



Aturidãd Inadilãnton Iknunumihan Guahan

Micro Loan Program

Recognizing the need to support Guam’s small business community, the Guam Economic Development Authority (“GEDA”) created the “Micro-Loan Program”. The purpose of the program is to promote entrepreneurial spirit, assist low and moderate-income individuals with starting a business, to create new jobs and to stimulate economic activity. It will provide opportunities to those whose loan requests are considered too small for traditional lenders.

PROGRAM ELIGIBILITY

ELIGIBILITY:

Business Profile:

- Applicants must be U.S. Citizen or permanent resident aliens who are residents of Guam.
- All businesses must be licensed to do business on Guam. Non-profit entities are not eligible for this program.
- Eligible business must have no more than 10 employees at the time of application.
- Business must create or retain permanent jobs where at least 51% of the jobs created are held by or made available to low and moderate-income persons.
- The actual or projected 3-year average annual gross revenue does not exceed \$100,000USD.
- Owner equity to be pledged. GEDA does not provide 100% financing.

Business Categories:

- a) Wholesale
- b) Retail
- c) Dining
- d) Service
- e) Manufacturing
- f) Home-based businesses
- g) Recreation
- h) Tourism
- i) Transportation

PROGRAM CRITERIA:

- Two (2) written bank declinations.
- A Business Plan

MAXIMUM LOAN AMOUNT:

- \$10,000.00 (start-up or existing business)

TERMS:

- Direct Loans
- Maximum Loan Term six (6) years, no pre-payment penalty
- Interest rate is based on U.S. Treasury Index Rate + up to 4%

USE OF FUNDS:

- a. Purchase furniture, fixtures, equipment
- b. Leasehold improvements
- c. Working Capital

COLLATERAL:

- Business and personal assets
- Personal guarantees
- Real Property

FEES AND CHARGES:

- Documentation - 2% of loan amount
- Processing and Legal fees may be applicable

For more information, please contact:
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