

MARKS & WEINBERG, P.C.

Southern Star Foods v. Northfield Freezing Systems

202 B.R. 784 (E.D. Okl. 11/26/96)

In the case which shows the system working exactly the way it is supposed to work, a "lease" in which ownership passed to the "lessee" upon making the final rental payment is held to be a sale subject to a security interest. The lessor/secured party properly filed a UCC-1 financing statement and was therefore protected despite the lessee/debtor's bankruptcy. End of story.

Marks & Weinberg, PC is a law firm with significant experience in dealing with virtually every type of equipment and facility lease financing. The lawyers of the firm have participated in leasing financings for more than a billion dollars of equipment and are recognized throughout the industry. If you would like more cases or articles on leasing, or have any questions or comments about this Article or other leasing issues, please visit leaselawyer.com or contact Barry Marks at 205.251.8303 or Ken Weinberg at 205.251.8307.

