



Rudnik Surety

*Building
Profitable
Relationships*

February 1, 2016

APX Construction Group, LLC
PO Box 3666
Mankato, MN 56002

Re: Letter of Bonding Capacity

To Whom It May Concern:

A review of your firm's bonding capacity has been completed. In light of your firm's prior project experience and financial strength, Merchants Bonding Company has established a pre-approved bond line of credit of \$7,500,000.00 per project and \$10,000,000.00 aggregate. Projects in excess of the established bond line will be considered on a case by case basis. Accordingly, the surety will consider supporting future bonds subject to favorable underwriting conditions including mutually acceptable contracts.

This letter of Bonding Capacity is not a bid or payment & performance bond nor assumption of liability. The decision to issue a specific bond will be subject to the surety's standard underwriting at the time the request is received, which will include but not be limited to the acceptability of the contract documents, bond forms and financing. We assume no liability to third parties or to you if for any reason we do not execute said bonds.

Sincerely,

David Rudnik
Attorney-in-Fact

/djr

Rudnik Surety, Inc.

P.O. Box 120176
New Brighton, MN 55112

7191 Knollwood Dr.
Moundsview, MN 55112

(763) 786-9666
(763) 786-9444 FAX