

CLIENT CONTRACT BOND

KNOW ALL MEN BY THESE PRESENTS, that we,

_____ as Principal and _____, a Surety Company, having its Home Office at _____, duly authorized to do business in the State of _____, as Surety, are held and firmly bound unto _____, as Obligees, in the sum of _____ \$ _____, for the payment of which sum the said Principal and Surety do jointly and severally bind themselves, their heirs, executors, administrators, successors and assigns, and each and every of them firmly by these presents.

Signed, sealed and delivered this, _____.

THE CONDITION OF THIS OBLIGATION IS SUCH THAT WHEREAS, the above named Principal has agreed to collect certain accounts for the above named Obligees as per a Collection Agreement dated the _____ day of _____, _____.

NOW, THEREFORE, if the said Principal shall well and truly and faithfully account for all funds entrusted to it, collected or received by it in its capacity as a Collection Agency, less any agreed upon fees, then this obligation shall be null and void; otherwise to remain in full force and effect subject to the following conditions:

- 1. That the Surety may cancel its liability under this bond at any time by notice to the Obligees at least thirty (30) days in advance of the date of such cancellation.
- 2. That the liability of the Surety under this bond to the Obligees for one or more defaults of the Principal shall not exceed in the aggregate sum of _____ \$ _____.
- 3. That no suit, action or proceeding shall be brought against the Surety hereunder, unless the same be instituted within three (3) months after the date of expiration or cancellation of this bond.
- 4. This bond guarantees only that the Principal shall faithfully account for and remit all funds entrusted to it, collected or received by it in its capacity as a Collection Agency, less any agreed upon fees.
- 5. That in the event of any default on the part of the Principal, a written statement of the facts documenting the date and nature of such default shall be given by the Obligees to the Surety as promptly as possible after such default has become known to the Obligees, and shall be forwarded by registered mail to the Surety.

THIS BOND IS EFFECTIVE: _____

Principal

Surety