

Large Loans

(Convertible Shares Option)



Features:	<p>A version of our Standard Loan which provides BEF with the option 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).</p> <p>Compulsory on loans that exceed £50,000.</p> <p>On Loans above £50,000 (max £100k) we apply a Non Exec Director fee of £350.</p> <p>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.</p> <p>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 visit for the duration of the loan.</p> <p>Management Accounts must be provided every quarter and copies of bank statements must be available monthly for the mentor to view.</p>
Fees:	<p>A penalty fee of £50 is payable if repayments are not made on time without the permission of your mentor.</p>
Interest Rate:	<p>11% to 14% flat rate, fixed for the term of the loan. Variations to the loan may be allowed.</p>
Typical APR:	<p>18% on a loan of £50,001 over 120 months</p>
Payment Example:	<p>On a loan of £50,001 at 12% over 120 months the monthly payment would be £916.67</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.

