

A Guide to Construction Finance



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XL Business Finance

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Release cash against uncertified applications for work completed under most forms of contract

How it Works

Construction Finance is an innovative and flexible cash flow finance solution which provides the working capital for you to take on new contracts

Funding is supplied against the value of **UNCERTIFIED APPLICATIONS** and /or unpaid invoices for work undertaken providing both an immediate and ongoing supply of cash linked to your sales and development projects.

Advances are typically **50-80%** of *unpaid bills*, applications or invoices.

The remaining cash balance, less any charges, is transferred to your account when your customer pays the whole bill, application or invoice.

Facilities are available **from £10,000**

No upper limit

What are the Charges?

There are two charges made for operating a construction finance facility.

Number 1: an interest charge is made for the amount of money borrowed and this is comparable to a traditional bank overdraft facility

Number 2: a monthly fee is charged for operating and maintaining the facility which includes handling of any disputes, credit control and any other added value services. This fee will vary depending on the complexity of the deal and is comparable to a service fee on a factoring or invoice finance facility.



Benefits

A finance company often has access to dedicated team of quantity surveyors and recovery specialists who can manage **contractual disputes** on your behalf.

Bad debt protection can also be provided against both your existing billing and applications for payment, so that you get paid, even if your customers become insolvent

Credit control can be provided by a team of specialist credit controllers who are dedicated to managing and collecting your outstanding debt, thus leaving you free to get on with running your business.

Funding can be provided on a **confidential basis** and as such your ongoing contracts and customer relationships will not be affected.

You can stay in control of your finances with **24hour internet access** to fast, secure on line account information

About Us

XL Business Finance is one of the leading specialists in innovative finance solutions for the construction business. From traditional products such as factoring, invoice discounting, or refinancing equipment, to flexible overdrafts, merchant fee advances, and payroll finance, we are the experts you can trust.

For more information about flexible overdrafts, or any other finance requirement you may have, call Mark Redman on 0161 980 0577 or email him at mark@xlbusinessfinance.co.uk

