

FundingEdge

Commercial Real Estate & Business Finance

Loan Program for Oil & Gas Royalties

[Loans \(\\$15,000 – \\$1,000,000\) For producing Oil and Gas Royalties \(Nationwide & Canada\)](#)

[Purchase of Royalties \(\\$100,000 – \\$100,000,000\) For producing Oil & Gas Royalties \(Nationwide & Canada\)](#)

Do you, your company, or family trust own a Royalty? If so, you may be eligible for a Loan. The “Royalty Loan Program” is designed to be straightforward and uncomplicated. Find out if you qualify and let us walk you through the Royalty loan experience and you will receive your CASH Proceeds in a Matter Of Days

WHAT WE DO - FundingEdge helps provide loans to royalty owners featuring simple and easy to understand loans, quick closings, and a desire to build and ongoing financial relationship that will help us service your financial needs in the years to come.

If you are receiving monthly royalty income, you may be eligible for a loan. FundingEdge can help provide a loan to meet any financial need you may have. The loan proceeds can be used for anything you desire such as pay off credit cards, pay taxes, college tuition, a wedding, a down payment on a new home, starting a new business, or to take that overdue deserved vacation. It is also a great option for a business or energy company to generate cash for operations or acquisition.

Generally, local banks are unable to provide you with a royalty loan. For most banks, there is a substantial amount of paperwork involved with a royalty loan including an appraisal or valuation of the royalty. Consequently, it usually is not a cost effective loan product and therefore not offered by the majority of banks. If you did find a bank willing to make the loan, you will most always be required to provide personal financial information, credit reports, and company financial information if applicable.

FundingEdge strives to provide the best possible loan experience to the many royalty owners in Texas.

What is needed to get a quote:

1) Complete the Royalty Loan Application

2) Provide the most recent month’s royalty statement and check

Note: If your total royalty income is in excess of \$600 per month, you are eligible for a loan.

Email this information to cs@fundingedge.com or Efax it to (210) 280-0069.

Upon receipt of the copy of your royalty statement and check, Royalty Lender will determine if your income is sufficient to meet the minimum loan amount. Once that has been established, we will contact you to go over the loan details and request the remaining information needed to complete the loan process. Our goal is to get cash to you as soon as possible. The entire process should not take more than three weeks from the time all the information is received.

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Frequently Asked Questions

[In what States does this program offer Loans?](#)

This loan program is currently against royalty payments from oil and gas wells.

[What are the advantages of borrowing on the Royalties thru this program?](#)

Generally, local banks are unable to provide you with a royalty loan. Due to the amount of paperwork and mineral valuation that banks are required to contend with, it usually is not a cost effective loan. As a borrower, you will most always be required to provide personal financial information, credit reports, and company financial information if applicable. A royalty loan with a bank will most often require a personal guaranty of the loan. Banks will also pursue foreclosure and take ownership of the royalty to satisfy the loan in the event of default or non-payment. This program offers a simple loan with no personal liability, no credit check, and no foreclosure.

[What qualifications do I need to be eligible for a loan?](#)

You must be a mineral royalty owner and receive monthly royalty payments.

[What information will I have to provide Royalty Lender to process my loan application?](#)

Initially, you will need to provide a copy of your last monthly royalty Statement and a copy of the check (or payment stub). If your income meets the minimum requirement, you will then need to provide a copy of the lease or legal description of the property on which the well is located.

[If I have poor credit or a low credit score, can I still qualify for a loan?](#)

Yes, Bad credit is not usually a problem.

[What determines the loan amount?](#)

Your loan amount will be determined by the amount of your monthly royalty payment. The loan amount is up to (25) twenty-five times the monthly royalty payment.

[Is there a minimum loan amount?](#)

Yes, the minimum loan amount is \$15,000. If your monthly royalty income is \$600 or greater, you would be eligible for a loan.

[Are there any fees associated with the loan?](#)

Yes, there is an origination fee associated with the loan equal to 4-7% of the total loan amount.

[How will I make my payments on the Loan?](#)

You will execute a Deed of Trust and Assignment of the royalty. The monthly royalty income payments will represent your monthly loan payment until the loan is paid in full.

[How long does it take?](#)

Usually a loan can close within two weeks after receiving a signed loan quote and supporting documents. This program is straightforward, confidential and fast.

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[During the term of the loan, how will I pay my ad valorem taxes on my royalty?](#)

You will have the option of requesting the Lender to pay the ad valorem taxes each January during the term of your loan.

[When will I be able to start receiving my royalty income again?](#)

Once your loan has been paid in full, the lender will release its lien and assignment. At that time, the royalty payment would be re-directed and sent to you.

[What type of loan will I have and what will the interest rate be?](#)

The loan will be a simple interest loan, open ended or re-advancing. Interest will be calculated on a simple interest basis accruing daily. The interest rate can vary depending on the rate environment. Please call to inquire about current rates.

[If I am able, can I pay off the loan early and if so, is there a penalty?](#)

You may pay off the loan at any time and there is no penalty associated with the payment.

[What if my oil, gas and minerals are subject to a mortgage?](#)

If the land associated with your royalty income is subject to a mortgage, you will need to obtain a release of the oil, gas and minerals from your mortgage company. We can help you with the process.

[What can prevent me from obtaining a loan?](#)

You must be 18 years of age and your minerals must not be subject to a lawsuit, judgment, tax lien or active bankruptcy. If you have any of the above issues, complete the application and let us see if we can work thru them.