

SBA Economic Injury Disaster Loan vs CARES Act (SBA 7a Program)

| | SBA EIDL | CARES (SBA 7a program) |
|--------------------------|--|--|
| Application | Directly through SBA (www.sba.gov) | SBA Preferred Lenders Banks (TD Bank etc) |
| Max Loan Amount | \$2,000,000 | \$10,000,000 |
| Interest Rate | For Profit 3.75% Non Profit 2.75% | For Profit 4% Non Profit 4% |
| Term of Loan | Up to 30 years | Up to 10 years for unforgiven portion |
| Forgivable | No (only up to \$10,000) | Yes |
| Collateral | Yes (above \$25,000) | No |
| Prerequisites | Economic Damage | Economic Damage Retaining Employees |
| Loan Amount | Based on Economic Damage | 2.5 x average Payroll Cost |
| Deferred Payments | Yes - 12 months | Yes - 6 -12 months |
| Use of Proceeds | Fixed Debts with expansion through Cares Act includes Rent, Mortgage Payroll, A/P | Payroll, Mortgage, Rent Utilities |