

Line of Credit Process

The line of Credit (LOC) is coming from private funds that the VC Firm has brought together. There are multiple ways we can structure deals. We prefer to do 100% debt but will take equity based on what our capital injection is into the deal.

Our LOC comes at a 5-12% interest rate based on the deal and the team involved. There is a 5 point origination fee.

The LOC is 5yrs with an option to extend 1 yr.

We require 20-35% to be put into an Interest Credit Account (ICA). These funds take care of the interest for the LOC. Whenever there is a draw/traunch taken out the funds in the ICA will automatically pay the interest on that debt used. At the end of the the project when the loan is paid back any unused funds in the ICA will be returned.

We require that you turn in a project submission form, Business plan/deck. We also need to know who the team is working the deal and how much capital is needed.