



Petroleum Bonds are a form of security known as Supply Bonds for the payment of the delivery of fuel providing retail and wholesale petroleum dealers with an alternate form of contractual security to their existing bank Guarantee.

Since 1995, PetroBonds have been a leading provider of Petroleum Bonds in the Australia and New Zealand market. From the major oil company's perspective these bonds are identical to a bank guarantee in that they are unconditional, irrevocable and pay on demand instrument.

The key benefit of a Petroleum Bond from Petrobonds is unlike bank guarantees Petroleum Bonds do not require tangible security by way of a General Security Agreement (GSA) or mortgage collateral in the form of cash or property. As no tangible security is required to secure a Petroleum Bond, it provides Petroleum Distributors and Retail Service Station Owners with greater financial flexibility to concentrate their efforts on growing their businesses, without hard earned assets being tied up by a bank as security.

Petroleum Bonds provide greater financial flexibility in that they offer a 1:1 Net Tangible Worth (NTW) versus a bank that generally offer a Loan to Value Ratio (LVR) of 65% of the banks valuation of that asset.

The immediate advantage of using a Petroleum Bond is it allows you to maximise the capital in your Balance Sheet. Terms are also covenant free, so it avoids having those tough discussions with the bank when and if breaches may occur. The traditional way of securing a bond through a bank is outdated and highly inefficient notwithstanding the opportunity cost to your business, it's a "no brainer."

Petrobonds product and services are recognised and accepted by leading Oil Companies and Bulk Fuel suppliers in our region, including Allied Petroleum (NZL), Caltex Australia, Gascorp, Liberty Oil, Lowes Petroleum Service, Mobil Oil Australia/Exxon Mobil, Mogas/Reliable Petroleum, Pacific Petroleum, Puma Energy Australia, Tasco Inland Petroleum and Z Energy (NZL).

Petrobonds are underwritten by Assetinsure through an MGA with Lombard Insurance Company Ltd.

The process of applying for a Petroleum Bond is kept simple and our Relationship Managers are there to assist you with the application process, providing a checklist of information required and answering any queries that may arise.

If our PetroBonds product is of interest to your business please feel free to contact our Relationship Managers as per the details following.

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Assetinsure Pty Ltd is a specialist APRA regulated insurance company that offers coverage for select product lines including Surety (Performance Bonds & Petroleum Bonds), Mining Rehabilitation Bonds and Credit Enhancement.