

Business Finance Group (www.bfgloan.com) - Recently Funded SBA Loan - Machine Shop

By Business Finance Group

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Business Finance Group (BFG) successfully arranged \$303,400 in SBA financing for a high-precision aerospace parts manufacturer in Garden Grove, CA to acquire new equipment, to refinance debt, and to provide permanent working capital for growth.

The borrower was referred to BFG by their equipment leasing company. The equipment lease company wanted the customer to benefit from the permanent working capital and more manageable longer repayment term provided by SBA financing.. The SBA loan provided the following benefits:

- 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, including potential Recovery Act 2009 tax savings, both which provide much needed cash savings as the economic recovery progresses..

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 Finance, Accounting, Lending

Tags sba, machine shops, lending, banking, funding, equipment loans, working capital, refinance, business loans

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