

SECURITY AGREEMENT



COAST GUARD EMPLOYEES CREDIT UNION

HALE BOGGS FEDERAL BUILDING
500 POYDRAS STREET ROOM 1226
NEW ORLEANS, LA 70130-3396

(504) 671-2287
Fax (504) 671-2290
Toll Free 800-772-6163

1 January 2011

Web: www.coastguardecu.net

E-Mail: cgecu@coastguardecu.net

All previous forms are not valid

NAME OF DEBTOR	ADDRESS	DATE
ADDITONAL DEBTOR (if any)	ADDRESS	
COAST GUARD EMPLOYEES CREDIT UNION – NOLA	Hale Boggs Federal Building 500 Poydras Street, Room 1226, New Orleans, LA 70130-3396	
NAME OF SECURED PARTY	ADDRESS	

DEBT. I owe the principal sum of _____, plus interest, as described in the note or other agreement between you and me dated _____.

GRANT OF SECURITY. I hereby grant, deliver and pledge to the secured party (credit union) a security interest in the property described below and any and all additions and accessions thereto to secure payment of the debt and all my other obligations and liabilities. The security interest herein granted shall secure such additional sums at rates of interest which will vary from time to time; provided, however, that the making of such advance shall be optional with the credit union, and such advances may be made and repaid and again made as often as may be seen fit by the credit union; and this security agreement shall secure the payment of any and all extensions or renewals and successive extensions or renewals of any obligations or any indebtedness and all interest on the same, for all of which this security agreement shall stand as continuing security until paid; and I agree that the credit union may apply any payments made on any obligations to the credit union at the option of the credit union, and such advances or other obligations shall be secured by this agreement whether evidenced by notes, checks, drafts or otherwise.

DESCRIPTION OF COLLATERAL

The following collateral is subject to the Security Agreement:

USE OF COLLATERAL The Collateral is to be used: (check one)
 for personal, family or household purposes
 in business
 in farming operations

CONFESSION OF JUDGMENT. I hereby confess judgment in favor of the Secured Party (credit union) and waive demand notice, putting in default, and the benefit of appraisal in the event of seizure and sale under judicial process.

**** Louisiana law permits repossession of motor vehicles without judicial process. ****

COAST GUARD EMPLOYEES CREDIT UNION – NOLA
SECURED PARTY

DEBTOR

BY: _____
(TITLE)
Part I Secured Party (Credit Union)

CO-SIGNER DEBTOR
Part II Debtor (Member)

INCORRECTLY COMPLETED FORMS WILL BE RETURNED TO THE MEMBER

READ the document, both front and back, if you have any questions concerning this document, contact the credit union before signing. Signature above the spaces for "DEBTOR" and "CO-SIGNER DEBTOR" prior to the completion of this document can delay the disbursement of funds if the loan is approved.

IMPORTANT ADDITIONAL TERMS OF THIS AGREEMENT

1. In this security agreement the words "I" and "me" mean the person who signs this agreement, identified as debtor. If more than one debtor, the word "I" shall mean "we" and "us." "You" will mean the secured party.
2. **OWNERSHIP.** I am the sole owner of the Collateral and I have the right to grant you a security interest in it.
3. **OTHER SECURITY INTERESTS.** No one else has any interest or claim against the collateral. I will not permit any security interest or lien other than yours to be on the Collateral at any time without our prior written consent. I will keep the Collateral free of all liens or other charges.
4. **USE OF COLLATERAL.** I promise to use the Collateral carefully and to keep it in good repair. I will not use it for any unlawful purpose. I will promptly notify you of any change in the address at which the Collateral is principally used or stored. I will not remove the Collateral from the state named on the reverse side without first obtaining written permission from you except that if the Collateral is a motor vehicle, it may be removed from said state at any time for a period not exceeding 15 days duration.
5. **INSPECTION.** You may examine and inspect the Collateral at any reasonable time.
6. **SALE.** I will not sell, lease, lend or otherwise dispose of the Collateral without your prior written consent.
7. **TAXES.** I will pay all taxes and other fees payable on the use and operation of the Collateral when they are due and payable.
8. **INSURANCE.** I will keep the Collateral Insured against fire (including extended coverage), theft, collision (if the Collateral is a motor vehicle), and such other risks and in such amounts as you may require. I will obtain insurance in form, for a term and with an insurance company that you accept. The insurance policies must say that we are to be paid directly if there is any loss. The policies must also provide for ten days maximum cancellation notice to you. I will deliver the policies to you. I appoint you my attorney in-fact to collect all insurance claims on my behalf. This will permit you to sign on my behalf all forms necessary to collect any insurance claims which I can make. The credit union has a right to any refund I am entitled to get if my property insurance is cancelled for any reason. I agree the insurance company will pay any refund directly to you.
9. **REIMBURSEMENT.** If I fail to pay the taxes or fees required in Item 6 above, or fail to insure the Collateral as required in Item 7 above, you can pay such amounts and insure the Collateral. Any amounts you pay will be added to my unpaid loan amount, be subject to interest at the rate set forth in the Note, and be covered by the security interest and lien I have granted you.
10. **DEFAULT.** I will be in default if:
 - a. I do not fully repay the Promissory Note secured by this Agreement according to its terms; or
 - b. Any statement or promise made to you by me proves to have been false in any material respect when made; or
 - c. The Collateral is sold, lost, stolen, substantially damaged or destroyed; or
 - d. I violate any term of the Agreement or the Promissory Note signed today which is secured by this agreement; or
 - e. The Collateral is a motor vehicle and I do not deliver to you the Certificate of Title properly completed showing our security interest within a reasonable time after the loan is made; or
 - f. A loan is made to me to purchase specified Collateral and that Collateral is not purchased by me with money loaned.
11. **RIGHTS AND REMEDIES.** If there is a default I shall have all the rights and remedies given to me under the law. You can require me to assemble the Collateral in a place of your choosing not inconvenient to me. You can also take possession of the Collateral without notice to me if you can do so pursuant to Louisiana commercial law. If you are going to sell the Collateral, ten days written notice to me will be reasonable notice. The notice can be given to me at my address shown at the beginning of this agreement. No action taken by you shall act as a waiver of any other right you might have.
12. **COUNTERPARTS.** This Agreement and any related documents may be produced in more than one copy and may be signed by signature of the top document, through carbon paper or by reproduction. All documents prepared and executed in this way are considered as if they were originals.
13. **LAW THAT APPLIES.** This Agreement and the rights and remedies given to you and me by the Agreement will be governed by Louisiana Law.

NOTE THESE INSTRUCTIONS DO NOT HAVE TO BE RETURNED WITH THE LOAN APPLICATION