



Seed Capital Fund

bladc.org

ABOUT US | AREA ECONOMY | BUILDINGS/LAND | WORKFORCE | FINANCING | INFRASTRUCTURE | QUALITY OF LIFE

Initiative Foundation (www.ifound.org)

Loan Amount	Maximum of \$50,000 per investment
Use of Funds	Development of new products or technologies, including: product research and development, working capital to develop new products, market research and development of new products, prototype development and testing, other related uses as deemed appropriate by the Seed Capital Fund
Term of Loan	Negotiated, may include equity position or royalties
Rate of Interest	Negotiated
Down Payment (Equity)	1-1 equity or cash match for every dollar of Seed Fund investment
Typical Structure	Direct loan or equity position deferred for 18 months
How Long Does it Take	30-60 days
Collateral	Required; standard policy to place liens on any proprietary or patented product or service.
Personal Guarantees	Required of principal owner(s).
Eligible Projects	Emerging entrepreneurial ventures needing financing for new product concepts, development, and market research
Ineligible Projects	Absorbing risk or losses from weak or poorly managed companies, refinancing existing debt, alcohol-related businesses, pornography, speculative ventures or gambling operations, conventional agriculture
Incentives	Investment
Fees	Legal fees associated with documenting and closing the investment