



Ohio Revised Code

Section 1303.23 Negotiation subject to rescission - UCC 3-202.

Effective: August 19, 1994

Legislation: Senate Bill 147 - 120th General Assembly

(A) Negotiation is effective even if it is obtained in any of the following manners:

- (1) From an infant, a corporation exceeding its powers, or any other person without capacity;
- (2) By fraud, duress, or mistake of any kind;
- (3) As part of an illegal transaction;
- (4) In breach of duty.

(B) To the extent permitted by other law, negotiation may be rescinded or may be subject to other remedies, but those remedies may not be asserted against a subsequent holder in due course or a person paying the instrument in good faith and without knowledge of facts that are a basis for the rescission or other remedy.
