

DATASHEET

A Seal Software Insight Accelerator

Actionable Insights. Incredible Savings.

SEAL'S INSIGHT ACCELERATORS:

- Pre-built collections of richly detailed analytic policies.
- Designed to address specific subject matter in a variety of frequent business use cases.
- Easily deployed on the Seal platform.
- Provide detailed insight into business, compliance, legal and regulatory challenges
- Generate actionable information for critical topics to accelerate contract analysis, review and remediation efforts.

Credit Agreement Insight dramatically increases access to meaningful information while also decreasing the time and costs associated with the overall review process.

Credit Agreement Insight™

1. The Challenge

Financial institutions face a myriad of challenges in assessing and tracking their commercial credit agreement population. Financial institutions must regularly assess Borrower compliance with ongoing agreement covenants and financial obligations. Additionally, they must have the ability to reconcile and understand risk exposure across the entire lending population. Syndicated credit agreements are complex and often highly negotiated. As a result, these commercial credit agreements can vary significantly in terms, covenants and obligations as well as in the structure of the agreement. Further, the institution's lender role will affect its rights and obligations under the agreement. The typical credit agreement review is time consuming and requires manual tracking against internal loan documentation standards and calculations. Such reviews can result in inconsistencies within the institution and prevent accurate line of sight into risk exposure.

2. The Solution

Credit Agreement Insight™ is Seal's comprehensive solution providing institutions direct line of sight into their credit agreements and the ability to collect key data and identify risks. Credit Agreement Insight streamlines the initial credit agreement review. Combining Seal's powerful AI capabilities with its proven models for the analysis of credit-related issues, Credit Agreement Insight delivers an unprecedented level of insight into the review and risk analysis of credit agreements, regardless of agreement structure or level of complexity.

Credit Agreement Insight automates the identification and extraction of key contractual provisions across a wide range of topics with a high degree of accuracy, enabling clients to quickly perform a more consistent and robust analysis. It dramatically increases access to meaningful information while also decreasing the time and costs associated with the overall review process.

3. Topics Addressed

Credit Agreement Insight identifies and extracts key terms financial institutions use in their internal tracking and risk analysis. Seal has created analytics specifically targeted to address the most common and often most complex topics. The subjects addressed range from data needed for internal tracking (e.g. facility types, interest rate provisions) to common points of risk analysis (e.g. financial covenants and ratios).

REPRESENTATIVE TOPICS INCLUDE:

- Party Information
- Maturity/Expiration Dates
- Facility Type
- Commitment Amount
- Implicated Currencies
- Interest Rate Provisions
- Use of Proceeds
- Secured Transactions
- Fee Provisions
- Financial Terms/ Covenants
- Reporting Covenants
- Negative Covenants
- Asset Disposal Provisions
- Sublimits
- Events of Default
- Cross Default
- Representations/ Warranties
- Pari Passu & Most Favored Nation Clauses
- Material Adverse Conditions
- Lender Provisions
- Assignments
- Governing Law/ Jurisdiction

Looking for more insight?

Seal Insight Accelerators are designed and built by legal AI-literate industry experts to address the specific requirements for individual industry and regulatory requirements.

Seal Insight Accelerators are available for a range of common use cases, including the following:

- Brexit
- GDPR - Data Privacy and Security
- M&A
- NDA
- Procurement
- Qualified Financial Contracts
- LIBOR

Custom accelerators are available through Seal Professional Services.

4. Insights & Answers

Credit Agreement Insight does much more than identify whether a topic is generally addressed. It is a richly detailed analytic set designed to dovetail internal review and risk assessment needs.

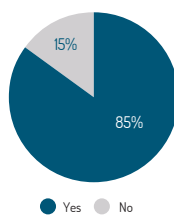
For example, Credit Agreement Insight doesn't simply answer the question: "Does the agreement include financial covenants?" It asks and answers detailed additional questions such as:

- Does the agreement include a covenant regarding leverage ratios?
- Does the agreement include a covenant regarding debt service coverage ratio?
- Does the agreement include a covenant regarding fixed charges coverage ratio?
- Does the agreement include a covenant regarding interest coverage ratio?

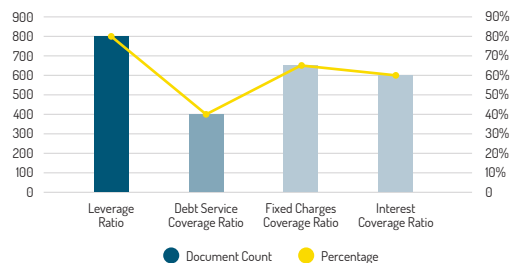
Credit Agreement Insight also provides answers about how the agreement calculates EBITDA and other financial ratios.

Additionally, it is designed to assist in tracking common reporting requirements such as the due dates for delivery of certain reports such as Borrower's Year End and Quarterly Financial Reports.

Does the agreement include financial covenants?



Types of Financial Covenants



5. Components

- **Comprehensive Analytics Set** – easy to install on the Seal platform, tested in most strenuous environments against tens of thousands of contracts
- **Rule Book** – a user guide to know what to expect from each analytic
- **Playbook** – recommended view with analytics and corresponding answer fields with pick list of answers
- **Topical Updates** – analytic updates to correspond to evolving business and regulatory requirements

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