

IC Draft Note – Charlie Energy Partners LP

Overview

Charlie Energy Partners LP operates in Energy (Midstream). The sponsor is evaluating a new Senior Secured Notes transaction, with indicative sizing of around \$750m USD. Proceeds are expected to refinance near-term maturities and provide capacity for growth initiatives. Early pricing talk centers around 7.25% with maturity out to 2034, which would extend the company's debt profile significantly.

Financials

On the financial side, management disclosed LTM EBITDA of approximately \$410m. Leverage is currently 4.6x, which is somewhat elevated relative to peers in the space. Topline revenue grew 6% YoY, reflecting underlying demand trends, though margin pressures remain a factor. Liquidity is described as adequate, with modest free cash flow after capex.

Risks & Considerations

The main risks revolve around Volume risk; basin concentration. In addition, there is sensitivity to macro conditions, and a potential need for sponsor support should end markets weaken. That said, management is highlighting customer diversification efforts and a commitment to de-leveraging.

Comments

This note is a draft prepared for IC discussion. Figures are preliminary and subject to confirmation.