pursuant to this chapter or the corporation's articles of incorporation or bylaws; or
 273 (iv) any action asserting a claim governed by the internal affairs doctrine that is not included in clause (i), (ii),
 274 or (iii). Notwithstanding any other provision of this chapter to the contrary, to the extent any provision of this
 275 chapter allows or requires an action or proceeding to be brought in the circuit court of the county or city
 276 where the corporation's principal office or registered office is located or in any other specified court location,
 277 such action or proceeding shall instead be brought in a court in the Commonwealth specified in a bylaw, if
 278 any, authorized by this subdivision and adopted prior to the commencement of such action or proceeding.

279 D. A provision of the bylaws adopted under subdivision C 2 shall not have the effect of conferring
 280 jurisdiction on any court or over any person or claim, and shall not apply if none of the courts specified by
 281 such provision has the requisite personal and subject matter jurisdiction. If the court or courts specified in a
 282 provision adopted under subdivision C 2 do not have the requisite personal and subject matter jurisdiction
 283 and another court of the Commonwealth does have such jurisdiction, then the internal corporate claim may be
 284 brought in such other court of the Commonwealth, notwithstanding that such other court of the
 285 Commonwealth is not specified in such provision, and in any other court specified in such provision that has
 286 the requisite jurisdiction. No provision of the articles of incorporation or the bylaws may prohibit bringing an
 287 internal corporate claim in the courts of the Commonwealth or require any such claim to be determined by
 288 arbitration.

289 E. Notwithstanding subdivision B 2 of § 13.1-714, the shareholders in amending, repealing, or adopting a
 290 bylaw described in subdivision C 1 may not limit the authority of the board of directors to amend or repeal
 291 any condition or procedure set forth in, or to add any procedure or condition to, such a bylaw to provide for a
 292 reasonable, practicable, and orderly process.

293 **§ 13.1-639. Terms of class or series determined by board of directors.**

294 A. If the articles of incorporation so provide, the board of directors, without shareholder action, may, by
 295 adoption of an amendment of the articles of incorporation:

296 1. Classify any unissued shares into one or more classes or into one or more series within one or more
 297 classes;

298 2. Reclassify any unissued shares of any class into one or more classes or into one or more series within
 299 one or more classes; or

300 3. Reclassify any unissued shares of any series of any class into one or more classes or into one or more
 301 series within one or more classes.

302 B. If the board of directors, *or, if authorized by subdivision D 7 of § 13.1-689, a committee of the board of*
 303 *directors*, acts pursuant to subsection A, it shall determine the terms, including the preferences, rights and
 304 limitations, to the same extent permitted under § 13.1-638, of:

305 1. Any class of shares before the issuance of any shares of that class, or

306 2. Any series within a class before the issuance of any shares of that series.

307 C. Unless the articles of incorporation otherwise provide, the board of directors, without shareholder
 308 action, may, by adoption of an amendment of the articles of incorporation, delete from the articles of
 309 incorporation any provisions originally adopted by the board of directors without shareholder action fixing
 310 the terms, including the preferences, limitations, and rights of any class of shares or series within a class,
 311 provided there are no shares of such class or series then outstanding.

312 D. Unless the articles of incorporation otherwise provide, the board of directors of a corporation that is
 313 registered as an open-end management investment company under the federal Investment Company Act of
 314 1940, without shareholder action, may, by adoption of an amendment of the articles of incorporation:

315 1. Classify any unissued shares into one or more classes or into one or more series within one or more
 316 classes; or

317 2. Reclassify any unissued shares of any class into one or more classes or into one or more series within
 318 one or more classes; or

319 3. Reclassify any unissued shares of any series of any class into one or more classes or into one or more
 320 series within one or more classes.

321 E. When the board of directors has adopted an amendment of the articles of incorporation pursuant to
 322 subsection A, C, or D, the corporation shall file with the Commission articles of amendment pursuant to
 323 § 13.1-710 with the addition, when the board of directors has acted pursuant to subsection A, of any
 324 determination made pursuant to subsection B.

325 If the Commission finds that the articles of amendment comply with the requirements of law and that all
 326 required fees have been paid, it shall issue a certificate of amendment. Shares of any class or series that are
 327 classified or reclassified under this section by the articles of amendment shall not be issued until the
 328 certificate of amendment is effective.

329 F. Whenever the articles of incorporation provide that the board of directors may classify or reclassify
 330 unissued shares in the manner prescribed in subsection A, the articles of incorporation shall be deemed to
 331 authorize the board of directors to adopt pursuant to this section an amendment to the articles of incorporation
 332 without shareholder action unless the articles of incorporation specifically state that shareholder action is
 333 required.

334 § 13.1-643. Issuance of shares.

335 A. The powers granted in this section to the board of directors may be reserved to the shareholders by the
 336 articles of incorporation.

337 B. Any issuance of shares must be authorized by the board of directors, *or if authorized by subdivision D*
 338 *7 of § 13.1-689, a committee of the board of directors, or if authorized by subsection D, one or more officers.*
 339 Shares may be issued for consideration consisting of any tangible or intangible property or benefit to the
 340 corporation, including cash, promissory notes, services performed, contracts for services to be performed, or
 341 other securities of the corporation.

342 C. Before the corporation issues shares, the board of directors, or if authorized by subdivision D 7 of
 343 § 13.1-689, a committee of the board of directors ~~or a senior executive officer~~, *or if authorized by subsection*
 344 *D, one or more officers*, shall determine that the consideration received or to be received for the shares to be
 345 issued is adequate. That determination is conclusive insofar as the adequacy of consideration for the issuance
 346 of shares relates to whether the shares are validly issued, fully paid and nonassessable. When such a
 347 determination has been made and the corporation has received the consideration, the shares issued therefor
 348 are fully paid ~~and nonassessable~~.

349 D. *The board of directors may authorize one or more officers to authorize or approve the issuance of*
 350 *shares subject to any such limits as may be prescribed by the board of directors.*

351 E. *The board of directors, committee, or officer resolution authorizing the issuance of shares may provide*
 352 *that some or all shares may be issued in one or more transactions, in such numbers and at such times as are*
 353 *set forth in or determined by or in the manner set forth in the resolution.*

354 F. The corporation may place in escrow shares issued for a contract for future services or benefits or a
 355 promissory note, or make other arrangements to restrict the transfer of the shares, and may credit distributions
 356 in respect of the shares against their purchase price, until the services are performed, the benefits are received
 357 or the note is paid. If the services are not performed, the benefits are not received, or the note is not paid, the
 358 shares escrowed or restricted and the distributions credited may be canceled in whole or part.

359 E. G. Where it cannot be determined that outstanding shares are fully paid and nonassessable, there shall
 360 be a conclusive presumption that such shares are fully paid and nonassessable if the board of directors makes
 361 a good faith determination that there is no substantial evidence that the full consideration for such shares has
 362 not been paid.

363 § 13.1-646. Share rights, options, warrants, and other awards.

364 A. Subject to the provisions of § 13.1-651, a corporation may issue rights, options or warrants for the
 365 purchase of shares or other securities of the corporation. Unless reserved to the shareholders in the articles of
 366 incorporation, the board of directors or, if authorized pursuant to subdivision D 7 of § 13.1-689, a committee
 367 of the board of directors ~~or a senior executive officer~~, *or if authorized pursuant to subsection C, one or more*
 368 *officers*, may authorize the issuance of rights, options, or warrants and determine (i) the terms and conditions

369 upon which the rights, options, or warrants are issued and (ii) the terms, including the consideration for which
 370 the shares or other securities are to be issued. The authorization for the corporation to issue such rights,
 371 options, or warrants constitutes authorization of the issuance of the shares or other securities for which the
 372 rights, options, or warrants are exercisable.

373 B. Notwithstanding the provisions of subsection A of § 13.1-638, the terms and conditions of rights,
 374 options, or warrants issued by a corporation may include, without limitation, restrictions or conditions that (i)
 375 preclude or limit the exercise, transfer, or receipt thereof by designated persons or classes of persons or by
 376 any transferee or transferees of such persons or classes of persons or (ii) invalidate or void such rights,
 377 options, or warrants held by designated persons or classes of persons or by any transferee or transferees of
 378 such persons or classes of persons. Any action or determination by the board of directors or, if authorized
 379 pursuant to subdivision D 7 of § 13.1-689, a committee of the board of directors, with respect to the issuance,
 380 the terms and conditions of or the redemption of rights, options, or warrants shall be subject to the provisions
 381 of § 13.1-690 and shall be valid if taken or determined in compliance therewith.

382 C. The board of directors may, subject to such limitations as the board of directors may establish,
 383 authorize one or more officers to (i) designate the recipients of rights, options, warrants, or other equity
 384 compensation awards that involve the issuance of shares and (ii) determine, within an amount and subject to
 385 any other limitations established by the board of directors and, if applicable, the shareholders, the number of
 386 such rights, options, warrants, or other equity compensation awards and the terms and conditions thereof to
 387 be received by the recipients, provided that an officer may not use such authority to designate himself as a
 388 recipient of such rights, options, warrants, or other equity compensation awards.

389 **§ 13.1-671.1. Shareholder agreements.**

390 A. An agreement among the shareholders of a corporation that complies with this section is effective
 391 among the shareholders and the corporation, even though it is inconsistent with one or more other provisions
 392 of this chapter in that it:

393 1. Eliminates the board of directors or, subject to the requirements of subsection D of § 13.1-647 and
 394 subsection A of § 13.1-693, one or more officers or restricts the discretion or powers of the board of
 395 directors;

396 2. Governs the authorization or making of distributions, regardless of whether they are in proportion to
 397 ownership of shares, subject to the limitations in § 13.1-653;

398 3. Establishes who shall be directors or officers of the corporation, or their terms of office or manner of
 399 selection or removal;

400 4. Governs, in general or in regard to specific matters, the exercise or division of voting power by or
 401 between the shareholders and directors or by or among any of them, including use of weighted voting rights
 402 or director proxies;

403 5. Establishes the terms and conditions of any agreement for the transfer or use of property or the
 404 provision of services between the corporation and any shareholder, director, officer or employee of the
 405 corporation or among any of them;

406 6. Transfers to one or more shareholders or other persons all or part of the authority to exercise the
 407 corporate powers or to manage the business and affairs of the corporation, including the resolution of any
 408 issue about which there exists a deadlock among directors or shareholders;

409 7. Requires dissolution of the corporation at the request of one or more of the shareholders or upon the
 410 occurrence of a specified event or contingency; or

411 8. Otherwise governs the exercise of the corporate powers or the management of the business and affairs
 412 of the corporation or the relationship among the shareholders, the directors and the corporation, or among any
 413 of them, and is not contrary to public policy.

414 B. An agreement authorized by this section shall be:

415 1. As set forth (i) in the articles of incorporation or bylaws and approved by all persons who are
 416 shareholders at the time of the agreement or (ii) in a written agreement that is signed by all persons who are
 417 shareholders at the time of the agreement and is made known to the corporation; and

418 2. Subject to amendment only by all persons who are shareholders at the time of the amendment, unless
 419 the agreement provides otherwise.

420 C. The existence of an agreement authorized by this section shall be noted conspicuously on the front or
 421 back of each certificate for outstanding shares or on the information statement required by subsection B of
 422 § 13.1-648. If at the time of the agreement the corporation has shares outstanding represented by certificates,
 423 the corporation shall recall the outstanding certificates and issue substitute certificates that comply with this
 424 subsection. The failure to note the existence of the agreement on the certificate or information statement shall
 425 not affect the validity of the agreement or any action taken pursuant to it. Any purchaser of shares who, at the
 426 time of purchase, did not have knowledge of the existence of the agreement shall be entitled to rescission of
 427 the purchase. A purchaser shall be deemed to have knowledge of the existence of the agreement if its
 428 existence is noted on the certificate or information statement for the shares in compliance with this subsection
 429 and, if the shares are not represented by a certificate, the information statement is delivered to the purchaser
 430 at or before the time of purchase of the shares. An action to enforce the right of rescission authorized by this

431 subsection must be commenced within the earlier of 90 days after discovery of the existence of the agreement
 432 or two years after the time of purchase of the shares.

433 ~~D. An agreement authorized by this section shall cease to be effective when the corporation becomes a~~
 434 ~~public corporation.~~ If ~~the~~ *an agreement authorized pursuant to this section* ceases to be effective for any
 435 reason, the board of directors may, if the agreement is contained or referred to in the corporation's articles of
 436 incorporation or bylaws, adopt an amendment of the articles of incorporation or bylaws, without shareholder
 437 action, to delete the agreement and any references to it.

438 E. An agreement authorized by this section that limits the discretion or powers of the board of directors
 439 shall relieve the directors of, and impose upon the person or persons in whom such discretion or powers are
 440 vested, liability for acts or omissions imposed by law on directors to the extent that the discretion or powers
 441 of the directors are limited by the agreement.

442 F. The existence or performance of an agreement authorized by this section shall not be a ground for
 443 imposing personal liability on any shareholder for the acts or debts of the corporation even if the agreement
 444 or its performance treats the corporation as if it were a partnership or results in failure to observe the
 445 corporate formalities otherwise applicable to the matters governed by the agreement.

446 G. Incorporators or subscribers for shares may act as shareholders with respect to an agreement authorized
 447 by this section if no shares have been issued when the agreement is made.

448 H. No action taken pursuant to this section shall change any requirement to file articles or other
 449 documents with the Commission or affect the rights of any creditors or other third parties.

450 I. Limits, if any, on the duration of an agreement authorized by this section shall be as set forth in the
 451 agreement, except that the duration of an agreement that became effective prior to July 1, 2015, remains 10
 452 years unless the agreement provided otherwise or is subsequently amended to provide otherwise.

453 J. An agreement among shareholders of a corporation that is consistent with the other provisions of this
 454 chapter that does not comply with the provisions of this section shall nonetheless be effective among the
 455 shareholders and the corporation.

456 **§ 13.1-672.1. Standing; condition precedent; stay of proceedings.**

457 A. A shareholder shall not commence or maintain a derivative proceeding unless the shareholder:

458 1. Was a shareholder of the corporation at the time of the act or omission complained of, became a
 459 shareholder through transfer by operation of law from one who was a shareholder at that time, or became a
 460 shareholder before public disclosure and without knowledge of the act or omission complained of;

461 2. Was a shareholder at the time the shareholder made the written demand required by subdivision B 1;
 462 and

463 3. Fairly and adequately represents the interests of the corporation in enforcing the right of the
 464 corporation.

465 B. No shareholder may commence a derivative proceeding until:

466 1. A written demand has been ~~made on~~ *delivered to* the corporation to take suitable action; and

467 2. Ninety days have expired from the date delivery of the written demand was made on the corporation
 468 unless (i) the shareholder has earlier been notified that the demand has been rejected by the corporation or (ii)
 469 irreparable injury to the corporation would result by waiting for the expiration of the 90-day period.

470 C. *The written demand required by subdivision B 1 shall describe in reasonable detail the reasons for the*
 471 *demand and the action being requested and shall state that the shareholder may commence a derivative*
 472 *proceeding if the action is not taken. If the shareholder is a beneficial shareholder or an unrestricted voting*
 473 *trust beneficial owner, the written demand shall be accompanied by evidence of such beneficial ownership.*

474 D. If the corporation commences an inquiry into the allegations made in the demand or complaint, the
 475 court may stay any derivative proceeding for such period as the court deems appropriate.

476 **§ 13.1-672.3. Foreign corporations.**

477 Notwithstanding the provisions of §§ 13.1-672.1 and 13.1-672.4, in any derivative proceeding in the right
 478 of a foreign corporation, subject to the court's determination of whether the courts of the Commonwealth are
 479 a convenient forum for such a proceeding, the matters covered by this article shall be governed by the laws of
 480 the jurisdiction of formation of the foreign corporation except for matters covered by subsection ~~C~~ D of
 481 § 13.1-672.1 and §§ 13.1-672.2 and 13.1-672.5.

482 **§ 13.1-672.4. Dismissal.**

483 A. A derivative proceeding shall be dismissed by the court on motion by the corporation if one of the
 484 groups specified in subsection B ~~or~~ E has, *whether before or after the commencement of the derivative*
 485 *proceeding:*

486 1. Conducted a review and evaluation, adequately informed in the circumstances, of the allegations made
 487 in the demand or complaint;

488 2. Determined in good faith on the basis of that review and evaluation that the maintenance of the
 489 derivative proceeding is not in the best interests of the corporation; and

490 3. Submitted in support of the motion a short and concise statement of the reasons for its determination.

491 B. ~~Unless a panel is appointed pursuant to subsection E, the~~ *The* determination in subsection A shall be
 492 made by:

493 1. A majority vote of disinterested directors present at a meeting of the board of directors if the
494 disinterested directors constitute a quorum; ~~or~~

495 2. A majority vote of a committee consisting of two or more disinterested directors appointed by a
496 majority vote of disinterested directors present at a meeting of the board of directors, regardless of whether
497 such disinterested directors constituted a quorum; *or*

498 3. *Upon motion by the corporation, a panel of one or more disinterested persons appointed by the court.*

499 C. ~~If a derivative proceeding is commenced after~~ a determination has been made *pursuant to subsection A*
500 rejecting a demand by a shareholder, *in order to contest such determination*, the ~~complaint~~ plaintiff shall
501 allege with particularity facts establishing that the requirements of subsection A or B have not been met. With
502 respect to any allegation that the requirements of subsection A or B have not been met, the plaintiff shall be
503 entitled to discovery if, and only with respect to, facts that are alleged in the complaint with particularity.

504 D. ~~The~~ *If a determination is made by one of the groups specified in subdivision B 1 or B 2, the* plaintiff
505 shall have the burden of proving that the requirements of subsection A ~~or B or C~~ have not been met, except
506 that the corporation shall have the burden with respect to the issue of disinterestedness under subsection ~~B C~~
507 if the complaint alleges with particularity facts raising a substantial question as to such disinterestedness. *If a*
508 *determination is made by a panel appointed pursuant to subdivision B 3, the plaintiff shall have the burden of*
509 *proving that the requirements of subsection A or B have not been met.*

510 E. ~~Upon motion by the corporation, the court may appoint a panel of disinterested persons to make a~~
511 ~~determination whether the maintenance of the derivative proceeding is in the best interests of the corporation.~~

512 **§ 13.1-672.5. Payment of and security for expenses.**

513 On termination of a derivative proceeding, the court may:

514 1. Order the corporation to pay the plaintiff's expenses incurred in the proceeding if it finds that the
515 *derivative* proceeding has resulted in a substantial benefit to the corporation; *or*

516 2. Order the plaintiff or the plaintiff's attorney to pay the corporation's or any defendant's expenses
517 incurred in *responding to the demand or* defending the *derivative* proceeding if it finds that the *demand was*
518 *made or the derivative* proceeding was commenced or maintained arbitrarily, vexatiously, or not in good
519 faith.

520 **§ 13.1-689. Committees.**

521 A. Unless the articles of incorporation or bylaws provide otherwise, a board of directors may establish one
522 or more committees of the board of directors to perform functions of the board of directors and appoint two
523 or more directors of the board of directors to serve on each committee. ~~While non-board members may also~~
524 ~~be appointed to a committee, they may not vote on any matter for which the committee is performing a~~
525 ~~function of the board of directors.~~ Each committee member serves at the pleasure of the board of directors.

526 B. Unless the articles of incorporation or bylaws provide otherwise, the establishment of a committee and
527 appointment of members to it shall be approved by the greater number of (i) a majority of all the directors in
528 office when the action is taken or (ii) the number of directors required by the articles of incorporation or
529 bylaws to take action under § 13.1-688.

530 C. Sections 13.1-684 through 13.1-688, which govern meetings, action without meetings, notice and
531 waiver of notice, and quorum and voting requirements of the board of directors, apply to committees and
532 their members as well.

533 D. To the extent specified by the board of directors or in the articles of incorporation or bylaws, each
534 committee may exercise the authority of the board of directors under § 13.1-673, except that a committee
535 may not:

536 1. Approve or propose to shareholders action that this chapter requires to be approved by shareholders;

537 2. Fill vacancies on the board of directors or, subject to subsection E, on any committee;

538 3. Amend the articles of incorporation pursuant to § 13.1-706;

539 4. Adopt, amend, or repeal the bylaws;

540 5. Approve a plan of merger not requiring shareholder approval;

541 6. Authorize or approve a distribution, except according to a formula or method, or within limits,
542 prescribed by the board of directors; *or*

543 7. Authorize or approve the issuance or sale or contract for sale of shares, or determine the designation
544 and rights, preferences, and limitations of a class or series of shares, except that the board of directors may (i)
545 authorize a committee to do so subject to such limits, if any, as may be prescribed by the board of directors;
546 ~~and (ii) authorize a senior executive officer of the corporation to do so subject to such limits, if any, as may~~
547 ~~be prescribed by the board of directors or by subsection C of § 13.1-646.~~

548 E. The board of directors may appoint one or more directors as alternate members of any committee to
549 replace any absent or disqualified member during the member's absence or disqualification. Unless the
550 articles of incorporation or the bylaws or the resolutions of the board of directors establishing the committee
551 provide otherwise, in the event of the absence or disqualification of a member of a committee and there are
552 no alternate members appointed by the board of directors, the member or members of the committee present
553 at any meeting and not disqualified from voting may by unanimous action appoint another director to act in
554 place of the absent or disqualified member during that member's absence or disqualification.

555 *F. Non-board members may be appointed to a committee but they shall not vote on any matter for which*
 556 *the committee is performing a function of the board of directors, provided however, that a committee*
 557 *authorized to approve or authorize the issuance or sale or contract for sale of shares as provided in*
 558 *subdivision D 7 may consist of one or more officers and is not required to have any directors as members of*
 559 *such committee.*

560 **§ 13.1-689.1. Submission of matters for a shareholder vote.**

561 *A corporation may agree to submit a matter to a vote of its shareholders even if, after approving the*
 562 *matter, the board of directors determines it no longer recommends such matter.*

563 **§ 13.1-691. Interested directors and officers.**

564 ~~A. A conflict of interests transaction is a transaction with the corporation in which a director of the~~
 565 ~~corporation has an interest that precludes the director from being a disinterested director. A conflict of~~
 566 ~~interests transaction is not voidable by the corporation solely because of the director's interest in the~~
 567 ~~transaction if any one of the following is true A transaction between the corporation or one or more entities~~
 568 ~~controlled by the corporation and one or more of the corporation's directors, officers, or related persons,~~
 569 ~~shall not be the subject of equitable relief, or give rise to an award of damages against a director or officers~~
 570 ~~of the corporation because of the foregoing circumstances or the receipt of any benefit by any such director,~~
 571 ~~officer, or related person or because the director or officer is present at or participates in the meeting of the~~
 572 ~~board or committee that authorizes the transaction, or was involved in the initiation, negotiation, or approval~~
 573 ~~of the transaction, including by virtue of a director's vote being counted for such purpose, if:~~

574 1. ~~The material facts of the transaction and the director's or officer's relationship or interest as to the~~
 575 ~~transaction were disclosed or are known to the board of directors or a committee of the board of directors~~
 576 ~~and the board of directors or committee authorized, approved, or ratified the transaction; or~~

577 2. ~~The material facts of the transaction and the director's or officer's relationship or interest as to the~~
 578 ~~transaction were disclosed to the disinterested shareholders entitled to vote and they authorized, approved, or~~
 579 ~~ratified the transaction; or~~

580 3. ~~The transaction was is fair to the corporation.~~

581 B. For purposes of subdivision A 1, a ~~conflict of interests~~ transaction is authorized, approved, or ratified if
 582 it receives the affirmative vote of a majority of the disinterested directors on the board of directors, or on the
 583 committee. A transaction shall not be authorized, approved, or ratified under this section by a single director.
 584 If a majority of the disinterested directors vote to authorize, approve or ratify the transaction, a quorum is
 585 present for the purpose of taking action under this section. The presence of, or a vote cast by, a director who
 586 is not disinterested does not affect the validity of any action taken under subdivision A 1 if the transaction is
 587 otherwise authorized, approved or ratified as provided in that subsection.

588 C. For purposes of subdivision A 2, a ~~conflict of interests~~ transaction is authorized, approved, or ratified if
 589 *a quorum exists and* it receives the vote of a majority of the shares entitled to be counted under this
 590 subsection. Shares owned by or voted under the control of a director, *officer, or related person who is not*
 591 ~~disinterested~~, *in each case, has a material interest in the transaction, other than one which would devolve on*
 592 *the corporation or the shareholders generally may* shall not be counted in a vote of shareholders to determine
 593 whether to authorize, approve, or ratify a ~~conflict of interests~~ transaction under subdivision A 2: ~~The vote of~~
 594 ~~those shares, however, but such shares~~ shall be counted in determining whether the transaction is approved
 595 under other sections of this chapter. A majority of the shares, ~~whether or not present~~, that are entitled to be
 596 counted in a vote on the transaction under this subsection constitutes a quorum for the purpose of taking
 597 action under this section.

598 *D. For purposes of this section, a related person is a person who has a familial, financial, professional, or*
 599 *employment relationship with one or more directors or officers of the corporation that would reasonably be*
 600 *expected to impair the objectivity of the judgment of one or more of the corporation's directors or officers.*

601 **§ 13.1-724. Shareholder approval of certain dispositions.**

602 A. A sale, lease, exchange or other disposition of the corporation's assets, other than a disposition
 603 described in § 13.1-723, requires approval of the corporation's shareholders if the disposition would leave the
 604 corporation without a significant continuing business activity. The corporation will conclusively be deemed
 605 to have retained a significant continuing business activity if it retains a business activity that represented, for
 606 the corporation and its subsidiaries on a consolidated basis, (i) at least 20 percent of total assets at the end of
 607 the most recently completed fiscal year, and (ii) at least 20 percent of either (a) income from continuing
 608 operations before taxes or (b) revenues from continuing operations, in each case for the most recently
 609 completed fiscal year. *The board of directors may base a determination under this subsection either on*
 610 *financial statements prepared on the basis of accounting practices and principles that are reasonable in the*
 611 *circumstances or on a fair valuation or other method that is reasonable in the circumstances. For any public*
 612 *corporation, reliance on the most recent financial statements that have been prepared in accordance with*
 613 *generally accepted accounting principles in the United States shall be deemed to be reasonable in the*
 614 *circumstances if the financial statements have been audited by independent certified public accountants*
 615 *whose certification does not include a going concern qualification.*

616 B. A disposition that requires approval of the shareholders under subsection A shall be initiated by

617 adoption of a resolution by the board of directors authorizing the disposition. After adoption of such a
 618 resolution, the board of directors shall submit the proposed disposition to the shareholders for their approval.
 619 The board of directors shall also submit to the shareholders a recommendation that the shareholders approve
 620 the proposed disposition, unless the board of directors makes a determination that because of conflicts of
 621 interest or other special circumstances it should not make such a recommendation, in which case the board of
 622 directors shall inform the shareholders of the basis for that determination.

623 C. The board of directors may set conditions for the approval of a disposition by the shareholders or the
 624 effectiveness of the disposition.

625 D. If a disposition is required to be approved by the shareholders and if the approval is to be sought at a
 626 shareholders' meeting, the corporation shall notify each shareholder, whether or not entitled to vote, of the
 627 shareholders' meeting at which the disposition is to be submitted for approval in accordance with § 13.1-658.
 628 The notice shall also state that the purpose, or one of the purposes, of the meeting is to consider the
 629 disposition and shall contain or be accompanied by a copy or summary of the agreement pursuant to which
 630 the disposition will be effected. If only a summary of the agreement is sent to shareholders, the corporation
 631 also shall send a copy of the agreement to any shareholder who requests it.

632 E. Unless the articles of incorporation or board of directors, acting pursuant to subsection C, requires a
 633 greater vote or a greater quorum, the approval of a disposition by the shareholders shall require at a meeting
 634 at which a quorum exists the approval of the holders of more than two-thirds of all the votes entitled to be
 635 cast on the disposition. The articles of incorporation may provide for a greater or lesser vote than that
 636 provided for in this subsection or a vote by separate voting groups so long as the vote provided for is not less
 637 than a majority of all the votes cast on the disposition by each voting group entitled to vote on the disposition
 638 at a meeting at which a quorum of the voting group exists.

639 F. Unless the parties to the disposition have agreed otherwise, after a disposition has been approved by the
 640 shareholders, and at any time before the disposition has been consummated, it may be abandoned without
 641 action by the shareholders, subject to any contractual rights of the parties to the disposition.

642 G. A disposition of assets in the course of dissolution under Article 16 (§ 13.1-742 et seq.) is not governed
 643 by this section.

644 H. The assets of a direct or indirect consolidated subsidiary shall be deemed to be the assets of the parent
 645 corporation for the purposes of this section.

646 I. Notwithstanding any other provision of this section, no corporation organized to conduct the business of
 647 a railroad or other public service or a banking business, or a savings institution, an industrial loan association
 648 or a credit union may sell, lease or exchange its properties for the conduct of such business in the
 649 Commonwealth except to a corporation of the Commonwealth organized for the same purpose or in the case
 650 of a bank to a savings and loan association or a corporation of the United States, and in the case of a savings
 651 and loan association to a bank or a corporation of the United States.

652 **§ 13.1-770. Corporate records.**

653 A. A corporation shall keep as permanent records minutes of all meetings of its shareholders and board of
 654 directors, a record of all actions taken by the shareholders or board of directors without a meeting, and a
 655 record of all actions taken by a committee of the board of directors in place of the board of directors on behalf
 656 of the corporation.

657 B. A corporation shall maintain accounting records in a form that permits preparation of its financial
 658 statements.

659 C. A corporation shall maintain a record of its current shareholders in alphabetical order by class and
 660 series, if any, of shares showing the address of, and the number and class and series, if any, of shares held by
 661 each shareholder. The foregoing shall not require the corporation to maintain, as part of such record of
 662 shareholders, beneficial owners whose shares are held by a nominee on the shareholder's behalf except to the
 663 extent that the corporation has established and maintains a procedure for registration of such rights under
 664 § 13.1-664. Nothing contained in this subsection shall require the corporation to include in such record the
 665 electronic mail address or other electronic contact information of a shareholder.

666 D. A corporation shall maintain its records in the form of a document, including an electronic record, or in
 667 another form capable of conversion into paper form within a reasonable time.

668 E. A corporation shall maintain the following records:

669 1. A copy of its articles of incorporation as currently in effect, and any notices to shareholders referred to
 670 in subdivision L 5 of § 13.1-604 specifying facts on which a filed document is dependent if those facts are not
 671 included in the articles of incorporation or otherwise available as specified in subdivision L 5 of § 13.1-604;

672 2. Its bylaws as currently in effect;

673 3. Resolutions adopted by its board of directors creating one or more classes or series of shares, and fixing
 674 their relative rights, preferences, and limitations, if shares issued pursuant to those resolutions are
 675 outstanding;

676 4. The minutes of all shareholders' meetings, and records of all action taken by shareholders without a
 677 meeting, for the past three years;

678 5. All written communications within the past three years to shareholders generally; ~~including the~~

- 679** ~~financial statements furnished for the past three years under § 13.1-774;~~
680 6. A copy of any shareholders agreement under § 13.1-671.1 as currently in effect;
681 7. A list of the names and business addresses of its current directors and officers; and
682 ~~7.~~ 8. A copy of its most recent annual report filed with the Commission under § 13.1-775.