



BDC COVID-19 Working Capital Financing for Requests *UNDER* \$100,000

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The BDC has just introduced a special loan to help businesses manage their working capital needs due to the economic uncertainty caused by COVID 19.

- Requests UP TO \$100,000, can apply online through our Online Financing program. *The standard application process is required for financing requests of more than \$100k.*
- Financing is open to companies that have been established for at least two years.
- The loan is amortized over five years (5-year straight-line amortization.) *For example, a \$100k loan would be amortized over 5 years; therefore, annual principal payments would be \$20k/year.*
- Interest on the loan is at the Variable BDC Base Rate – 1.75% (or 3.30.) *Presently, the Variable BDC Base Rate is 5.05% however, however this is subject to change at any time. No fixed rates.
- The loan features an initial 6-month principal postponement.
- Personal assets are not taken as collateral.
- *There are no processing, stand-by, cancellation or prepayment fees.* However, an annual loan administration fee of \$150 is applicable.
- There is no annual financial reporting requirement.

Information on the online application process can be found at
https://www.bdc.ca/en/online_financing/pages/loan-application.aspx.

When you fill out the application, please put my name (Francis Caldarola) in the section that asks if they were referred by a BDC representative (as I get measured on this.) Upon completion of the application you should attach a VOID cheque from the business bank account (for pre-authorized deposits and withdrawals.)

*Note that authorization may take a longer than normal given the backlog of requests being are processing as a result of COVID-19.

Also note that you can always refer to a dedicated hub we have set up (at [bdc.ca/coronavirus](https://www.bdc.ca/coronavirus)) regarding COVID-19. Updated information on the services and support the BDC is offering entrepreneurs during this challenging economic time can be found there.