

Business Finance Group (www.bfgloan.com) - Recently Funded SBA Loan - \$402,500 to EDM Machine Shop

By Jermal Booker, Senior Business Finance Consultant

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Business Finance Group (BFG) successfully arranged \$402,500 in SBA financing to an Electrical Discharge Machining (EDM) machine shop in Santa Ana, CA to acquire new equipment and to provide permanent working capital for growth.

The borrower was referred to BFG by his CPA who has been referring his clients to BFG since attending a seminar provided by BFG in 2009. The CPA wanted his customer to benefit from the government subsidies associated with American Recovery Act and Hiring Act of 2009.

The SBA loan provided the following benefits:

- Saved \$10,867.50 in SBA Guaranty Fees that are temporarily eliminated due to the American Recovery Act of 2009.
- Up to \$250,000 in depreciation benefits in Year 1 from the increased depreciation allowance from the Recovery Act of 2009.
- \$1,860 in Payroll Tax Exemptions for each new unemployed worker (\$30,000 salary) hired to operate newly acquired equipment.
- The business will also receive \$1,000 tax credit for the newly unemployed worker that is retained for at least one year.
- The working capital provided the borrower with sufficient cash cushion to retain existing employees while remaining competitive for the future.
- Maintained competitive in the industry by acquiring state-of-the-art equipment used to increase capacity and produce more precise tolerances to meet future needs.
- The 10-year SBA term loan saved the company 42% in reduced monthly payments compared to 3 to 5 year repayment terms for traditional equipment leasing/financing programs.

While many SBA lending participants have either substantially reduced or eliminated their SBA loan participation, Business Finance Group (BFG), with its core community bank lending partners, has continued to be a very active participant and is positioned well to assist small businesses to take advantage of the latest positive developments for the SBA 7(a) lending program.

BFG has more than 40 years of combined SBA lending experience. Please call one of our qualified staff to discuss how Business Finance Group can provide small business financing assistance.

BFG successfully assists businesses expand their business horizons.

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Business Finance Group (BFG) specializes in arranging financing for small to medium size businesses

through its network of lenders committed to lending to the small to medium size business community.

Category	Sba, Equipment financing, Working Capital
Tags	sba, equipment financing, working capital, machine shop, financing, Business
Email	Click to email author
Phone	626-256-8880
Fax	626-256-1020
Address	109 N. Ivy Avenue, Suite D
City/Town	Monrovia
State/Province	California
Zip	91016
Country	United States