336.9-618 RIGHTS AND DUTIES OF CERTAIN SECONDARY OBLIGORS.

(a) **Rights and duties of secondary obligor.** A secondary obligor acquires the rights and becomes obligated to perform the duties of the secured party after the secondary obligor:

(1) receives an assignment of a secured obligation from the secured party;

(2) receives a transfer of collateral from the secured party and agrees to accept the rights and assume the duties of the secured party; or

(3) is subrogated to the rights of a secured party with respect to collateral.

(b) **Effect of assignment, transfer, or subrogation.** An assignment, transfer, or subrogation described in subsection (a):

(1) is not a disposition of collateral under section 336.9-610; and

(2) relieves the secured party of further duties under this article.

History: *2000 c 399 art 1 s 119*