

STATE OF MICHIGAN
DEPARTMENT OF AGRICULTURE & RURAL DEVELOPMENT
PRODUCER SECURITY SERVICES SECTION
P.O. BOX 30017
LANSING, MICHIGAN 48909

GRAIN MERCHANTISER'S AND FARM PRODUCE TRUCKER'S BOND

BOND NUMBER _____

KNOW ALL MEN THESE PRESENTS: That _____
GRAIN MERCHANTISER'S OR FARM PRODUCE TRUCKER'S FIRM NAME

of _____, _____, as PRINCIPAL, and
CITY STATE

_____ of _____, _____
BONDING COMPANY CITY STATE

as SURETY, are jointly and severally held and firmly bound to the Michigan Department of Agriculture & Rural Development, in the penal sum of ONE HUNDRED THOUSAND Dollars (\$100,000) lawful money of the United States, to the payment of which, well and truly to be made, we bind ourselves and each of us and each of our successors, heirs, executors, administrators and assigns firmly by these presents.

THE CONDITION OF THIS BOND IS SUCH THAT,

WHEREAS, the above bound PRINCIPAL has made application to the Michigan Department of Agriculture & Rural Development for a license to operate as a grain merchandiser or farm produce trucker located at

NOW THEREFORE, if the above bounden PRINCIPAL shall well and faithfully perform and discharge all of the duties as such grain merchandiser or farm produce trucker and comply with all of the laws of this State, and rules and regulations promulgated by the Michigan Department of Agriculture & Rural Development relating thereto, then this obligation to be void and of no effect;

PROVIDED HOWEVER, the aggregate liability of the surety on this bond for any one or more claims shall be limited to the aggregate amount of this Bond as specified above. Although this Bond is continuous in nature, the liability of the SURETY hereunder shall not accumulate for each successive license period during which this Bond is in effect and the liability shall not be affected by the number of claimants involved in the transactions covered by this bond.

IT IS further conditioned that this bond may be cancelled by the surety by mailing written notice to the Michigan Department of Agriculture & Rural Development stating when not less than 60 days thereafter such cancellation shall be effective. However, such notice shall not release the SURETY from liability already accrued or which shall accrue before the expiration of said 60 day notice.

PROVIDED FURTHER, that this bond shall secure the faithful performance of the grain merchandiser or farm produce trucker of his or her obligations in any farm produce transaction outstanding on or after the effective date of the bond and outstanding at the time the license of the grain merchandiser or farm produce trucker is revoked or the bond is canceled as provided in PA 141 of 1939, as amended, whichever comes first. The bond shall secure the faithful performance of the grain merchandiser or farm produce trucker of those obligations whether the grain merchandiser or farm produce trucker is licensed or not.

This bond made pursuant to the provisions of the Grain Dealers Act No. 141, Public Acts 1939 as amended.

IN WITNESS WHEREOF, the aforesaid PRINCIPAL and SURETY have herewith set their and seals this

_____ day of _____, 20__.

(Seal of Principal)

(Seal of Surety)

PRINCIPAL

By _____

Title _____

Attest _____

SECRETARY /WITNESS

SURETY

By _____

ATTORNEY-IN -FACT

COUNTERSIGNED BY:

RESIDENT MICHIGAN AGENT OR SURETY

Section 28 of Act No. 141, Public Acts of 1939 as amended requires that this bond shall run to the department of agriculture (Michigan) with sufficient surety conditioned upon the faithful performance of the duties of a grain merchandiser or farm produce trucker dealer and compliance with all laws of the state relating thereto.

The amount of the bond shall be \$100,000.00 and shall secure the faithful performance of the grain merchandiser or farm produce trucker of his or her obligations in any farm produce transaction.

Such bond shall show the address and capacity of each storage facility. The term of the bond shall be continuous, and the aggregate liability of the surety on the bond shall be limited to the aggregate amount of the bond set forth on the face hereof. Although the bond is continuous in nature, the liability of the surety shall not accumulate for each successive license period during which this bond is in effect and the liability shall not be affected by the number of claimants involved in the transactions covered by this bond.