

## Considerations in Using Incremental Facilities to Finance Acquisitions

September 6, 2019 | Client Update

A key feature of many modern credit agreements is an “incremental” or “accordion” provision, which can allow a borrower to increase the aggregate amount of financing available under a credit facility. The most common use of these incremental facilities is to finance an acquisition, for which they can be very quick and cost effective. Our memo explores key features of incremental provisions from the perspective of a borrower and lender looking to finance a potential acquisition.

If you have any questions regarding the matters covered in this publication, please reach out to any of the lawyers listed below or your usual Davis Polk contact.

**Meyer C. Dworkin**

+1 212 450 4382  
meyer.dworkin@davispolk.com

**James A. Florack**

+1 212 450 4165  
james.florack@davispolk.com

**Monica Holland**

+1 212 450 4307  
monica.holland@davispolk.com

**Vanessa L. Jackson**

+1 212 450 4599  
vanessa.jackson@davispolk.com

**Jinsoo H. Kim**

+1 212 450 4217  
jinsoo.kim@davispolk.com

**Jason Kyrwood**

+1 212 450 4653  
jason.kyrwood@davispolk.com

**Kenneth J. Steinberg**

+1 212 450 4566  
kenneth.steinberg@davispolk.com

*This communication, which we believe may be of interest to our clients and friends of the firm, is for general information only. It is not a full analysis of the matters presented and should not be relied upon as legal advice. This may be considered attorney advertising in some jurisdictions. Please refer to the firm's privacy notice for further details.*

## Related materials

[2019-09-06\\_considerations\\_in\\_using\\_incremental\\_facilities\\_to\\_finance\\_acquisitions.pdf](#)