

Security / Collateral on Loans

Dear Member:

Any member that has participated in the loan application process is aware of the many documents to be signed. The process can be overwhelming, although we attempt to make it as easy as possible. We hope this letter will serve as a refresher on one of the important documents for secured loans – the Security Agreement.

Secured loans with the LFFCU require our members to pledge assets as collateral. This collateral includes cars, trucks, motorcycles, trailers, and other recreational vehicles.

The Security Agreement, signed by members, assigns a security interest in the vehicle. You can still use and enjoy the collateral during the time the credit union is a lien holder.

As a reminder to what the Security Agreement requires, we have included a condensed list. By signing the agreement, the borrower agrees to the following.

- Maintain the collateral
- Insure the collateral
- Do not assign collateral to anyone else
- DO NOT SELL THE COLLATERAL without prior written consent of the credit union
- Do not remove the motor vehicle from the Province of Ontario due to relocation without notifying the credit union

The London Fire Fighters Credit Union works diligently in protecting our members' assets. We trust that this reminder will ensure that the LFFCU remains a strong and viable financial institution for all of our members.

If you have any questions regarding the Security Agreement or any other issue, please contact Charmaine or any Board Member.

Respectfully yours,

Charmaine Spiegelberg
Manager