

— CREDIT INSTRUMENTS

Deterioration is visible *before* it becomes a problem.

Most credit losses begin with signals that were present but untracked. Basis provides the managed control layer that maintains borrower-level oversight across covenants, repayment, reporting, collateral, and watchlist discipline — so your team can focus on the judgements that matter.

PREVIOUSLY WORKED WITH

IFC | J.P. Morgan | United Nations | National Treasury | Bopa Moruo

THE SERVICE

Managed credit oversight, delivered monthly.

Most credit losses begin with signals that were present but untracked. Basis provides the managed control layer that maintains borrower-level oversight across covenants, repayment, reporting, collateral, and watchlist discipline.

We screen the book for deterioration, exceptions, missed value, repricing opportunities, under-managed exposure, and borrower movement, then prepare analyst-reviewed evidence packs for the borrowers that need attention, so your team can focus on the judgements that matter.

WHAT THIS SERVICE COVERS

- Covenant tracking and breach monitoring
- Repricing opportunities
- Repayment schedule and arrears review
- Watchlist curation and movement tracking
- Document and reporting exceptions
- Collateral and security gap review
- Borrowing base and utilisation stress
- Impairment evidence preparation
- Monthly credit control pack delivery

8

Facility types monitored across the credit book

12

Control areas tracked per borrower, per cycle

Monthly

Managed oversight rhythm delivered to your team

4-step

Diagnostic process — begin with a single cohort

WHY THIS MATTERS

Most credit books are well-originated. The problem is *what happens after disbursement.*

01 — THE VISIBILITY GAP

Deterioration is often present before it is seen

Covenant pressure, late reporting, slipping repayment patterns, and collateral gaps accumulate over months. Without a structured monitoring layer, credit teams typically see the problem after it has compounded — not while it is forming.

02 — THE BANDWIDTH PROBLEM

Attention concentrates on the loudest borrowers

In active books, the borrowers that need attention rarely announce themselves early. Teams focus on known issues, and quieter deterioration accumulates until it is urgent enough to surface — by which point options are narrower.

03 — THE EVIDENCE PROBLEM

Impairment decisions need evidence. Evidence needs time.

When impairment conversations start — at credit committee, with auditors, or with LPs — the supporting evidence needs to already exist. Assembling it under pressure is slow, incomplete, and carries audit risk.

"The goal is not to act on every flag. It is to ensure that every flag has been seen, assessed, and either escalated or resolved — not missed."

FACILITY TYPES

Monitoring across the full range of private credit instruments.

Each facility type carries its own control requirements. We apply the right framework to each one.

<p>Term Loans</p> <p>Repayment schedules, covenant compliance, amortisation tracking, maturity risk.</p>	<p>Revolving Credit Facilities</p> <p>Utilisation stress, drawdown patterns, availability monitoring, borrowing base.</p>	<p>Asset-Backed Loans</p> <p>Collateral valuations, security gaps, LTV pressure, asset quality deterioration.</p>	<p>Invoice Finance</p> <p>Debtor book quality, concentration risk, dilution, overdue invoice flags.</p>
<p>Trade Finance</p> <p>Transaction performance, counterparty risk, document exceptions, settlement delays.</p>	<p>Mezzanine Debt</p> <p>PIK accrual, equity kicker triggers, subordination monitoring, waterfall position.</p>	<p>Bridge Loans</p> <p>Maturity risk, refinancing readiness, exit route viability, rollover risk.</p>	<p>Unitranche Facilities</p> <p>Blended covenant structure, FILO/FLSO mechanics, performance against unified terms.</p>

WHAT WE MANAGE

The control layer across the credit book.

We help credit teams see deterioration earlier and maintain the oversight discipline the book requires.

Borrower performance review	Repayment movement tracking	Arrears and payment delays tracking
Covenant status and breach monitoring	Waiver tracking and exception log	Missing documents and reporting gaps
Security and collateral gap review	Borrowing base and utilisation stress	Watchlist curation and movement
Intervention actions and follow-up	Impairment support evidence	Credit review pack preparation

BASIS VS. IN-HOUSE

Why managed oversight outperforms Excel.

In-house monitoring depends on team bandwidth, consistent execution, and institutional memory. When any of these are stretched, coverage drops and signals are missed. Basis maintains the discipline regardless of internal pressure.

AREA	EXCEL / IN-HOUSE	BASIS PARTNERS
Covenant tracking	<ul style="list-style-type: none"> Manual spreadsheet, updated periodically. Gaps emerge when the team is stretched or staff turn over. 	<ul style="list-style-type: none"> Structured tracking with breach alerts, waiver log, and review dates maintained per borrower each cycle.
Watchlist discipline	<ul style="list-style-type: none"> Subjective and inconsistent. Borrowers enter but rarely exit with clear rationale or documented action. 	<ul style="list-style-type: none"> Analyst-reviewed with defined entry and exit criteria, movement tracking, and open action owners per borrower.
Repayment monitoring	<ul style="list-style-type: none"> Reactive. Flags surface after missed payments or when arrears reports are reviewed — often weeks later. 	<ul style="list-style-type: none"> Proactive monitoring with trend analysis, pattern flags, and early warning signals before arrears crystallise.
Document & reporting chase	<ul style="list-style-type: none"> Ad hoc and relationship-dependent. Gaps accumulate without a managed register or follow-up process. 	<ul style="list-style-type: none"> Managed exceptions register with follow-up tracking, due dates, and outstanding status per borrower.
Impairment evidence	<ul style="list-style-type: none"> Assembled under pressure once the impairment question is already on the table. Incomplete by design. 	<ul style="list-style-type: none"> Prepared continuously. Evidence packs exist before the conversation starts — not assembled after it begins.
Collateral & security gaps	<ul style="list-style-type: none"> Typically reviewed at origination. Ongoing gap tracking is rare without a dedicated process in place. 	<ul style="list-style-type: none"> Monitored continuously. Perfection issues, security gaps, and valuation drift flagged each review cycle.
Credit committee packs	<ul style="list-style-type: none"> Time-intensive to produce. Quality and consistency depend on who is available and how stretched they are. 	<ul style="list-style-type: none"> Delivered as part of the managed service. Consistent format and quality each cycle, without internal resource pressure.
Coverage consistency	<ul style="list-style-type: none"> Varies with team capacity, staff changes, competing priorities, and reporting cycles. 	<ul style="list-style-type: none"> Consistent monthly coverage across the full selected cohort, regardless of internal pressures or absences.
Escalation process	<ul style="list-style-type: none"> Informal. Relies on the right person noticing and raising the issue at the right time with the right audience. 	<ul style="list-style-type: none"> Structured escalation with analyst-reviewed evidence, clear rationale, and recommended next actions per borrower.

WHAT YOU RECEIVE

A managed control view. Every cycle.

01

Borrower control view

A structured view of each borrower's position across repayment, covenants, documents, and open issues — updated each review cycle.

- Status per borrower, per cycle
- Repayment and arrears summary
- Open issues and pending actions

02

Watchlist pack

A managed view of borrowers requiring closer review, with entry rationale, movement since the last cycle, owners, and next steps.

- Watchlist entries with clear rationale
- Movement and change since last review
- Escalation recommendations

03

Covenant & facility register

A cleaner register for breaches, waivers, missing evidence, upcoming review dates, and borrower follow-up items.

- Covenant status per facility
- Breach and waiver log
- Outstanding document exceptions

04

Intervention tracker

A full record of actions taken, outstanding items, owners, deadlines, and resolution status across all active borrowers.

- Open and resolved actions
- Owner and deadline per item
- Escalation and resolution history

05

Impairment evidence packs

Analyst-reviewed packs showing what changed, why it matters, what source evidence supports the flag, and what action should follow.

- Deterioration timeline per borrower
- Source evidence and supporting data
- Action and escalation history

06

Credit review packs

Packs ready for credit committee, portfolio reviews, investor reporting, and impairment discussions — consistent format each cycle.

- IC and LP-ready summaries
- Consistent format and structure
- Audit-ready evidence trail

HOW WE START

We begin with a controlled borrower diagnostic.

01

You choose a sample of the book.

Select a borrower cohort that best represents the monitoring challenge — typically five to fifteen borrowers to start.

02

We review the available information.

We work from your existing files — credit papers, repayment schedules, covenant trackers, borrower updates, and portfolio packs.

03

We prepare the first control view.

A full analyst-reviewed control view across the selected cohort — covenants, repayment, watchlist, exceptions, and interventions.

04

You see the quality before expanding.

Review the output with your team. If it is useful, we expand the mandate. If not, you still receive all outputs, workflows, and templates.

YOUR AUTHORITY STAYS WITH YOU

You retain full credit authority. Basis provides the managed control layer around the judgement your team already owns. We do not make credit decisions — we make sure your team has the information and evidence needed to make them well.

ONGOING RHYTHM

If useful after the diagnostic, we continue as a managed monthly or quarterly oversight service. The scope and frequency are set by what your book requires — not by a fixed package.

NO COMMITMENT REQUIRED

The diagnostic is the beginning of the engagement, not a sales step. You see real work on your actual borrowers before deciding whether to continue.

Ready to see what is *moving* across your book?

Start with a borrower diagnostic. No commitment required beyond the first review. We work from your existing files and deliver a full analyst-reviewed control view within agreed timelines.

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