



Motor Vehicle Dealer Board
 COMMONWEALTH OF VIRGINIA
 2201 West Broad Street, Suite 104
 Richmond, Virginia 23220

MOTOR VEHICLE DEALER BOND

MVDB 2 (07/01/2012)

PURPOSE: An applicant for a dealership license to sell motor vehicles uses this form to verify to the Motor Vehicle Dealer Board that it has obtained proper bond.

INSTRUCTIONS: Submit completed form to Motor Vehicle Dealer Board at the above address. (Completion by a corporate surety licensed to do business in the Commonwealth of Virginia is required.)

Dealer Certificate No. _____ Bond No. _____ Bond Effective Date _____

KNOW ALL MEN BY THESE PRESENTS: That we, _____
 _____ Principal (Dealership)
 doing business at _____
 _____ Address of Dealership
 as Principal and _____
 _____ Surety Company

duly authorized to do business within the Commonwealth of Virginia, as Surety, are held and firmly bound unto the people of the Commonwealth of Virginia to indemnify any person who may be aggrieved by fraud, fraudulent representation, loss or damage resulting from a breach of an extended service contract or violation by said Principal or his/her salesperson acting for such Principal or within the scope of the employment of such salesperson of any of the provisions of Chapter 15, Title 46.2 of the Code of Virginia, in the amount of \$50,000 lawful money of the United States of America, for which payment, well and truly to be made we bind ourselves, jointly and severally, our joint and several heirs, executors, administrators, successors and assigns, firmly by these presents; provided, (1) that the maximum amount payable by the surety for a claim arising out of a single transaction from one or more persons having said claim which meets the requirements as set forth in § 46.2-1527.2 of the Code of Virginia shall be \$25,000; and (2) that the aggregate liability of the surety under this bond, to any and all persons, regardless of the number of single claims made against the bond or the number of years the bond remains in force, shall in no event exceed the amount of the bond, \$50,000.

WHEREAS, the above bounden Principal desires that a motor vehicle dealer's license be issued and thereafter reissued from time to time by the Motor Vehicle Dealer Board, Commonwealth of Virginia, and that as a condition of this bond, the Principal states that he/she will not practice fraud, make any fraudulent representations, or violate any provision of Chapter 15, Title 46.2 of the Virginia Code in the conduct of the Principal's business and;

WHEREAS, this bond executed by the said Principal and Surety is filed with the Motor Vehicle Dealer Board in compliance with the provisions of Section 46.2-1527.2 of the Virginia Code to enable said Principal to obtain a license from the Motor Vehicle Dealer Board under the provisions of that law.

NOW THEREFORE, the conditions of this obligation are such that if the Principal shall well and truly observe and strictly and faithfully comply with the aforesaid requirements of law, and shall save and keep harmless any person from any fraud practiced on him or fraudulent representation made to him by such Principal or one of such Principal's salesperson acting for the Principal or within the scope of the employment of such salesperson in connection with the purchase or lease of a motor vehicle, or from any loss or damage resulting from a breach of any extended service contract or from any loss or damage suffered by reason of the violation by such Principal or any of such salesperson of the provisions of Chapter 15, Title 46.2 of the Code of Virginia then this obligation shall be null and void; otherwise it shall remain in full force and effect.

This bond shall not automatically expire with the license for which it is initially issued, but shall continue indefinitely from license term to license term. Surety may cancel this bond at any time upon 30 days prior written notice to the Motor Vehicle Dealer Board, provided, however, such cancellation shall not operate to relieve, release or discharge the Surety from any liability already accrued or which shall accrue before the expiration of the 30-day period.

Signed this _____ day of _____, Year _____

 Name of Principal (Dealership) By: _____
 Signature of Owner, Partner or Officer of the Corporation

 Name of Surety Company By: _____
 Signature of Official or Attorney-In-Fact of Surety Company

 Signature of Witness (Signatures above must be witnessed)

Countersigned by: _____
 Signature of Registered Virginia Agent

