

Table of Contents

Volume 1

PART I. WORKOUT STRATEGIES AND CONCERNS

CHAPTER 1. INTRODUCTION TO WORKOUT PROCESS

- § 1:1 Introduction
- § 1:2 Workout analysis
- § 1:3 Documentation of workout
- § 1:4 Analysis of workout and litigation risks
- § 1:5 Environmental law issues
- § 1:6 Securities laws issues
- § 1:7 Multilender credits
- § 1:8 Bankruptcy process
- § 1:9 Automatic stay
- § 1:10 Claims
- § 1:11 Use, sale or lease of assets in bankruptcy
- § 1:12 Financing and use of cash collateral
- § 1:13 Avoidance powers
- § 1:14 Reorganization plan
- § 1:15 Municipal debtor
- § 1:16 Creditor-in-possession, default and taking possession
of personal property collateral
- § 1:17 Foreclosure sales and disposition
- § 1:18 Default and foreclosure issues for particular collateral
- § 1:19 Regulatory and other restrictions

CHAPTER 2. PRELIMINARY WORKOUT ANALYSIS

- § 2:1 Introduction
- § 2:2 Condition of the lender
- § 2:3 Loan document and file review
- § 2:4 Analysis of documents—Trade creditor
- § 2:5 —Lender
- § 2:6 Analysis and identification of defaults
- § 2:7 —Demand obligations
- § 2:8 —Lender insecurity

- § 2:9 —Default clauses
- § 2:10 — —Breach of covenant and warranties; falsity of representations
- § 2:11 — —Mortgage insurance litigation concerning representations and warranties
- § 2:12 — —Insolvency
- § 2:13 — —Cross-default clauses
- § 2:14 — —Cure and grace provisions
- § 2:15 Waiver and estoppel
- § 2:16 Public record searches
- § 2:17 Verification of collateral
- § 2:18 Appraisal of collateral
- § 2:19 Identification and analysis of remedies
- § 2:20 Debtor's financial reports
- § 2:21 Analysis of financial statements
- § 2:22 Lender liability checklist
- § 2:23 Workout communications
- § 2:24 Accountants
- § 2:25 Counsel
- § 2:26 Crisis managers
- § 2:27 Liquidation vs. workout
- § 2:28 Notice of default—Bank form
- § 2:29 Demand letter—Bank form—Unsecured
- § 2:30 — —Secured debt
- § 2:31 —Counsel prepared—Secured debt

CHAPTER 3. WORKOUT OPTIONS AND DOCUMENTATION

- § 3:1 Introduction
- § 3:2 Prewriteout agreements
- § 3:3 Forbearance agreements
- Appendix 3A. Prenegotiation Letter
- Appendix 3B. Forbearance Agreement (Real Estate)
- Appendix 3C. Forbearance Agreement (Residential Real Estate-Development Loan)
- Appendix 3D. Forbearance Agreement (Asset-Based Loans)
- Appendix 3E. Forbearance Agreement-Inserts

PART II. LITIGATION AND WORKOUT RISKS

CHAPTER 4. ANALYSIS OF WORKOUT AND LITIGATION RISKS

- § 4:1 In general

TABLE OF CONTENTS

I. DOCUMENTATION ERRORS

- § 4:2 Introduction
- § 4:3 Financing statements
- § 4:4 Fraudulent financing statements
- § 4:5 Financing statement checklist
- § 4:6 —Equitable subrogation
- § 4:7 Perfection outside of UCC
- § 4:8 Assignment of notes and mortgages
- § 4:9 Perfection outside of U.C.C. checklist
- § 4:10 Promissory notes
- § 4:11 Promissory note checklist
- § 4:12 Security agreements
- § 4:13 Assignments
- § 4:14 Security agreement checklist
- § 4:15 Subordination agreements
- § 4:16 Subordination agreement checklist
- § 4:17 Guaranties
- § 4:18 Guaranty checklist
- § 4:19 Real estate documentation
- § 4:20 Real estate checklist

II. PROMISSORY NOTE ENFORCEMENT

- § 4:21 Introduction
- § 4:22 Documentary stamp taxes
- § 4:23 Agreements to renew funding
- § 4:24 Alleged breach of commitment to fund
- § 4:25 Materiality of default and waiver

III. GUARANTY ENFORCEMENT

- § 4:26 Introduction
- § 4:27 Primary debt and subrogation
- § 4:28 Coverage of guaranty
- § 4:29 Conditions to enforcement
- § 4:30 Defenses
- § 4:31 Corporate authority
- § 4:32 Modifying or altering agreement
- § 4:33 Equal Credit Opportunity Act defense
- § 4:34 Avoidance powers
- § 4:35 Fraudulent transfers
- § 4:36 Preferential transfers

IV. ARBITRATION AND OTHER OPTIONS

- § 4:37 Waiver of jury trial
- § 4:38 Arbitration

- § 4:39 Arbitration, mediation and litigation
- § 4:40 —Class actions
- § 4:41 Uniform Arbitration Act and constitutionality of
modern arbitration statutes
- § 4:42 Federal Arbitration Act
- § 4:43 State law interplay with Federal Arbitration Act
- § 4:44 Arbitration of statutory claims
- § 4:45 Arbitration and bankruptcy
- § 4:46 Content of arbitration agreement
- § 4:47 Appeal of denial of motion to compel arbitration
- § 4:48 Adhesion contracts
- § 4:49 Effect of invalidity
- § 4:50 Arbitrability
- § 4:51 Claim of fraud in the inducement
- § 4:52 Change in terms
- § 4:53 Multistate issues
- § 4:54 Damages
- § 4:55 —Lender strategy for arbitration

V. LENDER LIABILITY ISSUES

- § 4:56 Introduction
- § 4:57 Good faith and fair dealing
- § 4:58 Breach of fiduciary duty
- § 4:59 Negligence
- § 4:60 Control problems
- § 4:61 Use of business consultants
- § 4:62 Equitable subordination
- § 4:63 Nonpayment of withholding taxes
- § 4:64 Misrepresenting facts to debtor or third parties
- § 4:65 Using good customer to bail out troubled one
- § 4:66 Breaches of fiduciary duty and negligence

CHAPTER 5. ENVIRONMENTAL CLAIMS

I. STATUTORY LIABILITY

- § 5:1 Introduction
- § 5:2 Resource Conservation and Recovery Act
- § 5:3 —Enforcement provisions
- § 5:4 —Enforcement of state programs
- § 5:5 —Injunctive relief
- § 5:6 —Private plaintiff notice requirements
- § 5:7 —Underground storage tanks
- § 5:8 — —State regulation of underground storage tanks
- § 5:9 — —Liable parties
- § 5:10 —Property owned exclusion

TABLE OF CONTENTS

§ 5:11	—EPA UST Lender Liability Rule and safe harbor
§ 5:12	—Underground storage tanks—New tank requirements
§ 5:13	— —Existing tanks
§ 5:14	— —Closure of tanks
§ 5:15	— —Response to leaking tanks
§ 5:16	— —Petroleum as hazardous waste
§ 5:17	—Lender options on gasoline contaminated sites
§ 5:18	—State trust funds
§ 5:19	—Federal leaking underground storage tank trust fund
§ 5:20	—Indemnification agreements
§ 5:21	—Petroleum tanks; financial responsibility requirements
§ 5:22	Comprehensive Environmental Response, Compensation, and Liability Act (CERCLA or Superfund)
§ 5:23	—Small Business Liability Relief and Brownfields Revitalization Act
§ 5:24	—Injunctive relief
§ 5:25	—Responsible parties
§ 5:26	—Retroactivity
§ 5:27	—Private contractual liability
§ 5:28	—Indemnification agreement interpretation
§ 5:29	—Disposal
§ 5:30	—Useful product doctrine
§ 5:31	—Response costs
§ 5:32	—National contingency plan
§ 5:33	—Environmental protection agency response actions
§ 5:34	—Remedial action
§ 5:35	—Private plaintiffs
§ 5:36	—Preemption of public nuisance recovery theories by states and private parties
§ 5:37	—Limitations period
§ 5:38	—Strict liability
§ 5:39	—Joint and several liability
§ 5:40	—Officer, director and shareholder liability
§ 5:41	—Successor corporate liability
§ 5:42	—Federal and state governmental liability
§ 5:43	—Financial institution liability
§ 5:44	— —Ownership of contaminated real property
§ 5:45	— —Control over borrower
§ 5:46	— —Ability to affect disposal decisions
§ 5:47	— —EPA lender liability rule
§ 5:48	—Post fleet factors and EPA lender liability rule cases
§ 5:49	—Federal lender liability legislation
§ 5:50	— —Fiduciary or trustee liability

- § 5:51 —Federal fiduciary protection
- § 5:52 —Statutory guidance for fiduciaries
- § 5:53 —Trust provisions checklist
- § 5:54 —Defenses to CERCLA liability
- § 5:55 —Petroleum exclusion
- § 5:56 — —Used oil
- § 5:57 —EPA guidelines for de minimis settlements with
landowners
- § 5:58 —Prospective purchaser agreements with EPA
- § 5:59 Deductibility of cleanup expense as business expenses

II. FEDERAL AND STATE LIENS, TRANSFER RESTRICTIONS AND NOTICE REQUIREMENTS

- § 5:60 Federal liens
- § 5:61 Alaska
- § 5:62 Arizona
- § 5:63 Arkansas
- § 5:64 California
- § 5:65 Connecticut
- § 5:66 Georgia
- § 5:67 Illinois
- § 5:68 Indiana
- § 5:69 Iowa
- § 5:70 Kentucky
- § 5:71 Louisiana
- § 5:72 Maine
- § 5:73 Maryland
- § 5:74 Massachusetts
- § 5:75 Michigan
- § 5:76 Minnesota
- § 5:77 Montana
- § 5:78 New Hampshire
- § 5:79 New Jersey
- § 5:80 Ohio
- § 5:81 Oregon
- § 5:82 Pennsylvania
- § 5:83 Tennessee
- § 5:84 Texas
- § 5:85 Virginia
- § 5:86 State restrictions on transfer of contaminated real
property
- § 5:87 Real estate notice provisions

III. INSURANCE COVERAGE

- § 5:88 Introduction

TABLE OF CONTENTS

- § 5:89 Comprehensive general liability policies
- § 5:90 —Occurrence requirement
- § 5:91 —Interpretation of “damages”
- § 5:92 —Pollution exclusion clauses
- § 5:93 Title insurance
- § 5:94 Environmental lien endorsement

IV. ENVIRONMENTAL LAWS AND BANKRUPTCY

- § 5:95 Introduction
- § 5:96 Effect of automatic stays
- § 5:97 Exceptions to automatic stays
- § 5:98 Abandonment of contaminated property
- § 5:99 Bankruptcy trustee liability
- § 5:100 Assessment of cleanup costs against secured creditors
- § 5:101 Cleanup costs as administrative expenses
- § 5:102 Environmental expenses as “claims” under
Bankruptcy Code
- § 5:103 —Definition of claim
- § 5:104 —Claims for contribution
- § 5:105 —Discharge of environmental claims

V. RISK MINIMIZATION

- § 5:106 Introduction
- § 5:107 Site history
- § 5:108 Regulatory review
- § 5:109 Securities and exchange commission required
disclosures
- § 5:110 Underground storage tanks
- § 5:111 Adjacent sites
- § 5:112 Industry familiarity
- § 5:113 Environmental audits
- § 5:114 —Access onto premises
- § 5:115 Selective foreclosure
- § 5:116 —ASTM standard practices for environmental
assessments
- § 5:117 —EPA all appropriate rule
- § 5:118 —FDIC guidelines for environmental risk program
- § 5:119 —Selection of environmental engineer
- § 5:120 —Phase I, II and III audits
- § 5:121 Discovery of hazardous substances
- § 5:122 Lender disclosure obligation
- § 5:123 Loan documentation
- § 5:124 —Sample provision for commitment letters
- § 5:125 —Sample provisions for loan and security
agreements, mortgages and owner’s affidavits
- § 5:126 Sample environmental questionnaire I

- § 5:127 Sample environmental questionnaire II
- § 5:128 Lender environmental insurance
- Appendix 5A. CERCLA Definitions
- Appendix 5B. Abatement Actions Under CERCLA
- Appendix 5C. Liability Under CERCLA
- Appendix 5D. Civil Penalties and Awards Under CERCLA
- Appendix 5E. Settlements Under CERCLA
- Appendix 5F. Underground Storage Tank Indemnification Agreement—Buyer and Lender Protection

CHAPTER 6. SECURITIES LAWS

- § 6:1 Introduction
- § 6:2 Pleading standards for all actions

I. DEFINITION OF “SECURITY”

- § 6:3 In general
- § 6:4 Economic reality test
- § 6:5 Promissory notes
- § 6:6 Prime bank notes
- § 6:7 Loan participations
- § 6:8 Loan commitments
- § 6:9 Guarantees
- § 6:10 Certificates of deposit
- § 6:11 Sales of condominiums with rental arrangements
- § 6:12 Derivatives

II. REGISTRATION STATEMENT PROBLEMS

- § 6:13 Scope and purpose of Section 11
- § 6:14 Plaintiffs
- § 6:15 Liable parties
- § 6:16 Materiality
- § 6:17 Reliance
- § 6:18 Defenses
- § 6:19 Damages

III. SALE OF UNREGISTERED SECURITIES

- § 6:20 Scope of Section 12(1)
- § 6:21 Interstate commerce or mails requirement
- § 6:22 Privity
- § 6:23 Exemptions
- § 6:24 —Financial institutions
- § 6:25 —Intrastate offerings
- § 6:26 —Private offerings

TABLE OF CONTENTS

- § 6:27 Small issues
- § 6:28 Resales

IV. SECTION 12(2) FRAUD IN SALE OF SECURITIES

- § 6:29 Scope of Section 12(2)
- § 6:30 Lender as “Seller” of securities

V. SECTION 10(B) AND RULE 10B-5 ANTIFRAUD PROVISIONS

- § 6:31 Introduction
- § 6:32 Rule 10b-5
- § 6:33 Privity
- § 6:34 Deceptive practices
- § 6:35 Materiality
- § 6:36 Statutory safe harbor for forward looking statements
- § 6:37 Scienter
- § 6:38 “In connection with” purchase or sale requirement
- § 6:39 Reliance
- § 6:40 Due care
- § 6:41 Damages
- § 6:42 Contribution and proportionate liability

VI. AIDING AND ABETTING LIABILITY

- § 6:43 Elements
- § 6:44 Supreme court rejection of aiding and abetting liability
- § 6:45 Post-central bank liability for secondary parties
- § 6:46 SEC authority over aiding and abetting
- § 6:47 —Primary violation
- § 6:48 —Scienter
- § 6:49 —Substantial assistance

VII. CONTROL PERSON LIABILITY

- § 6:50 Introduction
- § 6:51 Elements of control
- § 6:52 Insider Trading and Securities Fraud Enforcement Act

VIII. LENDER NONDISCLOSURE OF MATERIAL INFORMATION

- § 6:53 Introduction
- § 6:54 Disclosure of regulatory actions
- § 6:55 Disclosure of loan losses

IX. CRIMINAL VIOLATIONS

- § 6:56 Introduction

- § 6:57 Willfulness
- § 6:58 No knowledge defense
- § 6:59 Criminal intent
- § 6:60 Criminal referral
- § 6:61 Tactical considerations

X. DEVELOPMENT OF NEW PRODUCTS

- § 6:62 Retail repo agreements

XI. RISK MINIMIZATION

- § 6:63 Loans
 - § 6:64 Reckless dissemination of information
 - § 6:65 Loan loss reserves
 - § 6:66 Control person
 - § 6:67 Retail repo agreements
- Appendix 6A. Definition of Security Under Securities Act of 1933 (15 U.S.C.A. Section 77b(a)(1))
 - Appendix 6B. Prohibitions Re Interstate Commerce and Mails Under Securities Act of 1933 (15 U.S.C.A. Section 77e)
 - Appendix 6C. Manipulative and Deceptive Devices Under Securities Exchange Act of 1934 (15 U.S.C.A. Section 78j)
 - Appendix 6D. Employment of Manipulative and Deceptive Devices Under Sec Rule 10b-5 (17 C.F.R. Section 240.10b-5)
 - Appendix 6E. State Securities Law Claims

CHAPTER 7. MULTILENDER TRANSACTIONS

- § 7:1 Introduction

I. JOINT LOANS AND PARTICIPATIONS

- § 7:2 Structural characteristics
- § 7:3 Allocating credit risk
- § 7:4 Legal lending limit considerations
- § 7:5 Legal lending limit changes due to reduction of bank's capital position
- § 7:6 Dodd Frank—Implications for legal lending limits
- § 7:7 —Loan participations and swaps

II. CREDITOR-DEBTOR RELATIONSHIP

- § 7:8 Syndicate and debtor

TABLE OF CONTENTS

- § 7:9 —Security interests in debtor’s collateral
- § 7:10 Rights of direct action or setoff
- § 7:11 —Dealing with loan
- § 7:12 —Excess or nonparticipated loan
- § 7:13 True sale issues and legal lending limit

III. INTERCREDITOR RELATIONSHIP

- § 7:14 Lead and participants
- § 7:15 —Sale or loan
- § 7:16 Substitution of lead lender
- § 7:17 Lead and participants—Secured or unsecured debt
- § 7:18 —Sales and resulting rights
- § 7:19 —Recourse or buyout transactions
- § 7:20 Control of debt relationship
- § 7:21 —Maximum loan and exposure limits
- § 7:22 —Independent loans
- § 7:23 —Dealing with default and workouts
- § 7:24 —Lending into default
- § 7:25 —Modifying and servicing loans
- § 7:26 Diversity jurisdiction
- § 7:27 Bankruptcy of lead lender
- § 7:28 Appointment of receiver or conservator for lead lender
- § 7:29 —Powers of FDIC as receiver or conservator
- § 7:30 —Stay of litigation
- § 7:31 —Jurisdiction over claims against insolvent banks
- § 7:32 —Liability of FDIC and insolvent bank
- § 7:33 —Setoff by FDIC
- § 7:34 Obligations of lead lender to participants
- § 7:35 —Conflicts of interest
- § 7:36 —Fiduciary and ordinary care duties
- § 7:37 —Loan collection
- § 7:38 —Disclosures and fraud
- § 7:39 —Misrepresentation

IV. SELECTED LOAN PARTICIPATION AGREEMENT PROVISIONS

- § 7:40 Loan participant rights in event of default by lead or originating bank
- § 7:41 Substitution of originating bank
- § 7:42 Originating bank’s extension of additional credit to borrower
- § 7:43 Independent investigation of credit by participants; non-recourse sale
- § 7:44 Administration of credit
- § 7:45 —Deferral to majority on interests but with

- originating bank safe harbor for actions under
exigent circumstances
- § 7:46 Sale of participation interests; right of first refusal
- § 7:47 Due diligence by participant; notice by originating
bank of termination of credit relationship
- § 7:48 Sharing of losses and expenses
- § 7:49 Default by borrower and disposition of collateral
- § 7:50 Grant of further participations by originating bank

Volume 2

PART III. BANKRUPTCY CONSIDERATIONS

CHAPTER 8. BANKRUPTCY PROCESS

- § 8:1 Introduction
- § 8:2 Bankruptcy Code
- § 8:3 Federal rules of bankruptcy procedure
- § 8:4 Bankruptcy options—Chapter 11
- § 8:5 —Chapter 7
- § 8:6 —Other chapters
- § 8:7 Commencement of bankruptcy—Voluntary cases
- § 8:8 —Involuntary cases
- § 8:9 — —Initiating involuntary case
- § 8:10 — —Adjudication
- § 8:11 — —Dismissal
- § 8:12 Consequences of bankruptcy filing

CHAPTER 9. AUTOMATIC STAY

- § 9:1 Introduction
- § 9:2 Overview of automatic stay
- § 9:3 —Oral and written demand notices
- § 9:4 —Litigation
- § 9:5 —Foreclosures and enforcement of judgments
- § 9:6 —Creation or perfection of liens
- § 9:7 —Setoff
- § 9:8 —Administrative freeze
- § 9:9 —Recoupment
- § 9:10 —Checks and negotiable instruments
- § 9:11 —Criminal prosecution
- § 9:12 —Police and regulatory actions
- § 9:13 Consequences of violating stay
- § 9:14 Grounds for relief from stay
- § 9:15 Commencement of action

TABLE OF CONTENTS

- § 9:16 Time limitations
- § 9:17 Scope of hearing
- § 9:18 Burden of proof
- § 9:19 Termination of stay

CHAPTER 10. CLAIMS

- § 10:1 Overview of claims
- § 10:2 Secured claims
- § 10:3 Administrative expense claims
- § 10:4 Priority claims
- § 10:5 Unsecured claims
- § 10:6 Subordination
- § 10:7 Trading claims
- § 10:8 Restrictions on trading claims

CHAPTER 11. USE, SALE OR LEASE OF ASSETS

- § 11:1 Introduction
- § 11:2 Overview
- § 11:3 Use, sale or lease of property of estate in ordinary course of business—Section 363(c)
- § 11:4 Use, sale or lease of property of estate other than in ordinary course of business—Section 363(b)
- § 11:5 Adequate protection
- § 11:6 Sales free and clear of interest of entities—Section 363(f)
- § 11:7 —Sale of substantially all assets outside ordinary course of business—Section 363(b)
- § 11:8 —Secured creditor’s right to bid
- § 11:9 —Procedure
- § 11:10 — —Motion
- § 11:11 — —Notice
- § 11:12 — —Objections
- § 11:13 — —Hearing
- § 11:14 — —Evidence
- § 11:15 — —Order
- § 11:16 —Conducting sale
- § 11:17 —Mechanics of sale process
- § 11:18 —Auctioneers or professionals
- § 11:19 —Sales tax
- § 11:20 —Recovery of costs and expenses of sale
- § 11:21 Safe Harbor Protection of Section 363(m)
- § 11:22 —Definition of “good faith”
- § 11:23 —Stay of judgment

CHAPTER 12. FINANCING AND USE OF CASH COLLATERAL

- § 12:1 Introduction
- § 12:2 Overview of 11 U.S.C.A. § 364
- § 12:3 Unsecured credit in ordinary course of business—
Section 364(a)
- § 12:4 —Ordinary course of business requirement
- § 12:5 —Actual, necessary expenses of preserving estate
- § 12:6 Unsecured credit outside of ordinary course of
business (Section 364(b))
- § 12:7 Credit with super-super-priority claim status, junior
liens on encumbered assets and/or liens on
unencumbered assets (Section 364(c))
- § 12:8 —Super-super-priority claim status under Section
364(c)(1)
- § 12:9 —Liens granted under Section 364(c)(2) and (3)
- § 12:10 Credit secured by senior or equal liens on
encumbered property (Section 364(d))
- § 12:11 —Inability to obtain financing on other terms
- § 12:12 —Adequate protection of existing lienholders
- § 12:13 Drafting and negotiating financing agreements and
orders
- § 12:14 Cross-collateralization
- § 12:15 Cross-superprioritization
- § 12:16 “Dive” provision
- § 12:17 Termination of stay
- § 12:18 Provisions with respect to professional fees
- § 12:19 Provisions concerning 11 U.S.C.A. 506(c)
- § 12:20 Provisions with respect to the impact on trustee
- § 12:21 Provisions with respect to financing statements
- § 12:22 Provisions regarding guarantors
- § 12:23 Provisions with respect to third-party contracts
- § 12:24 Checklist of debtor-in-possession terms
- § 12:25 Overview of procedure (Federal Rules of Bankruptcy
Procedure 4001)
- § 12:26 —Emergency financing
- § 12:27 Safe harbor under Section 364(e) and stays on appeal
- § 12:28 Debtor-in-possession’s use of cash collateral
- § 12:29 —Meaning of cash collateral
- § 12:30 —Agreements to use of cash collateral
- § 12:31 — —Motion
- § 12:32 — —Notice and hearing
- § 12:33 — —Points of negotiation
- § 12:34 Opposition to use of cash collateral
- § 12:35 —Procedural issues
- § 12:36 —Standard for court authority to use cash collateral

TABLE OF CONTENTS

- § 12:37 —Valuation of secured creditor’s interest and collateral
- § 12:38 —Value or equity cushion
- § 12:39 —Evaluation of threat or risk to creditor’s interest
- § 12:40 —Periodic payments
- § 12:41 —Additional and replacement liens
- § 12:42 —Restrictions upon use of cash collateral
- § 12:43 Consequences of unauthorized use of cash collateral
- Appendix 12A. Motion for Order Authorizing Debtor to Obtain Secured Financing, Grant Security Interests and to Accord Priority Status Pursuant to 11 U.S.C.A. § 364(c)(1), and for Modification of Automatic Stay
- Appendix 12B. Order Authorizing Debtor-in-Possession to Obtain Financing, Grant Security Interests and Accord Priority Status Pursuant to 11 U.S.C.A. § 364(c), Giving Notice of Final Hearing Pursuant to Federal Rules of Bankruptcy Procedure 4001(c)(2) and Modifying Automatic Stay
- Appendix 12C. Motion for Order Authorizing Debtor to Obtain Secured Financing, Grant Senior and Priming Liens Pursuant to 11 U.S.C.A. § 364(d) and to Accord Priority Status Pursuant to 11 U.S.C.A. § 364(c)(1), and for Modification of Automatic Stay
- Appendix 12D. Order and Notice of Hearing on Debtor’s Motion to Obtain Secured Financing, Grant Senior and Priming Liens Pursuant to 11 U.S.C.A. § 364(d), and to Accord Priority Status Pursuant to 11 U.S.C.A. § 364(c)(1), and for Modification of Automatic Stay
- Appendix 12E. Order Authorizing Debtor-in-Possession to Obtain Secured Financing, Grant Senior and Priming Liens Pursuant to 11 U.S.C.A. § 364(d) and Accord Priority Status Pursuant to 11 U.S.C.A. § 364(c)(1), and Modifying Automatic Stay
- Appendix 12F. Debtor’s Motion for Use of Cash Collateral and for a Preliminary Hearing
- Appendix 12G. Consent Order Allowing Use of Cash Collateral and Providing Adequate Protection

CHAPTER 13. AVOIDANCE POWERS

- § 13:1 Introduction

I. FRAUDULENT CONVEYANCES UNDER SECTION 548

- § 13:2 General structure and threshold elements of section 548
- § 13:3 —Transfer
- § 13:4 —When transfer deemed made
- § 13:5 —Interest in property
- § 13:6 Actual fraud
- § 13:7 —Nature of intent
- § 13:8 —Proof of intent
- § 13:9 Constructive fraud
- § 13:10 —Reasonably equivalent value
- § 13:11 —Insolvency
- § 13:12 — —Debts
- § 13:13 — —Property
- § 13:14 — —Fair valuation
- § 13:15 — —Asset valuation—Commercial loans
- § 13:16 — — —Installment loan interest
- § 13:17 — — —License to manufacture and/or market
- § 13:18 — — —Contingent claims
- § 13:19 — — —Inventory
- § 13:20 — — —Leasehold improvements
- § 13:21 — — —Accounts receivable
- § 13:22 — — —Securities
- § 13:23 — — —Real estate and fixed assets
- § 13:24 — —Going concern value
- § 13:25 — —Date of insolvency
- § 13:26 —Transfer to benefit insiders
- § 13:27 —Unreasonably small capital
- § 13:28 —Debts beyond ability to pay
- § 13:29 Special rules for partnerships
- § 13:30 Transfer to benefit insiders

II. FRAUDULENT CONVEYANCES UNDER SECTION 544(B)

- § 13:31 Section 544(b)—Alternative power of avoidance

III. LIABILITY OF TRANSFeree

- § 13:32 Status of transferee
- § 13:33 —Transferee
- § 13:34 —Initial transferee
- § 13:35 —For whose benefit
- § 13:36 —Immediate or mediate transferee
- § 13:37 —Limitations on trustee's recovery
- § 13:38 — —Good faith transferee

TABLE OF CONTENTS

- § 13:39 — —Value
- § 13:40 — —Good faith
- § 13:41 — —Knowledge
- § 13:42 — —Liens on transferred property

IV. PROCEDURAL MATTERS

- § 13:43 Standing
- § 13:44 Commencement, jurisdiction and venue
- § 13:45 Relief available
- § 13:46 Statute of limitations
- § 13:47 Right to jury trial

V. PREFERENTIAL TRANSFERS

- § 13:48 Introduction
- § 13:49 Transfer
- § 13:50 Elements of preference
- § 13:51 Exceptions

CHAPTER 14. REORGANIZATION PLAN

- § 14:1 Overview
- § 14:2 Eligibility for filing plan
- § 14:3 Classification of claims and interests
- § 14:4 Contents of plan
- § 14:5 Modification
- § 14:6 Disclosure statement
- § 14:7 Requirements for confirmation
- § 14:8 Cram down
- § 14:9 Confirmation hearing
- § 14:10 Order of confirmation
- § 14:11 Subchapter V Bankruptcy—Introduction
- § 14:12 —Content and timing of plans
- § 14:13 —Confirmation
- § 14:14 —Discharge

CHAPTER 15. MUNICIPAL DEBTOR

- § 15:1 Introduction
- § 15:2 Eligibility for relief under Chapter 9
- § 15:3 Filing of petition in Chapter 9 case
- § 15:4 Dismissal of Chapter 9 case
- § 15:5 State powers and limitations
- § 15:6 Limitations on jurisdiction and powers of bankruptcy court in Chapter 9 case
- § 15:7 Operation of municipality during Chapter 9 case
- § 15:8 Automatic stay
- § 15:9 Creditors

- § 15:10 —Notice to creditors
- § 15:11 Creditors' committees
- § 15:12 Claims for postpetition interest
- § 15:13 Obtaining credit during Chapter 9 case
- § 15:14 Powers of municipality during Chapter 9 case
- § 15:15 —Assumption, rejection or assignment of executory contracts and unexpired leases
- § 15:16 Rejection of collective bargaining agreements
- § 15:17 Setoffs
- § 15:18 Filing of Chapter 9 plan
- § 15:19 Contents of Chapter 9 plan
- § 15:20 Priority of payment
- § 15:21 Disclosure statement
- § 15:22 USA Patriot Act
- § 15:23 Acceptance of Chapter 9 plan
- § 15:24 Confirmation of Chapter 9 plan
- § 15:25 Rights of dissenting, impaired classes in Chapter 9 case
- § 15:26 Effect of confirmation
- § 15:27 Dismissal
- § 15:28 Bankruptcy court's continuing jurisdiction
- § 15:29 Alternatives to Chapter 9

Appendix 15A. Voluntary bankruptcy petition for county

Appendix 15B. Bankruptcy Reform Act of 1994—Amendment to 11 U.S.C.A. § 109(C)(2)

Appendix 15C. Florida Statutes

PART IV. CREDITOR RIGHTS AND RESPONSIBILITIES INVOLVING COLLATERAL

CHAPTER 16. CREDITOR-IN-POSSESSION, DEFAULT AND TAKING POSSESSION OF PERSONAL PROPERTY COLLATERAL

§ 16:1 Introduction

I. CREDITOR-IN-POSSESSION

- § 16:2 Overview
- § 16:3 Allocation of costs and risks
- § 16:4 Reasonable care in preservation
- § 16:5 —Preservation of market value by sale
- § 16:6 —Protection of rights against third parties
- § 16:7 —Contracts and reasonable care

TABLE OF CONTENTS

II. DEFAULT

- § 16:8 Minimum requirements and function of default provisions
- § 16:9 Default and contract definition
- § 16:10 Covenants—Purpose and relationship to default and acceleration
- § 16:11 Performance issues—Waiver and estoppel

III. TAKING POSSESSION OF PERSONAL PROPERTY COLLATERAL

- § 16:12 General considerations and options
- § 16:13 Judicial foreclosure proceedings
- § 16:14 Nonjudicial and self-help repossession
- § 16:15 Voluntary surrender and postdefault agreement
- § 16:16 Intangibles and setoff rights
- § 16:17 Tangibles and breach of peace
- § 16:18 Drafting repossession clauses
- § 16:19 Assembly and delivery obligations of debtor
- § 16:20 Consent to entry
- § 16:21 Handling other property
- § 16:22 Repossession and third parties

Appendix 16A. OCGA § 13-4-4. Effect of Mutual Departure
From Contract Terms

Appendix 16B. Contractual Provision

CHAPTER 17. FORECLOSURE SALES AND DISPOSITION

- § 17:1 Introduction
- § 17:2 Right to redeem—Overview
- § 17:3 —Timing and notice
- § 17:4 —Tender of all obligations
- § 17:5 Strict foreclosure and compulsory disposition
- § 17:6 —Creditor's purpose and retail sales
- § 17:7 —Delay and failure to sell
- § 17:8 —Consumer cases
- § 17:9 —Notice and objection
- § 17:10 —Strict foreclosure under Revised Article 9
- § 17:11 Managing and monitoring sale process
- § 17:12 Private or public sale
- § 17:13 Reasonableness and good faith
- § 17:14 Price—Proceeds or procedures tests
- § 17:15 —Value comparisons—Market choice
- § 17:16 —Proximate resale for profit
- § 17:17 —Minimum bid or reserve auctions

- § 17:18 Price and fraudulent conveyance liability
- § 17:19 Focus, content and amount of advertisement
- § 17:20 Private solicitation
- § 17:21 Fixup and repair
- § 17:22 Notice requirements
- § 17:23 —Content issues
- § 17:24 —Form and transmission of notice
- § 17:25 —Timing and receipt issues
- § 17:26 —When notice not required
- § 17:27 —Parties entitled to notice
- § 17:28 Timing of sale and delay
- § 17:29 Purchasers' rights and discharge of liens
- § 17:30 Distribution of proceeds and surplus
- § 17:31 Debtor's remedies against creditor
- § 17:32 Deficiency claims
- § 17:33 Agreements governing foreclosure
- § 17:34 —General predefault agreements
- § 17:35 —Predefault agreements and guarantors
- § 17:36 —Postdefault agreements and waivers
- § 17:37 Unsecured creditor's rights against secured creditor
- § 17:38 Secured creditor's rights against third parties

CHAPTER 18. DEFAULT AND FORECLOSURE ISSUES FOR PARTICULAR COLLATERAL

- § 18:1 Introduction

I. EQUIPMENT LOANS

- § 18:2 Sale and repossession issues
- § 18:3 Immobilization and use of premises

II. MOTOR VEHICLE

- § 18:4 Conveying title
- § 18:5 Auction markets and notice

III. AIRCRAFT

- § 18:6 Default and foreclosure
- § 18:7 —Inspection of property
- § 18:8 —Advertising and brokerage
- § 18:9 Foreclosure title transfers
- § 18:10 Bankruptcy Code and rules

IV. VESSELS

- § 18:11 Overview

TABLE OF CONTENTS

- § 18:12 General issues
- § 18:13 Private foreclosure actions
- § 18:14 Judicial foreclosures and deficiencies
- § 18:15 Bankruptcy Code and rules

V. ACCOUNTS AND CONTRACTS

- § 18:16 Events of default and deficiencies
- § 18:17 Lender liability and notice
- § 18:18 Postdefault collections
- § 18:19 —Bulk sale of accounts
- § 18:20 Bankruptcy and cash collateral

VI. CHATTEL PAPER

- § 18:21 Customer default
- § 18:22 Sales by paper holder—Recourse rights
- § 18:23 Reselling through dealer
- § 18:24 Dealer default and termination

VII. NOTES AND CERTIFICATES

- § 18:25 Default and promissory notes
- § 18:26 Default and certificates of deposit

VIII. INVENTORY

- § 18:27 Right to terminate and notice
- § 18:28 Initial steps of foreclosure
- § 18:29 Wind-down procedures
- § 18:30 Methods of sale
- § 18:31 Automatic stay

IX. INTELLECTUAL PROPERTY

- § 18:32 Termination and license default
- § 18:33 Sale methodology
- § 18:34 Collateral assignments and sales
- § 18:35 Secrecy in reselling

X. INVESTMENT SECURITIES

- § 18:36 Defining default
- § 18:37 Notice and acceleration
- § 18:38 Sales in changing market
- § 18:39 Warranties on sale of securities
- § 18:40 Securities registration issues

Appendix 18A. Aircraft Equipment and Vessels (11 U.S.C.A.
§ 1110)

Appendix 18B. Ship Mortgage Remedy Provision

Appendix 18C. Maintenance of Collateral

PART V. REGULATORY RESTRICTIONS ON LENDERS

CHAPTER 19. REGULATORY RESTRICTIONS ON LENDERS

- § 19:1 Introduction
- § 19:2 Regulation of commercial banks
- § 19:3 Regulation of savings associations
- § 19:4 Proposals to restructure the regulation of commercial banks and savings associations
- § 19:5 Accounting principles
- § 19:6 Nonaccruing loans and accounting standards
- § 19:7 Taking title to real property
- § 19:8 Troubled debt restructuring
- § 19:9 Reporting of nonaccrual loans
- § 19:10 Allowance for loan and lease losses—Accounting rules
- § 19:11 Current expected credit loss model
- § 19:12 Complex structured finance transactions
- § 19:13 Responses to financial crisis
- § 19:14 —The Emergency Economic Stabilization Act of 2008
- § 19:15 — —Executive compensation limitations
- § 19:16 —Financial Stabilization Plan
- § 19:17 — —Financial Stability Trust
- § 19:18 — —Public-Private Investment Fund
- § 19:19 — —Consumer Business Initiative (TALF)
- § 19:20 — —Housing support and foreclosure prevention
- § 19:21 — —Small business and community lending initiative
- § 19:22 — —Other conditions
- § 19:23 —Homeowner litigation arising under the Home Affordability Modification Program
- § 19:24 —Temporary Liquidity Guarantee Program
- § 19:25 —Money market funds
- § 19:26 —SEC actions
- § 19:27 —Fraud Enforcement and Recovery Act of 2009
- § 19:28 —Helping Families Save their Homes Act of 2009
- § 19:29 —FDIC insurance coverage
- § 19:30 Financial stability oversight council
- § 19:31 Orderly liquidation authority

Table of Laws and Rules

Table of Cases

TABLE OF CONTENTS

Index