

INDEMNITY BOND (N.C. General Statute 20-76)

NORTH CAROLINA

_____ COUNTY

KNOW ALL MEN BY THESE PRESENTS:

That we _____, as principal and
(FULL LEGAL NAME OF APPLICANT(S))

_____, a corporation,
(NAME OF SURETY COMPANY)

authorized to do business in the State of North Carolina, and duly licensed by the North Carolina Commissioner of Insurance for the purpose of making, guaranteeing or becoming sole surety on bonds or undertakings, required or authorized by the state of North Carolina, as surety, are held and firmly bound to the State of North Carolina, Division of Motor Vehicles, in the sum of _____ (_____), lawful money of the United States of America, for the payment whereof well and truly to be made, we bind ourselves, our heirs, executors, successors and assigns, jointly and severally, firmly by these presents.

The condition of the foregoing obligation is such that,

WHEREAS, the above bound principal has made application to the Division of Motor Vehicles for a new motor vehicle certificate of title to _____ under Chapter 20 of the General Statutes of North Carolina; and
(YEAR) (MAKE) (BODY STYLE) (VEHICLE IDENTIFICATION NUMBER)

WHEREAS, the said principal states that he is unable to present a certificate of title to said motor vehicle because the same has been lost, or is being unlawfully retained by one in possession, or is not otherwise available; and

WHEREAS, the Division of Motor Vehicles has advised said principal that a new certificate of title would be issued upon the filing of a bond as required by Section 76 of Chapter 20 of the General Statutes of North Carolina; and

WHEREAS, under the terms of said Section a surety bond is required of said principal with good and sufficient surety, conditioned to indemnify any prior owner or lienholder, any subsequent purchaser of the vehicle or person acquiring any security interest therein, and their respective successors in interest, against any expense, loss or damage by reason of the issuance of a new certificate of title or on account of any defect in or undisclosed interest in the right, title and interest of the principal in and to said motor vehicle; and

WHEREAS, an action for damages on said bond may be instituted by any person injured by the issuance of the new certificate of title to said principal;

NOW, THEREFORE, and in consideration of the issuance of a new certificate of title by the Division of Motor Vehicles, this bond is given by the above bound principal in compliance with Section 76 of Chapter 20 of the General Statutes of North Carolina and conditioned upon the rights and remedies provided therein.

Upon issuance of said new certificate of title, the said bond shall become effective and remain in full force and effect until surrendered by the State of North Carolina, Division of Motor Vehicles, as provided in Section 76 of Chapter 20 of the General Statutes of North Carolina.

PROVIDED, HOWEVER, that the aggregate liability of the surety to all persons for damage by reason of the issuance of said new certificate of title shall not exceed the amount of the bond.

IN WITNESS WHEREOF, the above bound parties have executed this instrument under their several seals this _____ day of _____, _____, the name and corporate seal of each corporate party being hereto affixed and these presents duly signed by its undersigned representative, pursuant to authority of its governing body. In presence of:

(INDIVIDUAL PRINCIPAL) (SEAL)

(INDIVIDUAL PRINCIPAL) (SEAL)

Attest:

(CORPORATE PRINCIPAL)

(BUSINESS ADDRESS)

_____ By _____ (Affix Corporate Seal)

Attest:

(SURETY)

(BUSINESS ADDRESS)

_____ By _____ (Affix Corporate Seal)

Note: Surety bond must be executed by a surety company authorized to do business in North Carolina; must be executed or countersigned by North Carolina resident agent; when executed by an attorney-in-fact, copy of power of attorney must be attached. Any alteration of this document necessitates the issuance of a new bond or an attached amendment from the Surety Company.

