

Shareholders must vote on Musk's return as Tesla chairman

October 11 2018, by The Associated Press

If Tesla CEO Elon Musk wants to return as chairman, shareholders will have to vote on it.

The requirement is detailed in a court brief filed Thursday by Tesla and the Securities and Exchange Commission. The brief was required by a federal judge who must approve a securities fraud settlement reached with Musk and the company last month.

Musk and Tesla agreed to pay \$20 million each and make concessions to settle an SEC lawsuit alleging Musk duped investors with statements about a plan to take the company private.

The settlement allows Musk to remain CEO but requires him to relinquish his role as chairman for at least three years.

U.S. District Judge Alison Nathan ordered the brief, which is a common practice in the court.

© 2018 The Associated Press. All rights reserved.

Citation: Shareholders must vote on Musk's return as Tesla chairman (2018, October 11)
retrieved 9 April 2024 from
<https://phys.org/news/2018-10-shareholders-vote-musk-tesla-chairman.html>

<p>This document is subject to copyright. Apart from any fair dealing for the purpose of private study or research, no part may be reproduced without the written permission. The content is</p>
--

provided for information purposes only.