

BOND NO. \_\_\_\_\_

**PREMIUM FINANCE COMPANY SURETY BOND**

**STATE OF ALABAMA**

**KNOW ALL MEN BY THESE PRESENTS:**

**THAT WE,** \_\_\_\_\_ as Principal  
and \_\_\_\_\_ a Corporation

organized and existing under the laws of the state of \_\_\_\_\_  
and authorized to do business in the State of Alabama, as Surety, are  
held and firmly bound unto Walter A. Bell, Commissioner of Insurance of  
the State of Alabama, and his successors in office, in the sum of  
\_\_\_\_\_ (\$ \_\_\_\_\_) Dollars  
lawful money of the United States, for the payment of which well and  
truly to be made, we bind ourselves and each of us, our heirs,  
executors, administrators, successors and assigns, jointly and  
severally, by these presents.

**THE CONDITION OF THIS OBLIGATION IS SUCH,** that, whereas, the Principal  
has applied to the Commissioner of Insurance of the State of Alabama  
for a license as an Insurance Premium Finance Company in accordance  
with the provisions of Title 27, Chapter 40, Code of Alabama, 1975, and  
provided that the Commissioner of Insurance in accordance with the  
powers vested in him issue such license, the Principal shall faithfully  
comply with all requirements of said Chapter.

**NOW THEREFORE,** if the Principal shall well and truly perform and  
fulfill all the terms and conditions of such Chapter while said license  
is in full force and effect, then this obligation shall be null and  
void, otherwise, to remain in full force and effect.

**PROVIDED, HOWEVER,** that this bond is executed and accepted subject to  
the following conditions:

**THE SURETY** shall only be liable for failure by the Principal to pay the  
actual damages sustained as the direct result of a breach by said  
Principal of a condition of said Chapter, and in no event shall the  
Surety be liable for fines and/or penalties assessed against the  
Principal for violations of said Chapter.

**THIS BOND** shall be continuous and shall operate as a new bond for each  
license year it is in effect, provided, however, that the aggregate  
liability of the surety under this bond on account of any and all  
defaults hereunder shall in no event exceed the penal sum of this bond  
regardless of the number of years this bond is in force.

**THE SURETY** hereunder may terminate its liability at any time by giving  
thirty (30) days' written notice of its intent to cancel this bond,  
such notice to be mailed to the Principal and to the Commissioner of  
Insurance by certified or registered U.S. mail; and upon the Surety's  
giving such notice, the Surety shall be discharged from any liability  
occurring after the effective date of such cancellation.

**IN WITNESS WHEREOF,** we have hereunto set our hands and seals this  
\_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_.

Countersignature of Alabama  
Resident Agent:

\_\_\_\_\_

PRINCIPAL

\_\_\_\_\_

By: \_\_\_\_\_

\_\_\_\_\_

SURETY

\_\_\_\_\_  
Type Name of Resident Agent

By: \_\_\_\_\_

Attorney-in-Fact