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EUROPE ASIA LATIN AMERICA MID MARKET TOP NEWS EXCLUSIVES

Golub Raises at Least \$1.65 Billion So Far for 11th Private-Credit Fund

By Laura Kreutzer

Golub Capital has rounded up a total of at least \$1.65 billion so far for its latest private-credit offering, according to filings with the Securities and Exchange Commission.

The firm collected \$927.3 million for offshore vehicle Golub Capital Partners International 11 LP and \$722.9 million for onshore vehicle Golub Capital Partners 11 LP, according to two separate filings.

The two funds form the latest iteration of the firm's private-credit fund platform, which focuses on senior-secured and one-stop unitranche loans primarily to U.S.-based and sponsor-backed midmarket businesses.

Golub plans to use the fund to support companies that typically generate \$10 million to \$60 million of earnings before interest, taxes, depreciation and amortization, according to a due-diligence memorandum presented to the New Mexico State Investment Council. The state investment council approved a commitment of up to \$100 million to the pool.

Although it has been in the market for about six months, Fund XI's capital raised to date already is close to the \$1.8 billion total the firm raised for its 10th private-credit fund family, which

wrapped up late last year, said people with knowledge of the offering.

According to the New Mexico due-diligence materials, Golub's private-credit fund structures enable the firm to invest the portfolio into a diversified pool of loans much more quickly than typical limited partnership vehicles, thus avoiding the early fee drag that can weigh on fund performance, often referred to as the J-curve.

Golub, with offices in New York, Chicago, San Francisco and Davidson, N.C., manages about \$20 billion of assets across various credit investment vehicles, including public and private business development companies, separate accounts for institutional investors and the private-credit fund platform.

The firm has deep relationships with midmarket private-equity firms. In June, for example, it backed at least four deals involving sponsor-backed companies, including Aimbridge Hospitality LLC, backed by Lee Equity Partners and General Atlantic; PetVet Care Centers, backed by Ontario Teachers' Pension Plan; Rough Country Intermediate Holdings Inc., backed by Gridiron Capital; and OEConnection, backed by Providence Equity Partners, according to Golub's website.