

Equipment Finance Opportunity

Build, Modernize, & Expand Manufacturing for Critical Technologies



Who We Are

The Office of Strategic Capital (OSC), within the Department of Defense, provides debt financing to companies with the goal of accelerating and scaling private investment in technologies that are critical to U.S. national and economic security. Beginning January 2, 2025, OSC will open the application period for its inaugural credit product, Equipment Finance. This product offers direct loans to eligible businesses in the critical technology value-chain needing to purchase manufacturing equipment to expand production capabilities or modernize processes.

What We Offer

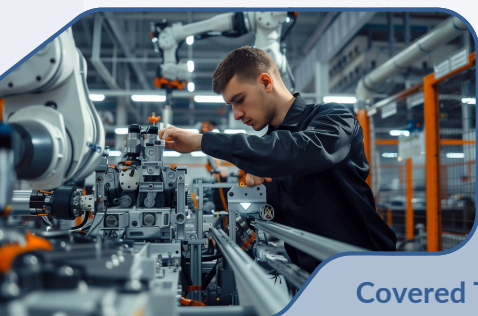
Companies will benefit from accommodating loan terms, rates, and fees:

- Senior secured loans to support manufacturing equipment purchases,
- Loans ranging from \$10 million to \$150 million,
- Financing up to 80% of the project's hard and soft costs,
- Long-term loan repayment tenors based on the equipment's useful life and borrower's credit profile,
- Loan amortization schedule matched to business cash flows, and
- Fixed interest rates closely aligned to Treasury rates of comparable maturity plus a fee spread.

Who Can Apply

Companies that can demonstrate the following in their OSC loan applications:

- The project enables at least one of 31 Covered Technology Categories,
- The project advances U.S. national and economic security interests,
- Financed equipment is installed in existing facilities within the United States,
- A history of profitability or clear capacity to repay debt obligations,
- Project revenue sources that are not predominantly reliant on U.S. federal government contracts or grants, and
- The project produces technology that is not used solely in military applications.



Covered Technology Categories

Advanced Bulk Materials
Advanced Manufacturing
Autonomous Mobile Robots
Battery Storage
Biochemicals
Bioenergetics
Biomass
Cybersecurity
Data fabric
Decision Science

Edge Computing
External Communication
Hydrogen Generation & Storage
Mesh Networks
Microelectronics Assembly, Testing, & Packaging
Microelectronics Design & Development
Microelectronics Fabrication
Microelectronics Manufacturing Equipment
Microelectronics Materials
Nanomaterials and Metamaterials

Open RAN
Optical Communications
Sensor Hardware
Solar
Space Launch
Spacecraft

Space-enabled Services & Equipment
Synthetic Biology
Quantum Computing
Quantum Security
Quantum Sensing

How to Apply

OSC will accept Application Part 1 submissions from January 2 to February 3, 2025. Only those Part 1 applicants formally invited by OSC can submit Application Part 2. For details and the latest information regarding the Equipment Finance product, please refer to <https://www.cto.mil/osc/credit-program/>



Other Terms and Conditions: OSC reserves the right to determine terms on a transaction-by-transaction basis under this program. Transactions may be subject to such other terms, conditions, covenants, representations, warranties, and requirements as OSC deems appropriate. OSC may extend or shorten the application open period at its full discretion.