

6-20/520.51 Securities Defined

A "Security" is an obligation of a person or a share, participation, or other interest in a person or in property or an enterprise of a person, that is, or is of a type, dealt in or traded on financial markets, or that is recognized in any area in which it is issued or dealt in as a medium for investment. ([COMM 8102](#)(9)(B))

A "security" means an obligation of an issuer or a share, participation, or other interest in an issuer or in property or an enterprise of an issuer that is all of the following ([CCP 8102](#)(a)(15)):

- It is represented by a security certificate in bearer or registered form, or the transfer of it may be registered upon books maintained for that purpose by or on behalf of the issuer.
 - It is one of a class or series or by its terms is divisible into a class or series of shares, participations, interests, or obligations.
 - It is either of the following:
 - It is, or is of a type, dealt in or traded on securities exchanges or securities markets.
 - It is a medium for investment and by its terms expressly provides that it is a security governed by this division.
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