

<b>PAYMENT BOND</b> (See instructions on reverse) Bond #17-14-67	DATE BOND EXECUTED (Must be same or later than date of contract) July 8 2005	OMB No. : 9000-0045
	Public reporting burden for this collection of information is estimated to average 25 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden, to the FAR Secretariat (MVR), Federal Acquisition Policy Division, GSA, Washington, D.C. 20405	

PRINCIPAL (Legal name and business address) Shaw Constructors, Inc.  4171 Essen Lane Baton Rouge, Louisiana 70809	TYPE OF ORGANIZATION ("X" one) <input type="checkbox"/> INDIVIDUAL <input type="checkbox"/> PARTNERSHIP <input type="checkbox"/> JOINT VENTURE <input checked="" type="checkbox"/> CORPORATION			
	STATE OF INCORPORATION Louisiana			
SURETY (IES) (Name(s) and business address(es)) The Insurance Company of the State of Pennsylvania  70 Pine Street New York, New York 10270	PENAL SUM OF BOND			
	MILLION(S)	THOUSAND(S) 100	HUNDRED(S) 000	CENTS 00
	CONTRACT DATE 07/08/05		CONTRACT NO. W912P9-05-D-0515, Temporary Roof Repairs in LA & MS	

**OBLIGATION:**

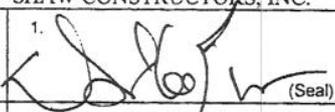
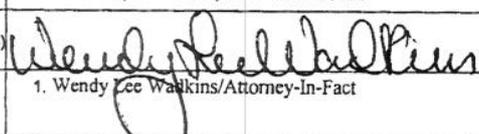
The Principal and Surety(ies), are firmly bound to the United States of America (hereinafter called the Government) in the above penal sum. For payment of the penal sum, we bind ourselves, our heirs, executors, administrators, and successors, jointly and severally. However, where the Sureties are corporations acting as co-sureties, we, the Sureties, bind ourselves in such sum "jointly and severally" as well as "severally" only for the purpose of allowing a joint action or actions against any or all of us. For all other purposes, each Surety binds itself, jointly and severally with the Principal, for the payment of the sum shown opposite the name of the Surety. If no limit of liability is indicated, the limit of liability is the full amount of the penal sum.

**CONDITIONS:**

The above obligation is void if the Principal promptly makes payment to all persons having a direct relationship with the Principal or a subcontractor of the Principal for furnishing labor, material or both in the prosecution of the work provided for in the contract identified above, and any authorized modifications of the contract that subsequently are made. Notice of those modifications to the Surety(ies) are waived.

**WITNESS:**

The Principal and Surety(ies) executed this payment bond and affixed their seals on the above date.

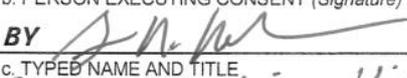
SHAW CONSTRUCTORS, INC.		PRINCIPAL			
SIGNATURE(S)	1.  (Seal)	2. (Seal)	3. (Seal)	CORPORATE SEAL	
NAME(S) & TITLE(S) (Typed)	1. Doyal Lee Barnett Treasurer	2.	3.		
<b>INDIVIDUAL SURETY(IES)</b>					
SIGNATURE(S)	1. (Seal)	2. (Seal)			
NAME(S) (Typed)	1.	2.			
<b>CORPORATE SURETY(IES)</b>					
S U R E T Y	NAME & ADDRESS	The Insurance Company of the State of Pennsylvania 70 Pine Street, New York, New York 10270	STATE OF INC. Pennsylvania	LIABILITY LIMIT \$ 100,000.00	CORPORATE SEAL
	SIGNATURE(S)	2. 			
	NAME(S) & TITLE(S) (Typed)	1. Wendy Lee Watkins/Attorney-In-Fact		2.	

<b>CONSENT OF SURETY AND INCREASE OF PENALTY</b>	1. CONTRACT NO. W912P9-05-D-0515	2. MODIFICATION NO. CZ06-03	3. DATED 12/17/2005
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4. The surety (co-sureties) consents (consent) to the foregoing contract modification and agrees (agree) that its (their) bond or bonds shall apply and extend to the contract as modified or amended. The principal and surety (co-sureties) further agree that on or after the execution of this consent, the penalty of the performance bond or bonds is increased by "See Below" dollars (\$ 499,999.50 ) and the penalty of the payment bond or bonds is increased by "See Below" dollars (\$ 499,999.50 ). However, the increase of the liability of each co-surety resulting from this consent shall not exceed the sums shown below.

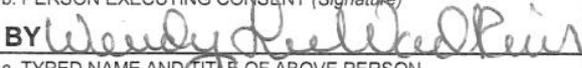
\*\*Four Hundred & Ninety-nine Thousand, Nine Hundred & Ninety-nine-----50/100

5. NAME OF SURETY(IES)	6. INCREASE IN LIABILITY LIMIT UNDER PERFORMANCE BOND	7. INCREASE IN LIABILITY LIMIT UNDER PAYMENT BOND
a. The Insurance Company of the State of Pennsylvania	\$ 63,737,515.18	\$ 63,737,515.18
b.		
c.		

8. INDIVIDUAL PRINCIPAL	a. BUSINESS ADDRESS	b. SIGNATURE*	(Seal)
		c. TYPED NAME AND TITLE	
		d. DATE THIS CONSENT EXECUTED	
9. CORPORATE PRINCIPAL	a. CORPORATE NAME AND BUSINESS ADDRESS	b. PERSON EXECUTING CONSENT (Signature)*	(Affix Corporate Seal)
	Shaw Constructors, Inc. 4171 Essen Lane Baton Rouge, Louisiana 70801-2157	BY 	
		c. TYPED NAME AND TITLE Samuel K Robinson, Vice-President	

\* The Principal or authorized representative shall execute this Consent of Surety and Increase of Penalty with the modification to which it pertains. If the representative (e.g., attorney-in-fact) that signs the consent is not a member of the partnership, or joint venture, or an officer of the corporation involved, a Power-of-Attorney or a Certificate of Corporate Principal must accompany the consent.

#### 10. CORPORATE SURETY(IES)

A	a. CORPORATE/INDIVIDUAL SURETY'S NAME AND ADDRESS	b. PERSON EXECUTING CONSENT (Signature)	(Affix Corporate Seal)
	The Insurance Company of the State of Pennsylvania 70 Pine Street New York, New York 10270	BY 	
		c. TYPED NAME AND TITLE OF ABOVE PERSON Wendy Lee Wadkins Attorney-In-Fact	
B	a. CORPORATE/INDIVIDUAL SURETY'S NAME AND ADDRESS	b. PERSON EXECUTING CONSENT (Signature)	(Affix Corporate Seal)
		BY	
		c. TYPED NAME AND TITLE OF ABOVE PERSON	
C	a. CORPORATE/INDIVIDUAL SURETY'S NAME AND ADDRESS	b. PERSON EXECUTING CONSENT (Signature)	(Affix Corporate Seal)
		BY	
		c. TYPED NAME AND TITLE OF ABOVE PERSON	

Add similar signature blocks on the back of this form if necessary for additional co-sureties.

ACKNOWLEDGMENT BY SURETY

STATE OF Pennsylvania  
County of Delaware } ss

On this 20th day of December, 2005, before me personally appeared Wendy Lee Wadkins, known to me to be the Attorney-in-Fact of

The Insurance Company of the State of Pennsylvania, the corporation that executed the within instrument, and acknowledged to me that such corporation executed the same.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal, at my office in the aforesaid County, the day and year in this certificate first above written.

Carla M. Kime



Notary Public in the State of Pennsylvania  
County of Delaware

(Seal)

My Commission Expires October 26, 2006

Notarial Seal  
Carla M. Kime, Notary Public  
Radnor Twp., Delaware County  
My Commission Expires Oct. 26, 2006  
Member, Pennsylvania Association Of Notaries

**The Insurance Company of the State of Pennsylvania**

Executive Offices  
70 Pine Street  
New York, NY 10270

**STATUTORY  
FINANCIAL STATEMENT**

as of DECEMBER 31, 2004

<u>ASSETS</u>		<u>LIABILITIES</u>	
Bonds.....	\$ 1,113,123,556	Reserve for Losses and Loss Expense \$	1,326,993,704
Stocks.....	877,979,249	Reserve for Unearned Premiums.....	545,110,162
Collateral Loans.....	-	Reserve for Expenses, Taxes, Licenses and Fees.....	18,855,124
Cash & Short-Term Investments.....	9,109,694	Provision for Reinsurance .....	44,038,913
Agents' Balances or Uncollected Premiums...	83,905,239	Funds Held Under Reinsurance	
Funds Held by Ceding Reinsurers .....	22,386,714	Treaties .....	36,209,087
Reinsurance Recoverable on Loss Payments.	34,077,934	Other Liabilities.....	274,187,142
Equities & Deposits in Pools & Associations.	69,226,854	Capital Stock.....	5,005,500
Other Admitted Assets .....	924,734,758	Surplus .....	884,144,366
<b>TOTAL ASSETS .....</b>	<b>\$ 3,134,543,998</b>	<b>TOTAL POLICYHOLDERS' SURPLUS .....</b>	<b>889,149,866</b>
		<b>TOTAL LIABILITIES AND POLICYHOLDERS' SURPLUS .....</b>	<b>\$ 3,134,543,998</b>

Bonds and stocks are valued in accordance with the basis adopted by the National Association of Insurance Commissioners. Securities carried at \$ 127,373,651 in the above statement are deposited as required by law or otherwise pledged.

**CERTIFICATE**

Kristian P. Moor, President, and Richard T. Pisano, Comptroller, of The Insurance Company of the State of Pennsylvania being duly sworn, each for himself deposes and says that they are the above described officers of the said Company and that on the 31st day of December, 2004, the Company actually possessed the assets set forth in the foregoing statement and that such assets were available for the payment of losses and claims and held for the protection of its policyholders and creditors, except as hereinbefore indicated, and that the foregoing statement is a correct exhibit of such assets and liabilities of said Company on the 31st day of December, 2004, according to the best of their information, knowledge and belief respectively.

*[Signature]*

President

*[Signature]*

Comptroller

STATE OF NEW YORK  
COUNTY OF NEW YORK

} ss.:

On this 15 day of December, 2005, before me came the above named officers of The Insurance Company of the State of Pennsylvania to me known to be the individuals and officers described herein, and acknowledged that they executed the foregoing instrument and affixed the seal of said corporation thereto by authority of their office.



31077 (3/03)

*Vincent J Patalano*  
VINCENT J. PATALANO  
Notary Public, State of New York  
No. 31-4987423  
Qualified in New York County  
Commission Expires October 15 2007

POLICYHOLDER DISCLOSURE STATEMENT  
UNDER  
TERRORISM RISK INSURANCE ACT OF 2002

In accordance with the Terrorism Risk Insurance Act of 2002 (the "Act"), we are providing this disclosure notice for bonds for which a member company of the American International Companies is the surety. "Terrorism" is defined in the Act as an act certified by the Secretary of the Treasury (i) to be an act of terrorism, (ii) to be a violent act or an act that is dangerous to (A) human life, (B) property or (C) infrastructure, (iii) to have resulted in damage within the United States, or outside of the United States in case of an air carrier or vessel or the premises of a U.S. mission and (iv) to have been committed by an individual or individuals acting on behalf of any foreign person or foreign interest, as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion. You should read the Act for a complete description of its coverage. The Secretary's decision to certify or not to certify an event as an Act of Terrorism and thus covered by this law is final and not subject to review. There is a \$100 billion dollar annual cap on all losses resulting from Acts of Terrorism above which no coverage will be provided under this policy and under the Act unless Congress makes some other determination.

For your information, coverage provided by this policy for losses caused by an Act of Terrorism may be partially reimbursed by the United States under a formula established by the Act. Under this formula the United States pays 90% of terrorism losses covered by this law exceeding a statutorily established deductible that must be met by the insurer, and which deductible is based on a percentage of the insurer's direct earned premiums for the year preceding the Act of Terrorism.

Acts of Terrorism are not excluded from any surety bonds issued on your behalf and your charge for Terrorism coverage is 0% of what would have been your final premium.

KNOW ALL MEN BY THESE PRESENTS:

That The Insurance Company of the State of Pennsylvania, a Pennsylvania corporation, does hereby appoint

---Joseph J. Kent, William Hyndman, IV, Frank J. Mason, Christopher F. Mulvaney, Mark V. Niemeyer, Leonard J. Powell, Jr., Wendy Lee Wadkins, Jane L. Cole: of Radnor, Pennsylvania---

its true and lawful Attorney(s)-in-Fact, with full authority to execute on its behalf bonds, undertakings, recognizances and other contracts of indemnity and writings obligatory in the nature thereof, issued in the course of its business, and to bind the company thereby.

IN WITNESS WHEREOF, The Insurance Company of the State of Pennsylvania has executed these presents



this 29<sup>th</sup> day of November, 2005.

*Vincent P. Forte*  
Vincent P. Forte, Vice President

STATE OF NEW YORK }  
COUNTY OF NEW YORK }ss.

On this 29<sup>th</sup> day of November, 2005 before me came the above named officer of The Insurance Company of the State of Pennsylvania, to me personally known to be the individual and officer described herein, and acknowledged that he executed the foregoing instrument and affixed the seal of said corporation thereto by authority of his office.

*Juliana E. Hallenbeck*  
JULIANA E. HALLENBECK  
NOTARY PUBLIC, STATE OF NEW YORK  
No. 01HA6125671  
QUALIFIED IN BRONX COUNTY  
MY COMMISSION EXPIRES APRIL 18, 2009

CERTIFICATE

Excerpts of Resolution adopted by the Board of Directors of The Insurance Company of the State of Pennsylvania, on May 18, 1976:

"RESOLVED, that the Chairman of the Board, the President, or any Vice President be, and hereby is, authorized to appoint Attorneys-in-Fact to represent and act for and on behalf of the Company to execute bonds, undertakings, recognizances and other contracts of indemnity and writings obligatory in the nature thereof, and to attach thereto the corporate seal of the Company, in the transaction of its surety business;

"RESOLVED, that the signatures and attestations of such officers and the seal of the Company may be affixed to any such Power of Attorney or to any certificate relating thereto by facsimile, and any such Power of Attorney or certificate bearing such facsimile signatures or facsimile seal shall be valid and binding upon the Company when so affixed with respect to any bond, undertaking, recognizance or other contract of indemnity or writing obligatory in the nature thereof;

"RESOLVED, that any such Attorney-in-Fact delivering a secretarial certification that the foregoing resolutions still be in effect may insert in such certification the date thereof, said date to be not later than the date of delivery thereof by such Attorney-in-Fact."

I, Elizabeth M. Tuck, Secretary of The Insurance Company of the State of Pennsylvania, do hereby certify that the foregoing excerpts of Resolution adopted by the Board of Directors of this corporation, and the Power of Attorney issued pursuant thereto, are true and correct, and that both the Resolution and the Power of Attorney are in full force and effect.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the facsimile seal of the corporation

this 20<sup>th</sup> day of December, 2005



*Elizabeth M. Tuck*  
Elizabeth M. Tuck, Secretary