

calculation of the SBA 7(a) Guarantee fee

The fee is calculated on 75% of the initial loan request.

From \$150,000 to \$700,000	3%
From \$70,001 to \$1,333,333	3.5%
From 1,333,334 to \$5,000,000	3.75%

$$\begin{aligned} & \$3,000,000 \text{ loan amount} \\ & = \$3,000,000 \times .75 \\ & = \$2,250,000 \end{aligned}$$

$$\begin{aligned} & \$2,250,000 - \$1,000,000 \\ & = \$1,250,000 \times .0375 \\ & = \$46,875 \end{aligned}$$

$$+ \$35,000, (\$1,000,000 \times .035)$$

$$= \$81,875 \text{ SBA Guarantee fee}$$

$$= \$3,081,875 \text{ loan amount.}$$