

Nov 21, 2017 -- [Fotios Tsarouhis](#)

Exelon Renewables Term Loan B Grows to \$850M

Exelon Corp. increased the size of a term loan B offering it priced last week to finance a portfolio of renewable assets in the U.S.

Morgan Stanley was the sole bookrunner on the seven-year senior secured loan, which grew from an expected \$750 million deal to \$850 million.

The deal was priced at 300 basis points over Libor with a 1% floor and sold at 99.75% of par on Nov. 16, representing a tightening from initial price talk of 325 bps with an issue price of 99.5%.

Riverside Risk Advisors assisted Exelon with the interest rate hedge component of the financing.

The loan, a rare new money deal in a term loan B market dominated by repricings and refinancings, will finance ExGen Renewables IV, a nearly 1.8 GW generation platform made up of wind, solar and biomass assets in the U.S ([PFR, 11/8](#), [PFR, 11/9](#)).

Moody's Investors Service and **S&P Global Ratings** rate the debt Ba2 and BB+, respectively. Exelon's merchant subsidiary, **Exelon Generation Co.**, has corporate ratings of Ba2 and BB from the same two rating agencies.

Among the assets in the ExGen Renewables IV portfolio are Exelon's 50% stakes in the 50 MW Albany Green Energy biomass project near Albany, Ga., and the 1,296 MW, 13-state **ExGen Renewables Partners** portfolio of 30 operational wind and solar projects.

John Hancock Life Insurance Co. acquired the other 50% of ExGen Renewables Partners in a deal that closed on July 6 ([PFR, 4/4](#)).

Mays Landing, N.J.-based **DCO Energy** has owned 50% of the Albany Green Energy project since Oct. 6 ([PFR, 8/18](#)).

The ExGen Renewables IV portfolio also includes Exelon's 665.3 MW Continental Wind portfolio, which comprises 13 facilities in six states, and its Renewables Power Generation Portfolio, comprising five wind projects totaling 217.8 MW and two solar projects totaling 38 MW, as well as the 241 MW AV Solar Ranch project in Los Angeles County, Calif., and the 69.3 MW SolGen distributed solar portfolio of 192 projects in Arizona, California, Georgia and Oregon.

Rounding out the fleet are two additional solar projects—a 4.4 MW ground-mounted array at Denver International Airport and the 1.5 MW (DC) Middle Township Board of Education project in New Jersey.

Officials at Exelon in Washington, D.C., and Morgan Stanley in New York did not immediately respond to inquiries.