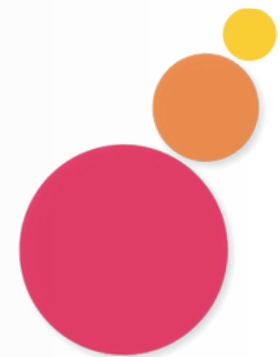




FINANCIAL DUE DILIGENCE

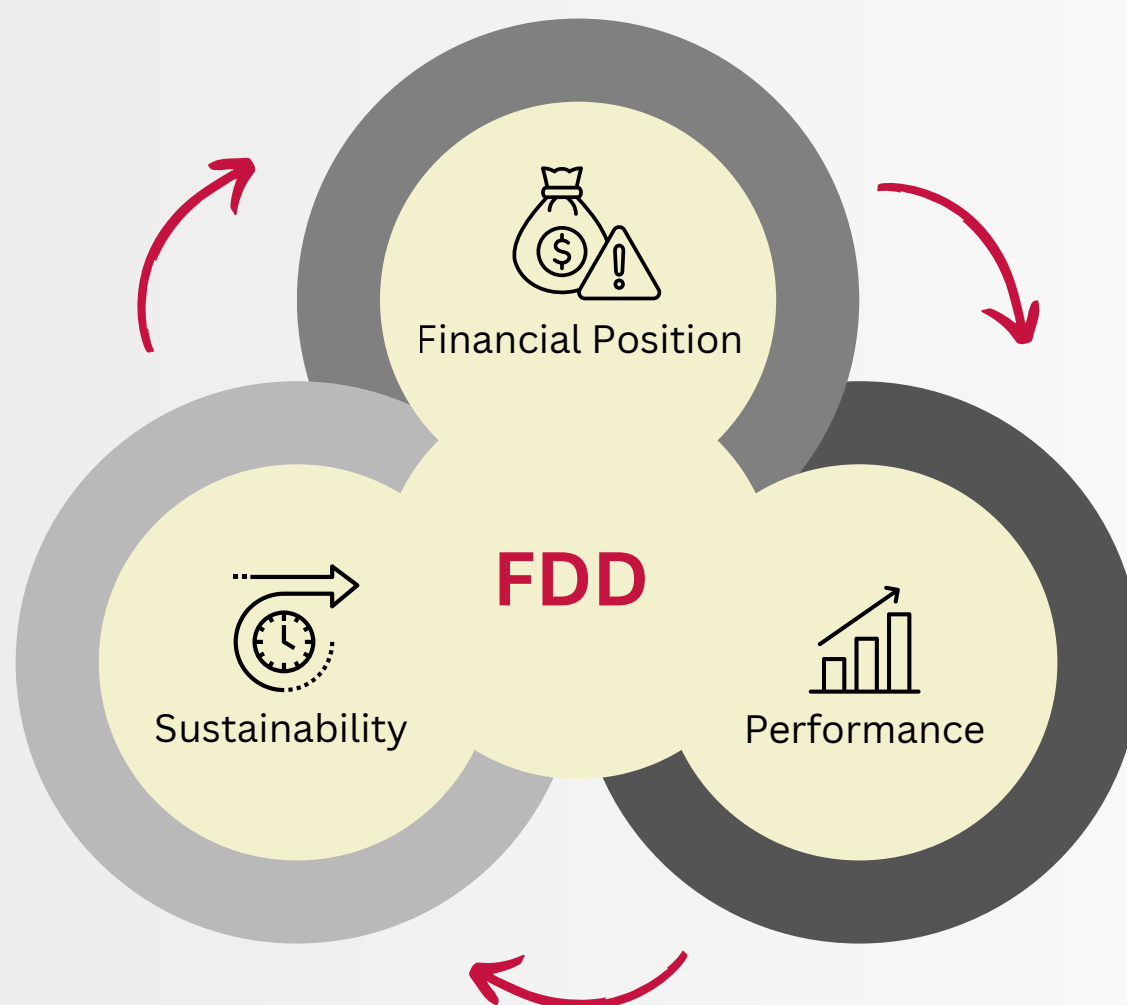
A CRITICAL PILLAR IN M&A & INVESTMENTS

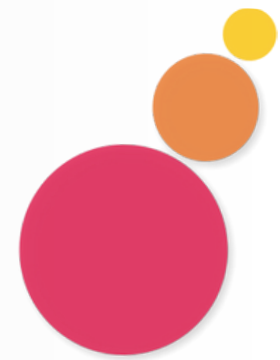




1. FINANCIAL DUE DILIGENCE: FOUNDATION FOR INFORMED INVESTMENT DECISIONS

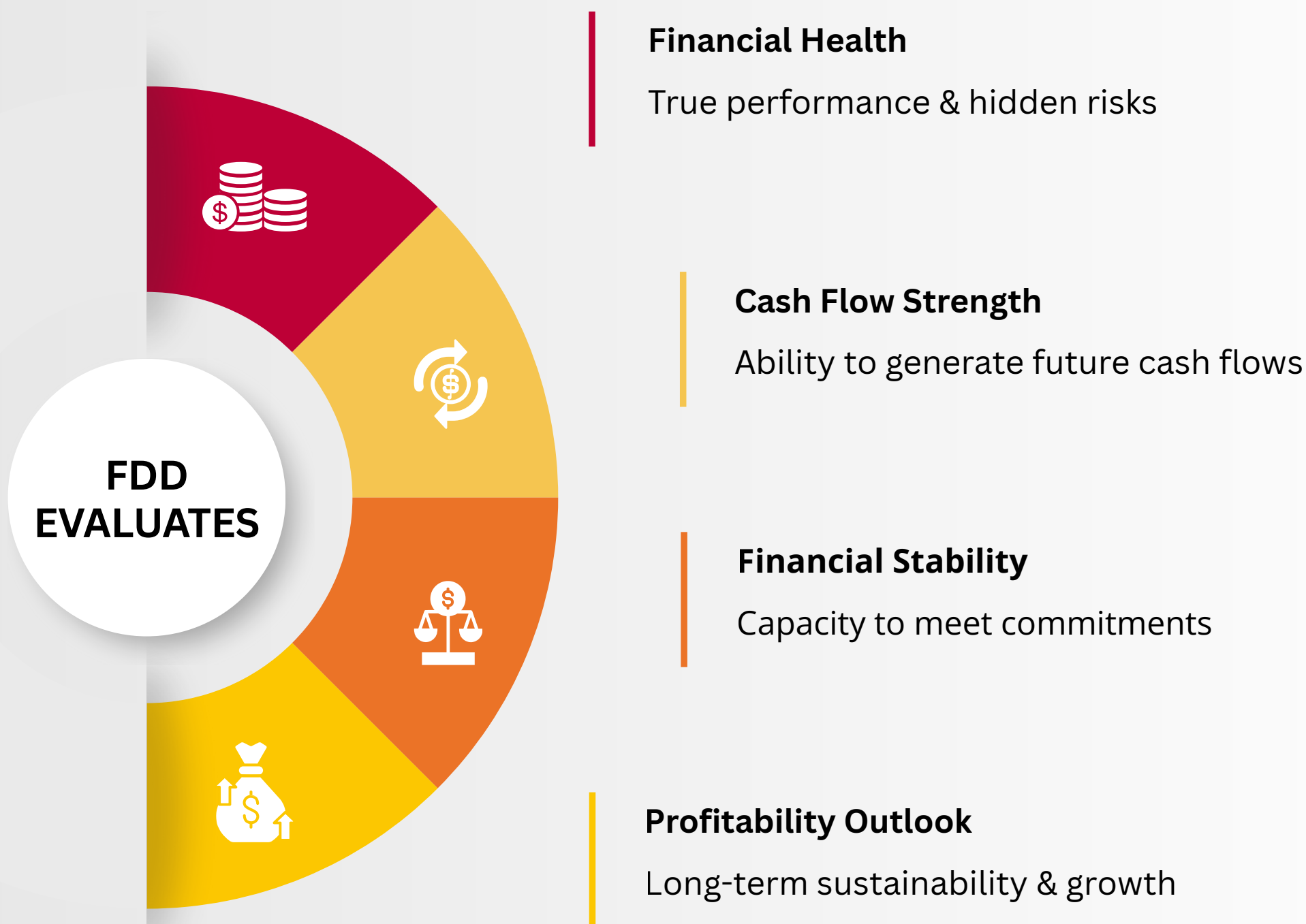
In the dynamic world of corporate finance, investment and acquisition decisions are often complex and high-stakes. The promise of growth, synergies, and strategic advantage can be enticing, but these opportunities are also fraught with financial risks. Financial Due Diligence (FDD) serves as the cornerstone of informed decision-making an analytical process that helps investors, acquirers, and financiers evaluate the true financial position, performance, and sustainability of a target company before committing capital.

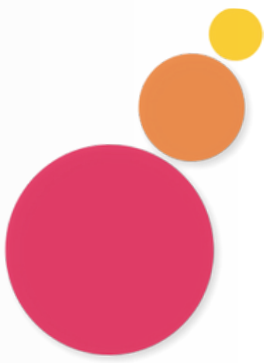




2. UNDERSTANDING FINANCIAL DUE DILIGENCE

Financial Due Diligence refers to a comprehensive, independent review of a company's financial statements, operations, and internal controls to assess its economic viability and identify potential risks. It goes beyond traditional auditing, as its objective is forward-looking, to evaluate the company's ability to generate future cash flows, meet obligations, and sustain profitability.





3. CORE OBJECTIVES OF FDD

THE 5 KEY OBJECTIVES OF FINANCIAL DUE DILIGENCE



- Validate historical performance



- Assess quality of earnings



- Evaluate working capital efficiency



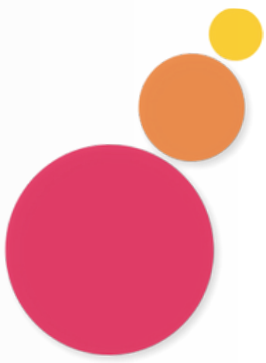
- Analyze debt & contingent liabilities



- Test sustainability of revenue and margins

FDD turns financial data into negotiation leverage.





4. SCOPE OF FDD

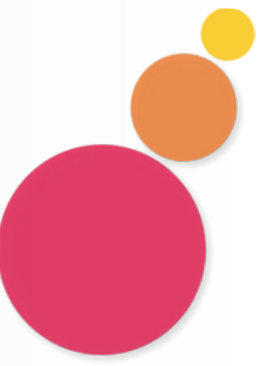
INSIDE THE SCOPE OF REVIEW

FDD covers several core areas: quality of earnings, working capital, debt and liabilities, forecasts, and governance. It examines revenue sustainability, liquidity management, and contingent exposures that could materially affect valuation or deal terms.

Core Areas of FDD

- ✓ **Quality of Earnings:** Reliability & sustainability of profits.
- ✓ **Working Capital:** Liquidity efficiency & cash cycle health.
- ✓ **Debt & Liabilities:** Current/future obligations & exposures.
- ✓ **Forecasts:** Realism of future performance & cash flows.
- ✓ **Governance:** Controls, policies & compliance strength.

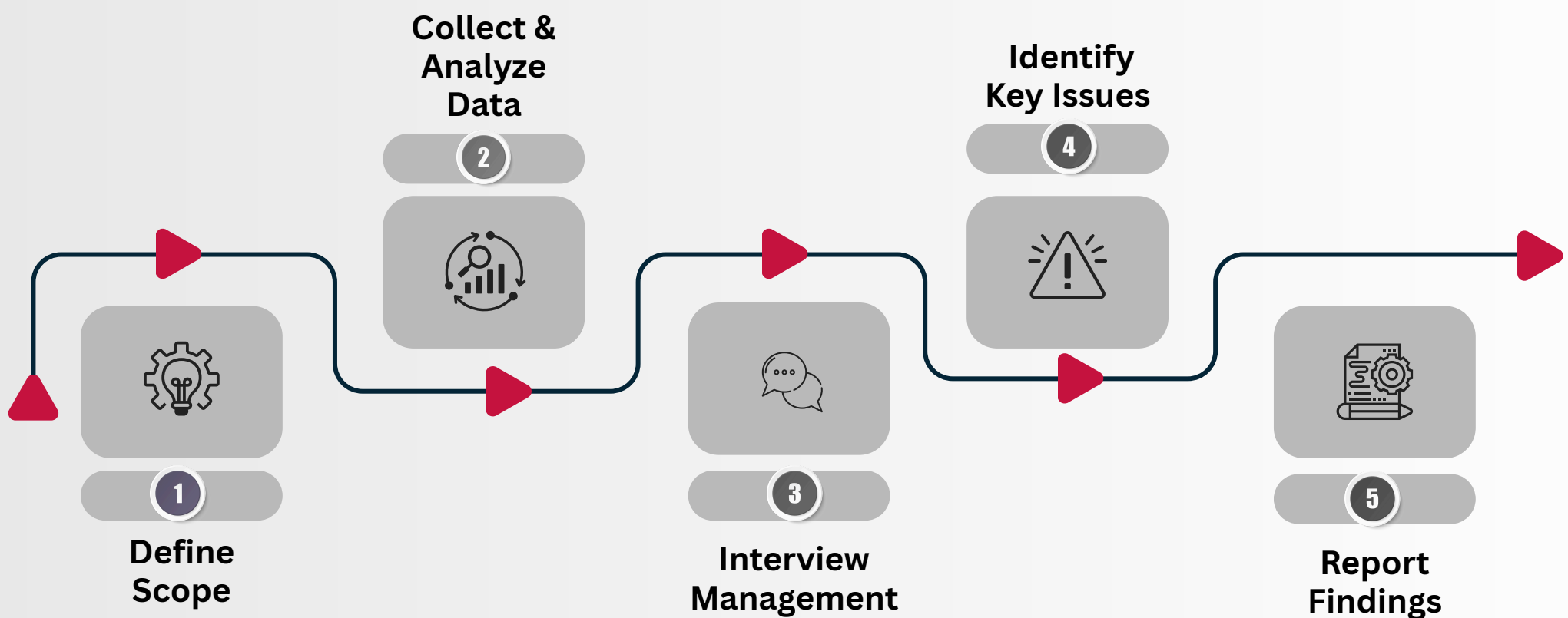


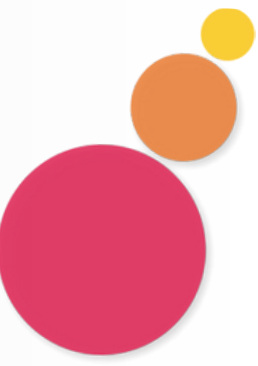


5. THE FDD PROCESS

FROM DATA TO INSIGHTS: THE FDD JOURNEY

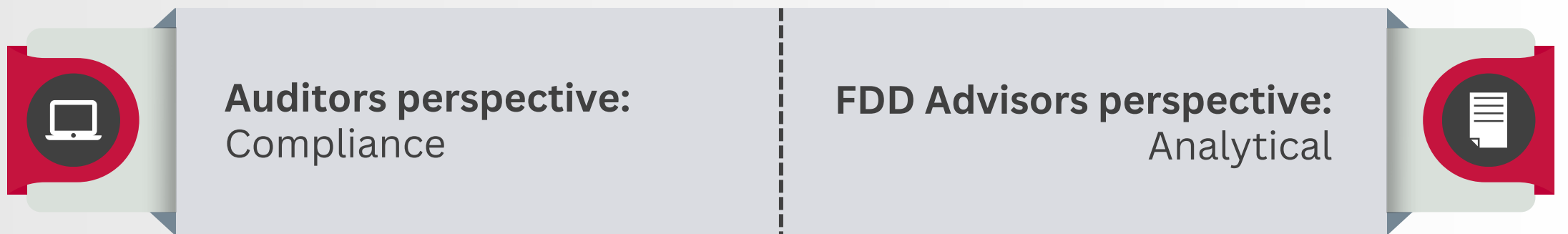
The process involves defining scope, collecting and analysing data, interviewing management, identifying issues, and reporting findings. A Financial Due Diligence Report summarizes key risks, adjustments to EBITDA or working capital, and implications for valuation and deal structuring.





6. **ROLE OF FINANCIAL ADVISORS AND AUDITORS**

Unlike statutory audits focused on compliance, FDD is deal-oriented and strategic. Advisors interpret numbers in a commercial context, helping buyers negotiate purchase price adjustments, earn-outs, or indemnities to mitigate identified risks.





7. COMMON CHALLENGES

CHALLENGES IN FINANCIAL DUE DILIGENCE



Limited or inconsistent data.



Tight deal timelines.

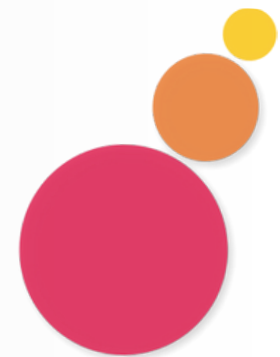


Cross-border complexity.



Integrating Tax, Legal & ESG.



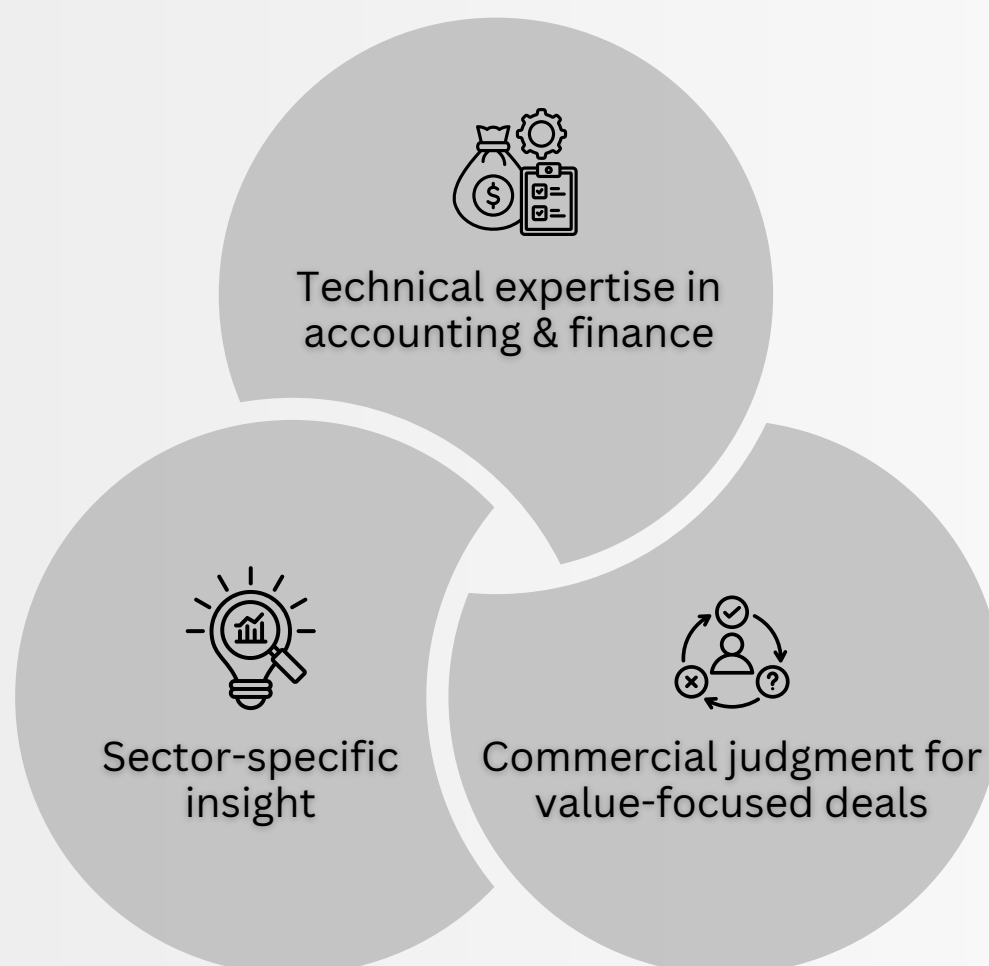


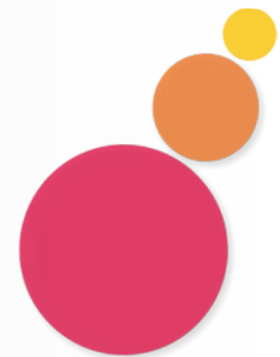
8 MCA'S APPROACH

THE MCA FINANCIAL DUE DILIGENCE APPROACH

At MCA, we understand that informed decision-making is the foundation of every successful investment or transaction. Our dedicated team of financial due diligence professionals brings a blend of technical expertise, sector knowledge, and commercial insight to help you assess opportunities with confidence.

We support investors, corporates, and financial institutions through a **comprehensive due diligence process** that goes beyond verifying numbers, we uncover the underlying drivers of value and risk that define the true financial health of a business.





9. **MCA FDD SERVICE PILLARS**

OUR CORE SERVICE OFFERINGS

Through our practical, insight-driven approach, MCA provides not just validation, but strategic clarity. Whether you are acquiring, divesting, or raising capital, we ensure you understand the financial realities behind the transaction, helping you make decisions that are informed, secure, and value focused.



**Independent
Financial
Review**



**Quality of
Earnings
Analysis**



**Cash Flow &
Debt
Evaluation**



**Forecast &
Valuation
Support**



**Deal
Structuring
Inputs**



**Post-deal
Integration
Advisory**

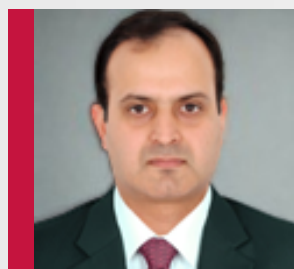


LET'S TALK TO OUR

DUE DILIGENCE EXPERT



Let's ensure your financial decisions are backed by clarity and foresight.



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Director - Corporate Finance



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