

Asset-Based Lending

OVERVIEW

Asset-based lending (ABL) is a revolving credit facility secured against a combined pool of business assets — typically debtors, stock, plant, and property. Unlike single-asset facilities, ABL consolidates multiple asset classes into one structured facility, unlocking higher advance rates and greater overall availability. The facility scales automatically as your asset base grows.

HOW IT WORKS

01

Asset audit conducted

The lender conducts a detailed audit of your assets: debtor book, stock, plant, and property.

02

Advance rates as-signed

Typically 85–90% on debtors, 50–60% on eligible stock, and up to 70% LTV on property.

03

Borrowing base calculated

A combined borrowing base is established and a revolving credit line opened up to that amount.

04

Draw and repay as needed

You draw on the facility as needed and repay as cash flows allow. Interest is charged only on drawn amounts.

05

Facility scales with growth

As your asset base grows, availability increases automatically — without renegotiating the facility.

IS IT RIGHT FOR YOUR BUSINESS?

- Mid-market businesses with a mix of debtors, stock, and property on the balance sheet
- Businesses that have outgrown a standalone invoice discounting facility
- Asset-rich businesses wanting to unlock capital from multiple sources in one facility
- Businesses undergoing significant growth, acquisition, or MBO needing a scalable facility

INDICATIVE TERMS

Advance — debtors	85–90% of eligible debtor book
Advance — stock	50–60% of eligible stock
Advance — property	Up to 70% LTV
Interest rate	2–4% over base rate on drawn amounts
Facility size	Typically £2m+ — mid-market product

Ready to explore Asset-Based Lending?

We'll review your balance sheet and structure the right ABL facility. No obligation.

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