



Your local SBA 504 connection!

About SBCC

Small Business Capital Corporation (SBCC), a non-profit organization, is a certified development company operating as a qualified lender in the U.S. Small Business Administration (SBA) 504 Loan Program. SBCC partners with banks to provide fixed rate financing to small businesses.

Use of Funds

- Land acquisition & improvements
- New building construction
- Purchase existing building or buildings
- Machinery and equipment having a minimum useful life of 10 years.
- Limited refinancing

Loan Terms

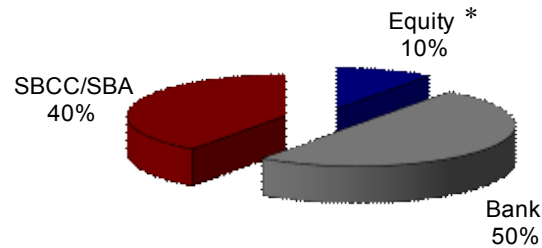
- Land and building- 20 years and 25 years
- Machinery and equipment- 10 years

The rate is fixed over the term of the loan and is usually below market interest rates.

Maximum SBA Participation

- \$5 million for regular loans
- \$5.5 million for eligible manufacturing loans (31, 32, 33 NAICS Codes) and renewable energy source projects

Basic SBA 504 Structure



* Minimum equity injection

Eligibility Requirements

- Create or retain at least one job per \$75,000 of SBA financing; \$120,000 for manufacturing jobs
- Property must be owner occupied
- Must be for-profit business
- Minimum total project size of \$125,000; no maximum
- Maximum tangible net worth of not more than \$15 million and;
- Average net income after Federal income taxes (excluding carry-over losses) for the 2 full fiscal years prior to application of not more than \$5 million

Ineligible Purposes

- Inventory
- Working capital

Benefits to the Borrower

- Up to 90% financing on fixed assets
- Below market, long-term, fixed rate funds
- Twenty-year loan avoids balloon payments, renegotiation of the loan, and possible higher payments
- Lower down payment conserves working capital

Benefits to the Bank

- First mortgage position with low loan-to-value reduces collateral risk.
- SBCC staff prepares all SBA forms, completes the packaging and documentation, closes and services the loan.
- Builds a stronger banking relationship by providing the customer the benefits of a 504 loan, while maintaining the banking relationship.
- The bank's loan at 50% of project cost allows banks with in-house lending limits to preserve available funds for the borrower's future working capital and growth needs.

Contact us:

Judy Roach, President & CEO

jroach@sbcc-ok.com

(918) 584-3638

Jennifer Reagan, VP, Executive Director

jreagan@sbcc-ok.com

(918) 585-5357

www.sbcc-ok.com

(Interest rates are posted on the website monthly)