

# PPSA – putting it into practice

<b>INTRODUCTION</b>	<b>1</b>
<b>PART I – KEY CONCEPTS OF THE PPSA – A SUMMARY</b>	<b>3</b>
What does the PPSA do?	3
Standard application of PPSA	3
PPSA – start date	3
Existing legislation repealed	3
To what will the PPSA apply?	3
Deemed security interests	4
Attachment	4
Section 36 requirements	4
Perfection	4
Perfection by registration	5
General priority rules	5
Special priority rule: PMSI	5
Exceptions - buyers/lessees	5
Enforcement of security interests	6
Transitional period	6
Amendments to PPSA	6
<b>PART II – PERSONAL PROPERTY SECURITIES REGISTER (PPSR)</b>	<b>7</b>
The PPSR – demonstration and legal implications	7
<i>PPSA and PPSR</i>	7
<i>Replacement of existing registers</i>	7
<i>PPSR tutorial</i>	7
<i>Seminar scenarios</i>	8
Features of the electronic register	9
<i>Benefits of registration</i>	9
<i>Registration generally</i>	10
<i>Registering a financing statement</i>	10
<i>Save as pending</i>	10
<i>Period of registration</i>	11
<i>Pre-loading</i>	11
<i>Maintain a financing statement</i>	11
<i>Change demands</i>	11
<i>Searching the PPSR</i>	11
<i>Fees</i>	11
Identities on the PPSR	12
<i>Registering as a user of the PPSR</i>	12
<i>Account administration</i>	12
<i>User preferences</i>	13

<i>Secured parties and secured party groups</i>	13
<i>About secured party groups</i>	14
<i>Debtors</i>	14
<i>Persons acting on behalf of</i>	14
Registering financing statements	16
<i>Financing statements</i>	16
<i>Creating financing statements</i>	17
<i>Debtor names</i>	17
<i>Collateral</i>	19
<i>Secured party group</i>	20
<i>Verification statement</i>	21
<i>Displaying financing statements online after registration</i>	22
<i>Viewing financing statements</i>	22
<i>Retrieving pending financing statements</i>	22
Transitional period: registration of prior security interests	22
<i>Transitional period</i>	22
<i>PPSR implementation timeline</i>	23
<i>Maintaining financing statements</i>	24
<i>Transferring financing statements</i>	25
<i>Renewing registered financing statements</i>	26
<i>Subordinating and unsubordinating registered financing statements</i>	26
<i>Discharging financing statements</i>	27
Change demands	28
<i>Withdrawing change demands</i>	30
<i>Viewing change demands</i>	30
Searching in the PPSR	31
<i>Search rules</i>	32
<i>Search fees</i>	34
<i>Debtor person searching</i>	34
<i>Debtor organisation searching</i>	34
<i>Financing statement registration number searching</i>	36
<i>Motor vehicle searching</i>	36
<i>Aircraft searching</i>	36
<i>Session search log</i>	37
<b>PART III - THE NEW SECURITY DOCUMENTS</b>	39
Current security documents	39
PPSA security documents	39
What is required under the PPSA?	39
Item or kind descriptions	39
Potential clause changes	40
Charging clause	40

No fixed / floating charge	40
No s 80A(2) PLA priority amount	40
New debtor covenants	41
Contracting out of PPSA	41
PPSA security documents	41
<b>APPENDIX 1 - Amendments to the PPSA introduced by the Personal Property Securities Amendment Act 2001</b>	<b>43</b>
<b>APPENDIX 2 - PPSR Glossary of terms</b>	<b>45</b>