

TVA Credit Evaluation Materials

Counterparties under review will be subject to a complete credit evaluation and analysis in order for TVA to determine the counterparty's creditworthiness. In completing the credit evaluation, TVA will consider many factors including, but not limited to the following information as applicable:

- 1) Financial Statements:
 - a) Audited financial statements for the last three (3) preceding fiscal years that include balance sheets, income statements, statements of cash flows and notes to the financial statements.
 - b) Interim financial statements for the most recent fiscal quarter.
 - c) If publicly traded: i) Annual report on Form 10-K for the last three (3) preceding fiscal years ii) Form 10-Q for the most recent fiscal period.
- 2) Rating Agency Reports (S&P, Moody's and Fitch), if available.
- 3) Bank Information (name, address, phone number and officer contact).
- 4) Credit References (from three (3) sources that include name, address, phone number and contact).
- 5) Legal name and the state of incorporation.
- 6) Shareholder ownership schedule (if applicable).
- 7) Company brochure.
- 8) Complete disclosure of any material litigation, commitments or contingencies, etc.