

554.9508 Effectiveness of financing statement if new debtor becomes bound by security agreement.

1. *Financing statement naming original debtor.* Except as otherwise provided in [this section](#), a filed financing statement naming an original debtor is effective to perfect a security interest in collateral in which a new debtor has or acquires rights to the extent that the financing statement would have been effective had the original debtor acquired rights in the collateral.

2. *Financing statement becoming seriously misleading.* If the difference between the name of the original debtor and that of the new debtor causes a filed financing statement that is effective under [subsection 1](#) to be seriously misleading under [section 554.9506](#):

a. the financing statement is effective to perfect a security interest in collateral acquired by the new debtor before, and within four months after, the new debtor becomes bound under [section 554.9203, subsection 4](#); and

b. the financing statement is not effective to perfect a security interest in collateral acquired by the new debtor more than four months after the new debtor becomes bound under [section 554.9203, subsection 4](#), unless an initial financing statement providing the name of the new debtor is filed before the expiration of that time.

3. *When section not applicable.* [This section](#) does not apply to collateral as to which a filed financing statement remains effective against the new debtor under [section 554.9507, subsection 1](#).

2000 Acts, ch 1149, §79, 187

Referred to in [§554.9326](#), [§554.9506](#), [§554.9507](#)