

How has TresVista assisted companies build best practices, particularly during their initial phases?

Preparation of Support Documents for Audit Readiness

Request Overview

- TresVista was asked to cleanup and reconcile cash transactions and clearing account transactions recorded in the books
- To cleanup and reconcile all payroll transactions with the payroll support documents
- To rectify fund data recorded in the books in accordance with the audit standards and regulatory requirements
- Review and prepare documents and schedules to support audit trails, including invoices, contracts, prepaid and amortization schedules

Final Deliverable and Value Add

- Cleaned up vague entries that were passed forcefully to reconcile the ending cash and clearing account balances and posted new entries based on actual transactions
- Conducted thorough reconciliations of Cash, Clearing account and Payroll activities based on supporting documents to validate the accuracy and meet audit standards
- Rectified fund related revenues in compliance with accounting standards ensuring accuracy in financial reporting and investment valuations
- Prepared supporting documents and summary reports for auditors to validate financial statements

Output Snapshot

Fund Reimbursement Summary

Fund Reimbursement Income 2022				
Funds	Q1'2022	Q2'2022	Q3'2022	Q4'2022
Fund I	26,540.14	33,609.43	21,033.77	13,196.75
Fund II	29,579.50	26,798.83	18,248.13	14,898.23
Fund III	12,623.53	30,313.30	17,447.33	16,108.51
Fund IV	25,584.52	33,730.34	21,663.08	19,764.17
Fund V	24,467.87	45,763.06	30,863.91	26,026.12
Total	118,795.56	170,214.96	109,256.22	89,993.78

Auditors Platform for Supporting Document Requests

Name	Description
Fund LPA's	Please provide Limited Partnership agreements of the funds
001 - Trial Balance	Please provide the 2022 trial balance related to the financial statements.
002 - Board Minutes	Minutes (approved/executed) of the Board of Directors from 2021 to present
006 - Legal Fees	Detail (invoices) of legal expenses
007 - Org Chart	Organizational Chart for 2022 (any updates since last given)
008 - Ownership Changes	Please notify FORVIS of any ownership % or structure changes in 2022
009 - Internal Control narratives	Control narratives for relevant business cycles including purchases/disburs more...

TresVista reconciled financial records and rectified entries adhering to audit standards

Fund Restructuring

GP fund restructure

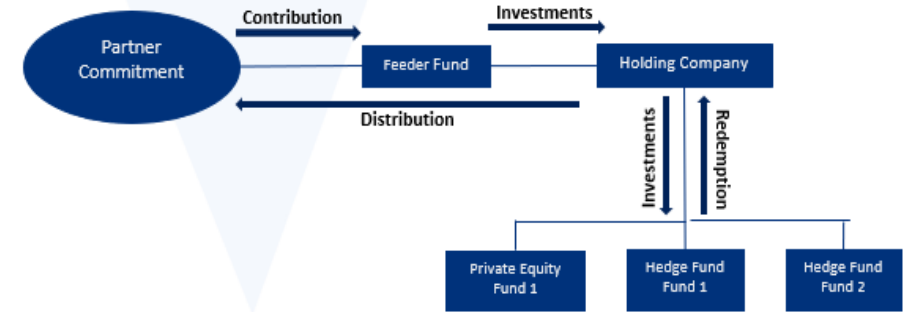
Request Overview

- To restructure a hybrid (PE and Hedge Fund) GP structure
- Capital calls were made through the main fund and invested into various underlying opportunities. The profit and loss generated from various funds were distributed directly to the individual LP’s
- The client requested restructuring by setting up a holding company (Holdco) and creating allocation tables to transfer the balances into the Holdco (new entity). Objective of the restructure was to consolidate distributions and investments centrally through the Holdco

Final Deliverable and Value Add

- Recording contributions and determining the distribution of each partner through the partner allocation schedule
- Preparing capital call & distribution notices for the alternative asset funds
- Consolidated distribution through the Holdco to the partners
- Calculated incentive fees to the GP and Investment performance for each fund

Output Snapshot



Fund Commitment	Ownership %	Balance Transfer	PCAP	732,731.00 PCAP	PCAP	(5,653)	(8,441.90)	(8,628.00)	PCAP	1,363,233	PCAP	PCAP	PCAP	PCAP	(5)
		01/01/2022	Opening Bal	Contributions	Distributions	Net Invest Inv. Fund	Owned Equ	Prof Fees	Total Net Inv	Unrealized G/L	Realized G/L	Total Income	Carried Interest	Transfer	Ending Balance
1,000,000	12.5%		9,239,729	118,618	-	(7,609)	(3,388)	(5,800)	(10,916)	261,900	151,453				1,151,667
1,500,000	18.75%		1,403,947	47,485	-	(2,307)	(473)	(578)	(3,281)	98,597	-	94,918	-	-	1,746,288
7,850,000	98.86%		8,434,777	248,089	-	(12,073)	(2,181)	(2,921)	(17,173)	465,565	-	444,392	-	-	9,107,218
4,295,000	53.57%		4,729,688	133,738	-	(8,607)	(3,181)	(3,396)	(9,396)	232,518	-	243,142	-	-	5,108,567
150,000	1.88%		173,183	13,061	-	(238)	(97)	(16)	(266)	28,739	-	19,814	-	-	406,818
250,000	3.13%		287,984	7,961	-	(384)	(99)	(547)	14,700	-	-	14,153	-	-	290,818
250,000	3.13%		287,984	7,961	-	(384)	(99)	(547)	14,700	-	-	14,153	-	-	290,818
70,000	0.88%		75,033	2,312	-	(108)	(39)	(15)	4,116	-	-	3,963	-	-	81,208
2,500,000	31.25%		2,679,884	79,000	-	(3,844)	(897)	(930)	(5,699)	148,995	-	141,526	-	-	2,969,461
70,000	0.88%		75,033	2,312	-	(108)	(39)	(15)	4,116	-	-	3,963	-	-	81,208
100,000	1.25%		107,194	3,360	-	(154)	(28)	(77)	2,193	-	-	5,861	-	-	116,915
600,000	7.50%		626,760	12,641	-	(615)	(131)	(148)	(975)	23,519	-	22,644	-	-	646,961
250,000	3.13%		287,984	7,961	-	(384)	(99)	(547)	14,700	-	-	14,153	-	-	290,818
500,000	6.25%		535,968	15,922	-	(768)	(198)	(214)	(294)	47,439	-	46,307	-	-	581,647
-	0.00%		-	-	-	-	-	-	-	-	-	-	-	-	-
-	0.00%		-	-	-	-	-	-	-	-	-	-	-	-	-
21,181,000	264.75%		24,833,024	732,731	-	(35,651)	(8,441)	(8,628)	(70,736)	1,363,233	-	1,312,313	-	-	26,894,299

TresVista helped the client restructure the GP Fund Structure that assisted in consolidating the fund activities centrally

FS Preparation for Tax Returns

Preparation of Data on Investment Activity and Returns for Tax

Request Overview

- TresVista was tasked to prepare financial statements for multiple Private Equity funds to facilitate filing of tax returns
- The client requested us to calculate management fees payable to the GP and check for accruals
- The client required assistance in calculation of carried interest and preparing the allocation table

Final Deliverable and Value Add

- TresVista identified and rectified issues relating to management fee accruals which helped the client update net income amounts for tax reporting purposes
- The Team navigated through operating agreements and side letters to identify different fee rates against investors that would be required to re-calculate the fees
- Prepared the primary FS that the client needed for filing tax returns across multiple funds within the stated timelines
- Prepared allocation tables to reflect correct expense allocations and accurate LP balances

Output Snapshot

ABC Fund		ABC Fund	
Statement of Assets, Liabilities, and Partners' Capital		Statement of Operations	
December 31, 2021		For the period January 1, 2021 December 31, 2021	
Assets			
Investments, at fair value (cost: \$7,000,000)	\$ 12,000,000		
Cash	9,500	Income:	
Account receivable	5,000	Interest Income	\$ 20,000
Prepaid expense	10,000		
Total assets	\$ 12,024,500	Total investment income	20,000
Liabilities and Partners' Capital			
Liabilities:		Expenses:	
Loan payable	\$ 1,500,000	Management fees	\$ 15,000
Accrued expense	-	Legal and professional fees	5,000
Interest payable	5,000	Interest expense	5,000
Drawdown payable	-	Other expense	500
Management fee payable	-	Total expenses	25,500
Audit fee payable	-	Net investment loss	(5,500)
Due to other funds	25,000		
Due to General Partner	-	Net change in unrealized appreciation on investments	5,000,000
Total liabilities	1,530,000	Net realized gain on investments	-
Partners' capital:		Net decrease in partners' capital resulting from operations	\$ 4,994,500
Contributed capital	\$ 5,500,000		
Distributions	-		
Cumulative net investment loss	(5,500)		
Net realized gain on investments	-		
Net unrealized appreciation on investments	5,000,000		
Total partners' capital	10,494,500		
Total liabilities and partners' capital	\$ 12,024,500		

TresVista helped facilitate timely filing of tax returns by preparing the FS for the funds



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