

# Key Features Midland Engine Investment Fund

The  
**FSEGroup**  
Funding Scaleup Enterprises

## Business Growth Loans

**Loan amount:** £100,000 - £1,500,000

**Loan term:** 1-5 years with a capital repayment holiday of up to 6 months; bespoke repayment profiles will be considered

**Security:** debenture; limited unsupported personal guarantees may be required depending on risk; legal assignment of Keyman insurance policy may be taken

**Charges & fees:** interest rate variable 7.5% - 15% OBR; arrangement fee 2.5%; other fees payable dependent on security taken

**Eligibility:** to apply, the business must:

- have a proven business concept with some commercial traction (i.e. existing sales)
- have compelling commercial potential and a viable business plan with projections that the fund can lend against
- need finance to invest in scaling up activities that will deliver growth such as:
  - ✓ sales & marketing
  - ✓ hiring new staff
  - ✓ new product development
  - ✓ entering new markets
  - ✓ exporting abroad
  - ✓ purchasing new equipment
  - ✓ working capital for growth

## Recovery Loan Scheme

**Loan amount:** £100,000 - £1,500,000

**Loan term:** up to 5 years

**Security:** debenture; personal guarantees may be required for facilities in excess of £250,000; legal assignment of Keyman insurance policy may be taken

**Charges and fees:** interest rate fixed 9.5%; arrangement fee 1.5%; other fees payable dependent on security taken

**Accessible to existing Covid-19 scheme borrowers:** businesses that have taken out a CBILS, CLBILS or BBLS facility are able to access the new scheme, although the amount they have borrowed under a previous scheme may in certain circumstances limit the amount they may borrow under RLS. Borrower must declare that they have been impacted by Covid-19.

For RLS eligibility/more information visit: [www.thefsegroupp.com/recovery-loan-scheme](http://www.thefsegroupp.com/recovery-loan-scheme)

Guarantee to the lender: the scheme provides the lender with a government-backed guarantee against the outstanding balance of the facility; the borrower always remains 100% liable for the debt.

The Recovery Loan Scheme is managed by the British Business Bank on behalf of, and with the financial backing of, the Secretary of State for Business, Energy & Industrial Strategy. British Business Bank plc is a development bank wholly owned by HM Government. It is not authorised or regulated by the PRA or the FCA. Visit <http://www.british-business-bank.co.uk/recovery-loan-scheme>

**All applicant businesses must be a small to medium sized enterprise (SME) established as a limited company with a material part of its operations in the Midlands region**

**Exclusions:** the Fund will only invest in companies which meet the EU definition of an SME. The funding is available for investment purposes and not for refinancing of existing loans or creditors, general working capital or turnaround situations. The following sectors are excluded, which include those covered by EU rules and regulations: land and property development, dealing and investment, financial services, accountancy and legal services, hotels, nursing and residential care homes, international motor transport, agriculture, forestry and timber production, horticulture.



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