

**554.9336 Commingled goods.**

1. *Commingled goods.* In [this section](#), “*commingled goods*” means goods that are physically united with other goods in such a manner that their identity is lost in a product or mass.

2. *No security interest in commingled goods as such.* A security interest does not exist in commingled goods as such. However, a security interest may attach to a product or mass that results when goods become commingled goods.

3. *Attachment of security interest to product or mass.* If collateral becomes commingled goods, a security interest attaches to the product or mass.

4. *Perfection of security interest.* If a security interest in collateral is perfected before the collateral becomes commingled goods, the security interest that attaches to the product or mass under [subsection 3](#) is perfected.

5. *Priority of security interest.* Except as otherwise provided in [subsection 6](#), the other provisions of this part determine the priority of a security interest that attaches to the product or mass under [subsection 3](#).

6. *Conflicting security interests in product or mass.* If more than one security interest attaches to the product or mass under [subsection 3](#), the following rules determine priority:

a. A security interest that is perfected under [subsection 4](#) has priority over a security interest that is unperfected at the time the collateral becomes commingled goods.

b. If more than one security interest is perfected under [subsection 4](#), the security interests rank equally in proportion to the value of the collateral at the time it became commingled goods.

[2000 Acts, ch 1149, §56, 187](#)

Referred to in [§554.9204](#), [554.9315](#)