

July 2023

Have you heard about merchant cash advances?

A couple of weeks ago we talked to you about supplier invoice facility – the option of paying an invoice up front and then spreading the cost of repaying it over 3 – 12 months. This week we want to enlighten you on merchant cash advance.

Merchant cash advance is a type of funding designed for businesses that accept payments for goods and services via a card machine.

The facility allows a business to receive a lump sum of funding and then pay the money back in increments. The funder gets paid back by automatically taking an agreed percentage of future credit or debit card sales.

This method of paying the money back is normally over a relatively short term (24 months) and normally a much smaller payment is made, as card transactions are processed, rather than a larger monthly payment. As repayments are linked to sales it can make it easier to manage cash flow.

We've helped a takeaway business looking to expand and grow their business with a £15,000 facility and a plumbing business wanting to consolidate debt – they originally took £100,000 facility and when they'd repaid it took a further £80,000 to fund their growth.

If you want to have a chat about any of the above, then drop us an email or give us a call 0345 565 2603.

Best Wishes

BEN & PAUL



The image shows a dark blue banner with the Acorn Commercial Finance logo on the left, which includes the word 'Acorn' in large white letters and 'Commercial Finance' in smaller blue letters above it, with a blue hand icon. To the right of the logo is a list of services in white text, and on the far right is the company's website and phone number.

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