

Avalon Risk Management, Inc.
General Agents
U.S. Customs Bond Application & Indemnity

Return Completed Application to:



EgeTrans USA, Inc.
 1111 Plaza Dr. Unit 800
 Schaumburg, IL 60173
 OTI License No. 17710NF
 U.S. CB License No. 21487

Contact Person
 Sabrina Lewis
 Phone +1 (630) 422-2901
 E-mail s.lewis@egetrans.com

Principal / Indemnitor Information

Company Name

Individual/Sole Proprietorship Partnership Corporation, State of

Years in Business: Years

Address City State Zip

Phone Fax E-mail

Importer Contact Name and Title

Previous Surety How many years has principal been doing business with CHB? Years

Is Credit Extended? Yes No If yes, how much credit is extended?

Has the Principal or any partner/officer ever filed any form of bankruptcy? Yes No

Has any surety ever paid a claim on your behalf or are there any pending claims? Yes No

Has Customs ever suspended immediate delivery privileges or placed you on sanction? Yes No

Has Customs ever investigated the Principal or any partner / officer for fraud or negligence? Yes No

If you answer "yes" to any of the above questions, please provide details on a separate sheet of paper.

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Customs Related Information

Importer Number		Previous Importer Number			
STB	CTB	Bond Amount	Effective Date		
1. Entry Type:					
General Merchandise		TIB	Warehouse	Auto (DOT)	FTZ
AD/CVD		FDA	Chapter 98	GSP/CBI	Drawback

Merchandise Information

Description of Merchandise		Country of Origin		Port of Entry	
Merchandise Subject to FDA?	Yes	No	Is FDA Merchandise Subject to Automatic Detention?	Yes	No
			If CTB, Last Year	If CTB, Estimated Current Year	A
Value of imported merchandise last year		Estimated value this year		AD/CVD Margin (if applicable)	
Duties & Taxes last year		Duties & Taxes this year			
Duties/Taxes Paid:	with entry		with entry summary		ACH payment
Reconciliation Program?	Yes	No	Periodic Monthly Statement?	Yes	No

Customs Certification, Indemnity Agreement and Collateral Policy

CUSTOMS CERTIFICATION: I certify that the factual information contained in this application is true and accurate and any information provided which is based upon estimates is based upon the best information available on the date of this application.

INDEMNITY AGREEMENT: I also agree to be bound by the indemnity Agreement as shown on the reverse side of this application. I do hereby swear that I am fully empowered to bind, by my signature, the legal entity listed as Principal. Please also sign on the bottom of the last page.

I understand that there is a six (6) year statute of limitations for claims to be made against the bond(s) and collateral will not be returned until liability has been extinguished.

Signed and sealed this _____ day of _____

Typed or Printed Principal Name & Title

Principal's Signature

Corporate Seal

Indemnity Agreement

The Undersigned hereby declares the truth of the representations herein, and that they are made to induce Avalon Risk Management on behalf of Southwest Marine and General Insurance Company and/or New York Marine and General Insurance Company and/or such other sureties as Avalon Risk Management may from time to time represent (hereinafter referred to collectively as the "Surety"): to enter into a contract of suretyship by the issuance of the Bond(s) applied for in accordance to 19 CFR part 113 as amended by Federal Register Notice 79FR70881. The Undersigned agrees that the Surety may decline the Bond(s) applied for or may cancel or terminate same without incurring any liability whatsoever to the Undersigned. In consideration of the issuance of the Bond(s) herein applied for, or any Bond(s) in substitution for or in succession of the said Bond(s), or any increase or extension of time of the said Bond(s) or any other Bond or undertaking by the Surety on behalf of the principal whether issued or undertaken prior to or after the date hereof, hereinafter individually or collectively referred to as Bond(s), the undersigned hereby agrees (Continued on reverse):

- (1) To hereby authorize the Surety to make such pertinent inquiry as may be necessary from financial institutions, persons, firms and corporations in order to confirm and verify information referred to or listed herein;
- (2) To pay to the Surety the agreed premium upon execution of the Bond(s) and annually in advance thereafter;
- (3) To furnish the Surety with satisfactory and conclusive termination evidence that there is no further liability on the Bond(s);
- (4) To perform all the conditions of said Bond(s) and will indemnify and save the Surety harmless from demands, losses, costs, damages and expenses, including attorney's and counsel fees deemed necessary by the Surety, which Surety may sustain or incur by reason of the issuance of such Bond(s), or obtaining a release of or evidence of termination under such Bond(s). This obligation shall be continuing as to this Bond or any other Bonds or undertaking until Surety's liability is extinguished;
- (5) That the Surety shall have (i) the exclusive right to adjust, settle or compromise any claim under such Bond(s), and (ii) the right, at its sole option and sole discretion, to increase or decrease the penalty(s) of any such Bond(s), to change the obligee(s) therein, to execute any continuations, enlargements, modifications and renewals thereof or substitute the same or different conditions, provisions and obligee(s) therein, it being agreed that this Indemnity Agreement shall cover such new or changed Bond(s) or renewals even though the Surety's action or consent may or does substantially increase the liability of the Applicant and the Undersigned;
- (6) That the voucher or other evidence showing payment made by the Surety in good faith by reason of such Bond(s) or any renewal, extension or substitution thereof shall be conclusive and in any event prima facie evidence of such payment and the property thereof and of the liability of the undersigned theretofore to the Surety;
- (7) To the following general provisions:
 - a. Any property which may have been, or may be, pledged as collateral security for any Bonds may, at the Surety's discretion, be retained as collateral security on any Bond falling under the scope of this Indemnity Agreement, whether or not executed, and whether or not executed or reinsured by the Surety, and for the full and complete performance of the Undersigneds' covenants under this Indemnity Agreement. In the case of any breach of the Undersigneds' covenants, or in case the Surety finds it necessary to raise money to meet any actual or prospective claim or demand under any Bond, or to pay any expense incurred in connection therewith, the Surety has full power and authority, without notice to the Undersigneds, to negotiate or redeem any checks or certificates of deposit, or to draw upon any letters of credit, and to use any or all of the proceeds, in order to protect itself against loss, costs, damages, attorneys' fees and expenses. After deducting all legal and other costs, and all loss, costs, damages, attorneys' fees and expenses, and all premiums due the Surety for any Bond or Bonds, the Surety shall return the remainder of the collateral, if any, to the

Indemnity Agreement

person or persons legally authorized to receive it. We will contact you at the name and address provided and/or through your customs broker when the collateral may be returned. It is the principal's obligation to notify us of any change of address. If we are unable to contact you funds that we continue to hold on your behalf will become subject to a maintenance fee of 1.5% per month effective as of the return date of undeliverable certified mail to your last known address. The Surety shall not be responsible for any loss to the property from any cause other than the act or neglect of its officers or employees. The Surety shall not be responsible for paying interest, or loss of interest, to depositor or any other party on such deposits;

b. Where a Bond has been executed for the importation of merchandise, or transportation in-bond of imported merchandise, to consent to service of process upon the Customs broker or agent who executed the Bond on behalf of the Principal. Principals further consent to such service, at the Surety's sole option, at the original port of entry, the final port of entry, or other place, as may be a place of business of the Customs broker or agent. The Principal consents to jurisdiction at the place of service;

c. Where the bonded merchandise is a motor vehicle, a condition of executing the Bond is the immediate delivery of the vehicle to a Surety-approved bonded conversion facility. The delivery must occur directly from the port of entry to the conversion facility in order to perform all conversions necessary to bring the vehicle into conformity with United States Environmental Protection Agency and Department of Transportation emission and safety standards;

d. The Principals agree to give the Surety prompt written notice of any and all facts which may give rise to any action against the Surety relating to any Bond. If the Principals fail to petition, protest, defend or settle any such action taken by the Oblige, pursuant to the Bond, the Principals agree that the Surety may petition, protest, defend or settle such action to protect its interests by whatever means it considers appropriate. The determination as to whether any such action is petitioned, protested, defended or settled is binding and conclusive upon the Principals, and the result of any such petition, protest, defense or settlement is binding in whole or in part, as if it were the act of the Principals. Evidence of payment is prima facie evidence of the fact and extent of the Principals' liability to the Surety. Liability hereunder extends to, and includes, the full amount of any and all monies paid by the Surety in settlement or compromise of any action, in good faith under the belief that it was liable therefore, whether liable or not, as well as any and all disbursements for attorneys' fees, costs, and expenses as aforesaid, which may be made under the belief that such were necessary, whether necessary or not. The Principals understand that any action taken to petition, protest, defend or settle any action by the Oblige under the Bond, whether the action is initiated by the Principals or the Surety, does not excuse the Principals from the timely payment of bills for the Bond or for amounts paid in pursuance thereof;

e. The Surety has every right, defense, or remedy available, including the right of exoneration and replevin or to take possession of the bonded merchandise upon notification of any violation of the terms and conditions of the Bond. The Surety has specific lien rights as to both real and personal property, including merchandise in which the Undersigneds' is the owner and/or has ownership interest in, including merchandise in transit and/or in a warehouse.

(8) To consent to provide the Surety, any Bond Oblige and/or Customs broker, any and all information relative to entries or other transactions under any Bond;

(9) To consent to their lawful agent or attorney-in-fact executing and filing Bonds, by electronic or such other means as is elected instead of paper documents, and agree in those instances to be bound by this Indemnity Agreement and the terms and conditions of any Bonds as fully and completely as they would be if paper documents had been used and manually executed;

(10) The Principals understand and agree that the Bond or undertaking is subject to termination if the Principals no longer use a licensed Customs broker satisfactory to the Surety;

Indemnity Agreement

(11) The Undersigned further agrees to reimburse the Surety for all expense, counsel and attorney fees incurred by the Surety in enforcing any provision of this agreement. Regardless of the date this Indemnity Agreement is signed, it is effective as of the date of the execution of the above mentioned Bond(s).

Signature of Indemnitor

I agree to be bound by above Indemnity Agreement and hereby swear I am fully empowered to bind the legal entry listed as Principal.

Signed and sealed this _____ day of _____

Typed or Printed Principal Name & Title

Principal's Signature

Corporate Seal