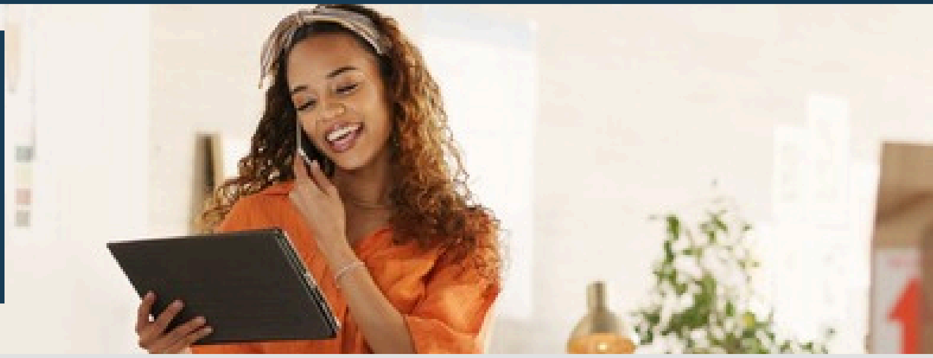
Rapid FINANCE

Line of Credit Reference Guide

Updated 4.2.26



Available Terms	**12 months**
Min. Time in Business	**2 years**
Min. Credit/FICO®	**600**

Submission Documents Needed:

- Completed application
- Last 3 months of business bank statements
- Photo ID
- Voided business check

PAYMENT TERMS

This is a weekly payment with default date of Monday, but the client can change to another business day.

PRODUCT LIMITATIONS

Add-Ons, splits and payoffs are prohibited. Up to two open competitor Loan/MCA positions are allowed (unless exempted for our Loan and MCA products). Competitor LOC/ Invoice Factoring with combined balances < $55,000 are allowed to stay in place.

The minimum credit limit available is $5,001, and also follows the state-level lending requirements for loans. The maximum credit limit that can be granted is $100,000. The minimum draw amount is $1,000.

DOCUMENTS & FEES

LOC documents include the LOC Agreement and ACH Authorization. A change in the draw amount alone will not regenerate a new contract.

There are two main fees:

1. 4% draw fee is assessed on the amount drawn each time a draw is made on the account.
2. A balance fee is assessed weekly based on the average daily balance owed during that week.

PAYMENT AMOUNT

The weekly payment is calculated by taking the sum of all balances and projected fees and dividing it by the term, in weeks. The term is reset and payment amount updated on every draw based on the new amount owed.

If a payment amount is not paid on the applicable payment day, or if the amount paid on a payment day is different than the payment amount, the term will be longer or shorter depending on whether it is an underpayment or overpayment.

DRAWS

An initial draw is required at account opening (minimum of $1,000*) and the client can choose to draw the entire line or just a portion. When a LOC is opened, the first payment occurs at least seven calendar days from the initial funding. For each subsequent draw, the payment term resets. The maximum draw amount that a customer can draw is the credit limit minus the cleared ‘principal’ balance and unposted draws.

PARTNER COMMISIONS

4% commission on initial and subsequent draws

- First draw: Initial Commission
- Subsequent draws: Residual Commission

RENEWALS

A client can renew in to an LOC from a non-LOC product if they pay down the existing product by 50%. A client can apply for updated LOC terms, like a higher credit limit, where the status of the business has changed, provided the existing LOC is at least two months old. If there is an existing balance carried over to the new LOC, the draw fee will be waived. A LOC does not require a 50% pay down but needs at least seven days since funding to renew.

*Minimum draw for CA is $5,000

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DRAWS

The first draw is required at account opening and the client can choose to draw the entire line or just a portion. The minimum draw amount throughout the term is $1,000.

When a LOC is opened, the first payment occurs at least seven calendar days from the initial funding. All succeeding collections and any change to the scheduled payment day will work just like a weekly loan. For each subsequent draw, the payment term resets. The maximum draw amount that a customer can draw is the credit limit minus the cleared ‘principal’ balance and unposted draws.

PARTNER COMMISIONS

4% commission on initial and subsequent draws

First draw: Initial Commission

Subsequent draws: Residual Commission

RENEWALS

A client can renew in to an LOC from a non-LOC product provided they have paid down the existing product by at least 50%. If an LOC client wants to renew into a non-LOC product, the LOC balance must be paid down to 50% of the balance owed as of the last draw. A client can apply for updated LOC terms, such as a higher credit limit, where the status of the business has changed, provided the existing LOC is at least two months old.

If there is an existing balance carried over to the new LOC, the draw fee will be waived.

A LOC does not require a 50% pay down but needs at least seven days since funding to renew.