

4. The Company agrees to forward to the Agent on or about the fifteenth (15) day of each month, a statement setting forth all premium transactions, issued by or through the Agency and received by the Company during the previous month, together with the premiums thereon....

\*\*\*\*\*

6. Immediately upon the issuance of any policy, binder or endorsement by the Agent or Company, and/or immediately upon the development of earned premiums as reflected by payroll reports and audit additions, the premium thereon shall be charged to the Agent and the Agent hereby agrees to pay the same to the Company in accordance with the terms and conditions of this Agreement. The full amount of all premiums collected by the Agent on policies of this Company, less only the commissions payable to the Agent in the amounts provided in paragraph 1 hereof, shall immediately become, and remain trust funds in the custody of the Agent until actually paid by (to) the Company....

\*\*\*\*\*

7.A. The Company will grant the Agency Sixty (60) days in which to pay each month's premium account as rendered by the Company after the close of the month in which the premiums are written....

\*\*\*\*\*

8. It is understood that all premiums are annual premiums, payable in advance (unless otherwise stated in the policy) and, therefore, if the Agent elects to extend credit to any assured the same shall be at the Agent's risk, and the credit so extended shall in no way delay the payment of the premium to the Company.

9.a. The Agent must not relieve himself of his responsibility (to) on account (for) of premiums without the written approval and consent of the Company. The Company will relieve the Agent of his responsibility to collect audit premiums only after the Agent has proven to the Company that he has made a diligent effort to collect the premium and has submitted a written request to the Company requesting that the Company relieve the Agent of his responsibility for the collection of the premium due the Company.

b. The Company reserves the right as principal to collect, sue for and recover any premiums owing upon policies issued by it, either from the Agent or directly from the assured. In the event the Company deems it