

Structured finance: corporate credit transactions

Area of expertise: Structured finance and lending

Theme: Transitional capital



Recapitalization on gas station properties

Overview:

- Senior secured credit solution consisting of first, second and third lien non-revolving term loans, secured by the assets of the borrower and subsidiaries
- This transaction appealed to the owner because it would allow (i) the refinancing of all existing term and subordinated debt and (ii) the payment of a dividend to equity holders by using the residual proceeds from the new facility
- Allows the owner to consolidate multiple facilities and remove an expensive piece of mezzanine debt
- ~300 underlying gas stations provide a unique, diversified, recession-proof asset with high barriers to entry

Terms:

Financing amount	~\$260mm
Tenor	5 years
Undrawn fee	2% per annum on any undrawn proceeds under the facility
Security	First, second and third lien secured by priority interests on all the assets of the borrower and the applicable subsidiaries
Indicative interest rate	First lien: L + 4.75% Second lien: L + 8.00% Third lien: L + 14.00%

Resort lease monetization

Overview:

- Senior financing to borrower secured by contracted lease payments from a credit-worthy counterparty to conduct the operations at the resort owned by the borrower

Terms:

Financing amount	~\$300mm
Tenor	4 years + 1 year option to extend
Economics	Mid single digits

Medical device company – pre-IPO financing

Overview:

- Senior secured debt to venture capital-backed company seeking to expand clinical trials and provide liquidity prior to a potential IPO

Terms:

Financing amount	~\$50mm
Tenor	3 years
Economics	Mid teens