



Surety Bonds

Enjoy greater financial flexibility.

KEY BENEFITS



Secure as a bank guarantee



No tangible asset required for security



Improves your liquidity by leveraging your capital base



Removes growth constraints from financial institutions

BOND TYPES

- Bid / tender bonds
- Performance bonds
- Advance payment bonds
- Retention release bonds
- Maintenance bonds
- Off-site material bonds
- Bank fronted bonds

ELIGIBLE COMPANIES

- \$50M+ per annum turnover
- \$5M minimum net tangible worth
- Positive cash flow
- Positive working capital
- 3+ years of continuous profitability
- 3+ years in operation

For more information, please contact:

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What are Surety Bonds?

Surety Bonds are the most efficient and cost-effective way to finance your contract security obligations and are widely accepted by the private sector, federal, state and local municipalities.

A surety bond is a three-way obligation between the Contractor, the Principal or Beneficiary and the Surety who has the responsibility to secure the obligations of the Contractor.

Surety bonds are a genuine alternative to traditional Bank guarantee facilities. They are designed to deliver a flexible and effective bonding program, operating alongside your traditional banking line of credit. Bonds carry an identical wording to a bank guarantee, following the Australian Standards AS2124 which is an unconditional and on-demand undertaking. They also carry the same obligations at law as a bank guarantee.

A surety bond gives you greater financial flexibility by allowing your organisation to leverage your capital base (i.e. better utilisation of your balance sheet), thus enhancing working capital and opportunities to improve liquidity.

Surety bonds remove the need to have contingent liability (i.e. lazy capital) on your balance sheet. They help overcome the current 'rationing' of credit by financial institutions, meaning contractors can take on more projects without being restricted by security requirements.

We utilise the services of leading Australian underwriters when applying for Surety Bonds.



Your Industry Specialists