

EXAMPLE OF A BOND

Agricultural Produce Grading Act, RSBC 1996, c. 11

Background

_____ (the "Principal"), of _____, British Columbia, in order to purchase (ungraded eggs) (live poultry) from producers in British Columbia, must maintain the security required by the *Agricultural Produce Grading Act* to ensure payment to those producers and has therefore requested _____ (the "Surety") to give this Bond.

Obligation

The Principal and the Surety are bound, jointly and severally, to Her Majesty The Queen In Right of The Province of British Columbia as represented by the Minister of Finance in the penal sum of _____.

The Surety represents that it is licensed under the Financial Institutions Act and authorized to conduct a surety business in British Columbia.

Satisfaction

If the Principal pays all money due to producers for (ungraded eggs) (live poultry) purchased by or through the Principal, the obligation created by this Bond is void.

Termination

If the Surety gives notice in writing to the Livestock Health Management and Regulatory Unit of the Ministry of Agriculture (1767 Angus Campbell Rd, Abbotsford, B.C. V3G 2M3) and to the Principal (at its last address notified to the Surety) of its intention to terminate its future obligations under this Bond, the Surety has no obligation concerning any default in payment which occurs after 30 days after the date on which notice is received by both, but the bond otherwise remains in effect.

The Surety's corporate seal was affixed on (date)_____

in the presence of its (specify title) _____.

c/s

Signature of Authorized Representative of Surety

The Principal's corporate seal was affixed on (date)_____

in the presence of its (specify title) _____.

c/s

Signature of Authorized Representative of Principal