

6 Security Agreement Mistakes

The subjectivity in evaluating credit worthiness magnifies the need for credit tools. Article 9 of the Uniform Commercial Code provides an opportunity for trade creditors to collateralize or “secure” their goods and/or accounts receivable, by leveraging the personal property assets of their customer.

A UCC filing is only perfected if it is indeed perfect - so don't make these common mistakes!



Pro Tips!

DID YOU KNOW?



Our history shows that when we audit filings completed by a client internally or with another service provider, 75% of the time we find errors or omissions in the filing.



Always review the Articles of Incorporation to confirm your debtor's name.

Always have someone review the document. In grade school we had proofreading buddies - just because we aren't in grade school anymore, doesn't mean we should stop taking advantage of another set of eyes.



When in doubt, seek a legal opinion!

Interested in learning more about UCC filings & Security Agreements?
Contact NCS Today!



800.826.5256 | SecureYourTomorrow@NCScredit.com | NCScredit.com

This information is provided with the understanding that the publisher is not engaged in rendering legal advice. NCS recommends retaining an attorney for each case.