

How does a SPAC work?



A SPAC is a financing tool that allows an investor to co-invest 'publicly' side-by-side with a best-in-class sponsor. The SPAC investor benefits from downside protections while the sponsor, if successful, is entitled to entrepreneurial economics

A publicly listed SPAC is an acquisition vehicle whereby a sponsor team raises a blind pool of cash to acquire a private operating company

The SPAC structure gives investors access to top tier management that is highly incentivized to generate excess value through sourcing private equity opportunities

SPACs have also been successfully utilized for other strategies, including de-leveraging and relisting securities

