

Fully Funded

How to Build \$100K in Business Credit in 12 Months or Less





Fully Funded: How to Build \$100K in Business Credit in 12 Months or Less

The 5-3-2 Rule of Building Business Credit

You'll need at least five vendor lines of credit reporting on time payments, three revolving lines of credit (credit cards) reporting on-time payments and two paid loans.

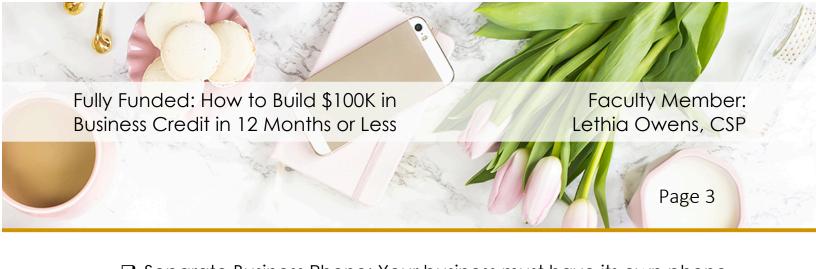
FICO (300-850) measures personal credit scores and PAYDEX (1-100) measures business credit scores. It is best to build a PAYDEX score of 80+.

Step 1 - Credibility

- Business Name: Must use full legal name including DBAs and it must match the name exactly as listed on the corporation records
- Business Licenses: You must have proper licensing as required by your state
- ☐ Federal EIN: Employer Identification Number filing must match your state filing
- ☐ Physical Address: The business needs its own physical address, do not use a P.O. box, or UPS box and avoid your home address if possible

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_	number that is a real business or VOIP number not a mobile or home phone
	411 Directory: Business phone number must be listed with 411 and match
	Business Fax: You must have a business fax number
	Business Website: You will need a professional business website
	Professional Email: Not an AOL, or Gmail type of email
	Public Records: There can be no liens or judgments against the business

Step 2 - Business Credit Reports

- ☐ Get your DUNS Number from Dun & Bradstreet (D&B).
- ☐ Get access to your D&B, Experian and Equifax business credit reports.

Step 3 - Getting Approved for Vendor Credit

- □ Locate 5 vendors who offer Net 30-60-90 & also report to D&B and Experian.
- ☐ Apply for vendor credit with them without supplying your SSN.
- □ Use your newly approved credit to buy items from that vendor for \$50+.
- ☐ Pay your bills in a timely manner, preferably early.

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☐ Check your business credit reports to in	nsure your new accounts

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☐ Establish three payment experiences.

Step 4 - Getting Approved for Store Credit

- ☐ Insure you have *five payment experiences* reporting to the business credit reporting agencies.
- ☐ Insure you have an established business credit profile and score with at least D&B and Experian.
- ☐ Apply for a store credit card. Complete the store credit business application and *leave your SSN* off of the application.
- ☐ Purchase their products using your newly established business credit accounts.
- ☐ Pay your bills in a timely manner, preferably early.
- ☐ Check your business credit reports to insure your new accounts are reporting.
- ☐ Always space-out your store credit applications one to three months apart.
- Establish a *total of 10 payment experiences*, including vendor and revolving credit.

Step 5- Getting Approved for Cash Credit

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credit reporting agencies.
Insure that at least one of your reported accounts has a high limit of at least \$10,000.
Insure you have an established business credit profile and score with at least D&B and Experian.
Apply for Cash Credit. Complete the cash credit business application and <i>leave your SSN</i> off of the application.
Use your new credit to purchase wanted or needed items for your business.

☐ Check your business credit reports to insure your new accounts are

☐ Insure you have 10 payment experiences reporting to the business.

Use these strategies to apply for up to \$50,000 in business credit. Applications for credit over \$50,000 requires collateral and/or detailed financial statements.

☐ Pay your bills in a timely manner, preferably early.

reporting.

Source: https://www.maxscorecredit.com/wp-content/uploads/2015/12/MSC-Business-Credit-Building-Checklist.pdf

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