# PIGNORATION

*Meaning: Pignorations refer to the act of pledging personal property as security for a loan or debt.*

1. Pignorations are often used as a means of securing a loan when the borrower lacks collateral.

2. The concept of pignorations can be traced back to ancient legal systems that recognized the importance of securing debts.

3. In a pignorating agreement, the goods pledged usually remain in the possession of the borrower until the debt is settled.

4. Pignorations can complicate the lending process, as lenders must carefully evaluate the value of the pledged items.

5. Many businesses utilize pignorations to ensure they can access necessary funds while retaining some control over their assets.

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