# Client Ineligibles Calculations

The client ineligibles are calculated in two ways; by the Cync application and offline by the client. The application is upgraded with both the calculations and compares between both the calculated values and selects totals of one value, which is higher or lower, based on the parameter that is set. Based on the variance of the high and low the system derives the ineligible amount. The parameter is set in **Basic Parameters** page.

**Setting Basic Parameters**

The **Manually Enter Client Ineligible** feature under **Basic Parameters** allows you to manually enter the client's ineligible value.

If **Manually Enter Client Ineligible** checkbox is **OFF**, you cannot enter the client's ineligible value. In this case, the system calculated total ineligible value is considered.

If **Manually Enter Client Ineligible** checkbox is **ON**, you can manually enter client's ineligible value.

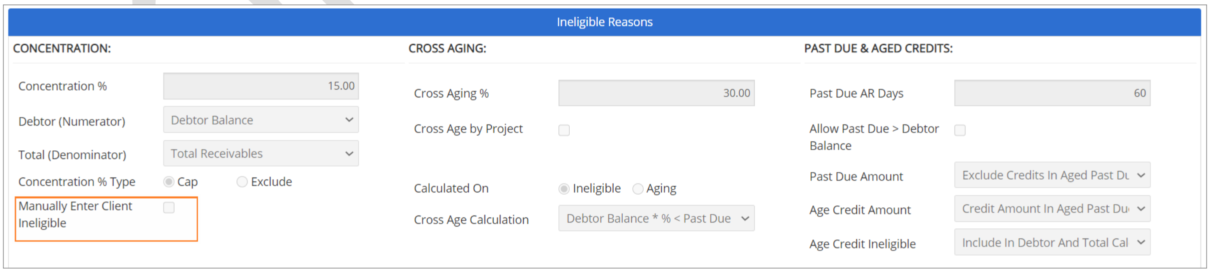
The application compares the Totals of client calculated ineligibles with Totals of system calculated ineligible. The application considers the higher or lower value among the Client's calculated or system calculated value, as per the parameter set.

This includes the following options:

- No Comparison required
- Higher value as ineligible
- Lower Value as ineligible
- Cync Value as ineligible
- Client Value as ineligible

**Navigation:** Client Maintenance → Client Parameters → Basic Parameters

*Refer to the screenshot below:*

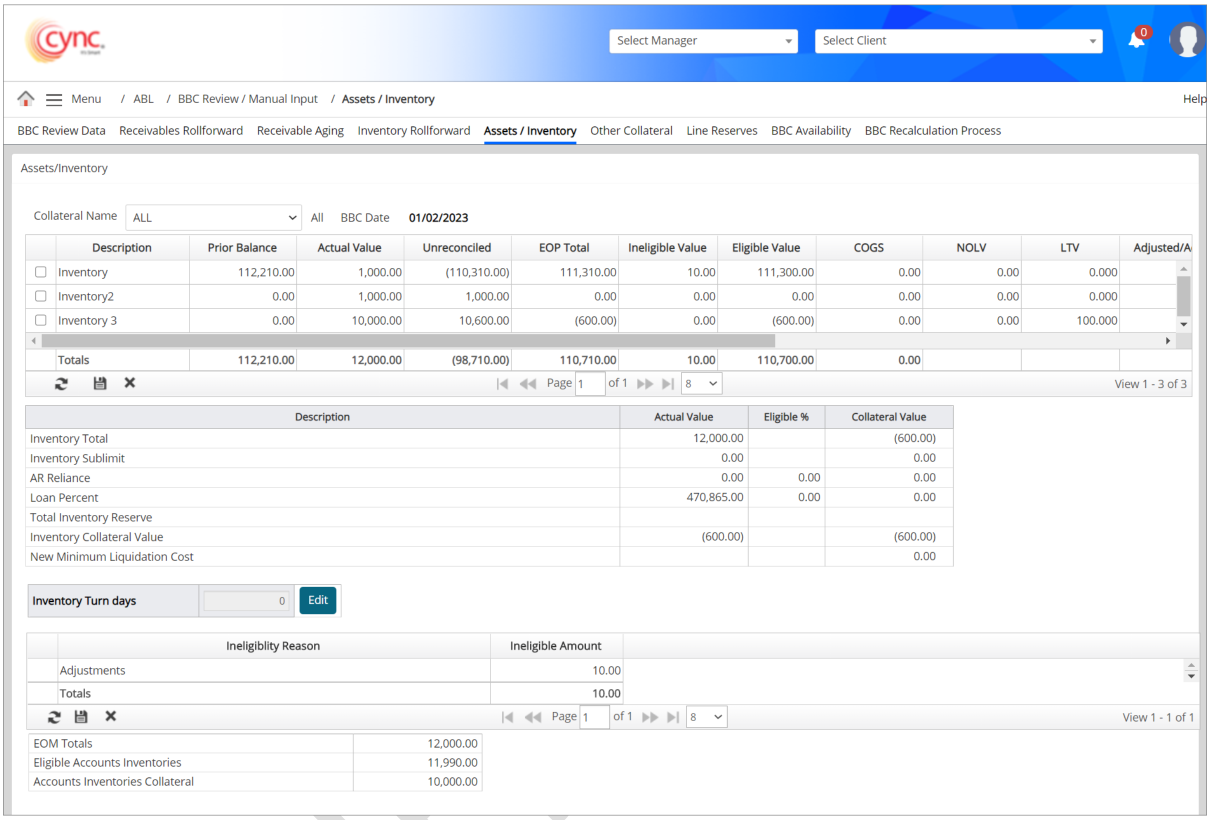


## Manually Enter Client Ineligible condition is "OFF"

You cannot enter the client's ineligible value. In this case, the system calculated total ineligible value is considered.

**Navigation:** ABL → BBC Review/Manual Input → Asset/Inventory

*Refer to the screenshot below:*




| Description | Prior Balance | Actual Value | Unreconciled | EOP Total | Ineligible Value | Eligible Value | COGS | NOLV | LTV | Adjusted/A |
|---|---|---|---|---|---|---|---|---|---|---|
| Inventory | 112,210.00 | 1,000.00 | (110,310.00) | 111,310.00 | 10.00 | 111,300.00 | 0.00 | 0.00 | 0.000 | |
| Inventory2 | 0.00 | 1,000.00 | 1,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.000 | |
| Inventory 3 | 0.00 | 10,000.00 | 10,600.00 | (600.00) | 0.00 | (600.00) | 0.00 | 0.00 | 100.000 | |
| Totals | 112,210.00 | 12,000.00 | (98,710.00) | 110,710.00 | 10.00 | 110,700.00 | 0.00 | | | |

| Description | Actual Value | Eligible % | Collateral Value |
|---|---|---|---|
| Inventory Total | 12,000.00 | | (600.00) |
| Inventory Sublimit | 0.00 | | 0.00 |
| AR Reliance | 0.00 | 0.00 | 0.00 |
| Loan Percent | 470,865.00 | 0.00 | 0.00 |
| Total Inventory Reserve | | | |
| Inventory Collateral Value | (600.00) | | (600.00) |
| New Minimum Liquidation Cost | | | 0.00 |

| Ineligiblity Reason | Ineligible Amount |
|---|---|
| Adjustments | 10.00 |
| Totals | 10.00 |

| | |
|---|---|
| EOM Totals | 12,000.00 |
| Eligible Accounts Inventories | 11,990.00 |
| Accounts Inventories Collateral | 10,000.00 |

## Ineligibles calculations for Manually Enter Client Ineligible flag is " ON "

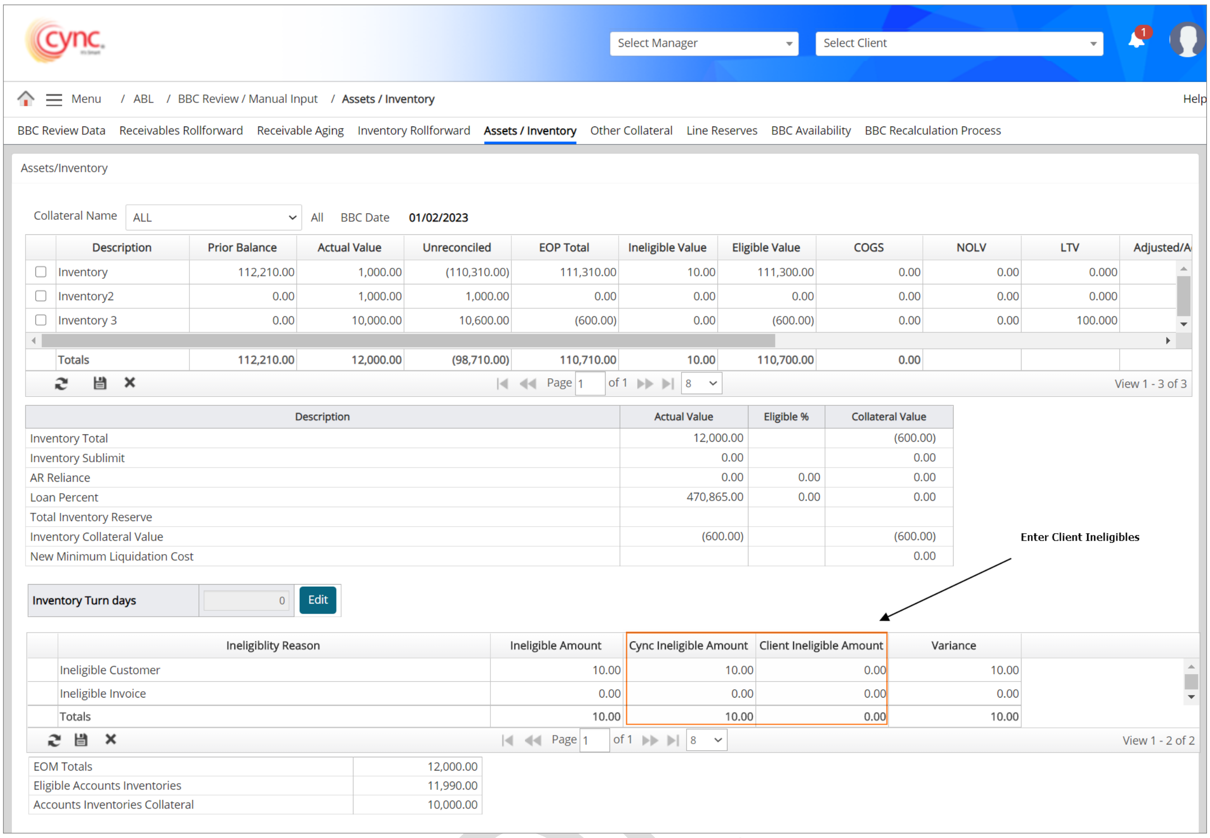
The application allows you to manually enter the client calculated ineligibles and compares the Totals of client calculated ineligibles with Totals of cync calculated ineligible and it also allows you to select greater or lower value as ineligible based on the option selected. This includes the following options:

- No Comparison required
- Higher value as ineligible
- Lower Value as ineligible
- Cync Value as ineligible
- Client Value as ineligible

**To manually enter the Client ineligible amount, perform these steps:**

1. Go to ABL → BBC Review/Manual Input → Receivable Aging
2. In the Collateral Name field, select the collateral type. For example: Receivables
3. Enter the client ineligible amount.

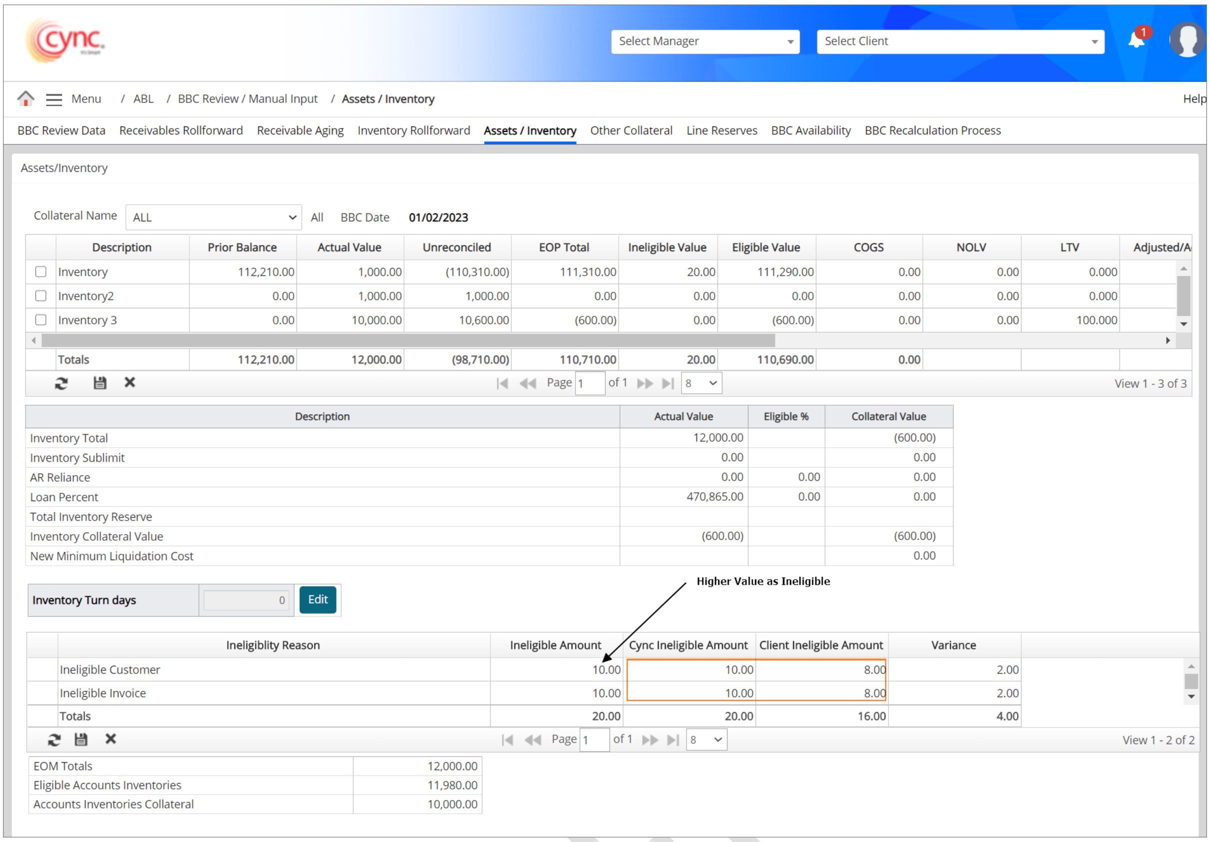
*Refer to the screenshot below:*




### Higher Values as Ineligible

If the selected option is **Higher Values as Ineligible**, the application considers the higher value of Total of client calculated ineligible and Total of system calculated ineligible as ineligible amount. The same value is posted in **BBC Availability** page and Management reports.

*Refer to the screenshot below:*

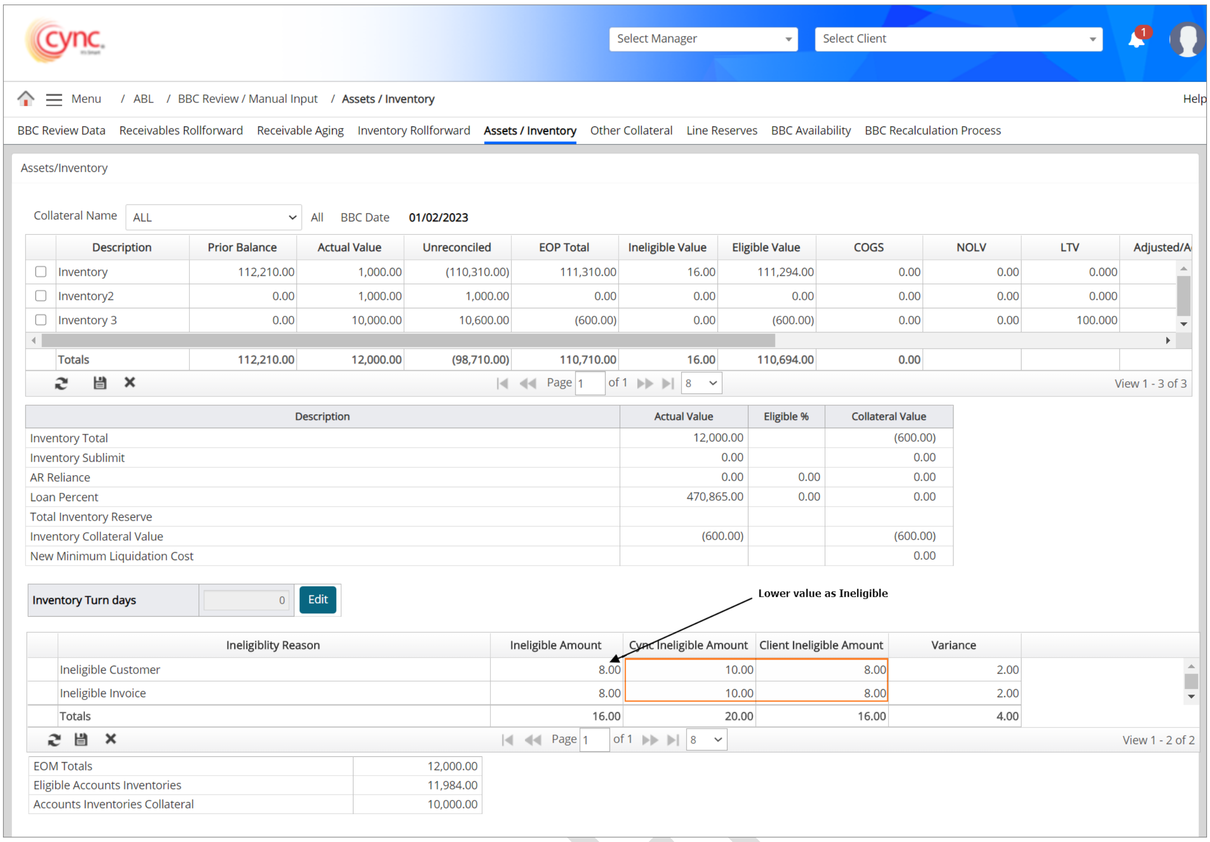



NOTE Variance option displays the differences of Cync ineligible amount and Client ineligible amount. Variance = (Cync Ineligible Amount - Client Ineligible Amount).

### Lower Values as Ineligible

If the option selected is **Lower Values as Ineligible,** the application considers the lower value of Total client calculated ineligible and Total of system calculated ineligible as ineligible amount. This ineligible value is posted in **BBC Availability** page and **Management reports.**

*Refer to the screenshot below for Lower value as ineligible:*



Menu / ABL / BBC Review / Manual Input / Assets / Inventory

BBC Review Data | Receivables Rollforward | Receivable Aging | Inventory Rollforward | Assets / Inventory | Other Collateral | Line Reserves | BBC Availability | BBC Recalculation Process

Assets/Inventory

Collateral Name: ALL | All | BBC Date: 01/02/2023

| Description | Prior Balance | Actual Value | Unreconciled | EOP Total | Ineligible Value | Eligible Value | COGS | NOLV | LTV | Adjusted/A |
|---|---|---|---|---|---|---|---|---|---|---|
| Inventory | 112,210.00 | 1,000.00 | (110,310.00) | 111,310.00 | 16.00 | 111,294.00 | 0.00 | 0.00 | 0.000 | |
| Inventory2 | 0.00 | 1,000.00 | 1,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.000 | |
| Inventory 3 | 0.00 | 10,000.00 | 10,600.00 | (600.00) | 0.00 | (600.00) | 0.00 | 0.00 | 100.000 | |
| Totals | 112,210.00 | 12,000.00 | (98,710.00) | 110,710.00 | 16.00 | 110,694.00 | 0.00 | | | |

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| Description | Actual Value | Eligible % | Collateral Value |
|---|---|---|---|
| Inventory Total | 12,000.00 | | (600.00) |
| Inventory Sublimit | 0.00 | | 0.00 |
| AR Reliance | 0.00 | 0.00 | 0.00 |
| Loan Percent | 470,865.00 | 0.00 | 0.00 |
| Total Inventory Reserve | | | |
| Inventory Collateral Value | (600.00) | | (600.00) |
| New Minimum Liquidation Cost | | | 0.00 |

Inventory Turn days: 0 | Edit

Lower value as Ineligible

| Ineligiblity Reason | Ineligible Amount | Cync Ineligible Amount | Client Ineligible Amount | Variance |
|---|---|---|---|---|
| Ineligible Customer | 8.00 | 10.00 | 8.00 | 2.00 |
| Ineligible Invoice | 8.00 | 10.00 | 8.00 | 2.00 |
| Totals | 16.00 | 20.00 | 16.00 | 4.00 |

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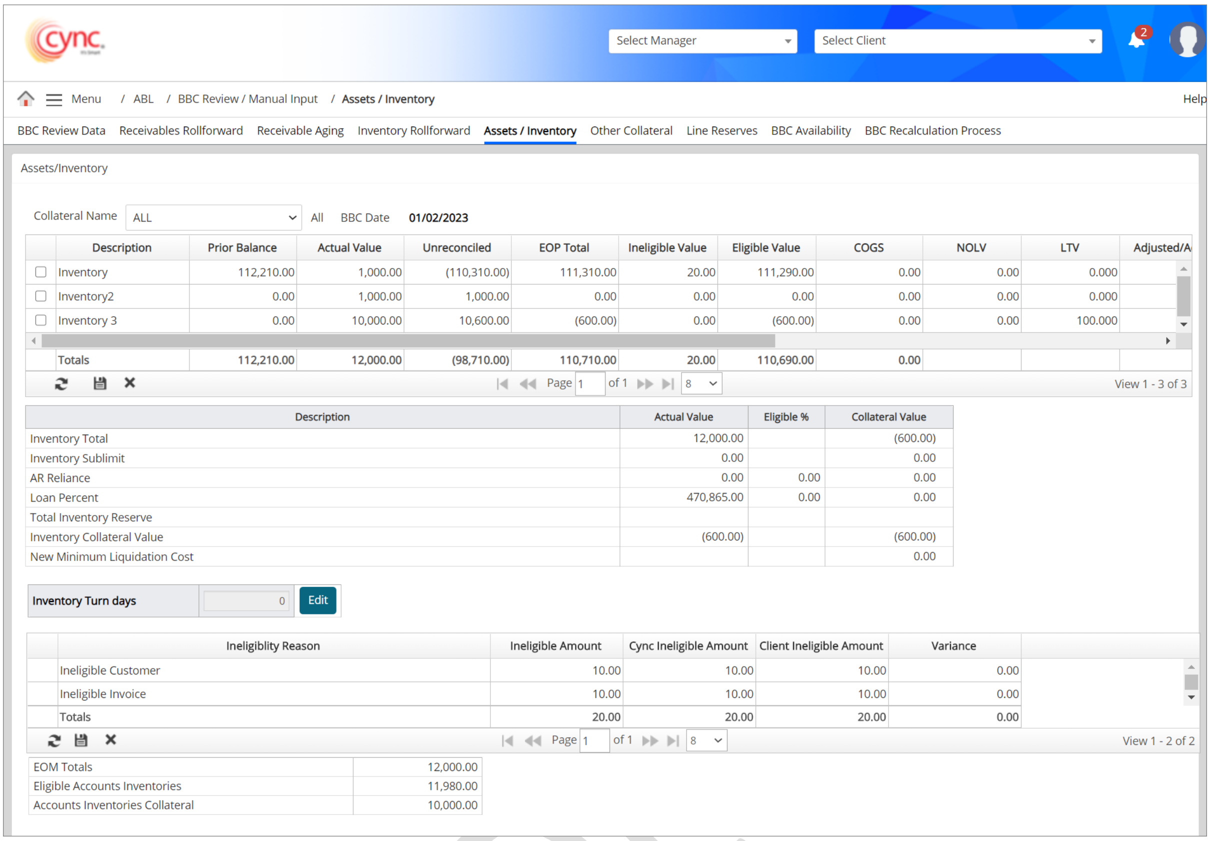
| | |
|---|---|
| EOM Totals | 12,000.00 |
| Eligible Accounts Inventories | 11,984.00 |
| Accounts Inventories Collateral | 10,000.00 |

If summation of Cync calculated and Client calculated ineligibles are equal, then application considers Total of Client's calculated value as ineligible.

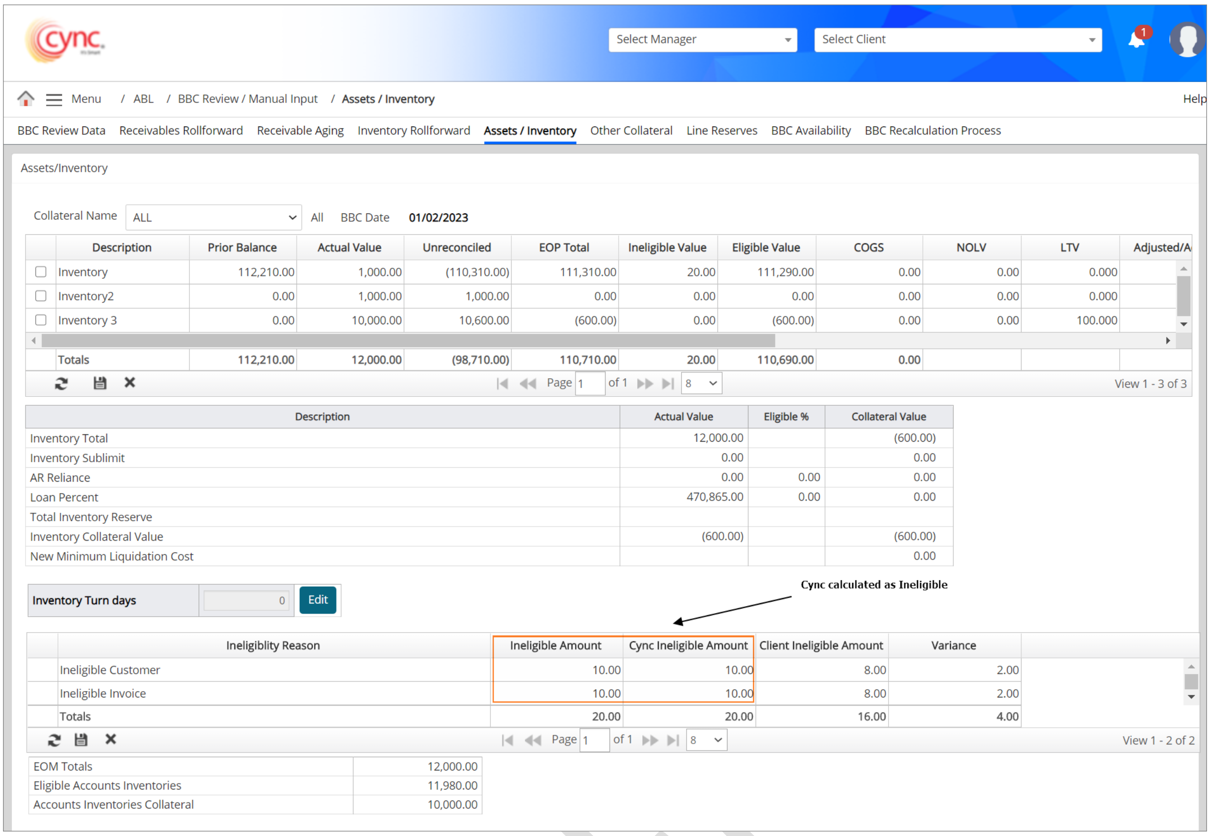
*Refer to the screenshot below:*




### Cync Value as ineligible

If the option selected is **Cync Value as ineligible,** the application considers the Cync calculated ineligible value as ineligible amount. This ineligible value is posted in **BBC Availability** page and **Management reports.**

*Refer to the screenshot below:*




| Description | Prior Balance | Actual Value | Unreconciled | EOP Total | Ineligible Value | Eligible Value | COGS | NOLV | LTV | Adjusted/A |
|---|---|---|---|---|---|---|---|---|---|---|
| Inventory | 112,210.00 | 1,000.00 | (110,310.00) | 111,310.00 | 20.00 | 111,290.00 | 0.00 | 0.00 | 0.000 | |
| Inventory2 | 0.00 | 1,000.00 | 1,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.000 | |
| Inventory 3 | 0.00 | 10,000.00 | 10,600.00 | (600.00) | 0.00 | (600.00) | 0.00 | 0.00 | 100.000 | |
| Totals | 112,210.00 | 12,000.00 | (98,710.00) | 110,710.00 | 20.00 | 110,690.00 | 0.00 | | | |

| Description | Actual Value | Eligible % | Collateral Value |
|---|---|---|---|
| Inventory Total | 12,000.00 | | (600.00) |
| Inventory Sublimit | 0.00 | | 0.00 |
| AR Reliance | 0.00 | 0.00 | 0.00 |
| Loan Percent | 470,865.00 | 0.00 | 0.00 |
| Total Inventory Reserve | | | |
| Inventory Collateral Value | (600.00) | | (600.00) |
| New Minimum Liquidation Cost | | | 0.00 |

| Ineligiblity Reason | Ineligible Amount | Cync Ineligible Amount | Client Ineligible Amount | Variance |
|---|---|---|---|---|
| Ineligible Customer | 10.00 | 10.00 | 8.00 | 2.00 |
| Ineligible Invoice | 10.00 | 10.00 | 8.00 | 2.00 |
| Totals | 20.00 | 20.00 | 16.00 | 4.00 |

| | |
|---|---|
| EOM Totals | 12,000.00 |
| Eligible Accounts Inventories | 11,980.00 |
| Accounts Inventories Collateral | 10,000.00 |

## Client Value as ineligible

If the option selected is **Client Value as ineligible,** the application considers the client calculated ineligible value as ineligible amount. This ineligible value is posted in **BBC Availability** page and **Management reports.**