

*of title or an instrument or an investment security drawn, issued or indorsed to him or to his order or to bearer or in blank.*

(21) *To "honor" is to pay or to accept and pay, or where a credit so engages to purchase or discount a draft complying with the terms of the credit.*

(22) *"Insolvency proceedings" includes any assignment for the benefit of creditors or other proceedings intended to liquidate or rehabilitate the estate of the person involved.*

(23) *A person is "insolvent" who either has ceased to pay his debts in the ordinary course of business or cannot pay his debts as they become due or is insolvent within the meaning of the federal bankruptcy law.*

(24) *"Money" means a medium of exchange authorized or adopted by a domestic or foreign government as a part of its currency.*

(25) *A person has "notice" of a fact when*

(a) *he has actual knowledge of it; or*

(b) *he has received a notice or notification of it; or*

(c) *from all the facts and circumstances known to him at the time in question he has reason to know that it exists.*

*A person "knows" or has "knowledge" of a fact when he has actual knowledge of it. "Discover" or "learn" or a word or phrase of similar import refers to knowledge rather than to reason to know. The time and circumstances under which a notice or notification may cease to be effective are not determined by this Article.*

(26) *A person "notifies" or "gives" a notice or notification to another by taking such steps as may be reasonably required to inform the other in ordinary course whether or not such other actually comes to know of it. A person "receives" a notice or notification when*

(a) *it comes to his attention; or*

(b) *it is duly delivered at the place of business through which the contract was made or at any other place held out by him as the place for receipt of such communications.*

(27) *Notice, knowledge or a notice or notification received by an organization is effective for a particular transaction from the time when it is brought to the attention of the individual conducting that transaction, and in any event from the time when it would have been brought to his attention if the organization had exercised due diligence. An organization exercises due diligence if it maintains reasonable routines for communicating significant information to the person conducting the transaction and there is reasonable compliance with the routine. Due diligence does not require an individual acting for the organization to communicate information unless such communication is part of his regular duties or unless he has reason to know of the transaction and that the transaction would be materially affected by the information.*

(28) *"Organization" includes a corporation, government or governmental sub-division or agency, business trust, estate, trust, partnership or association, two or more persons having a joint or common interest, or any other legal or commercial entity.*