

## Macro Roundup Article

**Headline:** [How Private Credit Gives Banks a Run for Their Money](#)

**Article Link:** <https://www.bloomberg.com/news/articles/2023-10-27/what-is-private-credit-and-how-does-it-work?srnd=economics-v2&sref=U3dOGIDF>

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**Tweet:** [Assets in closed-end private debt funds have risen from \\$0.5 trillion at the end of 2015 to \\$1.6 trillion in March of 2023.](#)

**Summary:** Private credit came of age after the 2008 financial crisis as an alternative to banks at a time when regulators were clamping down on risky lending by deposit-taking institutions. Today it's become a serious rival to mainstream lending for all kinds of businesses, from real estate firms to tech startups. Data company Preqin said closed-end private debt funds using the five lending strategies [Direct lending, Distressed debt, Venture debt, Mezzanine finance, and Special situations] had around \$1.6 trillion of assets under management globally as of March 2023, up from around \$500 billion at the end of 2015. Related: [Where Are All the Defaults?](#) and [Higher Cost of Capital Continues and Credit Normalization](#)

**Primary Topic:** Business Cycle

**Topics:** Business Cycle, Database, GDP, News article

**Permalink:** <https://www.edwardconard.com/macro-roundup/assets-in-closed-end-private-debt-funds-have-risen-from-0-5-trillion-at-the-end-of-2015-to-1-6-trillion-in-march-of-2023?view=detail>

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