

10 Types of Small Business Financing: What They Offer



Type of Financing



Amounts



Time to Fund



Repayment



Typical Cost (APR)

Type of Financing	Amounts	Time to Fund	Repayment	Typical Cost (APR)
Business credit cards	\$500–\$50,000	Hours–days	Monthly	11–23%
Business/merchant cash advance	\$200–\$250,000	Hours–days	Daily or weekly payments, 3–12 months	15–150% (cost often expressed as factor rate)
Crowdfunding (debt, equity and reward-based)	Debt: Up to \$500,000 Equity: Up to \$1.07 million Rewards: No limit	Weeks–months	Debt: Monthly, 6 months–5 years Equity and rewards: N/A	Debt: 5–27% Rewards: 8–10% in fees Equity: 3–6% in fees, plus \$10,000–\$100,000 professional fees Plus marketing costs for all types
Equipment financing/leases	\$5,000–\$5,000,000	Days–weeks	Monthly, 1–5 years	5–30%
Invoice/receivables financing	Up to \$5 million	Hours–days	Weekly, up to 12 weeks (if required)	10–75%
Line of credit	\$1,000–\$500,000	Hours–days	Weekly or monthly payments, 12–24 months (often renewable)	10–100%
Microloan	\$50–\$50,000	1–3 months	Monthly, 1–5 years	8–21%
SBA loan	Up to \$5 million	Weeks–months	Monthly, 5–25 years	6–13%
Term loan	\$1,000–\$1 million	Days–weeks	Weekly or monthly payments, 3–60 months	8–30%
Vendor terms	\$50–\$50,000+	Hours–weeks	Net–30, 60, 90 or 120 days	0–36%

*This chart lists typical amounts, costs and time frames. Individual programs will vary.

