



Corona fast loan from the LfA for companies with up to 10 employees

Who can apply for the loan?

- Companies with up to ten employees.
- Companies must have a permanent establishment or a branch in Bavaria
- Companies must have been active and on the market since the 1st of October 2019 (date of first revenue).
- The company made a profit in the sum of the years of 2017 to 2019 or in 2019. For companies that were not active on the market for the entire period of 2017 to 2019, the condition applies to the correspondingly shorter period.
- Company must not be in economic hardship on 31 December 2019 and must show on that date a stable economic condition.
- At the time of filing, there must be no bankruptcy proceedings that have been opened or applied for in respect of the company's assets. Neither any application for bankruptcy been rejected for lack of assets. Nor other proceedings for the liquidation of the company are pending.

What can the loan be used for?

- The financing of investments and working capital is eligible for aid.
- In principle, this covers the entire liquidity requirements of the company until the 31st of December 2020. For example: current operating costs, wages and salaries, scheduled debt service (including final repayments), customary market compensation to business owners (individual person).

What can be the scope of the loan?

- Max. loan amount: up to 3 monthly sales from 2019.
- Max. loan amount for companies with up to 5 employees: EUR 50,000.
- Max. loan amount for companies with up to 10 employees: EUR 100,000.
- In addition, the loan amount may not exceed the sum of 25% of the applicant company's annual revenue in 2019. For companies that have not been active or on the market since the 1st of January 2019, the revenue achieved in 2019 may be projected to the annual revenue of 2019.

What special features apply?

- Always the same interest rate
- Term of up to 10 years.
- The loan cannot be split into several projects.
- An early full repayment of the outstanding loan amount can be made once by the borrower on the interest dates without penalty.
- 100% liability exemption from your primary bank.
- The final borrower does not have to provide any collateral.
- The LfA Fast Loan can be combined with other public financial aid (loans/grants/allowances), i.e. with other LfA support programs. Other financial assistance based on the "Bundesregelung Kleinbeihilfen 2020" or the "Geänderte

Bundesregelung Kleinbeihilfen 2020" must be added to the maximum funding limit of EUR 800,000.

- The presented conditions shown have not been finalized and are subject to change. It is not possible to submit an application at the moment. The LfA is working on the possibility for you to apply for the Corona fast loan at your primary bank as soon as possible.

Further information from LfA on the fast loan

Pamphlet for the LfA Fast Loan (as of 24.04.2020)