Battle Bank

Precious Metals Line of Credit Term Sheet

Full loan terms will be provided in the loan agreements upon approval.

Basic Terms

Term: Five-year revolving line of credit.

Payments: Monthly, interest-only

Interest Rate: Floating daily at Prime Rate (as quoted in The Wall Street Journal) + 3.25% (without automatic payments) OR 2.75% (with automatic payments)

Fee: 0.167% of the credit limit, charged at origination and annually while the line remains active. *Example: $100,000 of collateral, Credit Limit $75,000, fee $125.25 each year.*

Collateral & Storage

Acceptable Collateral: Gold and silver bullion in the form of coins, bars, ingots, and rounds.
Examples include legal tender coins and bullion stamped with weight, content, and purity.
Numismatic or collectible value is not considered—only the spot price of the metal.

Storage: Collateral must be stored in a Battle Bank-controlled account at a Brinks U.S. facility.

- Storage is at your expense.
- Metals are pooled (non-segregated).
- Returned collateral will match type, format, and quantity—not exact items.
- If stored via a dealer, they will continue billing for storage.

Credit Structure

Credit Limit: Set at **75%** of the Initial Collateral Value at origination.
This limit is fixed and allows for additional advances if collateral value increases.

Initial Collateral Value: Spot price (from Bloomberg at 3:00 PM CT on the business day before application) × pledged ounces.

Advance Margin: Advances limited to **50%** of the Daily Collateral Value or the Credit Limit, whichever is lower.
Example: $50,000 loan on $100,000 collateral = 50% margin.

Margin Monitoring & Actions

Margin Monitoring: Collateral monitored daily.

- Maintenance and Liquidation Margins are checked on business days at 3:00 PM CT.
- Margin Call notices are emailed on the day a margin deficiency occurs.

Courtesy Notice: Sent when Margin reaches 65%, Just a notification, no action required.

Maintenance Margin Call: Triggered at **75%** Margin.

- Borrower has **3 business days** to cure.
- Cure by reducing principal so Margin **≤ 70%**, based on the Daily Collateral Value on the notice date.

Liquidation Margin: Triggered at **90%** Margin.

- Bank will immediately liquidate all collateral.
- Any excess proceeds after repayment will be returned to the borrower.

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