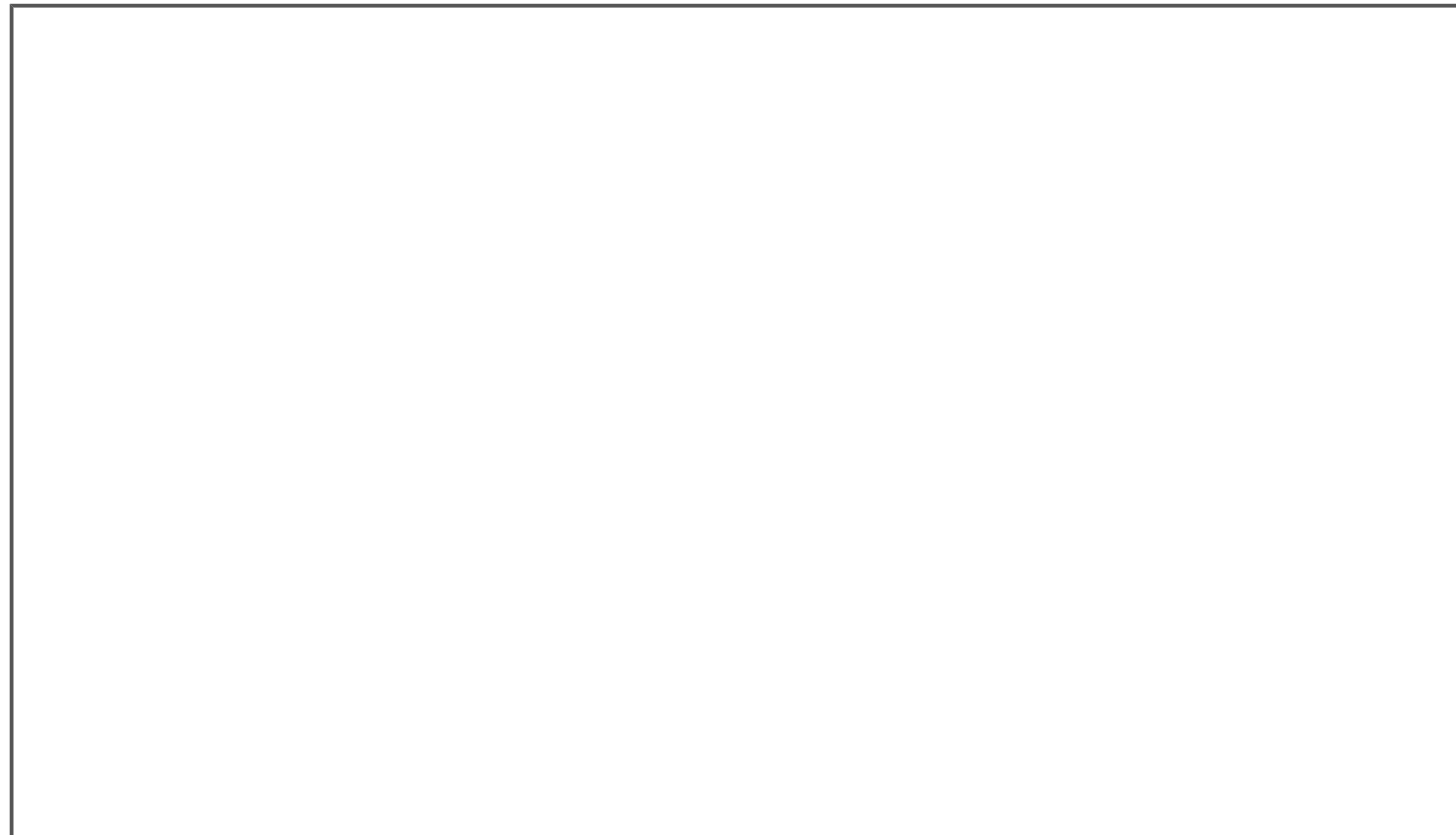


Private Credit Myth #5: No One Uses Mezzanine Debt Anymore

THE LEAD | February 25, 2020



Here are the next two fables in our special series on myths of [#PrivateCredit](#):

Myth #5: “No one uses [#mezzanine](#) debt anymore.”

Private sub debt regularly gets kicked around at conferences for being “dead.” Particularly with the advent of unitranche financings.

Whether you want to call it – sub or junior debt, second lien, PIK notes – mezz has been a feature of the private capital landscape for decades and remains as active as ever. Why is that?

Being so-called “patient capital,” mezz is often deployed at the lower end of the middle market with more cyclical or first-time borrowers...

[#PrivateCreditMyth](#)

?? Read Feb 17 2020 newsletter: [here](#)

?? Chart of the Week: [here](#)