

ETON AXIS™

Case Study

Streamlining Capital Calls

with Automation

The Power of Automation in Capital Call Management

Capital calls are a core element of private equity and fund management. They represent the process of requesting committed capital from LPs to fund investments or cover expenses. Traditionally, capital call management involves manual data entry, multiple communication cycles, and time-consuming reconciliations - often leading to delays, errors, and operational inefficiencies.

In today's fast-paced investment environment, delays in capital collection can slow down deal execution and reduce overall portfolio agility. Manual reconciliation, especially when dealing with multiple bank accounts, custodians, and legal entities, increases operational risk.

EtonAxis revolutionizes this process by automating every step - integrating bank feeds, auto-reconciling transactions, and generating notices instantly. This transforms a cumbersome, error-prone manual process into a seamless, daily routine - drastically improving cash collection speed, accuracy, and operational efficiency.

The Challenges of Manual Capital Call Management

Traditional capital call workflows face several inherent issues:

- **Manual Data Entry:** Inputting transaction details from bank statements or legal notices often leads to errors.
- **Delayed Reconciliation:** Manual matching of bank transactions to approved capital calls results in delays - sometimes only realized at month-end.
- **Inefficient Communication:** Generating and distributing notices manually consumes time and risks miscommunication.
- **Slow Fund Deployment:** Reconciliation delays hinder timely deployment of capital, impacting deal execution.
- **Operational Risks:** Errors or delays in cash collection and reconciliation threaten compliance and investor trust.

These bottlenecks diminish operational agility and increase the risk of non-compliance or financial misstatement.



How EtonAxis Automates and Accelerates Capital Calls

EtonAxis is engineered to eliminate manual bottlenecks through automation, offering a full-cycle capital call management system supported by the following core features:

1. Automated Bank Data Feeds
The platform connects securely with multiple bank accounts, custodian systems, and settlement providers. Bank feeds are ingested automatically each day, ensuring the latest transaction data is available without manual exports or uploads.

2. Auto-Reconciliation & Matching
EtonAxis's intelligent reconciliation engine automatically matches incoming bank transactions with approved capital call and distribution notices. When a match is found, the transaction is marked as reconciled, reducing manual effort and preventing discrepancies.

3. Open Break & Outstandings Monitoring
Any unmatched transactions automatically appear as open issues, with detailed breakdowns. Staff can monitor outstanding capital calls, identify delays, and resolve issues swiftly - either through further investigation or automated workflows.

4. Generation of Capital Call & Distribution Notices
The platform can automatically generate capital call notices based on approved allocations, pre-set rules, or external triggers. Notices are branded and formatted for compliance, then securely distributed via email or through investor portals, accelerating communication.

5. Continuous Daily Cycle
Unlike traditional approaches that reconcile on a monthly or quarterly basis, EtonAxis supports a daily update cycle. This ensures the fund's cash position is always current, enabling timely fund deployment and reducing operational risk.

6. Progressive Functionality & Future Integration
While the core capabilities focus on reconciliation and notices, the platform is built for future integration with payment systems for automatic fund transfers and investor confirmations, closing the loop on capital deployment.

Benefits for Private Equity & Fund Management

Benefit	Impact
Faster Cash Collection	Automating reconciliation speeds up fund deployment, reducing deal execution times.
Reduced Errors & Discrepancies	Auto-matching minimizes manual errors, ensuring data accuracy and compliance.
Operational Efficiency	Staff time dedicated to manual reconciliation, notice generation, and follow-ups is drastically reduced.
Enhanced Transparency	Live monitoring of outstanding calls and reconciled funds improves oversight.
Increased Regulatory Confidence	Accurate, current records support audit readiness and compliance reporting.

Real-World Application: Transforming Capital Calls at a Major PE Firm

A leading private equity firm managing over $10 billion in assets faced persistent challenges due to manual capital call processes. Their staff manually created notices, tracked incoming bank transactions, and reconciled data from multiple accounts and entities. This manual approach caused delays - often missing key deal deadlines - and increased errors, leading to compliance risks and strained LP relationships.

Implementation of EtonAxis radically transformed their operation:

- **Bank Data Integration:** The platform established secure, automated connections to multiple bank accounts and custodial systems. Daily feeds provided the latest transaction data, removing manual exports.
- **Automatic Reconciliation:** Using intelligent matching algorithms, incoming bank transactions were automatically paired with pre-approved capital calls and distributions. Any unmatched or delayed transactions appeared as open items, flagged for prompt resolution.
- **Instant Notice Generation:** Based on approved allocations, the system generated branded capital call notices automatically, formatted according to regulatory and compliance standards. Notices were delivered automatically via email or through the firm's investor portal.
- **Faster Processing:** The firm eliminated days or weeks of manual reconciliation and notice creation. As a result, they accelerated fund deployment, improved cash flow management, and enhanced investor trust.
- **Operational Savings:** Staff time was reduced by 40%, and transaction accuracy improved significantly, reducing audit risks and ensuring compliance.

This automated, daily cycle of reconciliation and communication improved their operational agility, reduced risk, and strengthened LP relationships through timely, accurate, and transparent capital management.

Conclusion: Achieve Operational Excellence with EtonAxis

In the fast-paced world of private equity, delays or errors in capital calls can jeopardize deal timelines, erode LP trust, and increase compliance risks. Manual processes are simply no longer sufficient.

EtonAxis introduces a new standard - automating bank feeds, reconciliation, and notices into a seamless, daily routine. The result is faster capital deployment, improved accuracy, and reduced operational overhead.
By embracing automation, firms unlock operational agility, support regulatory compliance, and strengthen LP relationships - crucial elements for sustainable growth.

In today's competitive investment environment, streamlining capital calls isn't just an efficiency gain - it's a strategic necessity. With EtonAxis, private equity firms can transform their manual workflows into a fully integrated, real-time capital management system that empowers smarter, faster, and more reliable operations.

PROBLEM STATEMENT

One of our GP clients was facing these problems:

- Their existing system was not equipped to process data feeds from banks.
- Resulting in delayed cash reconciliations, which were happening either at month end or quarter end.
- They struggled to get current status on cash balances and capital call receipts.
- Generation of capital call and distribution notices was manual.

SOLUTION

AtlasFive®'s capability to:

- Receive and process feeds from banks and custodians on a daily basis.
- Reconcile daily and auto match bank feeds with initiated capital calls and distribution transactions.
- Produce open break details and outstanding capital calls report on a daily basis.
- Revise process to enable auto reconciliations on a daily basis.

BENEFITS

- Daily reconciliation of Bank data feeds – helps identify and resolve breaks immediately.
- Access to open breaks and outstanding capital calls reports are available at your fingertips.
- Gain operational efficiency by automating the entire process.
- Enable faster and more efficient collection of capital call receivables.
- Auto generation and distribution of capital call notices via Investor Portal (In Progress).

ETON AXIS™

About Eton Solutions

Eton Solutions is the leading provider of integrated fund management platforms for private equity and venture capital firms, dedicated to transforming operations for long-term value creation.

Brought to you by

ETON SOLUTIONS

For more information contact
info@eton-solutions.com

www.eton-solutions.com