

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