BANK DEPOSITORY BONDS

Protection Beyond FDIC Limits

When large deposit balances require protection beyond FDIC limits, your clients need a solution that preserves liquidity without sacrificing compliance. Skyward Specialty's Bank Depository Bonds empower you to deliver that security — backed by deep surety expertise, flexible structures and responsive underwriting built to move efficiently.

WHY BANK DEPOSITORY BONDS?

Expanded Protection: Safeguards deposits exceeding the $250,000 FDIC limit, guaranteeing return of funds if the institution becomes insolvent.

Ideal for Large Balances: Frequently used by businesses, public entities, bankruptcy trustees and high-net-worth individuals maintaining substantial cash positions.

Flexible Structure: Available on a single, scheduled or blanket basis to match depositor needs.

Efficient Alternative to Collateralization: Often more cost-effective than letters of credit or pledged securities.

Designed to Meet §345(b) Requirements

Under Section 345(b) of the U.S. Bankruptcy Code, trustees must ensure estate funds are protected beyond standard FDIC limits. A Depository Surety Bond satisfies this requirement by guaranteeing deposited funds will be returned if the financial institution becomes insolvent.

Applicable Bankruptcy Types: Chapter 7, 11, 12 and 13

COVERAGE AND LIMITS

$50M single / $125M aggregate capacity for qualified banks

What This Means for Financial Institutions

- Offers a competitive alternative to traditional collateralization
- Eliminates the need to pledge Treasury securities or other collateral
- Preserves liquidity and frees capital for lending or investment
- Provides a streamlined, flexible solution for securing large deposits
- Demonstrates financial strength and regulatory responsibility

Contact Us

Ready to protect large deposits while preserving liquidity? Contact us to learn how Skyward Specialty's Bank Depository Bonds can help your clients secure balances beyond FDIC limits with confidence.

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