

# Issue a 'series' of SME Bonds

## CUSTOMISE YOUR OWN TERMS & CONDITIONS, ISSUE A SERIES OF SME BONDS, LOAN NOTES, CONVERTIBLE BONDS OR REALTY BONDS

The issuer should complete this form and forward it to [admin@smebonds.com](mailto:admin@smebonds.com) together with the application fee of \$247.50 (Inc. GST).

|                                      |   |
|--------------------------------------|---|
| <b>1</b>                             | <b>Applicant's Name:</b> <input type="text"/> |
| <b>Address:</b> <input type="text"/> | <b>Post Code:</b> <input type="text"/>        |
| <b>Phone:</b> <input type="text"/>   | <b>Email:</b> <input type="text"/>            |

|   |   |
|---|---|
| <b>2</b>  | <b>Name of Issuer:</b> <input type="text"/> |
| <i>Note: Name of Issuer - can be an Individual or a Company. If an individual, please include middle names (if any). If a Trust, we will also need the name of the Trustee.</i> |   |
| <b>Address of Issuer:</b>   | <input type="text"/>                        |

|  |  |
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| <b>3</b>   | <b>Amount of funding required: \$</b> <input type="text"/> |
| <i>Provide the total amount of debt funding you are seeking.</i> |  |

|  |   |
|--|---|
| <b>4</b>   | <b>Describe the type of Bond or Loan certificate required:</b> <input type="text"/> |
| <i>E.G. SME Bond; Convertible Notes; Loan Notes; Development Bond; Realty Bond; Vendor Bond; or other type of Debt security.</i> |   |

|                       |  |
|-----------------------|--|
| <b>5</b>              | <b>What are you offering to your investors:</b>  |
| <b>Select:</b>        |  |
| <input type="radio"/> | Principal & Interest reducible?  |
| <input type="radio"/> | An Interest Only Loan (non-reducible flat rate)?   |
| <input type="radio"/> | If flat rate (per annum), will it be cumulative (interest to be paid out at maturity together with the principal)? |

|   |   |
|---|---|
| <b>6</b>  | <b>What rate of interest will you be offering to pay your investors:</b> <input type="text"/> % |
| <i>This can vary depending upon whether the Bond is 'secured' or 'un-secured'. E.G. 9% per annum. Or NIL?</i> |   |

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## 7 Frequency of instalments:

Do you want to make Monthly, quarterly or Cumulative repayments to your investors?

**Select:**

- Monthly?
- Quarterly?
- Cumulative (Interest paid at maturity)?
- Other?

## 8 Face value of each Bond: \$

What will be the face value of each bond? E.G. \$5,000; \$10,000; \$20,000, etc. Note: Investors can purchase multiple Bonds.

## 9 Will the loan be secured or unsecured:

Will you be offering any form of security to the lender(s) such as, plant & equipment, stock inventory, agricultural crops or livestock, or a registered mortgage over real estate?

**Select:**

- Secured
- Unsecured

## 10 Security offered:

If secured, describe security being offered (eg. Mortgage, bill of sale, chattel mortgage, lien over business equipment, etc.)

## 11 Name of owner of security offered:

Provide the full name of the owner of the security being offered. Or write 'N/A'.

## 12 Estimated Value of security being offered: \$

Or write 'N/A'.

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### 13 Maturity Date:

Please select the term that you intend to pay back the loan. Note: Generally Bonds are seen as relatively short term -1 to 5 years maximum with a lender's/investor's preference being 3 years or less.

Select:

- 1-Year
- 2-Years
- 3-Years
- 4-Years
- 5-Years

### 14 Discount if converted to equity: %

Insert the percentage of discount you will be offering investors if intending to convert from debt to equity, or if converted to real estate (bricks & mortar). Once (the principal & any interest) is converted to equity, the 'debt' obligation is automatically waived.

### 15 Tax Return:

Be aware that you may be asked to provide a tax return, profit & loss statement & balance sheet for the last financial year, if available.

### 16 Personal Guarantees:

Are you prepared to provide Personal Guarantees? If 'Yes', this will provide some extra comfort to the investors.

- Yes
- No

### 17 Insert Consultant I.D. (If Applicable):

Note: Consultant must not be the applicant.

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## 18 Terms & Conditions:

SME Bonds does not assume any responsibility for any consequence of using this service. The Bond issuer has sole responsibility for issuing any Bonds prepared by using the SME Bonds service. Issuing a Bond requires knowledge of both state and federal laws and therefore any party should seek legal advice from a licensed solicitor or attorney in the relevant jurisdictions. SME Bonds expressly disclaim any and all liability with respect to the issue or sale of any securities issued. The information contained herein has been provided for the user's convenience without any representation or warranty of accuracy or completeness in regard to the Bonds created. SME Bonds shall not have any liability in contract, tort or otherwise to any other person or company in respect of any loss or damage (including without limitation direct or consequential loss, financial loss, or loss of other contract) arising out of any inaccuracy or error in or omission from any part of the information generated by SME Bonds. This information should not be regarded as rendering detailed consideration of relevant legislation, Company Law, etc. unnecessary. SME Bonds is not engaged in the provision of legal services or taxation advice and any information is given on the basis that if such advice is required, the services of a competent professional person should be sought. Under no circumstances shall SME Bonds have any liability to any person or entity for any loss or damage in whole or part caused by, resulting from or relating to any error made while using this service. The applicant acknowledges having read and understood the above Terms & Conditions.



I acknowledge having read & understood the above terms & conditions.

## 19 Privacy Statement:

SME Bonds is committed to protecting the privacy of all individuals and organisations to which we provide business services. In order to ensure that we are consistent in this approach, SME Bonds has adopted a Privacy Policy to comply with the National Privacy Principles contained within the Privacy Amendment (Private Sector) Act.

Save & email the completed form to: [admin@smebonds.com](mailto:admin@smebonds.com)

**What happens next?** Following receipt of your application together with the processing fee of \$247.50, the following will occur:

1. SME Bonds admin will prepare an initial DRAFT Bond certificate based on the information provided in the Application.
2. SME Bonds will also prepare for your approval a DRAFT investor application form.
3. Once you have approved drafts and we have finalised 1 & 2 above, you can then commence promoting your investment offer through your [PTX](#) & to those persons with whom you have had previous contact with, or some professional or other connection with.

**Note:** Care should be taken not to promote your investment offer to members of the public. If unsure how to promote your offer lawfully, we suggest you seek independent legal advice.

4. SME Bonds maintains a register of all Bonds issued in case a Bond certificate is lost or stolen.

For more information on setting up a Private Trading Exchange for your Company's issued securities, [message us here](#).

**The Application fee of \$247.50 must be paid upon submission of this form – [CLICK HERE TO MAKE YOUR PAYMENT](#)**