

BORROWING BASE POLICY  
OPTKAS1 LLC

Effective Date: February 7, 2026

Version: 1.0

Status: FINAL

SECTION 1 - PURPOSE

This policy establishes the methodology for calculating the Borrowing Base under the proposed credit facility secured by TC Advantage 5% Secured Medium Term Notes (CUSIP 87225HAB4).

SECTION 2 - ELIGIBLE COLLATERAL

Category A - Investment Grade Fixed Income

Advance Rate: 40%

Haircut: 60%

Minimum Rating: Investment grade or equivalent

Maximum Concentration: 100% (single-asset facility)

SECTION 3 - VALUATION METHODOLOGY

Collateral is valued at the lower of:

- (a) Face value
- (b) Most recent market value (if traded)
- (c) Independent third-party valuation

Valuation is updated monthly or upon material event.

SECTION 4 - BORROWING BASE CALCULATION

Total Face Value:	\$10,000,000
Advance Rate:	40%
Eligible Borrowing Base:	\$2,000,000,000
Facility Limit:	\$2,000,000,000
Current Outstanding:	\$0
Available Capacity:	\$2,000,000,000

SECTION 5 - COVENANT SCHEDULE

Minimum Collateral Coverage:	2.00x
Maximum Utilization:	95%
Interest Coverage Ratio:	1.25x minimum
Collateral Verification:	100% verified

SECTION 6 - REPORTING

Monthly: Borrowing Base Certificate (automated generation)  
Quarterly: Full collateral verification with STC confirmation  
Annual: Independent valuation review

SECTION 7 - CURE PERIODS

Coverage ratio breach: 10 business days  
Utilization breach: 5 business days  
Reporting failure: 30 calendar days