



Growth financing with a low down-payment

Coming up with a down payment of 20% or more knocks many small businesses out of the running for expansion financing. But there is another way. If you're a healthy business whose expansion plans call for the investment and use of real estate or equipment, you may qualify for 90% financing through the SBA 504 Loan Program.

The 504 Loan Program offers the following key advantages:

- low down payment – you conserve valuable operating capital
- competitive, fixed interest rate – no future interest rate fluctuations
- long term – brings debt service in line with the cash flow generated by the asset

Typical 504 Financing Structure

Project Cost	Source	Lien	Funding Limits	Rate	Term Real Estate	Term Equipment
50%	Financial Institution	1st	No Limits	Market	10 Years or Longer	7 Years or Longer
40%	504 Loan	2nd	Min \$50,000 Max \$1,500,000 \$2,000,000*	Fixed	20 Years	10 Years
10%	Borrower		N/A			

*if certain public policy requirements are met

Mid State Development Corporation will help you from start to finish. Our professional staff works directly with you and the private lender to tailor a financing package that meets program guidelines and the credit criteria of your business. We are organized to assist in financing growth through investments that help businesses become more competitive in the marketplace. Our role is to package, process, close and service the 504 Loan.

Debentures (bonds) are then issued by Mid State Development Corporation and sold in the private bond market to fund the 504 portion of the financing. These bonds are fully guaranteed by the U.S. Small Business Administration.

For more information contact Mid State Development Company!