



KPMG Asset Management Audit Platform

Private Credit and Business Development Companies

Introducing the data and technology-enabled approach for fund and investment adviser audits

A better audit experience starts with a different approach.



KPMG Asset Management Audit Platform (AMAP) is a key component of our automated audit platform, KPMG Clara. Specifically designed for funds and investment advisers, AMAP powers the audit process with automation, advanced analytics and AI capabilities. This data and technology-enabled approach helps deliver an exceptional experience, audit quality, efficiency and deeper insights.

Automate everything, except the critical thinking

We process data through automated routines combined with advanced analytics to produce a standardized output. This empowers your audit team to evaluate results in a critical and efficient manner by analyzing trends, relationships, and anomalies in order to focus on higher risk transactions and outliers.



Inflows

- Third-party administrator reports
- Custodian, Broker and Bank statements
- Internal reports
- Legal agreements
- Valuation models
- Market data
- Financial and investor data

- Extensive experience working with major fund administrators, brokers, custodians and fund accounting software providers to understand and process data from standard reports
- Extraction and validation tools provide a more seamless data collection process for large volumes of data
- AI-trained document readers effortlessly extract data and key terms from legal agreements and unstructured data



Key Features

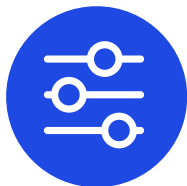
Balances and transactions analyzed and tested include:

- Investment and derivative transactions
- Investment holdings and roll forwards
- Capital allocations, including carried interest
- Management and Incentive fees
- Investment valuations for a wide range of private and public securities, including complex private credit valuations
- Interest income
- Disclosures and Financial Highlights

Aggregate and test transactions across the entire portfolio at the same time

Private Equity | Venture Capital | **Private Credit** | **BDC** | Real Estate | Hedge | RICs | Fund of Funds | CIT

Enhanced features for Private Credit and BDCs



Systematic risk assessment

AMAP has AI-trained document readers that more seamlessly extract data and key terms from a variety of legal contracts for input into our automated routines. This helps us more quickly identify and focus on the risks that matter most during the audit.



Valuation testing

Our proprietary security pricing platform streamlines valuation testing for a wide range of private and public securities, including complex financial instruments, derivatives and cryptocurrencies. We aggregate and analyze large volumes of market data from leading industry sources to develop independent security prices quickly and efficiently.

Risk assessment: Valuation of performing loans

AMAP creates an expectation over the target yield of performing loan positions based on security level data and market yield analysis, which is tailored to the unique risks specific to a portfolio of securities. We can then focus our effort on the higher risk investments with prices outside our independently calculated expected range of prices, which ultimately reduces the level of detailed testing required.



Complex capital and investment structures

AMAP has enhanced features for:

- Income and expense allocations from fund to partner level
- Custom distribution waterfall calculations
- Different fund structures, including master/feeder and open and closed-end funds
- Combined and consolidated financial statements

Benefits at a glance

1 Client experience

- Fewer follow-ups with more informed, focused questions from the audit team
- Data and technology driving quality-focused audit
- Real time execution, communication and delivery

2 Efficiency

- Streamlined approach to obtain and use your data
- Data-enabled approach to investigate and document differences
- Audit focused on higher risk transactions

3 Insights

- Deeper understanding of your investments and related risks
- Detailed and comprehensive transaction analysis can be used to identify areas for potential process improvements
- Communication of insights gained through enhanced reporting capabilities

Highlights for other alternative investment sectors



Private Equity & Venture Capital

Suite of valuation tools to handle complex valuations, analyzing inputs and market-based valuation information to help us identify areas of higher risk and calibrate key assumptions.



Hedge

Proprietary security pricing platform streamlines valuation testing for a wide range of private and public securities, including complex financial instruments, derivatives and cryptocurrencies.



Real Estate

Advanced risk assessment and analytical tools for entities that record real estate assets at fair value and historical cost, including complex valuations and purchase price allocations.



Fund of Funds

Streamlined data extraction from our AI-trained document readers combined with a suite of automated routines specifically designed for investments in other funds measured at Net Asset Value (NAV).

Contact Us



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To learn more

**KPMG Asset Management
Audit Platform** for additional
information on our data and
technology-enabled audit approach



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