

Investment Diligence and Research

Evaluating Investment Opportunities

April 2024



TresVista evaluated the investment opportunities within the alternative credit space

Request Overview

- Study the opportunity presented by potential deals, and analyze the risks and strengths of them
- Prepare opportunity memos for capital markets and secondary markets
 - In capital market deals, the client extends a line of credit to companies providing loans and advances to end-consumers
 - Secondary market deals involve purchasing existing loan portfolios from other companies
- The client provided company information, loan tape, and the tentative terms for the potential deals

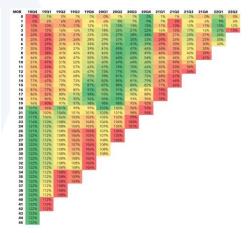
Final Deliverable and Value Add

- Read through the company information and conducted in-depth research on the industry that they operate in
- Assessed the key credit risks and strengths of the investment opportunity and identified ways to mitigate risks
- Analyzed past portfolio performance via loan stratifications and cumulative collection curves analysis
- Collated the data into a brief document, providing all the necessary information for the investment committee to evaluate the deal

Output Snapshot

PORTFOLIO OVERVIEW

Summary	
Active Loan Count	XX
Avg Loan Size	XX
Avg Age	XX
Avg Months Remaining	XX
Avg Term	XX
Maximum Loan Size	XX
Average FICO	XX
Average DPD	XX



LOAN STATUS

Loan Status		Principal Balance	Avg Principal Balance	Loan Amount	% of Total	WA Credit Score	Interest Rate	Term	APR	DPD	ACH Enabled	Income	3-Mo Clean
Active	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX
Collections	XX	XX	xx	xx	XX	XX	XX	XX	XX	XX	XX	××	XX
Paid	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX	XX
Other	XX	XX	XX	XX	xx	XX	XX	XX	XX	XX	XX	XX	XX
Grand Total	XX	xx	XX	xx	XX	XX	XX	XX	XX	xx	XX	xx	XX

