

7(a) Loan Details

Issue	7(a)
Maximum Loan Amount	\$2,000,000 (\$1.5 million guaranty)
Maximum SBA Guaranty %	90%, except on loans in excel of \$1,666,666. Since SBA's exposure is capped at \$1.5 million, the guaranty will gradually decline to 75% at the \$2 million level
Interest Rate	Loans less than 7 years – prime plus 2.25%. Loans 7+ years – prime plus 2.75%, plus a maximum additional rate of 1% if the loan is less than \$50,000 and 2% if less than \$25,000
Eligibility Decision	For profit businesses that qualify as “small” under SBA size standards and cannot borrow on reasonable terms from commercial lenders without government help.
Revolving Lines of Credit	5 to 7 years for working capital; 25 years max for real estate. Maximum – useful life for machinery and equipment, 10 for all other loan purposes
Forms	Lender uses mostly own forms and procedures
Credit Decision	By lender

Taken from <http://www.sba.gov/services/financialassistance/7alenderprograms/index.html>