

CADWALDER

A Veteran's Voice in Law



Olivia Stewart



Joseph Beach

Olivia Stewart sits down with Joe Beach to hear how he went from the Army to an attorney

For many Americans, Memorial Day marks the beginning of summer – neighborhood pools open, patriotic decorations ornament yards, and friends and family gather for barbeques and outdoor fun. Amidst the three-day weekend, it's easy to forget the true meaning of Memorial Day – a time for our nation to mourn and honor the United States men and women who lost their lives while serving in the United States Armed Forces.

In honor of this special American holiday and the brave Americans that have served or are serving in the United States Armed Forces, we sat down with **Joe Beach**, a Partner in Cadwalader's Charlotte office and recently named Co-Chair of the Capital Markets practice. Joe specializes in a broad range of securitization and structured finance transactions, focusing primarily on CLOs and leverage on corporate credits, and is a leader in the growing Fund Finance securitization space. But before Joe's successful legal career in private practice, he served as a Captain in the United States Army JAG, where he was named the Assistant General Counsel for Fiscal and International Law for the United States Army Corps of Engineers.

Read more about his story below:

Tell us about your path from the Army to law school – what came first, the Army or law?

It was really easy. I knew I wanted to go to Davidson College and I did not want to graduate with a lot of debt. The Army offered me a scholarship and I said, let's do it. And growing up I thought about being in the military - I think every boy does at some point.

While in the Army, I was presented the opportunity to go on what's called an educational delay for three years to get my law degree. It counts as time in service, because lawyers need to be of higher rank than an officer when starting their career. As a result, I was commissioned as Second Lieutenant before going to JAG School. By the time I started JAG School, I was a First Lieutenant and then I became Captain fairly quickly during my time in active duty post-JAG School.

So really, I never had a burning passion to be a lawyer, but the Army put doors and paths in front of me and followed them along. It turned out to be a pretty good idea.

What is JAG School?

This stands for the Judge Advocate General's Legal Center and School and it's the Army's version of law school, located in Charlottesville, Virginia. I spent three months there in training before going to my active duty station.

What happened after you graduated JAG School?

I had an extremely non-traditional Army legal career. While I was in JAG School, I got a letter in the mail introducing me to what's called the Army General Counsel's Honors Program. They take four people every year - I applied and was accepted. Through this program, I ended up at the Headquarters of the U.S. Army Corps of Engineers.

During my time in this program, I covered a bunch of functions. For example, I helped the Corps of Engineers put together its budget and interpret legislative authority for various programs. I supported their foreign military sales program, which was really, really big - billions of dollars. I did a lot of interagency cooperation. It was very government focused and transactional if you had to put it in a category. It was a great experience and living in D.C. was a really good time. Walking around in uniform is not so weird in D.C.

Looking back at my time in the Corps of Engineers, I now realize how much I enjoyed it. Every now and then we got to do really cool stuff. One memory is that the whole headquarters department of the Army would come together for a run once a quarter - imagine maybe 300 servicemembers in uniform formation running and singing in cadence. And remember that the general public is not allowed to run in Arlington Cemetery - but active duty military can. The only rule is that while you are running through, you must be silent. So once a quarter, we'd run Arlington Cemetery and all of a sudden everyone would go quiet all at once - it was a very cool experience.

Looking back on it, I'm proud to have been able to serve and be part of something greater than me. My piece of it was fairly immaterial - I was not the tip of the spear; I was not putting soldiers in the field. But I was doing what I was asked to do. And it taught me that the fundamental to service is that you don't serve for yourself. You don't get to tell others how you want to serve. That's not real service. Service is doing what needs to be done and doing it well, and accepting that as your role.

What else did the Army teach you that has helped you in your legal career?

The skills I learned from the military have become more valuable the more senior I get. Lawyers are not naturally good at business - we study law, not business associations. But I've found that one of the key aspects to a successful business, or a legal career, is leadership. And to me, the military is the study of leadership. It teaches you how to be a good leader in a lot of different highly stressful situations and this has made an enormous difference in my legal career. Anyone who can bring that understanding to a law firm is going to find that they have a lot to offer.

And again, the military teaches you how to accept the role that's needed at the time, which does not always mean being in charge of everything all of the time or doing a specific task that you want to or were trained to do. Sometimes this means creating the space for a unit to achieve the mission at hand. Now, law firms are not organized like a platoon or a battalion, but we're organized with a lot of the same ideas and principles. The leader needs to manage these zones of vision and zones of responsibility. In combat, the officer remains responsible for those under his or her command. Subordinates are responsible for a specific task in the moment, which tends to be intensely focused. As an officer in the military, the leader's responsibility is to create an environment and an ability for a unit to function efficiently. And this happens in a law firm too - sometimes it's the partner's job to create a space for the associate to draft that Credit Agreement or whatever it may be, and accepting what's capable of being done with the resources at hand. So the military taught me not so much about chain of command, but more of chain of responsibility and how to best manage it.

How did you end up in private practice from the Army?

My Army legal path was different because I started in the Pentagon. I missed the window to serve as a prosecutor on base, which is the traditional trajectory for a JAG Officer. I really enjoyed D.C. and wanted to stay, so I sought out private practice.

This was January 2002 which was not a good time to try to find a job. I wound up with two job offers in governmental contracting. Truthfully, during my time as a JAG Officer, I had done minimal contracting. I knew what the Federal Acquisition Regulation was and how to read it, and that's about it. But the firms I applied to had a small need I could fill based on my military background.

I was hired at Skadden Arps in D.C. to help one Partner whose entire practice was centered around government contracting for the U.S. Enrichment Company, which used to be a piece of the Department of Energy focused on enriching uranium in the United States. But this practice didn't keep me fully occupied and there was one partner I really wanted to work with in finance. I literally sat outside his office door for five hours one day until he was free. He finally said OK, I've got some work for you. So I started working with him on Project Finance which eventually became

Structured Finance. Flash forward, in 2005, I got a call from a headhunter about an opportunity in Charlotte at Dechert in a very small CLO and private credit group. I was there until 2011, when an opportunity arose to join Cadwalader's Charlotte office as Special Counsel in the Capital Markets department.

Tell us about your practice at Cadwalader.

I primarily work in corporate credit securitization and CLOs, representing banks and non-traditional lenders in varying types of securitization financings. Our group has six partners, with 60+ attorneys specializing in this type of work across the United States and the United Kingdom. We are one of (if not the) largest lender side corporate credit securitization and CLO practices in the world.

You recently spoke at Cadwalader and Fitch Ratings inaugural *Capital Call Securitization Conference*. For our readers that did not have the opportunity to attend, see the recap [here](#). What else should we know about Capital Call Securitization and your practice?

Capital call securitization is an idea that's been percolating around for a while. But for the market and our team, it's a natural transition for us – applying securitization concepts to traditional capital call financing, which is an exercise that we have done for decades for other asset classes. And Cadwalader is uniquely positioned to work on these transactions given our leading Securitization and Fund Finance practices. Our firm has the best designers on both sides to work on these deals. My team focuses on how the securitization piece works - how to isolate assets, how to do all the technologies that are securitization related. And the Fund Finance team focuses on the underlying collateral and the necessary mechanics around that. I think we're seeing these practices pop up in law firms but the strongest ones will be those that operate as a joint venture between a fund finance and a securitization practice, like Cadwalader. It's a really exciting thing for the firm and our clients.

Any predictions for the Capital Call Securitization market?

There's a lot of liquidity in the market right now that's looking for things to do. Banks are thinking about this product to clean their balance sheets – new products are always about Bank risk management. I think this will be another form of syndication. And to me, it is a great bank risk management tool.

Any other predictions?

For those readers in Charlotte, I predict it's going to be an awesome time to meet at 7 a.m. at [Poppy's Bagels](#) in Cotswold. Every Memorial Day, a group of 50-60 guys meet up to do a Murph Run. If you don't know what that is, it's a workout consisting of a 1-mile run, 100 pull-ups, 200 push-ups, 300 squats and another 1-mile run, in honor of Navy Seal Lieutenant Michael Murphy who was killed in Afghanistan. We'd welcome anyone interested to join us.

On behalf of the Cadwalader Fund Finance Team, thank you Joe, and all of the men and women in the United States Armed Forces, past and present, for your courageous service.

Fund Finance Products Abound for Hot Evergreens

May 23, 2025



Cadwalader partners **Leah Edelboim**, **Brian Foster** and **Nathan Spanheimer** were quoted in a recent *Private Funds CFO* article discussing the rapid growth of evergreen funds and the evolving fund finance landscape.

Leah explained that while subscription lines are available for evergreen funds, they are notably less relevant than in traditional closed-end funds. She described an evergreen subscription line as similar to an umbrella facility, where multiple funds share borrowing access, but the borrowing bases consist of individual investors grouped into different tranches.

Brian highlighted that revolving debt facilities for evergreen funds carry higher fees due to underutilization risk: "The commitment fees are definitely higher, reflecting expectations of lower levels of utilization. More and more, you're seeing minimum utilization or minimum return requirements to guarantee some minimum economics to the lenders."

The article also addresses business development companies ("BDCs"), which offer private credit exposure to individual investors and use vehicle debt in ways that differentiate them from other U.S. evergreen funds.

Nathan explained that although BDCs are regulated under the Investment Company Act of 1940, they are subject to different asset coverage and interest coverage ratios. Typically, BDCs operate under a 2-to-1 leverage ratio but may elect to operate at a lower 1.5-to-1 ratio to appeal to certain investor strategies.

The article provides a comprehensive look at how evergreen funds use a variety of fund finance tools including NAV loans and subscription facilities to manage liquidity, redemptions, and leverage, balancing investor demands with regulatory constraints.

Read the full article [here](#) (subscription required).

LMA Fund Finance Insights - Evolving Perspectives on the Use of Fund Finance

May 23, 2025



The LMA is pleased to have published the fourth in its series of Fund Finance Insights papers. These are intended to enhance understanding of this growing asset class.

This latest Fund Finance Insights paper explores the evolving perspectives on the use of fund finance. The ability for a fund to incur financial indebtedness is often a key point of negotiation between fund managers and their investors during the fund formation process. It is important to understand the key drivers and concerns of different market players in order to maximise efficiencies and pave the way for optimal liquidity solutions.

With Institutional Limited Partners Association (“ILPA”)’s Inaugural Limited Partner Sentiment Survey 2024-2025 highlighting that leverage in use at the fund level is the information that limited partners would most like to see presented more consistently, and the LMA / Drawdown Fund Finance Intelligence Survey highlighting LP resistance as the most significant challenge faced by borrowers, it is clear that education, communication, and transparency are key for the efficient evolution and understanding of the market.

This Insights paper explores the different perspectives of key players in the market and covers:

- Fund manager perspectives
- Investor perspectives
- Lender perspectives
- The road ahead

Thank you to authors: Mei Mei Wong and Kevin Nolan, Partners at DLA Piper, Kam Hessling, MD at LMA as well as to everyone who contributed to this paper.

Read the report: <https://lnkd.in/e54u52cF>

Access the Fund Finance Intelligence Survey results: <https://lnkd.in/ezU5ptVG>

Access the ILPA survey: <https://lnkd.in/esSBAHUr>

Explore more on Fund Finance: <https://lnkd.in/efYexsCK>

NAV Loan Ratings Go Formal – Fitch Publishes Master Rating Criteria

May 23, 2025

In a move that highlights the robust and sustained growth in the fund finance market of loans backed by the net asset value (“NAV”) of fund investments, Fitch Ratings, Inc. (“Fitch”) released its ***Net Asset Value Finance Rating Criteria*** report on February 27, 2025.

The report finalizes a draft that was circulated in September 2024, and focuses in particular on loans backed by the NAV and cash flows of secondaries funds – that is, funds that invest primarily in the limited partnership interests of other closed-end (private-equity style) alternative investment funds.

While in recent years several major rating agencies have formalized methodologies for rating subscription lines of credit, Fitch is, to our knowledge, the first to develop and publish a methodology that is tailored to the NAV loan space.

Fried Frank’s Fund Finance team summarizes key takeaways from the report [here](#).

Fund Fanatics Features Rick Gordon

May 23, 2025



Join Scott Aleali, Head of Private Equity Finance at Citizens Bank, and Jeff Maier, Senior Managing Director - Private Equity Finance at Citizens Bank, with special guest Rick Gordon, Wealth Manager at Citizens Private Wealth, for the latest Fund Fanatics episode.

They discuss:

- Must-haves in personal investment strategy for both new and seasoned private equity managers
- Why asset allocation is equally about coaching as it is about numbers; who is responsible for consumer education through the rise of retail in alternative assets
- The Home Depot strategy and why DIY investing isn't always what it seems
- How to choose a wealth platform from big banks to boutiques
- The joys of coaching, leadership and inspiring University of Michigan moments that stand the test of time

Watch [here](#).

Cadwalader Enhances London Capabilities With Top Infrastructure Finance Lawyer

Rebecca Crowley

May 23, 2025

Cadwalader Welcomes Rebecca Crowley



Cadwalader has added **Rebecca Crowley**, a leading lawyer in the infrastructure and core-plus infrastructure sector, as a partner in the firm's London office.

"We're excited to welcome Rebecca to our firm," said Cadwalader Managing Partner Pat Quinn. "Her practice is synergistic with a range of our strengths in London, which we feel will be of great value to our clients."

Rebecca focuses her practice on the infrastructure and hybrid infrastructure sector, covering the full range of asset classes and with particular expertise in cross-border acquisition financing. She acts for sponsors, corporate borrowers, and lenders (infrastructure funds, bank lenders, institutional investors, sovereign wealth funds, insurance companies and pension funds) on a broad range of capital structures, with significant experience handling digital infrastructure and energy transactions. Rebecca has been recognized by *The Legal 500 UK* as a "Rising Star" in Infrastructure finance annually since 2021. She joins Cadwalader from the London office of a major global law firm, where she practiced in its finance department since 2015.

Cadwalader Finance Group Chair Wes Misson noted, "The European infrastructure finance market intersects with the areas where we excel in London, including private credit, fund finance, corporate, capital markets, securitization and derivatives, and restructuring and special situations. Rebecca has an excellent reputation in the European infrastructure market and is a rising star in this rapidly growing sector, and we're really excited about the additional capabilities she brings to our existing array of finance specializations in the UK and US."

Rebecca is the latest strategic lateral partner hire in Cadwalader's London office over the last three years, joining other transactional practitioners such as Smridhi Gulati, Bevis Metcalfe and Matt Smith (Leveraged Finance and Private Credit); and Bron Jones, Doug Murning and Matt Worth (Fund Finance), among others.

"I am very excited to be joining Cadwalader," Rebecca said. "The firm has a fantastic reputation in the market and, by adding my experience and skillset to their existing deep bench of lawyers across the financial markets, I believe the proposition is an excellent choice for clients seeking innovative financing solutions for their infrastructure assets."

Fund Finance Hiring

May 23, 2025

Fund Finance Hiring

Here is who's hiring in Fund Finance:

Citizens Bank is seeking a Private Equity Lending Associate to join its Private Bank team in New York. The role focuses primarily on underwriting and portfolio management, ensuring a high level of quality control from initial client contact through the closing process. The Private Equity Lending Associate is expected to lead loan pipeline oversight, and is experienced in credit analysis, loan structuring, legal documentation, credit policy, lending origination systems, and regulatory requirements involved in private equity / venture capital fund finance. Learn more [here](#).

Barings is seeking a Senior Associate to join its Portfolio Finance team out of Boston. The role will support the underwriting, execution and oversight of investment-grade, senior secured loans to asset managers and the investment vehicles across a range of asset classes, including private equity, private credit, and real estate debt. The Senior Associate will support the Portfolio Finance platform, working closely with Portfolio Managers, Directors, Structuring Leads and external partners. Learn more [here](#).

ATLAS SP is seeking an experienced Associate to join its growing Fund Finance business. The candidate will also have the opportunity to expand generalist background across other ABS asset classes. The ATLAS Fund Finance team provides financing to private equity funds and other asset managers through structured credit facilities, including subscription credit facilities, NAV lending, and GP/LP financing. The Fund Finance team is looking for a motivated and experienced Associate to help support the origination, structuring and execution of new Fund Finance credit facilities, as well as surveillance and maintenance of existing Fund Finance credit facilities. Learn more [here](#).

Cadwalader, Wickersham & Taft LLP is seeking associates with three to six years of relevant experience for its Fund Finance practice in New York, Charlotte or London. Qualified candidates will have experience in syndicated lending, commercial lending, leverage finance, fund formation, CLOs, asset-based lending, NAV financings or acquisition financings. Candidates must possess excellent academic credentials and solid legal experience. Selected candidates will get extensive interaction with preeminent bank, asset manager and lending clients. If interested, please reach out to Margaret Cart at Margaret.Cart@cwt.com.