

APPLICATION FOR LICENSE & PERMIT OR MISCELLANEOUS BOND

Bond No. _____

Agent Name _____ Agency Name _____

Agency Address _____

1. Applicant's Name _____

Business Name _____

If partnership give names of partners; If corporation give names of owners and ownership %.

Social Security Number _____

Home Address _____

Business Address _____

Street City County State

2. Nature of bond required _____

3. Name and address of obligee (in whose favor bond is required) _____

4. Amount of bond _____ 5. Effective date _____

6. Has this bond been written by another company? _____ If so, by what company? _____

This Agreement entered into by and between the undersigned applicant or applicants and/or indemnitors, hereinafter called the undersigned, and Merchants Bonding Company (Mutual), of Des Moines, Iowa, hereinafter called the Company, witnesseth:

The undersigned hereby authorize the _____ Bank of _____ to give MERCHANTS BONDING COMPANY (Mutual), hereinafter called Company, full information upon its request, showing the balance of the undersigned's account at this date, the undersigned certifies that the foregoing statements and declarations are true and, in consideration of the Company executing as surety the bond herein applied for, does hereby promise and agree to pay an annual premium to the Company until such time as the undersigned shall furnish the Company with evidence satisfactory to it of the full and complete termination of its liability on said bond.

The undersigned further agrees to indemnify and save harmless the said Company for, from and against any and all losses, costs, damages and expenses of any nature whatsoever, including counsel fees and expenses, and reimburse said Company for loss adjusting expenses and compensation at the rate of \$100.00 per day for officers and \$50.00 per day for all other personnel, which may occur to the said Company by reason of the said Company having become surety on said bond.

The undersigned hereby further agrees that the vouchers or other evidence of payments made by the said Company under its obligation of suretyship shall be conclusive evidence against the undersigned of the fact and extent of the undersigned's liability to the said Company under said obligation of the undersigned, whether said payments were made to discharge a penalty thereunder, incurred in the investigation of a claim made thereon or adjusting a loss or claim in connection therewith, or in compelling the work covered thereby, and whether voluntarily made or paid after suit and judgment against said Company.

If the Company shall set up a reserve to cover any claim, suit or judgment under any such bond, the undersigned will, immediately upon demand, deposit with the Company a sum of money equal to such reserve, such sum to be held by the Company as collateral security on such bond, and such sum and any other money or property which shall have been, or shall hereafter be, pledged as collateral security on any such bond shall, unless otherwise agreed in writing by the Company, be available, in the discretion of the Company, as collateral security on any other bonds coming within the scope of this Agreement.

This Agreement shall constitute a Security Agreement to the Company and also a Financing Statement, both in accordance with the provisions of the Uniform Commercial Code of every jurisdiction wherein such Code is in effect. This Agreement shall, if recorded, constitute a consensual lien upon any and all real estate owned by the undersigned at the time of such recording. However, the filing or recording of this Agreement shall be solely at the option of the Company, and the failure to do so shall not release or impair any of the obligations of the undersigned under this Agreement or otherwise arising, nor shall such failure be in any manner in derogation of the rights of the Company under this Agreement or otherwise. The use of this Agreement as a Security Agreement, Financing Statement or consensual lien shall in no way abrogate, restrict or limit the rights of the Company under this Agreement or at law or in equity. The undersigned waive all right to claim any property, including homestead, as exempt from levy, execution, sale or other legal process.

It is further agreed that the terms and conditions of this application shall also apply in increases and/or decreases in the amount of this bond, and shall also apply to all renewals whether the bond is continuous, renewed by Continuation Certificate or by the filing of a new bond.

The Company shall have the right, and is hereby authorized, but not required to fill up any blanks left herein, and to correct any errors in the description of any of said bonds, or in said premium or premiums, or in any name or names, it being agreed that such insertion or corrections, when so made, shall be prima facie correct. This application shall be liberally construed so as to fully protect and indemnify the Company, its successors, assigns and reinsurers. The undersigned appoints any officer of the Company as the attorney-in-fact of the undersigned with full right to execute on behalf of the undersigned any document necessary to carry into effect the intent and purposes of this Agreement.

Disclosure to Applicant given pursuant to the Fair Credit Reporting Act: You are hereby notified that an investigative consumer report including information as to your character, general reputation, personal characteristics and mode of living MAY be obtained by the Company. You may request in writing from the Company disclosure of the nature and scope of such report if obtained. (This applies to an individual person only.) I acknowledge I have read the preceding Disclosure.

Dated the _____ day of _____ A.D. _____

Witness:

Applicant

In consideration of the MERCHANTS BONDING COMPANY (Mutual) executing the bond herein applied for, I (we) jointly and severally join in the above indemnity agreement.

Witness _____ Indemnitor _____

Witness _____ Indemnitor _____

Witness _____ Indemnitor _____

Witness _____ Indemnitor _____

INSTRUCTIONS FOR COMPLETING FINANCIAL STATEMENTS:

1. If applicant is a sole proprietorship, complete one of the statements including all business and personal assets and liabilities.
2. If applicant is a partnership, have individual partners complete those statements showing their personal assets and liabilities, and attach separate financial statement for partnership assets and liabilities.
3. If applicant is a corporation, use these statements for the personal assets and liabilities of the owners, and attach a separate financial statement for the corporation.
4. If indemnitor has signed to guarantee the applicant, complete one statement for the applicant and one for the indemnitor.

Statement of Assets and Liabilities of _____
(Name) (Date)

ASSETS			LIABILITIES AND NET WORTH		
Cash in _____ bank	\$		Borrowed or due on real estate (Name of mortgagee)	\$	
Real Estate <small>Show in whose name. Give location and description</small>					
(1) _____			(1) _____		
(2) _____			(2) _____		
Plant at cost price consisting of _____			Encumbrance on plant _____		
_____			_____		
Inventory _____			Notes Payable (list) _____		
_____			(1) _____		
Notes receivable _____			(2) _____		
Accounts receivable _____			(3) _____		
Cash on hand _____			Accounts payable _____		
Other assets _____			Other liabilities _____		
_____			_____		
Total Assets	\$		NET WORTH		
			Total Liabilities & Net Worth	\$	

Statement of Assets and Liabilities of _____
(Name) (Date)

ASSETS			LIABILITIES AND NET WORTH		
Cash in _____ bank	\$		Borrowed or due on real estate (Name of mortgagee)	\$	
Real Estate <small>Show in whose name. Give location and description</small>					
(1) _____			(1) _____		
(2) _____			(2) _____		
Plant at cost price consisting of _____			Encumbrance on plant _____		
_____			_____		
Inventory _____			Notes Payable (list) _____		
_____			(1) _____		
Notes receivable _____			(2) _____		
Accounts receivable _____			(3) _____		
Cash on hand _____			Accounts payable _____		
Other assets _____			Other liabilities _____		
_____			_____		
Total Assets	\$		NET WORTH		
			Total Liabilities & Net Worth	\$	

AGENTS REMARKS:

- Do not know personally.
- New account.
- Know personally, and recommend although do not handle applicant's general insurance.
- Client of this office

Please give us your general comments and further remarks which will be helpful in making our final decision.

Agent's Signature _____ Date _____