Blogs
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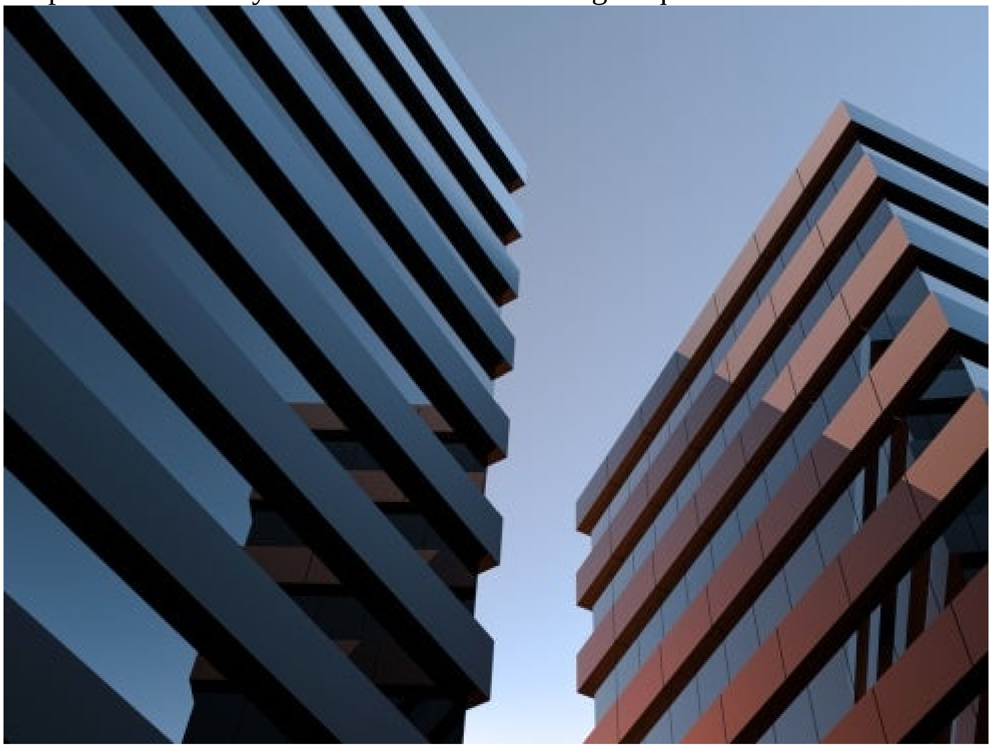
Trap for the Unwary: Hart-Scott-Rodino Filing Requirements



Here's a tip from the sixth edition of our popular publication ***The Public Company Handbook***, which is an easy-to-read guide that provides practical insights regarding legal and other board management issues facing public—or soon-to-be-public—companies.

Directors who exercise options for or otherwise purchase large amounts of company stock (in 2022, stock with a value in excess of $101 million) should be aware of individual filing obligations created by the Hart-Scott-Rodino Antitrust Improvements Act of 1976. Fluctuations in the trading price of a company's common stock could cause the value of a director's holdings to surpass thresholds obligating the director to make a filing with the Department of Justice and the Federal Trade Commission. Failure to make required filings could result in substantial monetary penalties for the individual director and company disclosure obligations.

Authors

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