



SUBDIVISION BOND

BOND NO.: _____

KNOW ALL MEN BY THESE PRESENTS,

That we, _____ as Principal, and **THE GUARANTEE COMPANY OF NORTH AMERICA USA**, a Corporation duly incorporated under the laws of the State of Michigan, as Surety, are held and firmly bound unto _____, as Obligee, in the penal sum of _____ Dollars (\$_____), for the payment of which we hereby bind ourselves, our heirs, executors, administrators, successors, and assigns, jointly and severally by these presents.

WHEREAS, the Principal has entered into a certain written agreement with the Obligee for _____

NOW, THEREFORE, THE CONDITION OF THIS OBLIGATION IS SUCH, that if the Principal shall indemnify the Obligee against any and all loss or damage directly arising by reason of the failure of the Principal to faithfully perform said agreement then this obligation shall be void; otherwise to remain in full force and effect.

This bond is executed and accepted upon the following express conditions precedent:

1. That the Principal shall faithfully perform all the terms and conditions of said agreement to be performed by the Principal.
2. That if the Principal shall abandon said agreement or be lawfully compelled by reason of a default to cease operations thereunder, the Surety shall have the right at its option to complete said contract or to sub-let the completion thereof.
3. That the Obligee shall notify the Surety in writing by certified mail, addressed and mailed at its Home Office at **One Towne Square, Suite 1470, Southfield, Michigan 48076** of any breach of said Agreement within a reasonable time after such breach shall come to the knowledge of the Obligee.
4. The Bond amount shall be reduced automatically by the percentage of the work completed and approved by the Obligee or the Architect or the Engineer.
5. No right of action shall accrue on this bond to or for the use of any person, or corporation other than the Obligee named herein.

Signed, sealed and dated this _____ day of _____, _____.

Witness

BY: _____
Principal

ITS: _____

The Guarantee Company of North America USA

Witness

BY: _____
Attorney-In-Fact

