

Don't Let Risk Retention Slow Your CLO Business

Virtus can help with end to end solutions designed to help managers meet the latest regulatory requirements

Virtus can help with an all in one solution for your entire risk retention structure.

KEY BENEFITS

- **Cradle to Grave Solution for Vehicles**
 - Fund Administration
 - CLO Collateral Administration and Trustee Services*
 - TRS and Warehouse Servicing
 - Compliance Optimization
- **Full Look Through Reporting Via Nexus, Virtus' Leading Web Portal**
- **Leverage Virtus' Market Leading and Scalable Loan Platform**
 - Virtus has more than \$220 Billion Loan and Credit assets under administration
 - Virtus tracks and maintains referential data on more than 10,000 unique global loan facilities
 - Virtus settles, on behalf of clients, more than 32,000 primary and secondary market loan trades annually
 - Virtus employs a highly specialized staff with the experience to navigate the nuances of loans and credit assets
- **Focus** – By leveraging our industrial strength operating platform built for credit managers, you can focus on investment management
- **Transparency** – The Virtus platform is fully transparent to asset managers including robust portfolio analytics with a look-through to the underlying CLO exposures for Risk Retention Investors
- **Investor Transparency** – Investor Reporting with analytics and data specifically designed for credit and fixed-income funds
- **Full Administration Services for Risk Retention Structures including Originator Funds & Majority Owned Affiliates**

Key Services:

 - Portfolio Accounting for Risk Retention Entities
 - Collateral Administration for CLOs
 - Warehouse & TRS Tracking
 - Complete Fund, Partnership, & Incentive Fee Accounting
 - Financial Reporting and Consolidations
 - Investor Onboarding & AML/KYC Services
 - Investor Contribution and Distribution Management
 - Full Look Through Reporting Delivered Via Nexus

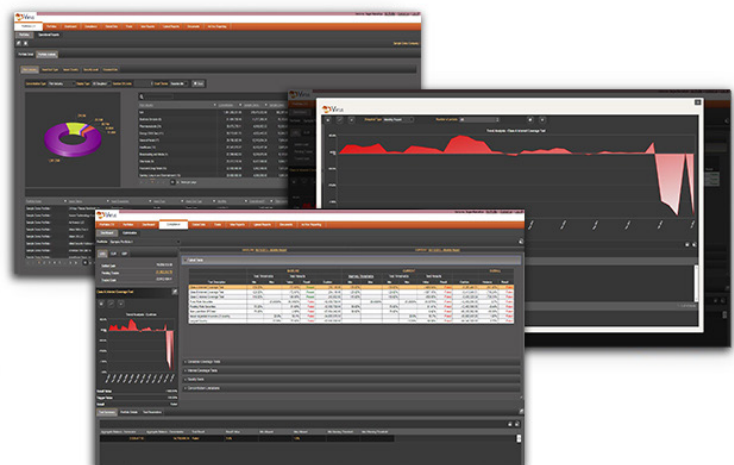
FUND ADMINISTRATION

Portfolio Accounting

- **Trade Capture** – Capture and process all portfolio transactions daily
- **Security Master Origination** – Originate new security, OTC derivative and bank loan security master and referential data
- **Security Master Maintenance** – Maintain security master and referential data updated from third-party sources and extensive syndicated loans database
- **Corporate Actions** – Process corporate actions received from third-party sources and recording in the books and records
- **Broad and Complex Instrument Coverage**
 - Full coverage of listed securities, ABS/MBS, loans and derivatives
- **Reconciliations** – Independent reconciliations to third-party brokers, custodians and bank accounts
- **Independent Valuation** – Act as fund's valuation agent obtaining prices directly from third-party sources following an agreed valuation policy or fund's governing documents

Fund Accounting and Administration

- **Maintain Fund's Accounting Books and Records** – Ensure all activity is maintained in independent books and records in accordance with governing documents
- **Capital Activity Accounting** – Ensure all capital activity is recorded in the fund's books and records and is reconciled to transfer agent
- **Management and Incentive Fees** – Calculate and accrue all management and incentive fees
- **Partnership Accounting and Allocations**
 - Maintain allocations, perform partnership accounting and shareholder accounting based on series and/or equalization requirements
- **Expense Accruals** – Maintain fund's expense accruals
- **Payment of Fund Expenses and Invoices** – Process funds transfers to authorized third-parties
- **Financial Statements** – Prepare financial statements including footnotes and disclosures
- **Audit Support** – Prepare and coordinate audit work papers and timelines with fund's auditors



Investor Services

- **Investor Onboarding** – Set up and maintain investor accounts including manager transparency into the status of new investors
- **Process Subscriptions and Redemptions** – Process subscription and redemption requests including the movement of funds and reconciling cash amounts to expected activity
- **Escrow Account Service** – Maintain operational control of fund's escrow accounts initiating funds transfers for redemptions and clearing funds to investment accounts for subscriptions
- **Disseminate Capital Statement and Transaction Confirmations** – Prepare and distribute transaction confirmations and capital statements to investors
- **AML and KYC Services** – Ensure investors are screened and meet all Anti-money laundering (AML) and Know Your Client (KYC) compliance requirements including an automated interface with World-Check
- **Distribute Fund Correspondence and Financial Statements** – Disseminate fund correspondence, financial statements, audit confirmations and more to investors and authorized parties

CLO COLLATERAL ADMINISTRATION AND TRUSTEE SERVICES*

- **Loan Tracking and Administration** – Track all loan activity including drawdowns, paydowns, interest payments and accruals, rate resets, covenants, events and restructurings
- **Document Warehouse** – Automated document processing with OCR technology that indexes all notices in an on-line document warehouse
- **Compliance Testing** – Full compliance rules engine that indicated current test results, limits, and available cushion amounts along with scenario analysis for proposed transactions
- **TRS and Warehouse Services** – Full tracking of TRS and Warehouse activity including daily compliance reporting, independent portfolio tracking and reconciliation
- **Loan Reporting** – Loan reporting through our proprietary Nexus portal that allows clients to view loan portfolio, compliance and transaction detail in real-time

*CLO Trustee Services offered through a partnership with Citi Agency & Trust

About Virtus Fund Services:

Virtus Fund Services, with more than \$220 Billion in Assets under Administration, is a leading provider of investment operations outsourcing and administration services to credit and fixed income managers.

Contact:

Joe Elston (N. America)
Joe.Elston@virtusllc.com
713.993.4302

Jeffrey Law (N.America)
Jeffrey.Law@virtusllc.com
212.634.6110

Pradeep Rao (EMEA)
Pradeep.Rao@virtusllc.com
+44.207.038.8317