Contents

CHAPTER 1 OVERVIEW AND DEFINITIONS ................. 1-1
1.1 Security Interest ......................................... 1-1
   1.1.1 Purchase-Money Security Interests .................. 1-3
       1.1.1.1 Application of Payments ......................... 1-4
   1.1.2 Agricultural Liens .................................. 1-5
   1.1.3 Consignments ...................................... 1-5
1.2 Parties .................................................. 1-6
1.3 Exclusions from New 9 .................................. 1-8
1.4 Collateral Categories under New 9 ..................... 1-10
   1.4.1 Intangible and “Semi-Tangible” Property .......... 1-10
   1.4.2 Tangible Personal Property — Goods ............... 1-13
   1.4.3 Resulting Collateral ................................ 1-14
1.5 Medium Neutral Terms .................................. 1-15
1.6 Good Faith ............................................. 1-16
1.7 Special Consumer and Indiana Rules ................... 1-16

CHAPTER 2 CREATING A SECURITY INTEREST — ATTACHMENT — MAKING THE SECURED PARTY’S RIGHTS ENFORCEABLE AGAINST THE DEBTOR ................. 2-1
2.1 Elements of Attachment .................................. 2-1
2.2 Security Agreement ...................................... 2-2
2.3 Possession and Delivery .................................. 2-4
2.4 Control .................................................. 2-5
2.5 Attachment to Proceeds and Supporting Obligations .... 2-5
2.6 Attachment to Securities and Commodity Accounts .... 2-5
2.7 After-Acquired Property ................................ 2-6
2.8 Future Advances ........................................ 2-6

CHAPTER 3 PERFECTION ........................................ 3-1
3.1 General Rule: All Security Interests Must Be Perfected by Filing a Financing Statement ......................... 3-1
3.2 Exception Category 1: When Filing Is Totally Ineffective .... 3-1
3.3 Exception Category 2: When Filing Is Merely an Optional Method of Perfection ............................. 3-3
3.4 Perfection by Possession or Delivery ..................... 3-3
3.5 Perfection by Control ..................................... 3-4
3.6 Automatic Perfection .................................... 3-5
3.7 Temporary Perfection .................................... 3-6
3.8 Special New 9 Perfection Methods ....................... 3-7
3.9 RA9 Methods of Perfection Chart ........................ 3-8
3.10 Due Diligence In Perfection .............................. 3-14

CHAPTER 4 FINANCING STATEMENT MECHANICS ........... 4-1
4.1 What Kinds of Records Are Filed? ....................... 4-1
4.2 Where to File? ........................................... 4-1
CONTENTS

4.3 Contents of a “Sufficient” Financing Statement .......... 4-3
4.4 Debtor’s Name Rules ..................................... 4-4
4.5 How to Describe Collateral ................................. 4-10
4.6 When Filing Office Can Reject Filings ...................... 4-11
4.7 Mistakes .................................................... 4-14
4.8 Who Can File a Financing Statement? ....................... 4-14
4.9 When May a Financing Statement be Filed? ............... 4-15
4.10 Amendments to Financing Statements ....................... 4-16
4.11 Duration of Financing Statements ......................... 4-17
4.12 Continuation Statements .................................. 4-18
4.13 Termination Statements .................................... 4-18
4.14 The Filing Office .......................................... 4-18
4.15 Inaccurate or Wrongfully Filed Records .................... 4-19
4.16 Filing Office Indexing Errors .............................. 4-20
4.17 Maintenance and Destruction of Records .................... 4-20
4.18 Information from Filing Office ............................. 4-20
4.19 Filing, Access, and Search Fees ........................... 4-21
4.20 Filing Office Rules ......................................... 4-22
4.21 Special Indiana Obligation Imposed on the Secured Party 4-22
4.22 New 9 Searching and Filing Practices ...................... 4-22
4.23 Special Filing Considerations for Filing in the County 4-23
Recorder’s Office ................................................ 4-23

CHAPTER 5 PREVAILING AGAINST OTHERS ............... 5-1
5.1 General Rules of Priority among Creditors .......... 5-1
5.2 Exceptions to the “First-to-File-or-Perfect” Rule ........ 5-2
5.2.1 Control Prevails over Filing .......................... 5-2
5.2.2 Some Security Interests Perfected by Possession or 
Control Prevail over Security Interests in Chattel 
Paper and Instruments Perfected Earlier by Filing ...... 5-2
5.2.3 The Purchase-Money Security Interest 
Super-priority ................................................. 5-4
5.2.4 Future Advances ......................................... 5-6
5.3 Transferees of Collateral ................................... 5-7
5.4 Buyers ......................................................... 5-7
5.5 Licensees and Lessees in Ordinary Course of Business 5-9
5.6 Rights under Chapters 3.1, 7, and 8.1 of the UCC .... 5-9
5.7 Possessory Statutory Liens ................................ 5-10
5.8 Priority of Security Interest in Fixtures and Crops Against 
Real Estate Claimant ......................................... 5-10
5.8.1 Exception 1: Purchase-Money Priority ............... 5-11
5.8.2 Exception 2: First to Record .......................... 5-11
5.8.3 Exception 3: Removable Goods and 
Domestic Appliances ....................................... 5-11
5.8.4 Exception 4: Judicial Liens ............................ 5-12
5.8.5 Exception 5: Manufactured Homes .................... 5-12
5.8.6 Subordination of Purchase-Money Security Interest 
in Fixtures to Construction Mortgage .................... 5-12
5.8.7 Crops ....................................................... 5-12
5.8.8 Priority Based on Consent ............................ 5-13
CONTENTS

5.9 Accessions .......................... 5-13
5.10 Commingled Goods .................. 5-13
5.11 Contractual Subordination ............ 5-14
5.12 Federal Tax Liens .................... 5-14
5.12.1 The Basic Priority Rule Regarding The Federal Tax Lien Act (FTLA) .......................... 5-15
5.12.2 Rules for Priority of Security Interests Relating to Certain After-Acquired Property and Future Advances .......................... 5-15
5.12.3 Appropriate Filing Offices When Searching For Federal Tax Liens .......................... 5-18

CHAPTER 6 PARTICULAR TYPES OF COLLATERAL .... 6-1
6.1 Investment Property .................. 6-1
6.1.1 Stock Options and Warrants ........... 6-4
6.2 Deposit Accounts ........................ 6-4.1
6.3 Letter-of-Credit Rights .................. 6-8
6.4 Commercial Tort Claims ................. 6-9
6.5 Agricultural Liens and Security Interests in Farm-Related Collateral .......................... 6-9
6.6 Software ................................ 6-14
6.7 Collateral Subject to a Title Notation .......... 6-14.1
6.8 Electronic Chattel Paper ................. 6-16.1
6.9 Intellectual property ................... 6-17
6.9.1 Copyrights .......................... 6-18
6.9.2 Patents ........................... 6-19
6.9.3 Trademarks ......................... 6-19
6.10 Bailed Goods Covered by Documents .... 6-20
6.11 Documents of Title ................... 6-20

CHAPTER 7 PROCEEDS .................. 7-1
7.1 General Rule — Continuation of Security Interest in Original Collateral and Proceeds ................. 7-1
7.2 Twenty-Day Automatic Perfection for Proceeds ................. 7-1
7.3 How a Security Interest in Proceeds Remains Perfected for More than 20 Days .................. 7-2
7.4 Priority in Proceeds ................... 7-3
7.4.1 Collateral Perfected by Possession or Control .......... 7-3
7.4.2 PMSI Priority Exception .................. 7-5

CHAPTER 8 POST-CLOSING CHANGES ........... 8-1
8.1 Changes in the Secured Party ............... 8-1
8.2 Changes in the Debtor ................... 8-1
8.2.1 New Debtors/Double-Debtors ............. 8-2
8.2.2 Debtor’s Name Changes .................. 8-4
8.2.3 Debtor’s Location Changes ............... 8-4
8.2.4 Death or Dissolution of Debtor ............. 8-5
8.3 Changes in Collateral ................. 8-5
8.3.1 Collateral Location Changes ............... 8-5
8.3.2 Disposition of Collateral ............... 8-6
8.3.3 Goods Covered by Certificates of Title ........... 8-6
CONTENTS

8.4 Changes in Third Parties — Jurisdiction of Bank, Issuer, Nominated Person, Securities Intermediary, or Commodity Intermediary Changes ................................. 8-7

CHAPTER 9 THIRD PARTIES — ACCOUNT DEBTORS ....... 9-1
9.1 Account Debtors ................................................................. 9-1
9.2 Restrictions on the Free-Alienability or Assignability of Collateral ......................................................... 9-3
  9.2.1 Ineffective Contractual Restrictions on the Free-Alienability or Assignability of Collateral .... 9-3
  9.2.2 Ineffective Non-contractual Restrictions on the Free-Alienability or Assignability of Collateral .... 9-5

CHAPTER 10 ENFORCEMENT ................................................. 10-1
10.1 Options ........................................................................... 10-1
10.2 Waiver and Variance of Debtor’s and Obligor’s Rights and Secured Party’s Duties ................................................................. 10-2
10.3 Unknown Debtor or Secondary Obligor ........................................ 10-3
10.4 “Commercially Reasonable” .................................................... 10-4
10.5 Fixtures .................................................................................. 10-5
10.6 Collection and Enforcement of Collateral Consisting of Rights to Payment .................................................. 10-6
10.7 Application of Proceeds of Collection and Enforcement of Collateral Consisting of Rights to Payment .................................................. 10-7
10.8 Repossession .......................................................................... 10-9
10.9 Disposition of Collateral ........................................................... 10-9
10.10 Notices before Disposition ........................................................ 10-10
10.11 Forms of Notice ..................................................................... 10-11
  10.11.1 Non-Consumer-Goods Transactions .................................. 10-11
  10.11.2 Consumer-Goods Transactions ........................................... 10-11
10.12 Application of Proceeds of Disposition ................................. 10-12
10.13 Accounting ........................................................................... 10-13
10.14 Transferees of Collateral .......................................................... 10-15
10.15 Transfers to Secondary Obligors ............................................ 10-15
10.16 Transfer Statement ................................................................. 10-16
10.17 Acceptance of Collateral in Full or Partial Satisfaction of Obligation — Strict Foreclosure ............................. 10-16
10.18 Mandatory Disposition of Consumer Goods ........................................ 10-19
10.19 Right of Redemption ............................................................... 10-19

CHAPTER 11 SECURED PARTY’S OBLIGATIONS ........... 11-1
11.1 Care of Collateral .................................................................... 11-1
11.2 Release Account Debtor .............................................................. 11-2
11.3 Duty to Provide Information ...................................................... 11-2
11.4 Obligation to Terminate Financing Statements, Control, etc. .... 11-4
CONTENTS

CHAPTER 12 REMEDIES AND PENALTIES AGAINST SECURED PARTIES .............................. 12-1
12.1 Injunctive Relief ............................................. 12-1
12.2 Award of Damages ............................................. 12-1
12.3 Special Additional Remedies for Violations of Section 9.1-210 ............................................. 12-3
12.4 Reduction or Elimination of Deficiency ................................. 12-4
12.5 Additional Exculpatory Provisions Protecting the Secured Party ............................................. 12-5

CHAPTER 13 TRANSITION AND LAW APPLICABLE TO NEW 9 AMENDMENTS EFFECTIVE JULY 1, 2001 ....................................................... 13-1
13.1 Transition Rules Applicable to Amendments Effective July 1, 2001 ............................................. 13-1
13.1.2 Exceptions to the General Rule ............................................. 13-2
13.1.2.1 Lawsuits ............................................. 13-2
13.1.2.2 Five-Year Safe Harbor for Financing Statements ............................................. 13-2
13.1.2.3 One Year for Everything Else ............................................. 13-2
13.2 How to Continue Financing Statements Filed Properly under Old 9, but in the Wrong Place or Filing Office under New 9 ............................................. 13-4
13.3 How to Continue Financing Statements Filed in the Correct New 9 State and Filing Office after July 1, 2001 (i.e., the Old 9 and New 9 Locations Are the Same) ............................................. 13-6
13.4 Amendments to Financing Statements Filed Before July 1, 2001 ............................................. 13-6
13.5 Transition Priorities ............................................. 13-7
13.6 What Law Governs? ............................................. 13-8
13.6.1 Governing Law for Perfection and Priority ............................................. 13-8
13.6.2 Governing Law for Other Issues ............................................. 13-10

CHAPTER 13A TRANSITION AND LAW APPLICABLE TO NEW 9A AMENDMENTS EFFECTIVE JULY 1, 2013 ....................................................... 13A-1
13A.1 Transition Rules Applicable to Amendments Effective July 1, 2013 ............................................. 13A-1
13A.1.1 General Rule: New 9A Applies to Pre- and Post-July 1, 2013 Transactions ............................................. 13A-1
13A.1.2 Exceptions to the General Rule ............................................. 13A-1
13A.1.2.1 Lawsuits ............................................. 13A-1
13A.1.2.2 Five-Year Safe Harbor for Financing Statements, with Two Exceptions ............................................. 13A-2
13A.1.2.3 One-Year Safe Harbor for Everything Else 13A-4

13A.2 How to Continue Financing Statements Filed Properly under New 9, but in the Wrong Place or Filing Office-under New 9A 13A-4

13A.3 How to Continue Financing Statements Filed in the Correct New 9A State and Filing Office after July 1, 2013 (i.e., the New 9 and New 9A Locations are the Same) 13A-6

13A.4 Amendments to Financing Statements Filed Before July 1, 2013 13A-7

13A.5 Transition Priorities 13A-7

13A.6 What Law Governs? 13A-8
  13A.6.1 Governing Law for Perfection and Priority 13A-8
  13A.6.2 Governing Law for Other Issues 13A-11

CHAPTER 14 FORMS 14-1

Form 14-1 New 9 Collateral List for Security Agreement 9.1-108 (Commercial Credit) 14-1

Form 14-2 New 9 Collateral List 9.1-108 (Consumer Transaction) 14-3

Form 14-3 Secured Party’s Release of Control over Deposit Account 9.1-208(b)(1) 14-4

Form 14-4 Secured Party’s Release of Securities Intermediary/Commodity Intermediary 9.1-208(b)(4) 14-5

Form 14-5 Secured Party’s Release of Control over Letter-of-Credit Right 9.1-208(b)(5) 14-6

Form 14-6 Debtor’s Request for an Accounting 9.1-210(a)(2) 14-7

Form 14-7 Debtor’s Request Regarding a List of Collateral 9.1-210(a)(3) 14-8

Form 14-8 Debtor’s Request Regarding a Statement of Account 9.1-210(a)(4) 14-9

Form 14-9 Secured Party’s Accounting 9.1-210(b)(1) 14-9

Form 14-10 Secured Party’s Response to Debtor’s Request Regarding a List of Collateral 9.1-210(b)(2) 14-10

Form 14-11 Secured Party’s Response to Debtor’s Request Regarding a Statement of Account 9.1-210(b)(2) 14-11

Form 14-12 Secured Party’s Response to Debtor’s Request Regarding a List of Collateral When Secured Party Claims an Interest in All of a Particular Type of Collateral Owned by the Debtor 9.1-210(c) 14-12

Form 14-13 Notice of Exclusive Control of Securities Account 14-13

Form 14-14 Notice of Disposition of Consumer-Goods 9.1-614 14-14
<table>
<thead>
<tr>
<th>Form 14-15</th>
<th>Notice of Disposition of Non-Consumer-Goods</th>
</tr>
</thead>
<tbody>
<tr>
<td>Form 14-16</td>
<td>Secured Party’s Request for Consent of Issuer or Nominated Person to Assignment of Letter-of-Credit Proceeds and Issuer or Nominated Person’s Consent</td>
</tr>
<tr>
<td>Form 14-17</td>
<td>Disclaimer of Warranties by Secured Party Selling Collateral</td>
</tr>
<tr>
<td>Form 14-18</td>
<td>Notice of Purchase-Money Security Interest in Inventory</td>
</tr>
<tr>
<td>Form 14-19</td>
<td>Notice to Bailee in Possession of Goods Who Has Issued a Non-negotiable Document Covering the Goods</td>
</tr>
<tr>
<td>Form 14-20</td>
<td>Consent of Owner of Real Property to Creation of Security Interest in Fixtures</td>
</tr>
<tr>
<td>Form 14-21</td>
<td>Notice from Consignor to Secured Party</td>
</tr>
<tr>
<td>Form 14-22</td>
<td>Waiver of Disposition Notification</td>
</tr>
<tr>
<td>Form 14-23</td>
<td>Mandatory Disposition of Consumer-Goods — Agreement of Debtor and Secondary Obligor to Longer Period of Time</td>
</tr>
<tr>
<td>Form 14-24</td>
<td>Description of Commercial Tort Claim for Purposes of Security Agreement</td>
</tr>
<tr>
<td>Form 14-25</td>
<td>Grant of Security Interest in Deposit Account to Depository Bank to Include in Deposit Account Signature Card or Account Agreement</td>
</tr>
<tr>
<td>Form 14-26</td>
<td>Secured Party’s Proposal to Accept Collateral in Full Satisfaction of Debt</td>
</tr>
<tr>
<td>Form 14-27</td>
<td>Secured Party’s Proposal to Accept Collateral in Partial Satisfaction of Debt</td>
</tr>
<tr>
<td>Form 14-28</td>
<td>Secured Party’s Notice That Strict Foreclosure Has Occurred</td>
</tr>
<tr>
<td>Form 14-29</td>
<td>Secured Party’s Notice That Partial Strict Foreclosure Has Occurred</td>
</tr>
<tr>
<td>Form 14-30</td>
<td>Governing Law Choices</td>
</tr>
<tr>
<td>Form 14-31</td>
<td>Application of Payments</td>
</tr>
<tr>
<td>Form 14-32</td>
<td>Bailee Acknowledgment That It Holds Possession of Collateral for Secured Party’s Benefit</td>
</tr>
<tr>
<td>Form 14-33</td>
<td>Notice of Assignment to Include on Chattel Paper or an Instrument</td>
</tr>
<tr>
<td>Form 14-34</td>
<td>Notice to Include on Chattel Paper Financing Statement That Purchase of Chattel Paper from Debtor Would Violate the Rights of the Secured Party</td>
</tr>
</tbody>
</table>
CONTENTS

Form 14-35 Notice to Account Debtor of Assignment of Account 9.1-406 .......................... 14-37
Form 14-36 Agreement of Account Debtor Not to Assert Claims and Defenses Against Assignee 9.1-403(b) ............................................ 14-38
Form 14-37 Secured Party’s Release of Account Debtor 9.1-209(b) ............................................ 14-39
Form 14-38 Proof Offered by Assignee That Obligation Has Been Assigned 9.1-406(c) ............... 14-40
Form 14-39 [Reserved] ............................................. 14-41
Form 14-40 Instruction by Secured Party to Bank to Pay out Deposit Account Collateral after Default 9.1-607(a)(5) .................................................. 14-41
Form 14-41 Transfer Statement 9.1-619 ............................................. 14-42
Form 14-42 Notice to Secured Party of a Claim or Interest in the Collateral 9.1-611(c)(3)(A) ............... 14-43
Form 14-44 Demand by Secured Party of Proof of Subordinate Interest 9.1-608(a)(2), 9.1-615(b) .................. 14-45
Form 14-45 Federal Trade Commission Holder-in-Due-Course Notice ............................................. 14-46
Form 14-46 Deficiency/Surplus Explanation 9.1-616 .................................................. 14-47
Form 14-47 Security Agreement (Consumer) ............................................. 14-49
Form 14-48 Security Agreement (Corporate Debtor) ............................................. 14-61
Form 14-49 Pledge Agreement (Certificated Security) ............................................. 14-91
Form 14-50 Guaranty Security Agreement (Corporate Guarantor) ............................................. 14-99
Form 14-51 Investment Property Control Agreement (Joint Control, no withdrawals or distributions of dividends) ............................................. 14-130
Form 14-52 Investment Property Control Agreement (Exclusive Creditor Control) .................. 14-135
Form 14-53 Investment Property Security Agreement (Joint Control) ............................................. 14-140
Form 14-54 Investment Property Security Agreement (Exclusive Creditor Control) .................. 14-149
Form 14-55 Deposit Account Control Agreement (Joint Control) ............................................. 14-158
Form 14-56 Deposit Account Control Agreement (Exclusive Creditor Control) .................. 14-158
Form 14-57 Guaranty Agreement (Corporate Guarantor) ............................................. 14-168
Form 14-58 Promissory Note (Commercial) ............................................. 14-184
Form 14-59 Subordination Agreement ............................................. 14-194
## CONTENTS

<table>
<thead>
<tr>
<th>Form</th>
<th>Description</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>Form 14-91</td>
<td>Solvency Certificate (Short Form)</td>
<td>14-314</td>
</tr>
<tr>
<td>Form 14-92</td>
<td>Solvency Certificate (Long Form)</td>
<td>14-315</td>
</tr>
</tbody>
</table>

## APPENDIX

Appendix A: Indiana Secretary of State’s Office Administrative Rules Uniform Commercial Code, Revised Article 9 Indiana Code 26-1-9.1-1 et seq. APP A-1

## INDICES

- **Table of Indiana Laws** INDEX-1
- **Subject Index** INDEX-19
- **Forms Index** INDEX-30