

**NGL Energy Operating**

 Doc Date: 02-Feb-2024  
 Deal Status: Final

 Industry: Energy: Oil & Gas - MSTR LTD PTNSHP Arrangers: TD/JPM/BARC/RBC/WF/BofA/MUFG/TCB  
 UOP: Refinancing Moody's/S&P/Fitch Corp. Ratings: B2/B/B  
 Sponsored: Not Sponsored Moody's/S&P/Fitch Loan Ratings: B2/B+/BB-

	Current Deal*	Market Comps**
<b>TLB</b>		
Amount	\$700.00M	
Maturity	7.0 Years	
Call Protection	six months 101 soft call	
Base rate/spread	L/S+450.0	L/S+407.14
Floor	0.00%	0.50%
<b>CR Documentation Scores</b>		
CR Composite Score	2.98	2.89
Collateral Protection Subscore	3.10	3.11
Default Protection Subscore	3.06	2.91
Lenders' Repricing Optionality Subscore	2.40	2.15
Adjusted EBITDA Quality Score	3.94	3.78
Builder Basket Quality Score	2.59	2.25
Amendments Quality Score	1.75	1.86
Mandatory Prepayments Quality Score	3.92	3.11
<b>Financials, Accordion &amp; Cov Lite</b>		
	At Issuance	
PF Adj EBITDA	\$622.00M***	\$487M
Net First Lien Leverage / Net Total Leverage	4.6x / 4.6x***	2.38x / 2.57x
Accordion F&C	\$150.0M	\$245M
Accordion First Lien Ratio Capacity	0.00x	0.00x
Accordion MFN / Sunset	50 bps / 12 months	
Cov-lite? / CLO Indenture Cov-Lite?	False / False	
<b>Tests</b>		
RP Leverage Incurrence Tests: First Lien / Secured / Total	x / x / 4x	x / x / 2.16x
Accordion Leverage Tests: First Lien / Secured / Total	4.5x / 4.5x / 4.75x	2.67x / 2.67x / 2.88x
Investments Leverage Incurrence Tests: First Lien / Secured / Total	x / x / 4x	x / x / 2.31x
<b>Baskets</b>		
General Debt basket: \$M/ Grower%	75 /	149 / 52%
Free & Clear: \$M/Grower%	150 / 20%	245 / 47%
Non-Guarantor Debt: \$M/Grower%	/	78 / 17%
Builder Basket Starter: \$M/Grower%	270 / 40%	156 / 15%
RP General: \$M/Grower%	175 /	118 / 39%
JDP General: \$M/Grower%	175 / 25%	145 / 60%
<b>Incremental Capacity</b>		
	At Issuance	
First Lien Debt (\$M/x's)	225 / 0.36x	
Junior Secured Debt (\$M/x's)	225 / 0.36x	
Restricted Payments (\$M/x's)	175 / 0.28x	
Unsub investments (\$M/x's)	400 / 0.64x	
Junior Debt Prepayments (\$M/x's)	175 / 0.28x	
<b>Loopholes &amp; Blockers</b>		
		% Market Portfolio
J. Crew Trapdoor	No	0%
Pick Your Poison Debt	No	0%
Serta Loophole	No	7%
Phantom Guarantee	Yes	38%
J. Crew Blocker	Yes	70%
Envision Loophole	No	

\* NOTE: The deal data displayed in this report was systematically extracted from source documents and has not been verified.

\*\* NOTE: Comps are calculated based upon industry, sponsored/not sponsored, and rating for all deals finalized within the prior three years.

\*\*\* NOTE: Annualized EBITDA for the six months ended September 30, 2023. All Financial Information is based on the company's 10-Q for the period ended September 30, 2023.

 For more information please contact us here: [research@covenantreview.com](mailto:research@covenantreview.com)
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