



AN ACT CLARIFYING EXISTING GUARANTOR EXONERATION LAW; AND AMENDING SECTION 28-11-211, MCA.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

**Section 1.** Section 28-11-211, MCA, is amended to read:

**"28-11-211. When guarantor exonerated.** (1) A guarantor is exonerated, except so far as the guarantor may be indemnified by the principal, if by any act of the creditor not authorized by the original guaranty instrument or without the separate consent of the guarantor, the original obligation of the principal is altered in any respect or the remedies or rights of the creditor against the principal in respect to the original obligation are in any way impaired or suspended.

(2) A promise by a creditor that for any cause is void or voidable by the creditor at—the creditor's option does not alter the obligation or suspend or impair the remedy within the meaning of subsection (1)."

- END -

I hereby certify that the within bill,  
HB 566, originated in the House.

---

Chief Clerk of the House

---

Speaker of the House

Signed this \_\_\_\_\_ day  
of \_\_\_\_\_, 2021.

---

President of the Senate

Signed this \_\_\_\_\_ day  
of \_\_\_\_\_, 2021.

HOUSE BILL NO. 566  
INTRODUCED BY T. WELCH

AN ACT CLARIFYING EXISTING GUARANTOR EXONERATION LAW; AND AMENDING SECTION 28-11-211, MCA.