

Business Credit Availability Program (BCAP)

Overview of SME Loan and Guarantee Program

Overview of BDC and EDC BCAP Programs

- Access to the BDC and EDC BCAP programs will be available until or before September 30, 2020
- BCAP Programs are available to Canadian businesses that are directly or indirectly impacted by COVID-19
- BCAP Programs are available with eligible participating banks and financial institutions only
- To qualify, Borrowers must have been financially viable, in good standing as of March 1, 2020
- There are no minimum size restrictions but BCAP Programs are subject to each financial institution's underwriting criteria
- **To access the BDC BCAP Program, businesses must contact their primary financial institution where they are already clients.**

	BDC Co-Lending Program				EDC BCAP Guarantee
Purpose	<ul style="list-style-type: none"> To exclusively fund operational cash flow needs (including regularly scheduled principal and interest payments on existing debt) 				<ul style="list-style-type: none"> To finance operations and liquidity needs of the business only
Facility Type/ Government Support	<ul style="list-style-type: none"> Canadian Dollar Secured Term Loan Participation Agreement between BDC and financial institution 				<ul style="list-style-type: none"> Canadian Dollar Secured Term Loan or Revolving Line of Credit 80% Government Guarantee
Maximum Loan Amount		1	2	3	<ul style="list-style-type: none"> Up to \$6.25MM
	Annual Revenue*	≤ \$1MM	\$1MM to \$50MM	\$50MM +	
	Max Loan Amount	\$312,5K	\$3,125MM	\$12,5MM	
	Max BDC Participation	\$250K	\$2,5MM	\$10MM	
*Based on the last fiscal year ending prior to March 1, 2020 or the last calendar year ending on December 31, 2019.					
Maturity Date	<ul style="list-style-type: none"> Up to a maximum of 10 years 				<ul style="list-style-type: none"> Up to a maximum of 5 years
Amortization Period	<ul style="list-style-type: none"> Maximum of 20 years 				<ul style="list-style-type: none"> None specified
Repayment Terms	<ul style="list-style-type: none"> Up to 12 months interest only Principal and interest thereafter 				<ul style="list-style-type: none"> Interest only (floating rates only) 100% due at maturity

	BDC Co-Lending Program	EDC BCAP Guarantee
Price	<ul style="list-style-type: none"> Standard pricing applies per each financial institution BDC/ financial institution to share 80%/20% 	<ul style="list-style-type: none"> EDC Fee: 1.8% per annum, paid quarterly but may be deferred for up to 6 months
Administration / Process	<ul style="list-style-type: none"> The financial institution will undertake on behalf of BDC to structure, underwrite, document, authorize and service the Term Loan 	<ul style="list-style-type: none"> Borrower to complete an online application form to confirm eligibility Once eligibility confirmed, the financial institution will undertake in favour of EDC to structure, underwrite, document, authorize and service the Loan
Other Considerations:	<ul style="list-style-type: none"> Clients must be in good standing at time of funding Clients may access multiple government programs (CEBA (\$40k loan), BDC Co-Lending, EDC BCAP Guarantee) Clients cannot access the BDC Co-Lending program with more than one financial institution 	

Related links:

BCAP: <https://www.canada.ca/en/department-finance/programs/financial-sector-policy/business-credit-availability-program.html>

BDC COVID-19 measures: www.bdc.ca/coronavirus

EDC COVID-19 measures: <https://www.edc.ca/en/campaign/coronavirus-covid-19.html>