

US corporate law weekly news: SEC increases the amount companies can raise though crowdfunding

19 APRIL 2017

CATEGORY:
BLOG



On April 5, 2017, the SEC amended JOBS Act thresholds to increase the amount of money companies may raise through crowdfunding, raising the cap from the \$1 million original amount to \$1.07 million.

The SEC also approved amendments that increase the threshold for determining the eligibility for benefits offered to 'emerging growth companies' (EGCs) to adjust for inflation, raising the threshold from \$1 billion to \$1.07 billion. EGCs are eligible for several exemptions from a number of disclosure, shareholder voting and other regulatory requirements.

For more information, see here:<https://www.sec.gov/news/press-release/2017-78> and here:<https://www.sec.gov/news/press-release/2017-78> and <https://www.sec.gov/rules/final/2017/33-10332.pdf>.