

Equity Funding

(Convertible Shares Option)



Features:	<p>A version of our Standard Loan which allows us to purchase shares of a minimum of 10% of the nominal share value of the loan (The percentage amount to be determined by the credit committee). Compulsory on loans that exceed £30,000. On Loans above £50,000 (max £100k) We apply a Non Exec Director fee of £500. Also the indicative share option would be 20%. Maximum Term: 120 months</p>
Security:	<p>Inter company guarantee with personal guarantees required.</p>
Application:	<p>Application Form – subject to credit checks, company checks and director checks. Business plans will be required including financial forecasts and for established company's a copy of the latest management accounts.</p>
Governance:	<p>The Borrower must commit (and adhere) to a monthly Mentoring visit for the duration of the loan. On loans above £50k this reverts to a Non Exec Directors Meeting. Management Accounts</p>
Fees:	<p>An Arrangement Fee of 2.5% (minimum of £50) of the Loan Amount is payable on signing the Loan agreement. This will be taken from the capital amount upon draw down. The monthly mentoring fee (a Minimum of £100) is included in the repayment (see business support fees). A penalty fee of £50 is payable if repayments are not made on time without the permission of your mentor.</p>
Typical APR:	<p>14.63% on a loan of £30,001</p>
Payment Example:	<p>On a loan of £30,001 the monthly payment would be £698.07 (With the business support loan of £13,200 the monthly payment would be £1,005.21) On a loan of £60,000 the monthly payment would be £1,396.10 (With the business support loan of £13,200 the monthly payment would be £1,703.21)</p>

Disclaimer: The information in this sheet was correct at the time it was posted. You must always take independent legal advice when considering taking a loan. Failure to make payments can lead to adverse credit data and action may be taken through the courts for the recovery of the loan. Our loan agreements give us the right to attach the cost of any recovery for the loan directly from you. All our loans are personal loans for business purposes and you are personally liable for any defaults even if the business fails. The mentoring part of the loan constitutes a legal agreement also; it is a compulsory element of our service and is a chargeable item.

