

PENAL BOND

1. By this instrument, _____, of _____
in the _____, as Principal and _____ a
body corporate authorized to do business in Nunavut, as Surety, are, together with our assigns and
successors, jointly and severally bound to pay to the Government of Nunavut the sum of
_____ dollars.

2. The obligation contained in section 1 is void from the date of this instrument, unless
- a) the Principal, or any representative, agent or salesperson of the Principal, is convicted of
 - i) an offence under the *Consumer Protection Act* or any regulation made under the Act, or
 - ii) an offence involving fraud, theft or conspiracy to commit an offence involving fraud or theft under the *Criminal Code*;
 - b) a judgement in respect of a claim arising out of a sale to which Part VII of the *Consumer Protection Act* applies is given against the Principal or against any representative, agent or salesperson of the Principal;
 - c) the Principal commits an act of bankruptcy, whether or not proceedings have been taken under the *Bankruptcy Act* (Canada); or
 - d) a decision is rendered by the Director in writing stating in effect that after consideration and investigation of a complaint, the Director is satisfied that the Principal, or any representative, agent or salesperson of the Principal,
 - i) has contravened the *Consumer Protection Act* or has failed to comply with any of the terms, conditions or restrictions to which his or her license is subject or is in breach of contract, and
 - ii) has departed from Nunavut or being out of Nunavut remains out of Nunavut, or departs from his or her dwelling-house or otherwise absents himself or herself,and any conviction, judgement, order or decision referred to in paragraphs (a) to (d) has become final by reason of lapse of time or of having been confirmed by the highest court to which any appeal may be taken.

3. (1) A party intending to cancel this bond shall give the Director written notice of the cancellation.

(2) Notice of the cancellation may be mailed to the Director at the following address:
Consumer Affairs Section, Policy Division
Department of Community & Government Services
Government of Nunavut
P. O. Box 440
Baker Lake, Nunavut X0C 0A0

4. Where a notice has been given under subsection 3(1), this bond shall have no effect with respect to any act or thing occurring 90 days after the day that the Director receives the notice.

5. The Director may give notice of forfeiture of this bond within two years of the right of forfeiture arising.

DATED ON _____, 20__

(SEAL)

SIGNED IN THE PRESENCE OF

(signature of principal)

(signature of witness)

per _____

(signature of witness)

(CORPORATE SEAL)

per _____