

CORONAVIRUS BUSINESS INTERRUPTION LOAN SCHEME / NEW BORROWERS



General criteria

Profit making	Positive EBITDA for each of the 2 years pre Covid-19
Loan size	£1m up to £5m
Sectors	Selective appetite for leisure, travel, retail
Purpose	Working capital, investment, growth capital, refinancing, acquisitions (exc MBOs, MBIs)

Cash flow	Minimum EBITDA of £0.5m for 12 months pre Covid-19, up to a maximum of 3 times gross
Asset backed	Maximum loan to value of 75%
Loan Term	1 year up to 6 years
Eligibility	Not been a 'business in difficulty' at 31/12/2019
Turnover	Less than £45m – UK based

Loan Structure and Rates

Structure	First 12 months interest only, then ability to amortise including bullet repayment
Rate	6-9% depending on credit/security First year interest paid for by HM Treasury
Arrangement Fee	2% paid for by HM Treasury

Security and Monitoring Requirements

Security	First lien debenture with standard package – No initial PGs
Covenants	Initial – minimum cash, ability to revise to a standardised level
Reporting	Monthly reporting and require access to bank account via open banking app