

Schedule 4

**OFFICE OF THE DIRECTOR
DEPARTMENT OF COMMERCE & INDUSTRY
KOSRAE STATE GOVERNMENT
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Foreign Investment Permit No. _____
Original Issue Date of Permit: _____
Date this Report Received: _____

**REPORT
of
CERTAIN CHANGES OF OWNERSHIP OF A FOREIGN INVESTOR**

This Report must be filed by the holder of a Kosrae State Foreign Investment Permit immediately upon any change in ownership of the holder which results in ownership of a “substantial ownership interest” by a “noncitizen” who does not meet the “character criteria”. Terms in quotation marks are defined in Section 15.303 of the Kosrae State Foreign Investment Act. Answer every question. Attach additional sheets if necessary.

1. Name of holder: _____

2. Name(s) of business (if different): _____

3. Describe the nature of the subject ownership change: _____

4. Identify any former noncitizen holder(s) of an ownership interest whose ownership interest has been eliminated or reduced as a result of the subject change: _____

State the nature and percentage of each such person’s ownership interest both before and after the change: _____

5. Identify any noncitizen holder(s) of an ownership interest whose ownership interest has been created or enlarged as a result of the subject change: _____

State the nature and percentage of each such person’s ownership interest both before and after the change: _____

6. Identify the person(s) listed under question 5 who now hold a substantial ownership interest in the foreign investment permit holder: _____

7. For each person listed under question 6, either state that such person meets all of the following criteria or explain in detail how and why such person does not meet all of the following criteria:

(a) The person has not been convicted of a felony or crime of moral turpitude in the FSM, any state of the FSM, or any foreign jurisdiction during the past 10 years.

(b) The person has never had a Foreign Investment Permit issued by the FSM or any of its states canceled against his or her will.

(c) The person has not remained indebted to any government, citizen, or resident of the FSM for more than 30 days after adjudication of the debt by final and unappealable decision of an FSM state or national court or administrative body, except to the extent that the delay in paying the debt is:

(i) required by bankruptcy or other law; or

(ii) because payment over time is expressly permitted under the terms of the applicable decision.

8. Have you attached additional sheets to this form? ___ Yes ___ No
If so, how many? ____

Under penalty of law, the undersigned states that he or she is the holder or a duly authorized representative of the holder, that he or she has read the foregoing report and understands its contents, and that those contents are true and complete to the best of his or her knowledge and belief.

Signature: _____

Printed name: _____

Title or position with applicant: _____

Address (if different than applicant's): _____

Signed and sworn before me this ___ day of _____, _____.

[SEAL]

Notary Public
My commission expires: _____