

Fund Finance Friday



Subscription Lines and NAV Facilities Help Funds Bridge Liquidity Gap

June 5, 2020 | Issue No. 80

Is the asset class immune to economic downturn? As the pandemic affects the world economy, general partners are in need of capital to support portfolio investments and take advantage of new opportunities. However, today versus a decade ago, GPs are in a better position to weather the storm and are exploring more creative funding tactics to bridge the liquidity gap, according to an [article](#) in *PitchBook*. The article discusses the flexibility that subscription lines of credit offer GPs to complete deals without the need to call capital every time and the flexibility of net asset value lines or hybrid facilities to be tailored to the needs of GPs.