

554.7507 Warranties on negotiation or transfer of receipt or bill.

Where a person negotiates or transfers a document of title for value otherwise than as a mere intermediary under the next following section, then unless otherwise agreed that person warrants to that person's immediate purchaser only in addition to any warranty made in selling the goods

- a.* that the document is genuine; and
- b.* that that person has no knowledge of any fact which would impair its validity or worth; and
- c.* that that person's negotiation or transfer is rightful and fully effective with respect to the title to the document and the goods it represents.

[S13, § 3138-a44, -b34, -b36; C24, 27, 31, 35, 39, § **8279, 8281, 9704, 9965**; C46, 50, 54, 58, 62, § 487.35, 487.37, 542.44, 554.37; C66, 71, 73, 75, 77, 79, 81, § 554.7507]