

Middle Market Deal Terms at a Glance – February 2021

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Deal Component	February 2021	February 2020
Cash Flow Senior Debt (x EBITDA)	Micro Cap 1.75x-2.75x Small Cap 2.75x-3.5x Midcap 3.25x-4.25x	Micro Cap 1.75x-2.75x Small Cap 2.75x-3.50x Midcap 3.00x-4.50x
Total Debt Limit (x EBITDA)	Micro Cap 3.00x-3.75x Small Cap 4.00x-5.25x Midcap 4.50x-5.50x	Micro Cap 3.00x-3.75x Small Cap 4.00x-5.25x Midcap 4.50x-6.00x
Senior Cash Flow Pricing	Bank: L+3.00%-4.50% Non-Bank: <\$7.5MM EBITDA L+6.00%-8.00% Non-Bank: >\$15.0MM EBITDA L+5.50%-7.00%	Bank: L+3.00%-4.50% Non-Bank: <\$7.5MM EBITDA L+5.00%-7.00% Non-Bank: >\$15.0MM EBITDA L+4.00%-5.50%
Second Lien Pricing (Avg)	Micro Cap L+7.50%-10.50% Small Cap L+6.00%-8.50% Midcap L+6.00%-7.50%	Micro Cap L+7.00%-10.00% floating Small Cap L+5.50%-7.50% floating Midcap L+5.00%-6.50% floating
Subordinated Debt Pricing	Micro Cap 12.00%-14.00% Small Cap 10.00%-12.00% Midcap 9.50%-11.00%	Micro Cap 11.00%-14.00% Small Cap 10.00%-12.00% Midcap 8.50%-11.00%
Unitranche Pricing	Micro Cap L+7.50%-10.50% Small Cap L+6.00%-8.50% Midcap L+6.00%-7.50% Fixed rate options range from 7.0%-11.0%. ABL revolver can be arranged outside of the Unitranche to arbitrage all-in pricing.	Micro Cap L+7.00%-10.00% Small Cap L+5.50%-7.50% Midcap L+5.00%-6.50% Fixed rate options range from 7.0%-11.0%. ABL revolver can be arranged outside of the Unitranche to arbitrage all-in pricing.
*Micro Cap= <\$7.5mm EBITDA / *Small Cap= >\$10mm EBITDA / *Midcap= >\$20mm EBITDA / *Changes from last month are in red		

Source: [SPP Capital Partners](#)

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