

PREPARED FOR: NEWCOMPANY

USE OF PROCEEDS

Purchase Land & Building	\$1,800,000
Renovations	\$200,000
Machinery and Equipment	\$0
Furniture & Fixtures	\$0
Interest Reserve / Contingency	\$0
Other Expenses (Bank Fee, Appraisal, Environmental)	\$0
TOTAL PROJECT COST	\$2,000,000

SOURCE OF FUNDS

Bank Loan	50.0%	1st Mortgage	\$1,000,000
SBA 504 Loan	40.0%	2nd Mortgage	\$800,000
Equity	10.0%	Equity	\$200,000
		TOTAL	\$2,000,000

SBA 504 LOAN FEES (FINANCED NET OF COVID RELIEF ACT FEE WAIVERS)

Net Proceeds	\$800,000	
Financed SBA Fees	\$12,000	\$12,000
Total SBA 504 Loan	\$812,000	

SBA 504 LOAN FEES (OUT OF POCKET NET OF COVID RELIEF ACT FEE WAIVERS)

Third Party Lender Fee Paid to SBA (0.5%)	\$0	\$5,000
Est. SBA Closing Costs	\$2,000	
Total	\$2,000	

DEBT RELIEF UNDER ECON AID ACT (3 MONTHS PMTS, MAX \$9,000/MONTH)* **\$11,431**

TOTAL SAVINGS **\$28,431**

ESTIMATED BANK AND SBA 504 LOAN PAYMENTS

	Amount	Interest Rate	Term (Years)	Amortization (Years)	Monthly Payment
Bank Loan**	\$1,000,000	4.25	10	20	\$6,192
SBA 504 Loan	\$812,000	3.04	25	25	\$3,810
Equity	\$200,000				
Total	\$2,012,000				
				Total Loan Payments/Month:	\$10,003
				Total Loan Payments/Year:	\$120,032

PREPAYMENT PENALTY

1.63% in year one and then decreases 10% each year. After ten years, the prepayment penalty is zero.

*Subject to availability of funds

**Estimated bank rate and amortization

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