

14. Please complete the following financial statement or attach a CPA prepared version to this application.

Financial Statement of Principal as of _____, 20 ____.

Assets

Cash on hand _____
 Cash, CD's in banks _____
 Securities _____
 Accounts Receivable _____
 Inventory _____
 Notes Receivable _____
 Real Estate (describe and give location)

 Other Assets _____
 Total Assets _____

Liabilities

Accounts Payable _____
 Notes Payable (not to banks) _____
 Loans from banks (how secured) _____

 Equipment debt _____
 Mortgages on Real Estate _____

 Other Liabilities _____
 Capital _____
 Retained Earnings _____
 Net Worth _____
 Total Liabilities _____

The maker of the foregoing financial statement hereby authorizes the NOVA Casualty Company, hereinafter called the Company to confirm the bank balances claimed and all other items comprising said statement and certifies that such statement and the answers made in foregoing application are true and made for the purpose of inducing the Company to execute or procure the execution of or continue the bond hereinbefore described or other bond in lieu thereof.

Should the Company execute or procure the execution of or continue the bond herein applied for or other bond in lieu thereof, or such other new bond or bonds as may hereafter be required, the undersigned hereinafter called the Indemnitor, does (if there be more than one Indemnitor they jointly and severally and for each other do) in consideration thereof hereby undertake and agree:

1. That the Indemnitor will pay, or cause to be paid, to the Company, as and when each and every such bond is executed, the premium therefore in accordance with the regular scheduled rates of the Company then in force, and annually thereafter pay to the Company in advance the premium therefore in accordance with such rates until the Company shall be discharged and released from any and all liability thereon and be furnished with competent written legal evidence of such discharge.

2. That the Indemnitor will perform all the conditions of each said bond or obligation and any and all alterations, modifications, renewals, continuations, and extensions thereof, and will at all times indemnify and save the Company harmless from and against every claim, demand, liability, loss, cost, charge, counsel fee (including fees of special counsel whenever by the Company deemed necessary), expense, suit, order, judgment and adjudication whatsoever, and will place the Company in funds to meet the same before it shall be required to make payment.

3. That the Company shall have the right to pay, settle, or compromise and claim, charge or expense of the character enumerated in this agreement and the voucher or other evidence of such payment shall be prima facie evidence of the propriety thereof and of the Indemnitor's liability there-for to the Company.

4. That if the Indemnitor, or one or more of them be a corporation, it hereby represents that it is specifically and beneficially interested in the execution of said bond and in the continuation thereof and that the officer executing this agreement on behalf of such corporation is thereunto duly authorized with full power to bind such corporations in the premises.

5. That all the terms and conditions of this agreement shall stand for the protection of any co-surety, any reinsuring company or any other surety procured by the NOVA Casualty Company, whether the NOVA Casualty Company does or does not execute or retain any portion of such bond or obligation.

Signed, sealed and dated _____
(Month) (Day) (Year)

 (Witness)

 (Indemnitor signing for company) President or other (SEAL)

 (Witness)

 (Indemnitor) Individual (SEAL)

Address _____

 (Witness)

 (Indemnitor) Individual (SEAL)

State of _____
 County of _____

}ss:

Address _____
 (Indemnitors other than Principal must give address and acknowledge signature before Notary Public.)

On the _____ day of _____, 20_____, before me personally appeared _____ to me known and known to me to be the person described in and who executed the foregoing instrument, and _____ he _____ thereupon acknowledged to me that _____ he _____ executed the same.

 Notary Public