

FUND FINANCE FRIDAY

GPs Weigh Early Facility Repayments in Some Cases – PEI

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PEI reports that some GPs may move to call capital to pay off outstanding balances on subscription lines to stay ahead of any potential liquidity challenges at LPs. A proactive approach may be particularly relevant to funds nearing the end of a clean-down period. Where it's being considered, the process is aimed at moving to the front of the queue for LP funds given the public equity market selloff, a possible slowdown in distributions from funds amid slower exits, and a potential uptick in capital calls as funds look to put capital to work in new and existing investments.