

SANTAM BONDS AND GUARANTEES

Santam Bonds and Guarantees offers niche security insurance products (in the form of court bonds and guarantees) to a diverse range of individuals, privately owned and large publicly quoted groups in South African and sub-Saharan African markets.

WHY INSURE WITH SANTAM BONDS AND GUARANTEES?

- We offer competitive market rates and tailor-made world-class guarantee and court bond facilities.
- Constant innovation and sound knowledge of the local and global surety market ensure we remain a cut above the rest.
- Our extensive intermediary networks and solid intermediary relationships remain one of our core strengths.
- Our client base includes BEE and upcoming contractors.
- We have the backing of reputable international reinsurers.

OUR RANGE OF INSURANCE SOLUTIONS COVER:

GUARANTEES

Contract bonds

- Covers the financial loss arising from the contractor defaulting on his contractual obligation.
- Performance guarantees: Covers the principal against the risk of the contractor not fulfilling his contractual obligations. This guarantee value is usually 10% of the contract amount.

- Retention guarantees: Covers monies held back by the principal to complete work that may be required during the maintenance period. This guarantee enables the contractor to obtain the retention money before final completion of the contract.

- Advanced payment guarantee: Covers the principal for the prepayment of monies advanced to the contractor, usually to cover cost of materials. This guarantee considerably improves the contractor's cash flow and prevents the contractor from having to utilise his own funds.

- Bid bond: Covers the principal during the bidding process, to guarantee that the winning bidder will undertake the contract under the terms at which they bid.

- Maintenance guarantee: Covers the maintenance period after the completion of the contract.

Trade bonds

- Covers the government department or supplier against an enterprise's failure to pay its debts.

● Customs and excise guarantees: Covers the principal pertaining to payment of tax and customs duties, deferment of liability incurred by an importer and/or exporter.

● Warehouse guarantees: Covers the warehouses occupied by the principal, which store bonded goods that are meant to be exported.

● Utility guarantees: Covers the principal for the deposit or payment of monthly accounts on an electricity or water account.

COURT AND ADMINISTRATION BONDS

Liquidation bonds

● Covers the creditor against any negligence, fraudulent activity or mismanagement of assets in the estate by the liquidator. This bond is equivalent to the assets in the estate.

Deceased estates

● Covers the beneficiary of the will against any negligence, fraudulent activity or mismanagement of assets in the estate by the liquidator. Comes into existence when a person dies and leaves property and/or a will.

CONTACT US

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Guarantees

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Court bonds

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