



CBS Lines of Credit Product Reference Guide

<u>TERMS & CONDITIONS</u>	<u>LINES OF CREDIT</u>
Eligible Borrowers	Qualified business entity in business minimum of 3 years under same ownership. Funds requested will lead to additional revenue generation.
Loan/Line Amount	Generally \$25,000 to \$500,000. Contact CUSO if larger line is requested by member.
Guaranty or Co-Borrower	Personal guarantee of business owner(s) or major shareholder(s). Any owner of the borrowing entity may be required to provide financial information and sign personally as a co-borrower.
Collateral	Typically a first lien blanket filing on all business assets including accounts receivable, inventory, and equipment. Real estate will also be acceptable as a collateral alternative.
Term/Amortization	Typically a one year term with option for annual renewal consideration.
Repayment	Minimum requirement of interest only payments. A percentage of current balance plus interest paid monthly may also be considered.
Interest Rate	<u>Variable Only</u> ; based upon spread over the prime lending rate as stated in the Wall Street Journal.
Minimum Origination Fee	Fees may vary dependent upon complexity of transaction.
Prepayment Penalty	N/A
Financial Reporting After Loan is Funded	A minimum of annual review of financial statement(s) and tax returns.
Additional Information	\$500.00 minimum Annual Fee.

Please contact Cooperative Business Services, LLC at (888) 697-9555 with specific questions regarding eligibility, underwriting and processing.