504 Loans Can Be Used To . . .
√ Purchase land and construct new buildings
√ Purchase and renovate existing buildings
√ Acquire and install machinery
√ Expand existing facilities

Advantages of an SBA 504 Loan
√ Low down payment - As little as 10%
√ Long term repayment - 10 or 20 years
√ Low, fixed interest rate on 504 Loan

504 Loan Structure

Example: $3,750,000 Project

<table>
<thead>
<tr>
<th>% of</th>
<th>$ Amount</th>
<th>Project</th>
<th>Security</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bank Loan</td>
<td>$1,875,000</td>
<td>50%</td>
<td>1st Lien</td>
</tr>
<tr>
<td>SBA/CDC Loan</td>
<td>$1,500,000</td>
<td>40%</td>
<td>2nd Lien</td>
</tr>
<tr>
<td>Borrower</td>
<td>$ 375,000</td>
<td>10%</td>
<td></td>
</tr>
<tr>
<td>Total:</td>
<td>$3,750,000</td>
<td>100%</td>
<td></td>
</tr>
</tbody>
</table>

504 Financing works best on general projects up to $5 million and on manufacturing projects up to $10 million.

Illinois has 7 Certified Development Companies licensed by SBA. These CDCs work closely with borrowers and their banks to package, process, and service 504 loans. The loans are funded by the sale of SBA guaranteed debentures on Wall Street. These government guaranteed bonds enable 504 borrowers to obtain low, fixed interest rates on 10 or 20-year loans. Call one of the CDC’s offices listed below to find out if a 504 Loan is right for you!

CenterPoint 504, NFP
Illinois Bus. Financial Services
Lake County Partnership
Rockford Local Development Corp.
Small Business Growth Corp.
Small Business Growth Corp.
Small Business Growth Corp.
SomerCor 504, Inc.
South Central Illinois Regional

University Park, IL
Peoria, IL
Libertyville, IL
Rockford, IL
Springfield, IL
Chicago, IL
Orland Park, IL
Chicago, IL
Salem, IL

Hillary Burkinshaw
Charles Randle
Frank Brisbois
John Phelps
Douglas L. Kinley
Joel Herscher
Brian Comiskey
David Frank
Fred Walker

(708) 534-4928
(309) 674-5800
(847) 247-0137
(815) 987-8675
(800) 577-2772
(773) 880-1455
(847) 648-6300
(312) 360-3300
(618) 548-4234