

Index

ACCELERATION

- Generally, **8:143**
- Guaranty, notice of acceleration of underlying debt, **9:81**
- Intercreditor and subordination agreements, acceleration rights after triggering event, **10:61**
- Open-end credit, **4:44**
- Retail installment credit, **3:77, 3:132**
- Revolving credit accounts, **4:104**

ACCEPTANCE

- Bank deposits and collections. See index heading **BANK DEPOSITS AND COLLECTIONS**
- Checks. See index heading **CHECKS**
- Closed-end installment loans, acceptance of prepayment, **2:150**
- Commercial loan, form, **7:294**
- Commercial loans, acceptance of commitment letters, **7:84**
- Funds transfers, acceptance and issuance of payment orders, **6:22 to 6:38, 6:43, 6:49**
- Guaranty, **9:40**
- Letters of credit, **12:61**
- Negotiable instruments. See index heading **NEGOTIABLE INSTRUMENTS**

ACCOMMODATION PARTIES

- Defenses of, **8:160**
- Notice, **8:217**

ACCORD AND SATISFACTION

- Negotiable instruments, **2:93 to 2:97**

ACCORDION PROVISION

- Loan agreements, **7:90**

ACCOUNTS AND ACCOUNTING

- Bank accounts
 - general discussion, **5:1 to 5:172**
 - for detailed treatment see index heading **BANK DEPOSITS AND COLLECTIONS**

ACCOUNTS AND ACCOUNTING

—Cont'd

- Commercial loans, special rule for account purchase transactions, **7:15**
- Credit services organizations
 - general discussion, **1:197 to 1:199**
 - for detailed treatment see index heading **CREDIT SERVICES ORGANIZATIONS**
- Electronic funds transfer, means of access to consumer's account, **6:83**
- Negotiable instruments, instrument payable to account, **5:191**
- Open-end credit accounts
 - general discussion, **4:1 et seq.**
 - for detailed treatment see index heading **OPEN-END CREDIT**
- Revolving credit accounts
 - general discussion, **4:76 to 4:117**
 - for detailed treatment see index heading **REVOLVING CREDIT ACCOUNTS**
- Secured transactions
 - for detailed treatment see index heading **SECURED TRANSACTIONS**

ACCRUED INTEREST

- Closed-end installment loans, **2:68, 2:94**

ACKNOWLEDGMENT

- Commercial loans, notice to customer requesting acknowledgment of no defenses to payment, **7:308**
- Open-end credit, acknowledgment of investigation of billing errors, **4:42**
- Retail installment credit, acknowledgment of delivery, **3:50, 3:51**

ACTUARIAL METHOD

Interest on money, **2:49**

ADDITIONAL ALLEGATIONS

Generally, **8:173**

Deficiency judgment, **8:175**

Unmatured note, **8:174**

ADDITIONAL INSURANCE

Closed-end installment loans, **2:132, 2:133**

ADD-ON CHARGES

Retail installment credit, **3:61, 3:127**

ADJUSTMENTS

Closed-end installment loans, adjustment or termination of insurance, **2:144**

ADMINISTRATIVE ENFORCEMENT

Credit repair, **1:104**

Equal Credit Opportunity Act, **1:28, 1:29**

Fair Credit Reporting Act, **1:87 to 1:89**

ADMINISTRATIVE FEES

Secondary mortgage loans, **2:123, 2:124**

ADVANCES

Bank deposits and collections, advances against item, **5:85**

Commercial loans, **7:94**

Intercreditor and subordination agreements. See index heading INTERCREDITOR AND SUBORDINATION AGREEMENTS

Revolving credit accounts, cash advance charges, **4:99**

ADVERTISING

Consumer credit protection

general discussion, **1:112**

for detailed treatment see index heading CONSUMER CREDIT PROTECTION

Truth in Lending Act. See index heading TRUTH IN LENDING ACT

ADVISERS

Letters of credit, **12:22, 12:74 to 12:77**

AFFILIATES

Intercreditor and subordination agreements, **10:19 to 10:21**

AFFIRMATIVE COVENANTS

Commercial loans, **7:121 to 7:137**

AGENCY

Bank deposits and collections, agency status of collecting banks, **5:35 to 5:39**

Commercial loans. See index heading COMMERCIAL LOANS

Negotiable instruments, instrument payable to agent or representative, **5:193, 5:219**

Subagents. See index heading SUBAGENTS

AGREEMENTS

See index heading CONTRACTS AND AGREEMENTS

ALLOCATION

See index heading APPORTIONMENT AND ALLOCATION

ALTERATION

See index heading MODIFICATION

ALTERATION OF INSTRUMENTS

Bank deposits and collections, right to charge account for altered instruments, **5:136, 5:154 to 5:161**

Negotiable instruments. See index heading NEGOTIABLE INSTRUMENTS

Promissory notes. See index heading PROMISSORY NOTES

ALTERNATE RATES

Retail charge agreements, **4:126**

Usury, **1:142**

ALTERNATIVE INTEREST COMPUTATION

Revolving credit accounts, **4:91**

AMBIGUITY

Guaranty, **9:27**

INDEX

AMENDMENT

See index heading **MODIFICATION**

AMORTIZATION

Commercial loans, **7:50**

AMOUNT PAYABLE

Generally, **8:29**

Fixed sum, **8:30**

Foreign currency, **8:31**

ANNUALIZED CEILING

General discussion, **2:172, 2:173 to 2:176**

For detailed treatment see index heading **INTEREST ON MONEY**

ANOMALOUS INDORSEMENT

Negotiable instruments, **5:216**

APPLICATIONS

Commercial loans, **7:17, 7:19**

Currency exchange, transportation or transmission, form, **6:143**

Letters of credit, **12:24, 12:116, 12:146, 12:147**

Money services business regulation, **6:98, 6:146**

Open-end credit, drafting credit card application form, **4:135**

APPORTIONMENT AND ALLOCATION

Commercial loans, pro rata distribution of setoff funds, **7:286**

Retail installment credit, allocation of payments, **3:79, 3:137**

APPRAISALS

Secondary mortgage loans, real estate appraisal, **2:118**

ARBITRATION

Consumer credit protection, generally, **1:17**

Credit reporting laws, **1:174 to 1:176**

ASSIGNMENT

Commercial loan, form, **7:294**

ASSIGNMENTS

Commercial loans, **7:194, 7:276**

Guaranty, **9:43**

ASSIGNMENTS—Cont'd

Intercreditor and subordination agreements

general discussion, **10:73**

for detailed treatment see index

heading **INTERCREDITOR AND SUBORDINATION AGREEMENTS**

Letters of credit, **12:111 to 12:114, 12:157**

Retail installment credit, maintaining action against assignee of creditor, **3:32**

ASSUMPTION AGREEMENTS

Letters of credit, **12:133, 12:134**

ATTACHMENT AND GARNISHMENT

Bank deposits and collections, **5:127**

ATTORNEY IN FACT

See index heading **POWER OF ATTORNEY**

ATTORNEYS

Commercial loans. See index heading **COMMERCIAL LOANS**

Fees. See index heading **ATTORNEYS' FEES**

ATTORNEYS' FEES

Credit reporting laws, **1:181**

Equal Credit Opportunity Act, **1:34**

Guaranty, **9:117**

Letters of credit, **12:102**

Retail charge agreements, **4:130**

Revolving credit accounts, **4:107**

Secondary mortgage loans, **2:111, 2:116**

ATTORNEY'S FEES

Generally, **8:75**

AUCTION RATE

Interest on money, **2:168**

AUTOMATED SIGNATURE

Negotiable instruments, **5:188**

AUTOMATIC STAY

Guaranty, bankruptcy issues, **9:56 to 9:61**

Letters of credit, bankruptcy issues, **12:120, 12:121**

AUTOMATIC SUBORDINATION

Intercreditor and subordination agreements, **10:48**

AUTOMOBILES

See index heading MOTOR VEHICLES

AVERAGE DAILY BALANCE

Revolving credit accounts, **4:86 to 4:88**

BAD FAITH

See index heading GOOD FAITH

BAILMENTS

Retail installment credit
general discussion, **3:11, 3:43, 3:46**
for detailed treatment see index heading RETAIL INSTALLMENT CREDIT

BALLOON NOTE

Generally, **8:6**

BALLOON NOTES

For detailed treatment see index heading PROMISSORY NOTES

BANK DEPOSITS AND COLLECTIONS

General discussion, **5:1 to 5:172**

Acceptance

indorsement, draft accepted by bank after indorsement, **5:325**
notice of item not payable by, through, or at bank, presentment by, **5:88 to 5:90**
warranties as to acceptor's obligation, breach of, **5:72**

Accrual of cause of action, **5:63, 5:72**

Advances against item, **5:85**

Agency status of collecting banks, **5:35 to 5:39**

Agreements. Contracts and agreements, below

Alteration. Modification, below

Alteration of instruments, **5:136, 5:154 to 5:161**

Availability of funds, generally, **5:102 to 5:112**

"Bank," defined, **5:24**

BANK DEPOSITS AND

COLLECTIONS—Cont'd

Bankruptcy. Insolvency, below

Breach of warranty, **5:62 to 5:64, 5:72 to 5:74, 5:76, 5:79, 5:80**

Cash payments, **5:128**

Change. Modification, below

Charge-back, **5:95 to 5:101**

Checks

definition, **5:17**

postdated checks, **5:137**

restrictive indorsement, checks

indorsed "pay any bank,"

"for deposit" or "for collection," **5:218**

stale checks, **5:149, 5:150**

Collecting banks

charge-back or refund, **5:96, 5:97**

collection, **5:35 to 5:52**

definition, **5:29, 5:30**

dishonor, notice of, **5:240, 5:242**

security interests, **5:81 to 5:87**

Common law, **5:1**

Comparative negligence, **5:160**

Conflict of laws, **5:1 to 5:13**

Contracts and agreements

electronic presentment agreement, **5:78**

variation of UCC provisions by agreement, **5:9, 5:10**

Contributory negligence of bank,

employer liability for fraudulent employee indorsement, **5:306 to 5:309**

Copy of item, bank's duty to maintain, **5:156**

Damages

due care, failure to exercise, **5:12**

stop-payment order, **5:148**

warranties, breach of, **5:64, 5:73, 5:74, 5:76, 5:79, 5:80**

wrongful dishonor, liability for, **5:141**

Death of customer, **5:152, 5:153**

Default. Settlement, below

Defenses, **5:60**

Deferred posting, **5:115**

Definitions, **5:175 to 5:185**

Definitions, generally, **5:14 to 5:32**

INDEX

BANK DEPOSITS AND COLLECTIONS—Cont'd

Delay, excusable delay, **5:22**
Demand, items payable on, **5:123**
Depository banks
 charge-back or refund, **5:101**
 collecting banks, **5:44**
 collection, **5:33, 5:34**
 definition, **5:25**
Disclaimer of presenter's warranties, **5:67**
Disclosure of availability policy, **5:111**
Dishonor
 liability for payment of item upon, **5:55**
 notice
 collecting banks, **5:240, 5:242**
 payor banks, sending notice of dishonor, **5:120**
 presentment by notice of item not payable by, through, or at bank, **5:88 to 5:90**
 payor banks, collection by, **5:120, 5:121**
 presentment by notice of item not payable by, through, or at bank, **5:88 to 5:90**
 wrongful dishonor, liability to customer for, **5:138 to 5:141**
Documentary drafts
 collection, **5:164 to 5:169**
 defined, **5:18**
 late return of item, payor banks responsibility for, **5:123**
Drafts. Negotiable instruments, below
Due care, **5:11, 5:12, 5:43**
Duration. Time, below
Electronic presentment
 definition, **5:32**
 retention warranties, **5:77**
Encoding warranties, **5:75, 5:76, 5:78**
Evidence, bank's duty to prove loss, **5:158**
Examination of statements of account, **5:155**
Excusable delay, **5:22**

BANK DEPOSITS AND COLLECTIONS—Cont'd

Exemptions and exceptions
 availability of funds, **5:108, 5:110**
 instructions from transferor, **5:49**
Expedited Availability of Funds Act, **5:4, 5:5**
Expedited return by payor banks, **5:119**
Expenses, security interest for, **5:169**
Extension of time limits, **5:21**
Extensions, availability of funds, **5:108, 5:109**
Federal reserve regulations, **5:6**
Federal warranties, **5:78 to 5:80**
Fifth-day availability of funds, **5:107**
Finality of settlement, **5:94**
Final payment
 insolvency of banks and preference, **5:171, 5:172**
 payor banks, **5:128 to 5:132**
Foreign currency, charge-back of items payable in, **5:100**
Foreign state deposits, availability of funds, **5:109**
Forgery, repeat alterations or forgeries by same wrongdoer, **5:159**
Forms
 night depository agreement, **5:378, 5:379**
 statement of deposit cut-off time, **5:377**
Garnishment writs, **5:127**
Governing law, **5:1 to 5:13**
Holder in due course
 agent and holder in due course, simultaneous status as, **5:39**
 security interests of collecting bank, **5:87**
Incompetence of customer, **5:151**
Incomplete instruments, right to charge account for, **5:136**
Indorsement
 acceptance of draft after indorsement, **5:325**
 collecting banks, **5:39**
 employer liability for fraudulent employee indorsement, con-

**BANK DEPOSITS AND
COLLECTIONS—Cont’d**

Indorsement—Cont’d
 tributory negligence of bank, **5:306 to 5:309**
 presentment by notice of item not payable by, through, or at bank, **5:88 to 5:90**
 restrictive indorsement, checks indorsed “pay any bank,” “for deposit” or “for collection,” **5:218**
 Insolvency
 general discussion, **5:170 to 5:172**
 warranties and transfers, **5:61**
 Instructions from transferor, **5:46 to 5:49**
 “Intermediary bank,” defined, **5:30**
 Laches or delay, excusable delay, **5:22**
 Late return of item, payor banks responsibility for, **5:122 to 5:124**
 Limitation of actions, **5:13**
 Loans, bank’s voluntary payment of overdraft, **5:135**
 Mandatory funds availability schedule, **5:103 to 5:112**
 Modification
 agency status of collecting bank, **5:36, 5:37**
 alteration of instruments, **5:136, 5:154 to 5:161**
 time limits, **5:21**
 warranties and transfers, **5:59, 5:71**
 Mutually exclusive, warranties on presentment and transfer, **5:66**
 Negotiable instruments
 agent and holder in due course, simultaneous status as, **5:39**
 definitions, **5:16 to 5:18**
 documentary drafts, above
 holder in due course, above
 incomplete instruments, right to charge account for, **5:136**
 indorsement, above
 presentment, below

**BANK DEPOSITS AND
COLLECTIONS—Cont’d**

New accounts, availability of funds, **5:110**
 Next-day availability of funds, **5:105**
 Night depository agreement, **5:378, 5:379**
 Notice
 charge-back or refund when item has been returned or notice of non-payment sent, **5:99**
 dishonor, above
 order in which items may be paid, **5:125**
 presentment by notice of item not payable by, through, or at bank, **5:88 to 5:90**
 Offset
 federal warranties, **5:78**
 order in which items may be paid, **5:125**
 “On arrival” drafts, presentment of, **5:165**
 One-day extension for cash withdrawals, **5:108**
 Order in which items may be paid, **5:125 to 5:127**
 Ordinary care, **5:11, 5:12, 5:43**
 Overdrafts, **5:134, 5:135, 5:138**
 “Payable at bank,” defined, **5:27**
 “Payable through” bank, defined, **5:30**
 Payor banks
 collection by, **5:113 to 5:132**
 death of customer, **5:152, 5:153**
 definition, **5:26, 5:27**
 incompetence of customer, **5:151**
 relationship between payor bank and its customer, **5:133 to 5:163**
 stale checks, **5:149, 5:150**
 stop-payment orders, below
 subrogation, **5:162, 5:163**
 Unauthorized signature,
 customer’s duty to discover and report, **5:154 to 5:161**
 when bank may charge customer’s account, **5:133 to 5:137**

INDEX

BANK DEPOSITS AND COLLECTIONS—Cont'd
Payor banks—Cont'd
 wrongful dishonor, liability to customer for, **5:138 to 5:141**
Postdated checks, **5:137**
Posting, deferred posting, **5:115**
Preemption, **5:3 to 5:5**
Preferences and priorities
 general discussion, **5:170 to 5:172**
 order in which items may be paid, **5:126**
 warranties and transfers, **5:78**
Presentment
 collecting banks, sending and presenting items, **5:50 to 5:52**
 disclaimer of presenter's warranties, **5:67**
 documentary drafts, **5:165, 5:166, 5:169**
 notice of item not payable by, through, or at bank, presentment by, **5:88 to 5:90**
 presenting bank, defined, **5:31**
 warranties, **5:65 to 5:74**
Priorities. Preferences and priorities, below
Privilege of presenting bank to deal with goods, **5:169**
Recoupment, claim in, **5:60**
Referees, collection of documentary drafts, **5:167, 5:168**
Refunds, **5:95 to 5:101**
Renewal of stop-payment order, **5:147**
Repeat alterations or forgeries by same wrongdoer, **5:159**
Reporting and discovering unauthorized signature or alteration, **5:154 to 5:161**
Restrictive indorsement, checks indorsed "pay any bank," "for deposit" or "for collection," **5:218**
Retention warranties, **5:77**
Return or returning bank
 general discussion, **5:41 to 5:43, 5:45, 5:99**

BANK DEPOSITS AND COLLECTIONS—Cont'd
Return or returning bank—Cont'd
 payor bank, collection by, **5:118, 5:119**
Revocation or suspension
 insolvency of banks and preference, suspension of payment prior to final payment, **5:172**
 settlement, **5:113 to 5:115, 5:117 to 5:121, 5:130**
Second-day availability of funds, **5:106**
Security interests
 collecting banks, **5:81 to 5:87**
 documentary drafts, **5:169**
Set-off. Offset, above
Settlement
 general discussion, **5:91 to 5:101**
 default
 medium of settlement, **5:92**
 time of settlement, **5:93**
 definitions relating to settlement and means of collection, **5:23**
 federal warranties, **5:78**
 finality, **5:94**
 insolvency of banks and preference, final payment without settlement, **5:172**
 payor banks, collection by, **5:113 to 5:121, 5:130 to 5:132**
Signatures
 indorsement, above
 payor banks, customer's duty to discover and report unauthorized signature, **5:154 to 5:161**
 warranties and transfers, **5:58, 5:70**
Stale checks, **5:149, 5:150**
Statement of deposit cut-off time, **5:377**
Statute of limitations, **5:13**
Stop-payment orders
 general discussion, **5:142 to 5:148**
 death of customer, **5:153**
 time, **5:127, 5:146**
Sub-agents, **5:37**
Subrogation, **5:162, 5:163**

**BANK DEPOSITS AND
COLLECTIONS—Cont'd**

Suspension. Revocation or suspension, below

Termination or expiration
security interest of collecting bank, **5:82**
stop-payment orders, **5:147**

Time
definitions relating to time or calculation of periods, **5:19 to 5:22**
excusable delay, **5:22**
payor banks, time of dishonor, **5:121**
postdated checks, **5:137**
presentment by notice of item not payable by, through, or at bank, **5:88 to 5:90**
security interests of collecting bank, **5:82**
settlement, default time of, **5:93**
stop-payment orders, **5:127, 5:146**
wrongful dishonor, liability for, **5:139**

Transfers. Warranties and transfers, below

Value for purposes of holder in due course, when bank given, **5:87**

Voluntary payment of overdraft by bank, **5:135**

Waiver of time limits, **5:21**

Warranties and transfers
general discussion, **5:53 to 5:80**
alteration, **5:59, 5:71**
breach of warranty, **5:62 to 5:64, 5:72 to 5:74, 5:76, 5:79, 5:80**
dishonor, liability for payment of item upon, **5:55**
encoding warranties, **5:75, 5:76, 5:78**
federal warranties, **5:78 to 5:80**
insolvency proceedings, **5:61**
other banks and drawer, warranties to, **5:33**
presentment warranties, **5:65 to 5:74**
recoupment, claim in, **5:60**
retention warranties, **5:77**

**BANK DEPOSITS AND
COLLECTIONS—Cont'd**

Warranties and transfers—Cont'd
signatures, **5:58, 5:70**
Warranties to other banks and drawer, **5:33**
Wrongful dishonor, liability to customer for, **5:138 to 5:141**

**BANKRUPTCY AND
INSOLVENCY**

Bank deposits and collections
general discussion, **5:170 to 5:172**
for detailed treatment see index
heading BANK DEPOSITS AND COLLECTIONS

Commercial loans, **7:113, 7:157 to 7:160, 7:243 to 7:246**

Guaranty, **9:56 to 9:79**

Intercreditor and subordination agreements
general discussion, **10:74 to 10:87**
for detailed treatment see index
heading INTERCREDITOR AND SUBORDINATION AGREEMENTS

Letters of credit, **12:119 to 12:141**

Secured transactions, See index heading SECURED TRANSACTIONS

BANKRUPTCY ISSUES

Creditor's defenses to preference
attach, **11:198**

Date of bankruptcy filing, **11:196**

Effect of bankruptcy on security interest in proceeds, **11:201**

Elements of preference, **11:190**

Enabling loans, **11:199**

Preferences, **11:189**

Security interests in inventory/receivables, **11:200**

Time of perfection, **11:195**

Time transfer takes effect, **11:194**

"Transfer" broadly defined, **11:191**

Transfer must enhance creditor's position, **11:192**

What constitutes "perfection," **11:197**

When transfer made, **11:193**

INDEX

BANKS

- Commercial loans. See index heading
COMMERCIAL LOANS
- Deposits and collections
 - general discussion, **5:1 to 5:172**
 - for detailed treatment see index
heading BANK DEPOSITS AND
COLLECTIONS
- Funds transfers. See index heading
FUNDS TRANSFERS
- Intermediary banks. See index head-
ing INTERMEDIARY BANKS
- Letters of credit. See index heading
LETTERS OF CREDIT
- National banks. See index heading
NATIONAL BANKS
- Registration of mortgage bankers
 - general discussion, **2:13 to 2:21**
 - for detailed treatment see index
heading REGISTRATION OF
MORTGAGE BANKERS
- Savings and loan associations. See
index heading SAVINGS AND LOAN
ASSOCIATIONS
- Usury. See index heading USURY

BASIC ELEMENTS OF SUIT

- Generally, **8:172**

BASIS OF INTEREST CALCULATION

- Generally, **8:80**

BENEFICIARIES

- Funds transfers, **6:14, 6:55, 6:62 to
6:65**
- Letters of credit, **12:23, 12:58,
12:107 to 12:110, 12:127 to
12:129**

BILLS AND BILLING

- Open-end credit. See index heading
OPEN-END CREDIT
- Truth in Lending Act
 - general discussion, **1:44**
 - for detailed treatment see index
heading TRUTH IN LENDING ACT

BILLS AND NOTES

- General discussion, **5:173 to 5:374**

BILLS AND NOTES—Cont'd

- For detailed treatment see index
heading NEGOTIABLE INSTRUMENTS

BLANKS AND BLANK INSTRUMENTS

- Closed-end installment loans, **2:159**
- Guaranty, **9:26**
- Negotiable instruments, blank
indorsement, **5:213 to 5:215**
- Retail charge agreements, **4:121**

BLENDED RATE

- Retail charge agreements, **4:125**

BONDS AND UNDERTAKINGS

- Credit services organizations
 - general discussion, **1:197 to 1:199**
 - for detailed treatment see index
heading CREDIT SERVICES
ORGANIZATIONS
- Guaranty, indemnity/surety agree-
ment, **9:50**

BORROWING

- General discussion, **2:1 et seq.**
- For detailed treatment see index
heading LOANS

BRANCH BANKS

- Letters of credit, **12:144**

BREACH OF CONTRACT

- See index heading CONTRACTS AND
AGREEMENTS

BREACH OF WARRANTY

- See index heading WARRANTIES

BURDEN OF PROOF

- Generally, **8:162**
- Secondary obligors, discharge of,
8:220

CANCELLATION

- Credit repair, right to cancel contract,
1:98
- Credit services organizations, notice
of cancellation of contract for
services, **1:189**
- Funds transfers, cancellation of pay-
ment orders, **6:46 to 6:49, 6:141**
- Letters of credit, **12:51 to 12:53**

CANCELLATION—Cont'd

Negotiable instruments, discharge by
cancellation or renunciation,
5:357, 5:358

**CANCELLATION OR
RENUNCIATION**

Discharge by
generally, **8:212**

**CAPITAL ADEQUACY
REGULATIONS**

Commercial loans, change in capital
adequacy regulations, **7:93**

CAPITALIZATION

Commercial loans, **7:111**

CASH ADVANCE CHARGES

Revolving credit accounts, **4:99**

CASHIER'S CHECKS

Issuer, obligation of, **5:315, 5:316**
Lost, destroyed or stolen instruments,
5:251 to 5:258
Refusal to pay, **5:314**

CASH PAYMENTS

Bank deposits and collections, **5:128**
Closed-end installment loans, receipt
for cash payment, **2:149**

CASH PRICE

Motor vehicle retail installment sales,
3:119, 3:120

CAUSE OF ACTION

Bank deposits and collections, **5:63,
5:72**
Negotiable instruments, **5:330, 5:337**

CEILING ON INTEREST RATE

General discussion, **2:164 to 2:180**
For detailed treatment see index
heading **INTEREST ON MONEY**

CERTIFICATE OF DEPOSIT

Generally, **8:17**

**CERTIFICATES AND
CERTIFICATION**

Commercial loans. See index heading
COMMERCIAL LOANS

CERTIFICATES AND

CERTIFICATION—Cont'd

Deposit, certificates of. See index
heading **CERTIFICATES OF DEPOSIT**
Guaranty, certificate of corporate
resolutions and incumbency
authorizing guaranty by corpora-
tion, **9:129**
Letters of credit. See index heading
LETTERS OF CREDIT
Retail installment credit, certificate of
completion, **3:91**
Revolving credit accounts, transfer-
ring motor vehicle certificate
title certificate, **4:107**
Title certificates. See index heading
TITLE CERTIFICATES

CERTIFIED CHECKS

Acceptance, **5:313, 5:317**
Lost, destroyed or stolen instruments,
5:251 to 5:258
Refusal to pay, **5:314**

CHANGE

See index heading **MODIFICATION**

CHAPTER 11

Intercreditor and subordination agree-
ments, assignment of voting
rights under Chapter 11, **10:79**

CHAPTER 13 EXCEPTIONS

Guaranty, **9:60**

CHARGE-BACK

Bank deposits and collections, **5:95
to 5:101**

CHATTEL PAPER

Secured transactions
for detailed treatment see index
heading **SECURED TRANSAC-
TIONS**

CHECKLISTS

Accounts checklist, **11:221**
Aircraft document checklists, **11:234**
Bills of lading and warehouse
receipts checklist, **11:235**
Closed-end credit, disclosures
required under Truth in Lending
Act for, **1:220**

INDEX

CHECKLISTS—Cont'd

- Commercial loans
 - factoring documentation checklist, **7:304**
 - loan closing checklist, **7:287**
- Consumer credit protection
 - closed-end credit, disclosures required under Truth in Lending Act for, **1:220**
 - consumer rights under Fair Credit Reporting Act, **1:224**
 - credit services organizations
 - disclosure statements, information required in, **1:223**
 - E-commerce privacy statement, **1:226**
 - exemptions
 - credit services organizations
 - statutory exemptions, **1:222**
 - transactions exempt from Federal Truth in Lending Act, **1:221**
 - permissible purposes of consumer reports, **1:225**
- Consumer goods checklist, **11:226**
- Consumer reports, permissible purposes of, **1:225**
- Credit card agreement, drafting, **4:136**
- Credit card application form, drafting, **4:135**
- Deposit account checklist, **11:237**
- Drafting a promissory note, **8:222**
- E-commerce privacy statement, **1:226**
- Equipment checklist, **11:223**
- Farm products checklist, **11:225**
- Fixtures checklist, **11:224**
- Funds transfers, drafting a UCC funds transfer agreement, **6:138**
- General intangibles checklist, **11:227**
- Guaranty, drafting a guaranty, **9:120**
- Instruments checklist, **11:228**
- Intercreditor agreement, drafting, **10:105**
- Inventory checklist, **11:220**
- Investment property checklist, **11:236**
- Letters of credit, provisions to include in letter of credit under

CHECKLISTS—Cont'd

- Chapter 5, **12:145**
- Life insurance checklist, **11:229**
- Manufactured home checklist, **11:231**
- Motor vehicles checklist, **11:230**
- Negotiable instruments
 - preparing negotiable instruments, **5:375**
 - requirements of negotiability, **5:376**
- Open-end credit, drafting a credit card application form, **4:135**
- Railroad rolling stock checklist, **11:238**
- Retail installment credit
 - drafting a retail installment contract, **3:170**
 - prohibited contract provisions, **3:171**
- Security agreement drafting checklist, **11:219**
- Tangible chattel paper checklist, **11:222**
- Texas vessel checklist, **11:233**
- U.S. vessel checklist, **11:232**

CHECKOFF FORM

- Open-end credit, change of agreement term, **4:70**

CHECKS

- Acceptance
 - certified checks, **5:313, 5:317**
 - unaccepted draft, check presented for immediate payment over the counter, **5:234**
- Bank deposits and collections. See index heading BANK DEPOSITS AND COLLECTIONS
- Cashier's checks. See index heading CASHIER'S CHECKS
- Certified checks. See index heading CERTIFIED CHECKS
- Dishonor
 - retail charge agreements, processing fee for dishonored checks, **4:129**
 - unaccepted draft, check presented for immediate payment over the counter, **5:234**

CHECKS—Cont'd

- Funds transfers, credit card and check transactions excluded, **6:19**
- Holder in due course, **5:272**
- Indorsement, check collection delayed, **5:326**
- Lost, destroyed or stolen instruments, **5:251 to 5:258**
- Presentment warranties, disclaimer with respect to, **5:336**
- Restrictive indorsement, checks indorsed “pay any bank,” “for deposit” or “for collection,” **5:218**
- Retail charge agreements, processing fee for dishonored checks, **4:129**
- Returned check fees
 - commercial loans, **7:8**
 - revolving credit accounts, **4:100**
- Revolving credit accounts, returned check fees, **4:100**
- Teller's checks. See index heading TELLER'S CHECKS
- Time or date
 - general discussion, **5:199**
 - lost, destroyed or stolen instruments, **5:253**
- Transfer warranties, **5:329**
- Traveler's checks, countersignature on, **5:177**

CHECK SELLERS

- See index heading MONEY SERVICES BUSINESS REGULATION

CHILD SUPPORT

- Fair Credit Reporting Act, information on overdue child support, **1:78**

CHOICE

- Retail installment credit, choice of insurance, **3:85, 3:142**

CHOICE OF LAW

- See index heading GOVERNING LAW

CHOICE OF LAW PROVISIONS

- Generally, **8:76**

CHOICE OF LAW RULES

- Introduction, **11:218**

CIRCULAR PRIORITY

- Intercreditor and subordination agreements, **10:41, 10:42**

CLASS ACTIONS

- Consumer credit protection, **1:137**
- Retail installment credit
 - general discussion, **3:168**
 - for detailed treatment see index heading RETAIL INSTALLMENT CREDIT

CLASS OR CLASSIFICATION

- Commercial loans, **7:24 to 7:59**
- Motor vehicle retail installment sales, **3:104**

“CLEAN” LETTERS OF CREDIT

- General discussion, **12:12**

CLOSED-END INSTALLMENT LOANS

- General discussion, **2:52 to 2:161**
- Acceptance of prepayment, **2:150**
- Accrued interest, **2:68, 2:94**
- Additional insurance, **2:132, 2:133**
- Adjustment or termination of insurance, **2:144**
- Authorized charges, **2:154**
- Blank instruments, **2:159**
- Cash payment, receipt for, **2:149**
- Chapter 342, generally, **2:52**
- Collection
 - regular transaction defaults, **2:73, 2:74**
 - secondary mortgage loans. See index heading SECONDARY MORTGAGE LOANS
 - simple interest loans, **2:85**
 - time for collection, below
- Commissioner of Insurance, rate not fixed or approved by, **2:137**
- Confession of judgment, **2:157**
- Contracts and agreements
 - insurance, **2:141**
 - obligations under more than one contract, **2:153**
 - secondary mortgage loans. See index heading SECONDARY MORTGAGE LOANS
- Daily rate of interest, **2:67**

INDEX

CLOSED-END INSTALLMENT LOANS—Cont'd

- Defaults
 - irregular transactions, **2:80 to 2:85, 2:107**
 - regular transactions, **2:71 to 2:74, 2:96 to 2:99**
 - secondary mortgage loans. See index heading **SECONDARY MORTGAGE LOANS**
- Deferment, additional interest for
 - general discussion, **2:75 to 2:79**
 - secondary mortgage loans, **2:100 to 2:105**
- Definition of closed-end credit, **1:3**
- Delivery of information to lender, **2:148**
- Disclosure
 - amount financed and payment schedule, **2:158**
 - Truth in Lending Act, disclosures required, **1:220**
- Duplicate property insurance, **2:131**
- Duties and prohibitions of lender, **2:147 to 2:161**
- Federal laws, **2:53**
- “Five cents per one dollar” rule, **2:72, 2:84, 2:97**
- Insurance
 - general discussion, **2:127 to 2:146**
 - additional insurance, **2:132, 2:133**
 - adjustment or termination, **2:144**
 - contract, addition to, **2:141**
 - duplicate property insurance, **2:131**
 - maximum amount of insurance, **2:134**
 - nonfiling insurance, **2:146**
 - notice, **2:135 to 2:137**
 - secondary mortgage loans
 - general discussion, **2:129**
 - for detailed treatment see index heading **SECONDARY MORTGAGE LOANS**
 - unauthorized insurance charges, **2:145**
- Interest on money
 - accrued interest, **2:68, 2:94**

CLOSED-END INSTALLMENT LOANS—Cont'd

- Interest on money—Cont'd
 - deferment, additional interest for, above
 - irregular transactions, **2:63, 2:81, 2:82**
 - precomputed interest, below
 - simple interest loans, **2:64 to 2:68, 2:83 to 2:85**
 - small high-interest rate loans, **2:86**
 - split interest rate, **2:56 to 2:58**
- Irregular transactions
 - general discussion, **2:62 to 2:63**
 - defaults, **2:80 to 2:85, 2:107**
- Maximum loan term, **2:161**
- Nonfiling insurance, **2:146**
- Notice, insurance, **2:135 to 2:137**
- Open-end credit distinguished, **4:2, 4:3**
- Power of attorney, **2:157**
- Precomputed interest
 - general discussion, **2:59 to 2:61**
 - irregular transaction defaults, **2:81, 2:82**
 - secondary mortgage loans, **2:88 to 2:91**
- Prepayment
 - acceptance, **2:150**
 - deferment, additional interest for, **2:78, 2:104**
 - precomputed interest, prepayment or demand occurs before first installment date, **2:61**
 - single payment loans, **2:70**
- Property insurance. Insurance, above
- Receipt for cash payment, **2:149**
- Refund of precomputed interest, **2:60, 2:61**
- Regular transactions
 - general discussion, **2:55 to 2:61**
 - defaults, **2:71 to 2:74, 2:96 to 2:99**
- Repayment, return of instruments to borrower on, **2:151**
- Schedules and scheduling
 - disclosure, amount financed and payment schedule, **2:158**
 - earnings method, **2:65**

**CLOSED-END INSTALLMENT
LOANS—Cont'd**

- Secondary mortgage loans
 - general discussion, **2:87 to 2:126**
 - for detailed treatment see index heading **SECONDARY MORTGAGE LOANS**
- Security and security interests
 - general discussion, **2:155, 2:156**
 - secondary mortgage loans, fees connected to security interests, **2:117**
- Simple interest loans
 - general discussion, **2:64 to 2:68, 2:83 to 2:85**
 - secondary mortgage loans, **2:92 to 2:95**
- Single payment loans, **2:69, 2:70**
- Small high-interest rate loans, **2:86**
- Split interest rate, **2:56 to 2:58**
- Time for collection
 - deferment, additional interest for, **2:79**
 - regular transaction defaults, **2:74**
 - secondary mortgage loans, **2:99, 2:105**
- True daily earnings method, **2:66**
- Truth in Lending Act, disclosures required, **1:220**
- Waiver of borrower's rights, **2:160**

CLOSING

- Commercial loans
 - general treatment, **7:22, 7:212 to 7:224, 7:287**
 - for detailed treatment see index heading **COMMERCIAL LOANS**

CO-AGENTS

- Commercial loans, **7:185**

COERCION OR DURESS

- Guaranty, **9:103**

COGUARANTORS

- Contribution from coguarantors, **9:91**

COLLATERAL

- For detailed treatment see index heading **SECURED TRANSACTIONS**

COLLECTING BANKS

- See index heading **BANK DEPOSITS AND COLLECTIONS**

COLLECTION

- Bank deposits and collections
 - general discussion, **5:1 to 5:172**
 - for detailed treatment see index heading **BANK DEPOSITS AND COLLECTIONS**
- Check collection delayed, **5:326**
- Closed-end installment loans. See index heading **CLOSED-END INSTALLMENT LOANS**
- Guaranty, **9:3 to 9:5, 9:131**
- Retail installment credit, collection charges, **3:76, 3:77, 3:131, 3:132**
- Secondary mortgage loans. See index heading **SECONDARY MORTGAGE LOANS**

COMFORT LETTERS

- Guaranty substitutes, **9:55**

COMMERCIAL CREDIT

- Open-end credit, applicability of Regulation Z, **4:9**

**COMMERCIAL LETTERS OF
CREDIT**

- General discussion, **12:7, 12:150**

COMMERCIAL LOANS

- General treatment, **7:1 to 7:308**
- Acceptance of commitment letters, **7:84**
- Account purchase transactions, special rule for, **7:15**
- Acknowledgment of no defenses to payment, notice to customer requesting, **7:308**
- Additional debt, restriction on, **7:143, 7:144**
- Advances, **7:94**
- Affirmative covenants, **7:121 to 7:137**
- Agency
 - bank and agent, agreement between, **7:169 to 7:185**
 - participation agreements, **7:278 to 7:280**

INDEX

COMMERCIAL LOANS—Cont'd

- Agreements, generally, **7:87 to 7:211**
- Amendment. Change or modification, below
- Amortization, **7:50**
- Applications, **7:17, 7:19**
- Assignments, **7:194, 7:276**
- Attorneys
 - employment of counsel, **7:175**
 - opinion of borrower's counsel, **7:75, 7:300**
 - reliance on documents, **7:176**
- Bankruptcy or insolvency, **7:113, 7:157 to 7:160, 7:243 to 7:246**
- Banks
 - agent and bank, agreement between, **7:169 to 7:185**
 - multibank lenders, **7:59, 7:293**
 - participation agreements, **7:278 to 7:280**
 - risk participants, **7:229**
 - single bank/term and revolver, **7:292**
- Capitalization, **7:111**
- Certificates and certification
 - borrowing base certificate, **7:296**
 - notice of borrowing, **7:54**
 - officer's certificate, **7:298**
 - participation agreements, **7:282**
- Change or modification
 - agreements, generally, **7:193**
 - capital adequacy regulations, change in, **7:93**
 - default, change in control, **7:164**
 - fundamental changes, **7:145**
 - name or location, notice of change of, **7:131**
 - participation agreements, consent to amendments, **7:268**
- Checklists
 - factoring documentation checklist, **7:304**
 - loan closing checklist, **7:287**
- Classification, **7:24 to 7:59**
- Closing
 - general treatment, **7:22, 7:212 to 7:224, 7:287**
 - term sheets, **7:76**

COMMERCIAL LOANS—Cont'd

- Co-agents, **7:185**
- Collateral. Secured transactions, below
- Commitment letters, **7:80 to 7:85, 7:290**
- Comptroller of Currency, **7:253**
- Confidentiality of information, **7:195**
- Conflicts of interest, participation agreements, **7:247**
- Consent
 - jurisdiction, **7:197**
 - participation agreements, consent to amendments, **7:268**
- Consideration excluded from usury calculation, **7:12**
- Constant or reducing loans, **7:48**
- Construction of loan agreements, **7:189**
- Contracts and agreements, generally, **7:87 to 7:211**
- Corporate standing, maintenance of, **7:132**
- Correspondent relationships, **7:236**
- Costs and expenses
 - lender's expenses, **7:190**
 - participation agreements, low transaction costs, **7:232**
- Counsel. Attorneys, above
- Counterpart/fax signatures, **7:200**
- Covenants
 - affirmative covenants, **7:121 to 7:137**
 - default, **7:161**
 - negative covenants, **7:138 to 7:153**
 - term sheets, **7:73, 7:74**
- Damage waiver, **7:205**
- Default
 - general treatment, **7:100, 7:154 to 7:168**
 - agent and bank, agreement between, **7:177**
 - term sheets, **7:77**
 - waiver letter, **7:301**
- Definition, **7:1**
- Delay closing, **7:222**
- Delegation of duties, **7:175**
- Delinquency charge, **7:7**

COMMERCIAL LOANS—Cont'd

- Delivery of documents, **7:99, 7:224**
- Detailed terms, **7:71 to 7:79**
- Diligence, participation agreements, **7:264, 7:274, 7:280**
- Disclosure, **7:119, 7:207**
- Discontinuance of business, **7:165**
- Discretionary loans, **7:56**
- Diversification, participation agreements, **7:235**
- Dividends, issuance of, **7:151**
- Documentation
 - general treatment, **7:21**
 - agents, **7:185**
 - participation agreements, **7:255 to 7:280**
 - term sheets, **7:70**
- Due care or diligence, participation agreements, **7:264, 7:274, 7:280**
- Economic protections for lenders, **7:91 to 7:97**
- Employment of agents and counsel, **7:175**
- Entry of judgments against borrower, **7:166**
- Environmental compliance, **7:109**
- ERISA, **7:118, 7:134, 7:163**
- Eurodollar, **7:44, 7:45**
- Excess interest resulting from prepayment, **7:9**
- Exculpatory clause, participation agreements, **7:281**
- Exhibits, **7:211**
- Expenses. Costs and expenses, above
- Expertise of lead, utilization of, **7:234**
- Expiration. Termination or expiration, below
- Extensions, **7:13**
- Factoring, **7:33, 7:34**
- Fax signatures, **7:200**
- FDIC, **7:254**
- Federal Deposit Insurance Corporation, **7:254**
- Federal Reserve Board, **7:253**
- Fees
 - general treatment, **7:67**
 - agents, **7:182**

COMMERCIAL LOANS—Cont'd

- Fees—Cont'd
 - commitment fees, **7:85**
- Fiduciaries and representatives
 - closing, representative capacity, **7:215**
 - participation agreements, **7:248 to 7:250**
- Fixed charge coverage ratio, **7:142**
- Fixed interest terms, **7:36**
- Floating interest terms, **7:37 to 7:45**
- Flood insurance notice requirement, **7:128**
- Foreign assets control regulations, compliance with, **7:120**
- Forms
 - acknowledgment of no defenses to payment, notice to customer requesting, **7:308**
 - attorneys, counsel's legal opinion for secured credit, **7:300**
 - banks
 - multibank/term and revolver, **7:293**
 - single bank/term and revolver, **7:292**
 - certificates
 - borrowing base certificate, **7:296**
 - officer's certificate, **7:298**
 - closing checklist, **7:287**
 - commitment letters, **7:290**
 - counsel's legal opinion for secured credit, **7:300**
 - credit agreement, **7:293**
 - default waiver letter, **7:301**
 - entire agreement statement, **7:303**
 - factoring agreement (full recourse), **7:306**
 - factoring agreement (limited recourse), **7:305**
 - factoring documentation checklist, **7:304**
 - intent, letter of, **7:288**
 - letter loan agreement, **7:291**
 - multibank/term and revolver, **7:293**
 - notice, **7:297**

INDEX

COMMERCIAL LOANS—Cont'd

Forms—Cont'd

- opinions, counsel's legal opinion
for secured credit, **7:300**
- purchase accounts, notice to
customer re:, **7:307**
- resolution of corporation authoriz-
ing borrowing, **7:299**
- secured transactions
 - real estate, borrower's legal
opinion for loan secured by,
7:300
- single bank/term and revolver,
7:292
- term sheets, **7:289**
- waiver of default, **7:301**
- Fraud, participation agreements,
7:250
- Frauds, statute of, **7:208, 7:209**
- Funding terms, **7:46 to 7:56, 7:63**
- Governing law, **7:78, 7:196**
- Guaranty, **7:68, 7:167, 7:186**
- Holding companies, **7:11**
- Immunity, agreement between agent
and bank, **7:172**
- Indemnification, **7:95, 7:97, 7:177,**
7:191, 7:275
- Insolvency, **7:113, 7:157 to 7:160,**
7:243 to 7:246
- Inspection rights, **7:129**
- Instructions of lenders, action on,
7:174
- Insurance, **7:127, 7:128**
- Intent, letters of, **7:86, 7:288**
- Interest on money
 - classification of loans, **7:35 to 7:45**
 - default, **7:155**
 - rate regulation, **7:3 to 7:15**
 - term sheets, **7:64**
 - usury, below
- Investment companies, **7:11**
- Investments, **7:149**
- Involuntary or voluntary bankruptcy,
7:158, 7:159
- Judgments against borrower, entry of,
7:166
- Jurisdiction, consent to, **7:197**
- Jury trial, waiver of, **7:198**
- Leases of real property, **7:148**

COMMERCIAL LOANS—Cont'd

- Letter loan agreement, **7:291**
- Letter of credit options, **7:55**
- Liens, **7:146, 7:147**
- Location, notice of change of, **7:131**
- Low transaction costs, **7:232**
- Matched funds indices, **7:41**
- Misrepresentation by lead, participa-
tion agreements, **7:250**
- Modification. Change or modifica-
tion, above
- Multibank lenders, **7:59, 7:293**
- Name or location, notice of change
of, **7:131**
- Negative covenants, **7:138 to 7:153**
- Negotiations, lack of involvement in,
7:241
- Net worth, **7:141**
- Notice
 - acknowledgment of no defenses to
payment, notice to customer
requesting, **7:308**
 - agreements, generally, **7:192**
 - borrowing, notice of, generally,
7:297
 - default, **7:178**
 - flood insurance notice requirement,
7:128
 - frauds, statute of, **7:209**
 - litigation, notice of borrowing,
7:131
 - material events, **7:135**
 - participation agreements, **7:279**
 - purchase accounts, notice to
customer re:, **7:307**
 - revolving credit, notice of borrow-
ing, **7:52 to 7:54**
- Off-balance sheet transactions, **7:153**
- Offset. Setoff, below
- Opinion of borrower's counsel, **7:75,**
7:300
- Options to purchase, **7:280**
- Participation agreements
 - general treatment, **7:225 to 7:286,**
7:302
 - agent or lead bank, duties of, **7:278**
to 7:280
 - assignments, **7:276**

COMMERCIAL LOANS—Cont'd

Participation agreements—Cont'd
 attractive lending opportunities, **7:233**
 available funds, utilization of, **7:238**
 certificate, **7:282**
 collateral, **7:263, 7:285, 7:286**
 Comptroller of Currency, **7:253**
 conflicts of interest, **7:247**
 correspondent relationships, **7:236**
 dependency upon lead, **7:242**
 diversification, **7:235**
 documentation, **7:255 to 7:280**
 due care or diligence, **7:264, 7:274, 7:280**
 exculpatory clause, **7:281**
 expertise of lead, utilization of, **7:234**
 FDIC, **7:254**
 Federal Reserve Board, **7:253**
 fiduciary duties of lead, **7:248 to 7:250**
 financial stability of lead, **7:269**
 funded participants, **7:227**
 guaranties, **7:263**
 insolvency of lead, **7:243 to 7:246**
 low transaction costs, **7:232**
 misrepresentation by lead, **7:250**
 negotiations, lack of involvement in, **7:241**
 new borrower agreements, **7:236**
 options to purchase, **7:280**
 pro rata distribution of setoff funds, **7:286**
 purchase price, payment of, **7:265**
 regulatory aspects, **7:251 to 7:254**
 reimbursement and indemnification, **7:275**
 risk participants, **7:227 to 7:230**
 setoff
 general treatment, **7:285, 7:286**
 documentation, **7:259, 7:277**
 insolvency of lead, **7:246**
 sharing information, **7:283**
 transfers, restrictions on, **7:270**
 voting rules, **7:284**
 Patriot Act compliance, **7:206**

COMMERCIAL LOANS—Cont'd

Payoff letters, **7:220**
 Penalties for prepayment, **7:6**
 Performance of obligations, **7:136**
 Pledge. Secured transactions, below
 Post-closing documents, **7:221**
 Prepayment, **7:6, 7:9**
 Press releases, **7:207**
 Pro rata distribution of setoff funds, **7:286**
 Publication of interest terms, **7:39, 7:43, 7:45**
 Purchase accounts, notice to customer re., **7:307**
 Real property, **7:114, 7:300**
 Recitals, **7:87, 7:173**
 Reducing loans, **7:48**
 Regulatory compliance, **7:2**
 Reimbursement
 agents, **7:177**
 participation agreements, **7:275**
 Reimbursement of agent, **7:177**
 Release of collateral, **7:184**
 Reliance on documents, **7:176**
 Renewals and extensions, **7:13**
 Repayment terms, **7:65**
 Reporting, financial reporting, **7:122**
 Representatives. Fiduciaries and representatives, above
 Resolution of corporation authorizing borrowing, **7:299**
 Returned check fees, **7:8**
 Revolving credit, **7:51 to 7:56**
 Risk participants, **7:227 to 7:230**
 Satisfaction clauses, **7:83**
 Savings clause, usury, **7:203**
 Schedules, **7:210**
 Secured transactions
 affirmative covenants, maintenance of collateral, **7:126**
 agent and banks, agreements between, **7:183, 7:184**
 classification by security, **7:24 to 7:34**
 counsel's legal option for secured credit, **7:300**
 participation agreements, **7:263, 7:285, 7:286**

INDEX

COMMERCIAL LOANS—Cont'd

- Secured transactions—Cont'd
 - security agreement and pledge, **7:187**
 - term sheets, collateral, **7:69**
- Securities transactions, special rule for asset-backed, **7:14**
- Setoff
 - general treatment, **7:201**
 - participation agreements, below
- Severability, **7:204**
- Signatures
 - closing, **7:217, 7:218**
 - counterpart/fax signatures, **7:200**
- Single funding or several draws, **7:49**
- Single payment or amortization, **7:50**
- SOFR, **7:44, 7:45**
- Solvency, **7:113, 7:157 to 7:160, 7:243 to 7:246**
- Statute of frauds, **7:208, 7:209**
- Stock, issuance of, **7:151**
- Subchapter S corporations, **7:152**
- Subsidiaries, **7:112**
- Successor agents, **7:181**
- Survival of indemnity, **7:97**
- Syndication agents, **7:185**
- Taxes, **7:96, 7:117, 7:123**
- Termination or expiration
 - guaranty, default under or termination of, **7:167**
 - term sheets, expiration and/or withdrawal date, **7:79**
- Term sheets, **7:60 to 7:86, 7:289**
- Time
 - closing date, **7:213**
 - term sheets, expiration and/or withdrawal date, **7:79**
- Title to property, **7:107**
- Transfers
 - closing, wire transfers, **7:219**
 - negative covenants, transfer of assets, **7:150**
 - participation agreements, **7:270**
- Treasury bills, **7:42, 7:43**
- United States treasury bills, **7:42, 7:43**

COMMERCIAL LOANS—Cont'd

- Usury
 - consideration excluded from calculation, **7:12**
 - savings clause, **7:203**
- Voluntary or involuntary bankruptcy, **7:158, 7:159**
- Voting rules, participation agreements, **7:284**
- Waiver
 - damages, **7:205**
 - default waiver letter, **7:301**
 - jury trial, **7:198**
- Warranties and representations, **7:72, 7:101 to 7:119, 7:156**
- Wire transfers, **7:219**
- Yield protection, **7:92**

COMMERCIAL PAPER

- General discussion, **5:173 to 5:374**
- For detailed treatment see index heading **NEGOTIABLE INSTRUMENTS**

COMMERCIAL REASONABLENESS

- Funds transfers, **6:30**

COMMINGLED GOODS

- Secured transactions. See index heading **SECURED TRANSACTIONS**

COMMISSIONER OF CONSUMER CREDIT

- General discussion, **1:108**

COMMISSIONER OF INSURANCE

- Closed-end installment loans, **2:137**

COMMITMENT LETTERS

- Commercial loans, **7:80 to 7:85, 7:290**

COMMON LAW

- Bank deposits and collections, **5:1**
- Usury. See index heading **USURY**

COMPARATIVE NEGLIGENCE

- Bank deposits and collections, **5:160**

COMPENSATION

- Retail installment credit, compensation for referral, **3:59**

COMPLETE OR COMPLETENESS

- Incomplete instruments
 - general discussion, **5:202 to 5:205**
 - for detailed treatment see index heading **NEGOTIABLE INSTRUMENTS**
- Retail installment credit, completion certificate, **3:91**

COMPROLLER OF CURRENCY

- Commercial loans, **7:253**

COMPULSORY USE

- Electronic Funds Transfer Act, **6:84**

CONCLUSIVENESS

- Retail installment credit, presumptive or conclusive proof of delivery, **3:51**

CONDEMNATION PROCEEDINGS

- Intercreditor and subordination agreements, payover of proceeds, **10:70**

CONDITIONAL GUARANTIES

- General discussion, **9:6**

CONFESSION OF JUDGMENT

- Closed-end installment loans, **2:157**

CONFIDENTIALITY

- See index heading **PRIVILEGED AND CONFIDENTIAL INFORMATION**

CONFIRMATION

- Letters of credit, **12:25, 12:72**

CONFLICT OF LAWS

- See index heading **GOVERNING LAW**

CONFLICT OR INCONSISTENCY

- Motor vehicle retail installment sales, inconsistent or conflicting disclosures, **3:117**
- Negotiable instruments, contradictory terms in instrument, **5:201**

CONFLICTS OF INTEREST

- Commercial loans, participation agreements, **7:247**

CONSENT

- Commercial loans. See index heading **COMMERCIAL LOANS**

CONSENT—Cont'd

- Guaranty, **9:44**
- Intercreditor and subordination agreements, consensual or statutory liens, **10:8**
- Letters of credit, consent to assignment, **12:112**
- Open-end credit, consent to change of agreement term, **4:71**

CONSEQUENTIAL DAMAGES

- Letters of credit, **12:98**

CONSIDERATION

- Commercial loans, consideration excluded from usury calculation, **7:12**
- Guaranty, **9:28 to 9:37**
- Intercreditor and subordination agreements, **10:101**
- Letters of credit, **12:42**
- Negotiable instruments, **5:279**

CONSOLIDATION OF CONTRACT

- Retail installment credit, **3:78 to 3:80**

CONSPICUOUSNESS

- Negotiable instruments, instrument with conspicuous statement of tender in full satisfaction of claim, **5:282**
- Open-end credit, Truth in Lending Act, **4:10**

CONSTANT OR REDUCING LOANS

- Commercial loans, **7:48**

CONSTITUTIONAL LAW

- Consumer credit protection
 - general discussion, **1:117**
 - for detailed treatment see index heading **CONSUMER CREDIT PROTECTION**
- Homestead loans, constitutional protection, **2:186, 2:188**
- Retail installment credit, prohibition on certain liens, **3:95**

CONSTRAINED BY LAW CLAUSES

- Loans, **2:194, 3:173, 4:133**

INDEX

CONSTRUCTION AND INTERPRETATION

- Commercial loans, construction of
loan agreements, **7:189**
- Guaranty agreements, **9:47**
- Intercreditor and subordination agree-
ments, **10:14**
- Letters of credit, **12:45**
- Usury. See index heading USURY

CONSUMER CREDIT PROTECTION

- General discussion, **1:1 to 1:228**
- Advertising
 - general discussion, **1:112**
 - Truth in Lending Act, **1:43**
- Arbitration, **1:17**
- Automobile installment sales, **1:121**
- Bureau of consumer financial protec-
tion, **1:6**
- Checklists
 - closed-end credit, disclosures
required under Truth in Lend-
ing Act for, **1:220**
 - consumer rights under Fair Credit
Reporting Act, **1:224**
 - credit services organizations
disclosure statements, infor-
mation required in, **1:223**
 - credit services organizations statu-
tory exemptions, **1:222**
- E-commerce privacy statement,
1:226
- exemptions
 - credit services organizations
statutory exemptions, **1:222**
 - transactions exempt from
Federal Truth in Lending
Act, **1:221**
 - permissible purposes of consumer
reports, **1:225**
- Class actions, **1:137**
- Closed-end credit. See index heading
CLOSED-END CREDIT
- Commissioner of Consumer Credit,
1:108
- Conflict of laws. Governing law,
below

CONSUMER CREDIT PROTECTION—Cont'd

- Constitutional law
 - general discussion, **1:117**
 - usury, **1:139**
- Consumer loans, **1:113**
- Corrections
 - credit reporting laws, correction of
inaccurate information, **1:166**
 - violations, correcting of, **1:130 to
1:133**
- Covered persons, **1:8**
- Credit Repair. See index heading
CREDIT REPAIR
- Credit services organizations
 - general discussion, **1:182 to 1:209**
 - for detailed treatment see index
heading CREDIT SERVICES
ORGANIZATIONS
- Criminal proceedings, **1:16**
- Debt management services, **1:211**
- Direct and indirect credit, defined,
1:4
- Disclosures, **1:18**
- Discrimination
 - general discussion, **1:109**
 - Equal Credit Opportunity Act, **1:25**
- Dodd-Frank
 - mortgage reform under, **1:21**
 - usury, federal preemption, **1:12,
1:147**
- Equal Credit Opportunity Act
 - general discussion, **1:23 to 1:36**
 - for detailed treatment see index
heading EQUAL CREDIT
OPPORTUNITY ACT
- Errors, unintentional error, **1:128**
- Excessive amounts, charging of,
1:123 to 1:126, 1:133
- Exemptions, **1:9**
- Exploitation, financial exploitation,
1:217
- Fair Credit Reporting Act
 - general discussion, **1:52 to 1:90**
 - for detailed treatment see index
heading FAIR CREDIT REPORTING
ACT
- Federal regulation, generally, **1:23 to
1:106**

CONSUMER CREDIT

PROTECTION—Cont'd

- Fee for dishonored payment device, **1:209**
- Finance Code
 - commercial sales-based financing, **1:219**
- Forms
 - generally, **1:227**
 - Gramm-Leach-Bliley, model privacy forms under, **1:228**
 - plain language and model forms, generally, **1:213**
- Governing law
 - general discussion, **1:122**
 - credit reporting laws, **1:158**
 - credit services organizations, **1:182**
- Indirect credit, defined, **1:4**
- Installments
 - motor vehicle installment sales, **1:121**
 - real estate, installment loans not secured by, **1:114**
 - retail installment sales, **1:118, 3:169**
- Language skills, **1:215**
- Limitation of actions
 - general discussion, **1:136**
 - credit repair, **1:105**
 - credit services organizations, **1:204**
 - Equal Credit Opportunity Act, **1:35**
 - Fair Credit Reporting Act, **1:86**
 - usury, **1:157**
- Limitation on liability, **1:127 to 1:133**
- Manufactured home credit transactions, **1:120**
- Mistakes, unintentional error, **1:128**
- Model forms, generally, **1:213**
- Model privacy forms under Gramm-Leach-Bliley, **1:228**
- Mortgages, **1:21, 1:116, 1:218**
- Motor vehicle installment sales, **1:121**
- Multiple violations, **1:129**
- Notice
 - forms, above
 - Texas fair notice doctrine, **1:214**

CONSUMER CREDIT

PROTECTION—Cont'd

- Open-end credit, defined, **1:3**
- Payday lending and other credit products, regulation of, **1:22**
- Penalties and liabilities
 - general discussion, **1:111, 1:122 to 1:138**
 - civil actions, **1:15, 1:134 to 1:138**
 - excessive amounts, charging of, **1:123 to 1:126, 1:133**
 - governing law, **1:122**
 - limitation on liability, **1:127 to 1:133**
 - usury, **1:149 to 1:151**
- Persons protected, **1:110**
- Plain language, **1:213**
- Previous recovery under Consumer Credit Protection Act, **1:138**
- Price control, **1:10**
- Public enforcement, **1:14**
- Real estate, installment loans not secured by, **1:114**
- Reporting laws
 - general discussion, **1:158 to 1:181**
 - for detailed treatment see index heading CREDIT REPORTING LAWS
- Retail charge agreements, **4:120**
- Retail installment sales, **1:118, 3:169**
- Revolving credit accounts, **1:119**
- Secondary mortgage loans, **1:116**
- Single payment loans, **1:115**
- State regulation, generally, **1:107 to 1:208**
- Statute of limitations. Limitation of actions, above
- Surcharges on credit cards and debit cards, **1:216**
- Tax refund anticipation loans, **1:210**
- Texas Business and Commerce Code, **1:212**
- Texas debt management services, **1:211**
- Texas fair notice doctrine, **1:214**
- Truth in Lending Act
 - general discussion, **1:37 to 1:45**
 - for detailed treatment see index heading TRUTH IN LENDING ACT

INDEX

CONSUMER CREDIT

PROTECTION—Cont'd

Unfair, deceptive or abusive acts or practices, **1:13**

Unintentional error, **1:128**

Usury. See index heading USURY

Venue

general discussion, **1:135**

Fair Credit Reporting Act, **1:85**

usury, **1:156**

Whistleblower protection, **1:20**

CONSUMER ISSUES

Generally, **8:82**

CONSUMER LOANS

General discussion, **2:1 et seq.**

For detailed treatment see index heading LOANS

CONSUMER TRANSACTION

Defenses

generally, **8:161**

CONTINUATION OR

CONTINUITY

Guaranty

general discussion, **9:11 to 9:14**

for detailed treatment see index heading GUARANTY

Secured transactions. See index heading SECURED TRANSACTIONS

CONTRACTS AND AGREEMENTS

Bank deposits and collections. See index heading BANK DEPOSITS AND COLLECTIONS

Closed-end installment loans. See index heading CLOSED-END INSTALLMENT LOANS

Commercial loans

general treatment, **7:87 to 7:211**

for detailed treatment see index heading COMMERCIAL LOANS

Credit services organizations

general discussion, **1:187 to 1:189**

for detailed treatment see index heading CREDIT SERVICES ORGANIZATIONS

Funds transfers

general discussion, **6:139**

CONTRACTS AND AGREEMENTS

—Cont'd

Funds transfers—Cont'd

for detailed treatment see index heading FUNDS TRANSFERS

Guaranty

general discussion, **9:21**

for detailed treatment see index heading GUARANTY

Intercreditor and subordination agreements

general discussion, **10:1 et seq.**

for detailed treatment see index heading INTERCREDITOR AND SUBORDINATION AGREEMENTS

Interest on money. See index heading INTEREST ON MONEY

Letters of credit. See index heading LETTERS OF CREDIT

Loans. See index heading LOANS

Modification of contract. See index heading MODIFICATION OF CONTRACTS

Motor vehicle retail installment sales

general discussion, **3:177**

for detailed treatment see index heading MOTOR VEHICLE RETAIL INSTALLMENT SALES

mobile homes, **3:178**

Open-end credit

general discussion, **4:54**

for detailed treatment see index heading OPEN-END CREDIT

Promissory notes. See index heading PROMISSORY NOTES

Retail charge agreements

general discussion, **4:118 to 4:131, 4:137**

for detailed treatment see index heading RETAIL CHARGE AGREEMENTS

Retail installment credit

general discussion, **3:45, 3:46**

for detailed treatment see index heading RETAIL INSTALLMENT CREDIT

Secondary mortgage loans. See index heading SECONDARY MORTGAGE LOANS

**CONTRACTS AND AGREEMENTS
—Cont'd**

Security agreements
for detailed treatment see index
heading SECURED TRANSAC-
TIONS

CONTRADICTION

See index heading CONFLICT OR INCON-
SISTENCY

CONTRIBUTION

Guaranty, contribution from
coguarantors, **9:91**
Negotiable instruments, **5:297**

CONTRIBUTORY NEGLIGENCE

Negotiable instruments. See index
heading NEGOTIABLE INSTRUMENTS

CONVERSION

Intercreditor and subordination agree-
ments, conversion of junior debt
into equity, **10:76**
Negotiable instruments
general discussion, **5:341 to 5:344**
for detailed treatment see index
heading NEGOTIABLE INSTRU-
MENTS

CONVERSION OF NOTE

Generally, **8:202**
Limitation on liability of good faith
representative, **8:205**
Measure of liability in conversion
action, **8:204**
Persons prohibited from bringing
conversion action, **8:203**

COPIES OR DUPLICATES

Bank deposits and collections, bank's
duty to maintain copy of item,
5:156
Closed-end installment loans,
duplicate property insurance,
2:131
Open-end credit, delivery of copy of
agreement to borrower, **4:55**

CORPORATIONS

Commercial loans. See index heading
COMMERCIAL LOANS

CORPORATIONS—Cont'd

Guaranty. See index heading
GUARANTY
Intercompany matters. See index
heading INTERCOMPANY MATTERS
Investment companies. See index
heading INVESTMENT COMPANIES
Stock and stockholders. See index
heading STOCK AND STOCKHOLDERS

CORRECTION

Consumer credit protection. See
index heading CONSUMER CREDIT
PROTECTION
Open-end credit, correction of billing
errors, **4:38 to 4:46**
Retail installment credit, correction
of violation, **3:162 to 3:164**

**CORRESPONDENT
RELATIONSHIPS**

Commercial loans, **7:236**

**CO-SIGNORS AND OTHER
ACCOMMODATION PARTIES**

Generally, **8:195**
Effect of enforcer's notice of accom-
modation status, **8:198**
Guarantee of collection rather than
payment, **8:199**
Obligation of accommodation party,
8:196
Other indication, **8:200**
Presumption and notice of accom-
modation status, **8:197**
Reimbursement and enforcement,
8:201

COSTS AND EXPENSES

Actions. See index heading COSTS OF
ACTION
Bank deposits and collections, secu-
rity interest, **5:169**
Commercial loans. See index heading
COMMERCIAL LOANS

COSTS OF ACTION

Attorneys' fees. See index heading
ATTORNEYS' FEES
Credit reporting laws, **1:181**
Equal Credit Opportunity Act, **1:34**

INDEX

COSTS OF ACTION—Cont'd

- Revolving credit accounts, **4:106, 4:107**
- Secondary mortgage loans, **2:111, 2:112, 2:116**

COUNSEL

- See index heading ATTORNEYS

COUNTERPART/FAX SIGNATURES

- Commercial loans, **7:200**

COVENANTS

- Commercial loans. See index heading
COMMERCIAL LOANS

CREATION OF SECURITY INTEREST

- After-acquired property, **11:50**
- After-acquired property of new debtor, **11:71**
- Allocation of payment rules, **11:79**
- Arbitration provisions, **11:55**
- Attachment, **11:62**
- Attachment of commingled goods, **11:72**
- Burden of establishing extent of PMSI, **11:80**
- Collateral description, **11:48**
- Collateral other than inventory and livestock, **11:75**
- Commercial tort claims, **11:70**
- Consumer goods, **11:69**
- Dual status rule, **11:78**
- Effect of attachment: Continuation of security interest, **11:64**
- Future advances, **11:52**
- Inventory, **11:77**
- Language evidencing intent of parties, **11:56**
- Limitations on attachment of after-acquired property, **11:68**
- Livestock, **11:76**
- Nonsignatory bound by agreement, **11:54**
- Obligations secured by lien, **11:51**
- Purchase money security interests (PMSI), **11:73**
- Right to payment or performance, **11:67**

CREATION OF SECURITY

INTEREST—Cont'd

- Right to proceeds, **11:66**
- Security agreements, **11:46**
- Security agreement vs. sale, **11:58**
- Security agreement vs. true lease, **11:59**
- Security entitlement; securities account; commodity account, **11:49**
- Signature of debtor, **11:53**
- Significance in bankruptcy, **11:60**
- Special oil and gas rule, **11:57**
- Superpriority rule, **11:74**
- Test, **11:61**
- Time attachment occurs, **11:63**
- Title to collateral immaterial, **11:47**
- Waiver of security interest, **11:65**

CREDIT AND DEBIT TRANSFERS

- Funds transfers, **6:18**

CREDIT CARDS

- Funds transfers, credit card and check transactions excluded, **6:19**
- Open-end credit
 - general discussion, **4:5**
 - for detailed treatment see index heading OPEN-END CREDIT
- Surcharges, consumer credit protection, **1:216**
- Truth in Lending Act. See index heading TRUTH IN LENDING ACT

CREDIT REPAIR

- Generally, **1:91 to 1:106**
- Administrative enforcement, **1:104**
- Cancellation of contract, right to cancel, **1:98**
- Civil liability, **1:101 to 1:103**
- Definition, **1:92**
- Disclosures, **1:95**
- Prohibited practices, **1:93, 1:94**
- Punitive damages, **1:102, 1:103**
- State law, relation to, **1:106**
- Statute of limitations, **1:105**
- Void contracts, **1:100**
- Waiver, **1:99**
- Written contract requirement, **1:96, 1:97**

CREDIT REPORTING LAWS

- General discussion, **1:158 to 1:181**
- Arbitration, **1:174 to 1:176**
- Attorneys' fees, **1:181**
- Checklist, permissible purposes of consumer reports, **1:225**
- Civil actions, **1:177 to 1:181**
- Correction of inaccurate information, **1:166**
- Costs of action, **1:181**
- Cumulative remedies, **1:180**
- Disclosure
 - general discussion, **1:161**
 - exceptions allowing disclosure of prohibited information, **1:165**
- Fair Credit Reporting Act. See index heading **FAIR CREDIT REPORTING ACT**
- Dispute procedures
 - general discussion, **1:167 to 1:176**
 - Fair Credit Reporting Act, **1:81**
- Exemptions and exceptions
 - disclosure of prohibited information, exceptions allowing, **1:165**
- Fair Credit Reporting Act, **1:59**
- Fair Credit Reporting Act
 - general discussion, **1:52 to 1:90**
 - for detailed treatment see index heading **FAIR CREDIT REPORTING ACT**
- Governing law, **1:158**
- Investigative consumer reports
 - Fair Credit Reporting Act, **1:60, 1:61**
 - reinvestigation, **1:169, 1:171, 1:173**
- Negligent violation, **1:179**
- Notice
 - dispute procedure, **1:168, 1:170, 1:173**
- Fair Credit Reporting Act. See index heading **FAIR CREDIT REPORTING ACT**
- Open-end credit, **4:46**
- Permissible charges, **1:162**
- Permissible uses of credit report, **1:54 to 1:57, 1:159**
- Prohibited charges, **1:163**

CREDIT REPORTING LAWS

—Cont'd

- Prohibited information, **1:164, 1:165**
- Reinvestigation, **1:169, 1:171, 1:173**
- Termination of agency reinvestigation, **1:171**
- Willful violations, **1:178**

CREDIT SERVICES

ORGANIZATIONS

- General discussion, **1:182 to 1:209**
- Accounts. Surety accounts and bonds, below
- Bonds. Surety accounts and bonds, below
- Breach of contract, **1:191**
- Cancellation of contract for services, notice of, **1:189**
- Civil actions, **1:200 to 1:205**
- Contract for services
 - general discussion, **1:187 to 1:189**
 - breach of contract, **1:191**
 - content of contract, **1:188**
 - notice of cancellation, **1:189**
- Criminal offenses, **1:206**
- Damages, **1:202**
- Deception. Fraud or deceptive conduct, below
- Deceptive Trade Practices Act, relief available under, **1:203**
- Definition, **1:182**
- Disclosure statements, **1:185, 1:186, 1:223**
- Exemptions, **1:183, 1:222**
- Federal law, relation to, **1:205**
- Fiduciaries. Representatives, prohibited actions of, below
- Fraud or deceptive conduct
 - Deceptive Trade Practices Act, relief available under, **1:203**
 - representatives, prohibited actions of, **1:194**
- Governing law, **1:182**
- Injunctive relief, **1:201**
- Lender, relation to credit service organization, **1:207**
- Limitation of actions, **1:204**
- Notice of cancellation of contract for services, **1:189**

INDEX

CREDIT SERVICES

ORGANIZATIONS—Cont'd

Referrals, charging for, **1:193**

Registration

general discussion, **1:184**

advertising without registering,
1:195

Relation of credit access businesses,
1:208

Relation of credit service organiza-
tion and lender, **1:207**

Representatives, prohibited actions of
general discussion, **1:190 to 1:196**
advertising without registering,
1:195

breach of contract, **1:191**

fraudulent or deceptive conduct,
1:194

referrals, charging for, **1:193**

surety accounts, charging before
obtained, **1:192**

waivers, **1:196**

Statute of limitations, **1:204**

Surety accounts and bonds

general discussion, **1:197 to 1:199**

maintenance, **1:198**

remedies, **1:199**

representatives, charging before
surety accounts obtained,
1:192

Waivers prohibited, **1:196**

CREDIT UNIONS

Usury, **1:49, 1:144, 1:145**

CRIMES AND OFFENSES

Consumer credit protection, criminal
proceedings, **1:16**

Credit services organizations, **1:206**

Money Services Act. See index head-
ing **MONEY SERVICES ACT**

Penalties. See index heading **PENAL-
TIES**

Retail installment credit, Truth in
Lending Act, **3:33**

CRISIS

Drawing letters of credit, **12:71**

CROSS-STREAM GUARANTY

General discussion, **9:74**

CUMULATIVE REMEDIES

Credit reporting laws, **1:180**

CURRENCY EXCHANGE, TRANSPORTATION OR TRANSMISSION

Foreign currency. See index heading
FOREIGN CURRENCY TRANSMISSIONS

Funds transfers. See index heading
FUNDS TRANSFERS

Money Services Act. See index head-
ing **MONEY SERVICES ACT**

DAILY RATE OF INTEREST

Closed-end installment loans, **2:67**

DAMAGES

Bank deposits and collections. See
index heading **BANK DEPOSITS
AND COLLECTIONS**

Commercial loans, damage waiver,
7:205

Credit services organizations, **1:202**

Equal Credit Opportunity Act, **1:31,
1:32**

Funds transfers, damages for delay in
execution of payment orders,
6:56

Letters of credit, **12:98, 12:99,
12:101, 12:136**

Negotiable instruments, presentment
warranties, **5:332 to 5:333,
5:335**

Retail installment credit, Truth in
Lending Act, **3:20**

DATE

See index heading **TIME**

DEATH

Bank deposits and collections, death
of customer, **5:152, 5:153**

Guaranty, revocation of continuing
guaranty by death of guarantor,
9:14

DEBIT CARDS

Surcharges, consumer credit protec-
tion, **1:216**

DEBIT TRANSFERS

Funds transfers, **6:18**

DEBT MANAGEMENT SERVICES

Consumer credit protection, **1:211**

DECEIT

See index heading **FRAUD AND DECEIT**

Credit services organizations. See
index heading **CREDIT SERVICES**
ORGANIZATIONS

DECEPTIVE TRADE PRACTICES ACT

Credit services organizations, **1:203**

DECLARATORY RELIEF

Equal Credit Opportunity Act, **1:33**

DECREASE

Open-end credit, disclosure of
decrease in interest rate, **4:73**

DEFAULT

Generally, **8:81**

Bank deposits and collections. See
index heading **BANK DEPOSITS**
AND COLLECTIONS

Closed-end installment loans. See
index heading **CLOSED-END**
INSTALLMENT LOANS

Commercial loans
general treatment, **7:100, 7:154 to**
7:168

for detailed treatment see index
heading **COMMERCIAL LOANS**

Intercreditor and subordination agree-
ments, default of senior loan as
triggering event, **10:51 to 10:53**

Promissory notes
for detailed treatment see index
heading **PROMISSORY NOTES**

Retail installment credit, **3:75, 3:129**

Secondary mortgage loans. See index
heading **SECONDARY MORTGAGE**
LOANS

DEFENSES

Bank deposits and collections, **5:60**

Electronic Funds Transfer Act, **6:81**

Guaranty, **9:97 to 9:114**

Intercreditor and subordination agree-
ments, **10:100 to 10:104**

Negotiable instruments. See index
heading **NEGOTIABLE INSTRUMENTS**

DEFENSES—Cont'd

Open-end credit, Truth in Lending
Act, **4:50**

Promissory notes. See index heading
PROMISSORY NOTES

Secured transactions. See index head-
ing **SECURED TRANSACTIONS**

DEFERMENT

Closed-end installment loans
general discussion, **2:75 to 2:79**
for detailed treatment see index
heading **CLOSED-END INSTALL-**
MENT LOANS

Retail installment credit, deferred
installments, **3:72**

DEFERRAL

Bank deposits and collections,
deferred posting, **5:115**

DEFINITE TIME, PAYABLE AT

Negotiable instruments, **5:179 to**
5:181

DELAY

Bank deposits and collections, excus-
able delay, **5:22**

Commercial loans, delay closing,
7:222

Funds transfers, damages for delay in
execution of payment orders,
6:56

Guaranty, **9:99**

Negotiable instruments. See index
heading **NEGOTIABLE INSTRUMENTS**

DELEGATION OF DUTIES

Commercial loans, **7:175**

DELINQUENCY

See index heading **OVERDUE INSTRU-**
MENTS OR PAYMENTS

DELIVERY

Closed-end installment loans,
delivery of information to
lender, **2:148**

Commercial loans, delivery of docu-
ments, **7:99, 7:224**

Open-end credit, delivery of copy of
agreement to borrower, **4:55**

INDEX

DELIVERY—Cont'd

Retail installment credit,
acknowledgment of delivery,
3:50, 3:51

DEMAND

Guaranty, demand for payment, **9:80, 9:81**

Interest on money. See index heading
INTEREST ON MONEY

Letters of credit. See index heading
LETTERS OF CREDIT

Negotiable instruments. See index
heading NEGOTIABLE INSTRUMENTS

Promissory notes
for detailed treatment see index
heading PROMISSORY NOTES

DEMAND NOTE

Generally, **8:5**

DENTAL SERVICES

Retail installment credit, **3:66**

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (HUD)

Intercreditor agreement, **10:90**

DEPOSIT, CERTIFICATES OF

See index heading CERTIFICATES OF
DEPOSIT

DEPOSITARY BANKS

See index heading BANK DEPOSITS AND
COLLECTIONS

DEPOSITS

Bank deposits and collections
general discussion, **5:1 to 5:172**
for detailed treatment see index
heading BANK DEPOSITS AND
COLLECTIONS

Certificates of deposit. See index
heading CERTIFICATES OF DEPOSIT

Letters of credit as insured deposit,
12:140, 12:141

DESCRIPTION

See index heading IDENTIFICATION OR
DESCRIPTION

DESTROYED INSTRUMENTS

Negotiable instruments
general discussion, **5:248 to 5:258**
for detailed treatment see index
heading NEGOTIABLE INSTRU-
MENTS

DETAILED TERMS

Commercial loans, **7:71 to 7:79**

DETENTION

Interest defined, **2:25**

DILIGENCE

Commercial loans, participation
agreements, **7:264, 7:274, 7:280**

DIRECT AND INDIRECT CREDIT

Definition, **1:4**

DISCHARGE AND PAYMENT

Discharge and effect of discharge,
8:206

Notice to holder in due course, **8:207**

DISCHARGE OR RELEASE

Commercial loans, release of collat-
eral, **7:184**

Funds transfers, discharge of underly-
ing obligation, **6:66**

Guaranty
general discussion, **9:116**

for detailed treatment see index
heading GUARANTY

Intercreditor and subordination agree-
ments, releasing and selling col-
lateral, **10:34**

Negotiable instruments
general discussion, **5:347 to 5:374**
for detailed treatment see index
heading NEGOTIABLE INSTRU-
MENTS

Promissory notes
for detailed treatment see index
heading PROMISSORY NOTES

DISCLAIMER

Bank deposits and collections,
disclaimer of presenter's war-
ranties, **5:67**

Checks, disclaimer with respect to
presentment warranties, **5:336**

DISCLOSURE

Bank deposits and collections,
disclosure of availability policy,
5:111

Closed-end installment loans. See
index heading CLOSED-END
INSTALLMENT LOANS

Commercial loans, **7:119, 7:207**

Credit repair, **1:95**

Credit reporting laws
general discussion, **1:161**
for detailed treatment see index
heading CREDIT REPORTING
LAWS

Credit services organizations, **1:185,
1:186, 1:223**

Electronic funds transfer, terms and
conditions of, **6:74**

Fair Credit Reporting Act. See index
heading FAIR CREDIT REPORTING
ACT

Foreign currency transmissions,
6:132 to 6:135

Interest on money, variable rate
contracts, **2:184**

Letters of credit, recognition of
disclosed successor beneficia-
ries, **12:109**

Money services business, **6:100**

Mortgage Banker Registration Act,
disclosure statements required
under, **2:18**

Open-end credit. See index heading
OPEN-END CREDIT

Retail installment credit. See index
heading RETAIL INSTALLMENT
CREDIT

Truth in Lending Act
general discussion, **1:40**
for detailed treatment see index
heading TRUTH IN LENDING ACT

DISCONTINUANCE OF BUSINESS

Commercial loans, **7:165**

DISCOUNTS

Open-end credit, **4:63**

DISCRETION

Commercial loans, **7:56**

DISCRIMINATION

Consumer credit protection
general discussion, **1:109**
for detailed treatment see index
heading CONSUMER CREDIT
PROTECTION

DISHONOR

Excused notice of dishonor, **8:104**
Notice not required by note, **8:105**
Notice waived, **8:106**
Right to dishonor, **8:103**

DISHONOR OF INSTRUMENTS

General discussion, **5:232 to 5:245**
For detailed treatment see index
heading NEGOTIABLE INSTRUMENTS

DISPUTE PROCEDURES

Credit reporting laws
general discussion, **1:167 to 1:176**
for detailed treatment see index
heading CREDIT REPORTING
LAWS

DISTRIBUTION OF PROCEEDS

Intercreditor and subordination agree-
ments, distribution of collateral
proceeds, **10:62 to 10:66**

DIVERSIFICATION

Commercial loans, participation
agreements, **7:235**

DIVIDENDS

Commercial loans, **7:151**
Intercreditor and subordination agree-
ments, **10:75, 10:76**

DOCUMENTARY DRAFTS

Bank deposits and collections. See
index heading BANK DEPOSITS
AND COLLECTIONS

DOCUMENTARY LETTERS OF CREDIT

General discussion, **12:7, 12:150**

DOCUMENTATION

Commercial loans
general treatment, **7:21**
for detailed treatment see index
heading COMMERCIAL LOANS

INDEX

DODD-FRANK ACT GUARANTOR RULE

Generally, **9:119**

D'OENCH DUHME DOCTRINE

Guaranty, **9:118**

DOUBLE DIVIDENDS

Intercreditor and subordination agree-
ments, **10:75, 10:76**

DOWNSTREAM GUARANTY

General discussion, **9:75**

DRAFTS

General discussion, **5:173 to 5:374**

For detailed treatment see index
heading **NEGOTIABLE INSTRUMENTS**

DUAL PENALTY STRUCTURE

Usury, **1:149**

DUE CARE

Bank deposits and collections, **5:11,**
5:12, 5:43

Commercial loans, participation
agreements, **7:264, 7:274, 7:280**

DUPLICATES

See index heading **COPIES OR
DUPLICATES**

DURATION

See index heading **TIME**

DURESS

Guaranty, **9:103**

DWELLING HOUSES

See index heading **HOUSE OR HOME**

E-COMMERCE

Privacy statement, **1:226**

ECONOMIC PROTECTIONS

Commercial loans, **7:91 to 7:97**

EFFECTIVE DATE

Interest on money
general discussion, **2:169, 2:175,**
2:176

for detailed treatment see index
heading **INTEREST ON MONEY**

Open-end credit, **4:57, 4:58**

ELECTION OR CHOICE

Retail installment credit, choice of
insurance, **3:85, 3:142**

ELECTRONIC FUNDS TRANSFER

Mistakes, resolution of, **6:76 to 6:84**

ELECTRONIC FUNDS TRANSFER ACT

General discussion, **6:67 to 6:85**

Access to consumer's account, means
of, **6:83**

Compulsory use, **6:84**

Defenses, **6:81**

Definitions, **6:68 to 6:73**

Disclosure of terms and conditions of
transfers, **6:74**

Financial institution, liability for
errors, **6:81**

Investigation of errors, **6:77**

Preauthorized electronic funds
transfer, **6:71**

Unauthorized electronic funds
transfer, **6:70**

Waiver of rights, **6:84**

ELECTRONIC PRESENTMENT

Bank deposits and collections. See
index heading **BANK DEPOSITS
AND COLLECTIONS**

EMINENT DOMAIN

Intercreditor and subordination agree-
ments, payover of proceeds,
10:70

EMPLOYMENT

Commercial loans, employment of
agents and counsel, **7:175**

Fair Credit Reporting Act, furnishing
report for employment purposes,
1:56

Negotiable instruments, employer
liability for fraudulent employee
indorsement, **5:305 to 5:309**

ENCODING WARRANTIES

Bank deposits and collections, **5:75,**
5:76, 5:78

ENFORCEMENT RIGHTS

Making demand on maker
generally, **8:163**

ENFORCEMENT RIGHTS—Cont'd

Person entitled to enforcement
generally, **8:107**

ENTRY OF JUDGMENT

Commercial loans, entry of judgments against borrower, **7:166**

ENVIRONMENTAL COMPLIANCE

Commercial loans, **7:109**

EQUAL CREDIT OPPORTUNITY ACT

General discussion, **1:23 to 1:36**
Actual damages, **1:31**
Administrative enforcement, **1:28, 1:29**

Attorneys' fees, **1:34**
Civil liability, **1:30 to 1:35**
Costs of action, **1:34**
Damages, **1:31, 1:32**
Declaratory relief, **1:33**
Discriminatory activities, **1:25**
Equitable relief, **1:33**
Limitation of actions, **1:35**
Nondiscriminatory activities, **1:26**
Punitive damages, **1:32**
Refusal of credit extensions, **1:27**
Regulation B, **1:29**
State law, effect on, **1:36**
Statute of limitations, **1:35**

EQUITY

Equal Credit Opportunity Act, **1:33**
Homestead loans, home equity line of credit, **2:190**
Intercreditor and subordination agreements. See index heading
INTERCREDITOR AND SUBORDINATION AGREEMENTS
Motor vehicle retail installment sales, transfer of equity, **3:136, 3:137**

ERISA

Commercial loans, **7:118, 7:134, 7:163**

ERRORS

See index heading MISTAKES

ESTATES

Negotiable instruments, instrument payable to estate, **5:192**

ESTIMATES

Open-end credit, Truth in Lending Act, **4:11**

EURODOLLAR

Commercial loans, **7:44, 7:45**

EVIDENCE

Bank deposits and collections, bank's duty to prove loss, **5:158**
Intercreditor and subordination agreements. See index heading
INTERCREDITOR AND SUBORDINATION AGREEMENTS
Letters of credit as provable claim, **12:137 to 12:139**
Negotiable instruments. See index heading NEGOTIABLE INSTRUMENTS
Presumptions and burden of proof. See index heading PRESUMPTIONS AND BURDEN OF PROOF
Promissory notes. See index heading PROMISSORY NOTES

EXAMINATION AND EXAMINERS

Bank deposits and collections, examination of statements of account, **5:155**
Letters of credit, standard for examination of documents, **12:62 to 12:67**
Money services business, **6:101**

EXCEPTIONS

See index heading EXEMPTIONS AND EXCEPTIONS

EXCESS AND EXCESSIVENESS

Commercial loans, excess interest resulting from prepayment, **7:9**
Consumer credit protection, charging of excessive amounts, **1:123 to 1:126, 1:133**
Retail installment credit, charging of excessive amounts of interest or time-price differential, **3:155 to 3:158**

INDEX

EXCLUSIONS

See index heading EXEMPTIONS AND EXCEPTIONS

EXCLUSIVE AUTHORITY

Usury, **1:143**

EXCLUSIVE PENALTIES

Interest on money, **2:46**

EXCULPATORY CLAUSE

Commercial loans, participation agreements, **7:281**

EXCUSE OR JUSTIFICATION

Bank deposits and collections, excusable delay, **5:22**

Guaranty, collection efforts excused, **9:5**

Negotiable instruments. See index heading NEGOTIABLE INSTRUMENTS

Promissory notes. See index heading PROMISSORY NOTES

EXEMPTIONS AND EXCEPTIONS

Bank deposits and collections. See index heading BANK DEPOSITS AND COLLECTIONS

Credit reporting laws. See index heading CREDIT REPORTING LAWS

Credit services organizations, **1:183, 1:222**

Fair Credit Reporting Act, **1:59**

Funds transfers, credit card and check transactions excluded, **6:19**

Guaranty. See index heading GUARANTY

Interest on money. See index heading INTEREST ON MONEY

Loans. See index heading LOANS

Money services business, **6:95**

Open-end credit. See index heading OPEN-END CREDIT

Retail installment credit. See index heading RETAIL INSTALLMENT CREDIT

Truth in Lending Act, checklist of transactions exempt from, **1:221**

Usury, exemption of credit unions from Title 4, **1:145**

EXHIBITS

Commercial loans, **7:211**

EXPEDITED AVAILABILITY OF FUNDS ACT

Bank deposits and collections, **5:4, 5:5**

EXPEDITED RETURN

Bank deposits and collections, **5:119**

EXPENSES

See index heading COSTS AND EXPENSES

EXPERTISE

Commercial loans, utilization of expertise of lead, **7:234**

EXPIRATION

See index heading TERMINATION OR EXPIRATION

EXTENSION OF TIME

Bank deposits and collections, **5:21**

EXTENSIONS

Commercial loans, **7:13**

Guaranty, absolute guarantee of payment of obligation in consideration extension of line of credit, **9:123**

Intercreditor and subordination agreements, renewing, extending, or altering terms of debt, **10:27, 10:32**

Loan contracts, **2:181**

Open-end credit, **4:64**

EXTINGUISHMENT OF LIENS, RELEASES OF COLLATERAL AND TERMINATION STATEMENTS

Extinguishment of Lien, **11:216**

UCC-3 Releases and Terminations, **11:217**

FACTORING

Commercial loans, **7:33, 7:34**

FACTORING AGREEMENTS

Commercial loans, **7:33**

FAIR CREDIT REPORTING ACT

General discussion, **1:52 to 1:90**
 Administrative enforcement, **1:87 to 1:89**
 Checklist, consumer rights under Act, **1:224**
 Child support, information on overdue, **1:78**
 Civil liability, **1:82 to 1:86**
 Compliance procedures for credit reporting agencies, **1:62 to 1:67**
 Credit transactions, furnishing report for, **1:57**
 Disclosure
 charges, **1:77**
 consumers, disclosure to, **1:70 to 1:75**
 form of disclosure, **1:76**
 government agencies, disclosures to, **1:68, 1:69**
 investigative consumer reports, **1:61**
 Dispute procedures, **1:81**
 Employment purposes, furnishing report for, **1:56**
 Exemptions, **1:59**
 Fair Trade Commission, **1:88**
 Federal Bureau of Investigations, disclosures to, **1:69**
 Government agencies, disclosures to, **1:68, 1:69**
 Insurance transactions, furnishing report for, **1:57**
 Investigative consumer reports, **1:60, 1:61**
 Limitation of actions, **1:86**
 Maximum possible accuracy of credit report, **1:64**
 Negligent noncompliance, **1:84**
 Notice
 adverse action, consumer's right to notice of, **1:65**
 users of credit report, notice of responsibilities to, **1:66**
 Overdue child support, information on, **1:78**
 Permissible uses of credit report, **1:54 to 1:57**

FAIR CREDIT REPORTING ACT —Cont'd

Prohibited uses of credit report, **1:58, 1:59**
 Reasonable compliance procedures for credit reporting agencies, **1:63**
 Reselling consumer reports, **1:67**
 Sources of information, disclosure of, **1:72**
 State actions, **1:89**
 State law, relation to, **1:90**
 Statute of limitations, **1:86**
 Support of children, information on overdue, **1:78**
 Unauthorized use of credit card, liability for, **1:42**
 Venue, **1:85**
 Willful noncompliance, **1:83**

FAIR NOTICE DOCTRINE

Consumer credit protection, **1:214**

FAIR TRADE COMMISSION

Fair Credit Reporting Act, **1:88**

FAMILY OR HOUSEHOLD PURPOSES

Retail installment credit, **3:10**

FAX SIGNATURES

Commercial loans, **7:200**

FDIC

Commercial loans, **7:254**

FEDERAL BUREAU OF INVESTIGATIONS

Fair Credit Reporting Act, disclosures, **1:69**

FEDERAL DEPOSIT INSURANCE CORPORATION

Commercial loans, **7:254**

Letters of credit, **12:131**

FEDERAL LAWS

Closed-end installment loans, **2:53**

Consumer credit protection
 general discussion, **1:23 to 1:90**
 for detailed treatment see index heading CONSUMER CREDIT PROTECTION

INDEX

FEDERAL LAWS—Cont'd

- Equal Credit Opportunity Act
 - general discussion, **1:23 to 1:36**
 - for detailed treatment see index heading EQUAL CREDIT OPPORTUNITY ACT
- Fair Credit Reporting Act
 - for detailed treatment see index heading FAIR CREDIT REPORTING ACT
- Letters of credit
 - general discussion, **12:37**
 - for detailed treatment see index heading LETTERS OF CREDIT
- Truth in Lending Act
 - general discussion, **1:37 to 1:45**
 - for detailed treatment see index heading TRUTH IN LENDING ACT
- Usury
 - general discussion, **1:46 to 1:51**
 - for detailed treatment see index heading USURY

FEDERAL RESERVE

- Bank deposits and collections, **5:6**
- Commercial loans, Federal Reserve Board, **7:253**
- Funds transfers, **6:4**
- Retail installment credit, Federal Reserve Board, **3:3 to 3:6**

FEDERAL TRADE COMMISSION

- Guaranty, notice, **9:41**

FEES

- Attorneys' fees. See index heading ATTORNEYS' FEES
- Commercial loans
 - general treatment, **7:67**
 - for detailed treatment see index heading COMMERCIAL LOANS
- Open-end credit. See index heading OPEN-END CREDIT
- Retail charge agreements. See index heading RETAIL CHARGE AGREEMENTS
- Retail installment credit, documentary fees, **3:56 to 3:58, 3:111, 3:114, 3:130, 3:179**

FEES—Cont'd

- Returned check fees. See index heading CHECKS
- Revolving credit accounts, **4:95 to 4:102**
- Secondary mortgage loans. See index heading SECONDARY MORTGAGE LOANS

FICTITIOUS NAMES

- See index heading ASSUMED OR FICTITIOUS NAMES

FICTITIOUS PAYEES

- Negotiable instruments, **5:302 to 5:304**

FIDUCIARIES AND REPRESENTATIVES

- Agency. See index heading AGENCY
- Commercial loans. See index heading COMMERCIAL LOANS
- Credit services organizations
 - general discussion, **1:190 to 1:196**
 - for detailed treatment see index heading CREDIT SERVICES ORGANIZATIONS
- Negotiable instruments. See index heading NEGOTIABLE INSTRUMENTS
- Promissory notes. See index heading PROMISSORY NOTES

FILING

- See index heading RECORDS AND RECORDING

FILING SUIT

- Note, **8:170**

FINALITY

- Bank deposits and collections, finality of settlement, **5:94**

FINAL PAYMENT

- Bank deposits and collections. See index heading BANK DEPOSITS AND COLLECTIONS

FINANCE CHARGES

- Open-end credit, Truth in Lending Act, **4:14, 4:23, 4:47**
- Retail installment credit, **3:22 to 3:24**

FINANCE CODE

Consumer credit protection
commercial sales-based financing,
1:219

FINANCIAL INSTITUTIONS

See index heading **BANKS**

FINDINGS

Negotiable instruments, findings
required for judgment, lost,
destroyed or stolen instruments,
5:250

**“FIVE CENTS PER ONE
DOLLAR” RULE**

Closed-end installment loans, **2:72,**
2:84, 2:97

**FIXED CHARGE COVERAGE
RATIO**

Commercial loans, **7:142**

FIXED SUM

Negotiable instruments, **5:184**

FIXTURES

Secured transactions
for detailed treatment see index
heading **SECURED TRANSACTIONS**

FLOATING INTEREST TERMS

Commercial loans, **7:37 to 7:45**

FLOOD INSURANCE

Commercial loans, flood insurance
notice requirement, **7:128**

FORBEARANCE

Interest defined, **2:25**

**FOREIGN ASSETS CONTROL
REGULATIONS**

Commercial loans, compliance with
regulations, **7:120**

FOREIGN CURRENCY

Amount payable, **5:185**
Bank deposits and collections,
charge-back of items payable in
foreign currency, **5:100**
Transmissions. See index heading
FOREIGN CURRENCY TRANSMISSIONS

**FOREIGN CURRENCY
TRANSMISSIONS**

General discussion, **6:129 to 6:137**
Cancellation of transaction, **6:136**
Civil penalty for violation, **6:137**
Definitions, **6:130, 6:131**
Disclosures, **6:132 to 6:135**
Fixed rate of exchange, **6:133**
Nonfixed rate of exchange, **6:134**
Refund of transaction, **6:136**

FOREIGN STATE OR COUNTRY

Bank deposits and collections, avail-
ability of funds, **5:109**

FORGERY

Bank deposits and collections, repeat
alterations or forgeries by same
wrongdoer, **5:159**
Guaranty, forgery of underlying
obligation, **9:104**
Letters of credit, **12:78**
Negotiable instruments. See index
heading **NEGOTIABLE INSTRUMENTS**

FORMS

Accounts receivable financing secu-
rity agreement, **11:246**
Acknowledgment, commercial loans,
notice to customer requesting
acknowledgment of no defenses
to payment, **7:308**
Affidavit of lost note, **8:235**
Agreement to indemnify for altered
or lost notes, **8:234**
Aircraft security agreement and
Privacy Act Statement together
with recording instructions,
11:256
Allonge without recourse, **8:230**
Allonge with recourse, **8:229**
Application for Texas certificate of
title for outboard motor, **11:259**
Application for Texas certificate of
title for vessel/boat, **11:258**
Applications
currency exchange, transportation
or transmission, **6:143**
money services business, license
application, **6:146**

INDEX

FORMS—Cont'd

- Assignment for security (patents), **11:253**
- Assignment for security (trademarks), **11:254**
- Assignment of note and lien (personal property), **8:232**
- Assignment of note and lien (real estate), **8:233**
- Attorneys, counsel's legal opinion for secured credit, **7:300**
- Banks
 - commercial loans, below
 - funds transfers, notice to bank from customer, **6:142**
 - night depository agreement, **5:378, 5:379**
 - statement of deposit cut-off time, **5:377**
- Billing rights, open-end credit, **4:138**
- Certificates and certification
 - commercial loans, below
 - guaranty, certificate of corporate resolutions and incumbency authorizing guaranty by corporation, **9:129**
 - letters of credit, below
- Closing commercial loans, **7:287**
- Collateral. Secured transactions, below
- Commercial letter of credit, irrevocability, **12:150**
- Commercial loans
 - assignment and acceptance, **7:294**
 - borrower's counsel opinion, **7:295**
- Commercial loans
 - acknowledgment of no defenses to payment, notice to customer requesting, **7:308**
 - attorneys, counsel's legal opinion for secured credit, **7:300**
- banks
 - multibank/term and revolver, **7:293**
 - single bank/term and revolver, **7:292**
- certificates
 - borrowing base certificate, **7:296**

FORMS—Cont'd

- Commercial loans—Cont'd
 - certificates—Cont'd
 - officer's certificate, **7:298**
 - closing checklist, **7:287**
 - commitment letters, **7:290**
 - counsel's legal opinion for secured credit, **7:300**
 - credit agreement, **7:293**
 - default waiver letter, **7:301**
 - factoring agreement (full recourse), **7:306**
 - factoring agreement (limited recourse), **7:305**
 - factoring documentation checklist, **7:304**
 - intent, letter of, **7:288**
 - letter loan agreement, **7:291**
 - multibank/term and revolver, **7:293**
 - notice
 - acknowledgment of no defenses to payment, notice to customer requesting, **7:308**
 - borrowing, **7:297**
 - purchase accounts, notice to customer re:, **7:307**
 - opinions, counsel's legal opinion for secured credit, **7:300**
 - participation agreement, **7:302**
 - purchase accounts, notice to customer re:, **7:307**
 - resolution of corporation authorizing borrowing, **7:299**
 - secured transactions, borrower's legal opinion for loan secured by real estate, **7:300**
 - single bank/term and revolver, **7:292**
 - term sheets, **7:289**
 - waiver of default, **7:301**
- Commitment letters, commercial loans, **7:290**
- Continuing guaranty. Guaranty, below
- Corporate resolutions authorizing execution of promissory note, **8:231**

FORMS—Cont'd

Corporations
 commercial loans, above
 guaranty, certificate of corporate
 resolutions and incumbency
 authorizing guaranty by
 corporation, **9:129**
 Currency exchange, transportation or
 transmission, **6:143**
 Default waiver letter, commercial
 loans, **7:301**
 Demand. Promissory notes, below
 Demand promissory note
 (Eurodollar/nontransferable),
 8:228
 Deposit account control agreement,
 11:262
 Disclosure
 consumer credit protection, above
 retail installment contracts,
 documentary fee disclosure
 clauses, **3:179**
 Dishonor, notice of, **12:155**
 Documentary fee disclosure clauses,
 retail installment contracts,
 3:179
 Documentary letter of credit, irrevocability, **12:150**
 Erroneous payment order, funds
 transfers, **6:142**
 Federal Reserve Form U-1, **11:249**
 Fees, retail installment contracts,
 documentary fee disclosure
 clauses, **3:179**
 First preferred ship mortgage and
 optional application for filing
 form CG 5542 and information,
 11:257
 Fixed rate commercial promissory
 note with security agreement,
 8:224
 Form UCC-1 Financing Statement,
 11:239
 Funds transfers
 agreement, **6:139**
 banks, notice from customer, **6:142**
 cancellation of payment order,
 6:141
 erroneous payment order, report of,
 6:142

FORMS—Cont'd

Funds transfers—Cont'd
 notice to bank from customer,
 6:142
 payment orders, **6:140 to 6:142**
 personal financial statement, **6:144**
 personal history statement, **6:145**
 report of erroneous payment order,
 6:142
 Guaranty
 absolute guarantee of payment of
 obligation, **9:122 to 9:123**
 certificate of corporate resolutions
 and incumbency authorizing
 guaranty by corporation,
 9:129
 collection of obligation, **9:131**
 commercial guaranty of specific
 indebtedness for one or more
 individual guarantors, **9:125**
 conditional guaranty of payment of
 obligation, **9:127**
 continuing guaranty
 notice of revocation of continu-
 ing guaranty, **9:130**
 short form of payment of
 continuing for one or more
 guarantors, **9:124**
 subsidiary guaranty for multiple
 guarantors, **9:126**
 corporations, certificate of
 corporate resolutions and
 incumbency authorizing
 guaranty by corporation,
 9:129
 extension of line of credit, absolute
 guarantee of payment of
 obligation in consideration,
 9:123
 notice of revocation of continuing
 guaranty, **9:130**
 plain language consumer guaranty
 of specific indebtedness,
 9:128
 resolutions, certificate of corporate
 resolutions and incumbency
 authorizing guaranty by
 corporation, **9:129**
 revocation of continuing guaranty,
 notice of, **9:130**

INDEX

FORMS—Cont'd

- Guaranty—Cont'd
 - subsidiary guaranty for multiple guarantors, **9:126**
- Home improvements, retail installment contracts, **3:176**
- Installments. Promissory notes, below
- Intent, commercial loans, letter of intent, **7:288**
- Intercompany subordination agreement, **10:110**
- Intercreditor and subordination agreements
 - general forms, **10:106, 10:107**
 - intercompany subordination agreement, **10:110**
 - landlord's subordination agreement, **10:108, 10:109**
- Investment property account control agreement, **11:251**
- Investment property security agreement, **11:250**
- Irrevocable letters of credit, **12:149, 12:150**
- Landlord and tenant, intercreditor and subordination agreements, **10:108, 10:109**
- Letter loan agreement, commercial loans, **7:291**
- Letter of credit control agreement, **11:261**
- Letters of credit
 - certificate
 - general form, **12:154**
 - transfer certificate, **12:156**
 - commercial letter of credit, irrevocability, **12:150**
 - documentary letter of credit, irrevocability, **12:150**
 - drafts, **12:153**
 - irrevocable letters of credit, **12:149, 12:150**
 - notice of dishonor, **12:155**
 - standby letter of credit, irrevocability, **12:149**
 - transfer certificate, **12:156**
- License application, money services business, **6:146**

FORMS—Cont'd

- Mistakes, funds transfers, report of erroneous payment order, **6:142**
- Money services business, license application, **6:146**
- Motor vehicle retail installment contracts
 - generally, **3:177**
 - mobile homes, **3:178**
- Negotiable instruments
 - demand, note payable on, **5:380, 5:381**
 - specific time, note payable on, **5:382 to 5:384**
- Night depository agreement, **5:378, 5:379**
- Notice
 - commercial loans, above
 - consumer credit protection, above
 - funds transfers, notice to bank from customer, **6:142**
 - guaranty, notice of revocation of continuing guaranty, **9:130**
 - letters of credit, notice of dishonor, **12:155**
- Open-end credit, statement of billing rights, **4:138**
- Participation agreement, commercial loans, **7:302**
- Personal history statement, funds transfers, **6:145**
- Pledge. Secured transactions, below
- Pledge and security agreement (all assets), **11:243**
- Promissory note (fixed rate/term with monthly installments/non-assignable), **8:226**
- Promissory note (prime rate/semi-annual installments with demand option), **8:223**
- Report of erroneous payment order, funds transfers, **6:142**
- Resolutions
 - commercial loans, resolution of corporation authorizing borrowing, **7:299**
 - guaranty, certificate of corporate resolutions and incumbency authorizing guaranty by

FORMS—Cont'd

- Resolutions—Cont'd
 - corporation, **9:129**
- Retail charge agreements, **4:137**
- Retail installment contracts
 - documentary fee disclosure clauses, **3:179**
 - goods and services, **3:175**
 - home improvements, **3:176**
 - mobile homes, **3:178**
 - motor vehicles, **3:177**
- Revocation of continuing guaranty, notice of, **9:130**
- Secured fixed rate promissory note with balloon payment, **8:225**
- Secured party in possession of collateral, **11:245**
- Secured transactions
 - commercial loans, above
- Security agreement (equipment), **11:244**
- Security agreement and mortgage (trademarks and patents), **11:252**
- Ships and vessels. Secured transactions, above
- Short form non-negotiable promissory note for use with credit agreement, **8:227**
- Special power of attorney (trademarks and patents), **11:255**
- Standby letter of credit, irrevocability, **12:149**
- Stock pledge agreement, **11:247**
- Stock power, **11:248**
- Subsidiary guaranty for multiple guarantors, **9:126**
- Term sheets, commercial loans, **7:289**
- UCC-3, **11:240**
- UCC-5, **11:241**
- UCC-11, **11:242**
- 130-U Motor Vehicle, **11:260**
- Vessels. Secured transactions, above
- Waiver, commercial loans, default waiver letter, **7:301**

FRAUD AND DECEIT

- Commercial loans, participation agreements, **7:250**

FRAUD AND DECEIT—Cont'd

- Credit services organizations. See index heading CREDIT SERVICES ORGANIZATIONS
- Guaranty. See index heading GUARANTY
- Intercreditor and subordination agreements, **10:102**
- Letters of credit, **12:78 to 12:88**
- Negotiable instruments, employer liability for fraudulent employee indorsement, **5:305 to 5:309**

FRAUDS, STATUTE OF

- Commercial loans, **7:208, 7:209**

FRAUDULENT TRANSFERS

- Guaranty, **9:64 et seq.**

FTC REGULATIONS

- Holder of consumer credit contract, **8:86**
- Notice to cosigner, **8:85**

FUNDS TRANSFERS

- General discussion, **6:1 to 6:85**
- Acceptance and issuance of payment orders, **6:22 to 6:38, 6:43, 6:49**
- Agreements
 - bank's agreement to limit enforcement of certain verified payment orders, **6:33**
 - choice of law, **6:7, 6:9**
 - drafting agreement, **6:138**
 - form, UCC funds transfer agreement, **6:139**
 - parties, agreement to vary provisions, **6:6**
 - rejection, reasonable means of transmission of notice of, **6:42**
 - verified and authorized payment orders, **6:28**
- Amendment of payment orders, **6:45**
- Banks
 - agreement to limit enforcement of certain verified payment orders, **6:33**
 - beneficiary's bank, **6:14, 6:55, 6:62 to 6:65**

INDEX

FUNDS TRANSFERS—Cont'd

Banks—Cont'd

- electronic funds transfer, liability for errors, **6:81**
- intermediary banks, **6:20, 6:61**
- notice to bank from customer, **6:142**
- originator and originator's bank, **6:21**
- receiving bank, **6:15, 6:50 to 6:57, 6:60, 6:61**

Beneficiaries, **6:14, 6:55, 6:62 to 6:65**

Cancellation of payment orders, **6:46 to 6:49, 6:141**

Checklist, drafting a UCC funds transfer agreement, **6:138**

Choice of law, **6:7 to 6:9**

Commercial reasonableness, **6:30**

Contracts. Agreements, above

Credit and debit transfers distinguished, **6:18**

Credit card and check transactions excluded, **6:19**

Damages for delay in execution of payment orders, **6:56**

Debit and credit transfers distinguished, **6:18**

Definitions, generally, **6:10 to 6:21**

Delay in execution of payment orders, damages for, **6:56**

Discharge of underlying obligation, **6:66**

Electronic Funds Transfer Act - general discussion, **6:67 to 6:85** - for detailed treatment see index heading ELECTRONIC FUNDS TRANSFER ACT

Federal reserve regulations, **6:4**

Intermediary banks, **6:20, 6:61**

Mistakes

electronic funds transfer, **6:76 to 6:84**

execution of payment orders, **6:54, 6:57**

Multiple payments, payment order requiring, **6:12**

Notice

banks, notice from customer, **6:142**

FUNDS TRANSFERS—Cont'd

Notice—Cont'd

payment of payment orders, **6:63, 6:64**

rejection of payment orders, **6:39 to 6:42**

Originator and originator's bank, **6:21**

Parties, agreement to vary provisions, **6:6**

Payment orders

acceptance and issuance, **6:22 to 6:38, 6:43, 6:49**

amendment, **6:45**

cancellation, **6:46 to 6:49, 6:141**

definitions, **6:11 to 6:13**

execution of payment orders, **6:50 to 6:57**

form, **6:140**

payment of payment order, **6:58 to 6:66**

rejection, **6:39 to 6:44**

Personal financial statement, **6:144**

Personal history statement, **6:145**

Preemption, **6:5**

Premature acceptance of payment orders, **6:37**

Reasonableness

commercial reasonableness, **6:30**

rejection, reasonable means of transmission of notice of, **6:41, 6:42**

Reasonableness, commercial reasonableness, **6:30**

Receiving bank, **6:15, 6:50 to 6:57, 6:60, 6:61**

Refund of payment of certain verified payment orders, **6:34**

Rejection of payment orders, **6:39 to 6:44**

Report of erroneous payment orders, **6:57, 6:142**

Security procedures, **6:23 to 6:26, 6:47**

Sender, defined, **6:16**

Suspension of payments, **6:44**

Time

acceptance, **6:36, 6:37**

FUNDS TRANSFERS—Cont'd

- Time—Cont'd
 - execution of payment orders, **6:50, 6:51**
 - issuance of payment orders, **6:22**
 - payment of payment orders, **6:59**
 - security procedures, time of receipt of payment order, **6:26**
- Verified and authorized payment orders, **6:27 to 6:34**
- Written agreements, verified and authorized payment orders, **6:28**

FUNERAL BENEFITS

- Retail installment credit, prepaid funeral benefits, **3:66**

FUTURE ADVANCES

- See index heading **ADVANCES**

FUTURE CREDIT

- Guaranty, extension of future credit as consideration, **9:35**

GARNISHMENT

- See index heading **ATTACHMENT AND GARNISHMENT**

GENERAL RULES OF PRIORITY

- Buyer of goods, **11:180**
- Commingled goods, **11:187**
- Conflicting perfected interests in same collateral, **11:177**
- Consigned goods, **11:188**
- Future advances, **11:183**
- Interest arising under U.C.C. Articles 2, 2A, **11:182**
- Intervening lien creditor, **11:184**
- Introduction, **11:174**
- Lessee of goods, **11:181**
- Mechanics' liens, **11:186**
- Ordinary course of business transactions, **11:178**
- Purchase Money Security Interest rules, **11:176**
- Statutory possessory liens, **11:185**
- Transactions outside the ordinary course of business, **11:179**
- Unperfected security interests, **11:175**

GOOD FAITH

- Negotiable instruments. See index heading **NEGOTIABLE INSTRUMENTS**
- Promissory notes. See index heading **PROMISSORY NOTES**

GOVERNING LAW

- Bank deposits and collections, **5:1 to 5:13**
- Commercial loans, **7:78, 7:196**
- Consumer credit protection
 - general discussion, **1:122**
 - for detailed treatment see index heading **CONSUMER CREDIT PROTECTION**
- Funds transfers, **6:7 to 6:9**
- Letters of credit
 - general discussion, **12:18 to 12:37, 12:142 to 12:144**
 - for detailed treatment see index heading **LETTERS OF CREDIT**
- Negotiable instruments. See index heading **NEGOTIABLE INSTRUMENTS**
- Retail installment credit
 - general discussion, **3:36**
 - for detailed treatment see index heading **RETAIL INSTALLMENT CREDIT**
- Secured transactions
 - for detailed treatment see index heading **SECURED TRANSACTIONS**

GOVERNING LAWS

- Effect of obligation secured by interest not subject to Article 9, **11:9**
- General exclusions under Article 9 of the UCC, **11:4**
- Landlord's liens, **11:7**
- Lease and other interest in real estate excluded from Article 9, **11:5**
- Revisions of Article 9, **11:2**
- Security interest affected by other statutes, **11:8**
- Statutory liens, **11:6**
- Texas Uniform Commercial Code Article 9, **11:1**
- Transactions covered by Article 9 of the UCC, **11:3**

INDEX

GOVERNMENT AGENCIES

Fair Credit Reporting Act, disclosures to government agencies, **1:68, 1:69**

GRACE PERIOD

Open-end credit, Truth in Lending Act, **4:24**

GUARANTY

General discussion, **9:1 et seq.**
Absolute guarantee of payment of obligation, **9:122 to 9:123**
Acceleration of underlying debt, notice of, **9:81**
Acceptance and notice of acceptance, **9:40**
Ambiguity, **9:27**
Arbitration
 general discussion, **9:46**
Assignability, **9:43**
Attorney fees, **9:117**
Automatic stay, bankruptcy issues, **9:56 to 9:61**
Bankruptcy issues, **9:56 to 9:79**
Blanks in guaranty, **9:26**
Burden of proof. Presumptions and burden of proof, below
Capacity to enter into guaranty, **9:38**
Certificate of corporate resolutions and incumbency authorizing guaranty by corporation, **9:129**
Chapter 13 exceptions, **9:60**
Checklist, drafting a guaranty, **9:120**
Coercion or duress, **9:103**
Coguarantors, contribution from, **9:91**
Collateral. Secured transactions, below
Collection, **9:3 to 9:5, 9:131**
Comfort letters, **9:55**
Commercial guaranty of specific indebtedness for one or more individual guarantors, **9:125**
Commercial loans, **7:68, 7:167, 7:186**
Conditional guaranties vs. unconditional guaranties, generally, **9:6**
Consent, **9:44**

GUARANTY—Cont'd

Consideration, **9:28 to 9:37**
Construction of guaranty agreements, **9:47**
Continuing guaranty
 general discussion, **9:11 to 9:14**
 notice of revocation of continuing guaranty, **9:130**
 short form of payment of continuing for one or more guarantors, **9:124**
 subsidiary guaranty for multiple guarantors, **9:126**
Contract principles, generally, **9:21**
Contribution from coguarantors, **9:91**
Corporations
 bankruptcy issues, intercompany guaranties, **9:71 to 9:75**
 certificate of corporate resolutions and incumbency authorizing guaranty by corporation, **9:129**
 presumption of consideration, **9:29**
Cross-stream guaranty, **9:74**
Date on guaranty, **9:25**
Death of guarantor, revocation of continuing guaranty by, **9:14**
Defenses, **9:97 to 9:114**
Demand for payment, **9:80, 9:81**
Discharge or release
 general discussion, **9:116**
 bankruptcy, discharge of debtor in, **9:62**
Dodd-Frank Act Guarantor Rule, **9:119**
D'Oench Duhme doctrine, **9:118**
Downstream guaranty, **9:75**
Drafting guaranty, **9:120**
Duress, **9:103**
Enforcement, generally, **9:80 to 9:113**
Exceptions
 bankruptcy issues, automatic stay, **9:58**
 Chapter 13 exceptions, **9:60**
 writing, **9:24**
Excused efforts, collection, **9:5**
Extension of line of credit, absolute guarantee of payment of obliga-

GUARANTY—Cont'd

- tion in consideration, **9:123**
- Federal Trade Commission notice, **9:41**
- Forgery of underlying obligation, **9:104**
- Forms
 - absolute guarantee of payment of obligation, **9:122 to 9:123**
 - certificate of corporate resolutions and incumbency authorizing guaranty by corporation, **9:129**
 - collection of obligation, **9:131**
 - commercial guaranty of specific indebtedness for one or more individual guarantors, **9:125**
 - conditional guaranty of payment of obligation, **9:127**
 - continuing guaranty
 - notice of revocation of continuing guaranty, **9:130**
 - short form of payment of continuing for one or more guarantors, **9:124**
 - subsidiary guaranty for multiple guarantors, **9:126**
 - corporations, certificate of corporate resolutions and incumbency authorizing guaranty by corporation, **9:129**
 - extension of line of credit, absolute guarantee of payment of obligation in consideration, **9:123**
 - notice of revocation of continuing guaranty, **9:130**
 - plain language consumer guaranty of specific indebtedness, **9:128**
 - resolutions, certificate of corporate resolutions and incumbency authorizing guaranty by corporation, **9:129**
 - revocation of continuing guaranty, notice of, **9:130**
 - subsidiary guaranty for multiple guarantors, **9:126**

GUARANTY—Cont'd

- Fraud
 - defenses, **9:101, 9:102**
 - transfers, **9:64 to 9:75**
- Fraudulent transfers, **9:64 et seq.**
- Future credit, consideration, **9:35**
- Government guaranties, **9:20**
- Illegality of underlying obligation, **9:100**
- Impairment of collateral, **9:111 to 9:113**
- Impairment of guarantor's rights or remedies, **9:110**
- Indemnity/surety agreement, **9:50**
- "Insider transfers," one-year avoidance period for, **9:78**
- Intent to defraud, transfers made with, **9:66**
- Intercompany guaranties, **9:71 to 9:75**
- Joinder of parties, **9:86**
- Joint and several liability, **9:16 to 9:18**
- Joint and several notes, **9:48**
- Keep-well agreement, **9:51**
- Laches, **9:99**
- Letters of credit, standby
 - distinguished from guaranty contract, **12:10**
- Letters of credit with guaranty, **12:151**
- Liability of certain guarantors under leases, **9:9**
- Limitation of actions, **9:98**
- Limited guaranty, **9:8**
- Material terms, **9:22**
- Mistake, **9:106**
- Modification
 - bankruptcy, underlying debt in, **9:63**
 - defenses, material alteration or modification, **9:107 to 9:109**
- Multiple guarantors, **9:15 to 9:18**
- Mutual mistake, **9:106**
- Negotiable instruments
 - general discussion, **9:7**
 - promissory notes. See index heading PROMISSORY NOTES
- Non-disposal agreements, **9:52**

INDEX

GUARANTY—Cont'd

Note purchase agreements, **9:53**

Notice

acceptance, **9:40**

collateral, notice of sale of, **9:93 to 9:95**

demand for payment, notice of acceleration of underlying debt, **9:81**

Federal Trade Commission notice, **9:41**

real property sales, notice of, **9:96**
revocation of continuing guaranty, **9:12, 9:13, 9:130**

Parties, **9:86**

Partnership issues, **9:17**

Performance, tender of, **9:105**

Plain language consumer guaranty of specific indebtedness, **9:128**

Pleading defense of material alteration or modification, **9:108**

Pledges. Secured transactions, below
Postponement of enforcement of consideration, **9:34**

Preferential transfers, payment on guaranty as, **9:76 to 9:78**

Presumptions and burden of proof consideration, corporate presumption of, **9:30**

fraudulent transfers, **9:70**

signatures, validity presumed, **9:82 to 9:85**

Promissory notes. See index heading PROMISSORY NOTES

Real property sales, notice of, **9:96**
“Reasonably equivalent value” defined, **9:68 to 9:70**

Release. Discharge or release, above
Reliance on guaranty as consideration, **9:36**

Repudiation, **9:115**

Resolutions, certificate of corporate resolutions and incumbency authorizing guaranty by corporation, **9:129**

Revocation of continuing guaranty, **9:12 to 9:14, 9:130**

Sales

collateral, notice of sale of, **9:93 to 9:95**

GUARANTY—Cont'd

Sales—Cont'd

note purchase agreements, **9:53**

real property sales, notice of, **9:96**

Secured transactions

impairment of collateral, **9:111 to 9:113**

sale of collateral, notice of, **9:93 to 9:95**

third-party pledge agreement, **9:49**

Setoff, **9:90**

Signatures, validity presumed, **9:82 to 9:85**

Signed, **9:39**

Special consumer Federal Trade Commission notice, **9:41**

Specialty guaranties, **9:10**

Statute of limitations, **9:98**

Subordination, **9:42**

Subrogation, **9:89**

Subsidiary guaranty for multiple guarantors, **9:126**

Substitutes, **9:48 to 9:55**

Summary judgment motion against guarantor, **9:87**

Surety, indemnity/surety agreement, **9:50**

Take-or-pay contracts, **9:54**

Tax characterization, **9:19**

Tender of performance, **9:105**

Third-party pledge agreement, **9:49**

Transfers

fraudulent transfers, **9:64 to 9:75**
preferential transfers, payment on guaranty as, **9:76 to 9:78**

Unconditional guaranties vs. conditional guaranties, generally, **9:6**

Upstream guaranty, **9:73**

Valid guaranty, requirements of, **9:21 to 9:47**

Value

consideration, **9:37**

fraudulent transfers, **9:66 to 9:70**

Waiver

general discussion, **9:46**

defenses, **9:102, 9:114**

GUARANTY—Cont'd

Writing
generally, **9:23**
revocation of continuing guaranty,
9:13

HEAVY COMMERCIAL VEHICLE

Motor vehicle retail installment sales,
defined, **3:100**

HOLDER

Generally, **8:113**
Default in payment of interest, **8:120**
Defenses
in due course, against holder
generally, **8:138**
not in due course, against holders
generally, **8:139**
acceptance of partial payment in
full satisfaction of note,
8:150
accord and satisfaction by use of
note, **8:149**
alteration of note, **8:156**
breach of duty of good faith,
8:145
claims in recoupment and setoff,
8:140
discharge of obligation, **8:157**
effect of refusal of tender on
third parties, **8:147**
enforcement of altered note,
8:158
interest payments after tender,
8:148
laches, **8:144**
lack of consideration as defense,
8:141
notice of breach of fiduciary
duty, **8:151**
notice of breach of fiduciary
duty is notice of claim,
8:152
statute of limitations, **8:142**
taker's notice where note issued
by fiduciary and payable to
fiduciary personally, **8:154**
taker's notice where note issued
by fiduciary to taker as
payee, **8:155**

HOLDER—Cont'd

Defenses—Cont'd
not in due course, against holders
—Cont'd
taker's notice where note pay-
able to fiduciary, **8:153**
tender of payment, **8:146**
Effectiveness of notice, **8:128**
Effect of instrument on obligation
taken, **8:131**
Effect of partial performance, **8:129**
Effect of security interest, **8:130**
FDIC deemed holder in due course,
8:137
Good faith, **8:116**
Holder in due course, **8:114**
No notice of claims to note, **8:124**
No notice of default, **8:117**
No notice of defenses or claims in
recoupment, **8:125**
No notice of unauthorized signature
or alteration, **8:121**
Notice of discharge, **8:126**
Obligee entitled to enforce but not in
possession, **8:135**
Obligee may enforce either note or
obligation, **8:133**
Obligee may not enforce to extent
obligation suspended, **8:134**
Payable at definite time, **8:119**
Payable on demand, **8:118**
Person not acquiring rights of holder
in due course, **8:136**
Proof of signature, **8:122**
Public filing itself not notice, **8:127**
Status as holder in due course, **8:123**
Suspension of obligation until pay-
ment, **8:132**
Value, **8:115**

HOLDER IN DUE COURSE

General discussion, **5:259 to 5:275**
For detailed treatment see index
heading NEGOTIABLE INSTRUMENTS

HOLDING COMPANIES

Commercial loans, **7:11**

**HOME IMPROVEMENT
CONTRACTS**

Retail installment credit, **3:176**

INDEX

HOMES

See index heading HOUSE OR HOME

HOMESTEAD LOANS

General treatment, **2:185 to 2:193**
Administrative interpretations, **2:192**
Constitutional protection, **2:186, 2:188**
Enforceable home equity line of credit, requirements for, **2:190**
Enforceable homestead loans, requirements for, **2:187, 2:188**
Enforceable refinance loans, requirements for, **2:189**
Enforceable reverse mortgages, requirements for, **2:191**
Home equity line of credit, **2:190**
Model forms, **2:193**
Notice of constitutional protection, **2:188**
Refinance loans, **2:189**
Reverse mortgages, **2:191**
Types of homestead loans, **2:185**

HOUSEHOLD PURPOSES

Retail installment credit, **3:10**

HOUSE OR HOME

Motor vehicle retail installment sales, mobile homes, **3:107**
Open-end credit, disclosures for credit secured by, **4:34**

HUD

Intercreditor agreement, **10:90**

IDENTIFICATION OR DESCRIPTION

Intercreditor and subordination agreements, identification of collateral, **10:33**
Negotiable instruments
general discussion, **5:186 to 5:196**
for detailed treatment see index heading NEGOTIABLE INSTRUMENTS
Secured transactions. See index heading SECURED TRANSACTIONS

IMMUNITIES

See index heading PRIVILEGES AND IMMUNITIES

IMPAIRMENT OF COLLATERAL

Secured transactions. See index heading SECURED TRANSACTIONS

IMPOSTORS

Negotiable instruments, **5:302 to 5:304**

IMPROVEMENTS

Retail installment credit, insurance on improved property, **3:82 to 3:86, 3:139 to 3:144**

INCHOATE SUBORDINATION

Intercreditor and subordination agreements, **10:44 to 10:46**

INCIDENTAL DAMAGES

Letters of credit, **12:98**

INCOMPETENCE

Bank deposits and collections, incompetence of customer, **5:151**

INCOMPLETE INSTRUMENTS

Negotiable instruments
general discussion, **5:202 to 5:205**
for detailed treatment see index heading NEGOTIABLE INSTRUMENTS

INCOMPLETE NOTE

Promissory notes
generally, **8:54**
alteration of incomplete instrument, **8:56**
burden of proof, **8:57**
incomplete note qualifying as instrument, **8:55**

INCONSISTENCY

See index heading CONFLICT OR INCONSISTENCY

INDEMNIFICATION

Commercial loans, **7:95, 7:97, 7:177, 7:191, 7:275**
Guaranty, indemnity/surety agreement, **9:50**

INDIRECT CREDIT

Definition, **1:4**

INDORSEMENT

- Bank deposits and collections. See index heading **BANK DEPOSITS AND COLLECTIONS**
- Negotiable instruments
 - general discussion, **5:207 to 5:221**
 - for detailed treatment see index heading **NEGOTIABLE INSTRUMENTS**

INDUCEMENT

- Open-end credit, inducements prohibited, **4:48**

INJUNCTIONS

- Credit services organizations, **1:201**
- Letters of credit, injunctions against honor, **12:83 to 12:88**

INSIDERS

- Guaranty, one-year avoidance period for “insider transfers,” **9:78**
- Intercreditor and subordination agreements, **10:19 to 10:21, 10:31**

INSOLVENCY

- See index heading **BANKRUPTCY AND INSOLVENCY**

INSPECTION AND INSPECTORS

- Commercial loans, inspection rights, **7:129**

INSTALLMENT NOTE

- Generally, **8:7**

INSTALLMENTS

- Closed-end installment loans
 - general discussion, **2:52 to 2:161**
 - for detailed treatment see index heading **CLOSED-END INSTALLMENT LOANS**
- Consumer credit protection. See index heading **CONSUMER CREDIT PROTECTION**
- Motor vehicle retail installment sales
 - general discussion, **3:97 to 3:153**
 - for detailed treatment see index heading **MOTOR VEHICLE RETAIL INSTALLMENT SALES**

INSTALLMENTS—Cont’d

- Promissory notes
 - for detailed treatment see index heading **PROMISSORY NOTES**
- Retail installment credit
 - general discussion, **3:1 et seq.**
 - for detailed treatment see index heading **RETAIL INSTALLMENT CREDIT**

INSTRUCTIONS

- Bank deposits and collections, instructions from transferor, **5:46 to 5:49**
- Commercial loans, action on instructions of lenders, **7:174**

INSTRUMENT

- Effect of other agreements
 - generally, **8:58**
 - other agreements as defense, **8:59**

INSURANCE

- Closed-end installment loans
 - general discussion, **2:127 to 2:146**
 - for detailed treatment see index heading **CLOSED-END INSTALLMENT LOANS**
- Commercial loans, **7:127, 7:128**
- Fair Credit Reporting Act, furnishing report for insurance transactions, **1:57**
- Federal Deposit Insurance Corporation. See index heading **FEDERAL DEPOSIT INSURANCE CORPORATION**
- Intercreditor and subordination agreements, payover of proceeds, **10:70**
- Letters of credit as insured deposit, **12:140, 12:141**
- Motor vehicle retail installment sales, **3:139 to 3:144**
- Retail installment credit, **3:52 to 3:55, 3:82 to 3:86, 3:139 to 3:144**
- Revolving credit accounts, **4:103, 4:104, 4:110**
- Secondary mortgage loans
 - general discussion, **2:129**

INDEX

INSURANCE—Cont'd

- Secondary mortgage loans—Cont'd
 - for detailed treatment see index heading **SECONDARY MORTGAGE LOANS**
- Usury. See index heading **USURY**

INTANGIBLE PERSONAL PROPERTY

- Secured transactions
 - for detailed treatment see index heading **SECURED TRANSACTIONS**

INTENT

- Commercial loans, letters of intent, **7:86, 7:288**
- Guaranty, transfers made with intent to defraud, **9:66**
- Letters of credit, intention of parties, **12:44**
- Unintentional error. See index heading **UNINTENTIONAL ERROR**
- Usury, **2:31**

INTERCOMPANY MATTERS

- Guaranty, **9:71 to 9:75**
- Intercreditor and subordination agreements, **10:20, 10:110**

INTERCREDITOR AND SUBORDINATION AGREEMENTS

- General discussion, **10:1 to 10:111**
- Acceleration rights after triggering event, **10:61**
- Advances, priority of future advances, **10:29**
- Affiliates of borrower, **10:19 to 10:21**
- Altering terms of debt, **10:27, 10:32**
- Assignments
 - general discussion, **10:73**
 - bankruptcy issues, **10:79, 10:80**
 - equitable assignment, **10:97**
- Automatic subordination, **10:48**
- Bankruptcy
 - general discussion, **10:74 to 10:87**
 - enforcement of agreement, **10:93**
 - perfection of liens, bankruptcy trustee's avoidance powers, **10:38, 10:39**

INTERCREDITOR AND SUBORDINATION

AGREEMENTS—Cont'd

- Bankruptcy—Cont'd
 - triggering event, debtor's bankruptcy as, **10:54**
- Cap on senior debt, **10:28**
- Chapter 11, assignment of voting rights under, **10:79**
- Checklist, drafting an intercreditor agreement, **10:105**
- Circular priority, **10:41, 10:42**
- Collateral issues
 - general discussion, **10:33 et seq.**
 - marshaling of collateral proceeds, **10:62 to 10:66**
- Condemnation proceeds, payover of, **10:70**
- Consensual or statutory liens, **10:8**
- Consideration, lack of, **10:101**
- Construction and interpretation, **10:14**
- Constructive trusts, **10:98**
- Contractual and equitable subordination
 - conversion of junior debt into equity, **10:76**
 - distinctions, **10:11**
 - enforcement, theories of, **10:95 to 10:97**
 - insider creditors, **10:20, 10:21**
- Conversion of junior debt into equity, **10:76**
- Debt subordination provisions, generally, **10:43 to 10:61**
- Default of senior loan as triggering event, **10:51 to 10:53**
- Defenses, **10:100 to 10:104**
- Defined terms, **10:24 to 10:32**
- Distribution of collateral proceeds, **10:62 to 10:66**
- Dividends, **10:75, 10:76**
- Double dividends, **10:75, 10:76**
- Drafting agreement, **10:23 to 10:87, 10:105**
- Enforcement of agreement, generally, **10:92 to 10:104**
- Equitable and subordination.
 - Contractual and equitable

**INTERCREDITOR AND
SUBORDINATION
AGREEMENTS—Cont’d**

subordination, above

Evidence

- bankruptcy, proof of senior creditor’s reliance, **10:93**
- filing proof of claim, **10:77, 10:78**

Extending terms of debt, **10:27, 10:32**

Filing

- general discussion, **10:36**
- proof of claim, **10:77, 10:78**

Forms

- general discussion, **10:106, 10:107**
- intercompany subordination agreement, **10:110**
- landlord’s subordination agreement, **10:108, 10:109**
- SBA Subordination Agreement, **10:111**

Fraud, **10:102**

HUD intercreditor agreement, **10:89**

Identification of collateral, **10:33**

Inchoate subordination, **10:44 to 10:46**

Insider creditors, **10:19 to 10:21, 10:31**

Insurance proceeds, payover of, **10:70**

Intercompany matters, **10:20, 10:110**

Interest on money

- general discussion, **10:25, 10:26**
- bankruptcy, senior creditor’s receipt of post-petition interest, **10:81 to 10:83**

Interpretation and construction, **10:14**

Intervening liens, **10:40**

Junior creditor or lienholder, generally, **10:17**

Landlord’s subordination agreement, **10:108, 10:109**

Lien subordination, generally, **10:6 to 10:11**

Marshaling of collateral proceeds, **10:62 to 10:66**

Modification of agreement, **10:71**

Multiple creditor agreements, **10:2**

**INTERCREDITOR AND
SUBORDINATION
AGREEMENTS—Cont’d**

New parties or agreement, effect of, **10:72**

Notice

- general discussion, **10:67, 10:68**
- default of senior loan, **10:52**

Number of “standstills,” **10:57**

Pari passu, **10:18**

Partial “standstill,” **10:58**

Partial subordination, **10:44 to 10:46**

Parties, generally, **10:15 to 10:22**

Perfection of liens, **10:35 to 10:41**

Preferences and priorities

- future advances, **10:29**
- perfection of liens, **10:41, 10:42**

Priorities. Preferences and priorities, above

Private vs. institutional financing, **10:1**

Purchase option, triggering, **10:63**

Releasing and selling collateral, **10:34**

Reliance, proof of, **10:93**

Renewing, extending, or altering terms of debt, **10:27, 10:32**

Reorganized debtor, junior creditor’s receipt of securities of, **10:84 to 10:86**

Sales

- bankruptcy, purchase/assignment of junior claims to senior creditor, **10:80**
- collateral, **10:34**

SBA lien subordination, **10:88**

SBA Subordination Agreement, **10:111**

Secured transactions. Collateral issues, above

Securities of reorganized debtor, junior creditor’s receipt of, **10:84 to 10:86**

Senior creditor or lienholder, generally, **10:15**

Standing to enforce, **10:99**

“Standstill,” **10:55 to 10:61**

Statutory lienholder, **10:16**

INDEX

INTERCREDITOR AND SUBORDINATION

AGREEMENTS—Cont'd

Statutory subordination, mortgage to
oil and gas lease, **10:9**

Stopping events, **10:47 to 10:55**

Subrogation, **10:87**

Successors, **10:73**

Third parties

lien subordination, **10:10**

notice, **10:68**

Triggering or stopping events, **10:47
to 10:55**

Trusts and trustees

constructive trusts, **10:98**

partial subordination, junior credi-
tor's payments held in trust,
10:46

perfection of liens, bankruptcy
trustee's avoidance powers,
10:38, 10:39

Unexecuted subordination agree-
ments, defenses, **10:104**

Voting rights, assignment under
Chapter 11, **10:79**

Waiver of marshaling collateral
proceeds, **10:65**

Warranties and representations, **10:69**

Written notice of default of senior
loan, **10:52**

"X" clause, **10:85**

INTEREST

Generally, **8:32**

Amount of interest indeterminable,
8:37

Avoiding usury, **8:38**

Default interest, **8:36**

Interest on interest-bearing instru-
ment, **8:33**

Late charges, **8:35**

Statement of interest, **8:34**

INTEREST ON MONEY

General discussion, **2:22 to 2:37**

Actuarial method defined, **2:49**

Annualized ceiling

general discussion, **2:172, 2:173 to
2:176**

open-end credit, **4:57**

INTEREST ON MONEY—Cont'd

Auction rate, **2:168**

Ceiling on interest rate, generally,
2:164 to 2:180

Closed-end installment loans. See
index heading CLOSED-END
INSTALLMENT LOANS

Commercial loans. See index heading
COMMERCIAL LOANS

Contracts and agreements

parol agreement, **2:51**

variable rate contracts, **2:182 to
2:184**

Definition of interest, **2:23 to 2:27**

Demand

charge or present demand, **2:45**

closed-end installment loans,
prepayment or demand occurs
before first installment date,
2:61

Disclosure, variable rate contracts,
2:184

Effective date

general discussion, **2:169, 2:175,
2:176**

open-end credit, **4:58**

Exclusive penalties, **2:46**

Exemptions and exceptions

usury, exemption of credit unions
from Title 4, **1:145**

variable rate contracts, exceptions
to use of, **2:183, 4:66**

Intercreditor and subordination agree-
ments

general discussion, **10:25, 10:26**

for detailed treatment see index
heading INTERCREDITOR AND
SUBORDINATION AGREEMENTS

Maximum rate, generally, **2:39**

Minimum ceiling, **2:178**

Monthly ceiling, **2:170**

Open-end credit. See index heading
OPEN-END CREDIT

Optional rate ceiling

general discussion, **2:7**

retail installment credit, **3:63,
3:124**

Parol agreement, **2:51**

INTEREST ON MONEY—Cont'd

Penalties

commercial loans, penalties for prepayment, **7:6**

10% per year, consumer loans under, **2:41 to 2:47**

usury, **1:149 to 1:151, 2:138**

Precomputed interest. See index heading PRECOMPUTED INTEREST

Promissory notes

for detailed treatment see index heading PROMISSORY NOTES

Public policy, **2:40**

Quarterly ceiling

general discussion, **2:171, 2:173 to 2:176**

open-end credit, **4:58**

Rate of interest, generally, **2:22 to 2:37**

Retail installment credit. See index heading RETAIL INSTALLMENT CREDIT

Revolving credit accounts

general discussion, **4:89 to 4:94**

for detailed treatment see index heading REVOLVING CREDIT ACCOUNTS

10% per year, consumer loans under, **2:38 to 2:51**

Time-price differential

distinguished, **2:27**

retail charge agreements, **4:125 to 4:128**

retail installment credit
general discussion, **3:60 to 3:66, 3:70, 3:71**

for detailed treatment see index heading RETAIL INSTALLMENT CREDIT

usury, **1:148**

28% ceiling, **2:179**

21% ceiling, **2:180**

Twice authorized amount, more than, **2:44, 3:157**

Usury

general discussion, **2:28 to 2:36**

for detailed treatment see index heading USURY

INTEREST ON MONEY—Cont'd

Variable rate contracts

general discussion, **2:182 to 2:184**

open-end credit, **4:65 to 4:67**

Weekly ceiling, **2:166 to 2:169**

INTERMEDIARY BANKS

Definition, **5:30**

Funds transfers, **6:20, 6:61**

INTERPRETATION

See index heading CONSTRUCTION AND INTERPRETATION

INTERVENING LIENS

Intercreditor and subordination agreements, **10:40**

INVENTORY

Secured transactions

for detailed treatment see index heading SECURED TRANSACTIONS

INVESTIGATION AND INVESTIGATORS

Credit reporting laws. See index heading CREDIT REPORTING LAWS

Electronic funds transfer, investigation of errors, **6:77**

Open-end credit, investigation of billing errors, **4:41 to 4:43**

INVESTMENT COMPANIES

Commercial loans, **7:11**

Usury, small business investment companies, **1:50**

INVESTMENTS

Commercial loans, **7:149**

Secured transactions

for detailed treatment see index heading SECURED TRANSACTIONS

IRREGULAR TRANSACTIONS

Closed-end installment loans

general discussion, **2:62 to 2:63**

for detailed treatment see index heading CLOSED-END INSTALLMENT LOANS

INDEX

IRREVOCABLE LETTERS OF CREDIT

General discussion, **12:50 to 12:53, 12:149, 12:150**

ITEMIZED CHARGES

Retail installment credit. See index heading **RETAIL INSTALLMENT CREDIT**

JOINER OF PARTIES

Guaranty, **9:86**

JOINT AND SEVERAL LIABILITY

Generally, **8:178**

Guaranty, **9:16 to 9:18**

Negotiable instruments, **5:296, 5:297**

Right of contribution, **8:179**

JOINT AND SEVERAL NOTES

Guaranty, **9:48**

JUDGMENTS

Commercial loans, entry of judgments against borrower, **7:166**

Negotiable instruments. See index heading **NEGOTIABLE INSTRUMENTS**

Promissory notes. See index heading **PROMISSORY NOTES**

JUNIOR CREDITOR OR LIENHOLDER

Intercreditor and subordination agreements

general discussion, **10:17**

for detailed treatment see index heading **INTERCREDITOR AND SUBORDINATION AGREEMENTS**

JURISDICTION

Commercial loans, consent to jurisdiction, **7:197**

Usury, **1:155**

JURY TRIAL

Commercial loans, waiver of jury trial, **7:198**

JUSTIFICATION

See index heading **EXCUSE OR JUSTIFICATION**

KEEP-WELL AGREEMENT

Guaranty, **9:51**

LACHES

See index heading **DELAY**

LANDLORD AND TENANT

See index heading **LEASES OF REAL PROPERTY**

LATE CHARGES

Retail charge agreements, **4:128**

Revolving credit accounts, **4:97, 4:98**

LAWYERS

See index heading **ATTORNEYS**

LEASE

Liability of certain guarantors under leases, **9:9**

LEASES OF PERSONAL PROPERTY

Retail installment credit

general discussion, **3:11, 3:43, 3:46**

for detailed treatment see index heading **RETAIL INSTALLMENT CREDIT**

LEASES OF REAL PROPERTY

Commercial loans, **7:148**

Intercreditor and subordination agreements, landlord's subordination agreement, **10:108, 10:109**

LETTERS OF CREDIT

General discussion, **12:1 et seq.**

Acceptance provisions, **12:61**

Advice, request to issue letter of advice, **12:159**

Advice of credit, **12:160**

Advisers, **12:22, 12:74 to 12:77**

Agency statutory requirements, **12:56**

Amendment. Change or amendment, below

Applicants, **12:24, 12:116, 12:119 to 12:129**

Application for letter of credit, **12:146, 12:147**

Assignments, **12:111 to 12:114, 12:157**

Assumption agreements, **12:133, 12:134**

Attorneys' fees, **12:102**

LETTERS OF CREDIT—Cont'd

Automatic stay, bankruptcy issues, **12:120, 12:121**
 Bankruptcy issues, **12:119 to 12:141**
 Banks
 branch banks, **12:144**
 liquidation of insolvent bank, **12:132**
 Banks and banking
 application for letter of credit, **12:146**
 national banks, **12:54**
 presentment for payment, standard for examination of documents, **12:64, 12:65**
 Beneficiaries, **12:23, 12:58, 12:107 to 12:110, 12:127 to 12:129**
 Branch banks, **12:144**
 Breach, **12:100 to 12:102**
 Cancellation, **12:51 to 12:53**
 Certificates
 general discussion, **12:154**
 transfer certificates, **12:156**
 Change or amendment
 general discussion, **12:51 to 12:53, 12:158**
 transfer of letter of credit, beneficiary's name change, **12:110**
 Checklist, provisions to include in letter of credit under Chapter 5, **12:145**
 Choice of law. Governing law, below
 "Clean" letters of credit, **12:12**
 Commercial letters of credit, **12:7, 12:150**
 Commercial loans, **7:55**
 Confirmation of credit, **12:161**
 Confirmation of issued letter of credit, **12:162**
 Confirmer, **12:25, 12:72**
 Conflict of laws. Governing law, below
 Consent to assignment, **12:112**
 Consequential damages, **12:98**
 Consideration, **12:42**
 Construction of contracts, **12:45**
 Contracts
 breach, **12:100 to 12:102**
 construction, **12:45**

LETTERS OF CREDIT—Cont'd

Contracts—Cont'd
 guaranty contract, standby distinguished from, **12:10**
 purchase and assumption agreements, **12:133, 12:134**
 reimbursement agreements, **12:89, 12:90**
 repudiation, **12:135, 12:136**
 specific performance, **12:97**
 Contracts, three separate contracts, **12:3**
 Damages, **12:98, 12:99, 12:101, 12:136**
 Definition of common terms, **12:15 to 12:17**
 Definitive undertaking by parties, **12:41**
 Demand
 presentment for payment, **12:58**
 time demand drafts, **12:17**
 Disclosed successor beneficiaries, recognition of, **12:109**
 Dishonor
 fraud, **12:80 to 12:82**
 notice of dishonor, **12:155**
 wrongful dishonor, **12:96 to 12:102**
 Documentary letters of credit, **12:7, 12:150**
 Drafts, generally, **12:15 to 12:17, 12:153**
 Errors made in advice, liability for, **12:77**
 Examination of documents, standard for, **12:62 to 12:67**
 Expiration date, **12:40**
 Federal Deposit Insurance Corporation, **12:131**
 Federal regulations, generally, **12:37**
 Forgery, **12:78**
 Form and content, generally, **12:38 to 12:55**
 Forms
 advice, request to issue letter of advice, **12:159**
 advice of credit, **12:160**
 amendment to letter of credit, **12:158**

INDEX

LETTERS OF CREDIT—Cont'd

Forms—Cont'd

- application for letter of credit,
12:146, 12:147
 - assignment, notice of, **12:157**
 - certificate
 - general discussion, **12:154**
 - transfer certificate, **12:156**
 - commercial letter of credit, irrevocability, **12:150**
 - confirmation of credit, **12:161**
 - confirmation of issued letter of credit, **12:162**
 - documentary letter of credit, irrevocability, **12:150**
 - drafts, **12:153**
 - guaranty, general letter of credit with, **12:151**
 - irrevocable letters of credit,
12:149, 12:150
 - notice of dishonor, **12:155**
 - revocable letters of credit, **12:148**
 - special letters of credit, **12:152**
 - standby letter of credit, irrevocability, **12:149**
 - transfer certificate, **12:156**
- Fraud, **12:78 to 12:88**
- Global crisis, drawing during, **12:71**
- Governing law
 - general discussion, **12:18 to 12:37, 12:142 to 12:144**
- Uniform Commercial Code Article 5, **12:18 et seq.**
- Uniform Customs and Practice for Documentary Credits (UCP) and International Standby Practices 1998 (ISP98), **12:29 to 12:34**
- Guaranty, general letter of credit with, **12:151**
- Guaranty contract, standby distinguished from, **12:10**
- Incidental and consequential damages, **12:98**
- Injunctions against honor, **12:83 to 12:88**
- Insolvency, **12:119 to 12:141**
- Insured deposit, letter of credit as, **12:140, 12:141**

LETTERS OF CREDIT—Cont'd

- Intention of parties, **12:44**
 - Irrevocable letters of credit, **12:50 to 12:53, 12:149, 12:150**
 - Limitation of actions, **12:104, 12:105**
 - Liquidated damages, **12:101**
 - Liquidation of insolvent bank, **12:132**
 - Mitigation of damages, **12:99**
 - Modification. Change or amendment, above
 - Name change of beneficiary, **12:110**
 - National banks, **12:54**
 - Nominated persons, **12:26, 12:73, 12:117**
- Notice
 - assignment, **12:157**
 - dishonor, **12:155**
 - fraud, issuer's proper dishonor, **12:82**
 - presentment for payment, notice of discrepancies of documents, **12:69, 12:70**
- Participating parties, **12:2, 12:21 to 12:26**
- Parties
 - definitive undertaking by parties, **12:41**
 - intention of parties, **12:44**
 - other parties, obligations of, **12:72 to 12:77**
 - participating parties, **12:2, 12:21 to 12:26**
 - relationship of parties, **12:4, 12:5**
- Preferential transfers, **12:122 to 12:129**
- Presentment for payment
 - general discussion, **12:57 to 12:70**
 - demand must be by beneficiary, **12:58**
 - discrepancies of documents, notice of, **12:69, 12:70**
 - issuer's duty in general, **12:57**
 - knowledge of other industries, **12:65**
 - nondocumentary conditions, obligation on, **12:68**
 - question of law, **12:66**
 - required documents, **12:60, 12:61**
 - standard banking practices, **12:64**

LETTERS OF CREDIT—Cont'd

Presentment for payment—Cont'd
 standard for examination documents, **12:62 to 12:67**
 strict compliance defined, **12:63**
 substantial compliance distinguished, **12:67**
 time allowed for honoring, **12:59, 12:60**
 timely notice, effect of not giving, **12:70**
 UCP and ISP98 acceptance provisions, **12:61**
 Provable claim, letter of credit as, **12:137 to 12:139**
 Purchase and assumption agreements, **12:133, 12:134**
 Questions of law, standard for examination of documents, **12:66**
 Red clause, **12:11**
 Reducing letters of credit, **12:13**
 Reimbursement, **12:89 to 12:91, 12:125**
 Remedies, generally, **12:95 to 12:105**
 Repudiation, **12:96 to 12:102, 12:135, 12:136**
 Restitution, **12:91**
 Revocability, **12:49 to 12:53, 12:148 to 12:150**
 Revolving letters of credit, **12:14**
 Secured transactions, **12:124 to 12:126**
 Sight draft, defined, **12:17**
 Special letters of credit, **12:152**
 Specific performance, **12:97**
 Standby letters of credit
 general discussion, **12:9, 12:10**
 insured deposit, letter of credit as, **12:141**
 Uniform Customs and Practice for Documentary Credits (UCP) and International Standby Practices 1998 (ISP98), **12:29 to 12:34**
 State of emergency, drawing during, **12:71**
 Statute of limitations, **12:104, 12:105**
 Subrogation, **12:115 to 12:118**

LETTERS OF CREDIT—Cont'd

Successor beneficiaries, **12:108, 12:109**
 Texas savings and Loan Associations (TXS&L)
 special provisions, applicable, **12:55**
 Time
 general discussion, **12:47, 12:48**
 advisers, timeliness of duty to advise, **12:76**
 expiration date, **12:40**
 presentment for payment, **12:59, 12:70**
 Time demand drafts, **12:17**
 Transaction structure, generally, **12:2 to 12:14**
 Transfer, generally, **12:106 to 12:114**
 Uniform Customs and Practice for Documentary Credits (UCP) and International Standby Practices 1998 (ISP98), **12:29 to 12:34**
 Value, bankruptcy issues, **12:126, 12:129**
 Warranties, **12:92 to 12:94**

LICENSES AND LICENSING

Loans
 general discussion, **2:8 to 2:12**
 for detailed treatment see index heading **LOANS**
 Money services business regulation.
 See index heading **MONEY SERVICES BUSINESS REGULATION**

LIENS

Commercial loans, **7:146, 7:147**
 Intercreditor and subordination agreements
 general discussion, **10:6 to 10:11**
 for detailed treatment see index heading **INTERCREDITOR AND SUBORDINATION AGREEMENTS**
 Intervening liens. See index heading **INTERVENING LIENS**
 Retail installment credit, prohibition on certain liens, **3:94, 3:95**
 Secured transactions
 for detailed treatment see index heading **SECURED TRANSACTIONS**

INDEX

LIMITATION OF ACTIONS

- Bank deposits and collections, **5:13**
- Consumer credit protection
 - general discussion, **1:136**
 - for detailed treatment see index
 - heading CONSUMER CREDIT PROTECTION
- Credit repair, **1:105**
- Guaranty, **9:98**
- Letters of credit, **12:104, 12:105**
- Negotiable instruments, **5:280**
- Retail installment credit, **3:167**

LIMITATION ON LIABILITY

- Consumer credit protection, **1:127 to 1:133**
- Retail installment credit, **3:158 to 3:164**

LIMITED GUARANTY

- General discussion, **9:8**

LIMITED RECOURSE

- Generally, **8:68**

LIQUIDATED DAMAGES

- Letters of credit, **12:101**

LIQUIDATION

- Letters of credit, liquidation of insolvent bank, **12:132**

LOANS

- General discussion, **2:1 to 2:195**
- Accordion provision, **7:90**
- Bank deposits and collections, bank's voluntary payment of overdraft, **5:135**
- Chapter 303, certain consumer loans subject to, **2:162 to 2:184**
- Chapter 342, applicability of, **2:4 to 2:6**
- Closed-end installment loans
 - general discussion, **2:52 to 2:161**
 - for detailed treatment see index
 - heading CLOSED-END INSTALLMENT LOANS
- Commercial loans
 - general treatment, **7:1 et seq.**
 - for detailed treatment see index
 - heading COMMERCIAL LOANS
- Constrained by law clauses, **2:194**

LOANS—Cont'd

- Consumer credit protection
 - general discussion, **1:1 et seq.**
 - for detailed treatment see index
 - heading CONSUMER CREDIT PROTECTION
- Consumer loans, generally, **2:1 et seq.**
- Contracts and agreements
 - closed-end installment loans. See index heading CLOSED-END INSTALLMENT LOANS
 - commercial loans
 - general treatment, **7:87 to 7:211**
 - for detailed treatment see index
 - heading COMMERCIAL LOANS
 - extensions and renewals, **2:181**
 - interest on money, parol agreement, **2:51**
 - interest on money. See index heading INTEREST ON MONEY
 - open-end credit, lender card agreements, **4:16**
 - secondary mortgage loans. See index heading SECONDARY MORTGAGE LOANS
- Credit code loans, **2:6**
- Criminal penalties. Penalties, below
- Exemptions and exceptions
 - interest on money, exceptions to use of variable rate contracts, **2:183**
 - interest on money. See index heading INTEREST ON MONEY
 - licensing, **2:9**
- Extensions and renewals of contract, **2:181**
- Homestead loans
 - general treatment, **2:185 to 2:193**
 - for detailed treatment see index
 - heading HOMESTEAD LOANS
- Intercreditor and subordination agreements
 - general discussion, **10:1 et seq.**
 - for detailed treatment see index
 - heading INTERCREDITOR AND SUBORDINATION AGREEMENTS
- Interest on money
 - general discussion, **2:22 to 2:37**

LOANS—Cont'd

- Interest on money—Cont'd
 - for detailed treatment see index heading INTEREST ON MONEY
- Licensing
 - general discussion, **2:8 to 2:12**
 - agency responsible for licensing, **2:12**
 - criminal penalties for operating without license, **2:10**
 - exceptions, **2:9**
 - liability to borrower, **2:11**
 - regulation of “residential mortgage loan originators” under Texas Secure and Fair Enforcement for Mortgage Licensing Act, **2:20**
- Model forms, **2:195**
- Motor vehicle retail installment sales, **3:108**
- Open-end credit. See index heading OPEN-END CREDIT
- Parties' rights, **2:3**
- Penalties
 - interest on money. See index heading INTEREST ON MONEY
 - license, operating without, **2:10**
 - usury, **1:149 to 1:151, 2:138**
- Plain language, **2:195**
- Promissory notes. See index heading PROMISSORY NOTES
- Rate of interest
 - general discussion, **2:22 to 2:37**
 - for detailed treatment see index heading INTEREST ON MONEY
- Renewals of contract, **2:181**
- Single payment loans. See index heading SINGLE PAYMENT LOANS
- Subtitle B, Title 4, applicability of, **2:2, 2:3**
- Truth in Lending Act
 - general discussion, **1:37 to 1:45**
 - for detailed treatment see index heading TRUTH IN LENDING ACT

LOCATION

- Negotiable instruments. See index heading NEGOTIABLE INSTRUMENTS

LOST, DESTROYED OR STOLEN NOTE

- Generally, **8:109**
- Essential elements, **8:110**
- Findings required for judgment, **8:112**
- Proof of terms, **8:111**

LOST OR DESTROYED INSTRUMENTS

- Negotiable instruments
 - general discussion, **5:248 to 5:258**
 - for detailed treatment see index heading NEGOTIABLE INSTRUMENTS

LOW TRANSACTION COSTS

- Commercial loans, **7:232**

MAIL AND MAILING

- Open-end credit, direct mail solicitations, **4:21 to 4:27**

MANDATORY FUNDS

AVAILABILITY SCHEDULE

- Bank deposits and collections, **5:103 to 5:112**

MANUFACTURED HOMES

- Consumer credit protection, **1:120**

MARKET COMPETITIVE RATE CEILING

- Retail charge agreements, **4:127**

MARSHALING ASSETS

- Intercreditor and subordination agreements, marshaling of collateral proceeds, **10:62 to 10:66**

MATCHED FUNDS INDICES

- Commercial loans, **7:41**

MAXIMUM INTEREST RATE

- General discussion, **2:39**
- For detailed treatment see index heading INTEREST ON MONEY

MEDICAL SERVICES

- Retail installment credit, **3:66**

MERCHANT DISCOUNTS

- Open-end credit, **4:63**

INDEX

MISREPRESENTATION

See index heading FRAUD AND DECEIT

MISTAKES

Funds transfers. See index heading

FUNDS TRANSFERS

Guaranty, **9:106**

Letters of credit, liability for errors made in advice, **12:77**

Negotiable instruments, payment or acceptance by mistake, **5:338 to 5:340**

Open-end credit, correction of billing errors, **4:38 to 4:46**

Unintentional error. See index heading UNINTENTIONAL ERROR

MITIGATION OF DAMAGES

Letters of credit, **12:99**

MOBILE HOMES

Motor vehicle retail installment sales, **3:107**

MODEL FORMS

Retail installment credit, **3:5**

MODIFICATION

Alteration of instruments. See index heading ALTERATION OF INSTRUMENTS

Bank deposits and collections. See index heading BANK DEPOSITS AND COLLECTIONS

Commercial loans. See index heading COMMERCIAL LOANS

Contracts. See index heading MODIFICATION OF CONTRACTS

Funds transfers, amendment of payment orders, **6:45**

Guaranty. See index heading GUARANTY

Intercreditor and subordination agreements, renewing, extending, or altering terms of debt, **10:27, 10:32**

Letters of credit
general discussion, **12:51 to 12:53**
for detailed treatment see index heading LETTERS OF CREDIT

Secured transactions. See index heading SECURED TRANSACTIONS

MODIFICATION OF CONTRACTS

Commercial loans

general treatment, **7:193**

for detailed treatment see index heading COMMERCIAL LOANS

Intercreditor and subordination agreements, **10:71**

Open-end credit

general discussion, **4:68 to 4:75**

for detailed treatment see index heading OPEN-END CREDIT

Retail installment credit, **3:73, 3:133**

Secondary mortgage loans, **2:152**

MONEY SERVICES BUSINESS REGULATION

Generally, **6:86 to 6:128**

Administrative penalty, **6:117 to 6:121**

Administrative procedures, **6:105**

Administrative proceedings, **6:128**

Application for license, **6:98, 6:146**

Cease and desist orders, **6:115**

Conduct of money transmission business, **6:99**

Confidentiality, **6:103**

Criminal offenses, **6:122**

Currency exchange, generally, **6:113, 6:114**

Definitions

currency exchange, **6:90**

money, **6:93**

money services, **6:89**

money transmission, **6:91**

payment instrument, **6:92**

stored value, **6:94**

Disclosure requirements for money transmission transactions, **6:100**

Emergency orders, **6:124 to 6:127**

Examinations, **6:101**

Exclusions, **6:95**

Investagatory powers, **6:88**

License

generally, **6:96**

application for license, **6:98, 6:146**

currency exchange, requirements, **6:114**

minimum qualifications, **6:97**

Penalties, **6:104**

**MONEY SERVICES BUSINESS
REGULATION—Cont'd**

Records, **6:102**
Regulatory agencies, **6:87**
Scope of law, **6:86**

MONTHLY CEILING

Interest on money, **2:170**

MORTGAGES

Chattel mortgages
for detailed treatment see index
heading SECURED TRANSACTIONS
Consumer credit protection, **1:21,**
1:116, 1:218
Registration of mortgage bankers
general discussion, **2:13 to 2:21**
for detailed treatment see index
heading REGISTRATION OF
MORTGAGE BANKERS

**MOTOR VEHICLE RETAIL
INSTALLMENT SALES**

General discussion, **3:97 to 3:153**
Acceleration of maturity, **3:132**
Add-on charges, **3:127**
Allocation of payments, **3:137**
Amendment of contract, **3:133**
Bailments and leases, **3:103**
Cash price, **3:119, 3:120**
Classification as retail installment,
3:104
Collection charges, **3:131, 3:132**
Consumer credit protection, **1:121**
Contracts
general discussion, **3:177**
acquisition of contract, **3:138**
amendment of contract, **3:133**
documentary fee, **3:111**
form and contents, **3:109 to 3:111**
mobile homes, **3:178**
Default on installment, **3:129**
Definitions
heavy commercial vehicle, **3:100**
motor home, **3:101**
motor vehicle, **3:99**
towable recreation vehicle, **3:102**
Disclosure, **3:112 to 3:117**
Documentary fee, **3:111, 3:114,**
3:130

**MOTOR VEHICLE RETAIL
INSTALLMENT SALES**

—Cont'd

Equity, transfer of, **3:136, 3:137**
Governing law, **3:97**
Heavy commercial vehicle, defined,
3:100
Inconsistent or conflicting
disclosures, **3:117**
Insurance, **3:139 to 3:144**
Itemized charge, **3:120**
Leases, **3:103**
Loans, **3:108**
Mobile homes, **3:107**
Motor home defined, **3:101**
Nonattached personal property,
3:115, 3:116
Noncovered vehicles, **3:106**
Nonwaivability of rights, **3:152**
Notice, form of, **3:116**
Optional rate ceiling, **3:124**
Outstanding balance information,
3:149
Prepayment, **3:145, 3:146**
Principal balance, calculation
methods, **3:121**
Refinancing, **3:134, 3:135**
Refund credit, **3:147**
Repossession, **3:151**
Rights of buyers, generally, **3:145 to**
3:152
Statement of payments, **3:148**
Substitute insurance, **3:144**
Time-price differential, **3:122 to**
3:127
Towable recreation vehicle defined,
3:102
Truth in Lending Act required
disclosure, **3:113**
Unequal payments, **3:125**

MOTOR VEHICLES

Retail installment sales
general discussion, **3:97 to 3:153**
for detailed treatment see index
heading MOTOR VEHICLE
RETAIL INSTALLMENT SALES
Revolving credit accounts, transfer-
ring motor vehicle certificate

INDEX

MOTOR VEHICLES—Cont'd title certificate, **4:107**

MULTIBANK LENDERS Commercial loans, **7:59, 7:293**

MULTIPLE CREDITOR AGREEMENTS Intercreditor and subordination agreements, **10:2**

MULTIPLE GUARANTORS General discussion, **9:15 to 9:18**

MULTIPLE PAYMENTS Funds transfers, **6:12**

MULTIPLE REVOLVING ACCOUNTS General discussion, **4:112, 4:113**

MULTIPLE SIGNERS Negotiable instruments, **5:187**

MULTIPLE VIOLATIONS Consumer credit protection, **1:129** Retail installment credit, **3:161**

MUTUAL MISTAKE Guaranty, **9:106**

NAMES Assumed or fictitious names. See index heading ASSUMED OR FICTITIOUS NAMES Commercial loans, notice of change of name or location, **7:131** Letters of credit, name change of beneficiary, **12:110** Negotiable instruments. See index heading NEGOTIABLE INSTRUMENTS

NATIONAL BANKS Letters of credit, **12:54** Usury, **1:47**

NEGATIVE COVENANTS Commercial loans, **7:138 to 7:153**

NEGLIGENCE Bank deposits and collections, comparative negligence, **5:160** Credit reporting laws, negligent violation, **1:179**

NEGLIGENCE—Cont'd Fair Credit Reporting Act, negligent noncompliance, **1:84** Negotiable instruments. See index heading NEGOTIABLE INSTRUMENTS

NEGOTIABLE INSTRUMENTS General discussion, **5:173 to 5:374** Acceptance checks. See index heading CHECKS dishonor of accepted drafts, **5:236** mistake, payment or acceptance by, **5:338 to 5:340** unaccepted drafts, **5:233 to 5:235, 5:312, 5:318 to 5:320, 5:331 to 5:333** Accord and satisfaction, **2:93 to 2:97** Account, instrument payable to, **5:191** Agent or representative, instrument payable to, **5:193, 5:219** Alteration of instruments defenses, **5:291 to 5:293** forged signature of instrument alteration, negligence contributing to, **5:310, 5:311** holder in due course, notice of unauthorized signature or alteration, **5:263 to 5:265** incomplete instruments, **5:204, 5:205** promissory notes. See index heading PROMISSORY NOTES Amount payable, defined, **5:183 to 5:185** Anomalous indorsement, **5:216** Automated signature of issuer, **5:188** Bank deposits and collections. See index heading BANK DEPOSITS AND COLLECTIONS Blank indorsement, **5:213 to 5:215** Burden of proof alteration of incomplete instruments, **5:205** promissory notes. See index heading PROMISSORY NOTES Cancellation or renunciation, discharge by, **5:357, 5:358** Cashier's checks. See index heading CASHIER'S CHECKS

NEGOTIABLE INSTRUMENTS

—Cont'd

- Cause of action, accrual of, **5:330, 5:337**
- Certified checks, lost, destroyed or stolen instruments, **5:251 to 5:258**
- Checklists
 - preparing negotiable instruments, **5:375**
 - requirements of negotiability, **5:376**
- Checks. See index heading CHECKS
- Consideration, lack of, **5:279**
- Conspicuous statement of tender in full satisfaction of claim, instrument with, **5:282**
- Contradictory terms in instrument, **5:201**
- Contribution, **5:297**
- Contributory negligence
 - employer liability for fraudulent employee indorsement, contributory negligence of bank, **5:306 to 5:309**
 - forged signature of instrument alteration, **5:310, 5:311**
- Conversion
 - general discussion, **5:341 to 5:344**
 - blank indorsement to special indorsement, **5:215**
- Countersignature on traveler's checks, **5:177**
- Damages, presentment warranties, **5:332 to 5:333, 5:335**
- Defenses
 - enforcement rights, generally, **5:276 to 5:295**
 - holder in due course, **5:267, 5:268, 5:276**
 - indorsement, payment in violation of, **5:220**
 - presentment warranties, **5:333**
 - promissory notes. See index heading PROMISSORY NOTES
- Definite time, payable at, **5:179 to 5:181**
- Definitions, generally, **5:175 to 5:185**

NEGOTIABLE INSTRUMENTS

—Cont'd

- Delay
 - check collection delayed, **5:326**
 - dishonor, excused delay in notice of, **5:244**
- Demand
 - bank deposits and collections, items payable on demand, **5:123**
 - definitions, **5:179 to 5:181**
 - letters of credit. See index heading LETTERS OF CREDIT
 - note payable on demand, form, **5:380, 5:381**
 - promissory notes
 - for detailed treatment see index heading PROMISSORY NOTES
- Destroyed instruments. Lost, destroyed or stolen instruments, below
- Discharge or payment
 - general discussion, **5:347 et seq.**
 - see also specific lines in this index heading
 - accord and satisfaction, **5:283 to 5:285**
 - alteration of instruments, **5:292**
 - holder in due course, notice of discharge, **5:268, 5:348**
 - promissory notes
 - for detailed treatment see index heading PROMISSORY NOTES
 - secondary obligors, discharge of, **5:358 et seq.**
- Dishonor
 - general discussion, **5:232 to 5:245**
 - accepted drafts, **5:236**
 - bank deposits and collections. See index heading BANK DEPOSITS AND COLLECTIONS
 - checks. See index heading CHECKS
 - fee for dishonored payment device, **1:209, 3:172, 4:132**
 - holder in due course, suspension of obligation until dishonor or payment, **5:271**
 - letters of credit. See index heading LETTERS OF CREDIT

INDEX

NEGOTIABLE INSTRUMENTS

—Cont'd

- Dishonor—Cont'd
 - notice
 - general discussion, **5:238 to 5:244**
 - bank deposits and collections. See index heading **BANK DEPOSITS AND COLLECTIONS**
 - indorser, obligation of, **5:324**
 - presentment
 - dishonor without, **5:237**
 - warranties, **5:334, 5:335**
 - retail charge agreements, processing fee, **4:129**
 - time drafts, **5:235**
 - unaccepted drafts, **5:233 to 5:235**
- Draft, defined, **12:15**
- Employer liability for fraudulent employee indorsement, **5:305 to 5:309**
- Enforcement rights, generally, **5:246 to 5:295**
- Estate, instrument payable to, **5:192**
- Evidence
 - burden of proof, above dishonor, **5:245**
 - holder in due course, proof of signature, **5:264, 5:265**
 - lost, destroyed or stolen instruments, proof of terms, **5:249**
 - promissory notes. See index heading **PROMISSORY NOTES**
- Excused delay in notice of dishonor, **5:244**
- Excused notice of dishonor, **5:243**
- Fictitious payees, **5:302 to 5:304**
- Fiduciary or representative
 - conversion of instrument, limitation of liability of good faith representative, **5:344**
 - instrument payable to, **5:193, 5:219**
 - notice of breach of fiduciary duty, **5:286 to 5:290**
 - promissory notes. See index heading **PROMISSORY NOTES**
- Findings required for judgment, lost, destroyed or stolen instruments, **5:250**

NEGOTIABLE INSTRUMENTS

—Cont'd

- Fixed sum, defined, **5:184**
- Foreign currency. See index heading **FOREIGN CURRENCY**
- Forgery
 - negligence contributing to forged signature of instrument alteration, **5:310, 5:311**
- Forms
 - demand, note payable on, **5:380, 5:381**
 - specific time, note payable on, **5:382 to 5:384**
- Fraudulent employee indorsement, employer liability for, **5:305 to 5:309**
- Fund or organization that is not legal entity, instrument payable to, **5:194**
- Good faith
 - conversion of instrument, limitation of liability of good faith representative, **5:344**
 - holder in due course, **5:261**
 - promissory notes. See index heading **PROMISSORY NOTES**
- Governing law
 - UCC Articles 3 and 4, conflict between, **5:174**
- Guaranty
 - general discussion, **9:7**
 - for detailed treatment see index heading **GUARANTY**
- Holder in due course
 - general discussion, **5:259 to 5:275**
 - for detailed treatment see index heading **PROMISSORY NOTES**
 - bank deposits and collections. See index heading **BANK DEPOSITS AND COLLECTIONS**
 - defenses, **5:267, 5:268, 5:276**
 - discharge and payment, notice of, **5:268, 5:348**
 - dishonor or payment, suspension of obligation until, **5:271**
 - good faith, **5:261**
 - limitation on rights of holder in due course, **5:269**

NEGOTIABLE INSTRUMENTS

—Cont'd

Holder in due course—Cont'd

lost, destroyed or stolen instruments, check presented by holder in due course, **5:258**

notice

claims to instrument, **5:266**

defenses or claims in recoupment, **5:267, 5:268**

discharge and payment, notice of, **5:268, 5:348**

overdue instrument, notice of, **5:262**

promissory notes. See index heading PROMISSORY NOTES

unauthorized signature or alteration, **5:263 to 5:265**

overdue instrument, notice of, **5:262**

partial performance, **5:269**

recoupment, claims in, **5:267, 5:268**

value

general discussion, **5:260**

bank deposits and collections, when bank given value for purposes of holder in due course, **5:87**

Identification of payee

general discussion, **5:186 to 5:196**

Impostors, **5:302 to 5:304**

Incomplete instruments

general discussion, **5:202 to 5:205**

bank deposits and collections, right to charge account for incomplete instruments, **5:136**

Indorsement

general discussion, **5:207 to 5:221**

anomalous indorsement, **5:216**

bank deposits and collections. See index heading BANK DEPOSITS AND COLLECTIONS

blank indorsement, **5:213 to 5:215**

discharge or payment, **5:358 et seq.**

employer liability for fraudulent employee indorsement, **5:305 to 5:309**

NEGOTIABLE INSTRUMENTS

—Cont'd

Indorsement—Cont'd

name not that of holder, instrument payable to holder under, **5:210**

obligation of indorser, **5:321 to 5:326**

restrictive indorsement, **5:217 to 5:220**

special indorsement, **5:211, 5:212, 5:215, 5:303**

transfer of negotiable instruments, **5:207 to 5:221**

Joint and several liability, **5:296, 5:297**

Judgments

lost, destroyed or stolen instruments, findings required for judgment, **5:250**

promissory notes. See index heading PROMISSORY NOTES

Letters of credit

general discussion, **12:1 et seq.**
for detailed treatment see index heading LETTERS OF CREDIT

Limitation of actions, **5:280**

Location. Place or location, below

Lost, destroyed or stolen instruments

general discussion, **5:248 to 5:258**

checks, **5:251 to 5:258**

discharge and payment, **5:354**

findings required for judgment, **5:250**

proof of terms, **5:249**

Mistake, payment or acceptance by, **5:338 to 5:340**

Multiple signers, **5:187**

Name

indorsement, instrument payable to holder under name not that of holder, **5:210**

Negligence

contributory negligence, above
impostors or fictitious payees, negligence in paying or taking instrument, **5:304**

Negotiation

defined, **5:206**

INDEX

NEGOTIABLE INSTRUMENTS

—Cont'd

Negotiation—Cont'd

- impostors or fictitious payees, rules applicable until negotiation by special indorsement, **5:303**
- rescission, negotiation subject to, **5:222**

Notice

- dishonor, above
- fiduciary duty, notice of breach of, **5:286 to 5:290**
- holder in due course, above
- promissory notes. See index heading PROMISSORY NOTES
- third persons, notice of right to defend action, **5:345, 5:346**

Office or officeholder, instrument payable to, **5:195**

Organization that is not legal entity, instrument payable to, **5:194**

Overdue instrument, notice of, **5:262**

“Padded payroll” rule, **5:305**

Partial performance, holder in due course, **5:269**

Partial transfer, **5:224**

Parties, generally, **5:296 to 5:346**

Payable at definite time, **5:179 to 5:181**

Payable to bearer or order, **5:178**

Payment. Discharge or payment, above

Permissible additions, contain only, defined, **5:182**

Place or location

- payment, **5:197**
- presentment, **5:227**

Possession

- holder in due course, **5:274**
- nonholder in possession, **5:247**
- promissory notes. See index heading PROMISSORY NOTES

Presentment

- general discussion, **5:225 to 5:231**
- bank deposits and collections. See index heading BANK DEPOSITS AND COLLECTIONS
- definition, **5:225**
- dishonor, above

NEGOTIABLE INSTRUMENTS

—Cont'd

Presentment—Cont'd

- letters of credit
 - general discussion, **12:57 to 12:70**
 - for detailed treatment see index heading LETTERS OF CREDIT
- lost, destroyed or stolen instruments, **5:256, 5:258**
- warranties, **5:331 to 5:337**

Presumptions. Burden of proof, above

Promissory notes

- for detailed treatment see index heading PROMISSORY NOTES

Recoupment, claims in, **5:267, 5:268**

Recourse

- indorsement without recourse, **5:323**

Release. Discharge or payment, above

Renunciation, discharge by, **5:357, 5:358**

Representatives. Fiduciary or representative, above

Rescission, negotiation subject to, **5:222**

Restrictive indorsement, **5:217 to 5:220**

Revocation or suspension

- acceptance, revocation of, **5:340**
- obligation, suspension of, **5:271, 5:274**

Satisfaction and accord, **2:93 to 2:97**

Secured transactions. See index heading SECURED TRANSACTIONS

Signatures

- automated signature of issuer, **5:188**
- countersignature on traveler's checks, **5:177**
- forged signature of instrument
 - alteration, negligence contributing to, **5:310, 5:311**
- holder in due course, notice of unauthorized signature or alteration, **5:263 to 5:265**
- indorsement, above

NEGOTIABLE INSTRUMENTS

—Cont'd

- Signatures—Cont'd
 - multiple signers, **5:187**
 - parties, liabilities of, **5:298 to 5:301**
 - promissory notes. See index heading PROMISSORY NOTES
- Special indorsement, **5:211, 5:212, 5:215, 5:303**
- Statute of limitations, **5:280**
- Stolen instruments. Lost, destroyed or stolen instruments, above
- Suspension. Revocation or suspension, above
- Suspension of obligation, **5:271, 5:273**
- Teller's checks. See index heading TELLER'S CHECKS
- Tender
 - accord and satisfaction, **5:282, 5:284**
- Third persons
 - defenses or claims, obligor's assertion of, **5:294**
 - notice of right to defend action, **5:345, 5:346**
- Time drafts
 - dishonor, **5:235**
 - letters of credit, **12:17**
- Time drafts, dishonor of, **5:235**
- Time or date
 - general discussion, **5:198 to 5:200**
 - checks. See index heading CHECKS
 - definite time, payable at, **5:179 to 5:181**
 - delay, above
 - dishonor, notice of, **5:240, 5:241**
 - limitation of actions, **5:280**
- Transfer
 - general discussion, **5:206 to 5:224**
 - warranties, **5:327 to 5:330**
- Trust, instrument payable to, **5:192, 5:219**
- Two or more personal alternatively, instrument payable to, **5:196**
- Unaccepted drafts, **5:233 to 5:235, 5:312, 5:318 to 5:320, 5:331 to 5:333**

NEGOTIABLE INSTRUMENTS

—Cont'd

- Unconditional orders, **5:176, 5:177**
- Undated instruments, **5:200**
- Value
 - holder in due course, above
 - promissory notes. See index heading PROMISSORY NOTES
- Waiver
 - promissory notes
 - for detailed treatment see index heading PROMISSORY NOTES
- Warranties
 - presentment, **5:331 to 5:337**
 - transfer warranties, **5:327 to 5:330**

NEGOTIATION

- Generally, **8:88**
- Allonge affixed to note, **8:91**
- Commercial loans, lack of involvement in negotiations, **7:241**
- Holder status, **8:93**
- Indorsement, **8:89**
- Negotiable instruments. See index heading NEGOTIABLE INSTRUMENTS
- Negotiation subject to rescission, **8:94**
- Right to require indorsement, **8:92**
- Use of allonge, **8:90**

NET WORTH

- Commercial loans, **7:141**

NEW ACCOUNTS

- Bank deposits and collections, availability of funds, **5:110**

NOMINATED PERSONS

- Letters of credit, **12:26, 12:73, 12:117**

NON-DISPOSAL AGREEMENTS

- Guaranty, **9:46**

NONFILING INSURANCE

- Closed-end installment loans, **2:146**

NONHOLDER IN POSSESSION

- Generally, **8:108**

NON-NATURAL PERSONS

- Retail installment credit, **3:13**

INDEX

NON-NEGOTIABLE

PROMISSORY NOTES

Definition of non-negotiable note,
8:61

Non-negotiable notes and Chapter 3,
8:62

Texas courts apply Chapter 3
principles to nonnegotiable
notes by analogy, **8:63**

NONRECOURSE LANGUAGE

Generally, **8:65**

Loans secured by real estate, **8:67**

Loans to partnerships, **8:66**

NONWAIVABILITY OF RIGHTS

Retail installment credit, **3:96, 3:152**

NOTE PURCHASE AGREEMENTS

Guaranty, **9:53**

NOTICE

Accommodation parties, **8:217**

Bank deposits and collections. See
index heading **BANK DEPOSITS
AND COLLECTIONS**

Closed-end installment loans, insur-
ance, **2:135 to 2:137**

Commercial loans. See index heading
COMMERCIAL LOANS

Consumer credit protection. See
index heading **CONSUMER CREDIT
PROTECTION**

Credit reporting laws. See index
heading **CREDIT REPORTING LAWS**

Credit services organizations, notice
of cancellation of contract for
services, **1:189**

Discharge of indorsers, **8:217**

Fair Credit Reporting Act. See index
heading **FAIR CREDIT REPORTING
ACT**

Funds transfers. See index heading
FUNDS TRANSFERS

Guaranty. See index heading
GUARANTY

Intercreditor and subordination agree-
ments

general discussion, **10:67, 10:68**

for detailed treatment see index
heading **INTERCREDITOR AND**

NOTICE—Cont'd

Intercreditor and subordination agree-
ments—Cont'd

SUBORDINATION AGREEMENTS

Letters of credit. See index heading

LETTERS OF CREDIT

Motor vehicle retail installment sales,
3:116

Negotiable instruments. See index
heading **NEGOTIABLE INSTRUMENTS**

Open-end credit. See index heading

OPEN-END CREDIT

Promissory notes. See index heading
PROMISSORY NOTES

Requirements

generally, **8:164**

abandonment of acceleration,
8:168

demand for payment, **8:165**

notice of acceleration, **8:167**

notice of intent to accelerate, **8:166**

Revolving credit accounts. See index
heading **REVOLVING CREDIT
ACCOUNTS**

NUMBERS AND NUMBERING

Intercreditor and subordination agree-
ments, number of “standstills,”
10:57

OBLIGATION OF ISSUER OF NOTE

Generally, **8:192**

Issuer signed incomplete note, **8:193**

Person to whom obligation owed,
8:194

OBLIGOR'S ASSERTION OF DEFENSES OR CLAIMS OF ANOTHER PERSON

Generally, **8:159**

OFF-BALANCE SHEET TRANSACTIONS

Commercial loans, **7:153**

OFFENSES

See index heading **CRIMES AND OFFEN-
SES**

OFFICE OR OFFICEHOLDER

Negotiable instruments, instrument payable to office or officeholder, **5:195**

OFFSET

Bank deposits and collections. See index heading **BANK DEPOSITS AND COLLECTIONS**

Commercial loans
general treatment, **7:201**
for detailed treatment see index heading **COMMERCIAL LOANS**

Guaranty, **9:90**

Open-end credit, offset against other funds, **4:49**

OIL AND GAS

Intercreditor and subordination agreements, statutory subordination, mortgage, **10:9**

“ON ARRIVAL” DRAFTS

Bank deposits and collections, presentment, **5:165**

OPEN-END CREDIT

General discussion, **4:1 to 4:138**

Acceleration of debt, **4:44**

Acknowledgment of investigation of billing errors, **4:42**

Advertising restrictions, Truth in Lending Act, **4:36**

Agreements. Contracts and agreements, below

Annualized ceiling, **4:57**

Bills and billing

revolving credit accounts. See index heading **REVOLVING CREDIT ACCOUNTS**

statement of billing rights, **4:138**

Truth in Lending Act, **4:17, 4:38 to 4:46**

Change in terms

general discussion, **4:68 to 4:75**

disclosures prior to, **4:32 to 4:33**

revolving credit accounts, **4:114**

Chapter 342, regulation under, **4:52 to 4:55**

OPEN-END CREDIT—Cont’d

Checklists

credit card agreement, drafting, **4:136**

credit card application form, drafting a, **4:135**

Checkoff form, change of agreement term, **4:70**

Commercial credit, applicability of Regulation Z to, **4:9**

Consent to change of agreement term, **4:71**

Conspicuousness of disclosures, Truth in Lending Act, **4:10**

Constrained by law clauses, **4:133**

Contracts and agreements

general discussion, **4:54**

change in terms, below
contract renewals or extensions, **4:64**

delivery of copy of agreement to borrower, **4:55**

lender card agreements, **4:16**

retail charge agreements

general discussion, **4:118 to 4:131, 4:137**

for detailed treatment see index heading **RETAIL CHARGE AGREEMENTS**

variable rate agreements, **4:65 to 4:67**

Copy of agreement, delivery of, **4:55**

Correction of billing errors, **4:38 to 4:46**

Credit cards

general discussion, **4:5**

agreement, drafting, **4:136**

application form, drafting, **4:135**

discounts, **4:63**

revolving credit accounts, credit card, defined, **4:78**

Truth in Lending Act, **4:18 to 4:27, 4:35**

Credit reports, **4:46**

Decrease in interest rate, disclosure of, **4:73**

Defenses, Truth in Lending Act, **4:50**

Definition, **1:3, 4:1 to 4:3**

INDEX

OPEN-END CREDIT—Cont'd

- Delivery of copy of agreement to borrower, **4:55**
- Disclosure
 - change in agreement term, **4:73 to 4:78**
 - Truth in Lending Act, below
 - variable rate agreements, **4:67**
- Discounts, **4:63**
- Dishonored payment device, fee for, **4:132**
- Dwelling houses, disclosures for credit secured by, **4:34**
- Effective date, **4:57, 4:58**
- Estimates, Truth in Lending Act, **4:11**
- Exceptions
 - revolving credit accounts, **4:113**
 - variable rate agreements, use of, **4:67**
- Extensions, **4:64**
- Fees
 - dishonored payment device, fee for, **4:132**
 - retail charge agreements. See index heading **RETAIL CHARGE AGREEMENTS**
 - revolving credit accounts, **4:95 to 4:102**
 - Truth in Lending Act, **4:19, 4:20, 4:22, 4:27**
- Finance charges, Truth in Lending Act, **4:14, 4:23, 4:47**
- Forms
 - billing rights, statement of, **4:138**
 - model forms, **4:134**
 - retail charge agreement, **4:137**
- Grace period, Truth in Lending Act, **4:24**
- Inducements prohibited, **4:48**
- Interest on money
 - annual percentage rate, **4:21**
 - ceiling on interest rate, **4:56 to 4:62**
 - disclosure of change in agreement term, **4:73 to 4:75**
 - rejection of rate change, **4:72**
 - revolving credit accounts
 - general discussion, **4:89 to 4:94**

OPEN-END CREDIT—Cont'd

- Interest on money—Cont'd
 - revolving credit accounts—Cont'd
 - for detailed treatment see index heading **REVOLVING CREDIT ACCOUNTS**
 - variable rate agreements, **4:65 to 4:67**
- Investigation of billing errors, **4:41 to 4:43**
- Lender card agreements, **4:16**
- Loan charges, **4:53**
- Mail solicitations, Truth in Lending Act, **4:21 to 4:27**
- Maximum loan charge, **4:53**
- Merchant discounts, **4:63**
- Mistakes, correction of billing errors, **4:38 to 4:46**
- Model forms, **4:134**
- Modification of agreement. Change in terms, above
- Notice
 - billing errors, correction of, **4:40**
 - change of agreement term, **4:69, 4:75**
 - revolving credit accounts, notice of late charges, **4:98**
- Offset against other funds, **4:49**
- Plain language, **4:134**
- Principal dwelling, disclosures for credit secured by, **4:34**
- Quarterly ceiling, **4:58**
- Regulation Z, **4:8, 4:9**
- Rejection of rate change, **4:72**
- Renewal
 - contract renewals or extensions, **4:64**
 - disclosures prior to renewal, **4:13**
- Repayment without incurrence of additional finance charges, **4:47**
- Retail charge agreements
 - general discussion, **4:118 to 4:131, 4:137**
 - for detailed treatment see index heading **RETAIL CHARGE AGREEMENTS**
- Revolving credit accounts
 - general discussion, **4:76 to 4:117**

OPEN-END CREDIT—Cont'd

Revolving credit accounts—Cont'd
for detailed treatment see index
heading **REVOLVING CREDIT
ACCOUNTS**

Security interest, Truth in Lending
Act, **4:16**

Solicitation. Truth in Lending Act,
below

State regulation, generally, **4:51 to
4:131**

Subsequent events, Truth in Lending
Act, **4:12**

Time

billing errors, resolving of, **4:43**

effective date, **4:57, 4:58**

Truth in Lending Act

general discussion, **4:7 to 4:50**

advertising restrictions, **4:36**

bills and billing, **4:17, 4:38 to 4:46**

correction of billing errors, **4:38 to
4:46**

credit and charge cards, **4:18 to
4:27, 4:35**

defenses, **4:50**

direct mail solicitations, **4:21 to
4:27**

disclosure

change in terms, disclosures
prior to, **4:32 to 4:33**

direct mail solicitations, **4:21 to
4:27**

principal dwelling, disclosures
for credit secured by, **4:34**

renewal, disclosures prior to,
4:13

disclosures

conspicuousness, **4:10**

initial disclosure statement, **4:13
to 4:17**

estimates, **4:11**

finance charges, **4:14, 4:23, 4:47**

grace period, **4:24**

inducements prohibited, **4:48**

offset against other funds, **4:49**

principal dwelling, disclosures for
credit secured by, **4:34**

Regulation Z, **4:8, 4:9**

renewal, disclosures prior to, **4:13**

OPEN-END CREDIT—Cont'd

Truth in Lending Act—Cont'd

repayment without incurrence of
additional finance charges,
4:47

security interest, **4:16**

solicitation

general discussion, **4:18 to 4:27**

direct mail solicitations, **4:21 to
4:27**

telephone solicitations, **4:28 to
4:30**

subsequent events, effect of, **4:12**

telephone solicitations, **4:28 to
4:30**

Variations in rate, disclosure of, **4:74,
4:75**

Written acknowledgment of
investigation of billing errors,
4:42

OPINIONS

Commercial loans, opinion of bor-
rower's counsel, **7:75, 7:300**

OPTIONAL RATE CEILING

General discussion, **2:7**

For detailed treatment see index
heading **INTEREST ON MONEY**

OPTIONS TO PURCHASE

Commercial loans, **7:280**

ORDER OR SEQUENCE

Bank deposits and collections, order
in which items may be paid,
5:125 to 5:127

ORDINARY CARE

See index heading **DUE CARE**

**ORIGINAL ISSUE DISCOUNT
NOTE**

Generally, **8:13**

**OUTSTANDING BALANCE
INFORMATION**

Motor vehicle retail installment sales,
3:149

OVERDRAFTS

Bank deposits and collections, **5:134,
5:135, 5:138**

INDEX

OVERDUE INSTRUMENTS OR PAYMENTS

- Commercial loans, delinquency charge, **7:7**
- Fair Credit Reporting Act, information on overdue child support, **1:78**
- Negotiable instruments, notice of overdue instrument, **5:262**

OVER-THE-LIMIT FEES

- Revolving credit accounts, **4:101**

“PADDED PAYROLL” RULE

- Negotiable instruments, **5:305**

PARI PASSU

- Intercreditor and subordination agreements, **10:18**

PAROL AGREEMENTS

- Interest on money, **2:51**

PARTIAL PERFORMANCE

- Negotiable instruments, holder in due course, **5:269**

PARTIAL SUBORDINATION

- Intercreditor and subordination agreements
 - general discussion, **10:44 to 10:46**
 - for detailed treatment see index heading INTERCREDITOR AND SUBORDINATION AGREEMENTS

PARTIAL TRANSFER

- Negotiable instruments, **5:224**
- Promissory notes, **8:96**

PARTICIPATING PARTIES

- Letters of credit, **12:2, 12:21 to 12:26**

PARTICIPATION AGREEMENTS

- Commercial loans
 - general treatment, **7:225 to 7:286, 7:302**
 - for detailed treatment see index heading COMMERCIAL LOANS

PARTIES

- Funds transfers, agreement to vary provisions, **6:6**
- Guaranty, **9:86**

PARTIES—Cont’d

- Intercreditor and subordination agreements, **10:15 to 10:22**
- Letters of credit. See index heading LETTERS OF CREDIT
- Loans, parties’ rights, **2:3**
- Negotiable instruments
 - general discussion, **5:296 to 5:346**
 - for detailed treatment see index heading NEGOTIABLE INSTRUMENTS
- Promissory notes
 - for detailed treatment see index heading PROMISSORY NOTES

PARTNERSHIPS

- Guaranty, **9:17**

PATRIOT ACT

- Commercial loans, compliance with USA Patriot Act, **7:206**

PAYABLE AT DEFINITE TIME

- Negotiable instruments, **5:179 to 5:181**

PAYABLE ON DEMAND OR AT DEFINITE TIME

- Generally, **8:24**
- At definite time, **8:26**
- Demand, **8:25**
- Effect of extension option, **8:27**
- Payable both at fixed date and on demand prior to fixed date, **8:28**

PAYABLE TO BEARER OR ORDER

- Negotiable instruments, **5:178**
- Promissory notes, **8:23**

PAYDAY LENDING

- Consumer credit protection, **1:22**

PAYMENT-IN-KIND NOTE

- Generally, **8:14**

PAYMENT ORDERS

- See index heading FUNDS TRANSFERS

PAYMENT PLACE

- Generally, **8:47**
- Maker has more than one address, **8:50**

PAYMENT PLACE—Cont'd

- Maker has no place of business, **8:51**
- Maker's address not stated, **8:49**
- Payment place not stated in note, **8:48**

PAYMENTS

- Generally, **8:208**
- Claim to note enforceable against party receiving payment, **8:211**
- Notification of transfer, **8:209**
- Obligation not discharged, **8:210**

PAYOFF LETTERS

- Commercial loans, **7:220**

PAYOR BANKS

- See index heading **BANK DEPOSITS AND COLLECTIONS**

PENALTIES

- Consumer credit protection
 - general discussion, **1:111, 1:122 to 1:138**
 - for detailed treatment see index heading **CONSUMER CREDIT PROTECTION**
- Foreign currency transmissions, civil penalty for violation, **6:137**
- Interest on money. See index heading **INTEREST ON MONEY**
- Loans. See index heading **LOANS**
- Money Services Act, administrative penalty, **6:117 to 6:121**
- Money services business regulation, **6:104**
- Retail charge agreements, **4:131**
- Retail installment credit
 - general discussion, **3:154 to 3:169**
 - for detailed treatment see index heading **RETAIL INSTALLMENT CREDIT**
- Revolving credit accounts, **4:117**

PERFECTION

- Accounts, **11:136**
- Agricultural lien priority, **11:157**
- Aircraft, **11:164**
- Amendment of financing statement, **11:125**
- As-extracted collateral, **11:110**

PERFECTION—Cont'd

- As-extracted collateral Choice of law governing perfection, **11:170**
- Assignment of security interest, **11:124**
- Automatic perfection, **11:94, 11:133**
- Central filing, **11:114**
- Chattel paper, **11:137**
- Choice of law governing perfection, **11:141**
- Collateral subject to perfection by possession, **11:83**
- Commercial tort claims, **11:145**
- Compliance with Food Security Act of 1985, **11:159**
- Content of financing statement, **11:101**
- Continuation statement, **11:123**
- Continuous perfection rule, **11:172**
- Control of deposit account, **11:88**
- Control of electronic chattel paper, **11:95**
- Control of investment property, **11:87**
- Control of letter-of-credit rights, **11:91**
- Control of virtual currency, **11:96**
- Debtor may file termination, **11:129**
- Delivery of original, **11:116**
- Deposit account at secured party bank, **11:89**
- Deposit account at third party bank, **11:90**
- Deposit accounts, **11:146**
- Description of collateral, **11:106**
- Description of real estate on which collateral located, **11:108**
- Documents, **11:149**
- Duration of filing, **11:120**
- Duration of perfection, **11:97**
- Duty of secured party to provide notice upon assignment, **11:130**
- Effect of change of debtor's name, **11:104**
- Effect of errors or minor omissions, **11:111**
- Effect of lapse, **11:121**
- Equipment, **11:161**
- Facsimile filing, **11:118**
- Farm products, **11:156**

INDEX

PERFECTION—Cont'd

- Fixtures, **11:109, 11:162**
- Form UCC-3, **11:122**
- Form UCC-5 information statement, **11:131**
- Fraudulently filed termination procedure, **11:132**
- General intangibles, **11:143**
- Goods Consumer goods, **11:154**
- Instruments, **11:138**
- Intellectual property, **11:144**
- Intercreditor and subordination agreements, perfection of liens, **10:35 to 10:41**
- Inventory, **11:160**
- Investment property, **11:139**
- Letter-of-credit rights, **11:152**
- Life insurance, **11:148**
- Local filing, **11:113**
- Master amendment or assignment, **11:126**
- Methods of filing, **11:115**
- Methods of perfection, **11:82**
- Money, **11:153**
- Motor vehicles and manufactured homes, **11:167**
- Motor vehicles and other goods covered by a certificate of title
Choice of law governing perfection, **11:168**
- Multiple consents required, **11:92**
- Name of debtor, **11:102**
- Name of secured party, **11:105**
- Online filing, **11:117**
- Overview, **11:81**
- Perfection by control, **11:86**
- Perfection by filing, **11:98**
- Perfection by possession through third person/agent, **11:85**
- Perfection of security interest in proceeds, **11:135**
- Period of perfection without filing, **11:150**
- Priority between secured party and landlord, **11:158**
- Priority rule, **11:151, 11:155, 11:163**
- Priority rules, **11:142, 11:169, 11:173**
- Registered certificated security, **11:84**
- Response period, **11:128**

PERFECTION—Cont'd

- Rolling stock, **11:166**
- Secured transactions
 - for detailed treatment see index heading SECURED TRANSACTIONS
- Signature requirements, **11:107**
- Special automatic perfection rule, **11:171**
- Special rules effecting securities intermediaries, **11:140**
- Temporary perfection Instruments, certificated securities and negotiable documents, **11:134**
- Termination statement, **11:127**
- Transfer v. assignment, **11:93**
- UCC-1 financing statement, **11:99**
- Use of trade name or assumed name, **11:103**
- Vessels, **11:165**
- Virtual currencies, **11:147**
- When filing deemed complete; tender rule, **11:119**
- When to file, **11:100**
- Where to file, **11:112**

PERFORMANCE

- Commercial loans, performance of obligations, **7:136**
- Guaranty, tender of performance, **9:105**
- Letters of credit, specific performance, **12:97**
- Negotiable instruments, holder in due course, **5:269**

PERSONAL, FAMILY, OR HOUSEHOLD PURPOSES

- Retail installment credit, **3:10**

PERSONAL HISTORY STATEMENT

- Funds transfers, **6:145**

PLACE OR LOCATION

- Commercial loans, notice of change of name or location, **7:131**
- Negotiable instruments. See index heading NEGOTIABLE INSTRUMENTS
- Secured transactions. See index heading SECURED TRANSACTIONS

PLAIN LANGUAGE

Generally, **1:213, 2:195, 3:174, 4:134, 9:128**

PLEADING

Guaranty, pleading defense of material alteration or modification, **9:108**

PLEDGE

See index heading SECURED TRANSACTIONS

POSSESSION

Negotiable instruments. See index heading NEGOTIABLE INSTRUMENTS
Promissory notes. See index heading PROMISSORY NOTES

POST-CLOSING DOCUMENTS

Commercial loans, **7:221**

POSTDATED CHECKS

Bank deposits and collections, **5:137**

POSTING

Bank deposits and collections, deferred posting, **5:115**

POSTPONEMENT

Guaranty, postponement of enforcement of consideration, **9:34**

POWER OF ATTORNEY

Closed-end installment loans, **2:157**

PRECOMPUTED INTEREST

Closed-end installment loans
general discussion, **2:59 to 2:61**
for detailed treatment see index heading CLOSED-END INSTALLMENT LOANS

Retail installment credit, refund credit for precomputed time-price differential monthly installment contract, **3:70, 3:71**

PREEMPTION

Bank deposits and collections, **5:3 to 5:5**
Funds transfers, **6:5**
Retail installment credit, **3:47**
Usury
general discussion, **1:46 to 1:51**

PREEMPTION—Cont'd

Usury—Cont'd
for detailed treatment see index heading USURY

PREFERENCES AND PRIORITIES

Bank deposits and collections
general discussion, **5:170 to 5:172**
for detailed treatment see index heading BANK DEPOSITS AND COLLECTIONS

Circular priority, intercreditor and subordination agreements, **10:41, 10:42**

Guaranty, payment on guaranty as preferential transfers, **9:76 to 9:78**

Intercreditor and subordination agreements, priority of future advances, **10:29**

Letters of credit, preferential transfers, **12:122 to 12:129**

Secured transactions
for detailed treatment see index heading SECURED TRANSACTIONS

PREMATURITY

Funds transfers, premature acceptance of payment orders, **6:37**

PREMIUMS

Secondary mortgage loans. See index heading SECONDARY MORTGAGE LOANS

PREPAYMENT

Closed-end installment loans. See index heading CLOSED-END INSTALLMENT LOANS

Commercial loans, **7:6, 7:9**

Motor vehicle retail installment sales, **3:145, 3:146**

Retail installment credit
general discussion, **3:88, 3:89**
for detailed treatment see index heading RETAIL INSTALLMENT CREDIT

PREPAYMENT RIGHTS AND PENALTIES

Generally, **8:74**

INDEX

PRESENTING BANKS

Definition, **5:31**

PRESENTMENT

Generally, **8:100**

Excused presentment, **8:102**

Negotiable instruments

general discussion, **5:225 to 5:231**

for detailed treatment see index

heading NEGOTIABLE INSTRUMENTS

Rules governing presentment, **8:101**

PRESUMPTIONS

Generally, **8:176**

PRESUMPTIONS AND BURDEN OF PROOF

Guaranty, corporate presumption of consideration, **9:30**

Guaranty. See index heading

GUARANTY

Negotiable instruments. See index

heading NEGOTIABLE INSTRUMENTS

Promissory notes. See index heading

PROMISSORY NOTES

Retail installment credit, presumptive or conclusive proof of delivery, **3:51**

Usury

general discussion, **2:32**

for detailed treatment see index

heading USURY

PRINCIPAL BALANCE

Retail installment credit, calculation methods, **3:67 to 3:71, 3:121**

PRIORITIES

See index heading PREFERENCES AND PRIORITIES

PRIVILEGED AND CONFIDENTIAL INFORMATION

Commercial loans, **7:195**

E-commerce privacy statement, **1:226**

Money services business, **6:103**

PRIVILEGES AND IMMUNITIES

Bank deposits and collections, privilege of presenting bank to deal with goods, **5:169**

Commercial loans, agreement

between agent and bank, **7:172**

PROMISE UNCONDITIONAL

Generally, **8:20**

Contain only permissible additions, **8:22**

Reference to other record, **8:21**

PROMISSORY NOTE

Drafting consideration

forum selection, **8:77**

PROMISSORY NOTES

Generally, **8:1**

Collateral. Secured transactions, below

Collateral documents, renewal of, **8:70**

Contradictory terms

generally, **8:53**

Date of, **8:52**

Drafting considerations

generally, **8:64**

Evidence

burden of proof, above

presumptions, below

Filing suit, **8:170**

Fixed rate note, **8:11**

Forms

demand

note payable on demand, **5:380, 5:381**

specific time, note payable on, **5:382 to 5:384**

Identification of payee

note payable

account, **8:41**

agent or representative, **8:43**

fund or organization that is not legal entity, **8:44**

office or officeholder, **8:45**

trust or estate, **8:42**

two or more persons alternatively, **8:46**

PROMISSORY NOTES—Cont'd

Identification of payee—Cont'd
rules for determination of payee,
8:40

Incomplete note
generally, **8:54**
alteration of incomplete instru-
ment, **8:56**
burden of proof, **8:57**
incomplete note qualifying as
instrument, **8:55**

Interest on money
usury, below

Negotiability under Uniform Com-
mercial Code, **8:2**

Notice
holder in due course, above

Payment. Discharge and payment,
above

Presumptions
burden of proof, above

Ratification or renewal of guaranty,
8:71

Renewal and extension, **8:69**

Requirements of negotiable
identification of payee
generally, **8:39**

Secured transactions
demand, note payable upon, **5:381**
specific time, note payable upon,
5:384

Security, **8:16**

Series, note in, **8:15**

Statutory history, **8:3**

PROOF

See index heading EVIDENCE

PROPERTY INSURANCE

See index heading INSURANCE

PRO RATA

See index heading APPORTIONMENT AND
ALLOCATION

PUBLICATION

Commercial loans, publication of
interest terms, **7:39, 7:43, 7:45**

PUBLIC POLICY

Interest on money, **2:40**

PUNITIVE DAMAGES

Equal Credit Opportunity Act, **1:32**

PURCHASE OPTION

Intercreditor and subordination agree-
ments, **10:63**

PURCHASES

See index heading SALES

QUARTERLY CEILING

General discussion, **2:171, 2:173 to**
2:176

For detailed treatment see index
heading INTEREST ON MONEY

QUESTIONS OF LAW

Letters of credit, standard for exami-
nation of documents, **12:66**

RATE OF INTEREST

General discussion, **2:22 to 2:37**

For detailed treatment see index
heading INTEREST ON MONEY

REAL PROPERTY

Commercial loans, **7:114, 7:300**

Consumer credit protection, install-
ment loans not secured by real
estate, **1:114**

Guaranty, notice of real property
sales, **9:96**

Leases of real property. See index
heading LEASES OF REAL PROP-
ERTY

Promissory notes. See index heading
PROMISSORY NOTES

Secondary mortgage loans. See index
heading SECONDARY MORTGAGE
LOANS

REASONABLE CARE

See index heading DUE CARE

REASONABLENESS

Fair Credit Reporting Act, reasonable
compliance procedures for credit
reporting agencies, **1:63**

Funds transfers. See index heading
FUNDS TRANSFERS

Guaranty, “reasonably equivalent
value” defined, **9:68 to 9:70**

INDEX

RECEIPTS

Closed-end installment loans, receipt for cash payment, **2:149**

RECEIVING BANK

Funds transfers, **6:15, 6:50 to 6:57, 6:60, 6:61**

RECITALS

Commercial loans, **7:87, 7:173**

RECORDS AND RECORDING

Intercreditor and subordination agreements

general discussion, **10:36**

for detailed treatment see index

heading INTERCREDITOR AND SUBORDINATION AGREEMENTS

Money services business regulation, **6:104**

Revolving credit accounts under U.C.C., recording fees, **4:108**

Secured transactions. See index heading SECURED TRANSACTIONS

RECOUPMENT

Bank deposits and collections, **5:60**

Negotiable instruments, **5:267, 5:268**

RECOURSE

Negotiable instruments. See index heading NEGOTIABLE INSTRUMENTS

RED CLAUSE

Letters of credit, **12:11**

REDUCING LETTERS OF CREDIT

General discussion, **12:13**

REDUCING LOANS

Commercial loans, **7:48**

REFEREES

Bank deposits and collections, collection of documentary drafts, **5:167, 5:168**

REFERRALS

Credit services organizations, charging for referrals, **1:193**

Retail installment credit, compensation for referral, **3:59**

REFINANCING

Homestead loans, **2:189**

Motor vehicle retail installment sales, **3:134, 3:135**

REFUNDS

Bank deposits and collections, **5:95 to 5:101**

Closed-end installment loans, refund of precomputed interest, **2:60, 2:61**

Foreign currency transmissions, refund of transaction, **6:136**

Funds transfers, refund of payment of certain verified payment orders, **6:34**

Retail installment credit, refund credits, **3:67 to 3:71, 3:89, 3:147**

REGISTRATION OF CREDIT SERVICES ORGANIZATIONS

See index heading CREDIT SERVICES ORGANIZATIONS

REGISTRATION OF MORTGAGE BANKERS

General discussion, **2:13 to 2:21**

Application of Mortgage Banker Registration Act (MBRA), **2:13**

Complaints under MBRA, **2:19**

Definitions under (MBRA), **2:14**

Disclosure statement under MBRA, **2:18**

Fraud, **2:21**

Regulation of “residential mortgage loan originators” under Texas Secure and Fair Enforcement for Mortgage Licensing Act, **2:20**

Reregistration, **2:17**

Termination of registration, **2:16**

REGULATION B

Equal Credit Opportunity Act, **1:29**

REGULATION Z

Truth in Lending Act

general discussion, **1:39**

for detailed treatment see index

heading TRUTH IN LENDING ACT

REIMBURSEMENT

Commercial loans. See index heading
COMMERCIAL LOANS
Letters of credit, **12:89 to 12:91**,
12:125

REINSTATEMENT

Generally, **8:169**

REINVESTIGATION

Credit reporting laws, **1:169**, **1:171**,
1:173

REJECTION

Funds transfers, rejection of payment
orders, **6:39 to 6:44**
Open-end credit, rejection of rate
change, **4:72**

RELEASE

See index heading DISCHARGE OR
RELEASE

RELIANCE

Commercial loans, reliance on docu-
ments, **7:176**
Guaranty, reliance on guaranty as
consideration, **9:36**
Intercreditor and subordination agree-
ments, proof of senior creditor's
reliance, **10:93**

RENEWALS

Bank deposits and collections,
renewal of stop-payment order,
5:147
Commercial loans, **7:13**
Intercreditor and subordination agree-
ments, renewing, extending, or
altering terms of debt, **10:27**,
10:32
Loan contracts, **2:181**
Open-end credit. See index heading
OPEN-END CREDIT

RENTALS

Retail installment credit
general discussion, **3:11**, **3:43**,
3:46
for detailed treatment see index
heading RETAIL INSTALLMENT
CREDIT

RENUNCIATION OR REPUDIATION

Guaranty, **9:115**
Letters of credit, **12:96 to 12:102**,
12:135, **12:136**
Negotiable instruments, discharge by
cancellation or renunciation,
5:357, **5:358**

REORGANIZATION

Intercreditor and subordination agree-
ments, junior creditor's receipt
of securities of reorganized
debtor, **10:84 to 10:86**

REPAIRING CREDIT

Credit Repair. See index heading
CREDIT REPAIR

REPAYMENT

Closed-end installment loans, return
of instruments to borrower on
repayment, **2:151**
Commercial loans, **7:65**
Open-end credit, repayment without
incurrence of additional finance
charges, **4:47**
Retail installment credit, Truth in
Lending Act, **3:14**

REPEATER RULE

Bank deposits and collections, repeat
alterations or forgeries by same
wrongdoer, **5:159**

REPORTS AND REPORTING

Bank deposits and collections,
customer's duty to discover and
report unauthorized signature or
alteration, **5:154 to 5:161**
Commercial loans, financial report-
ing, **7:122**
Credit reporting laws
general discussion, **1:158 to 1:181**
for detailed treatment see index
heading CREDIT REPORTING
LAWS
Funds transfers, report of erroneous
payment orders, **6:57**, **6:142**

REPOSSESSION

Retail installment credit, **3:93**, **3:151**

INDEX

REPRESENTATIVES

See index heading FIDUCIARIES AND REPRESENTATIVES

REPUDIATION

See index heading RENUNCIATION OR REPUDIATION

REQUIREMENTS OF NEGOTIABLE PROMISSORY NOTES

Generally, **8:18**

Question of law, **8:19**

RESALE

Fair Credit Reporting Act, reselling consumer reports, **1:67**

RESCISSION

Negotiable instruments, negotiation subject to rescission, **5:222**

Retail installment credit

general discussion, **3:90**

for detailed treatment see index heading RETAIL INSTALLMENT CREDIT

RESOLUTIONS

Commercial loans, resolution of corporation authorizing borrowing, **7:299**

Guaranty, certificate of corporate resolutions and incumbency authorizing guaranty by corporation, **9:129**

RESTITUTION

Letters of credit, **12:91**

RESTRICTIVE INDORSEMENT

Negotiable instruments, **5:217 to 5:220**

RETAIL CHARGE AGREEMENTS

General discussion, **4:118 to 4:131, 4:137**

Alternative rates under Chapter 303, **4:126**

Annual fee, **4:122**

Attorneys' fees, **4:130**

Blank spaces in agreement, **4:121**

Blended rate, **4:125**

RETAIL CHARGE AGREEMENTS

—Cont'd

Consumer Credit Protection Act, **4:120**

Dishonored checks, processing fee for, **4:129**

Fees

annual fee, **4:122**

attorneys' fees, **4:130**

dishonored check, processing fee for, **4:129**

Late charges, **4:128**

Market competitive rate ceiling, **4:127**

Penalties and liabilities, **4:131**

Time-price differential, **4:125 to 4:128**

RETAIL INSTALLMENT CREDIT

General discussion, **3:1 to 3:179**

Acceleration of debt, **3:77, 3:132**

Acknowledgment of delivery, **3:50, 3:51**

Add-on charges, **3:61, 3:127**

Advertising, Truth in Lending Act, **3:24**

Allocation of payments, **3:79, 3:137**

Amended principal balance, **3:69, 3:74 to 3:77**

Amendment of contract, **3:73, 3:133**

Assignee of creditor, maintaining action against, **3:32**

Bailments and leases

general discussion, **3:11, 3:43, 3:46**

motor vehicle retail installment sales, **3:103**

Certificate of completion, **3:91**

Checklists

drafting a retail installment contract, **3:170**

prohibited contract provisions, **3:171**

Choice of insurance, **3:85, 3:142**

Class actions

general discussion, **3:168**

Truth in Lending Act, **3:31**

Collection charges, **3:76, 3:77, 3:131, 3:132**

RETAIL INSTALLMENT CREDIT

—Cont'd

- Compensation for referral, **3:59**
- Completion certificate, **3:91**
- Conclusive proof of delivery, **3:51**
- Conflict of laws. Governing law, below
- Consolidation of contract, **3:78 to 3:80**
- Constitutional protection, prohibition on certain liens, **3:95**
- Constrained by law clauses, **3:173**
- Consumer credit protection, **1:118, 3:169**
- Contracts
 - general discussion, **3:45, 3:46**
 - acknowledgment of delivery, **3:50, 3:51**
 - acquisition of contract, **3:81, 3:138**
 - amendment of contract, **3:73, 3:133**
 - consolidation, **3:78 to 3:80**
 - definition of retail installment contract, **3:43**
 - documentary fees, **3:56 to 3:58, 3:111, 3:114, 3:130, 3:179**
 - drafting retail installment contract, **3:170**
 - form of contract, **3:48 to 3:59**
 - goods and services, **3:175**
 - home improvement, **3:176**
 - insurance, **3:52 to 3:55**
 - more than one document, contract in, **3:49**
 - motor vehicle retail installment sales
 - general discussion, **3:177**
 - for detailed treatment see index heading MOTOR VEHICLE RETAIL INSTALLMENT SALES
 - mobile homes, **3:178**
 - prohibited contract provisions, **3:171**
 - refund credit for precomputed time-price differential monthly installment contract, **3:70, 3:71**
 - rescission, below

RETAIL INSTALLMENT CREDIT

—Cont'd

- Correction of violation, **3:162 to 3:164**
- Criminal liability, Truth in Lending Act, **3:33**
- Damages, Truth in Lending Act, **3:20**
- Default on installment, **3:75, 3:129**
- Deferred installments, **3:72**
- Definitions
 - consumer, **3:9**
 - goods, **3:38**
 - retail installment contract, **3:43**
 - retail installment transaction, **3:38**
 - services, **3:40**
- Delivery, acknowledgment of, **3:50, 3:51**
- Dental services, **3:66**
- Disclosure
 - documentary fees, **3:58, 3:114, 3:179**
 - insurance as itemized charge, **3:55**
 - motor vehicle retail installment sales, **3:112 to 3:117**
 - Truth in Lending Act, **3:19 to 3:26, 3:113**
- Dishonored payment device, fee for, **3:172**
- Documentary fees, **3:56 to 3:58, 3:111, 3:114, 3:130, 3:179**
- Excessive amounts of interest or time-price differential, charging of, **3:155 to 3:158**
- Exemptions and exclusions
 - goods excluded from regulation, **3:39**
 - services excluded from regulation, **3:41**
- Truth in Lending Act, below
- Family or household purposes, **3:10**
- Federal Reserve Board, **3:3 to 3:6**
- Fees
 - dishonored payment device, fee for, **3:172**
 - documentary fees, **3:56 to 3:58, 3:111, 3:114, 3:130, 3:179**
- Finance charges, **3:22 to 3:24**

INDEX

RETAIL INSTALLMENT CREDIT

—Cont'd

Forms

- documentary fee disclosure clauses, **3:179**
- goods and services, **3:175**
- home improvement contracts, **3:176**
- mobile homes, **3:178**
- model forms, **3:174**

Funeral benefits, prepayment of, **3:66**

Governing law

- general discussion, **3:36**
- motor vehicle retail installment sales, **3:97**
- penalties, **3:154**

Home improvement contracts, **3:176**

Household purposes, **3:10**

Improved property, insurance on, **3:82 to 3:86, 3:139 to 3:144**

Insurance, **3:52 to 3:55, 3:82 to 3:86, 3:139 to 3:144**

Interest on money

- time-price differential, below
- Truth in Lending Act, below

Itemized charges

- insurance, **3:54, 3:55**
- motor vehicle retail installment sales, **3:120**

Leases. Bailments and leases, above

Liens, prohibition on, **3:94, 3:95**

Limitation of actions, **3:167**

Limitation on liability, **3:158 to 3:164**

Medical and dental services, **3:66**

Minimum time-price differential, **3:65**

Model forms, **3:174**

Model forms, **3:5**

Modification of contract, **3:73, 3:133**

Motor vehicle retail installment sales general discussion, **3:97 to 3:153**

- for detailed treatment see index
- heading MOTOR VEHICLE
RETAIL INSTALLMENT SALES

Multiple violations, **3:161**

Non-natural persons, **3:13**

Nonwaivability of rights, **3:96, 3:152**

RETAIL INSTALLMENT CREDIT

—Cont'd

Optional rate ceiling, **3:63, 3:124**

Penalties

- general discussion, **3:154 to 3:169**
- disclosure of penalty for prepayment, **3:26**

Personal, family, or household purposes, **3:10**

Plain language, **3:174**

Precomputed time-price differential monthly installment contract, refund credit for, **3:70, 3:71**

Preemption, **3:47**

Prepayment

- general discussion, **3:88, 3:89**
- funeral benefits, **3:66**
- motor vehicle retail installment sales, **3:145, 3:146**
- penalty for prepayment, **3:26**

Presumptive or conclusive proof of delivery, **3:51**

Principal balance, calculation methods of, **3:67 to 3:71, 3:121**

Rate tables, **3:6**

Referral, compensation for, **3:59**

Refund credits, **3:67 to 3:71, 3:89, 3:147**

Regulation Z, **3:4 to 3:6**

Rentals. Bailments and leases, above

Repayment in less than four installments, Truth in Lending Act, **3:14**

Repossession, **3:93, 3:151**

Rescission

- general discussion, **3:90**
- Truth in Lending Act, **3:34, 3:35**

Rights of buyers, generally, **3:87 to 3:96**

Statement of payments, **3:92, 3:148**

State regulation, generally, **3:36 to 3:169**

Time-price differential

- general discussion, **3:60 to 3:66, 3:70, 3:71**
- excessive amounts of interest or time-price differential, charging of, **3:155 to 3:158**

RETAIL INSTALLMENT CREDIT
—Cont'd

Time-price differential—Cont'd
 motor vehicle retail installment
 sales, **3:122 to 3:127**

Truth in Lending Act
 general discussion, **3:1 to 3:35**
 advertising, **3:24**
 amounts greater than \$25,000,
3:16
 assignee of creditor, maintaining
 action against, **3:32**
 civil liability, **3:28 to 3:32**
 class actions, **3:31**
 consumer defined, **3:9**
 criminal liability, **3:33**
 damages, **3:20**
 disclosure, **3:19 to 3:26, 3:113**
 enforcement of responsibilities,
3:27 to 3:35
 exemptions
 general discussion, **3:18**
 rescission, **3:35**
 Federal Reserve Board, **3:3 to 3:6**
 finance charges, **3:22 to 3:24**
 four installments, not repayable in
 less than, **3:14**
 interest
 annual percentage rate, **3:20,**
3:21
 rate tables, **3:6**
 leases and bailments, **3:11**
 motor vehicle retail installment
 sales, **3:113**
 non-natural persons, **3:13**
 personal, family, or household
 purposes, **3:10**
 persons who do not regularly
 extend credit, **3:15**
 prepayment and disclosure of
 penalty for prepayment, **3:26**
 rescission, **3:34, 3:35**
 state regulated transactions, **3:17**
 waivers, **3:18**
 Twice authorized amount, more than,
3:157
 Unequal payments, **3:64, 3:125**
 Unintentional error, **3:160**

RETAIL INSTALLMENT CREDIT
—Cont'd

Venue, **3:166**
 Waiver
 nonwaivability of rights, **3:96,**
3:152
 Truth in Lending Act, **3:18**

RETENTION WARRANTIES

Bank deposits and collections, **5:77**

RETURN

Bank deposits and collections. See
 index heading **BANK DEPOSITS**
AND COLLECTIONS

RETURNED CHECK FEES

See index heading **CHECKS**

REVERSE MORTGAGES

Homestead loans, **2:191**

REVOCAION OR SUSPENSION

Bank deposits and collections. See
 index heading **BANK DEPOSITS**
AND COLLECTIONS

Funds transfers, suspension of pay-
 ments, **6:44**

Guaranty, revocation of continuing
 guaranty, **9:12 to 9:14, 9:130**

Letters of credit, **12:49 to 12:53,**
12:149, 12:150

Negotiable instruments. See index
 heading **NEGOTIABLE INSTRUMENTS**

Secondary mortgage loans, debt
 suspension, **2:126**

REVOLVING CREDIT ACCOUNTS

General discussion, **4:76 to 4:117**
 Acceleration, when prohibited, **4:104**
 Alternative interest computation,
4:91
 Amendment of terms, **4:114**
 Attorneys' fees, **4:107**
 Average daily balance, **4:86 to 4:88**
 Billing cycle
 defined, **4:77**
 interest rates, **4:92 to 4:94**
 Cash advance charges, **4:99**
 Change in terms, **4:114**
 Checks, returned check fees, **4:100**
 Collateral, **4:103, 4:104, 4:110**

INDEX

REVOLVING CREDIT ACCOUNTS —Cont'd

- Commercial loans, **7:51 to 7:56**
- Consumer credit protection, **1:119**
- Costs of action, **4:106, 4:107**
- Credit card, defined, **4:78**
- Definitions
 - billing cycle, **4:77**
 - credit card, **4:78**
 - creditor, **4:79**
 - customer, **4:80**
- Equal billing cycles, **4:93, 4:94**
- Exceptions to multiple revolving accounts, **4:113**
- Fees, **4:95 to 4:102**
- Filing or recording fees, **4:108**
- Insurance, **4:103, 4:104, 4:110**
- Interest on money
 - general discussion, **4:89 to 4:94**
 - average daily balance, interest included in, **4:88**
 - fees, **4:102**
- Late charges, **4:97, 4:98**
- Motor vehicle certificate title certificate, transfer of, **4:107**
- Multiple revolving accounts, **4:112, 4:113**
- Notice
 - commercial loans, **7:52 to 7:54**
 - late charges, **4:98**
- Over-the-limit fees, **4:101**
- Penalties, **4:117**
- Recording fees under U.C.C., **4:108**
- Recovery of authorized amounts, **4:105 to 4:111**
- Returned check fees, **4:100**
- Triparty accounts, **4:84**

REVOLVING LETTERS OF CREDIT

- General discussion, **12:14**

RIGHTS ACQUIRED BY TRANSFER

- Generally, **8:95**

RIGHTS AND OBLIGATIONS OF PARTIES PRIOR TO DEFAULT

- Assignability of account, **11:208**

RIGHTS AND OBLIGATIONS OF PARTIES PRIOR TO DEFAULT—Cont'd

- Consent to sale of collateral, **11:212**
- Debtor's control over collateral, **11:211**
- Defenses to payment, **11:204**
- Direct payment from account debtor to secured party, **11:210**
- Duty of reasonable care; criminal liability of debtor, **11:202**
- Duty to provide statement of account, **11:203**
- Exception for consumer goods, **11:206**
- Modification of, or substitution for, contract underlying account, **11:209**
- Other exceptions, **11:207**
- Right of purchaser of production to terminate security interest, **11:214**
- Right of purchaser to buy free and clear of production interest or statutory lien, **11:215**
- Right to setoff, **11:213**
- Waiver of buyer's rights, **11:205**

RISK PARTICIPANTS

- Commercial loans, **7:227 to 7:230**

SALES

- Commercial loans, options to purchase, **7:280**
- Fair Credit Reporting Act, reselling consumer reports, **1:67**
- Guaranty. See index heading
GUARANTY
- Intercreditor and subordination agreements. See index heading
INTERCREDITOR AND SUBORDINATION
AGREEMENTS
- Letters of credit, purchase and assumption agreements, **12:133, 12:134**
- Motor vehicle retail installment sales
 - general discussion, **3:97 to 3:153**
 - for detailed treatment see index heading MOTOR VEHICLE
RETAIL INSTALLMENT SALES

SALES—Cont'd

- Retail installment sales
 - general discussion, **3:1 et seq.**
 - for detailed treatment see index heading **RETAIL INSTALLMENT SALES**
- Secured transactions. See index heading **SECURED TRANSACTIONS**

SATISFACTION

- Commercial loans, **7:83**
- Negotiable instruments, accord and satisfaction, **2:93 to 2:97**

SAVINGS AND LOAN ASSOCIATIONS

- Special provisions, applicable
 - Texas savings and Loan Associations (TXS&L), **12:55**
- Usury, **1:48**

SAVINGS CLAUSES

- Usury
 - general discussion, **2:33 to 2:36**
 - for detailed treatment see index heading **USURY**

SCHEDULES AND SCHEDULING

- Bank deposits and collections, mandatory funds availability schedule, **5:103 to 5:112**
- Closed-end installment loans. See index heading **CLOSED END INSTALLMENT LOANS**
- Commercial loans, **7:210**
- Secondary mortgage loans, first scheduled installment, **2:108**

SECONDARY MORTGAGE LOANS

- Additional insurance, **2:133**
- Administrative fees, **2:123, 2:124**
- Appraisal of real estate, **2:118**
- Attorneys' fees, **2:111, 2:116**
- Closed-end installment loans, generally, **2:87 to 2:126**
- Collection
 - amounts authorized to be collected or added to loan, **2:113 to 2:124**

SECONDARY MORTGAGE LOANS—Cont'd

- Collection—Cont'd
 - regular transaction defaults, **2:98, 2:99**
- Consumer credit protection, **1:116**
- Contracts
 - amounts authorized to be included in contract, **2:109 to 2:112**
 - modification, **2:152**
- Costs of action, **2:111, 2:112, 2:116**
- Debt suspension and debt cancellation, **2:126**
- Defaults
 - irregular transaction defaults, **2:106, 2:107**
 - regular transaction defaults, **2:96 to 2:99**
- Deferment, additional interest for, **2:100 to 2:105**
- Definition, **2:87**
- Federal programs, fees for compliance with, **2:122**
- Fees
 - administrative fees, **2:123, 2:124**
 - attorneys' fees, **2:111, 2:116**
 - federal programs, fees for compliance with, **2:122**
 - security interests, fees connected to, **2:117**
 - trustee fees, **2:110**
- Gap waiver agreements, **2:126**
- Insurance and insurance premiums
 - general discussion, **2:129**
 - additional insurance, **2:133**
 - amounts authorized to be collected or added to loan, **2:121**
 - property insurance, **2:125**
 - title insurance premiums, **2:114**
- Irregular transaction defaults, **2:106, 2:107**
- Modification of contract, **2:152**
- Precomputed interest, **2:88 to 2:91**
- Premiums. Insurance and insurance premiums, above
- Prepayment, additional interest for deferment, **2:104**
- Property insurance, **2:125**

INDEX

SECONDARY MORTGAGE LOANS—Cont'd

- Regular transaction defaults, **2:96 to 2:99**
- Security interests, fees connected to, **2:117**
- Simple interest loans, **2:92 to 2:95**
- Survey of real estate, **2:120**
- Time
 - administrative fees, **2:124**
 - collection, **2:99, 2:105**
 - first scheduled installment, **2:108**
- Title examination, **2:114**
- Title insurance premiums, **2:114**
- Trustee fees, **2:110**

SECONDARY OBLIGORS

- Burden of proof, **8:220**
- Discharge of
 - generally, **8:213**
 - consent and waiver, **8:218**
 - effect of extension of due date, **8:214**
 - effect of material modification, **8:215**
 - effect of security interest, **8:216**
 - presumption, **8:221**
 - right to enforce retained, **8:219**

SECURED NOTE

- Generally, **8:8**
- Real estate lien note, **8:9**
- Recourse versus nonrecourse notes, **8:10**

SECURED TRANSACTIONS

- Amendment. Change or modification, below
- Bank deposits and collections. See index heading **BANK DEPOSITS AND COLLECTIONS**
- Choice of law. Governing law, below
- Closed-end installment loans
 - general discussion, **2:155, 2:156**
 - for detailed treatment see index heading **CLOSED-END INSTALLMENT LOANS**
- Commercial loans. See index heading **COMMERCIAL LOANS**
- Duration. Time, below

SECURED TRANSACTIONS —Cont'd

- Guaranty. See index heading **GUARANTY**
- Identification. Description or identification, above
- Impairment of collateral guaranty, **9:111 to 9:113**
- Intercreditor and subordination agreements
 - general discussion, **10:33 to 10:42**
 - for detailed treatment see index heading **INTERCREDITOR AND SUBORDINATION AGREEMENTS**
- Letters of credit, **12:124 to 12:126**
- Location. Place or location, below
- Modification. Change or modification, above
- Negotiable instruments
 - promissory notes
 - for detailed treatment see index heading **PROMISSORY NOTES**
- Open-end credit, Truth in Lending Act, **4:16**
- Perfection
 - priorities, below
- Preferences. Priorities and preferences, below
- Priorities and preferences
 - bankruptcy, above
- Promissory notes
 - for detailed treatment see index heading **PROMISSORY NOTES**
- Recording. Filing, above
- Revolving credit accounts, collateral, **4:103, 4:104, 4:110**
- Sales
 - intercreditor and subordination agreements, sale of collateral, **10:34**

SECURITIES

- Commercial loans, special rule for asset-backed securities transactions, **7:14**
- Intercreditor and subordination agreements, junior creditor's receipt of securities of reorganized debtor, **10:84 to 10:86**

SECURITIES—Cont'd

Secured transactions. See index heading SECURED TRANSACTIONS

SECURITY AGREEMENTS

For detailed treatment see index heading SECURED TRANSACTIONS

SECURITY INTERESTS

For detailed treatment see index heading SECURED TRANSACTIONS

SECURITY PROCEDURES

Funds transfers, **6:23 to 6:26, 6:47**

SENIOR CREDITOR OR LIENHOLDER

Intercreditor and subordination agreements
general discussion, **10:15**
for detailed treatment see index heading INTERCREDITOR AND SUBORDINATION AGREEMENTS

SETOFF

See index heading OFFSET

SETTLEMENT

Bank deposits and collections
general discussion, **5:91 to 5:101**
for detailed treatment see index heading BANK DEPOSITS AND COLLECTIONS

SEVERABILITY

Commercial loans, **7:204**

SIGHT DRAFTS

Letters of credit, **12:17**

SIGNATURE OF ORGANIZATION

Generally, **8:191**

SIGNATURE REQUIRED FOR LIABILITY

Generally, **8:180**
Exception signature of guarantor in ambiguous capacity, **8:186**
Note made in assumed name, **8:187**
Representative liable to holder in due course, **8:188**
Representative liable to other person, **8:189**
Rules of construction, **8:183**

SIGNATURE REQUIRED FOR LIABILITY—Cont'd

Signature of individuals, **8:181**
Signature of representative, **8:182**
Signature on note in ambiguous capacity, **8:185**
Signature on note in unambiguous capacity, **8:184**

SIGNATURES

Bank deposits and collections. See index heading BANK DEPOSITS AND COLLECTIONS
Commercial loans. See index heading COMMERCIAL LOANS
Guaranty, validity presumed, **9:82 to 9:85**
Negotiable instruments. See index heading NEGOTIABLE INSTRUMENTS
Promissory notes. See index heading PROMISSORY NOTES

SIMPLE INTEREST

Closed-end installment loans
general discussion, **2:64 to 2:68, 2:83 to 2:85**
for detailed treatment see index heading CLOSED-END INSTALLMENT LOANS

SINGLE PAYMENT LOANS

Closed-end installment loans, **2:69, 2:70**
Consumer credit protection, **1:115**

SMALL BUSINESS INVESTMENT COMPANIES

Usury, **1:50**

SMALL HIGH-INTEREST RATE LOANS

Closed-end installment loans, **2:86**

SOFR

Commercial loans, **7:44, 7:45**

SOLICITATION

Open-end credit. See index heading TRUTH IN LENDING ACT

SOLVENCY

See index heading BANKRUPTCY AND INSOLVENCY

INDEX

SPECIAL INDORSEMENT

Negotiable instruments, **5:211, 5:212, 5:215, 5:303**

SPECIAL LETTER OF CREDIT

Generally, **12:152**

SPECIFIC PERFORMANCE

Letters of credit, **12:97**

SPLIT INTEREST RATE

Closed-end installment loans, **2:56 to 2:58**

STALE CHECKS

Bank deposits and collections, **5:149, 5:150**

STANDARD OF CARE

See index heading DUE CARE

STANDBY LETTERS OF CREDIT

General discussion, **12:9, 12:10**

For detailed treatment see index heading LETTERS OF CREDIT

STANDING

See index heading PARTIES

“STANDSTILL”

Intercreditor and subordination agreements, **10:55 to 10:61**

STATEMENT OF NON-NEGOTIABILITY

Generally, **8:60**

STATE OF EMERGENCY

Drawing letters of credit, **12:71**

STATE REGULATION

Consumer credit protection
general discussion, **1:107 to 1:208**
for detailed treatment see index heading CONSUMER CREDIT PROTECTION

Open-end credit
general discussion, **4:51 to 4:131**
for detailed treatment see index heading OPEN-END CREDIT

Retail installment credit
general discussion, **3:36 to 3:169**

STATE REGULATION—Cont’d

Retail installment credit—Cont’d
for detailed treatment see index heading RETAIL INSTALLMENT CREDIT

STATUTE OF FRAUDS

Commercial loans, **7:208, 7:209**

STATUTE OF LIMITATIONS

See index heading LIMITATION OF ACTIONS

STOCK AND STOCKHOLDERS

Commercial loans, **7:151**

Dividends. See index heading DIVIDENDS

STOLEN INSTRUMENTS

Negotiable instruments
general discussion, **5:248 to 5:258**
for detailed treatment see index heading NEGOTIABLE INSTRUMENTS

STOP-PAYMENT ORDERS

Bank deposits and collections
general discussion, **5:142 to 5:148**
for detailed treatment see index heading BANK DEPOSITS AND COLLECTIONS

STOPPING EVENTS

Intercreditor and subordination agreements, **10:47 to 10:55**

STRICT CONSTRUCTION

Usury statutes, **2:36**

SUBAGENTS

Bank deposits and collections, **5:37**

SUBCHAPTER S CORPORATIONS

Commercial loans, **7:152**

SUBORDINATION

Generally, **8:78**

Guaranty, **9:42**

Intercreditor and subordination agreements
general discussion, **10:1 et seq.**
for detailed treatment see index heading INTERCREDITOR AND SUBORDINATION AGREEMENTS

SUBROGATION

- Bank deposits and collections, **5:162, 5:163**
- Guaranty, **9:89**
- Intercreditor and subordination agreements, **10:87**
- Letters of credit, **12:115 to 12:118**

SUBSEQUENT EVENTS

- Open-end credit, Truth in Lending Act, **4:12**

SUBSIDIARIES

- Commercial loans, **7:112**
- Guaranty, subsidiary guaranty for multiple guarantors, **9:126**

SUBSTITUTE OR SUBSTITUTION

- Guaranty, **9:48**
- Motor vehicle retail installment sales, substitute insurance, **3:144**

SUCCESSORS

- Commercial loans, successor agents, **7:181**
- Intercreditor and subordination agreements, **10:73**
- Letters of credit, successor beneficiaries, **12:108, 12:109**

SUMMARY JUDGMENT

- Generally, **8:177**

SUPPORT OF CHILDREN

- Fair Credit Reporting Act, information on overdue child support, **1:78**

SURETY BONDS

- See index heading BONDS AND UNDERTAKINGS

SURVEYS

- Secondary mortgage loans, real estate survey, **2:120**

SURVIVAL

- Commercial loans, survival of indemnity, **7:97**

SUSPENSION

- See index heading REVOCATION OR SUSPENSION

SYNDICATION AGENTS

- Commercial loans, **7:185**

TAKE-OR-PAY CONTRACTS

- Guaranty, **9:54**

TANGIBLE PERSONAL PROPERTY

- Secured transactions
for detailed treatment see index
heading SECURED TRANSACTIONS

TAXES

- Commercial loans, **7:96, 7:117, 7:123**
- Tax refund anticipation loans, **1:210**

TELEPHONE SOLICITATIONS

- Open-end credit, Truth in Lending Act, **4:28 to 4:30**

TELLER'S CHECKS

- Lost, destroyed or stolen instruments, **5:251 to 5:258**
- Refusal to pay, **5:314**

TENANTS

- See index heading LEASES OF REAL PROPERTY

TENDER

- Guaranty, tender of performance, **9:105**
- Negotiable instruments. See index heading NEGOTIABLE INSTRUMENTS

TERMINATION OR EXPIRATION

- Bank deposits and collections. See index heading BANK DEPOSITS AND COLLECTIONS
- Closed-end installment loans, adjustment or termination of insurance, **2:144**
- Commercial loans. See index heading COMMERCIAL LOANS
- Credit reporting laws, termination of agency reinvestigation, **1:171**
- Letters of credit, expiration date, **12:40**
- Mortgage Banker Registration Act, termination of registration, **2:16**

INDEX

TERMINATION OR EXPIRATION —Cont'd

Secured transactions. See index heading SECURED TRANSACTIONS

TERM SHEETS

Commercial loans, **7:60 to 7:86, 7:289**

TEXAS BUSINESS COURT VENUE

Generally, **8:171**

TEXAS FINANCE CODE

Generally, **8:84**

TEXAS SAVINGS AND LOAN ASSOCIATIONS (TXS&L)

Special provisions, applicable
Letters of credit, **12:55**

TEXAS SECURE AND FAIR ENFORCEMENT FOR MORTGAGE LICENSING ACT

Regulation of “residential mortgage
loan originators” under, **2:20**

THIRD PERSONS

Guaranty, third-party pledge agreement, **9:49**

Intercreditor and subordination agreements. See index heading
INTERCREDITOR AND SUBORDINATION
AGREEMENTS

Negotiable instruments. See index
heading NEGOTIABLE INSTRUMENTS

TIME

Bank deposits and collections. See
index heading BANK DEPOSITS
AND COLLECTIONS

Checks. See index heading CHECKS

Closed-end installment loans. See
index heading CLOSED-END
INSTALLMENT LOANS

Commercial loans. See index heading
COMMERCIAL LOANS

Effective date. See index heading
EFFECTIVE DATE

Extension of time. See index heading
EXTENSION OF TIME

Funds transfers. See index heading
FUNDS TRANSFERS

Guaranty, **9:25**

TIME—Cont'd

Letters of credit

general discussion, **12:47, 12:48**
for detailed treatment see index
heading LETTERS OF CREDIT

Limitation of actions. See index
heading LIMITATION OF ACTIONS

Negotiable instruments
general discussion, **5:198 to 5:200**
for detailed treatment see index
heading NEGOTIABLE INSTRU-
MENTS

Open-end credit. See index heading
OPEN-END CREDIT

Secondary mortgage loans. See index
heading SECONDARY MORTGAGE
LOANS

Secured transactions. See index head-
ing SECURED TRANSACTIONS

Termination or expiration. See index
heading TERMINATION OR EXPIRA-
TION

TIME DRAFTS

Negotiable instruments. See index
heading NEGOTIABLE INSTRUMENTS

TIME-PRICE DIFFERENTIAL

See index heading INTEREST ON MONEY

TITLE CERTIFICATES

Revolving credit accounts, transfer-
ring motor vehicle certificate
title certificate, **4:107**

TITLE EXAMINATION

Secondary mortgage loans, **2:114**

TITLE INSURANCE

Secondary mortgage loans, **2:114**

TITLE TO PROPERTY

Commercial loans, **7:107**

TRANSFER OF NON-NEGOTIABLE NOTES

Generally, **8:99**

TRANSFER OF PROMISSORY NOTES

Generally, **8:87**

TRANSFER OF SECURED NOTES

Generally, **8:97**
Securitization, **8:98**

TRANSFERS

Bank deposits and collections
 general discussion, **5:53 to 5:80**
 for detailed treatment see index
 heading **BANK DEPOSITS AND COLLECTIONS**
Commercial loans. See index heading
 COMMERCIAL LOANS
Funds transfers
 general discussion, **6:1 to 6:85**
 for detailed treatment see index
 heading **FUNDS TRANSFERS**
Guaranty. See index heading
 GUARANTY
Letters of credit
 general discussion, **12:106 to 12:114**
 for detailed treatment see index
 heading **LETTERS OF CREDIT**
Negotiable instruments
 general discussion, **5:206 to 5:224**
 for detailed treatment see index
 heading **NEGOTIABLE INSTRUMENTS**
Sales. See index heading **SALES**

TRANSPORTATION

Currency transportation. See index
 heading **CURRENCY EXCHANGE, TRANSPORTATION OR TRANSMISSION**

TRAVELER'S CHECKS

Countersignature on traveler's
 checks, **5:177**

TREASURY BILLS

Commercial loans, **7:42, 7:43**

TRIGGERING OR STOPPING EVENTS

Intercreditor and subordination agreements, **10:47 to 10:55**

TRIPARTY ACCOUNTS

Revolving credit accounts, **4:84**

TRUE DAILY EARNINGS METHOD

Closed-end installment loans, **2:66**

TRUSTS AND TRUSTEES

Intercreditor and subordination agreements. See index heading
 INTERCREDITOR AND SUBORDINATION AGREEMENTS
Negotiable instruments, instrument
 payable to trust, **5:192, 5:219**
Secondary mortgage loans, trustee
 fees, **2:110**

TRUTH IN LENDING ACT

General discussion, **1:37 to 1:45**
Advertising
 open-end credit, **4:36**
 restrictions, generally, **1:43**
 retail installment credit, **3:24**
Bills and billing
 general discussion, **1:44**
 open-end credit, **4:17, 4:38 to 4:46**
Closed-end credit, disclosures
 required under, **1:220**
Consumer credit protection, generally, **1:37 to 1:45**
Credit cards
 liability of holder, **1:41, 1:42**
 open-end credit, **4:18 to 4:27, 4:35**
Disclosure
 general discussion, **1:40**
 closed-end credit, disclosures
 required under, **1:220**
 open-end credit. See index heading
 OPEN-END CREDIT
 retail installment credit, **3:19 to 3:26, 3:113**
Enforcement, **1:45**
Exempt transactions, checklist, **1:221**
Motor vehicle retail installment sales, **3:113**
Open-end credit
 general discussion, **4:7 to 4:50**
 for detailed treatment see index
 heading **OPEN-END CREDIT**
Purpose of act, **1:37**
Regulation Z
 general discussion, **1:39**

INDEX

TRUTH IN LENDING ACT—Cont'd

- Regulation Z—Cont'd
 - open-end credit, **4:8, 4:9**
 - retail installment credit, **3:4 to 3:6**
- Retail installment credit
 - general discussion, **3:1 to 3:35**
 - for detailed treatment see index
 - heading **RETAIL INSTALLMENT CREDIT**
- Scope of coverage, **1:38**
- Unauthorized use of credit card, liability for, **4:35**

TRUTH-IN-LENDING DISCLOSURES

- Generally, **8:83**

TYPES OF COLLATERAL

- Accessions, **11:17**
- Aircraft, **11:20**
- As-extracted collateral, **11:24**
- Chattel paper, **11:28**
- Commercial tort claims, **11:44**
- Consumer goods, **11:13**
- Deposit accounts, **11:37**
- Documents, **11:40**
- Documents of title, **11:41**
- Electronic chattel paper, **11:29**
- Equipment, **11:14**
- Farm products, **11:15**
- Fixtures, **11:18**
- General intangibles, **11:34**
- Goods, **11:12**
- Government contracts, **11:27**
- Health-care-insurance receivables, **11:26**
- Instrument, **11:31**
- Intangible personal property
 - Accounts, **11:25**
- Inventory, **11:16**
- Investment property, **11:33**
- Letter-of-credit rights, **11:43**
- Life insurance, **11:39**
- Manufactured homes, **11:19**
- Motor vehicles, **11:21**
- Nonnegotiable certificate of deposit, **11:38**
- Payment intangibles, **11:35**
- Promissory notes, **11:32**

TYPES OF COLLATERAL—Cont'd

- Rolling stock, **11:22**
- Software, **11:36**
- Tangible chattel paper, **11:30**
- Tangible personal property, **11:11**
 - Overview, **11:10**
- Vessels, **11:23**
- Virtual currency, **11:45**
- Warehouse receipts, **11:42**

TYPES OF PROMISSORY NOTES

- Generally, **8:4**

UNAUTHORIZED

SIGNATURE/FORGERY

- Generally, **8:190**

UNCONDITIONAL GUARANTIES

- General discussion, **9:6**

UNCONDITIONAL ORDERS

- Negotiable instruments, **5:176, 5:177**

UNDATED INSTRUMENTS

- Negotiable instruments, **5:200**

UNDERTAKINGS

- See index heading **BONDS AND UNDERTAKINGS**

UNEQUAL PAYMENTS

- Retail installment credit, **3:64, 3:125**

UNIFORM CUSTOMS AND PRACTICE FOR DOCUMENTARY CREDITS (UCP) AND INTERNATIONAL STANDBY PRACTICES 1998 (ISP98)

- Letters of credit, **12:29 to 12:34**

UNINTENTIONAL ERROR

- Consumer credit protection, **1:128**
- Retail installment credit, **3:160**

UNITED STATES TREASURY BILLS

- Commercial loans, **7:42, 7:43**

UPSTREAM GUARANTY

- General discussion, **9:73**

USURY

- General discussion, **1:46 to 1:51, 1:139 to 1:157, 2:28 to 2:36**
- Alternate rate under Chapter 303, **1:142**
- Banks
 - insured banks, **1:48**
 - national banks, **1:47**
- Commercial loans. See index heading **COMMERCIAL LOANS**
- Common law
 - penalties, **1:151**
 - time-price differential, **1:148**
- Constitutional authority, **1:139**
- Construction and interpretation
 - consumer credit protection, **1:146, 1:148**
 - savings clauses, **2:35, 2:36**
- Credit unions, **1:49, 1:144, 1:145**
- Dodd-Frank impact on federal preemption, **1:12, 1:147**
- Dual penalty structure, **1:149**
- Exclusive authority, **1:143**
- Exemption of credit unions from Title 4, **1:145**
- Federal laws, generally, **1:46 to 1:51**
- Federally-related lenders, **1:51**
- Insurance
 - banks, **1:48**
 - credit unions, **1:49**
- Intent of lender, **2:31**
- Interpretation. Construction and interpretation, above
- Investment companies, small business, **1:50**
- Jurisdiction, **1:155**
- Limitation of actions, **1:157**
- National banks, **1:47**
- Penalties, **1:149 to 1:151, 2:138**
- Preemption of state law, generally, **1:12, 1:46 to 1:51, 1:147**
- Presumptions
 - general discussion, **2:32**
 - savings clauses, **2:34**
- Promissory notes
 - for detailed treatment see index heading **PROMISSORY NOTES**
- Savings and loan associations, **1:48**

USURY—Cont'd

- Savings clauses
 - general discussion, **2:33 to 2:36**
 - commercial loans, **7:203**
- Small business investment
 - companies, **1:50**
- State regulation, generally, **1:139 to 1:157**
- Strict construction of usury statutes, **2:36**
- Subtitles A and B, Title 4, Texas Finance Code, generally, **1:140 to 1:143**
- Time-price differential, common law doctrine of, **1:148**
- Venue, **1:156**

USURY SAVINGS CLAUSE

- Generally, **8:72**
- Ineffective for note usurious on its face, **8:73**

VALUE AND VALUATION

- Guaranty. See index heading **GUARANTY**
- Letters of credit, bankruptcy issues, **12:126, 12:129**
- Negotiable instruments. See index heading **NEGOTIABLE INSTRUMENTS**
- Promissory notes. See index heading **PROMISSORY NOTES**

VARIABLE RATE CONTRACTS

- General discussion, **2:182 to 2:184**
- For detailed treatment see index heading **INTEREST ON MONEY**

VARIABLE RATE NOTE

- Generally, **8:12**

VEHICLES

- See index heading **MOTOR VEHICLES**

VENUE

- Consumer credit protection
 - general discussion, **1:135**
 - for detailed treatment see index heading **CONSUMER CREDIT PROTECTION**
- Retail installment credit, **3:166**

INDEX

VERIFICATION

Funds transfers, verified and authorized payment orders, **6:27 to 6:34**

VOLUNTARINESS

Bank deposits and collections, voluntary payment of overdraft by bank, **5:135**

Commercial loans, voluntary or involuntary bankruptcy, **7:158, 7:159**

VOTES AND VOTING

Commercial loans, participation agreements, **7:284**

Intercreditor and subordination agreements, assignment of voting rights under Chapter 11, **10:79**

WAIVER

Bank deposits and collections, waiver of time limits, **5:21**

Closed-end installment loans, waiver of borrower's rights, **2:160**

Commercial loans. See index heading **COMMERCIAL LOANS**

Credit repair, **1:99**

Credit services organizations, **1:196**

Electronic Funds Transfer Act, **6:84**

Guaranty

general discussion, **9:46**

for detailed treatment see index heading **GUARANTY**

Intercreditor and subordination agreements, waiver of marshaling collateral proceeds, **10:65**

Negotiable instruments. See index heading **NEGOTIABLE INSTRUMENTS**

Promissory notes

for detailed treatment see index heading **PROMISSORY NOTES**

Retail installment credit. See index heading **RETAIL INSTALLMENT CREDIT**

Secondary mortgage loans, gap waiver agreements, **2:126**

Secured transactions. See index heading **SECURED TRANSACTIONS**

WAIVERS

Generally, **8:79**

WARRANTIES

Bank deposits and collections

general discussion, **5:53 to 5:80**

for detailed treatment see index heading **BANK DEPOSITS AND COLLECTIONS**

Commercial loans, **7:72, 7:101 to 7:119, 7:156**

Intercreditor and subordination agreements, **10:69**

Letters of credit, **12:92 to 12:94**

Negotiable instruments. See index heading **NEGOTIABLE INSTRUMENTS**

WEEKLY CEILING

Interest on money, **2:166 to 2:169**

WHISTLEBLOWER PROTECTION

Consumer credit protection, **1:20**

WILLFULNESS

Credit reporting laws, willful violations, **1:178**

Fair Credit Reporting Act, willful noncompliance, **1:83**

WIRE TRANSFERS

Commercial loans, **7:219**

WRITING

Credit repair, written contract requirement, **1:96, 1:97**

Funds transfers, verified and authorized payment orders, **6:28**

Guaranty

general discussion, **9:23 to 9:27**

for detailed treatment see index heading **GUARANTY**

Intercreditor and subordination agreements, written notice of default of senior loan, **10:52**

Open-end credit, acknowledgment of investigation of billing errors, **4:42**

WRONGFUL DISHONOR

Bank deposits and collections, **5:138 to 5:141**

“X” CLAUSE

Intercreditor and subordination agreements, **10:85**

YIELD PROTECTION

Commercial loans, **7:92**