Davis Polk

Dealing with Difficult Conditions in the Term Loan B Market

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In a typical "term loan B" (TLB) financing, the initial lenders expect to distribute the TLB paper to investors prior to funding. But what happens when that expectation cannot be met, or when particularly long commitment periods increase exposure to market volatility? Our client memo offers a refresher on the techniques, old and new, that lenders can use to prevent a failed syndication, or mitigate losses that may arise when a syndication fails.

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.

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