



SBA Loans 101

Your questions about SBA loans, answered.

Do you need a loan for your business but don't know which loan is best for your needs? Do you own a small business that needs financial assistance to afford a large investment or purchase? If so, then an SBA loan might be the answer for you, and Your FundingTree can help!

What are SBA loans typically used to finance?

SBA loans can be used to finance a wide variety of business expenses, such as: to boost working capital, to purchase new or renovate existing real estate property, to acquire new business-related equipment, to attain a new business or franchise and more.

What are the terms of an SBA loan?

While all SBA loans differ based on the needs of the business applying for the loan, there are set limits to them. Loan terms can extend up to 25 years and funding can go up to 5 million dollars or 90% of costs, whichever comes first.

What are the differences between an SBA 7(A) loan and an SBA 504 loan?

SBA 7(A) and SBA 504 loans are very similar in that they are both fair loans for small businesses that need financing due to lack of cash flow. However, an SBA 7(A) loan is best suited for financing business start-up and acquisition costs, such as purchasing real estate and other fixed business assets. An SBA 504 loan differs from an SBA 7(A) loan, in that an SBA 504 loan is mainly used to make major equipment purchases, make improvements to current property, and/or invest in land or new buildings.

How do I apply for an SBA Loan?

Applying for an SBA loan has never been easier than it is with Your FundingTree! Simply fill out our hassle-free application and our financial experts will match you with up to three lenders who will compete for your business!

The world of SBA loans can be complex and confusing, but with Your FundingTree, it doesn't have to be!

For more information on SBA loans, visit us at YourFundingTree.com today!